## EQUITY GROUP HOLDINGS PLC UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 30<sup>TH</sup> JUNE, 2017

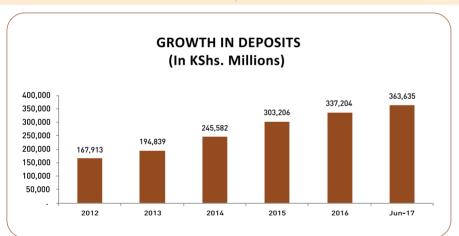


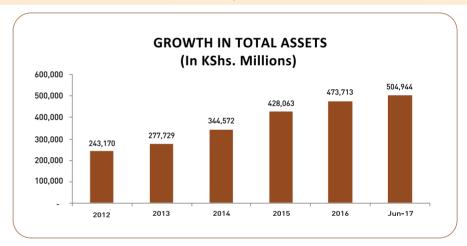
	Ec	uity Bank (Ke	enya) Limited					Equity Group	p Holdings Plc				
	BANK			COMPANY			The state of the s		GROUP				
STATEMENT OF FINANCIAL POSITION AS AT	30 <sup>th</sup> June 2016	31st Dec 2016	31 <sup>st</sup> Mar 2017	30 <sup>th</sup> June 2017	30 <sup>th</sup> June 2016	31st Dec 2016	31 <sup>st</sup> Mar 2017	30 <sup>th</sup> June 2017	30 <sup>th</sup> June 2016	31st Dec 2016	31st Mar 2017	30 <sup>th</sup> June 2017	
A. ASSETS	KShs. '000' (Un-Audited)	KShs. '000' (Audited)	KShs. '000' (Un-Audited)	KShs. '000' (Un-Audited)	KShs. '000' (Un-Audited)	KShs. '000' (Audited)	KShs. '000' (Un-Audited)	KShs. '000' (Un-Audited)	KShs. '000' (Un-Audited)	KShs. '000' (Audited)	KShs. '000' (Un-Audited)	KShs. '000' (Un-Audited)	
Cash (both local & foreign)     Balances due from Central Bank of Kenya	7,330,130 15,559,535	4,840,798 11,537,111	7,478,172 14,744,284	7,316,252 15,401,190	2,295,723	8,012,137 -	8,090,385 -	2,561 -	14,322,754 15,559,535	11,854,456 11,537,111	15,926,537 14,744,284	17,644,409 15,401,190	
Kenya Government and other securities held for dealing purposes     Financial Assets at fair value through profit and loss	- -	-	-	-	-	-	-	-	-	-	-	-	
Investment Securities:     Held to Maturity:	63,761,211 24,158,898	93,097,439 21,655,268	105,406,210 19,747,214	107,305,707 19,191,428	- -	-	- -	- -	73,032,331 33,032,067	100,588,954 26,291,502	112,988,818 22,142,487	115,595,812 21,704,050	
a. Kenya Government securities b. Other securities	21,955,907 2,202,991	19,452,277 2,202,991	17,544,224 2,202,991	16,988,437 2,202,991	-	-	-	-	21,955,907 11,076,160	19,452,277 6,839,225	17,544,224 4,598,264	16,988,437 4,715,613	
b) Available for Sale: a. Kenya Government securities	<b>39,602,313</b> 39,602,313	<b>71,442,171</b> 71,442,171	<b>85,658,995</b> 85,658,995	<b>88,114,279</b> 88,114,279	-	-	-	-	<b>40,000,264</b> 39,602,313	<b>74,297,451</b> 71,442,171	<b>90,846,331</b> 85,658,995	<b>93,891,762</b> 88,114,279	
b. Other securities     Deposits and balances due from local banking institutions	7,251,483	5,000,000	2,800,000	4,990,000	-	-	-	-	397,951 9,638,983	2,855,280 5,316,369	5,187,336 3,231,033	5,777,483 5,910,383	
Deposits and balances due from banking institutions abroad     Tax recoverable	14,394,074	20,767,981	23,499,047	23,126,023 813,233	10,647	7,807	7,807	- 7,203	20,239,324 143,760	35,738,191 150,494	38,791,085 119,698	38,831,255 927,115	
9. Loans and advances to customers (net) 10. Balances due from group companies	222,350,434 3,776,223	213,805,548 3,369,966	208,356,659 3,335,342	207,490,076 3,533,130	3,342,554	704,110	613,125	- 282,544	269,032,284 322,578	266,068,089 382,615	261,899,197 480,428	265,086,161 533,227	
