



The Board of Directors of NIC Bank Limited is pleased to announce the audited financial results of the Group and Bank for the period ended 31st December, 2011.

BALANCE SHEET	Group		Bank	
	31st Dec, 2011 Audited Shs '000	31st Dec, 2010 Audited Shs '000	31st Dec, 2011 Audited Shs '000	31st Dec, 2010 Audited Shs '000
<b>ASSETS</b>				
Cash ( both Local & Foreign)	718,687	581,101	562,869	476,633
Balances due from Central Banks	4,920,229	4,117,636	4,201,757	3,587,981
Government securities	3,093,792	1,808,041	3,077,723	1,580,418
Foreign Currency Treasury Bills & Bonds	-	-	-	-
Deposits and balances due from local banking institutions	1,244,990	2,053,368	635,233	2,053,368
Deposits and balances due from banking institutions abroad	4,447,665	4,321,457	3,851,242	2,558,567
Government and other securities held for dealing purposes	4,406,496	3,265,990	4,139,032	3,265,990
Tax recoverable	8,690	8,180	-	-
Loans and advances to customers (net)	56,624,621	40,754,979	52,025,475	38,340,879
Investment securities	52,932	51,703	-	-
Balances due from group companies	-	-	1,360,846	481,712
Investments in associates	-	-	-	-
Investments in subsidiary companies	-	-	1,147,786	1,147,786
Investments in joint ventures	-	-	-	-
Investment properties	-	-	-	-
Property and equipment	967,989	750,530	851,768	688,266
Prepaid lease rentals	7,500	7,625	7,500	7,625
Intangible assets	1,037,222	767,496	400,544	129,357
Deferred tax asset	361,842	11,839	348,946	-
Retirement benefit asset	-	-	-	-
Other assets	1,091,350	513,977	970,600	457,850
<b>TOTAL ASSETS</b>	<b>78,984,005</b>	<b>59,013,922</b>	<b>73,581,321</b>	<b>54,776,432</b>
<b>LIABILITIES</b>				
Balances due to Central Banks	-	-	-	-
Customer deposits	66,293,053	48,492,224	62,008,953	45,317,661
Deposits and balances due to local banking institutions	788,647	732,384	206,149	100,411
Deposits and balances due to foreign banking institutions	-	1,068	-	1,068
Other money market deposits	-	-	-	-
Borrowed funds	190,280	303,284	190,280	303,284
Balances due to group companies	-	-	322,115	264,818
Tax payable	229,538	179,344	223,321	174,215
Dividends payable	-	-	-	-
Deferred tax liability	-	10,014	-	10,014
Retirement benefit liability	-	-	-	-
Other liabilities	959,534	942,375	730,643	709,107
<b>TOTAL LIABILITIES</b>	<b>68,461,052</b>	<b>50,660,693</b>	<b>63,681,461</b>	<b>46,880,578</b>
<b>EQUITY</b>				
Paid up / Assigned capital	1,974,488	1,794,989	1,974,488	1,794,989
Share premium	-	28,848	-	28,848
Revaluation reserves	(356,384)	(2,663)	(277,300)	68,050
Retained earnings	7,803,398	5,658,467	7,596,429	5,548,162
Statutory loan reserves	533,581	369,372	507,519	366,056
Proposed dividends	98,724	89,749	98,724	89,749
Capital grants	-	-	-	-
	10,053,807	7,938,762	9,899,860	7,895,854
Non-controlling interests	469,146	414,467	-	-
<b>TOTAL EQUITY</b>	<b>10,522,953</b>	<b>8,353,229</b>	<b>9,899,860</b>	<b>7,895,854</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>78,984,005</b>	<b>59,013,922</b>	<b>73,581,321</b>	<b>54,776,432</b>

