

The Board of Directors of NIC Group PLC is pleased to announce the Audited financial results of the Group and Bank for the period ended 31st December 2017

STATEMENT OF FINANCIAL POSITION	BANK		COMPANY	GROUP	
	31st Dec, 2017 Audited Shs '000	31st Dec, 2016 Audited Shs '000	31st Dec, 2017 Audited Shs '000	31st Dec, 2017 Audited Shs '000	31st Dec, 2016 Audited Shs '000
A ASSETS					
1 Cash (both Local & Foreign)	1,601,159	1,585,835	1,200,000	1,923,174	1,919,377
2 Balances due from Central Banks	6,541,951	4,360,474	-	7,592,957	5,344,124
3 Kenyan Government securities held for dealing purposes	-	-	-	-	-
4 Financial assets at fair value through profit & loss	-	-	-	617,872	227,600
5 Investment Securities:					
a) Held to Maturity:					
a. Kenya Government securities	21,577,580	3,491,163	-	21,577,580	3,491,163
b. Other securities	-	-	-	1,753,872	2,273,216
b) Available for sale:					
a. Kenya Government securities	29,917,488	23,795,496	-	29,917,488	23,795,496
b. Other securities	-	-	-	948,767	911,020
6 Deposits and balances due from local banking institutions	-	1,163,270	-	32,784	1,456,867
7 Deposits and balances due from banking institutions abroad	11,434,450	8,055,566	-	12,392,284	8,225,341
8 Tax recoverable	201,179	-	34,822	395,513	137,003
9 Loans and advances to customers (net)	112,322,028	107,097,133	-	119,760,537	114,466,274
10 Balances due from banking institutions in the group	1,730,189	1,375,189	-	-	-
11 Investments in associates	-	-	-	-	-
12 Investments in subsidiary companies	-	5,357,701	29,118,705	-	-
13 Investments in joint ventures	-	-	-	-	-
14 Investment properties	-	-	-	-	-
15 Property and equipment	1,024,458	861,294	-	1,148,712	1,043,497
16 Prepaid lease rentals	6,750	6,875	-	522,750	522,875
17 Intangible assets	1,054,318	605,547	-	1,580,310	1,071,441
18 Deferred tax asset	3,125,493	2,545,664	-	3,418,176	2,752,871
19 Retirement benefit asset	-	-	-	-	-
20 Other assets	2,279,830	1,546,144	53,955	2,589,684	1,820,820
21 TOTAL ASSETS	192,816,873	161,847,351	30,407,482	206,172,460	169,458,985
B LIABILITIES					
22 Balances due to Central Banks	-	-	-	-	-
23 Customer deposits	130,560,881	104,160,200	-	138,916,570	111,824,685
24 Deposits and balances due to local banking institutions	11,442,430	72,764	-	11,442,430	72,764
25 Deposits and balances due to foreign banking institutions	2,584	2,554,801	-	696,065	2,703,162
26 Other money market deposits	-	-	-	-	-
27 Borrowed funds	17,025,858	18,976,920	-	17,025,858	19,965,484
28 Balances due to banking institutions in the group	139,541	50,807	-	-	-
29 Tax payable	-	446,766	-	5,045	455,649
30 Dividends payable	-	35,599	22,388	22,388	35,599
31 Deferred tax liability	-	-	-	-	-
32 Retirement benefit liability	-	-	-	-	-
33 Other liabilities	4,707,876	5,261,231	61,685	3,347,867	4,056,278
34 TOTAL LIABILITIES	163,879,170	131,559,088	84,073	171,456,223	139,113,621
SHAREHOLDERS' FUNDS					
35 Paid up /Assigned capital	15,000,000	3,199,728	3,199,728	3,199,728	3,199,728
36 Share premium	9,446,004	2,700,017	2,700,017	2,700,017	2,700,017
37 Revaluation reserves	-	175,202	-	-	175,202
38 Retained earnings	3,533,108	22,686,358	23,783,718	27,815,058	23,012,504
39 Statutory loan loss reserves	943,716	961,793	-	1,042,359	1,238,486
40 Other reserves	14,875	(74,781)	-	(1,154,389)	(1,126,374)