Investments in associates     Investments in subsidiary companies	-	- -	- -	-	59,345,161	64,721,117	- 64,721,117	- 65,760,617	-	- -	-	-	
Investments in joint ventures     Investment properties	8,494	8,494	8,494	- 8,494	-	<del>-</del> -	- -	-	8,494	8,494	8,494	8,494	
Property and equipment     Prepaid lease rentals	8,126,640 3,976	7,334,622 3,953	7,044,139 3,941	6,564,939 3,721	-	-	- -	-	14,286,778 107,936	13,754,329 114,898	13,345,923 87,219	13,004,808 448,779	
17. Intangible assets 18. Deferred tax asset	3,974,271 2,783,284	5,606,711 2,938,970	5,547,427 2,938,970	5,862,813 2,938,970	<del>-</del>	- -	-	-	4,942,366 3,049,941	6,406,911 3,260,243	6,316,484 3,241,681	6,628,163 3,278,363	
19. Retirement benefit asset 20. Other assets	11,149,134	11,437,403	12,700,961	- 14,175,320	74,207	1,074	153,622	- 1,074	19,749,786	- 18,531,981	20,972,586	21,646,133	
21. TOTAL ASSETS	360,468,890	379,748,996	393,863,646	399,529,870	65,068,292	73,446,245	73,586,056	66,053,998	444,436,850	473,713,133	492,153,465	504,944,293	
B. LIABILITIES  22. Balances due to Central Bank of Kenya	_	-	-	_	_	_	-	_	_		-	-	
Customer deposits     Deposits and balances due to local banking institutions	259,051,323 1,450,994	277,274,668 5,193	288,006,775	288,488,484	-	-	-	-	319,230,725 1,532,718	337,198,618 5,193	347,514,400 1,765,208	362,788,342 608,740	
Deposits and balances due to foreign banking institutions     Other money market deposits			-	-	-	-	-	-	1,704,888	198,920	2,414 1,313,655	237,423 2,015,564	
27. Borrowed funds  28. Balances due to group companies	37,606,506 -	43,726,761 -	42,679,794 -	42,364,070 -	2,523,841	2,558,355	2,584,265	- 2,604,164	38,519,736	45,770,072	44,480,018	43,532,545	
29. Tax payable 30. Dividends payable	209,102 3,000,000	313,642	2,073,020	-	108,498	-	7,547,350	-	510,355 -	506,774 -	2,397,632 7,547,350	293,602	
31. Deferred tax liability 32. Retirement benefit liability	=	=	=	-	- -	=	=	-	56,127 -	177,522	155,838	150,488	
33. Other liabilities 34. TOTAL LIABILITIES	5,091,536 306,409,462	6,087,692 <b>327,407,95</b> 6	4,837,009 <b>337,596,599</b>	7,017,835 <b>337,870,389</b>	9,398 <b>2,641,737</b>	748 <b>2,559,103</b>	748 10,132,363	748 <b>2,604,912</b>	7,478,297 <b>369,032,846</b>	7,878,937 <b>391,736,037</b>	7,537,612 <b>412,714,127</b>	9,423,926 <b>419,050,629</b>	
C. SHAREHOLDERS' FUNDS			, ,		, ,		, ,						
35. Paid up/Assigned capital 36. Share premium/(discount)	30,000,000 9,964,132	30,000,000 9,964,132	30,000,000 9,964,132	30,000,000 9,964,132	1,886,837 16,062,607	1,886,837 16,062,607	1,886,837 16,062,607	1,886,837 16,062,607	1,886,837 16,062,607	1,886,837 16,062,607	1,886,837 16,062,607	1,886,837 16,062,607	
