

**DIAMOND BANK PLC**

**STATEMENT TO THE NIGERIAN STOCK EXCHANGE AND THE SHAREHOLDERS ON THE EXTRACT OF UNAUDITED IFRS RESULT:  
FOR THE QUARTER ENDED JUNE 30, 2014**

| Statement of Comprehensive Income for the Quarter ended<br>30, June 2014 | GROUP<br>Q2<br>30 Jun. 2014 | GROUP<br>Q2<br>30 Jun. 2013 | BANK<br>Q2<br>30 Jun. 2014 | BANK<br>Q2<br>30 Jun. 2013 |
|--|-----------------------------|-----------------------------|----------------------------|----------------------------|
|  | N'000                       | N'000                       | N'000                      | N'000                      |
| Interest and similar income  | 1 78,728,017                | 70,051,571                  | 72,131,681                 | 65,855,484                 |
| Interest and similar Expense   | (23,334,603)                | (18,609,639)                | (20,619,608)               | (16,871,360)               |
| <b>Net interest income</b>   | <b>55,393,414</b>           | <b>51,441,932</b>           | <b>51,512,073</b>          | <b>48,984,124</b>          |
| Impairment charge for credit losses                                      | (9,059,791)                 | (9,797,656)                 | (7,809,133)                | (9,696,083)                |
| <b>Net interest income after impairment charge for credit losses</b>     | <b>46,333,623</b>           | <b>41,644,276</b>           | <b>43,702,940</b>          | <b>39,288,041</b>          |
| Fee and Commission income  | 15,578,804                  | 13,750,189                  | 13,862,220                 | 12,566,836                 |
| Fee and Commission Expense   | (1,534,839)                 | (940,706)                   | (1,507,569)                | (938,681)                  |
| <b>Net Fee and Commission Income</b>                                     | <b>14,043,965</b>           | <b>12,809,483</b>           | <b>12,354,651</b>          | <b>11,628,155</b>          |
| Net trading income   | 2,986,538                   | 1,751,064                   | 2,672,241                  | 1,655,516                  |
| Other income   | 1,048,211                   | 968,560                     | 624,345                    | 825,973                    |
| <b>Net operating income</b>  | <b>64,412,337</b>           | <b>57,173,383</b>           | <b>59,354,177</b>          | <b>53,397,685</b>          |
| Personnel expenses   | (16,526,483)                | (14,183,364)                | (14,802,884)               | (13,063,381)               |
| Depreciation and amortization  | (3,091,669)                 | (2,957,748)                 | (2,750,629)                | (2,420,526)                |
| Other operating expenses   | (28,721,779)                | (22,471,170)                | (26,654,543)               | (21,028,458)               |
| <b>Total expenses</b>  | <b>(48,339,931)</b>         | <b>(39,612,282)</b>         | <b>(44,208,056)</b>        | <b>(36,512,365)</b>        |
| <b>Profit before income tax</b>  | <b>16,072,406</b>           | <b>17,561,101</b>           | <b>15,146,121</b>          | <b>16,885,320</b>          |
| Income tax expense   | (2,286,639)                 | (4,917,108)                 | (2,271,918)                | (4,727,890)                |
| <b>Profit for the year</b>   | <b>13,785,767</b>           | <b>12,643,993</b>           | <b>12,874,203</b>          | <b>12,157,430</b>          |
| <b>Other comprehensive income net of income tax:</b>                     |                             |                             |                            |                            |
| Foreign currency translation differences for foreign operations          | 191,742                     | (543,877)                   | -                          | -                          |
| Fair value (loss) / gain on available-for-sale investments               | 148,058                     | (197,531)                   | 83,900                     | (179,019)                  |
| <b>Other comprehensive (loss)/gain for the year</b>                      | <b>339,800</b>              | <b>(741,408)</b>            | <b>83,900</b>              | <b>(179,019)</b>           |
| <b>Total comprehensive income for the year</b>                           | <b>14,125,567</b>           | <b>11,902,585</b>           | <b>12,958,103</b>          | <b>11,978,411</b>          |
| <b>Profit attributable to:</b>   |                             |                             |                            |                            |
| Owners of the Bank   | 13,766,833                  | 12,629,750                  | 12,874,203                 | 12,157,430                 |
| Non controlling interest   | 18,934                      | 14,243                      | -                          | -                          |
| <b>Profit for the year</b>   | <b>13,785,767</b>           | <b>12,643,993</b>           | <b>12,874,203</b>          | <b>12,157,430</b>          |
| <b>Total comprehensive income attributable to:</b>                       |                             |                             |                            |                            |
| Owners of the Bank   | 14,108,802                  | 11,900,016                  | 12,958,103                 | 11,978,411                 |
| Non controlling interest   | 16,765                      | 2,569                       | -                          | -                          |
| <b>Total comprehensive income for the year</b>                           | <b>14,125,567</b>           | <b>11,902,585</b>           | <b>12,958,103</b>          | <b>11,978,411</b>          |
| <b>Earnings per share-continuing operations</b>                          |                             |                             |                            |                            |
| Basic earnings per share (in kobo)                                       | 95                          | 87                          | 89                         | 84                         |
| Diluted earnings per share (in kobo)                                     | 95                          | 87                          | 89                         | 84                         |

