

EQUITY BANK GROUP

AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 31ST DECEMBER 2012



STATEMENT OF FINANCIAL POSITION

A. ASSETS

1. Cash (both Local & foreign)
2. Balances due from central Bank of Kenya
3. Kenya Government securities
4. Foreign Currency Treasury Bills and Bonds
5. Deposits and balances due from banking institutions
6. Deposits and balances due from banking institutions abroad
7. Government and other securities held for dealing purposes
8. Tax recoverable
9. Loans and advances to customers (net)
10. Investment securities
11. Balances due from group companies
12. Investments in associates
13. Investments in subsidiary companies
14. Investments in joint ventures
15. Investment properties
16. Property and equipment
17. Prepaid lease rentals
18. Intangible assets
19. Deferred tax asset
20. Retirement benefit asset
21. Other assets

22. TOTAL ASSETS

B. LIABILITIES

23. Balances due to Central Bank of Kenya
24. Customer deposits
25. Deposits and balances due to Local banking institutions
26. Deposits and balances due to Foreign banking institutions
27. Other money market deposits
28. Borrowed funds
29. Balances due to group companies
30. Tax payable
31. Dividends payable.
32. Deferred tax liability
33. Retirement benefit liability
34. Other liabilities

35. TOTAL LIABILITIES

C. SHAREHOLDERS' FUNDS

36. Paid up/Assigned capital
37. Share premium / (discount)
38. Revaluation reserve
39. Retained earnings / Accumulated losses
40. Statutory Loan Loss reserve
41. Proposed dividends
42. Capital grants

43. TOTAL SHAREHOLDERS' FUNDS

44. TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS

	BANK		GROUP CONSOLIDATED	
	31/12/11 Shs. 000 Audited	31/12/12 Shs. 000 Audited	31/12/11 Shs. 000 Audited	31/12/12 Shs. 000 Audited
176,910,996	215,829,300	196,293,896	243,170,458	
141,863,576	173,157,537	162,008,349	200,254,070	
35,047,420	42,671,763	34,285,547	42,916,388	
176,910,996	215,829,300	196,293,896	243,170,458	
18,376,010	28,496,525	19,339,570	30,847,947	
15,560,530	22,111,618	16,223,036	23,964,133	
9,906,472	9,763,050	12,447,008	12,863,346	
25,467,002	31,874,668	28,670,045	36,827,479	
12,103,514	16,059,607	12,679,143	17,248,674	
9,773,857	10,996,839	10,325,157	12,080,255	
6,088,510	6,858,609	6,174,645	7,005,822	
7,236,216	7,469,816	7,753,031	8,332,901	
18,889,322	28,524,722	15,216,709	44,741,481	
27,633,462	44,741,481	148,659,773	127,548,066	
16%	21%	8%	8%	
8%	8%	15%	20%	
8%	8%	7%	12%	
22%	30%	12%	12%	
10%	18%	37%	46%	
20%	20%	17%	26%	

STATEMENT OF COMPREHENSIVE INCOME

INTEREST INCOME

- 1.1 Loans and advances
- 1.2 Government securities.
- 1.3 Deposits and placements with banking institutions
- 1.4 Other

1.5 Total Interest income

INTEREST EXPENSES

- 2.1 Customer deposits
- 2.2 Deposits and placements from banking institutions
- 2.3 Other interest expense

2.4 Total interest Expenses

NET INTEREST INCOME

OTHER OPERATING INCOME

- 4.1 Fees and commissions income on loans & advances
- 4.2 Other Fees and commissions income
- 4.3 Foreign exchange trading income
- 4.4 Dividend Income
- 4.5 Other income

4.6 Total Non-Interest Income

TOTAL OPERATING INCOME

OPERATING EXPENSES

- 6.1 Loan Loss Provision
- 6.2 Staff costs
- 6.3 Directors' emoluments
- 6.4 Rental charges
- 6.5 Depreciation on property and equipment
- 6.6 Ammortisation charges
- 6.7 Other operating expenses

6.8 Total Operating Expenses

Profit/(loss) before tax and exceptional items

Exceptional items-share of profit of associate

Profit/(loss) after exceptional items

Current tax

Deferred tax

Profit / (loss) after tax and exceptional items

Earnings Per Share (Shs)

