

# UN-AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 30TH JUNE 2020

## I. STATEMENT OF FINANCIAL POSITION

	BANK				GROUP			
	30th June 2019	31st Dec 2019	31st March 2020	30th June 2020	30th June 2019	31st Dec 2019	31st March 2020	30th June 2020
	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000
	(Un-Audited)	(Audited)	(Un-Audited)	(Un-Audited)	(Un-Audited)	(Audited)	(Un-Audited)	(Un-Audited)
<b>A. ASSETS</b>								
1 Cash (both local and foreign)	154,970	149,995	145,039	167,134	621,814	621,314	810,944	786,036
2 Balances with Central Bank of Kenya	1,846,932	908,686	802,235	955,233	1,846,932	908,686	802,235	955,233
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	871,652	510,892	506,525	508,357	871,652	510,892	506,525	508,357
ii) Other securities	-	-	-	-	3,749,494	2,379,551	3,451,644	3,824,263
b) Available for sale								
i) Kenya Government securities	6,784,060	8,742,167	9,316,288	9,559,335	6,784,060	8,742,167	9,316,288	9,559,335
ii) Other securities	12,469	0	0	0	0	0	0	0
6 Deposits and balances due from local banking institutions	283,122	73,700	227,855	70,500	283,122	73,700	227,855	70,500
7 Deposits and balances due from banking institutions abroad	276,405	227,568	54,475	111,459	4,148,481	4,119,259	2,587,833	3,602,419
8 Tax recoverable	2,989	-	-	22,173	2,989	-	-	22,173
9 Loans and advances to customers (net)	12,936,230	13,544,305	12,732,581	12,607,696	19,599,657	20,716,760	19,948,037	19,725,371
10 Balances due from banking institutions in the group	116,864	13,554	21,597	11,564	1,465,909	1,034,222	919,240	814,333
11 Investments in associates	-	-	-	-	-	-	-	-
12 Investments in subsidiary companies	3,375,990	3,375,990	3,375,990	3,375,990	-	-	-	-
13 Investments in Joint Ventures	-	-	-	-	-	-	-	-
14 Investment properties	-	-	-	-	-	-	-	-
15 Property, plant and equipment	662,157	578,537	582,667	534,803	1,224,735	1,421,901	1,426,264	1,352,982
16 Prepaid lease rentals	-	-	-	-	-	-	-	-
17 Intangible assets	169,998	151,018	140,787	146,280	383,486	344,832	339,691	337,377
18 Deferred tax asset	255,989	308,085	306,588	305,069	444,267	447,729	493,582	500,222
19 Retirement benefit asset	-	-	-	-	-	-	-	-
20 Other assets	281,982	497,898	394,920	304,007	537,217	730,796	707,598	535,746
<b>21 TOTAL ASSETS</b>	<b>28,031,809</b>	<b>29,082,395</b>	<b>28,607,547</b>	<b>28,679,600</b>	<b>41,976,314</b>	<b>42,051,809</b>	<b>41,537,736</b>	<b>42,594,345</b>
<b>B. LIABILITIES</b>								
22 Balances due to Central Bank of Kenya	-	-	-	-	-	-	-	-
23 Customer deposits	16,654,523	17,457,969	17,891,235	18,173,856	31,509,873	30,788,917	31,142,340	32,124,385
24 Deposits and balances due to local banking institutions	1,134,905	1,474,503	315,000	479,475	1,134,905	1,474,503	315,000	479,475
25 Deposits and balances due to foreign banking institutions	1	1	91,476	1	75	113,977	103,040	1
26 Other money market deposits	-	-	-	-	-	-	-	-
27 Borrowed funds	-	-	-	-	-	-	-	-
28 Balances due to banking institutions in the group	988,998	685,872	772,950	523,064	800	-	-	-
29 Tax payable	-	111,229	147,014	-	-	154,699	197,834	67,587
30 Dividends Payable	-	-	-	-	-	-	-	-
31 Deferred tax liability	-	-	-	-	42,973	-	51,805	49,982
32 Retirement benefit liability	-	-	-	-	-	-	-	-
33 Other liabilities	602,040	545,080	494,915	478,796	1,286,723	1,309,072	1,289,727	1,217,975
<b>34 TOTAL LIABILITIES</b>	<b>19,380,467</b>	<b>20,274,654</b>	<b>19,712,590</b>	<b>19,655,192</b>	<b>33,975,349</b>	<b>33,841,168</b>	<b>33,099,746</b>	<b>33,939,405</b>
<b>C. SHAREHOLDERS' EQUITY</b>								
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
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
37 Revaluation reserves	11,636	10,032	13,526	17,071	11,636	10,032	13,526	17,071
38 Retained earnings/Accumulated Losses	3,133,449	3,291,452	3,073,392	3,252,850	2,771,197	2,969,741	2,866,660	3,148,144
39 Statutory Loan Loss Reserve	-	-	301,782	248,229	-	28,349	301,782	248,229
40 Other Reserves	-	-	-	-	(354,916)	(371,224)	(323,701)	(337,863)
41 Proposed dividends	-	-	-	-	-	-	-	-
42 Non controlling Interest	-	-	-	-	66,791	67,486	73,466	73,099
43 Capital grants	-	-	-	-	-	-	-	-
<b>44 TOTAL SHAREHOLDERS' EQUITY</b>	<b>8,651,342</b>	<b>8,807,741</b>	<b>8,894,957</b>	<b>9,024,408</b>	<b>8,000,965</b>	<b>8,210,641</b>	<b>8,437,990</b>	<b>8,654,939</b>
<b>45 TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>28,031,809</b>	<b>29,082,395</b>	<b>28,607,547</b>	<b>28,679,600</b>	<b>41,976,314</b>	<b>42,051,809</b>	<b>41,537,736</b>	<b>42,594,345</b>

