

EQUITY BANK GROUP

UN-AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 31ST MARCH 2013



EQUITY BANK GROUP

UN-AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 31ST MARCH 2013

31st Mar 2012

3 311 2/3

2,686,190 1,772,152 914,038

914,038

3.220.821

2,955,633 **6,176,454**

6,429,452

2.317.482

31st Dec 2012

4 312 547

3,055,329 2,099,320 956,009 778,019 177,990

3.464.360

3,541,462 **7,005,822**

6,029,673 8,873

2.294.355

31st Mar 2013

7,412,763 1,450,866 **5,961,897** 2,713,524 3,248,373

2,383,663 **864,710**

3.757.094

3,749,584 **7,506,678**

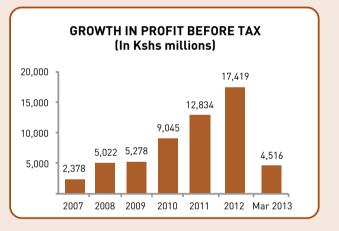
6,061,761 112,257

2,350,441 **8,524,459**

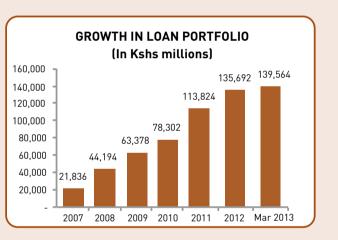
Page	STATEMENT OF FINANCIAL POSITION		BANK			GROUP CONSOLIDATED	
Code Incide Inc		04-1 M 0040		04-1-14			04-1-14
Combinitional foreign	A. ASSEIS						
Balance ska from central later is ferings 1,305,107 1,305,10	1 Cook (both Local & foreign)						
A fernancial Accord and confere execuries until for dealing purpases							
Process Proc		7,370,007	13,373,120	13,147,704	7,370,607	13,373,120	13,147,704
Second		-				-	
1. Kerys Ownermet securities \$22,506,000 \$23,046,207 \$23,046,207 \$25,007,201		20 122 202	22 701 404	21 001 941	20 970 140		/n 222 /97
1. Compare Commante Securities 75,000 75,0							
December Property	·						
1. Agricultus for sale full 9,125,77 9,125,477							
1. Charge Covernment securities 4,873,115 7,125,477 7,225,479 7,225,							
Deposit and talances due frem local banking institutions							
Deposits and balances due from laced banking indintifuses aerwald (5.05)		-	-		-	-	-
2. Deports and balances due from banking institutions abroad 1.535,126 7.252,137 12.181,207 19.381,457 18.181,447 1.541,147 1.551,147		2,482,581	9,941,086	7,336,976	2,482,581	9,997,868	7,421,473
Part		4,535,126	7,252,137	12,188,209	19,369,489	14,037,451	18,814,447
1,881,000 1,88		· -	-	-	65,632	55,330	7,198
1. Instriments in associates 1.299.966 1.113.047 1.113.047 1.130.47 1.304.57 1.456.4.7 1.503.477	9. Loans and advances to customers (net)	112,853,305	122,410,013	124,985,393	121,125,041	135,692,125	139,563,646
2. Insestments in subsidiary companies 8,104,201 8,237,887	10. Balances due from banking institutions in the group	1,483,060	983,421	1,541,663	308,323	2,286	196,542
3. Insertments in joint ventures 8.494	11. Investments in associates	1,259,696	1,113,049	1,113,049	1,386,521	1,456,447	1,503,427
1. Instanting topiarries 1.0	12. Investments in subsidiary companies	8,104,201	8,204,101	8,637,689	-	-	-
1. Property and equipment 1.073.000		-	-	-	-	-	-
1. Prepair lesser emails 1,17% 1		•	8,494			•	· ·
1. Imagable assets 1.127.252 1.122.461 1.00190 2.285.694 2.001502 2.346.829 1.001402 1.00140							
18. Deferred tax asset 28.571 74.541 74.541 74.541 240.451 81.976 76.079 71.071							
1. Retirement benefit asset 6.455,073 6.450,569 9.393,770.00 7.420,742 7.234,765 10.365,205 2.00 10.714,255ETS 187,115,07 215,827,000 223,432,21 288,968,362 243,170,458 252,234,264 2.00							
