



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 31st March, 2011.

BALANCE SHEET	Group			Bank		
	31st March, 2011 Un-Audited Shs '000	31st Dec, 2010 Audited Shs '000	31st March, 2010 Un-audited Shs '000	31st March, 2011 Un-Audited Shs '000	31st Dec, 2010 Audited Shs '000	31st March, 2010 Un-audited Shs '000
ASSETS						
Cash (both Local & Foreign)	665,276	581,101	635,583	513,341	476,633	525,028
Balances due from Central Banks	3,520,947	4,117,636	3,164,905	2,985,988	3,587,981	2,807,968
Government securities	1,765,520	1,808,041	4,215,116	1,473,813	1,580,418	3,844,336
Foreign Currency Treasury Bills & Bonds	-	-	-	-	-	-
Deposits and balances due from local banking institutions	3,338,865	2,663,125	1,308,698	2,502,518	2,053,368	490,600
Deposits and balances due from banking institutions abroad	6,379,881	3,711,700	5,367,513	5,488,018	2,558,567	5,564,339
Government and other securities held for dealing purposes	3,455,534	3,265,990	2,299,673	3,455,534	3,265,990	2,299,673
Tax recoverable	14,812	8,180	31,158	-	-	-
Loans and advances to customers (net)	42,800,770	40,754,979	33,426,910	40,424,880	38,340,879	31,886,790
Investment securities	40,349	51,703	1,000	-	-	-
Balances due from group companies	-	-	-	11,954	481,712	894
Investments in associates	-	-	-	-	-	-
Investments in subsidiary companies	-	-	-	1,147,786	1,147,786	1,147,786
Investments in joint ventures	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-
Property and equipment	722,178	750,530	780,137	687,475	688,266	752,155
Prepaid lease rentals	7,594	7,625	7,719	7,594	7,625	7,719
Intangible assets	767,732	767,496	688,836	129,921	129,357	54,478
Deferred tax asset	12,116	11,839	22,376	-	-	-
Retirement benefit asset	-	-	-	-	-	-
Other assets	283,918	513,977	427,894	101,444	457,850	340,977
TOTAL ASSETS	63,775,492	59,013,922	52,377,518	58,930,266	54,776,432	49,722,743
LIABILITIES						
Balances due to Central Banks	-	-	720,000	-	-	720,000
Customer deposits	51,331,924	48,492,224	41,792,054	48,244,003	45,317,661	39,424,239
Deposits and balances due to local banking institutions	1,823,886	732,384	1,550,192	501,306	100,411	1,550,192
Deposits and balances due to foreign banking institutions	-	1,068	-	-	1,068	-
Other money market deposits	-	-	-	-	-	-
Borrowed funds	286,479	303,284	444,867	286,479	303,284	444,867
Balances due to group companies	-	-	-	454,934	264,818	245,449
Tax payable	411,941	179,344	132,749	403,495	174,215	130,101
Dividends payable	-	-	-	-	-	-
Deferred tax liability	10,014	10,014	18,651	10,014	10,014	18,651
Retirement benefit liability	-	-	-	-	-	-
Other liabilities	992,081	942,372	563,814	619,750	709,107	406,001
TOTAL LIABILITIES	54,856,325	50,660,690	45,222,327	50,519,981	46,880,578	42,939,500
EQUITY						
Paid up / Assigned capital	1,794,989	1,794,989	1,631,808	1,794,989	1,794,989	1,631,808
Share premium	28,848	28,848	192,600	28,848	28,848	192,600
Revaluation reserves	12,728	(2,663)	139,084	59,228	68,050	169,426
Retained earnings	6,178,071	5,658,471	4,435,240	6,048,428	5,548,162	4,410,496
Statutory loan reserves	392,231	369,372	304,398	389,043	366,056	297,323
Proposed dividends	89,749	89,749	81,590	89,749	89,749	81,590
Capital grants	-	-	-	-	-	-
	8,496,616	7,938,766	6,784,720	8,410,285	7,895,854	6,783,243
Non-controlling interests	422,551	414,466	370,471	-	-	-
TOTAL EQUITY	8,919,167	8,353,232	7,155,191	8,410,285	7,895,854	6,783,243
TOTAL LIABILITIES AND EQUITY	63,775,492	59,013,922	52,377,518	58,930,266	54,776,432	49,722,743

