

UN-AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 31ST MARCH 2017

STATEMENT OF FINANCIAL POSITION

	BANK			GROUP		
	31st March 2016	31st Dec 2016	31st Mar 2017	31st March 2016	31st Dec 2016	31st Mar 2017
	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000
	(Un -Audited)	(Audited)	(Un -Audited)	(Un - Audited)	(Audited)	(Un -Audited)
A. ASSETS						
1) Cash (both local and foreign)	220,720	195,232	170,641	765,083	493,325	689,443
2) Balances with Central Bank of Kenya	1,880,489	1,875,291	3,289,391	1,880,489	1,875,291	3,289,391
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	1,529,805	1,485,721	1,372,983	1,529,805	1,485,721	1,372,983
ii).Other securities	-	-	-	2,820,835	2,059,850	2,601,723
b). Available for sale:						
i).Kenya Government securities	8,736,079	6,931,786	4,234,711	8,736,079	6,931,786	4,234,711
ii).Other securities	110,873	79,827	82,334	110,873	79,827	82,334
6) Deposits and balances due from local banking institutions	322,893	1,097,883	1,289,238	322,893	1,097,883	1,289,238
7) Deposits and balances due from banking institutions abroad	62,016	1,161,788	597,920	2,568,159	3,822,183	3,793,173
8) Tax recoverable	-	-	-	-	82,999	-
9) Loans and advances to customers (net)	12,181,966	12,906,196	12,526,076	19,709,887	19,441,803	19,388,708
10) Balances due from banking institutions in the group	3,323	35,242	62,376	167,636	401,536	62,377
11) Investments in associates	-	-	-	-	-	-
12) Investments in subsidiary companies	2,857,690	2,857,690	3,273,390	-	-	-
13) Investments in Joint Ventures	-	-	-	-	-	-
14) Investment properties	-	-	-	-	-	-
15) Property, plant and equipment	458,559	397,084	368,149	1,162,611	998,251	956,310
16) Prepaid lease rentals	-	-	-	-	-	-
17) Intangible assets	231,497	202,440	194,410	565,339	483,630	470,144
18) Deferred tax asset	133,701	79,030	79,932	387,288	355,395	357,906
19) Retirement benefit asset	-	-	-	-	-	-
20) Other assets	522,715	313,862	262,005	867,978	632,827	630,064
21 TOTAL ASSETS	29,252,326	29,619,072	27,803,556	41,594,955	40,242,307	39,218,505
B LIABILITIES						
22) Balances due to Central Bank of Kenya	-	-	-	-	-	-
23) Customer deposits	17,570,586	16,561,677	15,665,448	29,054,255	27,192,108	26,756,319
24) Deposits and balances due to local banking institutions	101,400	1,850,743	-	101,400	1,889,079	-
25) Deposits and balances due to foreign banking institutions	16,750	2,270	-	475,823	2,502	220,138
26) Other money market deposits	-	-	-	-	-	-
27) Borrowed funds	200,691	1,202,201	2,287,148	284,253	1,202,201	2,287,148
28) Balances due to banking institutions in the group	2,685,887	1,276,285	1,135,858	2,688,866	1,276,285	1,137,845
29) Tax payable	65,635	13,944	40,341	65,635	13,944	40,341
30) Dividends Payable	-	-	-	-	-	-
31) Deferred tax liability	22,513	-	-	95,301	65,668	65,311
32) Retirement benefit liability	-	-	-	-	-	-
33) Other liabilities	544,910	345,503	249,226	873,431	544,930	570,254
34 TOTAL LIABILITIES	21,208,372	21,252,623	19,378,020	33,638,964	32,186,717	31,077,356
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)	4,192,814	4,192,814	4,192,814	4,192,814	4,192,814	4,192,814
37) Revaluation reserves	(50,770)	(31,268)	(33,374)	(50,770)	(31,269)	(33,374)
38) Retained earnings/Accumulated Losses	2,550,408	2,850,787	2,872,860	2,357,810	2,647,572	2,696,692
39) Statutory Loan Loss Reserve	75,022	77,636	116,756	99,403	107,076	145,712
40) Other Reserves	-	-	-	15,760	(195,704)	(196,579)
41) Proposed dividends	-	-	-	-	-	-
42) Non controlling Interest	-	-	-	64,494	58,621	59,404
43) Capital grants	-	-	-	-	-	-
44 TOTAL SHAREHOLDERS' EQUITY	8,043,954	8,366,449	8,425,536	7,955,991	8,055,590	8,141,149
45 TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	29,252,326	29,619,072	27,803,556	41,594,955	40,242,307	39,218,505

