

UN-AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 31ST MARCH 2013

STATEMENT OF FINANCIAL POSITION		BANK			GROUP		
		31st March 2012	31st Dec 2012	31st Mar 2013	31st March 2012	31st Dec 2012	31st Mar 2013
		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)	191,603	181,590	203,018	778,726	1,240,381	1,273,886
2	Balances with Central Bank of Kenya	667,688	556,792	1,285,593	667,688	556,792	1,285,593
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	5,236,421	4,568,773	4,258,841	5,236,421	4,568,773	4,258,841
	ii) Other securities	42,900	44,557	42,900	2,016,137	1,481,759	1,460,479
	b) Available for sale						
	i) Kenya Government securities	540,400	813,534	1,166,190	540,400	813,534	1,166,190
	ii) Other securities	274,600	260,644	278,481	274,600	260,644	278,481
6	Deposits and balances due from local banking institutions	331,988	7,309	31,657	331,988	7,309	31,657
7	Deposits and balances due from banking institutions abroad	359,453	454,071	339,657	1,181,338	963,620	2,857,263
8	Tax recoverable	-	18,139	-	-	18,139	-
9	Loans and advances to customers (net)	7,092,426	8,742,625	8,555,883	11,774,988	14,180,269	14,978,229
10	Balances due from banking institutions in the group	34,811	115,427	128,015	-	38,409	-
11	Investments in associates	31,123	51,927	-	-	18,625	-
12	Investments in subsidiary companies	164,039	870,339	1,236,977	-	-	-
13	Investments in Joint Ventures	-	-	-	-	-	-
14	Investment properties	-	-	-	-	-	-
15	Property and equipment	193,299	186,059	176,051	643,027	620,092	655,268
16	Prepaid lease rentals	-	-	-	-	-	-
17	Intangible assets	13,219	8,891	7,948	22,996	16,103	15,592
18	Deferred tax asset	6,946	9,161	6,176	-	9,161	90,021
19	Retirement benefit asset	-	-	-	-	-	-
20	Other assets	253,360	260,654	843,271	539,814	467,234	587,695
21	TOTAL ASSETS	15,434,276	17,149,892	18,560,658	24,008,123	25,260,846	28,939,195
B. LIABILITIES							
22	Balances due to Central Bank of Kenya	-	-	-	-	-	-
23	Customer deposits	13,401,469	13,746,534	14,846,450	20,606,676	21,450,141	24,431,618
24	Deposits and balances due to local banking institutions	17,143	363,718	17,670	17,143	286,701	17,670
25	Deposits and balances due to foreign banking institutions	1,803	10,761	3,731	59,437	10,761	113,220
26	Other money market deposits	-	-	-	-	-	-
27	Borrowed funds	200,404	195,767	200,330	256,999	261,433	253,156
28	Balances due to banking institutions in the group	57,634	182,212	112,063	-	129,355	-
29	Tax payable	49,615	-	8,447	71,949	55,586	20,655
30	Dividends Payable	-	-	-	-	-	-
31	Deferred tax liability	-	-	-	39,412	57,556	55,768
32	Retirement benefit liability	-	-	-	-	-	-
33	Other liabilities	125,960	147,226	484,575	554,382	269,423	851,133
34	TOTAL LIABILITIES	13,854,029	14,646,217	15,673,266	21,605,999	22,520,956	25,743,220
C. SHAREHOLDERS' EQUITY							
35	Paid up/Assigned capital	528,308	731,249	823,661	528,308	731,249	823,661
36	Share premium/(discount)	154,922	637,272	859,571	154,922	637,272	859,571
37	Revaluation reserves	(17,358)	(11,293)	(4,322)	(21,642)	(8,859)	8,856
38	Retained earnings/Accumulated Losses	892,673	1,114,277	1,176,312	1,209,063	1,233,554	1,397,587
39	Statutory Loan Loss Reserve	21,702	32,170	32,170	53,818	50,628	25,162
40	Other Reserves	-	-	-	29,089	7,017	(7,059)
41	Proposed dividends	-	-	-	-	-	-
42	Capital grants	-	-	-	-	-	-
43	TOTAL SHAREHOLDERS' EQUITY	1,580,247	2,503,675	2,887,392	1,953,558	2,650,860	3,107,778
44	Non controlling Interest	-	-	-	448,566	89,029	88,197
45	TOTAL EQUITY	1,580,247	2,503,675	2,887,392	2,402,124	2,739,890	3,195,975
46	TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	15,434,276	17,149,892	18,560,658	24,008,123	25,260,846	28,939,195
STATEMENT OF COMPREHENSIVE INCOME							
1.0	INTEREST INCOME						
1.1	Loans and advances	368,810	1,567,999	367,170	555,091	2,435,189	636,212
1.2	Government securities	111,828	487,176	120,981	149,939	619,789	163,036
1.3	Deposits and placements with banking institutions	22,595	39,535	4,045	39,858	57,634	28,249
1.4	Other Interest Income	11,134	44,152	9,802	11,134	44,152	9,802
1.5	Total Interest Income	514,366	2,138,863	501,998	756,022	3,156,764	837,299
2.0	INTEREST EXPENSES						
2.1	Customer deposits	352,799	1,336,489	232,191	427,845	1,698,250	395,708
