

**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 2014.**

STATEMENT OF FINANCIAL POSITION	GROUP		BANK	
	Dec. 2014	Dec. 2013	Dec. 2014	Dec. 2013
	Shs 000 Audited	Shs 000 Audited	Shs 000 Audited	Shs 000 Audited
<b>ASSETS</b>				
Cash (both local and foreign)	4,209,824	3,660,226	2,506,750	2,291,210
Balances due from Central Banks	11,699,981	9,048,533	5,251,082	5,381,057
Kenya Government and other securities held for dealing purposes	-	-	-	-
Investment Securities:				
(a) Held to Maturity:				
a. Kenya Government securities	22,725,437	17,832,375	22,725,437	17,832,375
b. Other securities	12,375,347	7,613,449	-	-
(b) At Fair Value:				
a. Kenya Government securities	-	-	-	-
b. Other securities	-	-	-	-
Deposits and balances due from local banking institutions	4,725,484	3,119,495	4,725,484	3,119,495
Deposits and balances due from banking institutions abroad	8,975,966	5,666,537	2,688,000	1,000,618
Income tax recoverable	33,246	176,519	-	137,257
Loans and advances to customers (net)	137,654,551	110,945,439	94,059,260	75,292,211
Balances due from group companies	-	-	302,906	384,072
Investments in associate	14,939	9,983	1	1
Investment in subsidiary companies	-	-	2,295,253	2,295,253
Investments in joint ventures	-	-	-	-
Investment properties	-	-	-	-
Property and equipment	5,272,266	4,879,246	3,841,858	3,683,783
Prepaid lease rentals	-	-	-	-
Intangible assets	586,043	560,351	339,303	377,522
Goodwill	173,372	173,372	-	-
Deferred tax asset	1,244,078	1,130,919	1,054,439	983,626
Retirement benefit asset	-	-	-	-
Other assets	1,848,878	1,703,907	1,386,021	1,357,949
<b>Total Assets</b>	<b>211,539,412</b>	<b>166,520,351</b>	<b>141,175,794</b>	<b>114,136,429</b>
<b>LIABILITIES</b>				
Balances due to Central Bank of Kenya	-	-	-	-
Customer deposits	160,955,609	128,788,398	101,593,506	84,671,817
Deposits and balances due to local banking institutions	1,662,351	1,847,806	1,662,351	1,847,806
Deposits and balances due to banking institutions abroad	730,220	2,870,506	513,868	1,886,906
Other money market deposits	-	-	-	-
Borrowed funds	12,287,227	5,760,214	9,310,392	4,861,910
Balances due to group companies	-	-	-	-
Tax payable	130,404	12,143	91,051	-
Dividends payable	-	-	-	-
Deferred income tax liability	-	-	-	-
Retirement benefit liability	-	-	-	-
Other liabilities	3,510,043	3,496,980	2,220,212	2,299,713
<b>Total Liabilities</b>	<b>179,275,854</b>	<b>142,776,047</b>	<b>115,391,380</b>	<b>95,568,152</b>
<b>SHAREHOLDERS' EQUITY</b>				
Paid up capital	968,440	880,400	968,440	880,400
Share premium	7,294,767	3,856,898	7,294,767	3,856,898
Revaluation reserve	132,924	273,758	367,703	373,194
Retained earnings	19,986,040	15,477,589	16,572,440	12,995,575
Statutory loan loss reserve	-	-	-	-
Proposed dividends	581,064	462,210	581,064	462,210
Capital grants	-	-	-	-
<b>Total Shareholders' Equity</b>	<b>28,963,235</b>	<b>20,950,855</b>	<b>25,784,414</b>	<b>18,568,277</b>
Non controlling interests	3,300,323	2,793,449	-	-
<b>Total Equity</b>	<b>32,263,558</b>	<b>23,744,304</b>	<b>25,784,414</b>	<b>18,568,277</b>
<b>Total Liabilities and Shareholders' Equity</b>	<b>211,539,412</b>	<b>166,520,351</b>	<b>141,175,794</b>	<b>114,136,429</b>

