

The Board of Directors of Diamond Trust Bank Kenya Limited is pleased to announce the audited Group and Bank results for the year ended 31 December 2012.

| | GROUP | | BANK | |
|-----------------------------------------------------------------|--------------------|--------------------|-------------------|-------------------|
| | Dec. 2012 | Dec. 2011 | Dec. 2012 | Dec. 2011 |
| | Shs 000 | Shs 000 | Shs 000 | Shs 000 |
| | Audited | Audited | Audited | Audited |
| BALANCE SHEET | | | | |
| ASSETS | | | | |
| Cash (both local and foreign) | 2,614,455 | 2,027,630 | 1,671,539 | 1,225,856 |
| Balances due from Central Banks | 8,894,406 | 6,253,871 | 3,676,771 | 3,194,859 |
| Kenya Government securities | 18,402,894 | 8,086,583 | 18,402,894 | 8,086,583 |
| Foreign currency Treasury bills and bonds | 4,341,616 | 3,280,243 | - | - |
| Deposits and balances due from local banking institutions | 3,842,366 | 6,530,225 | 3,842,366 | 6,530,225 |
| Deposits and balances due from banking institutions abroad | 3,880,386 | 5,977,191 | 562,310 | 2,922,526 |
| Kenya Government and other securities held for dealing purposes | - | - | - | - |
| Income tax recoverable | 7,432 | 6,206 | - | - |
| Loans and advances to customers (net) | 87,707,243 | 71,297,721 | 59,930,459 | 50,943,685 |
| Investment security | 64,391 | 37,614 | 64,391 | 37,614 |
| Balances due from group companies | - | - | 431,118 | 426,157 |
| Investments in associates | 5,938 | 1,940 | 1 | 1 |
| Investment in subsidiary companies | - | - | 1,897,571 | 1,273,794 |
| Investments in joint ventures | - | - | - | - |
| Investment properties | - | - | - | - |
| Property and equipment | 2,770,067 | 2,013,943 | 1,785,430 | 1,091,291 |
| Prepaid lease rentals | - | - | - | - |
| Intangible assets | 214,405 | 281,030 | 178,389 | 235,356 |
| Goodwill | 173,372 | 173,372 | - | - |
| Deferred tax asset | 672,958 | 459,092 | 542,542 | 408,121 |
| Retirement benefit asset | - | - | - | - |
| Other assets | 1,869,483 | 1,333,157 | 1,526,037 | 1,071,710 |
| Total Assets | 135,461,412 | 107,759,818 | 94,511,818 | 77,447,778 |
| LIABILITIES | | | | |
| Balances due to Central Bank of Kenya | - | - | - | - |
| Customer deposits | 106,975,254 | 85,986,399 | 72,505,118 | 59,772,275 |
| Deposits and balances due to local banking institutions | 486,132 | 1,342,956 | 486,132 | 1,342,956 |
| Deposits and balances due to banking institutions abroad | 2,241,172 | 802,001 | 516,262 | 315,671 |
| Other money market deposits | - | - | - | - |
| Borrowed funds | 3,807,801 | 3,911,680 | 3,746,320 | 3,834,686 |
| Balances due to group companies | - | - | - | - |
| Current income tax payable | 456,716 | 73,867 | 443,795 | 58,767 |
| Dividends payable | - | - | - | - |
| Deferred income tax liability | - | - | - | - |
| Retirement benefit liability | - | - | - | - |
| Other liabilities | 2,867,416 | 2,394,096 | 1,935,699 | 1,756,949 |
| Total Liabilities | 116,834,491 | 94,510,999 | 79,633,326 | 67,081,304 |
| SHAREHOLDERS' EQUITY | | | | |
| Paid up capital | 880,400 | 782,578 | 880,400 | 782,578 |
