

NATIONAL BANK OF KENYA LIMITED

The Board of Directors of National Bank of Kenya Limited hereby announce the unaudited results for the half-year ended 30 June 2013

I. BALANCE SHEET as at 30 June 2013	BANK		BANK		BANK		BANK		GROUP		GROUP	
	30-Jun-13		31-Mar-13		31-Dec-12		30-Jun-12		30-Jun-13		31-Mar-13	
	Shs'000	Un-audited	Shs'000	Un-audited	Shs'000	Audited	Shs'000	Un-audited	Shs'000	Un-audited	Shs'000	Audited
A Assets												
1 Cash (both Local & Foreign)	2,266,073		2,445,062		2,845,876		2,171,915		2,266,073		2,445,062	
2 Balances due from Central Bank of Kenya	2,981,130		10,994,260		2,615,115		7,949,447		2,981,130		10,994,260	
3 Kenya Government and other securities held for dealing purposes	-		-		-		-		-		-	
4 Financial Assets at fair value through profit and loss	-		-		-		-		-		-	
5 Investment Securities-(a-b)	33,159,624		28,346,331		26,881,334		26,952,438		33,159,624		28,346,331	
a) Held to Maturity-(i-iv)	30,970,516		26,725,179		25,812,285		25,844,135		30,970,516		26,725,179	
i. Kenya Government securities	30,877,291		26,631,955		25,719,061		25,776,478		30,877,291		26,631,955	
ii. Other securities	93,224		93,224		93,224		64,557		93,224		93,224	
b) Available for sale-(i-ii)	2,189,108		1,621,152		1,069,049		711,303		2,189,108		1,621,152	
i. Kenya Government securities	2,189,108		1,621,152		1,069,049		711,303		2,189,108		1,621,152	
ii. Other securities	-		-		-		-		-		-	
6 Deposits and balances due from local banking institutions	152,234		5,150,000		335,595		1,328,675		152,234		5,150,000	
7 Deposits and balances due from banking institutions abroad	814,739		887,997		1,021,359		847,732		814,739		887,997	
8 Tax recoverable	93,982		250,170		371,691		250,804		93,982		250,170	
9 Loans and advances to customers (net)	27,521,231		27,093,844		28,346,668		26,818,712		27,521,231		27,093,844	
10 Balances due from banking institutions in the group	-		-		-		-		-		-	
11 Investments in associates	-		-		-		-		-		-	
12 Investments in subsidiary companies	19,963		19,963		19,963		19,963		19,963		19,963	
13 Investments in joint ventures	-		-		-		-		-		-	
14 Investment properties	-		-		-		-		-		-	
15 Property and equipment	2,866,945		2,802,713		2,673,313		2,591,224		2,866,945		2,802,713	
16 Prepaid lease rentals	11,393		11,430		11,467		11,541		11,393		11,430	
17 Intangible assets	803,240		788,431		824,911		912,752		803,240		788,431	
18 Deferred tax asset	66,441		66,441		66,441		66,441		66,441		66,441	
19 Retirement benefit asset	-		-		-		-		-		-	
20 Other assets	3,990,553		4,803,872		1,041,072		2,215,159		3,930,870		4,773,717	
21 TOTAL ASSETS	74,747,543		83,660,514		67,154,805		71,570,362		74,668,289		83,610,396	
B Liabilities												
22 Balances due to Central Bank of Kenya	-		-		-		-		-		-	
23 Customer deposits	59,985,316		68,287,281		55,139,858		60,031,887		59,985,316		68,287,281	
24 Deposits and balances due to local banking institutions	2,049,720		1,946,417		154,009		154,009		2,049,720		1,946,417	
25 Deposits and balances due to foreign banking institutions	-		-		-		-		-		-	
26 Other money market deposits	-		-		-		-		-		-	
27 Borrowed funds	-		-		29,960		-		-		29,960	
28 Balances due to banking institutions in the group	-		-		-		-		-		-	
29 Tax payable	-		-		-		-		3,335		2,130	
30 Dividends payable	37,854		27,722		28,629		40,127		37,854		27,722	
31 Deferred tax liability	-		-		-		24,570		-		-	
32 Retirement benefit liability	-		-		-		-		-		-	
33 Other liabilities	1,917,223		2,654,987		1,251,688		1,024,321		1,814,718		2,577,894	
34 TOTAL LIABILITIES	63,990,113		72,916,407		56,704,829		61,274,914		63,887,608		72,842,648	
C Shareholders' Funds												
35 Paid up /Assigned capital	7,075,000		7,075,000		7,075,000		7,075,000		7,075,000		7,075,000	
36 Share premium (discount)	-		-		-		-		-		-	
37 Revaluation reserves	564,021		564,021		564,018		603,557		564,021		564,018	
38 Retained earnings/Accumulated losses	2,894,552		2,954,253		2,547,101		2,340,424		2,977,894		2,568,182	
39 Statutory loan loss reserves	223,857		150,833		263,857		276,467		223,857		150,833	