PROFIT AND LOSS ACCOUNT	Group		Bank	
	31st Dec, 2011 Audited Shs '000	31st Dec, 2010 Audited Shs '000	31st Dec, 2011 Audited Shs '000	31st Dec, 2010 Audited Shs '000
<b>INTEREST INCOME</b>				
Loans and advances	6,020,072	4,386,294	5,526,584	4,097,644
Government securities	660,195	470,811	631,526	430,471
Deposits and placements with banking institutions	137,689	71,784	113,675	43,089
Other Interest Income	13,625	14,475	13,625	14,475
<b>TOTAL INTEREST INCOME</b>	<b>6,831,581</b>	<b>4,943,364</b>	<b>6,285,410</b>	<b>4,585,679</b>
<b>INTEREST EXPENSE</b>				
Customer deposits	2,417,373	1,506,497	2,261,284	1,412,378
Deposits and placement from banking institutions	121,156	23,590	62,211	10,243
Other interest expenses	13,564	13,806	13,564	10,894
<b>TOTAL INTEREST EXPENSE</b>	<b>2,552,093</b>	<b>1,543,893</b>	<b>2,337,059</b>	<b>1,433,515</b>
<b>NET INTEREST INCOME</b>	<b>4,279,488</b>	<b>3,399,471</b>	<b>3,948,351</b>	<b>3,152,164</b>
<b>OTHER OPERATING INCOME</b>				
Fees and commissions on loans and advances	551,683	324,499	461,485	287,157
Other fees and commissions	464,899	358,551	422,252	308,326
Foreign exchange trading income	946,410	547,568	851,587	430,439
Dividend Income	-	-	-	-
Other income	418,652	638,096	244,154	494,367
<b>TOTAL NON-INTEREST INCOME</b>	<b>2,381,644</b>	<b>1,868,714</b>	<b>1,979,478</b>	<b>1,520,289</b>
<b>TOTAL OPERATING INCOME</b>	<b>6,661,132</b>	<b>5,268,185</b>	<b>5,927,829</b>	<b>4,672,453</b>
<b>OPERATING EXPENSES</b>				
Loan loss provision	258,151	316,640	249,166	290,145
Staff costs	1,480,668	1,236,277	1,229,415	1,042,500
Directors' emoluments	117,582	105,853	97,170	77,172
Rental charges	137,530	107,323	95,846	74,617
Depreciation charge on property and equipment	157,276	148,579	143,259	139,139
Amortisation charges	41,512	26,240	35,572	23,709
Other operating expenses	863,465	718,881	716,799	608,829
<b>TOTAL OPERATING EXPENSES</b>	<b>3,056,184</b>	<b>2,659,793</b>	<b>2,567,227</b>	<b>2,256,111</b>
Profit before tax and exceptional items	3,604,948	2,608,392	3,360,602	2,416,342
Exceptional items	-	-	-	-
<b>PROFIT AFTER EXCEPTIONAL ITEMS</b>	<b>3,604,948</b>	<b>2,608,392</b>	<b>3,360,602</b>	<b>2,416,342</b>
Current tax	(1,070,517)	(743,120)	(999,157)	(694,582)
Deferred tax	172,705	(1,354)	171,603	8,637
<b>PROFIT AFTER TAX AND EXCEPTIONAL ITEMS</b>	<b>2,707,136</b>	<b>1,863,918</b>	<b>2,533,048</b>	<b>1,730,397</b>
	Shs	Shs	Shs	Shs
<b>EARNINGS PER SHARE- BASIC &amp; DILUTED</b>	<b>6.72</b>	<b>4.58</b>	<b>6.41</b>	<b>4.38</b>
<b>INTERIM DIVIDEND PER SHARE - PAID</b>	<b>0.25</b>	<b>0.25</b>	<b>0.25</b>	<b>0.25</b>
<b>FINAL DIVIDEND PER SHARE - DECLARED</b>	<b>0.25</b>	<b>0.25</b>	<b>0.25</b>	<b>0.25</b>

OTHER DISCLOSURES	Group		Bank	
	31st Dec, 2011 Audited Shs '000	31st Dec, 2010 Audited Shs '000	31st Dec, 2011 Audited Shs '000	31st Dec, 2010 Audited Shs '000
<b>1. NON-PERFORMING LOANS AND ADVANCES</b>				
(a) Gross Non-performing loans and advances			2,721,451	2,182,167
(b) Less Interest in Suspense			1,064,779	798,974
<b>(c) TOTAL NON-PERFORMING LOANS AND ADVANCES (a-b)</b>			<b>1,656,672</b>	<b>1,383,193</b>
(d) Less Loan Loss Provision			1,587,162	1,321,616
<b>(e) NET NON-PERFORMING LOANS AND ADVANCES (c-d)</b>			<b>69,510</b>	<b>61,577</b>
(f) Discounted Value of Securities			69,510	61,577
<b>(g) NET NPLS EXPOSURE (e-f)</b>			<b>-</b>	<b>-</b>
<b>2. INSIDER LOANS AND ADVANCES</b>				
(a) Directors, Shareholders and Associates			1,559,786	1,372,242
(b) Employees			587,883	439,708
<b>(c) TOTAL INSIDER LOANS AND ADVANCES AND OTHER FACILITIES</b>			<b>2,147,669</b>	<b>1,811,950</b>
<b>3. OFF-BALANCE SHEET ITEMS</b>				
(a) Letters of credit, guarantees, acceptances			12,829,381	10,255,952
(b) Other contingent liabilities			10,519,850	9,456,097
<b>(c) TOTAL CONTINGENT LIABILITIES</b>			<b>23,349,231</b>	<b>19,712,049</b>
<b>4. CAPITAL STRENGTH</b>				
(a) Core capital			9,073,356	6,874,341
(b) Minimum Statutory Capital			700,000	500,000
<b>(c) Excess (a-b)</b>			<b>8,373,356</b>	<b>6,374,341</b>
(d) Supplementary Capital			547,485	408,413
<b>(e) TOTAL CAPITAL (a+d)</b>			<b>9,620,841</b>	<b>7,282,754</b>
<b>(f) TOTAL RISK WEIGHTED ASSETS</b>			<b>60,555,497</b>	<b>46,954,840</b>
(g) Core Capital / Total deposits liabilities			14.68%	15.21%
(h) Minimum statutory ratio			8.00%	8.00%
<b>(i) Excess (g-h)</b>			<b>6.68%</b>	<b>7.21%</b>
(j) Core Capital / Total risk weighted assets			14.98%	14.64%
(k) Minimum statutory ratio			8.00%	8.00%
<b>(l) Excess (j-k)</b>			<b>6.98%</b>	<b>6.64%</b>
(m) Total Capital / Total risk weighted assets			15.89%	15.51%
(n) Minimum statutory ratio			12.00%	12.00%
<b>(o) Excess (m-n)</b>			<b>3.89%</b>	<b>3.51%</b>
<b>5. LIQUIDITY</b>				
(a) Liquidity Ratio			27.41%	30.38%
(b) Minimum statutory ratio			20.00%	20.00%
<b>(c) Excess (a-b)</b>			<b>7.41%</b>	<b>10.38%</b>