| Share premium | 3,856,898 | 2,197,735 | 3,856,898 | 2,197,735 |
| Revaluation reserve | 238,991 | 368,471 | 378,081 | 364,794 |
| Retained earnings | 11,012,392 | 7,796,631 | 9,229,632 | 6,573,480 |
| Statutory loan loss reserve | 115,291 | 115,291 | 115,291 | 115,291 |
| Proposed dividends | 418,190 | 332,596 | 418,190 | 332,596 |
| Capital grants | - | - | - | - |
| Total Shareholders' Equity | 16,522,162 | 11,593,302 | 14,878,492 | 10,366,474 |
| Non controlling interests | 2,104,759 | 1,655,517 | - | - |
| Total Equity | 18,626,921 | 13,248,819 | 14,878,492 | 10,366,474 |
| Total Liabilities and Shareholders' Equity | 135,461,412 | 107,759,818 | 94,511,818 | 77,447,778 |
| OTHER DISCLOSURES | | | | |
| (1) NON -PERFORMING LOANS AND ADVANCES | | | | |
| (a) Gross non-performing loans and advances | 1,101,741 | 753,489 | 931,583 | 661,705 |
| (b) Interest in suspense | 144,687 | 116,522 | 121,637 | 111,132 |
| (c) Total Non-Performing Loans and Advances (a-b) | 957,054 | 636,967 | 809,946 | 550,573 |
| (d) Loan loss provisions | 887,294 | 602,435 | 809,946 | 549,462 |
| (e) Net Non-Performing Loans (c-d) | 69,760 | 34,532 | - | 1,111 |
| (f) Discounted Value of Securities | 69,760 | 34,532 | - | 1,111 |
| (g) Net NPLs Exposure (e-f) | - | - | - | - |
| (2) Insider Loans and Advances | | | | |
| (a) Directors, Shareholders and associates | 2,220,379 | 1,945,972 | 1,906,868 | 1,532,313 |
| (b) Employees | 439,477 | 405,678 | 341,001 | 316,774 |
| (c) Total Insider Loans and Advances | 2,659,856 | 2,351,650 | 2,247,869 | 1,849,087 |
| (3) Off-Balance Sheet Items | | | | |
| (a) Letters of credit, guarantees, acceptances | 9,631,135 | 9,198,161 | 8,464,688 | 6,771,634 |
| (b) Other contingent liabilities | 18,634,845 | 10,917,730 | 16,300,272 | 9,446,095 |
| (c) Total Contingent Liabilities | 28,265,980 | 20,115,891 | 24,764,960 | 16,217,729 |
| (4) Capital Strength | | | | |
| (a) Core Capital | - | - | 12,029,483 | 8,228,997 |
| (b) Minimum Statutory Capital | - | - | 1,000,000 | 700,000 |
| (c) Excess/(Deficiency) | - | - | 11,029,483 | 7,528,997 |
| (d) Supplementary capital | - | - | 1,481,221 | 1,489,309 |
| (e) Total capital (a+d) | - | - | 13,510,704 | 9,718,306 |
| (f) Total risk weighted assets | - | - | 68,104,177 | 57,897,786 |
| (g) Core capital/total deposit liabilities | - | - | 16.4% | 13.7% |
| (h) Minimum Statutory Ratio | - | - | 8.0% | 8.0% |
| (i) Excess/(Deficiency) (g-h) | - | - | 8.4% | 5.7% |
| (j) Core capital/total risk weighted assets | - | - | 17.7% | 14.2% |
| (k) Minimum Statutory Ratio | - | - | 8.0% | 8.0% |
| (l) Excess/(Deficiency) (j-k) | - | - | 9.7% | 6.2% |
| (m) Total capital/total risk weighted assets | - | - | 19.8% | 16.8% |
| (n) Minimum Statutory Ratio | - | - | 12.0% | 12.0% |
| (o) Excess/(Deficiency) (m-n) | - | - | 7.8% | 4.8% |
| (5) Liquidity | | | | |
| (a) Liquidity Ratio | - | - | 38.0% | 35.7% |
| (b) Minimum Statutory Ratio | - | - | 20.0% | 20.0% |
| (c) Excess/(Deficiency) (a-b) | - | - | 18.0% | 15.7% |