OTHER DISCLOSURES				
<b>(1) NON -PERFORMING LOANS AND ADVANCES</b>				
(a) Gross non-performing loans and advances	1,803,042	1,325,491	1,199,140	1,057,001
(b) Interest in suspense	199,860	114,664	130,728	84,978
<b>(c) Total Non-Performing Loans and Advances (a-b)</b>	<b>1,603,182</b>	<b>1,210,827</b>	<b>1,068,412</b>	<b>972,023</b>
(d) Loan loss provisions	1,450,582	1,192,393	1,068,412	972,023
(e) Net Non-Performing Loans (c-d)	152,600	18,434	-	-
(f) Discounted Value of Securities	152,600	18,434	-	-
<b>(g) Net NPLs Exposure (e-f)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>(2) INSIDER LOANS AND ADVANCES</b>				
(a) Directors, shareholders and associates	3,336,839	2,758,085	2,894,935	2,322,835
(b) Employees	559,133	474,235	485,234	358,234
<b>(c) Total Insider Loans and Advances</b>	<b>3,895,972</b>	<b>3,232,320</b>	<b>3,380,169</b>	<b>2,681,069</b>
<b>(3) OFF-BALANCE SHEET ITEMS</b>				
(a) Letters of credit, guarantees, acceptances	23,932,081	13,022,084	19,335,716	11,435,476
(b) Forwards, swaps, and options	26,990,220	15,358,955	24,112,184	10,675,511
(c) Other contingent liabilities	-	-	-	-
<b>Total Contingent Liabilities</b>	<b>50,922,301</b>	<b>26,834,942</b>	<b>43,447,900</b>	<b>22,110,987</b>
<b>(4) CAPITAL STRENGTH</b>				
(a) Core capital			22,245,196	15,044,803
(b) Minimum statutory capital			1,000,000	1,000,000
(c) Excess/(deficiency)			<b>21,245,196</b>	<b>14,044,803</b>
(d) Supplementary capital			2,819,362	2,975,917
(e) Total capital (a+d)			25,064,558	18,020,720
(f) Total risk weighted assets			<b>132,274,406</b>	<b>87,816,865</b>
(g) Core capital/total deposit liabilities			21.8%	18.3%
(h) Minimum statutory ratio			8.0%	8.0%
(i) Excess/(deficiency) (g-h)			13.8%	10.3%
(j) Core capital/total risk weighted assets			16.8%	17.1%
(k) Minimum statutory ratio			10.5%	8.0%
(l) Excess/(deficiency) (j-k)			6.3%	9.1%
(m) Total capital/total risk weighted assets			18.9%	20.5%
(n) Minimum statutory ratio			14.5%	12.0%
(o) Excess/(deficiency) (m-n)			4.4%	8.5%
<b>(5) LIQUIDITY</b>				
(a) Liquidity ratio			35.6%	32.6%
(b) Minimum statutory ratio			20.0%	20.0%
(c) Excess/(deficiency) (a-b)			15.6%	12.6%