Revaluation reserve     Retained earnings/Accumulated losses	(970,010) 13,815,944	(785,889) 11,284,120	(965,096) 15,389,335	551,817 19,264,855	44,477,110	45,390,349	45,504,249	45,499,641	(7,132,875) 62,296,959	(7,051,002) 60,550,117	(6,891,531) 65,382,778	(4,920,682) 69,860,922	
39 Statutory Loan Loss reserve 40. Other reserves	1,249,363	1,878,677	1,878,677	1,878,677		-	-	-	1,615,305	2,280,654	2,280,654	2,280,654	
41. Proposed dividends 42. Non-Controlling Interests	-	- -	-	-	-	7,547,350	-	-	- 675,172	7,547,350 700,533	- 717,994	723,327	
43. TOTAL SHAREHOLDERS' FUNDS	54,059,428	52,341,039	56,267,047	61,659,481	62,426,554	70,887,143	63,453,693	63,449,086	75,404,004	81,977,096	79,439,339	85,893,664	
44. TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	360,468,890	379,748,996	393,863,646	399,529,870	65,068,292	73,446,245	73,586,056	66,053,998	444,436,850	473,713,133	492,153,466	504,944,293	
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME													
INTEREST INCOME     Loans and advances	19,153,135	35,175,592	6,072,495	11,995,774		_			22,744,688	43,065,889	8,191,847	16,380,515	
Covernment securities     Deposits and placements with banking institutions	2,307,063 508,513	6,699,995 1,002,446	2,724,759 151,077	5,709,179 298,670	45,679	68,754	152,548	- 229,458	2,881,557 299,247	7,882,239 538,904	2,964,984 258,056	6,218,217 306,548	
1.4 Other interest income 1.5 Total Interest income	104,022 22,072,733	194,517 43,072,550	25,243 <b>8,973,574</b>	49,655 18,053,278	45,677	68,754	307 152,855	227,438	170,252 26,095,743	353,572 51,840,604	50,160 11,465,047	99,911 <b>23,005,192</b>	
2. INTEREST EXPENSES		,	.,,	,,	,		,			,,	,,		
Customer deposits     Deposits and placements from banking institutions	2,983,275 12,245	6,115,253 60,970	1,520,483 10,490	3,156,726 19,030	-	-	-	-	3,873,219 97,436	7,883,466 220,719	2,021,029 48,646	4,198,946 105,128	
2.3 Other Interest expense 2.4 Total interest Expenses	849,725 3,845,245	1,836,594 8,012,818	485,345 2,016,318	984,800 <b>4,160,556</b>	<u>-</u>	-	-	-	892,330 4,862,984	1,922,526 10,026,712	509,416 <b>2,579,091</b>	758,465 <b>5,062,540</b>	
3. NET INTEREST INCOME	18,227,488	35,059,732	6,957,257	13,892,722	45,679	68,754	152,855	229,458	21,232,759	41,813,893	8,885,956	17,942,652	
NON-INTEREST INCOME     Fees and commissions income on loans & advances	1,757,284	3,831,268	1,240,213	2,569,626	_	<u>-</u>	_	_	2,011,634	4,416,234	1,377,130	2,854,578	
4.2 Other Fees and commissions income 4.3 Foreign exchange trading income	3,750,588 1,111,859	8,418,842 1,910,435	2,378,571 587,125	4,739,496 1,179,260	-	-	-	-	5,244,938 1,655,027	11,364,858 3,307,113	3,107,974 916,587	6,286,849 1,721,426	
4.4 Dividend income 4.5 Other income	485,988	1,103,549	172,517	710,185	3,000,000 24,476	11,300,000 97,214	-	-	1,936,325	3,130,579	931,604	2,113,771	
