

UN-AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 31ST MARCH 2016

STATEMENT OF FINANCIAL POSITION

	BANK			GROUP		
	31st March 2015	31st Dec 2015	31st Mar 2016	31st March 2015	31st Dec 2015	31st Mar 2016
	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)	184,178	214,580	220,720	753,660	708,473	765,083
2 Balances with Central Bank of Kenya	3,443,856	1,498,412	1,880,489	3,443,856	1,498,412	1,880,489
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	2,650,054	2,268,532	1,529,805	2,650,054	2,268,532	1,529,805
ii).Other securities	23,517	-	-	2,390,907	2,441,880	2,820,835
b). Available for sale						
i).Kenya Government securities	7,300,951	8,076,571	8,736,079	7,300,951	8,076,571	8,736,079
ii).Other securities	152,257	106,531	110,873	152,257	106,531	110,873
6 Deposits and balances due from local banking institutions	733,323	601,145	322,893	733,323	601,145	322,893
7 Deposits and balances due from banking institutions abroad	2,009,781	237,663	62,016	3,747,723	2,826,002	2,568,159
8 Tax recoverable	-	-	-	-	78,678	-
9 Loans and advances to customers (net)	10,893,074	12,422,326	12,181,966	17,622,459	19,606,520	19,709,887
10 Balances due from banking institutions in the group	188,884	29,615	3,523	237,844	195,695	167,636
11 Investments in associates	-	-	-	-	-	-
12 Investments in subsidiary companies	2,432,747	2,857,690	2,857,690	-	-	-
13 Investments in Joint Ventures	-	-	-	-	-	-
14 Investment properties	-	-	-	-	-	-
15 Property, plant and equipment	517,906	481,696	458,559	1,215,564	1,222,941	1,162,611
16 Prepaid lease rentals	-	-	-	-	-	-
17 Intangible assets	240,065	237,757	231,497	577,021	587,686	565,339
18 Deferred tax asset	26,169	108,781	133,701	220,117	387,254	387,288
19 Retirement benefit asset	-	-	-	-	-	-
20 Other assets	569,651	232,763	522,715	786,550	358,558	867,978
21 TOTAL ASSETS	31,366,413	29,374,062	29,252,326	41,832,286	40,964,878	41,594,955
B LIABILITIES						
22 Balances due to Central Bank of Kenya	-	-	-	-	-	-
23 Customer deposits	16,951,760	15,489,590	17,570,586	26,545,098	26,371,497	29,054,255
24 Deposits and balances due to local banking institutions	434,900	1,458,481	101,400	434,900	1,750,802	101,400
25 Deposits and balances due to foreign banking institutions	1,389,604	683,406	16,750	1,688,110	683,573	475,823
26 Other money market deposits	-	-	-	-	-	-
27 Borrowed funds	200,589	196,077	200,691	277,249	284,587	284,253
28 Balances due to banking institutions in the group	4,477,192	3,248,412	2,685,887	4,477,192	3,251,737	2,688,866
29 Tax payable	93,763	4,215	65,635	93,785	4,215	65,635
30 Dividends Payable	-	-	-	-	-	-
31 Deferred tax liability	-	-	22,513	22,068	97,031	95,301
32 Retirement benefit liability	-	-	-	-	-	-
33 Other liabilities	550,315	388,151	544,910	1,094,099	665,634	873,431
34 TOTAL LIABILITIES	24,098,123	21,468,332	21,208,372	34,632,501	33,109,076	33,638,964
C SHAREHOLDERS' EQUITY						
35 Paid up/Assigned capital	1,276,480	1,276,480	1,276,480	1,276,480	1,276,480	1,276,480
36 Share premium/(discount)	3,888,534	4,192,814	4,192,814	3,888,534	4,192,814	4,192,814
37 Revaluation reserves	(16,713)	(45,155)	(50,770)	(16,713)	(45,155)	(50,770)
38 Retained earnings/Accumulated Losses	2,032,408	2,411,193	2,550,408	1,905,510	2,226,125	2,357,810
39 Statutory Loan Loss Reserve	87,581	70,398	75,022	127,145	94,779	99,403
40 Other Reserves	-	-	-	(30,093)	45,533	15,760
41 Proposed dividends	-	-	-	-	-	-
42 Non controlling Interest	-	-	-	48,922	65,226	64,494
43 Capital grants	-	-	-	-	-	-
44 TOTAL SHAREHOLDERS' EQUITY	7,268,290	7,905,730	8,043,954	7,199,785	7,855,802	7,955,991
45 TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	31,366,413	29,374,062	29,252,326	41,832,286	40,964,878	41,594,955