20. Other assets 6x,455,073 6x,555,073 73,977,000 7x,207,02 72,247,65 70,245,05 72,247,65 70,245,05 72,247,05 70,245,05 72,247,05 70,245,05 72,247		238,571	744,341	744,341	240,645	819,876	766,919
18,10741 ASSETS					7		
B. LABILITIES							
22. Balances due to Central Bank of Kenya 1.29.977.467 14.0.285.671 14.7.399.366 15.07.15.191 16.5.812.458 17.3.821.479 1.2.9.575.575 1.2.9.575.575 1.2.9.575.575 1.2.9.575.575 1.1.79.183 1.5.3.12.175.217 1.2.5.217 1.	21. TOTAL ASSETS	187,191,567	215,829,300	223,432,921	208,968,362	243,170,458	252,234,264
22. Customer deposits 12,977,449 140,286,671 147,399,365 150,715,191 165,812,688 173,832,149 140,285,681 and balances due to Local banking institutions 2,961,178 2,100,325 1,492,515 2,963,498 2,100,325 1,492,515 2,500,581 and balances due to Foreign banking institutions 2,961,178 2,100,325 1,492,515 2,500,381 4,192,515 2,963,498 2,100,325 1,492,515 2,500,581 4,192							
24. Deposits and balances due to Local banking institutions 2 Deposits and balances due to Foreign banking institutions 3 Deposits and balances due to Foreign banking institutions 4 Deposits and balances due to Foreign banking institutions 5 Deposits and balances due to Foreign banking institutions 6 Deposits and balances due to Foreign banking institutions 7 Deposits and balances due to Foreign banking institutions 7 Deposits and balances due to Foreign banking institutions 8 Deposits and balances due to Foreign banking institutions 9 Deposits and 14,807,12 9 Deposits and 1	•	-	-	-	-		-
25. Deposits and balances due to Foreign banking institutions							
2. Other money market deposits		2,961,178	2,100,325	1,492,515	2,963,498	2,100,325	1,492,515
27. Borrowed funds 14,807,212 25,755,053 25,037,384 14,895,207 26,568,809 24,779,591 28. Balances due to group companies		-	-	-		-	
28. Balances due to group companies 27. Tax payable 28. Balances due to group companies 29. Tax payable 30. Dividends payable 31. Lagrances due to group companies 31. Deferred tax Liability 32. Retirement benefit liability 33. Other liabilities 34. Caysage and the services of the servi			-			-	
29. Tax payable 1,412,588 2,257,874 3,423,144 1,447,037 2,365,036 3,491,192 30. Dividends payable 1,537,559 16,246 1,1813,337 1,537,559 16,246 1,818,337 31. Deferred tax Liability -		14,807,212	25,755,053	25,037,384	14,895,207	26,568,809	24,779,591
30. Dividends payable 1,537,559 16,246 1,818,337 1,537,559 16,246 1,818,337 1,537,559 16,246 1,818,337 1,537,559 16,246 1,818,337 1,537,559 16,246 1,818,337 1,537,559 16,246 1,818,337 1,537,559 1,6246 1,818,337 1,537,559 1,6246 1,818,337 1,537,559 1,6246 1,818,337 1,537,559 1,6246 1,818,337 1,537,559 1,6246 1,818,337 1,537,559 1,6246 1,818,337 1,537,559 1,6246 1,818,337 1,537,559 1,6246 1,818,337 1,537,559 1,6246 1,818,337 1,537,559 1,6246 1,818,337 1,537,559 1,6246 1,818,337 1,537,559 1,6246 1,818,337 1,537,559 1,6246 1,818,337 1,537,559 1,6246 1,818,337 1,537,559 1,6246 1,818,337 1,537,559 1,6246 1,818,337 1,537,559 1,6246 1,818,337 1,537,559 1,737,579 1	3 1 1	4 /40 500			-		- 0 (04 100
