

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

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
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
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

Share of associate profit after tax

Profit before tax

Current tax

Deferred tax credit

Profit after tax

Non controlling interests

Profit after tax and non controlling interests

Earnings per Share (Shs per share) - basic and diluted

Dividend per Share (Shs per share)

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	Dec. 2012	Dec. 2011	Dec. 2012	Dec. 2011
	Shs 000	Shs 000	Shs 000	Shs 000
	Audited	Audited	Audited	Audited
INTEREST INCOME				
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