

16th August, 2018

The Chief Executive Officer
Rwanda Stock Exchange (RSE) Ltd
1st Floor, Kigali City Tower (KCT)
KN 81 St, Kiyovu, Nyarugenge,
P. O. Box 3882,
KIGALI - RWANDA



Attention: Mr. Celestin Rwabukumba

Dear Sir,

**RE: UNAUDITED FINANCIAL STATEMENT OF EQUITY GROUP HOLDINGS
PLC AND SUBSIDIARIES FOR THE PERIOD ENDED 30TH JUNE 2018**

Please find attached the unaudited financial statements and other disclosures for the period ended 30th June, 2018 for your information and records.

The same have received approval of the Central Bank of Kenya and the Board of Directors.

Kindly revert to the undersigned in case of any clarification/further information.

Yours faithfully,
EQUITY GROUP HOLDINGS PLC



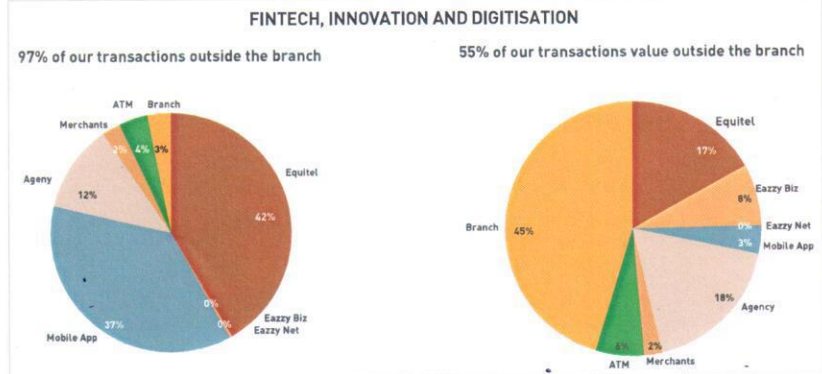
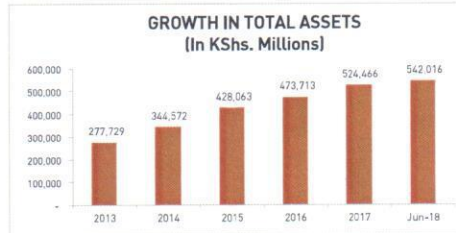
Dr. James Mwangi, (CBS)
MANAGING DIRECTOR & CEO

Encl. (1)

