

UN-AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 31ST MARCH 2019

I. STATEMENT OF FINANCIAL POSITION

	BANK			GROUP		
	31st March 2018	31st Dec 2018	31st Mar 2019	31st March 2018	31st Dec 2018	31st Mar 2019
	Shs '000 (Un-Audited)	Shs '000 (Audited)	Shs '000 (Un-Audited)	Shs '000 (Un-Audited)	Shs '000 (Audited)	Shs '000 (Un-Audited)
A. ASSETS						
1) Cash (both local and foreign)	157,191	152,422	115,341	656,106	690,135	674,046
2) Balances with Central Bank of Kenya	828,928	1,120,905	1,013,221	828,928	1,120,905	1,013,221
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	911,854	883,580	873,056	911,854	883,580	873,056
ii) Other securities	-	-	-	3,527,066	2,099,831	3,420,108
b) Available for sale						
i) Kenya Government securities	5,711,303	5,896,175	6,373,474	5,711,303	5,896,176	6,373,474
ii) Other securities	54,650	26,015	26,851	54,650	26,015	26,851
6) Deposits and balances due from local banking institutions	520,992	78,647	68,770	520,992	81,420	68,770
7) Deposits and balances due from banking institutions abroad	156,489	126,346	447,222	4,169,345	3,204,652	4,346,011
8) Tax recoverable	108,519	84,090	48,347	108,519	73,799	48,347
9) Loans and advances to customers (net)	12,882,665	12,669,666	12,439,125	19,877,111	19,681,830	19,309,303
10) Balances due from banking institutions in the group	137	-	668	1,056	2,172,463	204,974
11) Investments in associates	-	-	-	-	-	-
12) Investments in subsidiary companies	3,273,390	3,375,990	3,375,989	-	-	-
13) Investments in Joint Ventures	-	-	-	-	-	-
14) Investment properties	-	-	-	-	-	-
15) Property, plant and equipment	275,141	248,191	238,502	718,909	671,117	662,543
16) Prepaid lease rentals	-	-	-	-	-	-
17) Intangible assets	172,424	180,679	174,234	414,721	412,708	408,489
18) Deferred tax asset	78,852	259,855	258,726	346,802	402,540	258,726
19) Retirement benefit asset	-	-	-	-	-	-
20) Other assets	209,103	220,806	309,277	501,166	527,682	1,001,109
21 TOTAL ASSETS	25,341,638	25,323,367	25,762,803	38,348,528	37,944,853	38,679,027
B) LIABILITIES						
22) Balances due to Central Bank of Kenya	-	-	-	-	-	-
23) Customer deposits	14,994,769	16,048,551	16,398,322	28,208,389	28,688,558	30,147,161
24) Deposits and balances due to local banking institutions	-	711,900	-	-	1,072,378	-
25) Deposits and balances due to foreign banking institutions	1,082	-	1	11,427	1	55,004
26) Other money market deposits	-	-	-	-	-	-
27) Borrowed funds	2,035,726	-	-	2,035,726	-	-
28) Balances due to banking institutions in the group	8,035	908	667,466	-	2,049	-
29) Tax payable	-	-	-	-	-	-
30) Dividends Payable	-	-	-	-	-	-
31) Deferred tax liability	-	-	-	50,746	-	42,500
32) Retirement benefit liability	-	-	-	-	-	-
33) Other liabilities	190,487	109,000	157,926	507,471	528,447	654,470
34 TOTAL LIABILITIES	17,230,099	16,870,359	17,223,715	30,813,759	30,291,433	30,899,136
C) 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
36) Share premium/(discount)	4,225,323	4,225,323	4,225,323	4,225,323	4,225,323	4,225,323
37) Revaluation reserves	(8,539)	2,616	5,250	(8,539)	2,616	5,250
38) Retained earnings/Accumulated Losses	2,613,821	2,944,135	3,027,581	2,278,128	2,441,564	2,598,581
39) Statutory Loan Loss Reserve	-	-	-	24,127	-	-
40) Other Reserves	-	-	-	(320,892)	(358,379)	(393,464)
41) Proposed dividends	-	-	-	-	-	-
42) Non controlling Interest	-	-	-	55,688	61,362	63,267
43) Capital grants	-	-	-	-	-	-
44 TOTAL SHAREHOLDERS' EQUITY	8,111,539	8,453,008	8,539,088	7,534,769	7,653,420	7,779,891
45 TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	25,341,638	25,323,367	25,762,803	38,348,528	37,944,853	38,679,027