## DIAMOND BANK PLC

Statement of Financial Position as at June 30, 2014

|   | GROUP                 | GROUP                 | BANK                  | BANK                  |
|---|-----------------------|-----------------------|-----------------------|-----------------------|
|   | 30 Jun. 2014<br>N'000 | 31 Dec. 2014<br>N'000 | 30 Jun. 2014<br>N'000 | 31 Dec. 2014<br>N'000 |
| <b>Assets</b>                                   |                       |                       |                       |                       |
| Cash and balances with central banks            | 4                     | 248,653,412           | 228,322,128           | 234,224,960           |
| Financial assets held for trading               | 5                     | 7,513,373             | 3,428,848             | 7,513,373             |
| Derivative assets                               |                       | 101,496               | 70,254                | -                     |
| Assets pledged as collateral                    | 6                     | 115,730,327           | 96,461,777            | 55,386,679            |
| Loans to banks                                  | 7                     | 292,301,672           | 129,362,340           | 234,972,849           |
| Loans and advances to customers                 | 8                     | 755,957,786           | 689,168,335           | 653,626,448           |
| Investments Securities:                         |                       |                       |                       |                       |
| - Available-for-sale investments                | 9                     | 9,475,763             | 11,091,462            | 6,275,309             |
| - Held to maturity investments                  | 9                     | 204,520,879           | 272,157,812           | 203,798,936           |
| Investment in subsidiaries                      | 10                    | -                     | -                     | 15,841,882            |
| Investment in associates                        |                       | 2,918,000             | 2,918,000             | 2,918,000             |
| Goodwill on Consolidation                       |                       | 870,972               | -                     | -                     |
| Property and equipment                          |                       | 52,274,215            | 49,827,333            | 48,768,909            |
| Intangible assets                               |                       | 2,184,466             | 2,842,870             | 2,152,366             |
| Deferred tax asset                              |                       | 6,744,730             | 6,745,979             | 6,741,732             |
| Other assets                                    | 11                    | 40,518,199            | 22,145,801            | 32,714,013            |
|   |                       | 1,739,765,290         | 1,514,542,939         | 1,504,935,456         |
| Property classified as held for sale            |                       | 4,318,230             | 4,313,492             | 4,158,230             |
| <b>Total assets</b>                             |                       | <b>1,744,083,520</b>  | <b>1,518,856,431</b>  | <b>1,509,093,686</b>  |
|   |                       |                       |                       | <b>1,354,930,871</b>  |
| <b>Liabilities</b>                              |                       |                       |                       |                       |
| Deposits from banks                             | 12                    | 103,440,628           | 54,579,471            | 11,442,862            |
| Deposits from customers                         | 13                    | 1,308,264,787         | 1,206,044,003         | 1,179,515,520         |
| Derivative liabilities                          |                       | 14,658,250            | 14,658,250            | 14,658,250            |
| Current income tax liability                    |                       | 3,906,223             | 2,466,927             | 3,891,502             |
| Deferred tax liabilities                        |                       | 194,660               | 194,660               | -                     |
| Other liabilities                               | 14                    | 56,510,281            | 33,664,294            | 44,187,548            |
| Borrowings                                      | 15                    | 79,312,568            | 47,514,160            | 79,312,568            |
| Long term debt                                  |                       | 29,166,683            | 20,880,966            | 29,166,683            |
| <b>Total liabilities</b>                        |                       | <b>1,595,454,080</b>  | <b>1,380,002,731</b>  | <b>1,362,174,933</b>  |
|   |                       |                       |                       | <b>1,216,627,647</b>  |
| <b>EQUITY</b>                                   |                       |                       |                       |                       |
| Share capital                                   | 16                    | 7,237,622             | 7,237,622             | 7,237,622             |
| Share premium                                   | 17                    | 89,629,324            | 89,629,324            | 89,629,324            |
| Retained earnings/accumulated deficit           | 17                    | 26,924,986            | 17,483,423            | 26,971,481            |
| Other reserves                                  |                       |                       |                       |                       |
| - Statutory reserve                             | 17                    | 19,361,930            | 19,361,930            | 19,113,693            |
| - Small scale industries (SSI) reserve          | 17                    | 3,966,628             | 3,966,628             | 3,966,628             |
| - Fair value reserve                            | 17                    | 59,855                | (65,816)              | 5                     |
| - Foreign currency translation reserve          | 17                    | 1,278,815             | 1,087,073             | -                     |
| Total equity attributable to owners of the Bank |                       | 148,459,160           | 138,700,184           | 146,918,753           |
| Non-controlling interest                        |                       | 170,280               | 153,516               | -                     |
| <b>Total shareholders equity</b>                |                       | <b>148,629,440</b>    | <b>138,853,700</b>    | <b>146,918,753</b>    |
|   |                       |                       |                       | <b>138,303,224</b>    |
| <b>Total equity and liabilities</b>             |                       | <b>1,744,083,520</b>  | <b>1,518,856,431</b>  | <b>1,509,093,686</b>  |
|   |                       |                       |                       | <b>1,354,930,871</b>  |

