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TED FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 30TH SEPTEMBER 2012

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	Bank 30th Sept, 2011 Unaudited Shs '000'	Bank 31st Dec, 2011 Audited Shs '000'	Bank 31st Mar, 2012 Unaudited Shs '000'	Bank 30th June 2012 Unaudited Shs '000'	Bank 30th Sept 2012 Unaudited Shs '000'	Group 30th Sept, 2011 Unaudited Shs '000'	Group 31st Dec, 2011 Audited Shs '000'	Group 31st Mar 2012 Unaudited Shs '000'	Group 30th June 2012 Unaudited Shs '000'	Group 30th Sept 2012 Unaudited Shs '000'
I BALANCE SHEET										
1 ASSETS 1.1 Cash (both Local & Foreign) 1.2 Balances due from Central Bank of Kenya 1.3 Kenya Government securities 1.4 Foreign Currency Treasury Bills & Bonds 1.5 Deposits and balances due from local banking institutions 1.5 Deposits and balances due from banking institutions 1.5 Deposits and balances due from banking institutions	176,452 522,061 2,869,902 74,123 933,089	2,601,282	-	1,067,996 3,808,993 - 134,533	1,088,930 4,687,305 30,606	176,456 522,061 2,869,902 76,592 933,089	167,708 682,773 2,601,282 96,980 405,080	3,089,141	155,470 1,067,996 3,808,993 - 152,535 434,674	-
1.6 Deposits and balances due from banking institutions abroad 1.7 Kenya Government and other securities held for dealing purposes 1.8 Tax recoverable 1.9 Loans and advances to customers (net) 1.10 Investment securities 1.11 Balances due from group companies 1.12 Investments in associates	6,803,531 392,296 4,494 177,482	16,880 7,073,553 375,483 8,390		16,880 7,713,304 352,016 9,212	16,880 8,500,295 362,880 9,613	2,534 6,803,531 392,296 1,611 172,954	18,562 7,073,553 375,483 1,611 174,058	18,603 7,448,532 386,946 1,611	18,633 7,713,304 352,016 1,913 182,348	18,633 8,500,295 362,880 2,314
1.13 Investments in subsidiary companies 1.14 Investments in joint ventures 1.15 Investment properties 1.16 Property and equipment 1.17 Prepaid lease rentals 1.18 Intanqible assets	217,850 217,850 415,285 23,538	217,850 - 428,313 24,911	217,850 - - 445,701 - 30,306	217,850 - - 454,674	234,828 - - 481,812 -	417,141 274,860	430,074 277,899	447,382	456,272	483,345
1.19 Deferred tax asset 1.20 Retirement benefit asset 1.21 Other assets 1.22 TOTAL ASSETS 2 LIABILITIES	469,483 13,079,586	237,652 1 2,506,895	379,270 1 3,567,987	458,081 15,036,239	- 566,035	495,128 13,141,318	256,017 1 2,566,087	283,310 5,342 - 399,654 13,633,631	287,908 5,342 - 483,193 15,120,597	286,271 5,342 590,776 17,102,717
2.1 Balances due to Central Bank of Kenya 2.2 Customer deposits 2.3 Deposits and balances due to local banking institutions 2.4 Deposits and balances due to foreign banking institutions 2.5 Other money market deposits 2.6 Borrowed funds	10,943,674 150,026 89	10,471,279 50,055 -	11,386,423 - - - -	12,575,110 37,868 109,332	-	10,914,802 150,026 89	10,442,446 50,055 - -	11,361,914 - - - -	12,512,663 37,868 109,332	-
2.7 Balances due to group companies 2.8 Tax payable 2.9 Dividends payable 2.10 Deferred tax liability 2.11 Retirement benefit liability	108,428	3,114	30,926 3,114	3,114	3,114	108,428 6,734		30,926	70,758	310,809 111,877
2.13 TOTAL LIABILITIES	297,386 11,506,337	280,360 10,804,808	373,972 11,794,435	320,737 13,116,919	360,095 14,965,834	319,251 11,499,330	300,931 10,793,432	394,645 11,787,485	397,862 13,128,483	406,425 14,964,946