STATEMENT OF COMPREHENSIVE INCOME	GROUP		BANK	
	Dec. 2014	Dec. 2013	Dec. 2014	Dec. 2013
	Shs 000 Audited	Shs 000 Audited	Shs 000 Audited	Shs 000 Audited
<b>INTEREST INCOME</b>				
Loans and advances	17,290,845	14,154,675	11,958,463	9,962,725
Government securities	3,213,953	2,374,025	2,199,023	2,053,099
Deposits and placements with banking institutions	303,218	650,361	107,887	95,780
Other interest income	-	-	10,415	12,831
<b>Total interest income</b>	<b>20,808,016</b>	<b>17,179,061</b>	<b>14,275,788</b>	<b>12,124,435</b>
<b>INTEREST EXPENSES</b>				
Customer deposits	7,542,290	5,771,402	5,089,101	3,966,134
Deposits and placements from banking institutions	226,808	258,368	166,874	165,569
Other interest expenses	251,317	146,653	177,275	144,416
<b>Total interest expenses</b>	<b>8,020,415</b>	<b>6,176,423</b>	<b>5,433,250</b>	<b>4,276,119</b>
<b>NET INTEREST INCOME</b>	<b>12,787,601</b>	<b>11,002,638</b>	<b>8,842,538</b>	<b>7,848,316</b>
<b>OTHER OPERATING INCOME</b>				
Fees and commissions on loans and advances	852,973	756,818	510,757	466,439
Other fees and commissions income	1,465,116	1,276,250	703,414	644,947
Foreign exchange trading income	1,361,732	1,223,278	806,657	796,330
Dividend income	-	3,755	36,816	32,265
Other income	116,909	117,653	44,522	53,383
<b>Total Non-Interest Income</b>	<b>3,796,730</b>	<b>3,377,754</b>	<b>2,102,162</b>	<b>1,993,364</b>
<b>TOTAL OPERATING INCOME</b>	<b>16,584,331</b>	<b>14,380,392</b>	<b>10,944,704</b>	<b>9,841,680</b>
<b>OPERATING EXPENSES</b>				
Loan loss provision	871,089	926,574	490,380	601,987
Staff costs	2,863,885	2,820,117	1,655,516	1,576,750
Directors' emoluments	87,299	82,115	49,140	39,368
Rentals charges	452,507	453,121	227,393	255,361
Depreciation charge on property and equipment	705,726	476,783	429,842	256,182
Amortisation charges	205,264	137,888	147,611	111,915
Other operating expenses	2,881,836	2,252,755	1,637,750	1,433,721
<b>Total operating expenses</b>	<b>8,067,606</b>	<b>7,149,353</b>	<b>4,637,632</b>	<b>4,275,284</b>
<b>PROFIT BEFORE TAX AND EXCEPTIONAL ITEMS</b>	<b>8,516,725</b>	<b>7,231,039</b>	<b>6,307,072</b>	<b>5,566,396</b>
Exceptional items	-	-	-	-
<b>Profit after exceptional items</b>	<b>8,516,725</b>	<b>7,231,039</b>	<b>6,307,072</b>	<b>5,566,396</b>
Share of associate profit after tax	4,561	3,964	-	-
<b>PROFIT BEFORE TAX</b>	<b>8,521,286</b>	<b>7,235,003</b>	<b>6,307,072</b>	<b>5,566,396</b>
Current tax	(2,929,851)	(2,462,210)	(2,225,447)	(1,949,583)
Deferred tax credit	116,995	457,961	70,813	441,084
<b>PROFIT AFTER TAX AND EXCEPTIONAL ITEMS</b>	<b>5,708,430</b>	<b>5,230,754</b>	<b>4,152,438</b>	<b>4,057,897</b>
<b>Other comprehensive income</b>				
(Loss)/gain from translating the financial statements of foreign operations	(227,790)	266,021	-	-
Fair value changes in equity investment	-	43,988	-	43,988
Revaluation surplus on property and equipment	-	-	-	-
Share of other comprehensive income of associates	-	-	-	-
Income tax relating to components of other comprehensive income	-	-	-	-
<b>Other comprehensive income for the year net of tax</b>	<b>(227,790)</b>	<b>310,009</b>	<b>-</b>	<b>43,988</b>
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>	<b>5,480,640</b>	<b>5,540,763</b>	<b>4,152,438</b>	<b>4,101,885</b>
Earnings per Share (Shs per share) - basic and diluted	21.92	20.97	17.90	17.89
Dividend per Share (Shs per share)	2.40	2.10	2.40	2.10

**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 Laico Regency Hotel, Crystal Ballroom, Nairobi, on 14<sup>th</sup> May 2015, payment of a first and final dividend of 60% (i.e. at the rate of Shs 2.40 per share) for 2014 on the issued and paid-up share capital of Shs 968 million subject to withholding tax, where applicable.

For purposes of payment of the dividend, the Share Register of the Bank will be closed from 14<sup>th</sup> May 2015 to 15<sup>th</sup> May 2015 both dates inclusive and payment of dividend due to Shareholders on the Register as at the close of business on 15<sup>th</sup> May 2015, will be made on or about 12<sup>th</sup> June 2015.

**By order of the Board**  
**Stephen Kodumbe**  
**Company Secretary**  
**11 March 2015**

**MESSAGE FROM DIRECTORS**

These financial statements are extracts from the books of the institution as audited by PricewaterhouseCoopers and received unqualified opinion.

The complete set of audited financial statements, statutory and qualitative disclosures can be accessed on the Institution's website [www.dtbafrika.com](http://www.dtbafrika.com). They may also be accessed at the institution's head office located at DTB Centre, Mombasa Road, Nairobi, Kenya.

The financial statements were approved by the Board of Directors on 11<sup>th</sup> March 2014, and were signed on its behalf by:

<b>Abdul Samji</b>	<b>Chairman</b>
<b>Nasim Devji</b>	<b>Managing Director</b>
<b>Ismail Mawji</b>	<b>Director</b>
<b>Stephen Kodumbe</b>	<b>Company Secretary</b>