



SUMMARY AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2011

SUMMARY STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2011

BANK			GROUP	
2011	2010		2011	2010
Shs'000	Shs'000		Shs'000	Shs'000
3,598,374	2,966,344	Net interest income	3,904,050	3,213,651
832,480	544,120	Net fee and commission income	958,183	628,345
1,280,926	975,069	Net trading income	1,387,158	1,092,901
164,792	135,557	Other operating income	353,343	278,583
5,876,572	4,621,090	OPERATING INCOME	6,602,734	5,213,480
(249,166)	(290,145)	Impairment on loans and advances	(258,151)	(316,640)
(2,266,804)	(1,914,603)	Operating expenses	(2,739,635)	(2,288,448)
(2,515,970)	(2,204,748)	TOTAL EXPENSES	(2,997,786)	(2,605,088)
3,360,602	2,416,342	PROFIT BEFORE TAX	3,604,948	2,608,392
(827,554)	(685,945)	Income tax expense	(897,811)	(744,474)
2,533,048	1,730,397	PROFIT FOR THE YEAR	2,707,137	1,863,918
(340,569)	(96,595)	OTHER COMPREHENSIVE INCOME FOR THE YEAR NET OF TAX	(348,940)	(131,033)
2,192,479	1,633,802	TOTAL COMPREHENSIVE INCOME FOR THE YEAR	2,358,197	1,732,885
Shs 6.41	Shs 4.38	EARNINGS PER SHARE- BASIC AND DILUTED	Shs 6.72	Shs 4.60

SUMMARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2011

	Share Capital	Share Premium	Revenue reserves	Other reserves	Total capital and reserves attributable to equity holders of the Bank	Non-Controlling Interests	Total
	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000
At 1 January 2010	1,631,808	192,600	4,173,753	426,312	6,424,473	367,781	6,792,254
Profit for the year	-	-	1,817,232	-	1,817,232	46,686	1,863,918
Other comprehensive income for the year:	-	-	(71,430)	(59,603)	(131,033)	-	(131,033)
Total comprehensive income for the year	-	-	1,745,802	(59,603)	1,686,199	46,686	1,732,885
Total transactions with owners, recorded directly through equity	163,181	(163,752)	(171,339)	-	(171,910)	-	(171,910)
At 31 December 2010	1,794,989	28,848	5,748,216	366,709	7,938,762	414,467	8,353,229
At 1 January 2011	1,794,989	28,848	5,748,216	366,709	7,938,762	414,467	8,353,229
Profit for the year	-	-	2,652,458	-	2,652,458	54,679	2,707,137
Other comprehensive income for the year:	-	-	(159,428)	(189,512)	(348,940)	-	(348,940)
Total comprehensive income for the year	-	-	2,493,030	(189,512)	2,303,518	54,679	2,358,197
Total transactions with owners, recorded directly through equity	179,499	(28,848)	(339,124)	-	(188,473)	-	(188,473)
At 31 December 2011	1,974,488	-	7,902,122	177,197	10,053,807	469,146	10,522,953

SUMMARY STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2011

BANK			GROUP	
2011	2010		2011	2010
Shs'000	Shs'000		Shs'000	Shs'000
4,764,626	4,064,614	ASSETS	5,638,916	4,698,737
4,486,475	4,611,935	Cash and balances with Central Banks	5,692,655	6,374,825
7,216,755	4,846,408	Due from banking institutions	7,500,288	5,074,031
52,025,475	38,340,879	Government securities	56,624,621	40,754,979
348,946	-	Loans and advances to customers	370,532	20,019
1,360,846	481,712	Current and deferred tax	-	-
1,147,786	1,147,786	Due from group companies	52,932	51,703
1,259,812	825,248	Investments	2,012,710	1,525,651
970,600	457,850	Property, equipment and Intangible assets	1,091,351	513,977
73,581,321	54,776,432	TOTAL ASSETS	78,984,005	59,013,922
62,008,953	45,317,661	LIABILITIES	66,293,053	48,492,224
206,149	101,479	Customer deposits	788,647	733,452
190,280	303,284	Due to banking institutions	190,280	303,284
223,321	184,229	Line of credit	229,538	189,358
1,052,758	973,925	Current and deferred tax	959,534	942,375
63,681,461	46,880,578	TOTAL LIABILITIES	68,461,052	50,660,693
1,974,488	1,794,989	EQUITY	1,974,488	1,794,989
-	28,848	Capital and reserves attributable to owners of the parent	-	28,848
7,695,153	5,637,911	Share capital	7,902,122	5,748,216
230,219	434,106	Share premium	177,197	366,709
9,899,860	7,895,854	Revenue reserves	-	-
-	-	Other reserves	10,053,807	7,938,762
9,899,860	7,895,854	Total capital & reserves attributable to equity holders of the Bank	10,053,807	7,938,762
-	-	Non-controlling interests	469,146	414,467
9,899,860	7,895,854	Total equity	10,522,953	8,353,229
73,581,321	54,776,432	Total liabilities and equity	78,984,005	59,013,922