3 SHAREHOLDERS' FUNDS 3.1 Paid up / Assigned capital 3.2 Share premium 3.3 Revaluation reserves 3.4 Retained earnings 3.5 Statutory loan reserves	1,050,000 (53,510) 520,611 56,148	1,050,000 (74,558) 658,865 67,780	1,050,000 (74,558) 730,330 67,780	_	27,666 919,918	1,050,000 (53,510) 558,200 56,148	1,050,000 (74,558) 698,206 67,780	l ' -l	1,050,000 (17,879) 861,634 67,780	1,050,000 27,666 962,136 67,780
3.6 Proposéd dividends 3.7 Capital grants 3.8 TOTAL SHAREHOLDERS' FUNDS 3.9 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS II PROFIT AND LOSS ACCOUNT	1,573,249 13,079,586	1,702,087	1,773,552 13,567,987	-	2,065,364	31,150 1,641,988 13,141,318	31,227 1,772,655 12,566,087	30,925	30,579 1,992,114 15,120,597	30,189
4 INTEREST INCOME 4.1 Loans and advances 4.2 Government securities 4.3 Deposits and placements with banking institutions 4.4 Other Interest Income 4.5 Total interest income	628,354 199,262 4,323 34,388 866,327	949,468 265,866 5,689 45,976 1,266,999	396,112 72,449 5,805 11,462 485,828	22,920 22,382	40,159 33,246	628,354 199,262 4,323 35,286 867,225	949,468 265,866 5,689 45,991 1,267,014	11,477	833,931 166,703 22,920 22,396 1,045,950	1,260,288 284,008 40,159 33,276 1,617,731
5 INTEREST EXPENSE 5.1 Customer deposits 5.2 Deposits and placement from banking institutions 5.3 Other interest expenses 5.4 Total interest expenses 5.5 NET INTEREST (NCOME	322,045 6,922 328,969 537,358	499,897 14,483 1 514,381 752,618	286,571 699 32 287,302 198,526	636,198	4,272 4,557 996,384	322,045 6,922 2 328,969 538,256	498,810 14,483 1 513,294 753,720	699 32 287.050	633,601 2,197 32 635,830 410,120	995,696
6 OTHER OPERATING INCOME 6.1 Fees and commissions on loans and advances 6.2 Other fees and commissions 6.3 Foreign exchange trading income 6.4 Dividend Income 6.5 Other income 6.6 Total non-interest income 6.7 TOTAL OPERATING INCOME	44,246 127,208 93,686 282,245 347,667 885,02 5	463,044	28,727 40,413 40,732 315 3,305 113,492 312,018	89,094 315 15,323 243,664	127,157 126,397 315 66,354 395,326	96 322	64,710 175,890 144,636 371 94,295 479,902 1,233,622	40,413 40,732 315 9,325 119,512	53,233 85,699 89,094 26,172 254,513 664,633	127,157 126,397 315 81,655 410,627
7 OPERATING EXPENSES 7.1 Loan loss provision 7.2 Staff costs 7.3 Directors' emoluments 7.4 Rental charges 7.5 Depreciation charge on property and equipment	35,493 235,015 16,690 27,952 19,328	11,603 333,141 23,180 40,757 26,191	23,699 91,866 5,040 10,686 6,858	45,805 195,748 11,040 21,993 13,673	52,377 310,269 16,950 32,678 20,358	35,493 249,722 16,690 29,398 19,650	11,603 350,765 23,180 42,732 26,608	23,699 94,397 5,040 11,223	45,805 201,314 11,040 23,139 13,846	52,377 319,355 16,950 34,361 20,611
7.6 Amortisation charges 7.7 Other operating expenses 7.8 Total operating expenses 7.9 Profit before tax and exceptional items 7.10 Exceptional items 7.11 Profit after exceptional items 7.12 Current tax	4,361 214,252 553,091 331,934 331,934 108,428	515,466 515,466	1,679 69,803 209,631 102,387 102,387 30,926	130,247 422,094 231,308 231,308	205,529 643,717 372,926 372,926	-	6,681 264,048 725,617 508,005 508,005	104,417 - 104,417	3,939 132,012 431,095 233,538 233,538 70,758	374,769
7.13 Deferred tax 7.14 Profit after tax and exceptional items	223,506	(3,619)	71,461	160,550	-	218,251	146,617 (8,578) 369,966	73,491	162,780	-
8 EARNINGS PER SHARE- BASIC & DILUTED	2.13	3.53	0.68	1.53	2.49	2.08	3.53	0.70	1.55	2.50
9 DIVIDEND PER SHARE -DECLARED III OTHER DISCLOSURES	0.80	0.80	-	-	-	0.80	0.80	-	-	-
