



UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 31ST MARCH 2019

STATEMENT OF FINANCIAL POSITION	BANK			GROUP		
	31/03/18 Unaudited Shs. '000'	31/12/18 Audited Shs. '000'	31/03/19 Unaudited Shs. '000'	31/03/18 Unaudited Shs. '000'	31/12/18 Audited Shs. '000'	31/03/19 Unaudited Shs. '000'
ASSETS						
Cash (both Local & Foreign)	455,283	636,216	514,803	457,306	638,844	547,607
Balances due from Central Bank of Kenya	3,077,864	8,130,089	4,340,079	3,077,864	8,130,089	4,340,079
Kenya Government and other securities held for dealing purposes						
Financial Assets at fair value through profit and loss						
Investment Securities:						
a) Held to Maturity:						
a. Kenya Government securities	21,032,154	18,866,461	27,485,862	21,897,318	19,730,293	28,356,869
b. Other securities	21,032,154	18,866,461	27,485,862	21,897,318	19,730,293	28,356,869
b) Available for sale:						
a. Kenya Government securities	7,289,709	18,868,125	18,997,573	7,754,848	19,368,590	19,522,236
b. Other securities	3,334,868	14,499,109	15,282,261	3,538,161	14,798,886	15,606,809
Deposits and balances due from local banking institutions	3,954,841	4,369,016	3,715,312	4,216,687	4,569,704	3,915,427
Deposits and balances due from banking institutions abroad	2,394,840	2,058,428	854,061	2,627,840	2,121,815	1,280,524
Tax recoverable	1,847,224	9,527,227	10,002,697	1,847,224	9,527,227	10,002,697
Loans and advances to customers (net)	20,105	22,285	-	42,742	14,529	-
Balances due from banking institutions in the group	36,999,564	36,642,825	34,838,626	37,152,263	36,776,526	34,957,769
Investments in associates						
Investments in subsidiary companies						
Investments in joint ventures	1,395,692	1,337,575	1,337,575			
Investment properties						
Property and equipment	1,541,456	1,547,688	1,506,080	1,861,772	1,869,129	1,825,903
Prepaid lease rentals						
Intangible assets						
Deferred tax asset	128,377	89,279	93,739	772,940	733,376	739,240
Retirement benefit asset						
Other assets	955,557	808,257	1,011,843	1,805,881	1,225,541	1,837,485
TOTAL ASSETS	77,137,825	98,534,455	100,982,938	79,297,998	100,135,959	103,410,409
LIABILITIES						
Balances due to Central Bank of Kenya						
Customer deposits	58,082,661	71,422,698	74,596,486	58,078,644	71,075,047	74,596,486
Deposits and balances due to local banking institutions						
Deposits and balances due to foreign banking institutions	346,142	44,744	51,175	346,142	44,744	51,175
Other money market deposits						
Borrowed funds	2,432,811	2,086,226	2,043,443	2,432,811	2,086,226	2,043,443
Balances due to banking institutions in the group						
Tax payable			33,714			12,604
Dividends payable						
Deferred tax liability	64,793	978,336	978,336	127,449	1,039,625	1,040,881
Retirement benefit liability						
Other liabilities	436,303	963,478	256,665	2,019,788	2,056,054	1,884,862
TOTAL LIABILITIES	61,362,710	75,495,482	77,959,819	63,004,834	76,301,696	79,629,451
SHAREHOLDERS' FUNDS						
Paid up /Assigned capital	5,000,000	6,649,390	6,649,390	5,000,000	6,649,390	6,649,390
Share premium/(discount)		5,230,109	5,230,109		5,230,109	5,230,109
Revaluation reserves	3,848,084	3,124,641	2,516,827	4,040,464	3,299,249	2,680,845
Retained earnings/Accumulated losses	6,570,546	7,681,811	8,273,771	6,651,168	8,015,444	8,587,519
Statutory loan loss reserves	356,485	353,022	353,022	356,485	353,022	353,022
Other Reserves						
Proposed dividends						
Capital grants						
TOTAL SHAREHOLDERS' FUNDS	15,775,115	23,038,973	23,023,119	16,048,117	23,547,214	23,500,885
Minority Interest				245,047	287,049	280,073
TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	77,137,825	98,534,455	100,982,938	79,297,998	100,135,959	103,410,409

