

INTERIM FINANCIAL RESULTS
for the six months ended 31 December 2010



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Consolidated statement of comprehensive income

Net interest income

Interest income
Interest expense

Net credit impairment charges

Net interest income after impairment losses on loans and advances

Net fee and commission income
Net income from leasing activities
Net trading income
Other income

Operating income

Operating expenditure

Profit before indirect taxation

Indirect taxation

Profit before direct taxation

Direct taxation

Profit for the period

	Six months ended 31 December	Year ended 30 June	
	2010 (Unaudited) R'000	2009 (Unaudited) R'000	2010 (Audited) R'000
Net interest income	64 449	30 275	57 190
Interest income	169 693	48 488	102 575
Interest expense	(105 244)	(18 213)	(45 385)
Net credit impairment charges	(2 264)	(2 323)	(1 402)
Net interest income after impairment losses on loans and advances	62 185	27 952	55 788
Net fee and commission income	94 921	65 416	153 815
Net income from leasing activities	68 720	-	17 604
Net trading income	146 705	117 923	245 822
Other income	37 455	1 707	10 393
Operating income	409 986	212 998	483 422
Operating expenditure	(217 592)	(141 310)	(326 349)
Profit before indirect taxation	192 394	71 688	157 073
Indirect taxation	(5 106)	(3 904)	(10 216)
Profit before direct taxation	187 288	67 784	146 857
Direct taxation	(52 441)	(21 867)	(38 536)
Profit for the period	134 847	45 917	108 321
	Note 1	Note 2	Note 3

Note 1 - The 6 months results ending 31 December 2010 include 6 months earnings from the leasing business

Note 2 - The 6 months results ending 31 December 2009 do not include any earnings from the leasing business

Note 3 - Bidvest Bank Limited acquired a leasing business with the effective date of 1 June 2010. Therefore, June 2010 audited results include one month's earnings from the leasing business

Consolidated statement of financial position

	31 December		30 June
	2010 (Unaudited) R'000	2009 (Unaudited) R'000	2010 (Audited) R'000
Assets			
Cash and balances with banks	670 706	816 495	975 582
Loans and advances	455 500	624 456	468 788
Leased assets	1 602 311	92 183	1 513 338
Investment securities	66 895	58 874	59 028
Other assets	242 794	61 196	124 411
Equipment and intangibles	98 984	72 629	96 322
Total assets	3 137 190	1 725 833	3 237 469
Equity and liabilities			
Equity	1 123 788	652 529	985 258
Liabilities	2 013 402	1 073 304	2 252 211
Intergroup loan	325 400	-	714 172
Deposits	1 200 361	931 305	1 178 110
Other liabilities	345 937	140 760	216 018
Taxation	141 704	1 239	143 911
Total equity and liabilities	3 137 190	1 725 833	3 237 469

Bidvest Bank Limited acquired a leasing business with the effective date of 1 June 2010.

Consolidated statement of cashflow

	31 December		30 June
	2010 (Unaudited) R'000	2009 (Unaudited) R'000	2010 (Audited) R'000
Cashflow from operating activities			
Cash generated by operations	292 951	60 727	549 589
Taxation paid	(44 997)	(19 113)	(70 187)
Interest received	169 693	48 488	102 575
Interest paid	(105 244)	(18 213)	(45 385)
Net cashflow from operating activities	312 403	71 889	536 592
Cashflow from investing activities	(228 507)	(7 768)	(678 996)
Proceeds on disposal of leased assets	106 953	-	136
Proceeds on disposal of equipment	92	-	-
Dividends received	804	965	1 731
Acquisition of leased assets	(315 836)	-	(50 790)
Acquisition of equipment	(10 131)	(12 375)	(33 616)
Acquisition of intangible assets	(4 217)	(1 025)	(8 010)
Acquisition/Disposal of investment securities	(6 172)	4 667	6 016
Business acquisition	-	-	(594 463)
Cashflow from financing activities	(388 772)	-	365 612
Proceeds from share issues	-	-	270 000
Decrease/Increase in intergroup loan	(388 772)	-	95 612
Net decrease/increase in cash and cash equivalents	(304 876)	64 121	223 208
Cash and cash equivalents at beginning of year	975 582	752 374	752 374
Cash and cash equivalents at end of year	670 706	816 495	975 582

Statistics, return and capital adequacy

Statistical review

Statement of comprehensive income

	December 2010	June 2010
Net interest income to assets (%)	4,1	1,4
Non-interest income to assets (%)	22,0	19,0
Operating expenses to assets (%)	13,9	14,8
Interest income to interest earning assets (%)	16,5	10,3
Interest expense to funding liabilities (%)	13,8	7,4
Efficiency ratio (%)	53,1	52,4
Non-interest income to total income (%)	84,8	95,0
Credit loss ratio (%)	0,2	1,3
Effective tax excluding indirect tax (%)	28,0	28,6

Statement of financial position

Return on assets (%)	8,6	8,2
Return on equity (%)	24,0	33,2
Loans to deposits (%)	134,9	107,4
Assets to equity ratio (times)	2,8	3,3
Equity to assets ratio (%)	35,8	30,3
Capital adequacy ratio (%)	18,9	21,9

Statistical information

Number of employees	1063	992
Number of branches	90	89
Operating income per employee (R'000)	771	795
Expense per employee (R'000)	409	416
Profit per employee (R'000)	362	351

For ease of comparison, ratios for December 2010 have been annualised.

Market indicators

	December	
	2010	2009
Exchange rates at reporting date		
USD	6,65	7,38
GBP	10,29	11,90
EURO	8,87	10,63

Average exchange rates

USD	7,11	7,48
GBP	11,13	12,14
EURO	9,42	10,93

Prime overdraft rate (%)	9,00	10,50
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Moody's credit rating

A3.za/P-2.za stable outlook	N/A
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Contact

Board of directors

Mrs L T de Waal

Mr L I Jacobs

Mr B Joffe

Mr P Nyman

Mr J L Pamensky (chairman)

Mr N G Payne

Mr J H Postmus

Mr A C Salomon

Mr R G H Smith

Company secretary and registered office

D J Crawley

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Corporate Office

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Call Centre

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Website

Refer to www.bidvestbank.co.za for full set of audited results for the year ended 30 June 2010

Products and Services

Corporate Foreign Exchange

- fxpaynet™ online foreign exchange platform
- Treasury solutions
- Foreign currency payments and receipts
- Spot and forward exchange contracts
- Settlement facilities
- Foreign currency accounts

Trade Services

- Customer foreign currency accounts (CFC)
- Foreign bills for collection
- Guarantees
- Letters of credit

Travel Foreign Exchange - leisure

- World Currency Cards
- Bank notes in over 60 currencies
- American Express Travellers Cheques
- Cash Passport
- Private foreign exchange services

Travel Foreign Exchange - business

- Dedicated relationship manager
- Payment facilities
- Delivery and collection services
- Management reports
- Omnibus approvals
- Exchange control regulatory services
- After hours support

Foreign Money Transfers

- Bank drafts
- MoneyGram
- Telegraphic transfers

Fleet and Asset Finance

- Full maintenance leasing
- Operating rentals
- Maintenance contracts
- Managed maintenance
- Instalment sale or financial lease

Corporate Loans and Advances

- General banking facilities
- Debtor finance
- Structured finance
- Equipment and asset-based finance
- Capital raising finance

Deposits and Investments

- Savings/transactional accounts
- Call accounts
- Fixed deposit accounts
- Notice accounts

Corporate Card

- Corporate Payment Card solution