## II. STATEMENT OF COMPREHENSIVE INCOME

	BANK				GROUP			
	30th June 2019	31st Dec 2019	31st March 2020	30th June 2020	30th June 2019	31st Dec 2019	31st March 2020	30th June 2020
	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000
	(Un-Audited)	(Audited)	(Un-Audited)	(Un-Audited)	(Un-Audited)	(Audited)	(Un-Audited)	(Un-Audited)
<b>1.0 INTEREST INCOME</b>								
1.1 Loans and advances	681,345	1,426,012	449,047	778,036	1,196,944	2,525,740	707,466	1,301,223
1.2 Government securities	334,662	719,988	218,042	440,788	471,201	984,244	273,782	562,932
1.3 Deposits and placements with banking institutions	5,965	17,184	2,080	3,661	42,847	115,913	40,868	65,566
1.4 Other Interest Income	4,381	7,928	1,431	6,410	4,381	8,928	1,431	6,410
<b>1.5 Total Interest Income</b>	<b>1,026,353</b>	<b>2,171,112</b>	<b>670,600</b>	<b>1,228,894</b>	<b>1,715,373</b>	<b>3,634,825</b>	<b>1,023,547</b>	<b>1,936,131</b>
<b>2.0 INTEREST EXPENSES</b>								
2.1 Customer deposits	351,779	737,356	197,395	385,665	489,949	1,006,372	265,952	522,496
2.2 Deposits and placements from banking institutions	12,794	37,113	10,548	17,451	18,350	41,586	11,505	18,912
2.3 Other Interest Expenses	375	4,996	6,204	17,504	440	68,154	6,204	20,609
<b>2.4 Total Interest Expenses</b>	<b>364,948</b>	<b>779,465</b>	<b>214,147</b>	<b>420,619</b>	<b>508,739</b>	<b>1,116,112</b>	<b>283,661</b>	<b>562,017</b>
<b>3.0 NET INTEREST INCOME/(LOSS)</b>	<b>661,405</b>	<b>1,391,647</b>	<b>456,453</b>	<b>808,275</b>	<b>1,206,634</b>	<b>2,518,713</b>	<b>739,886</b>	<b>1,374,114</b>
<b>4.0 OTHER OPERATING INCOME</b>								
4.1 Fees and commissions on loans and advances	120,268	209,033	36,987	98,398	180,370	267,548	75,870	168,920
4.2 Other Fees and Commissions	74,286	162,000	39,049	73,068	188,389	570,928	106,853	201,008
4.3 Foreign exchange trading income (loss)	33,943	72,661	28,837	81,448	99,288	224,387	77,826	177,668
4.4 Dividend Income	-	-	-	-	-	-	-	-
4.5 Other income	3,651	4,345	402	402	21,660	161,660	3,936	6,536
4.6 Goodwill on Acquisition of subsidiary	-	-	-	-	-	-	-	-
<b>4.6 Total Non-Interest Income</b>	<b>232,148</b>	<b>448,039</b>	<b>105,275</b>	<b>253,315</b>	<b>489,707</b>	<b>1,224,523</b>	<b>264,485</b>	<b>554,133</b>
<b>5.0 TOTAL OPERATING INCOME</b>	<b>893,553</b>	<b>1,839,686</b>	<b>561,728</b>	<b>1,061,590</b>	<b>1,696,341</b>	<b>3,743,236</b>	<b>1,004,371</b>	<b>1,928,247</b>
<b>6.0 OPERATING EXPENSES</b>								
6.1 Loan Loss Provision	2,850	110,801	170,017	200,038	67,349	439,592	198,955	261,597
