



The Board of Directors of NIC Bank Limited is pleased to announce the Un-audited financial results of the Group and Bank for the period ended 30th September, 2011.

BALANCE SHEET	Group					Bank				
	30th Sept, 2011 Un-audited Shs '000	30th June, 2011 Un-audited Shs '000	31st March, 2011 Un-audited Shs '000	31st Dec, 2010 Audited Shs '000	30th Sept, 2010 Un-audited Shs '000	30th Sept, 2011 Un-audited Shs '000	30th June, 2011 Un-audited Shs '000	31st March, 2011 Un-audited Shs '000	31st Dec, 2010 Audited Shs '000	30th Sept, 2010 Un-audited Shs '000
ASSETS										
Cash (both Local & Foreign)	713,576	593,233	665,276	581,101	619,721	462,011	474,243	513,341	476,633	490,288
Balances due from Central Banks	3,653,108	3,459,824	3,520,947	4,117,636	5,425,910	2,877,577	2,539,570	2,985,988	3,587,981	5,068,229
Government securities	4,985,868	5,485,373	1,765,520	1,808,041	3,321,880	4,567,416	5,055,074	1,473,813	1,580,418	2,977,311
Foreign Currency Treasury Bills & Bonds	-	-	-	-	-	-	-	-	-	-
Deposits and balances due from local banking institutions	1,976,435	2,184,480	3,338,865	2,663,125	966,076	1,326,463	1,348,133	2,502,518	2,053,368	998,171
Deposits and balances due from banking institutions abroad	2,481,221	2,869,805	6,379,881	3,711,700	5,832,167	2,281,570	2,731,373	5,488,018	2,558,567	5,134,011
Government and other securities held for dealing purposes	4,107,595	3,366,317	3,455,534	3,265,990	3,591,684	4,107,595	3,366,317	3,455,534	3,265,990	3,365,111
Tax recoverable	12,971	22,161	14,812	8,180	4,351	-	-	-	-	-
Loans and advances to customers (net)	54,270,890	47,263,092	42,800,770	40,754,979	38,115,710	50,546,481	44,515,093	40,424,880	38,340,879	35,506,639
Investment securities	56,416	34,001	40,349	51,703	52,358	-	-	-	-	-
Balances due from group companies	-	-	-	-	-	1,168,850	56,752	11,954	481,712	2,730
Investments in associates	-	-	-	-	-	-	-	-	-	-
Investments in subsidiary companies	-	-	-	-	-	1,147,786	1,147,786	1,147,786	1,147,786	1,147,786
Investments in joint ventures	-	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-	-
Property and equipment	751,246	738,540	722,178	750,530	746,408	706,792	700,124	687,475	688,266	713,906
Prepaid lease rentals	7,531	7,562	7,594	7,625	7,687	7,531	7,562	7,594	7,625	7,687
Intangible assets	1,027,924	895,251	767,732	767,496	703,697	391,118	256,946	129,921	129,357	71,203
Deferred tax asset	12,372	12,113	12,116	11,839	-	-	-	-	-	-
Retirement benefit asset	-	-	-	-	-	-	-	-	-	-