II. STATEMENT OF COMPREHENSIVE INCOME

1.0 INTEREST INCOME						
1.1 Loans and advances	404,476	1,531,591	325,774	676,127	2,664,716	574,220
1.2 Government securities	173,067	686,695	163,584	237,782	915,746	225,329
1.3 Deposits and placements with banking institutions	5,722	22,461	3,901	23,567	75,955	19,155
1.4 Other Interest Income	3,152	9,556	2,204	3,152	9,728	2,204
1.5 Total Interest Income	586,417	2,250,303	495,463	940,628	3,666,145	820,908
2.0 INTEREST EXPENSES						
2.1 Customer deposits	216,321	836,977	174,569	294,072	1,110,573	240,115
2.2 Deposits and placements from banking institutions	1,313	11,988	5,509	4,306	19,022	6,326
2.3 Other Interest Expenses	29,831	113,414	135	29,864	117,427	167
2.4 Total Interest Expenses	247,465	962,379	180,213	328,242	1,247,022	246,608
3.0 NET INTEREST INCOME/(LOSS)	338,952	1,287,924	315,250	612,386	2,419,123	574,300
4.0 OTHER OPERATING INCOME						
4.1 Fees and commissions on loans and advances	53,366	145,092	59,369	81,395	253,703	83,591
4.2 Other Fees and Commissions	36,132	140,533	33,029	87,236	366,933	91,064
4.3 Foreign exchange trading income (loss)	16,497	66,369	20,721	56,354	212,458	59,510
4.4 Dividend Income	-	-	-	-	-	-
4.5 Other income	8,238	89,483	3,035	8,238	104,949	5,056
4.6 Goodwill on Acquisition of subsidiary	-	-	-	-	-	-
4.7 Total Non-Interest Income	114,233	441,477	116,154	233,223	938,043	239,221
5.0 TOTAL OPERATING INCOME	453,185	1,729,401	431,404	845,609	3,357,166	813,521
6.0 OPERATING EXPENSES						
6.1 Loan Loss Provision	17,931	130,018	958	82,524	370,564	12,673
6.2 Staff costs	129,450	508,017	130,557	268,063	1,014,943	254,520
6.3 Directors' emoluments	9,758	41,131	16,040	22,518	76,440	22,085
6.4 Rentals Charges	35,555	149,253	41,744	57,363	234,367	67,289
6.5 Depreciation charge on property and equipment	23,417	87,828	22,559	57,472	212,462	43,793
6.6 Amortisation Charges	8,426	37,809	10,405	19,130	81,498	21,570
6.7 Other operating expenses	90,068	468,266	89,929	196,046	1,049,673	191,934
6.8 Total Operating Expenses	314,605	1,422,322	312,192	703,116	3,039,947	613,874
7.0 Profit/(Loss) before tax and exceptional items	138,580	307,079	119,212	142,493	317,219	199,647
8.0 Exceptional items	-	-	-	-	-	-
9.0 Profit/(Loss) after exceptional items	138,580	307,079	119,212	142,493	317,219	199,647
10.0 Current tax	(41,574)	(66,031)	(35,764)	(45,976)	(158,633)	(42,602)
11.0 Deferred tax	-	4,887	-	-	(67,847)	-
12.0 Profit/(Loss) after tax and exceptional items	97,006	245,935	83,448	96,517	90,739	157,045
13.0 Other Comprehensive Income						
13.1 Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	(96,005)	(142,220)	(34,966)
13.2 Fair value changes in available-for-sale financial assets	10,018	21,173	2,633	10,018	21,173	2,633
13.3 Revaluation surplus on Property, plant and equipment	-	-	-	-	-	-
13.4 Share of other comprehensive income of associates	-	-	-	-	-	-
13.5 Income tax relating to components of other comprehensive income	-	-	-	-	-	-
14.0 Other comprehensive income for the year net of tax	10,018	21,173	2,633	(85,987)	(121,047)	(32,333)
15.0 Total comprehensive income for the year	107,024	267,108	86,081	10,530	(30,308)	124,712
Attributable to:						
Non Controlling Interest	-	-	-	(4,458)	1,216	1,904
Equity Holders of the Parent	-	-	-	14,988	(31,524)	122,807