31. Deferred tax liability							
32. Retirement benefit liability 2,742,368 3,773,708 3,329,565 3,353,074 4,379,238 3,470,44,555 3,353,074 4,379,238 3,470,44,555 3,353,074 4,379,238 3,470,44,555 3,450,450,4555 3,450,		1,537,559	10,240	1,818,337			
3. Other liabilities 2,830,771 2,742,368 3,773,708 3,329,565 3,353,074 4,379,288 3,470,44,028 3,470,44,04,04 3,470,44,04 3,470,44,04 3,470,44,04 3,470,44,04 3,470,44,04 3,470,44,04 3,470,44,04 3,470,44,04 3,470,44,04 3,470,44,04 3,470,44,04 3,470,44		-	-	-	523	30,122	37,707
34. TOTAL LIABILITIES 153,526,757 173,157,537 182,944,454 176,067,63 200,254,070 211,404,028 C. SHAREHOLDERS' FUNDS 35. Paid up/Assigned capital 1,851,388 <td>the state of the s</td> <td>2 920 771</td> <td>27/22/0</td> <td>2 772 709</td> <td>2 220 545</td> <td>2 252 07/</td> <td>/, 270 220</td>	the state of the s	2 920 771	27/22/0	2 772 709	2 220 545	2 252 07/	/, 270 220
C. SHAREHOLDERS' FUNDS 35. Paid up/Assigned capital 1,851,388 1,							
35. Paid up/Assigned capital 1,851,388			,,	,	,,		211,404,020
36. Share premium/ [discount] 12,161,021							
37. Revaluation reserve [1,064,754] [731,853] [1,088,470] [2,067,142] [1,372,213] [2,076,570] 38. Retained earnings/ Accumulated losses 20,297,310 24,308,413 27,110,205 20,438,108 25,034,934 28,294,535 39. Statutory Loan Loss reserve 419,845 454,323 454,323 459,195 566,733 582,193 40. Other Reserves - - - - - - - 41. Proposed dividends - 4,628,471 - - - 46,628,471 42. Capital grants 33,664,810 42,671,763 40,488,467 32,900,599 42,916,388 40,830,236							
38. Retained earnings/ Accumulated losses 20,297,310 24,308,413 27,110,205 20,438,108 25,034,934 28,294,535 39. Statutory Loan Loss reserve 419,845 454,323 459,195 566,733 582,193 40. Other Reserves - <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td>							
39. Statutory Loan Loss reserve 419,845 454,323 454,323 459,195 566,733 582,193 40. Other Reserves -							
40. Other Reserves -							
41. Proposed dividends - 4,628,471 - - 4,628,471 - - 4,628,471 - - 4,628,471 - - 58,029 46,054 17,669 46,054 17,669 - <td< td=""><td></td><td>419,845</td><td>454,323</td><td>454,323</td><td>459,195</td><td>566,733</td><td>582,193</td></td<>		419,845	454,323	454,323	459,195	566,733	582,193
42. Capital grants - - 58,029 46,054 17,669 43. TOTAL SHAREHOLDERS' FUNDS 33,664,810 42,671,763 40,488,467 32,900,599 42,916,388 40,830,236		-	/ /20 /71	-	-	/ /20 /71	-
43. TOTAL SHAREHOLDERS' FUNDS 33,664,810 42,671,763 40,488,467 32,900,599 42,916,388 40,830,236		-	4,028,471	-	50 020		17 //0
		22 /// 010	/2 /71 7/2	/0 /00 //7			
107,171,307 213,027,300 223,432,721 200,700,302 243,170,458 232,234,204							
	44. I U IAL LIADILITIES AND STAKETULDERS FUNDS	187,191,567	215,829,300	223,432,921	208,968,362	243,170,458	252,234,264