PROFIT AND LOSS ACCOUNT	Group			Bank		
	31st March, 2011 Un-Audited Shs '000	31st Dec, 2010 Audited Shs '000	31st March, 2010 Un-audited Shs '000	31st March, 2011 Un-Audited Shs '000	31st Dec, 2010 Audited Shs '000	31st March, 2010 Un-audited Shs '000
INTEREST INCOME						
Loans and advances	1,192,093	4,386,294	1,012,818	1,099,469	4,097,644	962,697
Government securities	97,083	470,811	102,168	91,330	430,471	92,853
Deposits and placements with banking institutions	25,024	71,784	19,734	13,765	43,089	9,410
Other Interest Income	1,978	14,475	4,843	1,978	14,475	4,843
TOTAL INTEREST INCOME	1,316,178	4,943,364	1,139,563	1,206,542	4,585,679	1,069,803
INTEREST EXPENSE						
Customer deposits	352,936	1,506,497	475,675	316,924	1,412,378	453,523
Deposits and placement from banking institutions	6,765	23,590	4,134	2,411	10,243	1,719
Other interest expenses	2,571	13,806	3,123	1,856	10,894	3,123
TOTAL INTEREST EXPENSE	362,272	1,543,893	482,932	321,191	1,433,515	458,365
NET INTEREST INCOME	953,906	3,399,471	656,631	885,351	3,152,164	611,438
OTHER OPERATING INCOME						
Fees and commissions on loans and advances	98,332	324,499	68,971	86,002	287,157	63,244
Other fees and commissions	98,072	358,551	83,438	89,516	308,326	76,247
Foreign exchange trading income	164,471	547,568	149,728	155,327	430,439	134,676
Dividend Income	-	-	-	-	-	-
Other income	115,861	638,096	156,533	74,840	494,367	116,467
TOTAL NON-INTEREST INCOME	476,736	1,868,714	458,670	405,685	1,520,289	390,634
TOTAL OPERATING INCOME	1,430,642	5,268,185	1,115,301	1,291,036	4,672,453	1,002,072
OPERATING EXPENSES						
Loan loss provision	8,902	316,640	49,371	8,902	290,145	39,155
Staff costs	350,005	1,236,277	293,659	296,452	1,041,898	239,621
Directors' emoluments	24,583	105,853	18,065	19,395	77,774	14,404
Rental charges	30,476	107,323	23,834	21,469	74,617	16,520
Depreciation charge on property and equipment	36,376	148,579	37,666	33,597	139,139	35,566
Amortisation charges	7,148	26,240	7,375	6,431	23,725	6,899
Other operating expenses	169,814	718,881	156,159	140,744	608,813	132,735
TOTAL OPERATING EXPENSES	627,304	2,659,793	586,130	526,990	2,256,111	484,900
Profit before tax and exceptional items	803,338	2,608,392	529,171	764,046	2,416,342	517,172
Exceptional items	-	-	-	-	-	-
PROFIT AFTER EXCEPTIONAL ITEMS	803,338	2,608,392	529,171	764,046	2,416,342	517,172
Current tax	(253,224)	(743,120)	(171,491)	(241,222)	(694,582)	(167,891)
Deferred tax	-	(1,354)	-	-	8,637	-
PROFIT AFTER TAX AND EXCEPTIONAL ITEMS	550,114	1,863,918	357,680	522,824	1,730,397	349,281
	Shs	Shs	Shs	Shs	Shs	Shs
EARNINGS PER SHARE- BASIC & DILUTED	1.40	5.06	0.87	1.46	4.82	0.97
INTERIM DIVIDEND PER SHARE - PAID	-	0.25	-	-	0.25	-
FINAL DIVIDEND PER SHARE - DECLARED	-	0.25	-	-	0.25	-

OTHER DISCLOSURES	31st March, 2011 Un-Audited Shs '000	Group 31st Dec, 2010 Audited Shs '000	31st March, 2010 Un-audited Shs '000	31st March, 2011 Un-Audited Shs '000	Bank 31st Dec, 2010 Audited Shs '000	31st March, 2010 Un-audited Shs '000
1. NON-PERFORMING LOANS AND ADVANCES						
(a) Gross Non-performing loans and advances				2,305,770	2,182,167	2,111,438
(b) Less Interest in Suspense				884,499	798,974	746,404
(c) TOTAL NON-PERFORMING LOANS AND ADVANCES (a-b)				1,421,271	1,383,193	1,365,034
(d) Less Loan Loss Provision				1,336,580	1,321,616	1,072,091
(e) NET NON-PERFORMING LOANS AND ADVANCES (c-d)				84,691	61,577	292,943
(f) Discounted Value of Securities				84,691	61,577	292,943
(g) NET NPLS EXPOSURE (e-f)				-	-	-
2. INSIDER LOANS AND ADVANCES						
(a) Directors, Shareholders and Associates				1,334,653	1,372,242	1,070,699
(b) Employees				438,374	439,708	409,528
(c) TOTAL INSIDER LOANS AND ADVANCES AND OTHER FACILITIES				1,773,027	1,811,950	1,480,227
3. OFF-BALANCE SHEET ITEMS						
(a) Letters of credit, guarantees, acceptances				8,891,475	10,255,952	6,503,605
(b) Other contingent liabilities				14,669,289	9,456,097	10,778,695
(c) TOTAL CONTINGENT LIABILITIES				23,560,764	19,712,049	17,282,300
4. CAPITAL STRENGTH						
(a) Core capital				7,015,164	6,874,341	5,463,979
(b) Minimum Statutory Capital				500,000	500,000	350,000
(c) Excess (a-b)				6,515,164	6,374,341	5,113,979
(d) Supplementary Capital				431,400	408,413	339,680
(e) TOTAL CAPITAL (a+d)				7,446,564	7,282,754	5,803,658
(f) TOTAL RISK WEIGHTED ASSETS				48,049,430	46,954,840	38,303,428
(g) Core Capital / Total deposits liabilities				14.57%	15.21%	13.91%
(h) Minimum statutory ratio				8.00%	8.00%	8.00%
(I) Excess (g-h)				6.57%	7.21%	5.91%
(j) Core Capital / Total risk weighted assets				14.60%	14.64%	14.26%
(k) Minimum statutory ratio				8.00%	8.00%	8.00%
(I) Excess (j-k)				6.60%	6.64%	6.26%
(m) Total Capital / Total risk weighted assets				15.50%	15.51%	15.15%
(n) Minimum statutory ratio				12.00%	12.00%	12.00%
(o) Excess (m-n)				3.50%	3.51%	3.15%
5. LIQUIDITY						
(a) Liquidity Ratio				31.95%	30.38%	33.23%
(b) Minimum statutory ratio				20.00%	20.00%	20.00%
(c) Excess (a-b)				11.95%	10.38%	13.23%

By order of the Board,

Livingstone Murage
Group Company Secretary