4.6 Total Non-Interest Income 5. TOTAL OPERATING INCOME	7,105,719 25,333,207	15,264,095 50,323,827	4,378,426 11,335,682	9,198,567 23,091,289	3,024,476 3,070,155	11,397,214 11,465,968	152,855	229,458	10,847,924 32,080,683	22,218,783 64,032,676	6,333,295 15,219,252	12,976,624 30,919,276	
6. OPERATING EXPENSES													
6.1 Loan Loss Provision     6.2 Staff costs	1,262,268 4,501,698	5,010,763 8,096,990	630,652 1,636,535	1,425,412 3,470,215	-	-	-	-	1,928,055 6,117,742	6,645,641 11,628,908	796,900 2,472,447	1,860,344 5,158,500	
Directors' emoluments     Rental charges	8,375 617,697	17,276 1,262,656	2,777 326,950	7,011 659,058	9,817	13,372 -	2,033	14,967 -	38,287 1,150,961	65,117 2,039,919	12,660 593,290	41,210 1,213,480	
6.5 Depreciation on property and equipment     6.6 Ammortisation charges	1,456,400 327,547	2,816,348 705,012	678,137 185,677	1,361,669 375,642	-	-	-	- -	1,822,521 378,429	3,764,250 974,707	931,828 218,420	1,876,071 443,045	
6.7 Other operating expenses 6.8 Total Operating Expenses	4,129,592 <b>12,303,577</b>	9,637,211 <b>27,546,255</b>	2,010,361 <b>5,471,089</b>	4,391,231 11,690,238	42,510 <b>52,327</b>	75,494 <b>88,866</b>	36,922 <b>38,955</b>	58,359 <b>73,326</b>	6,414,613 <b>17,850,607</b>	13,987,251 <b>39,105,794</b>	3,292,925 <b>8,318,470</b>	7,034,410 <b>17,627,060</b>	
7.0 Profit/(loss) before tax and exceptional items	13,029,630	22,777,572	5,864,593	11,401,051	3,017,828	11,377,102	113,900	156,132	14,230,076	24,926,883	6,900,782	13,292,216	
8.0 Exceptional items-share of profit of associate  9.0 Profit/(loss) after exceptional items	13,029,630	22,777,572	5,864,593	11,401,051	3,017,828	11,377,102	113,900	156,132	14,230,076	24,926,883	6,900,782	13,292,216	
10. Current tax 11. Deferred tax	(3,908,889)	(7,715,023) 155,686	(1,759,378)	(3,420,315)	(5,348)	94,197	(34,170)	(46,840) -	(4,290,826) 172,059	(8,582,349) 257,995	(2,050,660)	(3,930,738)	
Profit/(loss) after tax and exceptional items     12.1 Minority Interest	9,120,741	15,218,234	4,105,215	7,980,736	3,012,480	11,471,299	79,730 -	109,292 -	<b>10,111,308</b> 31,374	<b>16,602,529</b> 56,735	<b>4,850,122</b> 17,461	<b>9,361,478</b> 22,794	
13. Profit/(loss) after tax and exceptional items and minority interest	9,120,741	15,218,234	4,105,215	7,980,736	3,012,480	11,471,299	79,730	109,292	10,079,935	16,545,794	4,832,661	9,338,685	
14. Other Comprehensive Income											***		
14.1 Gains/(Losses) from translating the financial statements of foreign operations 14.2 Fair value changes in available-for-sale financial assets	499,074	683,195	- (179,207)	- 1,337,706	-	-	-	-	249,149 499,074	99,102 686,403	340,443 (180,972)	792,613 1,337,706	
14.3 Revaluation surplus on property, plant and equipment 14.4 Share of other comprehensive income of associates	-	-	-	- -	-	-	-	- -	-	-	-	-	