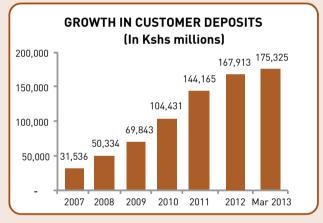
43. TOTAL SHAREHULDERS' FUNDS	33,664,810	42,671,763	40,488,467	32,900,599	42,916,388	40,830,236	
44.TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	187,191,567	215,829,300	223,432,921	208,968,362	243,170,458	252,234,264	
STATEMENT OF COMPREHENSIVE INCOME		BANK		GROUP CONSOLIDATED			
STATEMENT OF COMPREHENSIVE INCOME	31st Mar 2012	31st Dec 2012	31st Mar 2013	31st Mar 2012	31st Dec 2012	31st Mar 2013	
	Shs. '000' (Un-audited)	Shs. '000' (Audited)	Shs. '000' (Un-audited)	Shs. '000' (Un-audited)	Shs. '000' (Audited)	Shs. '000' (Un-audited)	
4 INTEREST MANAGE	Sils. 600 (Oil-addited)	Sns. 000 (Audited)	Sns. 000 (On-audited)	Sns. 000 (On-audited)	Sns. 000 (Audited)	Sils. 666 (oil dualica)	
1. INTEREST INCOME		05 000 445	/ / / / 500	1511550	05 (54 500	7,000,405	
1.1 Loans and advances 1.2 Government securities.	6,124,844	25,383,447 2,794,769	6,444,520 763,876	6,544,558 670,211	27,471,533 3,020,913	7,083,685 852,785	
1.3 Deposits and placements with banking institutions	657,809 81,412	2,794,769	763,876	89,801	271,147	21,279	
1.4 Other Interest Income	1,359	6,626	72,237	17.257	84.354	29.049	
1.5 Total Interest income	6,865,424	28,496,525	7,281,362	7,321,827	30,847,947	7,986,798	
		20,470,020	7,201,002	7,02.,027	50,047,747	, ,	
2. INTEREST EXPENSES							
2.1 Customer deposits	1,098,443	4,736,298	628,043	1,190,834	5,166,764	726,031	
2.2 Deposits and placements from banking institutions	77,441	140,999	766	87,402	258,598	68,842	
2.3 Other Interest expense	347,714	1,507,610	396,425	347,714	1,458,452	319,742	
2.4 Total interest Expenses	1,523,598	6,384,907	1,025,234	1,625,950	6,883,8154	1,114,615	
3. NET INTEREST INCOME	5,341,826	22,111,618	6,256,128	5,695,877	23,964,133	6,872,183	
4. NON-INTEREST INCOME							
4.1 Fees and commissions income on loans & advances	794,229	3,282,313	849,215	884,284	3,560,952	951,025	
4.2 Other Fees and commissions income	1,289,113	5,187,917	1,314,030	1,524,619	6,309,445	1,601,890	
4.3 Foreign exchange trading income	168,105	696,827	193,908	632,335	1,900,459	438,423	
4.4 Dividend Income	-	180,078	-	4,845	5,195	6,927	
4.5 Other income.	101,245	415,915	73,150	271,979	1,087,295	337,418	
4.6 Total Non-Interest Income	2,352,692	9,763,050	2,430,303	3,318,062	12,863,346	3,335,683	
5. TOTAL OPERATING INCOME	7,694,518	31,874,668	8,686,431	9,013,939	36,827,479	10,207,866	
(ARED TIME EVERYORS							
6. OPERATING EXPENSES 6.1 Loan Loss Provision	697,757	1,455,875	642,627	728,830	1,608,316	681,674	
6.2 Staff costs	1,780,766	5,884,522	1,641,714	2,050,458	7,145,470	1,975,170	
6.3 Directors' emoluments	8,006	20,110	5,304	9,648	26,887	8,172	
6.4 Rental charges	199,903	846,935	238,030	392,747	1,460,912	414,293	
6.5 Depreciation on property and equipment	379,083	1,734,133	445,606	442,473	2,028,220	540,277	
6.6 Ammortisation charges	62,891	283,953	77,895	66,224	287,775	79,567	
6.7 Other operating expenses	1.247.845	5.589.533	1.632.693	1.622.223	7.021.225	2.039.621	
6.8 Total Operating Expenses	4,376,251	15,815,061	4,683,869	5,312,603	19,578,805	5,738,774	
Profit/(loss) before tax and exceptional items	3,318,267	16,059,607	4,002,562	3,701,336	17,248,674	4,469,092	
Exceptional items-share of profit of associate			-	33,201	170,733	46,980	
Profit/(loss) after exceptional items	3,318,267	16,059,607	4,002,562	3,734,537	17,419,407	4,516,072	
10. Current tax	(995,480)	(5,568,537)	(1,200,768)	(1,097,576)	(5,878,980)	(1,302,050)	
11. Deferred tax		505,769	-	-	539,828	-	
12. Profit / (loss) after tax and exceptional items	2,322,787	10,996,839	2,801,794	2,636,961	12,080,255	3,214,022	
13. OTHER COMPREHENSIVE INCOME							
13.1 Gains/(Losses) from translating the financial statements of foreign operations	-		-	(352,511)	(74,000)	(347,741)	
13.2 Fair value changes in available for sale financial assets	(2,620)	330,281	(356,616)	(2,620)	330,281	(356,616)	
13.3 Revaluation surplus on Property, plant and equipment	_	-	-	-	(2,298)	-	
13.4 Share of other comprehensive income of associates	-	-	-	-	-	-	
13.5 Income tax relating to components of other comprehensive income			-		-		
14. Other Comprehensive Income for the year net of tax	(2,620)	330,281	(356,616)	(355,131)	253,983	(704,357)	
15. Total comprehensive income for the year	2,320,167	11,327,120	2,445,178	2,281,831	12,334,237	2,509,665	

