

# UN-AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 30TH JUNE 2015

	BANK				GROUP			
	30th June 2014	31st Dec 2014	31st Mar 2015	30th June 2015	30th June 2014	31st Dec 2014	31st Mar 2015	30th June 2015
	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)	227,237	201,413	184,178	247,695	924,578	768,299	753,660	881,200
2 Balances with Central Bank of Kenya	872,797	2,200,388	3,443,856	4,633,174	872,797	2,200,388	3,443,856	4,633,174
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	4,454,336	3,016,651	2,650,054	3,139,732	4,454,336	3,016,651	2,650,054	3,139,732
ii) Other securities	45,179	24,230	23,517	26,153	2,984,945	4,302,275	2,390,907	3,241,442
b) Available for sale								
i) Kenya Government securities	5,753,885	7,091,607	7,300,951	6,649,549	5,753,885	7,091,607	7,300,951	6,649,549
ii) Other securities	229,611	160,948	152,257	145,790	229,611	160,948	152,257	145,790
6 Deposits and balances due from local banking institutions	2,379,112	1,872,666	733,323	1,626,248	2,379,112	1,872,666	733,323	1,626,248
7 Deposits and balances due from banking institutions abroad	934,478	1,963,528	2,009,781	1,125,935	3,849,165	3,009,200	3,747,723	2,886,763
8 Tax recoverable	-	-	-	-	22,236	55,649	-	-
9 Loans and advances to customers (net)	9,618,733	12,440,594	10,893,074	11,207,219	16,939,177	19,347,818	17,622,459	18,288,203
10 Balances due from banking institutions in the group	179,055	306,301	188,884	206,161	-	1,032,324	237,844	206,161
11 Investments in associates	-	-	-	-	-	-	-	-
12 Investments in subsidiary companies	1,898,747	2,432,747	2,432,747	2,737,026	-	-	-	-
13 Investments in Joint Ventures	-	-	-	-	-	-	-	-
14 Investment properties	-	-	-	-	-	-	-	-
15 Property, plant and equipment	244,257	501,376	517,906	537,269	812,706	1,174,519	1,215,564	1,256,798
16 Prepaid lease rentals	-	-	-	-	-	-	-	-
17 Intangible assets	8,226	257,517	240,065	261,166	42,068	617,405	577,021	591,174
18 Deferred tax asset	26,056	11,953	26,169	19,867	159,732	299,148	220,117	207,286
19 Retirement benefit asset	-	-	-	-	-	-	-	-
20 Other assets	886,251	510,006	569,651	606,930	1,116,387	605,500	786,552	963,972
<b>21 TOTAL ASSETS</b>	<b>27,757,960</b>	<b>32,991,926</b>	<b>31,366,414</b>	<b>30,169,915</b>	<b>40,540,735</b>	<b>45,554,406</b>	<b>41,832,288</b>	<b>41,717,492</b>
<b>B LIABILITIES</b>								
22 Balances due to Central Bank of Kenya	-	-	-	-	-	-	-	-
23 Customer deposits	16,580,122	17,734,223	16,951,760	16,581,418	29,105,942	29,449,780	26,545,098	27,351,078
24 Deposits and balances due to local banking institutions	477,295	2,068,770	434,900	226	477,295	2,068,770	434,900	226
25 Deposits and balances due to foreign banking institutions	3,760,241	1,235,154	1,389,034	946,482	3,691,784	1,253,181	1,688,110	1,127,828
26 Other money market deposits	-	-	-	-	-	-	-	-
27 Borrowed funds	195,925	196,026	200,589	195,976	248,791	272,024	277,249	277,287
28 Balances due to banking institutions in the group	162,346	4,011,256	4,477,192	4,321,048	-	4,014,082	4,477,192	4,321,048
29 Tax payable	55,949	35,203	93,763	16,877	55,949	35,200	93,785	16,877
30 Dividends Payable	-	-	-	-	-	-	-	-