Other assets	873,403	880,206	283,918	513,977	441,386	624,436	582,650	101,444	457,850	315,432
TOTAL ASSETS	74,930,556	67,811,958	63,775,492	59,013,922	59,850,603	70,215,626	62,781,623	58,930,266	54,776,432	55,798,504
LIABILITIES										
Balances due to Central Banks	-	-	-	-	-	-	-	-	-	-
Customer deposits	61,345,660	55,521,105	51,331,924	48,492,224	48,289,434	57,952,544	52,069,441	48,244,003	45,317,661	45,324,135
Deposits and balances due to local banking institutions	2,563,693	1,999,944	1,823,886	732,384	2,093,343	1,886,466	1,026,429	501,306	100,411	1,246,139
Deposits and balances due to foreign banking institutions	-	-	-	1,068	-	-	-	-	1,068	202,514
Other money market deposits	-	-	-	-	-	-	-	-	-	-
Borrowed funds	268,579	269,253	286,479	303,284	371,476	268,579	269,253	286,479	303,284	371,476
Balances due to group companies	-	-	-	-	-	254,305	215,068	454,934	264,818	181,858
Tax payable	173,773	88,470	411,941	179,344	210,956	168,400	81,385	403,495	174,215	206,216
Dividends payable	-	-	-	-	-	-	-	-	-	-
Deferred tax liability	10,014	10,014	10,014	10,014	18,651	10,014	10,014	10,014	10,014	18,651
Retirement benefit liability	-	-	-	-	-	-	-	-	-	-
Other liabilities	922,641	880,472	992,081	942,375	794,070	668,287	616,408	619,750	709,107	590,189
TOTAL LIABILITIES	65,284,360	58,769,258	54,856,325	50,660,693	51,777,930	61,208,595	54,287,998	50,519,981	46,880,578	48,141,178
EQUITY										
Paid up / Assigned capital	1,974,488	1,974,488	1,794,989	1,794,989	1,794,989	1,974,488	1,974,488	1,794,989	1,794,989	1,794,989
Share premium	-	-	28,848	28,848	28,848	-	-	28,848	28,848	28,848
Revaluation reserves	(385,251)	(319,249)	12,728	(2,663)	130,521	(361,596)	(272,449)	59,228	68,050	205,373
Retained earnings	7,007,584	6,526,111	6,178,071	5,658,467	5,280,800	6,806,080	6,363,517	6,048,428	5,548,162	5,201,662
Statutory loan reserves	492,405	431,258	392,231	369,372	343,780	489,335	428,069	389,043	366,056	336,705
Proposed dividends	98,724	-	89,749	89,749	89,749	98,724	-	89,749	89,749	89,749
Capital grants	-	-	-	-	-	-	-	-	-	-
Non-controlling interests	9,187,950	8,612,608	8,496,616	7,938,762	7,668,687	9,007,031	8,493,625	8,410,285	7,895,854	7,657,326
TOTAL EQUITY	9,646,196	9,042,700	8,919,167	8,353,229	8,072,673	9,007,031	8,493,625	8,410,285	7,895,854	7,657,326
TOTAL LIABILITIES AND EQUITY	74,930,556	67,811,958	63,775,492	59,013,922	59,850,603	70,215,626	62,781,623	58,930,266	54,776,432	55,798,504