2.2	Deposits and placements from banking institutions	1,844	20,679	6,484	2,867	28,497	9,706
2.3	Other Interest Expenses	4,614	18,482	4,563	6,107	26,110	5,973
2.4	Total Interest Expenses	359,257	1,375,650	243,238	436,819	1,752,857	411,387
3.0	NET INTEREST INCOME/(LOSS)	155,109	763,213	258,760	319,203	1,403,907	425,912
4.0	OTHER OPERATING INCOME						
4.1	Fees and commissions on loans and advances	15,220	72,176	14,266	33,430	134,225	34,869
4.2	Other Fees and Commissions	37,657	147,382	37,071	79,965	332,543	92,137
4.3	Foreign exchange trading income/(loss)	28,761	91,558	18,965	52,834	268,707	84,698
4.4	Dividend Income	-	-	-	-	-	-
4.5	Other Income	65,116	217,738	10,734	75,611	316,796	30,724
5.0	Total Non-interest Income	146,754	528,854	81,036	241,840	1,052,271	242,428
6.0	TOTAL OPERATING INCOME	301,863	1,292,067	339,796	561,043	2,456,179	668,340
6.1	OPERATING EXPENSES						
6.1	Loan Loss Provision	20,415	65,547	4,413	35,341	166,365	60,831
6.2	Staff costs	112,362	461,251	129,634	204,989	907,267	257,939
6.3	Directors' emoluments	17,085	67,890	19,404	22,335	116,731	31,373
6.4	Rentals Charges	11,535	53,127	15,995	20,610	73,868	32,611
6.5	Depreciation charge on property and equipment	8,324	33,117	7,261	23,064	85,073	28,275
6.6	Amortisation Charges	1,559	5,888	942	7,097	18,469	2,128
6.7	Other operating expenses	57,203	257,382	73,527	110,078	479,145	170,208
6.8	Goodwill on Acquisition of subsidiary	-	-	-	-	-	(120,053)
6.9	Total Other Operating Expenses	228,483	944,203	251,176	423,515	1,854,916	463,312
7.0	Profit/(Loss) before tax and exceptional items	73,380	347,864	88,620	137,528	601,262	205,028
8.0	Exceptional items	-	-	-	-	-	-
9.0	Profit/(Loss) after exceptional items	73,380	347,864	88,620	137,528	601,262	205,028
10.0	Current tax	22,014	62,905	26,585	44,466	119,808	38,998
11.0	Deferred tax	-	1,520	-	-	14,749	-
12.0	Profit/(Loss) after tax and exceptional items	51,366	283,438	62,035	93,062	466,705	166,030
13.0	Other Comprehensive Income						
13.1	Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	(14,756)	(47,386)	(11,065)
13.2	Fair value changes in available-for-sale financial assets	(6,653)	(589)	6,968	(6,653)	(589)	6,968
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	(6,653)	(589)	6,968	(21,409)	(47,975)	(4,097)
15.0	Total comprehensive income for the year	44,713	282,849	69,003	71,653	418,730	161,933
	Attributable to:						
	Non Controlling Interest	-	-	-	18,438	82,004	1,997
	Equity Holders of the Parent	-	-	-	74,624	384,701	164,033
OTHER DISCLOSURES							
1)	NON-PERFORMING LOANS AND ADVANCES						
a)	Gross non-performing loans and advances	550,393	511,737	495,412	927,153	856,951	1,181,297
b)	Less: Interest in Suspense	152,839	181,927	196,616	231,536	227,009	293,316
c)	Total Non-Performing Loans and Advances (a-b)	397,554	329,810	298,796	695,617	629,942	887,981
d)	Less: Loan Loss Provisions	275,433	240,345	238,765	352,189	312,287	405,624
e)	Net Non-Performing Loans (c-d)	122,121	89,465	60,031	343,429	317,655	482,357
f)	Discounted Value of Securities	122,121	89,465	60,031	343,429	317,655	482,357
g)	Net NPLs Exposure (e-f)	-	-	-	-	-	-
h)	Insider Loans and Advances						
a)	Directors, shareholders and associates	75,757	23,397	19,129	89,217	37,218	26,661
b)	Employees	64,334	60,634	58,975	185,132	188,248	199,919
c)	Total Insider Loans and Advances and Other Facilities	130,091	84,031	78,104	274,349	130,091	226,580
3)	Off-Balance Sheet Items						
a)	Letters of credit, guarantees, acceptances	1,197,094	1,893,438	1,495,556	1,288,727	1,979,953	1,755,768
b)	Forwards, swaps and options	61,272	85,379	273,284	61,272	85,379	273,284
c)	Other contingent liabilities	1,773,760	1,276,351	784,514	1,773,760	1,276,351	886,238
d)	Total Contingent Liabilities	3,032,126	3,255,168	2,553,354	3,123,759	3,341,682	2,915,290
4)	Capital Strength						
a)	Core Capital	1,355,057	1,560,532	1,585,374	-	-	-
b)	Minimum Statutory Capital	700,000	1,000,000	1,000,000	-	-	-
c)	Excess/(Deficiency)	655,057	560,532	585,374	-	-	-
d)	Supplementary Capital	216,503	226,970	217,211	-	-	-
e)	Total capital (a+d)	1,571,560	1,787,502	1,802,585	-	-	-
f)	Total risk weighted assets	8,071,807	10,601,943	10,600,992	-	-	-
g)	Core capital/total deposit liabilities	10%	11%	11%	-	-	-
h)	Minimum Statutory Ratio	8%	8%	8			