31 Deferred tax liability	-	-	-	-	55,102	136,049	22,068	54,506
32 Retirement benefit liability	-	-	-	-	-	-	-	-
33 Other liabilities	199,388	546,261	550,315	437,791	479,068	1,159,859	1,094,099	940,196
<b>34 TOTAL LIABILITIES</b>	<b>21,431,266</b>	<b>25,826,893</b>	<b>24,098,123</b>	<b>22,499,818</b>	<b>34,113,930</b>	<b>38,388,945</b>	<b>34,632,502</b>	<b>34,089,046</b>
<b>C SHAREHOLDERS' EQUITY</b>								
35 Paid up/Assigned capital	1,212,171	1,276,480	1,276,480	1,276,480	1,212,171	1,276,480	1,276,480	1,276,480
36 Share premium/(discount)	3,406,226	3,888,534	3,888,534	4,192,814	3,406,226	3,888,534	3,888,534	4,192,814
37 Revaluation reserves	(23,496)	(11,362)	(16,713)	(29,825)	56,448	(11,362)	(16,713)	(29,825)
38 Retained earnings/Accumulated Losses	1,686,323	1,934,477	2,032,408	2,154,503	1,578,719	1,787,316	1,905,516	2,023,339
39 Statutory Loan Loss Reserve	45,470	76,904	87,581	78,625	77,180	129,047	127,145	116,113
40 Other Reserves	-	-	-	-	9,007	49,055	(30,093)	(22,824)
41 Proposed dividends	-	-	-	-	87,054	46,391	48,992	72,351
42 Non controlling Interest	-	-	-	-	-	-	-	-
43 Capital grants	-	-	-	-	-	-	-	-
<b>44 TOTAL SHAREHOLDERS' EQUITY</b>	<b>6,326,694</b>	<b>7,165,033</b>	<b>7,268,290</b>	<b>7,670,097</b>	<b>6,426,805</b>	<b>7,165,461</b>	<b>7,199,786</b>	<b>7,628,446</b>
<b>45 TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>27,757,960</b>	<b>32,991,926</b>	<b>31,366,414</b>	<b>30,169,915</b>	<b>40,540,735</b>	<b>45,554,406</b>	<b>41,832,288</b>	<b>41,717,492</b>

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	(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	725,418	1,551,302	413,152	487,306	1,395,838	2,816,941	699,543	1,338,974
1.2 Government securities	429,214	888,825	230,693	765,892	532,287	1,129,643	289,854	575,638
1.3 Deposits and placements with banking institutions	45,671	94,412	29,022	82,155	60,954	129,623	32,127	88,614
1.4 Other Interest Income	16,394	31,358	5,219	9,530	16,394	31,358	5,219	9,530
<b>1.5 Total Interest Income</b>	<b>1,216,696</b>	<b>2,565,897</b>	<b>678,065</b>	<b>1,344,884</b>	<b>2,005,472</b>	<b>4,107,565</b>	<b>1,026,743</b>	<b>2,012,756</b>
<b>2.0 INTEREST EXPENSES</b>								
2.1 Customer deposits	530,548	1,024,985	274,491	530,718	883,843	1,696,090	380,528	731,911
2.2 Deposits and placements from banking institutions	9,355	74,272	18,767	38,622	14,226	75,621	25,011	49,104
2.3 Other Interest Expenses	13,177	18,506	4,563	9,177	11,931	24,065	5,966	12,040
<b>2.4 Total Interest Expenses</b>	<b>553,076</b>	<b>1,117,763</b>	<b>297,821</b>	<b>578,523</b>	<b>910,000</b>	<b>1,795,776</b>	<b>411,505</b>	<b>793,055</b>
<b>3.0 NET INTEREST INCOME/(LOSS)</b>	<b>663,620</b>	<b>1,448,134</b>	<b>380,264</b>	<b>766,361</b>	<b>1,095,472</b>	<b>2,311,789</b>	<b>615,238</b>	<b>1,219,702</b>
<b>4.0 OTHER OPERATING INCOME</b>								
4.1 Fees and commissions on loans and advances	39,458	102,661	15,440	55,381	94,261	174,723	25,072	87,723
4.2 Other Fees and Commissions	72,528	146,821	38,176	75,665	187,095	291,894	67,149	172,851
4.3 Foreign exchange trading income (loss)	32,913	63,222	12,929	33,232	102,033	211,087	47,027	104,396