## DIAMOND BANK PLC

Summarized Consolidated Statement of Cashflows for the quarter ended  
30, Jun 2014

|  | GROUP                 | GROUP                 | BANK                  | BANK                  |
|--|-----------------------|-----------------------|-----------------------|-----------------------|
|  | 30 Jun. 2014<br>N'000 | 31 Dec. 2014<br>N'000 | 30 Jun. 2014<br>N'000 | 31 Dec. 2014<br>N'000 |
| <b>Net cash flow (used in)/generated from operating activities</b>                     |                       |                       |                       |                       |
|  | 26,341,723            | 213,157,864           | 5,009,107             | 212,188,268           |
| <b>Investing Activities</b>  |                       |                       |                       |                       |
| Net sale/(purchase) of investment securities   | 69,761,307            | (235,429,593)         | 71,082,335            | (235,802,797)         |
| Dividends received   | 49,118                | 2,666,182             | 49,118                | 2,666,182             |
| Purchase of investment property  | (4,738)               | (243,152)             | (4,738)               | (243,152)             |
| Purchase of property and equipment   | (7,307,679)           | (13,968,108)          | (7,307,679)           | (11,801,770)          |
| Proceeds from sale of property and equipment   | 669,782               | 2,116,166             | 669,782               | 2,407,726             |
| Proceeds from sale of associates   | -                     | 72,600                | -                     | 72,600                |
| Purchase of intangible assets  | (212,570)             | (2,067,723)           | (312,657)             | (1,648,539)           |
| Acquisition of subsidiary, net of cash acquired  | -                     | 11,520,000            | -                     | (3,867,278)           |
| Additional investment in subsidiary  | -                     | -                     | -                     | (4,108,982)           |
| <b>Net Cash From Investing Activities</b>  | <b>62,955,220</b>     | <b>(235,333,628)</b>  | <b>64,176,161</b>     | <b>(252,326,010)</b>  |
| <b>Financing Activities</b>  |                       |                       |                       |                       |
| Proceeds from new borrowings   | 30,633,706            | -                     | 30,633,706            | 3,231,407             |
| Repayment of borrowings  | -                     | (2,452,200)           | -                     | -                     |
| Proceeds from long term borrowings   | 7,864,500             | 1,752,006             | 7,864,500             | 1,752,006             |
| <b>Net Cash From Financing Activities</b>  | <b>38,498,206</b>     | <b>(700,194)</b>      | <b>38,498,206</b>     | <b>4,983,413</b>      |
| <b>Increase/(decrease) in cash and cash equivalents</b>                                |                       |                       |                       |                       |
| Effect of exchange rate fluctuations on the balance of cash held by foreign operations | 127,795,148           | (22,875,958)          | 107,683,474           | (35,154,329)          |
| <b>Cash and cash equivalents at beginning of year</b>                                  | <b>1,241,403</b>      | <b>(3,688)</b>        | <b>-</b>              | <b>-</b>              |
| <b>Cash and cash equivalents at end of year</b>  | <b>205,268,364</b>    | <b>228,148,010</b>    | <b>160,836,314</b>    | <b>195,990,643</b>    |
|  | <b>334,304,915</b>    | <b>205,268,364</b>    | <b>268,519,788</b>    | <b>160,836,314</b>    |