STATEMENT OF COMPREHENSIVE INCOME

	31st March 2015	31st Dec 2015	31st Mar 2016	31st March 2015	31st Dec 2015	31st Mar 2016
	Shs '000 (Un-Audited)	Shs '000 (Audited)	Shs '000 (Un-Audited)	Shs '000 (Un-Audited)	Shs '000 (Audited)	Shs '000 (Un-Audited)
1.0 INTEREST INCOME						
1.1 Loans and advances	413,152	1,727,852	517,863	699,543	2,869,101	814,900
1.2 Government securities	230,693	986,388	302,362	289,854	1,194,275	367,073
1.3 Deposits and placements with banking institutions	29,022	287,064	23,263	32,127	289,960	29,515
1.4 Other Interest Income	5,219	34,564	5,124	5,219	43,987	5,124
1.5 Total Interest Income	678,085	3,035,868	848,612	1,026,743	4,397,323	1,216,612
2.0 INTEREST EXPENSES						
2.1 Customer deposits	274,491	1,106,735	310,144	380,528	1,483,012	394,989
2.2 Deposits and placements from banking institutions	18,767	210,382	41,828	25,011	237,494	51,077
2.3 Other Interest Expenses	4,563	18,506	4,614	5,966	24,480	6,445
2.4 Total Interest Expenses	297,821	1,335,623	356,586	411,505	1,744,986	452,512
3.0 NET INTEREST INCOME/(LOSS)	380,264	1,700,245	492,026	615,238	2,652,337	764,100
4.0 OTHER OPERATING INCOME						
4.1 Fees and commissions on loans and advances	15,440	106,933	43,971	25,072	183,262	92,303
4.2 Other Fees and Commissions	36,176	138,494	36,694	87,149	302,178	56,504
4.3 Foreign exchange trading income (loss)	12,929	78,544	19,120	47,027	267,949	63,441
4.4 Dividend Income	-	-	-	-	-	-
4.5 Other income	13,475	89,971	6,191	24,585	145,699	31,228
4.6 Goodwill on Acquisition of subsidiary	-	-	-	-	-	-
4.7 Total Non-Interest Income	78,019	413,942	105,976	183,832	899,088	243,476
5.0 TOTAL OPERATING INCOME	458,284	2,114,187	598,002	799,070	3,551,425	1,007,576
6.0 OPERATING EXPENSES						
6.1 Loan Loss Provision	7,671	92,816	4,522	11,585	294,190	51,630
6.2 Staff costs	129,806	553,890	139,638	270,974	1,147,974	295,819
6.3 Directors' emoluments	14,041	51,129	14,085	21,515	86,918	22,994
6.4 Rentals Charges	34,989	145,358	36,756	56,381	237,032	60,499
6.5 Depreciation charge on property and equipment	17,890	146,589	33,294	39,784	277,322	75,407
6.6 Amortisation Charges	6,261	30,074	6,261	20,442	73,709	6,261
6.7 Other operating expenses	92,473	547,295	158,713	205,361	994,487	273,773
6.8 Total Operating Expenses	303,130	1,567,150	393,269	626,043	3,111,632	786,382
7.0 Profit/(Loss) before tax and exceptional items	155,153	547,038	204,733	173,026	439,793	221,194
8.0 Exceptional items	-	-	-	-	-	-
9.0 Profit/(Loss) after exceptional items	155,153	547,038	204,733	173,026	439,793	221,194
10.0 Current tax	(46,546)	(159,173)	(61,420)	(53,756)	(180,366)	(68,852)
11.0 Deferred tax	-	82,345	-	-	129,509	-
12.0 Profit/(Loss) after tax and exceptional items	108,607	470,210	143,313	119,270	388,936	152,342
13.0 Other Comprehensive Income						
13.1 Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	(73,584)	30,920	(45,031)
13.2 Fair value changes in available-for-sale financial assets	(5,350)	(33,793)	(5,615)	(5,350)	(33,793)	(5,615)
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	(5,350)	(33,793)	(5,615)	(78,935)	(2,873)	(50,646)
15.0 Total comprehensive income for the year	103,257	436,417	137,698	40,335	386,063	101,696
Attributable to:						
Non Controlling Interest	-	-	-	2,530	34,093	734
Equity Holders of the Parent	-	-	-	37,805	351,970	100,962

OTHER DISCLOSURES

	BANK			GROUP		
	31st March 2015	31st Dec 2015	31st Mar 2016	31st March 2015	31st Dec 2015	31st Mar 2016
	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:	601,356	570,248	531,666	1,759,955	1,979,711	1,826,725
b) Interest in Suspense	211,005	176,450	206,838	460,457	524,247	474,560
c) Total Non-Performing Loans and Advances (a-b) Less:	390,350	393,798	324,828	1,299,499	1,455,464	1,352,165
d) Loan Loss Provisions	209,671	226,883	222,365	491,740	469,732	541,338
e) Net Non-Performing Loans (c-d)	180,679	166,916	102,463	807,758	985,733	810,826
f) Discounted Value of Securities	180,679	166,916	102,463	807,758	985,733	810,826
g) Net NPLs Exposure (e-f)	-	-	-	-	-	-
2. Insider Loans and Advances						
a) Directors, shareholders and associates	119,289	222,832	261,205	163,420	227,123	264,826
b) Employees	31,723	50,742	55,837	55,736	168,914	222,885
c) Total Insider Loans and Advances and Other Facilities	151,012	273,574	317,042	219,155	396,037	487,711
3. Off-Balance Sheet Items						
a) Letters of credit, guarantees, acceptances	1,065,139	1,626,825	2,046,327	1,361,874	2,157,032	2,917,455
b) Forwards, swaps and options	9,759,341	3,831,623	3,788,346	9,759,341	3,831,623	3,788,346
c) Other contingent liabilities	1,420,256	1,783,069	1,444,280	2,004,351	2,240,243	3,648,713
d) Total Contingent Liabilities	12,244,736	7,241,517	7,278,953	13,125,566	8,228,898	10,354,514
4. Capital Strength						
a) Core capital	4,710,371	5,022,797	5,090,356			
b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000			
c) Excess/(Deficiency)	3,710,371	4,022,797	4,090,356			
d) Supplementary Capital	200,340	149,367	148,846			
e) Total capital (a+d)	4,910,711	5,172,164	5,239,202			
f) Total risk weighted assets	16,745,334	18,647,453	19,078,121			
g) Core capital/total deposit liabilities	27.8%	32.4%	29.1%			
h) Minimum Statutory Ratio	8.0%	8.0%	8.0%			
i) Excess/(Deficiency)	19.8%	24.4				