41 Proposed dividends	-	639,946	639,946	639,946	639,946
42 Capital grants	-	-	-	-	-
43 Non-controlling interests	28,937,703	30,288,263	30,323,409	34,242,719	29,839,509
44 TOTAL SHAREHOLDERS' FUNDS	28,937,703	30,288,263	30,323,409	34,716,237	30,345,364
45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	192,816,873	161,847,351	30,407,482	206,172,460	169,458,985

STATEMENT OF COMPREHENSIVE INCOME	BANK				COMPANY	GROUP	
	12 Months to 31st Dec, 2017 Audited Shs '000	4 Months to 31st Dec, 2017 Audited Shs '000	8 Months to 31st Dec, 2017 Audited Shs '000	12 Months to 31st Dec, 2016 Audited Shs '000	4 Months to 31st Dec, 2017 Audited Shs '000	12 Months to 31st Dec, 2017 Audited Shs '000	12 Months to 31st Dec, 2016 Audited Shs '000
1 INTEREST INCOME							
1.1 Loans and advances	12,202,914	4,017,876	8,185,038	14,212,910	-	13,145,500	15,150,632
1.2 Government securities	4,720,018	1,976,016	2,744,002	3,214,229	-	5,210,043	3,735,870
1.3 Deposits and placements with banking institutions	67,001	20,727	46,274	82,388	-	59,879	134,173
1.4 Other interest income	-	-	-	-	-	-	-
1.5 TOTAL INTEREST INCOME	16,989,933	6,014,619	10,975,314	17,509,527	-	18,415,422	19,020,675
2 INTEREST EXPENSE							
2.1 Customer deposits	5,537,054	2,066,545	3,470,509	4,986,572	-	5,955,774	5,368,231
2.2 Deposits and placement from banking institutions	289,619	93,860	93,860	195,890	-	319,111	246,731
2.3 Other interest expenses	1,312,159	444,348	867,811	1,147,440	-	1,366,735	1,237,116
2.4 TOTAL INTEREST EXPENSE	7,138,832	2,706,652	4,432,180	6,329,902	-	7,641,620	6,852,078
3 NET INTEREST INCOME	9,851,101	3,307,967	6,543,134	11,179,625	-	10,773,802	12,168,597
4 NON-INTEREST INCOME							
4.1 Fees and commissions on loans and advances	1,276,434	413,246	863,188	1,117,156	-	1,404,759	1,215,324
4.2 Other fees and commissions	803,446	274,352	529,094	710,909	-	890,335	795,027
4.3 Foreign exchange trading income	1,092,920	343,386	749,534	1,030,462	-	1,158,930	1,105,147
4.4 Dividend income	-	-	-	-	-	-	-
4.5 Other income	471,199	177,391	293,808	634,389	46,708	710,316	904,061
4.6 TOTAL NON-INTEREST INCOME	3,643,999	1,208,375	2,435,624	3,492,916	46,708	4,164,340	4,019,559
5 TOTAL OPERATING INCOME	13,495,100	4,516,342	8,978,758	14,672,541	46,708	14,938,142	16,188,156
6 OPERATING EXPENSES							
6.1 Loan loss provision	2,779,913	1,048,287	1,731,626	3,711,702	-	2,979,723	3,749,530
6.2 Staff costs	2,516,271	844,140	1,672,131	2,605,349	23,358	3,177,296	3,222,493
6.3 Directors' emoluments	143,345	32,125	111,220	159,076	21,349	196,489	174,638
6.4 Rental charges	237,750	85,480	152,270	221,239	-	372,434	370,057
6.5 Depreciation charge on property and equipment	200,796	66,341	134,455	191,673	-	274,698	277,906
6.6 Amortisation charges	188,557	47,563	140,994	191,670	-	222,540	221,937
6.7 Other operating expenses	1,752,431	659,728	1,092,703	1,666,322	750	2,114,012	2,004,646
6.8 TOTAL OPERATING EXPENSES	7,819,063	2,783,664	5,035,399	8,747,031	45,457	9,337,192	10,021,207
7 Profit before tax and exceptional items	5,676,037	1,732,678	3,943,359	5,925,510	1,251	5,600,950	6,166,949
8 Exceptional items	-	-	-	-	-	-	-
9 PROFIT AFTER EXCEPTIONAL ITEMS	5,676,037	1,732,678	3,943,359	5,925,510	1,251	5,600,950	6,166,949
10 Current tax	(2,108,423)	(380,550)	(1,727,873)	(3,161,441)	34,822	(2,121,835)	(3,226,335)