PROFIT AND LOSS ACCOUNT
INTEREST INCOME

| | Dec. 2012 | Dec. 2011 | Dec. 2012 | Dec. 2011 |
|--------------------------------------------------------|-------------------|-------------------|-------------------|------------------|
| | Shs 000 | Shs 000 | Shs 000 | Shs 000 |
| | Audited | Audited | Audited | Audited |
| Loans and advances | 13,783,269 | 8,927,719 | 10,374,522 | 6,479,319 |
| Government securities | 2,319,756 | 790,358 | 2,062,918 | 452,966 |
| Deposits and placements with banking institutions | 475,989 | 321,021 | 244,575 | 293,382 |
| Other interest income | - | - | - | - |
| Total interest income | 16,579,014 | 10,039,098 | 12,682,015 | 7,225,667 |
| INTEREST EXPENSES | | | | |
| Customer deposits | 7,166,937 | 3,090,651 | 5,727,639 | 2,379,845 |
| Deposits and placements from banking institutions | 165,691 | 121,495 | 87,906 | 40,723 |
| Other interest expenses | 121,295 | 92,056 | 119,183 | 88,696 |
| Total interest expenses | 7,453,923 | 3,304,202 | 5,934,728 | 2,509,264 |
| NET INTEREST INCOME | 9,125,091 | 6,734,896 | 6,747,287 | 4,716,403 |
| OTHER OPERATING INCOME | | | | |
| Fees and commissions on loans and advances | 631,462 | 579,113 | 379,235 | 355,642 |
| Other fees and commissions income | 1,160,497 | 973,552 | 606,485 | 536,199 |
| Foreign exchange trading income | 1,186,297 | 996,483 | 810,445 | 656,021 |
| Dividend income | 2,805 | 2,550 | 18,996 | 17,982 |
| Other income | 134,193 | 235,695 | 90,634 | 153,973 |
| Total Non-Interest Income | 3,115,254 | 2,787,393 | 1,905,795 | 1,719,817 |
| TOTAL OPERATING INCOME | 12,240,345 | 9,522,289 | 8,653,082 | 6,436,220 |
| OPERATING EXPENSES | | | | |
| Loan loss provision | 1,025,909 | 631,314 | 920,819 | 492,838 |
| Staff costs | 2,288,953 | 2,030,428 | 1,413,849 | 1,247,641 |
| Directors' emoluments | 60,657 | 59,768 | 31,073 | 31,660 |
| Rentals charges | 378,138 | 301,985 | 209,957 | 162,595 |
| Depreciation charge on property and equipment | 420,616 | 365,917 | 217,188 | 193,505 |
| Amortisation charges | 121,310 | 100,361 | 91,258 | 67,296 |
| Other operating expenses | 1,919,012 | 1,724,620 | 1,099,275 | 992,211 |
| Total operating expenses | 6,214,595 | 5,214,393 | 3,983,419 | 3,187,746 |
| Profit from operations | 6,025,750 | 4,307,896 | 4,669,663 | 3,248,474 |
| Share of associate profit after tax | 2,149 | (483) | - | - |
| Profit before tax | 6,027,899 | 4,307,413 | 4,669,663 | 3,248,474 |
| Current tax | (2,187,851) | (1,489,336) | (1,743,232) | (1,163,134) |
| Deferred tax credit | 227,930 | 178,649 | 142,262 | 161,551 |
| Profit after tax | 4,067,978 | 2,996,726 | 3,068,693 | 2,246,891 |
| Non controlling interests | 440,212 | 339,929 | - | - |
| Profit after tax and non controlling interests | 3,627,766 | 2,656,797 | 3,068,693 | 2,246,891 |
| Earnings per Share (Shs per share) - basic and diluted | 17.44 | 13.15 | 14.75 | 11.13 |
| Dividend per Share (Shs per share) | 1.90 | 1.70 | 1.90 | 1.70 |

ANNUAL GENERAL MEETING AND DECLARATION OF DIVIDEND

Based on the year-end results achieved, the Directors will recommend to the Shareholders at the Annual General Meeting to be held at the Kenyatta International Conference Centre, Aberdares Hall, Nairobi, on 31 May 2013, payment of a first and final dividend of 47.5% (i.e. at the rate of Shs 1.90 per share) for 2012 on the issued and paid-up share capital of Shs 880 million subject to withholding tax, where applicable.

For purposes of payment of the dividend, the Share Register of the Bank will be closed from 31 May 2013 to 3 June 2013 both dates inclusive and payment of dividend due to Shareholders on the Register, as at the close of business on 31 May 2013, will be made on or about 20 June 2013.

By order of the Board

Stephen Kodumbe
Company Secretary
13 March 2013

MESSAGE FROM DIRECTORS

The above balance sheet and profit and loss account are extracts from the Group's and Bank's financial statements which have been audited by PricewaterhouseCoopers and have received an unqualified opinion.

A full set of financial statements will be available from our offices once they are approved by members at the Annual General Meeting.

The financial statements were approved by the Board of Directors on 13 March 2013, and were signed on its behalf by:

Abdul Samji
Nasim Devji
Amin Merali
Stephen Kodumbe

Chairman
Managing Director
Director
Company Secretary