14.5 Income tax relating to components of other comprehensive income 15. Other Comprehensive Income for the year net of tax	499,074	683,195	(179,207)	1,337,706	-	- 44 (74 200		-	748,223	785,505	159,471	2,130,319	
16. Total Comprehensive Income for the year	9,619,815	15,901,429	3,926,008	9,318,441	3,012,480	11,471,299	79,730	109,292	10,828,158	17,331,299	4,992,132	11,469,004	
EARNINGS PER SHARE - BASIC & DILUTED	304.02	507.27	136.84	266.02	0.80	3.04	0.02	0.03	2.68	4.38	1.28	2.47	
DIVIDEND PER SHARE - DECLARED	100.00	366.67	-	-	-	2.00	-	-	-	2.00	-	-	

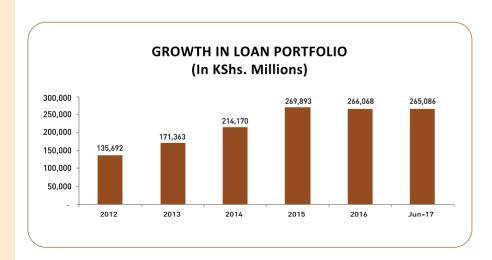
## **EQUITY GROUP HOLDINGS PLC** UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 30<sup>TH</sup> JUNE, 2017

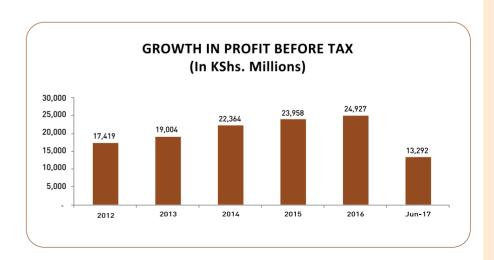


	Ec		Equity Group Holdings Plc									
	BANK				COMPANY				GROUP			
	30 <sup>th</sup> June 2016 KShs. '000' (Un-Audited)	31st Dec 2016 KShs. '000' (Audited)	31st Mar 2017 KShs. '000' (Un-Audited)	30 <sup>th</sup> June 2017 KShs. '000' (Un-Audited)	30 <sup>th</sup> June 2016 KShs. '000' (Un-Audited)	31st Dec 2016 KShs. '000' (Audited)	31st Mar 2017 KShs. '000' (Un-Audited)	30 <sup>th</sup> June 2017 KShs. '000' (Un-Audited)	30 <sup>th</sup> June 2016 KShs. '000' (Un-Audited)	31st Dec 2016 KShs. '000' (Audited)	31st Mar 2017 KShs. '000' (Un-Audited)	30 <sup>th</sup> June 2017 KShs. '000' (Un-Audited)
Non-PERFORMING LOANS AND ADVANCES     Gross non-performing loans and advances     Less interest in suspense	9,787,161 1,972,420	15,457,320 1,816,643	15,355,068 2,081,336	16,224,017 2,648,797	- -	- -	- -	- -	12,931,302 2,173,547	18,754,023 2,036,824	19,509,295 2,333,688	20,363,500 2,867,909
c) Total Non-Performing loans and advances (a-b) d) Less Loan loss provision e) Net Non-Performing loans(c-d)	7,814,740 3,521,782 4,292,958	13,640,677 5,416,636 8,224,041	13,273,732 5,647,521 7,626,211	13,575,220 6,253,916 7,321,304	- - -	- - -	- - -	- - -	10,757,755 4,799,629 5,958,126	16,717,199 6,959,640 9,757,559	17,175,607 7,069,507 10,106,100	17,495,591 7,801,417 9,694,174
f) Discounted value of securities g) Net NPLs Exposure (e-f)	3,596,063 696,895	7,296,995 <b>927,046</b>	6,649,306 <b>976,904</b>	6,674,525 <b>646,779</b>	<u>-</u>	-	-	-	5,173,501 <b>784,625</b>	8,829,046 <b>928,513</b>	9,105,049 <b>1,001,051</b>	9,023,366 <b>670,808</b>
2) INSIDER LOANS AND ADVANCES a) Directors, shareholders and associates b) Employees  The property of the pro	2,104,364 5,428,387	2,712,762 5,084,658	2,886,735 4,895,253	2,757,639 4,630,970	- -	-	- -	-	2,104,364 6,061,846	2,712,762 6,005,984	2,980,280 5,865,634	2,757,639 5,727,086
c) Total insider Loans and Advances and other Facilities  3) OFF BALANCE SHEET ITEMS	7,532,751	7,797,420	7,781,988	7,388,609	<del>-</del>	<del>-</del>		-	8,166,210	8,718,747	8,845,914	8,484,725
