

AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 31ST DECEMBER 2018

I. STATEMENT OF FINANCIAL POSITION

	BANK				GROUP					
	31st Dec 2017	31st Mar 2018	30th June 2018	30th Sept 2018	31st Dec 2017	31st Dec 2017	31st Mar 2018	30th June 2018	30th Sept 2018	31st Dec 2018
	Shs '000 (Audited)	Shs '000 (Un-Audited)	Shs '000 (Audited)	Shs '000 (Un-Audited)	Shs '000 (Audited)	Shs '000 (Audited)	Shs '000 (Un-Audited)	Shs '000 (Audited)	Shs '000 (Un-Audited)	Shs '000 (Audited)
A. ASSETS										
1 Cash (both local and foreign)	159,382	157,191	139,783	154,553	152,422	617,809	656,106	633,082	568,633	690,135
2 Balances with Central Bank of Kenya	1,595,552	828,928	839,895	1,341,440	1,120,905	1,595,552	828,928	839,895	1,341,440	1,120,905
3 Kenya Government and other securities held for dealing purposes	-	-	-	-	-	-	-	-	-	-
4 Financial Assets at fair value through profit and loss	-	-	-	-	-	-	-	-	-	-
5 Investment Securities:										
a) Held to Maturity:										
i) Kenya Government securities	1,193,069	911,854	997,518	1,572,485	883,580	1,193,069	911,854	997,518	1,572,485	883,580
ii) Other securities	-	-	-	-	-	2,471,637	3,527,066	2,861,186	2,443,364	2,099,831
b) Available for sale										
i) Kenya Government securities	5,711,303	5,711,303	5,711,304	5,711,303	5,896,175	5,711,303	5,711,303	5,711,304	5,711,303	5,896,176
ii) Other securities	52,979	54,650	39,491	40,772	26,015	52,979	54,650	39,491	40,772	26,015
6 Deposits and balances due from local banking institutions	1,263,274	520,992	929,596	772,067	78,647	1,262,885	520,992	929,596	772,067	81,420
7 Deposits and balances due from banking institutions abroad	219,339	156,469	638,077	171,688	126,346	2,767,050	4,169,345	5,228,403	5,527,753	3,204,652
8 Tax recoverable	150,090	108,519	131,149	109,626	84,090	121,838	108,519	131,149	109,626	73,799
9 Loans and advances to customers (net)	13,203,981	12,882,665	13,387,409	12,693,857	12,669,666	20,542,673	19,877,111	20,337,176	19,723,560	19,681,830
10 Balances due from banking institutions in the group	12,685	137	2,120	1,819	-	1,681,220	1,056	2,462	1,819	2,172,463
11 Investments in associates	-	-	-	-	-	-	-	-	-	-
12 Investments in subsidiary companies	3,273,390	3,273,390	3,273,390	3,273,389	3,375,990	-	-	-	-	-
13 Investments in Joint Ventures	-	-	-	-	-	-	-	-	-	-
14 Investment properties	-	-	-	-	-	-	-	-	-	-
15 Property plant and equipment	276,627	275,141	262,105	244,088	248,191	776,895	718,909	685,589	650,414	671,117
16 Prepaid lease rentals	-	-	-	-	-	-	-	-	-	-
17 Intangible assets	180,042	172,424	197,218	188,475	180,679	441,131	414,721	434,098	424,225	412,708