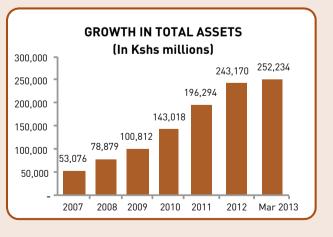
OTHER DISCLOSURES		BANK			
	31st Mar 2012	31st Dec 2012	31st Mar 2013		
	Shs. '000' (Un-audited)	Shs. '000' (Audited)	Shs. '000' (Un-audited)	Shs. '00	
1) NON PERFORMING LOANS AND ADVANCES		Citation,	Cital Coo (Cit daditor)	0	
a) Gross non performing loans and advances	3,166,882	4,018,405	7,060,986		
b) Less Interest in suspense	609,266	1,227,189	1,412,368		
c) Total Non-Performing loans and advances (a-b)	2,557,616	2,791,216	5,648,618		
d) less Loan loss provision	1,686,410	1,982,429	2,582,429		
e) Net non- performing loans(c-d)	871,206	808,787	3,066,189		
f) Discounted value of securities	806,396	630,798	2,201,479		
g) Net NPLs Exposure (e-f)	64,810	177,989	864,710		
2)INSIDER LOANS AND ADVANCES					
a) Directors, shareholders and associates	3,220,821	3,464,360	3,757,094		
b) Employees	2,822,013	3,394,249	3,530,352		
c) Total insider Loans and Advances and other Facilities	6,042,834	6,858,609	7,287,446		
3)OFF BALANCE SHEET ITEMS					
a) Letter of Credit, guarantees, acceptances	5,673,906	5,166,588	5,046,541		
b) Forwards, Swaps and Options	-	8,873	112,257		
c) Other contigent Liabilities	2,317,482	2,294,355	2,350,441		
d) Total contigent Liabilities	7,991,388	7,469,816	7,509,239		
4) CAPITAL STRENGTH					
a) Core Capital	24,205,628	29,524,772	30,492,080		
b) Minimum statutory capital	700,000	1,000,000	1,000,000		
c) Excess/ (defficiency)	23,505,628	28,524,772	29,492,080	-	
d) Supplementary capital	7,935,617	15,216,709	15,700,363		
e) Total Capital (a+d)	32,141,245	44,741,481	46,192,443		
f) Total Risk Weighted Assets	137,044,472	148,659,773	203,393,753		
Ratios					
g) Core Capital/ Total Deposit Liabilities	18%	21%	20%		
h) Minimum statutory ratio	8%	8%	10.5%		
i) Excess / (defficiency) (g-h)	10%	13%	9.5%		
j) Core Capital/ Total Risk Weighted Assets	18%	20%	15%		
k) Minimum statutory Ratio	8%	8%	10.5%		
L) Excess / (defficiency) (j-k)	10%	12%	4.5%	_	
m) Total Capital/ Total Risk Weighted assets	23%	30%	23%		
n) Minimum statutory Ratio	12%_	12%	14.5%		
o) Excess / (defficiency) (m-n)	11%_	18%	8.5%	-	
5) LIQUIDITY					
a) Liquidity Ratio	35%	46%	44%		



c) Excess / (defficiency) (a-b)













Best Bank Tier 1 1st Position

Think Business Award The Best Bank in Kenya Overall Winner

These financial statements are extracts from the books of the institution

The complete set of quarterly financial statements, statutory and qualitative disclosures can be accessed on the institutions website **www.equitybankgroup.com**They may also be accessed at the institutions head office located at Equity Centre 9th floor Hospital Road Upper Hill.

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

Signed: Mr. PETER K. MUNGA, CBS

CHAIRMAN