a) Letter of Credit, guarantees, acceptances b) Forwards, Swaps and Options c) Other continent Liabilities	18,083,350 28,794,340 -	32,733,625 7,749,424	34,448,069 19,702,640	31,402,413 24,648,738 -	- - -	- - -	- - -	- - -	20,735,700 29,906,424 -	35,676,396 7,749,424 410,344	37,666,636 20,734,024 -	36,870,118 24,648,738 -
d) Total Contigent Liabilities	46,877,690	40,483,049	54,150,710	56,051,151	-	-	-	-	50,642,124	43,836,164	58,400,660	61,518,856
4) CAPITAL STRENGTH a) Core Capital b) Minimum statutory capital c) Excess/(defficiency) d) Supplementary capital e) Total Capital (a+d) f) Total Risk Weighted Assets	49,219,705 1,000,000 48,219,705 4,035,714 53,255,419 340,884,709	51,248,255 1,000,000 50,248,255 3,846,788 55,095,043 356,087,595	53,300,859 1,000,000 52,300,859 3,446,417 56,747,276 358,841,053	55,238,619 1,000,000 54,238,619 3,037,709 58,276,328 361,653,743	- - - - -	- - - - -	- - - - -	- - - - -	75,206,435 4,380,219 70,826,216 4,401,656 79,608,091 401,571,726	78,499,561 4,173,124 74,326,437 4,248,766 82,748,327 420,890,802	80,924,622 4,173,124 76,751,498 3,848,395 84,773,016 418,802,658	83,180,300 4,173,124 79,007,176 3,439,686 86,619,986 424,252,800
Ratios gl Core Capital/Total Deposit Liabilities h) Minimum statutory ratio i) Excess/(deficiency) (g-h) j) Core Capital/Total Risk Weighted Assets k) Minimum statutory ratio L) Excess/(deficiency) (j-k) m) Total Capital/Total Risk Weighted assets n) Minimum statutory ratio o) Excess/(deficiency) (m-n)	18.9% 8.0% 10.9% 14.4% 10.5% 3.9% 15.6% 14.5%	18.5% 10.5% 8.0% 14.4% 10.5% 3.9% 15.5% 14.5% 1.0%	18.5% 10.5% 8.0% 14.9% 10.5% 4.4% 15.8% 14.5% 1.3%	19.1% 10.5% 8.6% 15.3% 10.5% 4.8% 16.1% 14.5% 1.6%	- - - - - - -	- - - - - - - -	- - - - - - - -	-	23.4% 8.0% 15.4% 18.7% 10.5% 8.2% 19.8% 14.5% 5.3%	23.3% 10.5% 12.8% 18.7% 10.5% 8.2% 19.7% 14.5% 5.2%	23.2% 10.5% 12.7% 19.3% 10.5% 8.8% 20.2% 14.5% 5.7%	22.9% 10.5% 12.4% 19.6% 10.5% 9.1% 20.4% 14.5% 5.9%
5) LIQUIDITY a) Liquidity Ratio b) Minimum statutory ratio c) Excess/(deficiency) (a-b)	<b>39.9%</b> 20.0% 1 <b>9.9%</b>	<b>47.7%</b> 20.0% <b>27.7%</b>	53.2% 20.0% 33.2%	<b>54.4%</b> 20.0% <b>34.4%</b>	- - -	- - -	- - -	- - -	<b>37.0%</b> 20.0% <b>17.0%</b>	<b>47.6%</b> 20.0% <b>27.6%</b>	<b>50.6%</b> 20.0% <b>30.6%</b>	<b>51.1%</b> 20.0% <b>31.1%</b>









These financial statements are extracts from the books of the institution.
The complete set of financial statements, statutory and qualitative disclosures can be accessed on the Institution's website: www.equitybankgroup.com
They may also be accessed at the institution's head office located at Equity Centre, 9th Floor, Hospital Road, Upperhill.

Dr. Peter Munga

CHIEF EXECUTIVE OFFICER AND MANAGING DIRECTOR

CHAIRMAN