EQUITY GROUP HOLDINGS PLC
UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR PERIOD ENDED 30TH JUNE, 2018



OTHER DISCLOSURES	EQUITY BANK (KENYA) LIMITED				EQUITY GROUP HOLDINGS PLC							
	BANK				COMPANY				GROUP			
	30th June 2017 (Un-Audited)	31st Dec 2017 (Audited)	31st Mar 2018 (Un-Audited)	30th June 2018 (Un-Audited)	30th June 2017 (Un-Audited)	31st Dec 2017 (Audited)	31st Mar 2018 (Un-Audited)	30th June 2018 (Un-Audited)	30th June 2017 (Un-Audited)	31st Dec 2017 (Audited)	31st Mar 2018 (Un-Audited)	30th June 2018 (Un-Audited)
1) NON-PERFORMING LOANS AND ADVANCES												
a) Gross non performing loans and advances	16,224,017	14,757,622	14,548,854	20,221,983	-	-	-	-	20,363,500	17,984,680	18,109,172	24,450,171
b) Less Interest in suspense	2,648,797	2,218,181	2,297,416	2,720,186	-	-	-	-	2,867,909	2,542,267	2,596,101	3,063,863
c) Total non-performing loans and advances (a-b)	13,575,220	12,539,442	12,251,438	17,501,797	-	-	-	-	17,495,591	15,442,413	15,513,071	21,386,307
d) Less Loan loss provision	9,253,516	4,974,773	4,759,621	8,076,435	-	-	-	-	7,801,437	8,509,501	6,199,652	9,408,562
e) Net non-performing loans(a-d)	4,321,704	7,564,669	7,491,817	9,425,362	-	-	-	-	9,694,154	6,932,912	9,313,419	11,977,745
f) Discounted value of securities	6,274,525	7,564,668	7,455,817	9,137,691	-	-	-	-	9,023,366	8,932,517	9,314,390	11,549,812
g) Net NPLs exposure (e-f)	646,779	-	-	287,671	-	-	-	-	670,808	-	-	227,933
2) INSIDER LOANS AND ADVANCES												
a) Directors, shareholders and associates	2,757,439	3,199,639	3,512,492	3,005,876	-	-	-	-	2,757,439	3,243,982	3,572,021	3,142,380
b) Employees	4,630,970	4,568,199	4,418,257	4,789,412	-	-	-	-	5,727,086	5,662,202	5,726,414	5,991,924
c) Total insider loans and advances and other facilities	7,388,409	7,767,838	8,130,749	7,795,288	-	-	-	-	8,484,525	8,906,184	9,298,435	9,134,303
3) OFF BALANCE SHEET ITEMS												
a) Letter of credit, guarantees, acceptances	31,402,413	37,189,926	41,844,595	53,892,320	-	-	-	-	36,870,118	41,300,140	45,391,516	58,925,478
b) Forwards, swaps and options	24,648,738	16,308,703	19,223,894	21,222,819	-	-	-	-	24,648,738	17,136,211	20,739,197	22,106,352
c) Other contingent liabilities	-	-	-	-	-	-	-	-	-	-	-	-
d) Total contingent liabilities	56,051,151	53,498,629	61,068,489	75,115,139	-	-	-	-	61,518,856	58,436,351	66,130,714	81,031,830
4) CAPITAL STRENGTH												
a) Core Capital	56,238,419	59,197,568	55,226,820	54,858,749	-	-	-	-	83,180,300	87,572,831	84,848,929	82,096,531
b) Minimum statutory capital	1,000,000	1,000,000	1,000,000	1,000,000	-	-	-	-	4,173,124	4,173,124	4,173,124	4,173,124
c) Excess / (deficiency) (a-b)	54,238,419	58,197,568	54,226,820	53,858,749	-	-	-	-	79,007,176	83,399,708	80,675,806	77,923,408
d) Supplementary capital	3,037,709	2,704,874	314,487	4,040,229	-	-	-	-	3,439,686	3,085,035	316,487	284,229
e) Total capital (a+d)	59,276,128	61,902,442	55,541,307	58,898,978	-	-	-	-	86,619,986	90,657,866	85,165,417	82,380,760
f) Total risk weighted assets	361,653,743	374,207,300	383,326,865	374,495,224	-	-	-	-	424,282,800	444,102,519	454,511,423	447,791,499
Ratios												
g) Core capital/ total deposit liabilities	19.1%	19.8%	18.3%	18.1%	-	-	-	-	22.9%	23.5%	22.2%	20.9%
h) Minimum statutory ratio	10.5%	10.5%	10.5%	10.5%	-	-	-	-	10.5%	10.5%	10.5%	10.5%
i) Excess / (deficiency) (g-h)	8.6%	9.3%	7.8%	7.6%	-	-	-	-	12.4%	13.0%	11.7%	10.4%
j) Core capital/ total risk weighted assets	15.3%	15.8%	14.4%	14.4%	-	-	-	-	19.6%	19.7%	18.7%	18.2%
k) Minimum statutory ratio	10.5%	10.5%	10.5%	10.5%	-	-	-	-	10.5%	10.5%	10.5%	10.5%
l) Excess / (deficiency) (j-k)	4.8%	5.3%	3.9%	3.9%	-	-	-	-	9.1%	9.2%	8.2%	7.8%
m) Total capital/ total risk weighted assets	16.1%	16.5%	14.5%	14.7%	-	-	-	-	20.4%	20.4%	18.7%	18.4%
n) Minimum statutory ratio	14.5%	14.5%	14.5%	14.5%	-	-	-	-	14.5%	14.5%	14.5%	14.5%
o) Excess / (deficiency) (m-n)	1.6%	2.0%	0.0%	0.2%	-	-	-	-	5.9%	5.9%	4.2%	3.9%
(p) Adjusted core capital / total deposit liabilities*	-	-	20.4%	19.1%	-	-	-	-	-	-	34.0%	21.8%
(q) Adjusted core capital / total risk weighted assets*	-	-	16.1%	15.5%	-	-	-	-	-	-	28.2%	19.1%
(r) Adjusted total capital / total risk weighted assets*	-	-	16.2%	15.8%	-	-	-	-	-	-	20.3%	19.2%
5) LIQUIDITY												
a) Liquidity ratio	54.4%	54.9%	56.0%	59.4%	-	-	-	-	51.1%	54.2%	55.2%	57.1%
b) Minimum statutory ratio	20.0%	20.0%	20.0%	20.0%	-	-	-	-	20.0%	20.0%	20.0%	20.0%
c) Excess / (deficiency) (a-b)	34.4%	34.9%	36.0%	39.4%	-	-	-	-	31.1%	34.2%	35.2%	37.1%



*The adjusted capital ratios include the expected credit loss provisions added back to capital in line with the CBK guidance note issued in April 2018 on implementation of IFRS 9.

These financial statements are extracts from the books of the institution. The complete set of financial statements, statutory and qualitative disclosures can be accessed on the Institution's website www.equitybankgroup.com. They may also be accessed at the institutions head office located at Equity Centre 9th floor.

Signed
 Dr. James Mwangi
 CHIEF EXECUTIVE OFFICER AND MANAGING DIRECTOR

Signed
 Mary Wangari Wamau
 GROUP EXECUTIVE DIRECTOR