III. OTHER DISCLOSURES

	BANK			GROUP		
	31st March 2018	31st Dec 2018	31st Mar 2019	31st March 2018	31st Dec 2018	31st Mar 2019
	Shs '000 (Un-Audited)	Shs '000 (Audited)	Shs '000 (Un-Audited)	Shs '000 (Un-Audited)	Shs '000 (Audited)	Shs '000 (Un-Audited)
1. NON-PERFORMING LOANS AND ADVANCES						
a) Gross non-performing loans and advances Less:	1,448,156	2,525,574	2,636,442	2,655,168	3,506,149	3,126,348
b) Interest in Suspense	316,821	439,643	508,999	533,073	619,335	587,312
c) Total Non-Performing Loans and Advances (a-b) Less:	1,131,335	2,085,931	2,127,443	2,122,095	2,886,814	2,539,036
d) Loan Loss Provisions	335,761	232,952	264,142	700,299	782,979	523,079
e) Net Non-Performing Loans (c-d)	795,574	1,852,979	1,863,301	1,421,796	2,103,835	2,015,957
f) Discounted Value of Securities	795,574	1,852,979	1,863,301	1,421,796	2,103,835	2,015,957
g) Net NPLs Exposure (e-f)	-	-	-	-	-	-
2. Insider Loans and Advances						
a) Directors, shareholders and associates	22,962	7,932	7,111	22,962	9,501	10,928
b) Employees	42,737	35,359	32,363	108,730	89,012	77,156
c) Total Insider Loans and Advances and Other Facilities	65,699	43,291	39,474	131,692	98,513	88,084
3. Off-Balance Sheet Items						
a) Letters of credit, guarantees, acceptances	1,515,772	1,160,014	1,377,300	5,216,389	4,360,525	4,625,062
b) Forwards, swaps and options	235,875	377,779	228,213	235,875	377,779	228,213
c) Other contingent liabilities	476,349	637,179	830,387	1,185,406	1,190,350	1,394,613
d) Total Contingent Liabilities	2,227,996	2,174,972	2,435,900	6,637,670	5,928,654	6,247,888
4. Capital Strength						
a) Core capital	4,798,185	5,074,402	5,116,124	8,275,836	8,378,328	8,026,345
b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
c) Excess/(Deficiency)	3,798,185	4,074,402	4,116,124	7,275,836	7,378,328	7,026,345
d) Supplementary Capital	-	-	-	24,127	-	5,422
e) Total capital (a+d)	4,798,185	5,074,402	5,116,124	8,299,963	8,378,328	8,031,767
f) Total risk weighted assets	19,054,759	18,810,854	18,414,809	33,081,350	32,260,257	32,348,005
g) Core capital/total deposit liabilities	32.0%	31.6%	31.2%	29.3%	29.2%	26.6%
h) Minimum Statutory Ratio	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%
i) Excess/(Deficiency)	24.0%	23.6%	23.2%	21.3%	21.2%	18.6%
j) Core capital/ total risk weighted assets	25.2%	27.0%	27.8%	25.0%	26.0%	24.8%
k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%
l) Excess/(Deficiency) (j-k)	14.7%	16.5%	17.3%	14.5%	15.5%	