

The Board of Directors of Barclays Bank of Kenya Limited is pleased to announce the audited group results for the period ended 31 December 2011

**BARCLAYS BANK OF KENYA LIMITED
FINANCIAL STATEMENTS**

**STATEMENT OF FINANCIAL POSITION - BANK
AS AT 31 DECEMBER 2011**

	December 2010 Shs '000 Audited	December 2011 Shs '000 Audited
A ASSETS		
1 Cash balances (both local and foreign)	5,642,799	5,032,012
2 Balances due from Central Bank of Kenya	7,488,558	7,179,693
3 Government securities	55,995,929	37,598,365
4 Foreign Currency Treasury Bills and bonds	-	-
5 Deposits and balances due from banking Institutions (Local)	-	-
6 Deposits and balances due from banking Institutions (Foreign)	100,338	265,183
7 Government and other securities held for dealing	-	-
8 Tax recoverable	-	-
9 Loans and advances to customers	87,146,982	99,072,495
10 Investment Securities	-	-
11 Balances due from group companies	3,284,553	4,530,932
12 Investment in Associates	-	-
13 Investment in Subsidiary Companies	275,678	275,678
14 Investment in joint Ventures	-	-
15 Investment properties	-	-
16 Property and equipment	3,243,637	3,055,610
17 Prepaid Operating Rental Leases	60,999	60,000
18 Intangible assets	3,449,293	3,364,431
19 Deferred Tax	-	423,628
20 Retirement Benefit Asset	1,538,740	1,479,384
21 Other assets	4,463,409	4,967,529
22 Total assets	172,690,915	167,304,940
B LIABILITIES		
23 Balances due to Central Bank	3,105,000	-
24 Customers' deposits	123,826,442	124,207,289
25 Deposits and balances due to Banking institutions (Local)	-	-
26 Deposits and balances due to Banking institutions (Foreign)	92,352	122,642
27 Other money market deposits	-	-
28 Borrowed Funds	-	-
29 Amounts due to group companies	1,843,347	1,890,153
30 Tax payable	195,876	211,283
31 Dividends payable	-	-
32 Deferred tax liability	508,486	-
33 Retirement Benefit Liability	-	-
34 Other liabilities	11,654,478	11,650,666
35 Total liabilities	141,225,981	138,082,033
C Shareholders' Funds		
36 Paid up / Assigned capital	2,715,767	2,715,768
37 Share premium / (discount)	-	-
38 Revaluation reserves	514,709	(2,331,308)
39 Retained earnings / (Accumulated losses)	19,326,331	19,236,320
40 Statutory loan loss reserve	2,526,072	2,541,130
41 Proposed dividend	6,382,055	7,060,997
42 Capital Grants	-	-
43 Total shareholders' funds	31,464,934	29,222,907
44 Total liabilities and total shareholders funds	172,690,915	167,304,940

**STATEMENT OF COMPREHENSIVE INCOME - THE BANK
FOR THE PERIOD ENDING 31 DECEMBER 2011**

	December 2010 Shs '000 Audited	December 2011 Shs '000 Audited
1.0 INTEREST INCOME		
1.1 Loans and advances to customers	13,552,480	13,694,277
1.2 Government securities	3,098,719	2,999,824
1.3 Deposits and placements with banking institutions	42,172	82,029
1.4 Other interest income	437,183	856,142
1.5 Total interest income	17,130,554	17,632,272
2.0 INTEREST EXPENSES		
2.1 Customer deposits	1,071,289	735,618
2.2 Deposits and placements with banking institutions	129,356	297,725
2.3 Other interest expenses	256,495	262,806
2.4 Total interest expenses	1,457,140	1,296,149
3.0 NET INTEREST INCOME	15,673,414	16,336,123
4.0 NON - OPERATING INCOME		
4.1 Fees and commissions income on loans & Advances	1,916,630	1,981,638
4.2 Other fees and commissions	5,458,001	4,921,133
4.3 Foreign exchange trading income	2,345,869	2,675,395
4.4 Dividend income	-	-
4.5 Other income	629,767	423,800
4.6 Total non-interest income	10,350,267	10,001,966
5.0 Total income	26,023,681	26,338,089
6.0 OPERATING EXPENSES		
6.1 Loan loss provision	1,199,741	728,680
6.2 Staff costs	8,398,113	7,346,856
6.3 Directors emoluments	12,401	14,585
6.4 Rental charge	867,585	924,228
6.5 Depreciation on property and equipment	1,176,127	1,246,566
6.6 Amortisation charges	-	-
6.7 Other operating expenses	3,594,360	4,064,619
7.0 Total operating expenses	15,248,327	14,325,534
Profit before tax and exceptional items	10,775,354	12,012,555
8 Exceptional items	2,777,348	-
9 Profit before tax	13,552,702	12,012,555
10 Current tax	(3,231,723)	(3,652,616)
11 Deferred tax	278,003	(287,302)
12 Profit after tax	10,598,982	8,072,637
Earnings per Share (Shs)	1.95	1.49
Dividends per share (Shs)	1.36	1.50