18 Deferred tax asset	82,658	78,852	220,423	219,913	259,855	307,228	346,802	435,504	477,099	402,540
19 Retirement benefit asset	-	-	-	-	-	-	-	-	-	-
20 Other asset	253,479	209,103	248,592	248,643	220,806	560,893	501,165	568,192	635,588	527,892
21 TOTAL ASSETS	27,627,849	25,341,637	27,018,071	26,744,918	25,323,367	40,104,162	38,348,528	39,844,645	40,001,148	37,944,853
B. LIABILITIES										
22 Balances due to Central Bank of Kenya	-	-	-	-	-	-	-	-	-	-
23 Customer deposits	15,140,730	14,994,769	16,733,817	15,677,359	16,048,551	27,594,711	28,208,389	29,578,883	29,202,323	28,688,558
24 Deposits and balances due to local banking institutions	1,460,665	-	-	680,000	711,900	1,735,551	-	-	680,000	1,072,378
25 Deposits and balances due to foreign banking institutions	-	1,082	1	2,721	-	-	11,427	326,418	24,702	1
26 Other money market deposits	-	-	-	-	-	-	-	-	-	-
27 Borrowed funds	2,053,126	2,035,726	1,721,024	1,749,706	908	2,053,126	2,035,726	1,721,024	1,749,706	2,049
28 Balances due to banking institutions in the group	213,111	8,035	4,437	922	-	593	-	-	-	-
29 Tax payable	-	-	-	-	-	-	-	-	-	-
30 Dividends Payable	-	-	-	-	-	-	-	-	-	-
31 Deferred tax liability	-	-	-	-	-	-	50,746	50,563	49,989	-
32 Retirement benefit liability	-	-	-	-	-	-	-	-	-	-
33 Other liabilities	151,083	190,487	173,573	197,214	109,000	493,984	507,472	517,751	515,228	528,447
34 TOTAL LIABILITIES	19,018,715	17,230,098	18,632,852	18,307,922	16,870,359	31,877,965	30,813,759	32,194,639	32,221,948	30,291,433
B. SHAREHOLDERS' EQUITY										
35 Paid up/Assigned capital	1,280,934	1,280,934	1,280,934	1,280,934	1,280,934	1,280,934	1,280,934	1,280,934	1,280,934	1,280,934
36 Share premium/(discount)	4,225,323	4,225,323	4,225,323	4,225,323	4,225,323	4,225,323	4,225,323	4,225,323	4,225,323	4,225,323
37 Revaluation reserves	(18,557)	(8,539)	(5,551)	(4,300)	2,616	(18,557)	(8,539)	(5,551)	(4,300)	2,616
38 Retained earnings/Accumulated Losses	3,023,655	2,613,821	2,884,513	2,935,099	2,944,135	2,781,332	2,278,128	2,470,940	2,582,547	2,441,564
39 Statutory Loan Loss Reserve	97,779	-	-	-	-	121,906	24,127	24,127	24,127	0
40 Other Reserves	-	-	-	-	-	(224,887)	(320,892)	(382,304)	(391,176)	(358,379)
41 Proposed dividends	-	-	-	-	-	-	-	-	-	-
42 Non controlling Interest	-	-	-	-	-	60,146	55,688	60,664	61,805	61,362
43 Capital grants	-	-	-	-	-	-	-	-	-	-
44 TOTAL SHAREHOLDERS' EQUITY	8,609,134	8,111,539	8,385,219	8,436,996	8,453,008	8,226,197	7,534,769	7,650,006	7,779,200	7,653,420
45 TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	27,627,849	25,341,637	27,018,071	26,744,918	25,323,367	40,104,162	38,348,528	39,844,645	40,001,148	37,944,853