6.2 Staff costs	258,721	495,307	76,859	174,883	476,779	977,895	193,208	389,906
6.3 Directors' emoluments	25,711	72,384	13,800	25,194	61,952	95,476	33,265	53,540
6.4 Rentals Charges	98,908	55,517	14,331	27,860	128,038	178,309	27,812	29,900
6.5 Depreciation charge on property and equipment	44,565	91,144	50,867	101,909	106,480	179,174	82,660	178,138
6.6 Amortisation Charges	20,470	41,519	10,232	20,004	43,101	87,827	22,117	44,152
6.7 Other operating expenses	171,876	481,817	106,018	212,233	381,918	919,275	204,203	392,260
<b>6.8 Total Operating Expenses</b>	<b>623,101</b>	<b>1,348,489</b>	<b>442,124</b>	<b>762,121</b>	<b>1,265,617</b>	<b>2,877,548</b>	<b>762,020</b>	<b>1,349,493</b>
<b>7.0 Profit/(Loss) before tax and exceptional items</b>	<b>270,452</b>	<b>491,197</b>	<b>119,604</b>	<b>299,469</b>	<b>430,724</b>	<b>865,688</b>	<b>242,351</b>	<b>578,754</b>
<b>8.0 Exceptional items</b>	-	-	-	-	-	-	-	-
<b>9.0 Profit/(Loss) after exceptional items</b>	<b>270,452</b>	<b>491,197</b>	<b>119,604</b>	<b>299,469</b>	<b>430,724</b>	<b>865,688</b>	<b>242,351</b>	<b>578,754</b>
10.0 Current tax	(81,135)	(195,288)	(35,881)	(89,841)	(95,324)	(338,072)	(71,922)	(167,395)
11.0 Deferred tax	-	51,408	-	-	-	44,542	-	-
<b>12.0 Profit/(Loss) after tax and exceptional items</b>	<b>189,317</b>	<b>347,317</b>	<b>83,723</b>	<b>209,628</b>	<b>335,400</b>	<b>572,158</b>	<b>170,429</b>	<b>411,359</b>
<b>13.0 Other Comprehensive Income</b>								
13.1 Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	-	3,581	(13,968)	47,234	26,045
13.2 Fair value changes in available-for-sale financial assets	9,020	7,416	3,495	7,040	9,020	7,416	3,495	7,040
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	-	-	-	-	-	-	-	-
<b>14.0 Total comprehensive income for the year net of tax</b>	<b>9,020</b>	<b>7,416</b>	<b>3,495</b>	<b>7,040</b>	<b>12,601</b>	<b>(6,552)</b>	<b>50,729</b>	<b>33,085</b>
<b>15.0 Total comprehensive income for the year</b>	<b>198,337</b>	<b>354,733</b>	<b>87,218</b>	<b>216,668</b>	<b>348,001</b>	<b>565,606</b>	<b>221,158</b>	<b>444,444</b>
<b>Attributable to:</b>								
Non Controlling Interest	-	-	-	-	5,429	5,959	5,980	5,613
Equity Holders of the Parent	-	-	-	-	342,572	559,647	215,178	438,831

## III. OTHER DISCLOSURES

	BANK				GROUP			
	30th June 2019	31st Dec 2019	31st March 2020	30th June 2020	30th June 2019	31st Dec 2019	31st March 2020	30th June 2020
	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000
	(Un-Audited)	(Audited)	(Un-Audited)					