11 Deferred tax	579,829	(193,328)	773,157	1,378,078	-	665,303	1,389,782
12 PROFIT AFTER TAX AND EXCEPTIONAL ITEMS	4,147,443	1,158,800	2,988,643	4,142,147	36,073	4,144,418	4,330,396
13 Other Comprehensive Income:							
13.1 Exchange differences on translation of foreign operations	-	-	-	-	-	(148,994)	50,300
13.2 Fair value changes in available-for-sale financial assets	984,072	14,875	969,197	491,662	-	120,979	418,458
13.3 Revaluation surplus on property, plant and equipment	-	-	-	-	-	-	-
13.4 Share of comprehensive income of associates	-	-	-	-	-	-	-
13.5 Income tax relating to components of other comprehensive income	-	-	-	-	-	-	-
14 OTHER COMPREHENSIVE INCOME FOR THE PERIOD NET OF TAX	984,072	14,875	969,197	491,662	-	(28,015)	468,758
15 TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	5,131,515	1,173,675	3,957,840	4,633,809	36,073	4,116,403	4,799,154
Earnings per share - basic & diluted - Shs	6.48	-	-	6.47	0.06	6.48	6.77
Interim dividend per share - paid - Shs	-	-	-	0.25	-	-	0.25
Final dividend per share - declared - Shs	-	-	-	1.00	1.00	1.00	1.00

OTHER DISCLOSURES	BANK		COMPANY	GROUP	
	31st Dec, 2017 Audited Shs '000	31st Dec, 2016 Audited Shs '000	31st Dec, 2017 Audited Shs '000	31st Dec, 2017 Audited Shs '000	31st Dec, 2016 Audited Shs '000
1 NON-PERFORMING LOANS AND ADVANCES					
(a) Gross Non-performing loans and advances	13,264,825	12,650,315	-	14,320,960	13,587,912
(b) Less interest in suspense	1,214,317	683,839	-	1,282,160	704,080
(c) TOTAL NON-PERFORMING LOANS AND ADVANCES (a-b)	12,050,508	11,966,476	-	13,038,800	12,883,832
(d) Less loan loss provision	4,922,952	4,728,028	-	5,265,710	5,022,089
(e) NET NON-PERFORMING LOANS AND ADVANCES (c-d)	7,127,556	7,238,448	-	7,773,090	7,861,743
(f) Discounted value of securities	7,127,556	7,238,448	-	7,773,090	7,861,743
(g) NET NPLS EXPOSURE (e-f)	-	-	-	-	-
2 INSIDER LOANS AND ADVANCES					
(a) Directors, shareholders and Associates	571,342	498,100	-	678,070	600,169
(b) Employees	2,249,290	1,932,600	-	2,275,960	1,958,897
(c) TOTAL INSIDER LOANS AND ADVANCES AND OTHER FACILITIES	2,820,632	2,430,700	-	2,954,030	2,559,066
3 OFF-BALANCE SHEET ITEMS					
(a) Letters of credit, guarantees, acceptances	14,504,043	16,401,719	-	14,700,202	16,595,287
(b) Forwards, swaps and options	12,052,253	14,043,849	-	12,052,253	14,043,849
(c) Other contingent liabilities	-	-	-	546,883	1,068,674
(d) TOTAL CONTINGENT LIABILITIES	26,556,296	30,445,568	-	27,299,338	31,707,810
4 CAPITAL STRENGTH					
(a) Core capital	27,651,530	25,379,908	-	33,417,167	28,942,838
(b) Minimum statutory capital	1,000,000	1,000,000	-	1,000,000	1,000,000
(c) Excess (a-b)	26,651,530	24,379,908	-	32,417,167	27,942,838
(d) Supplementary capital	5,312,857	6,503,528	-	5,411,500	6,780,221
(e) TOTAL CAPITAL (a+d)	32,964,388	31,883,436	-	38,828,667	35,723,059
(f) TOTAL RISK WEIGHTED ASSETS	165,647,097	147,619,229	-	174,375,225	155,044,871
(g) Core capital / Total deposits liabilities	21.18%	24.36%	-	24.06%	25.88%
(h) Minimum statutory ratio	8.00%	8.00%	-	8.00%	8.00%
(i) Excess (g-h)	13.18%	16.36%	-	16.06%	17.88%
(j) Core capital / Total risk weighted assets	16.67%	17.22%	-	19.16%	18.67%
(k) Minimum statutory ratio	10.50%	10.50%	-	10.50%	10.50%
(l) Excess (j-k)	6.19%	6.72%	-	8.66	