4.4 Dividend Income	-	-	-	-	-	-	-	-
4.5 Other income	89,697	77,153	13,475	41,671	165,263	168,527	24,585	95,828
4.6 Goodwill on Acquisition of subsidiary	-	-	-	-	-	-	-	-
<b>4.7 Total Non-Interest Income</b>	<b>234,594</b>	<b>389,857</b>	<b>78,019</b>	<b>205,948</b>	<b>528,652</b>	<b>846,231</b>	<b>183,832</b>	<b>460,798</b>
<b>5.0 TOTAL OPERATING INCOME</b>	<b>898,214</b>	<b>1,837,991</b>	<b>458,283</b>	<b>972,309</b>	<b>1,624,125</b>	<b>3,158,020</b>	<b>799,070</b>	<b>1,680,500</b>
<b>6.0 OPERATING EXPENSES</b>								
6.1 Loan Loss Provision	11,136	34,921	7,671	27,714	168,577	230,801	11,585	42,332
6.2 Staff costs	261,370	540,491	129,806	274,675	568,721	1,113,450	270,974	568,301
6.3 Directors' emoluments	37,134	44,494	14,041	25,233	54,850	69,441	21,515	37,870
6.4 Rentals Charges	63,759	127,705	34,989	73,473	98,732	202,024	56,381	116,917
6.5 Depreciation charge on property and equipment	15,222	45,793	17,890	40,808	51,449	118,164	39,784	94,695
6.6 Amortisation	2,123	13,304	6,261	12,521	4,486	22,036	20,442	12,521
6.7 Other operating expenses	144,527	344,546	92,473	204,876	387,208	869,532	205,361	456,486
<b>6.8 Total Operating Expenses</b>	<b>535,271</b>	<b>1,151,251</b>	<b>303,130</b>	<b>659,099</b>	<b>1,334,434</b>	<b>2,625,448</b>	<b>626,043</b>	<b>1,329,122</b>
<b>7.0 Profit/(Loss) before tax and exceptional items</b>	<b>362,943</b>	<b>686,740</b>	<b>155,153</b>	<b>313,210</b>	<b>289,691</b>	<b>532,572</b>	<b>173,026</b>	<b>351,377</b>
8.0 Exceptional items	-	-	-	-	-	-	-	-
<b>9.0 Profit/(Loss) after exceptional items</b>	<b>362,943</b>	<b>686,740</b>	<b>155,153</b>	<b>313,210</b>	<b>289,691</b>	<b>532,572</b>	<b>173,026</b>	<b>351,377</b>
10.0 Current tax	108,883	141,168	46,546	93,963	127,648	150,754	53,756	106,021
11.0 Deferred tax	-	11,924	-	-	1,433	(64,827)	-	-
<b>12.0 Profit/(Loss) after tax and exceptional items</b>	<b>254,060</b>	<b>533,648</b>	<b>108,608</b>	<b>219,247</b>	<b>160,611</b>	<b>446,645</b>	<b>119,270</b>	<b>245,356</b>
<b>13.0 Other Comprehensive Income</b>								
13.1 Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	-	(14,071)	(33,447)	(73,584)	(70,214)
13.2 Fair value changes in available-for-sale financial assets	(18,017)	(5,883)	(5,350)	(18,463)	(18,017)	(5,883)	(5,350)	(18,463)
13.3 Revaluation surplus on Property, plant and equipment	-	-	-	-	-	-	-	-
13.4 Share of other comprehensive income of associates	-	-	-	-	-	-	-	-
13.5 Income relating to components of other comprehensive income	-	-	-	-	-	-	-	-
<b>14.0 Other comprehensive income for the year net of tax</b>	<b>(18,017)</b>	<b>(5,883)</b>	<b>(5,350)</b>	<b>(18,463)</b>	<b>(32,089)</b>	<b>(39,330)</b>	<b>(78,935)</b>	<b>(88,678)</b>
<b>15.0 Total comprehensive income for the year</b>	<b>236,042</b>	<b>527,765</b>	<b>103,258</b>	<b>200,784</b>	<b>128,522</b>	<b>407,315</b>	<b>40,335</b>	<b>156,678</b>
<b>Attributable to:</b>								
Non-Controlling Interest	-	-	-	-	(5,327)	(3,540)	2,530	4,947
Equity Holders of the Parent	-	-	-	-	133,849	410,855	37,805	151,732

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