STATEMENT OF COMPREHENSIVE INCOME

1.0 INTEREST INCOME						
1.1 Loans and advances	517,863	1,907,235	398,295	814,900	3,078,935	652,139
1.2 Government securities	302,362	1,082,713	153,806	367,073	1,266,790	214,736
1.3 Deposits and placements with banking institutions	23,263	58,413	31,226	29,515	85,028	38,637
1.4 Other Interest Income	5,124	14,307	2,915	5,124	14,307	2,915
1.5 Total Interest Income	848,612	3,062,668	586,242	1,216,612	4,445,060	908,427
2.0 INTEREST EXPENSES						
2.1 Customer deposits	310,144	1,171,315	220,693	394,989	1,462,734	298,038
2.2 Deposits and placements from banking institutions	41,828	104,274	10,126	51,077	127,071	13,189
2.3 Other Interest Expenses	4,614	34,435	27,917	6,445	36,170	27,917
2.4 Total Interest Expenses	356,586	1,310,024	258,736	452,512	1,625,975	339,144
3.0 NET INTEREST INCOME/(LOSS)	492,027	1,752,644	327,506	764,100	2,819,085	569,283
4.0 OTHER OPERATING INCOME						
4.1 Fees and commissions on loans and advances	43,971	189,712	52,140	92,303	308,809	85,536
4.2 Other Fees and Commissions	36,694	152,018	48,120	56,504	271,811	84,326
4.3 Foreign exchange trading income (loss)	19,120	71,865	17,227	63,441	276,866	58,066
4.4 Dividend Income	-	-	-	-	-	-
4.5 Other income	6,191	50,586	37,978	31,228	104,025	55,425
4.6 Goodwill on Acquisition of subsidiary	-	-	-	-	-	-
4.7 Total Non-Interest Income	105,976	464,181	155,465	243,476	961,511	283,353
5.0 TOTAL OPERATING INCOME	598,002	2,216,825	482,971	1,007,576	3,780,596	852,636
6.0 OPERATING EXPENSES						
6.1 Loan Loss Provision	4,522	76,222	9,844	51,630	326,595	22,747
6.2 Staff costs	139,638	537,676	140,160	295,819	1,129,968	288,164
6.3 Directors' emoluments	14,085	51,866	11,110	22,994	90,904	18,896
6.4 Rentals Charges	36,756	150,284	37,455	60,499	243,611	60,791
6.5 Depreciation charge on property and equipment	33,294	110,147	38,817	75,407	245,145	67,584
6.6 Amortisation Charges	6,261	40,196	8,030	6,261	87,231	18,392
6.7 Other operating expenses	158,713	591,096	149,564	273,773	1,016,852	253,919
6.8 Total Operating Expenses	393,269	1,557,487	394,980	786,382	3,140,306	730,493
7.0 Profit/(Loss) before tax and exceptional items	204,734	659,338	87,991	221,194	640,290	122,143
8.0 Exceptional items	-	-	-	-	-	-
9.0 Profit/(Loss) after exceptional items	204,734	659,338	87,991	221,194	640,290	122,143
10.0 Current tax	(61,420)	(188,707)	(26,398)	(68,852)	(220,864)	(33,272)
11.0 Deferred tax	-	(23,799)	-	-	14,977	-
12.0 Profit/(Loss) after tax and exceptional items	143,314	446,832	61,593	152,342	434,403	88,871
13.0 Other Comprehensive Income						
13.1 Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	(45,031)	(248,504)	(875)
13.2 Fair value changes in available-for-sale financial assets	(5,615)	13,887	(2,105)	(5,615)	13,887	(2,105)
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	(5,615)	13,887	(2,105)	(50,646)	(234,618)	(2,980)
15.0 Total comprehensive income for the year	137,699	460,719	59,488	101,696	199,785	85,891
Attributable to:						
Non Controlling Interest	-	-	-	734	(6,606)	782
Equity Holders of the Parent	-	-	-	100,962	206,391	85,109

OTHER DISCLOSURES

	BANK			GROUP		
	31st March 2016	31st Dec 2016	31st Mar 2017	31st March 2016	31st Dec 2016	31st Mar 2017
	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000
	(Un -Audited)	(Audited)	(Un -Audited)	(Un - Audited)	(Audited)	(Un -Audited)
1. NON-PERFORMING LOANS AND ADVANCES						
a) Gross non-performing loans and advances Less:	531,666	993,678	1,068,533	1,826,725	2,147,820	2,244,855
b) Interest in Suspense	206,838	249,439	295,052	474,560	434,048	508,758
c) Total Non-Performing Loans and Advances (a-b) Less:	324,828	744,239	773,481	1,352,165	1,713,772	1,736,097
d) Loan Loss Provisions	222,365	262,834	269,359	541,338	510,945	532,037
e) Net Non-Performing Loans (c-d)	102,463	481,405	504,121	810,826	1,202,827	1,204,060
f) Discounted Value of Securities	102,463	481,405	504,121	810,826	1,202,827	1,204,060
g) Net NPLs Exposure (e-f)	-	-	-	-	-	-
2. Insider Loans and Advances						
a) Directors, shareholders and associates	261,205	360,151	259,993	264,826	361,128	264,978
b) Employees	55,837	55,954	52,146	222,885	138,108	128,223
c) Total Insider Loans and Advances and Other Facilities	317,042	416,105	312,139	487,711	499,236	393,201
3. Off-Balance Sheet Items						
a) Letters of credit, guarantees, acceptances	2,046,327	2,970,688	2,757,516	2,917,455	4,807,799	5,133,848
b) Forwards, swaps and options	3,788,346	6,658	744,473	3,788,346	6,658	744,473
c) Other contingent liabilities	1,444,280	1,349,323	475,281	3,648,713	1,834,887	1,161,911
d) Total Contingent Liabilities	7,278,953	4,326,668	3,977,270	10,354,514	6,649,343	7,040,232
4. Capital Strength						
a) Core capital	5,090,356	5,462,392	5,037,967	7,756,330	8,114,565	8,146,042
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)	4,090,356	4,462,392	4,037,967	6,756,330	7,114,565	7,146,042
d) Supplementary Capital	148,846	117,670	145,088	232,408	144,341	174,528
e) Total capital (a+d)	5,239,202	5,580,063	5,183,055	7,988,738	8,258,906	8,320,570
f) Total risk weighted assets	19,078,121	20,595,218	20,555,479	30,580,137	31,786,386	32,244,767
g) Core capital/total deposit liabilities	29.1%	33.0%	32.6%	26.7%	29.8%	30.4%