PROFIT AND LOSS ACCOUNT	30th Sept, 2011	30th June, 2011	Group		30th Sept, 2010	30th Sept, 2011	30th June, 2011	Bank		30th Sept, 2010
	Un-audited Shs '000	Un-audited Shs '000	31st March, 2011 Un-audited Shs '000	31st Dec, 2010 Audited Shs '000	Un-audited Shs '000	Un-audited Shs '000	Un-audited Shs '000	31st March, 2011 Un-audited Shs '000	31st Dec, 2010 Audited Shs '000	Un-audited Shs '000
INTEREST INCOME										
Loans and advances	3,948,655	2,453,574	1,192,093	4,386,294	3,205,790	3,623,432	2,262,243	1,099,469	4,097,644	3,011,865
Government securities	413,081	215,427	97,083	470,811	343,774	392,068	202,893	91,330	430,471	315,343
Deposits and placements with banking institutions	67,942	43,818	25,024	71,784	58,602	47,315	28,187	13,765	43,089	32,170
Other Interest Income	5,786	3,829	1,978	14,475	14,690	5,786	3,829	1,978	14,475	14,690
TOTAL INTEREST INCOME	4,435,464	2,716,648	1,316,178	4,943,364	3,622,856	4,068,601	2,497,152	1,206,542	4,585,679	3,374,068
INTEREST EXPENSE										
Customer deposits	1,376,962	761,061	352,936	1,506,497	1,216,360	1,263,382	687,536	316,924	1,412,378	1,148,942
Deposits and placement from banking institutions	67,959	17,083	6,765	23,590	19,842	45,498	10,431	2,411	10,243	9,147
Other interest expenses	10,216	5,038	2,571	13,806	10,592	8,003	3,598	1,856	10,894	8,674
TOTAL INTEREST EXPENSE	1,455,137	783,182	362,272	1,543,893	1,246,794	1,316,883	701,565	321,191	1,433,515	1,166,763
NET INTEREST INCOME	2,980,327	1,933,466	953,906	3,399,471	2,376,063	2,751,718	1,795,587	885,351	3,152,164	2,207,305
OTHER OPERATING INCOME										
Fees and commissions on loans and advances	404,854	223,694	98,332	324,499	230,179	328,996	182,213	86,002	287,157	200,882
Other fees and commissions	343,795	223,864	98,072	358,551	250,276	312,714	205,880	89,516	308,326	227,358
Foreign exchange trading income	623,491	362,553	164,471	547,568	457,047	554,590	331,417	155,327	430,439	352,830
Dividend Income	-	-	-	-	-	-	-	-	-	-
Other income	330,838	233,609	115,861	638,096	543,952	167,831	124,162	74,840	494,367	439,892
TOTAL NON-INTEREST INCOME	1,702,978	1,043,720	476,736	1,868,714	1,481,455	1,364,131	843,672	405,685	1,520,289	1,220,962
TOTAL OPERATING INCOME	4,683,305	2,977,186	1,430,642	5,268,185	3,857,517	4,115,849	2,639,259	1,291,036	4,672,453	3,428,267
OPERATING EXPENSES										
Loan loss provision	94,093	78,060	8,902	316,640	152,466	59,056	50,783	8,902	290,145	125,905
Staff costs	1,087,786	714,833	350,005	1,236,277	919,683	914,181	603,565	296,452	1,041,898	772,029
Directors' emoluments	74,261	49,999	24,583	105,853	56,311	59,115	39,570	19,395	77,774	44,267
Rental charges	113,699	61,734	30,476	107,323	76,063	84,878	43,252	21,469	74,617	52,984
Depreciation charge on property and equipment	114,621	74,287	36,376	148,579	111,579	105,134	68,436	33,597	139,139	104,918
Amortisation charges	26,500	15,130	7,148	26,240	19,726	22,770	13,291	6,431	23,725	18,024
Other operating expenses	594,723	382,062	169,814	718,881	517,880	486,510	316,737	140,744	608,813	443,768
TOTAL OPERATING EXPENSES	2,105,683	1,376,105	627,304	2,659,793	1,853,708	1,731,644	1,135,634	526,990	2,256,111	1,561,895
Profit before tax and exceptional items	2,577,622	1,601,081	803,338	2,608,392	2,003,809	2,384,205	1,503,625	764,046	2,416,342	1,866,372
Exceptional items	-	-	-	-	-	-	-	-	-	-
PROFIT AFTER EXCEPTIONAL ITEMS	2,577,622	1,601,081	803,338	2,608,392	2,003,809	2,384,205	1,503,625	764,046	2,416,342	1,866,372
Current tax	(812,321)	(505,275)	(253,224)	(743,120)	(638,601)	(753,633)	(475,606)	(241,222)	(694,582)	(596,794)
Deferred tax	-	-	-	(1,354)	-	-	-	-	8,637	-
PROFIT AFTER TAX AND EXCEPTIONAL ITEMS	1,765,301	1,095,806	550,114	1,863,918	1,365,208	1,630,572	1,028,019	522,824	1,730,397	1,269,578
	Shs	Shs	Shs	Shs	Shs	Shs	Shs	Shs	Shs	Shs
EARNINGS PER SHARE- BASIC & DILUTED	4.35	2.65	1.27	4.60	3.75	4.01	2.48	1.20	4.26	3.54
EARNINGS PER SHARE- DILUTED										
INTERIM DIVIDEND PER SHARE - PROPOSED	0.25	0.25	-	0.25	-	-	0.25	-	0.25	-
FINAL DIVIDEND PER SHARE - DECLARED	-	-	-	0.25	-	-	-	-	0.25	-