40 Other Reserves	-		-		-		-		-		-	
41 Proposed dividends	-		-		-		-		-		-	
42 Capital grants	-		-		-		-		-		-	
43 TOTAL SHAREHOLDERS' FUNDS	10,757,430		10,744,107		10,449,976		10,295,448		10,767,748		10,471,057	
44 TOTAL LIABILITIES & SHAREHOLDERS' FUNDS	74,747,543		83,660,514		67,154,805		71,570,362		74,668,289		83,610,396	
II. PROFIT AND LOSS ACCOUNT for the half-year ended 30 June 2013												
1 Interest Income	2,251,105		1,447,321		5,376,734		2,774,590		2,251,105		1,447,321	
1.1 Loans and advances	1,613,226		684,275		2,832,325		1,529,203		1,613,226		684,275	
1.2 Government securities	102,949		16,105		221,060		190,306		102,949		16,105	
1.3 Deposits and placements with banking institutions	60,581		-		-		-		60,581		-	
1.4 Other Interest Income	4,022,861		1,847,701		8,430,119		4,494,099		4,022,861		1,847,701	
1.5 Total Interest Income	2,251,105		1,447,321		5,376,734		2,774,590		2,251,105		1,447,321	
2 Interest Expense	1,209,229		531,410		3,568,939		2,006,911		1,209,229		531,410	
2.1 Customer deposits	44,172		22,341		86,386		18,650		44,172		22,341	
2.2 Deposits and placements from banking institutions	-		-		-		-		-		-	
2.3 Other interest expenses	1,253,401		593,751		3,655,325		2,025,561		1,253,401		593,751	
2.4 Total Interest Expenses	1,253,401		593,751		3,655,325		2,025,561		1,253,401		593,751	
3 Net Interest Income	2,774,460		1,293,950		4,774,794		2,468,538		2,774,460		1,293,950	
4 Non-Interest Income	91,817		44,655		210,327		67,481		91,817		44,655	
4.1 Fees and commissions on loans and advances	660,407		314,125		1,132,203		517,749		660,407		314,125	
4.2 Other fees and commissions	135,159		80,043		229,273		4,651		135,159		80,043	
4.3 Foreign exchange trading income (loss)	-		-		-		-		-		-	
4.4 Dividend Income	242,948		156,610		1,263,721		801,072		242,948		156,610	
4.5 Other Income	1,130,332		595,433		2,835,524		1,390,953		1,130,332		595,433	
4.6 Total Non-Interest Income	3,904,792		1,889,383		7,610,318		3,859,491		3,904,792		1,889,383	
5 Total Operating Income	3,904,792		1,889,383		7,610,318		3,859,491		3,904,792		1,889,383	
6 Other Operating Expenses	113,074		47,579		725,626		150,000		113,074		47,579	
6.1 Loan loss provision	1,715,635		846,742		3,110,702		1,535,508		1,715,635		846,742	
6.2 Staff costs	34,953		16,888		103,791		38,319		34,953		16,888	
6.3 Directors' emoluments	101,216		59,541		134,433		82,825		101,216		59,541	
6.4 Rental charges	165,826		82,909		176,547		106,923		165,826		82,909	
6.5 Depreciation charge on property and equipment	112,777		53,097		240,551		87,125		112,777		53,097	
6.6 Amortisation charges	708,032		278,205		2,073,454		877,392		708,032		278,205	
6.7 Other operating expenses	2,951,513		1,385,012		6,462,910		2,947,716		2,951,513		1,385,012	
6.8 Total Operating Expenses	953,279		504,371		1,147,408		911,775		953,279		504,371	
7 Profit before tax and exceptional items	953,279		504,371		1,147,408		911,775		953,279		504,371	
8 Exceptional items	-		-		-		-		-		-	
9 Profit after exceptional items	953,279		504,371		1,147,408		911,775		953,279		504,371	
10 Current tax	(277,709)		(136,211)		(508,607)		(336,548)		(277,709)		(136,211)	
11 Deferred tax	-		-		-		-		-		-	
12 Profit after tax and exceptional items	675,569		368,160		729,752		575,227		675,569		368,160	
13 Other Comprehensive Income	-		-		-		-		-		-	
13.1 Gains/(Losses) from translating the financial statements of foreign operations	-		-		-		-		-		-	
13.2 Fair value changes in available for sale financial assets	-		-		-		-		-		-	
13.3 Revaluation surplus on Property, plant and equipment	-		-		-		-		-		-	
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	-		-		-		-		-		-	
15 Total comprehensive income for the year	675,569		368,160		729,752		575,227		675,569		368,160	
III. OTHER DISCLOSURES												
1 Non-performing loans and advances												
a Gross non-performing loans and advances	4,098,706		3,217,085		2,247,477		1,206,906		4,098,706		3,217,085	
b Less:Interest in suspense	42,641		51,391</									