Dividend Per Share (Shs)

OTHER DISCLOSURES

1) NON PERFORMING LOANS AND ADVANCES

- a) Gross non performing loans and advances
- b) Less Interest in suspense
- c) **Total Non-Performing loans and advances (a-b)**
- d) less Loan loss provision
- e) Net non - performing loans (c-d)
- f) **Discounted value of securities**
- g) Net NPLs Exposure (e-f)

2) INSIDER LOANS AND ADVANCES

- a) Directors, shareholders and associates
- b) Employees
- c) **Total insider Loans and Advances and other Facilities**

3) OFF BALANCE SHEET ITEMS

- a) Letter of Credit, guarantees, acceptances
- b) Forwards, Swaps and Options
- c) Other contingent Liabilities
- d) **Total contingent Liabilities**

4) CAPITAL STRENGTH

- a) Core Capital
- b) Minimum statutory capital
- c) **Excess / (deficiency)**
- d) Supplementary capital
- e) **Total Capital (a+d)**
- f) Total Risk Weighted Assets

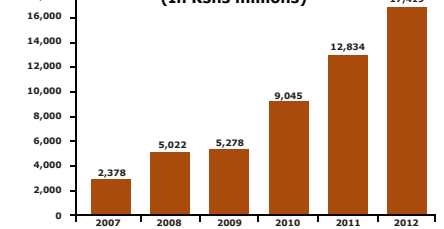
Ratios

- g) Core Capital / Total Deposit Liabilities
- h) Minimum statutory ratio
- i) **Excess / (deficiency) (g-h)**
- j) Core Capital / Total Risk Weighted Assets
- k) Minimum statutory Ratio
- l) **Excess / (deficiency) (j-k)**
- m) Total Capital / Total Risk Weighted assets
- n) Minimum statutory Ratio
- o) **Excess / (deficiency) (m-n)**

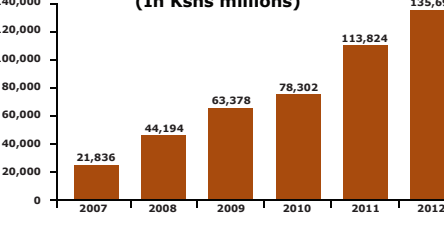
5) LIQUIDITY

- a) Liquidity Ratio
- b) Minimum statutory Ratio
- c) Excess / (deficiency) (a-b)

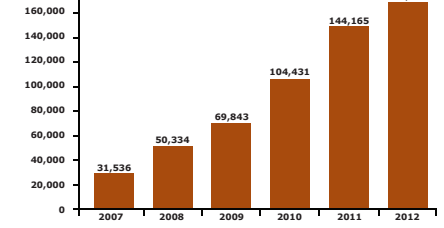
GROWTH IN PROFIT BEFORE TAX
(In Kshs millions)



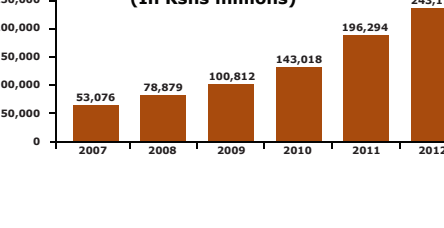
GROWTH IN LOAN PORTFOLIO
(In Kshs millions)



GROWTH IN CUSTOMER DEPOSITS
(In Kshs millions)



GROWTH IN TOTAL ASSETS
(In Kshs millions)



These financial statements are extracts from the books of the institution as audited by **Ernst & Young** and received unqualified opinion.

The complete set of audited financial statements, statutory and qualitative disclosures can be accessed on the Institution's Website: www.ke.equitybankgroup.com

They may also be accessed at the institutions head office located at Equity Centre, 9th floor, Hospital Road, Upper Hill, after approval by members at the Annual General Meeting.

Signed: **DR. JAMES MWANGI, CBS**
CHIEF EXECUTIVE OFFICER/ MANAGING DIRECTOR

Signed: **MR. PETER K. MUNGA, CBS**
CHAIRMAN