III. OTHER DISCLOSURES

	BANK				GROUP					
	31st Dec 2017	31st Mar 2018	30th June 2018	30th Sept 2018	31st Dec 2017	31st Dec 2017	31st Mar 2018	30th June 2018	30th Sept 2018	31st Dec 2018
	Shs '000 (Audited)	Shs '000 (Un-Audited)	Shs '000 (Audited)	Shs '000 (Un-Audited)	Shs '000 (Audited)	Shs '000 (Audited)	Shs '000 (Un-Audited)	Shs '000 (Audited)	Shs '000 (Un-Audited)	Shs '000 (Audited)
1. NON-PERFORMING LOANS AND ADVANCES										
a) Gross non-performing loans and advances	1,420,820	1,448,156	1,599,253	2,947,530	2,525,574	2,683,667	2,655,168	2,534,665	3,898,073	3,506,149
Less:										
b) Interest in Suspense	278,326	316,821	323,038	381,752	439,643	596,567	533,073	490,900	584,018	619,335
c) Total Non-Performing Loans and Advances (a-b)	1,142,494	1,131,336	1,276,215	2,565,778	2,085,931	2,087,100	2,122,095	2,043,765	3,314,056	2,886,814
Less:										
d) Loan Loss Provisions	263,448	335,761	186,132	223,883	232,952	624,756	700,299	610,641	688,248	782,979
e) Net Non-Performing Loans (c-d)	879,046	795,574	1,090,083	2,341,895	1,852,979	1,462,343	1,421,796	1,433,124	2,625,808	2,103,835
f) Discounted Value of Securities	879,046	795,574	1,090,083	2,341,895	1,852,979	1,462,343	1,421,796	1,433,124	2,625,808	2,103,835
g) Net NPLs Exposure (e-f)	-	-	-	-	-	-	-	-	-	-
2) Insider Loans and Advances										
a) Directors, shareholders and associates	27,676	22,962	15,028	6,736	7,932	27,676	22,962	15,028	6,736	9,501
b) Employees	41,944	42,737	42,573	42,145	35,359	112,734	108,730	100,739	94,679	89,012
c) Total Insider Loans and Advances and Other Facilities	69,620	65,699	57,601	48,881	43,291	140,410	131,692	115,767	101,416	98,513
3) Off-Balance Sheet Items										
a) Letters of credit, guarantees, acceptances	1,879,816	1,515,772	1,603,826	1,570,953	1,160,014	5,706,025	5,216,389	5,224,093	5,087,926	4,360,525
b) Forwards, swaps and options	325,304	235,875	899,979	371,069	377,779	325,304	235,875	899,979	371,069	377,779
c) Other contingent liabilities	424,440	476,349	451,310	571,817	637,179	1,183,258	1,185,406	945,888	953,596	1,190,350
d) Total Contingent Liabilities	2,629,560	2,227,996	2,955,115	2,513,839	2,174,972	7,214,587	6,637,670	7,069,960	6,412,592	5,928,654
4) Capital Strength										
a) Core capital	5,256,521	4,798,185	5,024,053	5,049,517	5,074,402	8,287,589	8,275,836	8,372,138	8,409,343	8,378,328
b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
c) Excess/(Deficiency)	4,256,521	3,798,185	4,024,053	4,049,517	4,074,402	7,287,589	7,275,836	7,372,138	7,409,343	7,378,328
d) Supplementary Capital	97,779	-	-	-	-	1,027,173	24,127	6,311	24,127	-
e) Total capital (a+d)	5,354,300	4,798,185	5,024,053	5,049,517	5,074,402	8,389,762	8,299,963	8,378,449	8,433,470	8,378,328
f) Total risk weighted assets	19,923,183	19,054,759	19,802,766	19,040,184	18,810,854	34,635,280	33,081,350	33,215,021	33,075,250	32,260,257
g) Core capital/total deposit liabilities	34.7%	32.0%	30.0%	32.2%	31.6%	30.0%	29.3%	28.3%	28.8%	29.2%
h) Minimum Statutory Ratio	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%
i) Excess/(Deficiency)	26.7%	24.0%	22.0%	24.2%	23.6%	22.0%	21.3%	20.3%	20.8%	21.2%
j) Core capital/total risk weighted assets	26.4%	25.2%	25.4%	26.5%	27.0%	23.9%	25.0%	25.2%	25.4%	26.0%
k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%
l) Excess/(Deficiency) (j-k)	15.9%	14.7%	14.9%	16.0%	16.5%	13.4%	14.5%	14.7%	14.9%	15.5%
m) Total capital/total risk weighted assets	26.9%	25.2%	25.4%	26.5%	27.0%	24.2%	25.1%	25.2%	25.5%	26.0%
n) Minimum Statutory Ratio	14.5%	14.5%	14.5%</							