	December 2010 Shs '000	December 2011 Shs '000
iii OTHER DISCLOSURES		
1) Non-performing loans and advances		
a) Gross non-performing loans and advances	6,539,338	5,482,310
b) Less: Interest in suspense	-	-
c) Total non performing loans and advances	6,539,338	5,482,310
d) less: loan loss provisions	5,420,389	4,930,012
e) Net non performing loans(c-d)	1,118,949	552,298
f) Discounted value of securities	820,088	351,162
g) Net NPLs (Excess) / Exposure (e-f)	298,861	201,136
2) Insider loans and advances		
a) Directors ,shareholders and associates	89,942	92,467
b) Employees	7,460,636	7,578,568
c) Total insider loans and advances	7,550,578	7,671,035
3) Off Balance sheet items		
a) Letters of credit ,guarantees, acceptances	20,780,136	25,490,277
c) Other contingent liabilities	1,679,150	4,174,300
Total Contingent liabilities	22,459,286	29,664,577
4) Capital Strength		
a) Core capital	28,424,153	29,013,085
b) Minimum statutory capital	500,000	700,000
c) Excess / (Defecency)	27,924,153	28,313,085
d) Supplementary capital	4,887,110	4,465,371
e) Total capital	33,311,264	33,478,456
f) Total risk weighted assets	106,928,425	120,365,642
g) Core capital / total deposit liabilities	23.0%	23.4%
h) Minimum statutory ratio	8.0%	8.0%
i) Excess / (Defecency)	15.0%	15.4%
j) Core capital / total risk weighted assets	26.6%	24.1%
k) Minimum statutory ratio	8.0%	8.0%
l) Excess / (Defecency)	18.6%	16.1%
m) Total capital / total risk weighted assets	31.2%	27.8%
n) Minimum statutory ratio	12.0%	12.0%
o) Excess / (Defecency)	19.2%	15.8%
5) Liquidity		
a) Liquidity ratio	54.1%	42.5%
b) Minimum statutory ratio	20.0%	20.0%
c) Excess / (Defecency)	34.1%	22.5%

Message from the Directors:

Dividend

An interim dividend of Shs 0.20 per share was paid on 7th October 2011. Subject to approval of the shareholders, the Directors have resolved to recommend to members at the forthcoming Annual General Meeting a final dividend for the year of Ksh 0.70 per share and a special dividend of Kes 0.60 to be paid on or about 6th June 2012 to share holders registered at the close of business on Friday 23rd March 2012.

Annual General Meeting

Notice is hereby given that the thirty-third Annual General Meeting of shareholders of Barclays Bank of Kenya Limited will be held at the Tsavo Ball room, Kenyatta International Conference Centre on Wednesday 6th June 2012.

Message from the Directors

The above consolidated income statement and consolidated statement of financial position are extracts from the Bank's financial statements approved by the Board of Directors on 16th February 2012. The financial statements have been audited by PricewaterhouseCoopers and have received an unqualified opinion. A full set of these financial statements will be available at our registered office at Barclays Plaza and online at www.barclays.co.ke for inspection after approval by members at the Annual General Meeting.

By order of the Board

Judy Nyaga
Company Secretary

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14 Investment in joint Ventures	-	-
15 Investment properties	-	-
16 Property and equipment	3,243,637	3,055,610
17 Prepaid Operating Rental Leases	60,999	60,000
18 Intangible assets (Goodwill)	3,449,293	3,364,431
19 Deferred Tax	-	423,628
20 Retirement Benefit Asset	1,538,740	1,479,384
21 Other assets	4,463,409	4,967,529
22 Total assets	172,415,237	167,029,262
B L I A B I L I T I E S		
23 Balances due to Central Bank	3,105,000	-
24 Customers' deposits	123,826,442	124,207,289
25 Deposits and balances due to Banking institutions (Local)	-	-
26 Deposits and balances due to Banking institutions (Foreign)	92,352	122,642
27 Other money market deposits	-	-
28 Borrowed Funds	-	0
29 Amounts due to group companies	1,570,662	1,617,469
30 Tax payable	192,883	208,289
31 Dividends payable	-	-
32 Deferred tax liability	508,486	-
33 Retirement Benefit Liability	-	-
34 Other liabilities	11,654,478	11,650,666
35 Total liabilities	140,950,303	137,806,355
C Shareholders' Funds		
36 Paid up / Assigned capital	2,715,767	2,715,768
37 Share premium / (Discount)	-	-
38 Revaluation reserves	514,709	(2,331,308)
39 Retained earnings / accumulated losses	19,326,331	19,236,320
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