SUMMARY BANK STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2011

	Share Capital	Share Premium	Revenue reserves	Other reserves	Total
	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000
At 1 January 2010	1,631,808	192,600	4,154,042	455,512	6,433,962
Profit for the year	-	-	1,730,397	-	1,730,397
Other comprehensive income for the year:	-	-	(75,189)	(21,406)	(96,595)
Total comprehensive income for the year	-	-	1,655,208	(21,406)	1,633,802
Total transactions with owners, recorded directly through equity	163,181	(163,752)	(171,339)	-	(171,910)
At 31 December 2010	1,794,989	28,848	5,637,911	434,106	7,895,854
At 1 January 2011	1,794,989	28,848	5,637,911	434,106	7,895,854
Profit for the year	-	-	2,533,048	-	2,533,048
Other comprehensive income for the year:	-	-	(136,682)	(203,887)	(340,569)
Total comprehensive income for the year	-	-	2,396,366	(203,887)	2,192,479
Total transactions with owners, recorded directly through equity	179,499	(28,848)	(339,124)	-	(188,473)
At 31 December 2011	1,974,488	-	7,695,153	230,219	9,899,860

SUMMARY STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2011

BANK			GROUP	
2011	2010		2011	2010
Shs'000	Shs'000		Shs'000	Shs'000
111,236	1,584,546	Net cash generated from / (used in) operating activities	(328,170)	1,591,000
(612,821)	(152,038)	Net cash used in investing activities	(685,252)	(200,998)
(182,749)	(165,554)	Net cash used in financing activities	(182,749)	(165,554)
(684,334)	1,266,954	NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(1,196,171)	1,224,448
6,863,687	5,596,733	CASH AND CASH EQUIVALENTS AT 1 JANUARY	8,254,584	7,087,017
-	-	Effect of foreign exchange rate changes	(2,771)	(56,881)
6,179,353	6,863,687	CASH AND CASH EQUIVALENTS AT 31 DECEMBER	7,055,642	8,254,584

INDEPENDENT AUDITORS' REPORT ON THE SUMMARY FINANCIAL STATEMENTS TO THE MEMBERS OF NIC BANK LIMITED

The accompanying summary of Group financial statements, which comprise the summary statement of financial position of the Group at 31 December 2011, the summary statement of comprehensive income of the Group, summary statement of changes in equity of the Group and summary statement of cash flows of the Group for the year then ended are derived from the audited financial statements of NIC Bank Limited and its subsidiaries for the year ended 31 December 2011. We expressed an unqualified audit opinion on those financial statements in our report dated 22 February 2012. Those financial statements, and the summary financial statements, do not reflect the effects of events that occurred subsequent to the date of our report on those financial statements.

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards and in the manner required by the Kenyan Companies Act applied in the preparation of the audited financial statements of NIC Bank Limited. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of the Bank.

Directors' Responsibility for the Financial Statements

The directors are responsible for the preparation and fair presentation of the summary of the audited Group financial statements in accordance with International Financial Reporting Standards and the Kenyan Companies Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the summary financial statements based on our procedures, which were conducted in accordance with International Standards on Auditing (ISA) 810, "Engagements to report on Summary Financial Statements."

Opinion

In our opinion, the summary Group financial statements derived from the audited Group financial statements of NIC Bank Limited for the year ended 31 December 2011 are consistent, in all material aspects, with those of the Group financial statements, and are in accordance with the Kenyan Companies Act.

Deloitte & Touche
Certified Public Accountants (Kenya)

3 April, 2012.
Nairobi