OTHER DISCLOSURES	30th Sept, 2011 Un-audited Shs '000	30th June, 2011 Un-audited Shs '000	Group 31st March, 2011 Un-audited Shs '000	31st Dec, 2010 Audited Shs '000	30th Sept, 2010 Un-audited Shs '000	Bank					
						30th Sept, 2011 Un-audited Shs '000	30th June, 2011 Un-audited Shs '000	31st March, 2011 Un-audited Shs '000	31st Dec, 2010 Audited Shs '000	30th Sept, 2010 Un-audited Shs '000	
1. NON-PERFORMING LOANS AND ADVANCES											
(a) Gross Non-performing loans and advances						2,782,672	2,702,238	2,305,770	2,182,167	2,150,806	
(b) Less Interest in Suspense						966,600	881,912	884,499	798,974	809,082	
(c) TOTAL NON-PERFORMING LOANS AND ADVANCES (a-b)						1,816,072	1,820,326	1,421,271	1,383,193	1,341,724	
(d) Less Loan Loss Provision						1,397,976	1,387,217	1,336,580	1,321,616	1,171,856	
(e) NET NON-PERFORMING LOANS AND ADVANCES (c-d)						418,096	433,109	84,691	61,577	169,868	
(f) Discounted Value of Securities						418,096	433,109	84,691	61,577	169,868	
(g) NET NPLS EXPOSURE (e-f)						-	-	-	-	-	
2. INSIDER LOANS AND ADVANCES											
(a) Directors, Shareholders and Associates						1,561,373	1,317,578	1,334,653	1,372,242	1,176,081	
(b) Employees						533,485	478,281	438,374	439,708	430,555	
(c) TOTAL INSIDER LOANS AND ADVANCES AND OTHER FACILITIES						2,094,858	1,795,859	1,773,027	1,811,950	1,606,636	
3. OFF-BALANCE SHEET ITEMS											
(a) Letters of credit, guarantees, acceptances						15,233,940	10,888,050	8,891,475	10,255,952	6,329,331	
(b) Other contingent liabilities						14,901,496	14,875,801	14,669,289	9,456,097	9,814,907	
(c) TOTAL CONTINGENT LIABILITIES						30,135,436	25,763,851	23,560,764	19,712,049	16,144,238	
4. CAPITAL STRENGTH											
(a) Core capital						7,418,359	7,227,711	7,015,164	6,874,341	5,835,534	
(b) Minimum Statutory Capital						500,000	500,000	500,000	500,000	350,000	
(c) Excess (a-b)						6,918,359	6,727,711	6,515,164	6,374,341	5,485,534	
(d) Supplementary Capital						531,692	470,426	431,400	408,413	379,062	
(e) TOTAL CAPITAL (a+d)						7,950,051	7,698,136	7,446,564	7,282,754	6,214,595	
(f) TOTAL RISK WEIGHTED ASSETS						59,188,736	52,795,566	48,049,430	46,954,840	41,829,856	
(g) Core Capital / Total deposits liabilities						12.85%	13.93%	14.57%	15.21%	12.91%	
(h) Minimum statutory ratio						8.00%	8.00%	8.00%	8.00%	8.00%	
(i) Excess (g-h)						4.85%	5.93%	6.57%	7.21%	4.91%	
(j) Core Capital / Total risk weighted assets						12.53%	13.69%	14.60%	14.64%	13.95%	
(k) Minimum statutory ratio						8.00%	8.00%	8.00%	8.00%	8.00%	
(l) Excess (j-k)						4.53%	5.69%	6.60%	6.64%	5.95%	
(m) Total Capital / Total risk weighted assets						13.43%	14.58%	15.50%	15.51%	14.86%	
(n) Minimum statutory ratio						12.00%	12.00%	12.00%	12.00%	12.00%	
(o) Excess (m-n)						1.43%	2.58%	3.50%	3.51%	2.86%	
5. LIQUIDITY											
(a) Liquidity Ratio						26.81%	28.61%	31.95%	30.38%	36.62%	
(b) Minimum statutory ratio						20.00%	20.00%	20.00%	20.00%	20.00%	
(c) Excess (a-b)						6.81%	8.61%	11.95%	10.38%	16.62%	

The financial statements are extracts from the books of the institution.

By order of the Board,

Livingstone Murage
Group Company Secretary