10 NON-PERFORMING LOANS AND ADVANCES 10.1 (a) Gross Non-performing loans and advances 10.2 (b) Less Interest in Suspense 10.3 (c) Total Non-Performing Loans and Advances (a-b) 10.4 (d) Less Loan Loss Provision 10.5 (e) Net Non-Performing Loans and Advances(c-d) 10.6 (f) Discounted Value of Securities 10.7 (g) Net NPLs Exposure (e-f)	350,805 84,730 266,075 179,491 86,58 4 86,584	208,305 134,794	307,373 75,910 231,463 133,987 97,476	335,352 138,036 197,316	92,150 338,202 136,609 201.593	350,805 84,730 266,075 179,491 86,584 86,584	280,010 71,705 208,305 134,794 73,511 73,511	307,373 75,910 231,463 133,987 97,476 97,476	415,483 80,131 335,352 138,036 197,316 197,316	201,593
11 INSIDER LOANS AND ADVANCES 11.1 (a) Directors, Shareholders and Associates 11.2 (b) Employees 11.3 (c)Total Insider Loans and Advances and other facilities	192,235 84,978 277,213	191,255 96,832 288,087	39,164 94,659 133,823	40,103 115,183 155,286	40,356 143,476 183,832	192,235 84,978 277,213	191,255 96,832 288,087	39,164 94,659 133,823	40,103 115,183 155,286	40,356 143,476 183,832
12 OFF-BALANCE SHEET ITEMS 12.1 (a)Letters of credit,guarantees, acceptances 12.2 (b)Other contingent liabilities 12.3 (c)Total Contingent Liabilities	2,419,571 1,842,023 4,261,594	2,262,999 760,353 3,023,352	2,758,463 1,461,764 4,220,227	2,663,489 1,713,282 4,376,771	2,911,721 1,211,627 4,123,348	2,419,571 1,842,023 4,261,594	2,262,999 760,353 3,023,352	2,758,463 1,461,764 4,220,227	2,663,489 1,713,282 4,376,771	2,911,721 1,211,627 4,123,348
13CAPITAL STRENGTH 13.1 (a)Core capital 13.2 (b) Minimum Statutory Capital 13.3 (c)Excess (a-b) 13.4 (d) Supplementary Capital 13.5 (e) Total Capital (a+d) 13.6 (f)Total risk weighted assets 13.7 (g) Core Capital/Total deposits Liabilities	1,323,376 500,000 823,376 56,148 1,379,524 9,543,280 12,09%	1,531,383 700,000 831,383 67,780 1,599,163 9,085,928 14,62%	1,567,118 700,000 867,118 67,780 1,634,898 9,800,142 13,76%	911,662 67,780 1,679,442 9,805,533 12,82%	961,912 67,780 1,729,692 11,069,359 11,76%	56,148 1,379,524 9,543,280 12.09 %	1,531,383 700,000 831,383 67,780 1,599,163 9,085,928 14,62%	867,118 67,780 1,634,898 9,800,142 13.76 %	1,611,662 700,000 911,662 67,780 1,679,442 9,805,533 12.82%	961,912 67,780 1,729,692 11,069,359
13.8 (f) Minimum statutory Ratio 13.9 (i) Excess 13.10 (j) Core Capital / total risk weighted assets 13.11 (k) Minimum Statutory Ratio 13.12 (i) Excess (j-k) 13.13 (m) Total Capital/total risk weighted assets 13.14 (n) Minimum statutory Ratio	8.0% 4.1% 13.9% 8.0% 5.9% 14.5%	8.0% 6.6% 16.9% 8.0% 17.6% 12.0%	8.0% 5.8% 16.0% 8.0% 8.0%	8.0% 4.8% 16.4% 8.0% 8.4% 17.1%	8.0% 3.8% 15.0% 8.0% 7.0% 15.6%	8.0% 4.1% 13.9% 8.0% 5.9% 14.5% 12.0%	8.0% 6.6% 16.9% 8.0% 17.6% 12.0%	8.0% 5.8% 16.0% 8.0% 16.7% 12.0%	8.0% 4.8% 16.4% 8.0% 17.1% 12.0%	8.0% 3.8% 15.0% 8.0% 7.0%
13.15 (o) Excess (m-n) 14 LIQUIDITY 14.1 (a) Liquidity Ratio 14.2 (b) Minimum Statutory Ratio 14.3 (c) Excess (a-b)	2.5% 39.90% 20.0% 19.90%	5.6% 34.64% 20.0% 14.64%	38.02% 20.0% 18.02%			2.5% 39.90% 20.0% 19.90%	5.6% 34.64% 20.0% 14.64%		5.1% 41.60% 20.0% 21.60%	46.10% 20.0% 26.10%

AUTHORIZATION: The above financial statements and disclosures are extracts of unaudited financial records of the Bank. **MESSAGE FROM THE DIRECTORS:** The financial statements are extracts from the books of the institution.

Signed: Shamaz Savani MANAGING DIRECTOR

Joseph K. Muiruri DIRECTOR