OTHER DISCLOSURES	BANK			GROUP		
	31/03/18 Unaudited Shs. '000'	31/12/18 Audited Shs. '000'	31/03/19 Unaudited Shs. '000'	31/03/18 Unaudited Shs. '000'	31/12/18 Audited Shs. '000'	31/03/19 Unaudited Shs. '000'
NON-PERFORMING LOANS AND ADVANCES						
(a) Gross Non-performing loans and advances	2,600,514	2,820,997	3,080,498	2,600,514	2,820,997	3,080,498
(b) Less: Interest in Suspense	404,176	591,298	616,136	404,176	591,298	616,136
(c) Total Non-Performing Loans and Advances (a-b)	2,196,338	2,229,699	2,464,362	2,196,338	2,229,699	2,464,362
(d) Less: Loan Loss Provision	634,007	953,461	994,932	634,007	953,461	994,932
(e) Net Non-Performing Loans and Advances(c-d)	1,562,331	1,276,238	1,469,430	1,562,331	1,276,238	1,469,430
(f) Discounted Value of Securities	1,423,909	1,251,220	1,455,238	1,423,909	1,251,220	1,455,238
(g) Net NPLs Exposure (e-f)	138,422	25,018	14,192	138,422	25,018	14,192
INSIDER LOANS AND ADVANCES						
(a) Directors, Shareholders and Associates	1,624,309	1,657,853	1,648,562	1,624,309	1,657,853	1,648,562
(b) Employees	298,766	330,040	329,074	298,766	330,040	329,074
(c) Total Insider Loans and Advances and other facilities	1,923,075	1,987,893	1,977,636	1,923,075	1,987,893	1,977,636
OFF-BALANCE SHEET ITEMS						
(a) Letters of credit, guarantees, acceptances	7,329,379	6,795,279	6,747,682	7,329,379	6,795,279	6,747,682
(b) Forwards, swaps and options	7,379,805	8,610,465	10,024,827	7,379,805	8,610,465	10,024,827
(c) Other contingent liabilities	2,597,705	2,641,223	2,992,629	2,597,705	2,641,223	2,992,629
(d) Total Contingent Liabilities	17,306,889	18,046,967	19,765,138	17,306,889	18,046,967	19,765,138
CAPITAL STRENGTH						
(a) Core capital	11,089,164	19,313,389	19,612,047			
(b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000			
(c) Excess/(Deficiency)(a-b)	10,089,164	18,313,389	18,612,047			
(d) Supplementary Capital	960,685	761,022	756,422			
(e) Total Capital (a+d)	12,049,849	20,074,411	20,368,469			
(f) Total risk weighted assets	51,596,978	53,829,261	52,312,699			
(g) Core Capital/Total deposits Liabilities	19.1%	27.0%	26.3%			
(h) Minimum statutory Ratio	8.0%	8.0%	8.0%			
(i) Excess/(Deficiency) (g-h)	11.1%	19.0%	18.3%			
(j) Core Capital / total risk weighted assets	21.5%	35.9%	37.5%			
(k) Minimum Statutory Ratio	10.5%	10.5%	10.5%			
(l) Excess (Deficiency) (j-k)	11.0%	25.4%	27.0%			
(m) Total Capital/total risk weighted assets	23.4%	37.3%	38.9%			
(n) Minimum statutory Ratio	14.5%	14.5%	14.5%			
(o) Excess/(Deficiency) (m-n)	8.9%	22.8%	24.4%			
(p) Adjusted Core Capital/Total Deposit Liabilities*	19.5%	27.5%	26.4%			
(q) Adjusted Core Capital/Total Risk Weighted Assets*	22.0%	36.5%	37.7%			
(r) Adjusted Total Capital/Total Risk Weighted Assets*	23.8%	37.9%	39.1%			
LIQUIDITY						
(a) Liquidity Ratio	51.6%	71.5%	74.9%			
(b) Minimum Statutory Ratio	20.0%	20.0%	20.0%			
(c) Excess (Deficiency) (a-b)	31.6%	51.5%	54.9%			

PROFIT AND LOSS ACCOUNT	BANK			GROUP		
	31/03/18 Unaudited Shs. '000'	31/12/18 Audited Shs. '000'	31/03/19 Unaudited Shs. '000'	31/03/18 Unaudited Shs. '000'	31/12/18 Audited Shs. '000'	31/03/19 Unaudited Shs. '000'
INTEREST INCOME						
Loans and advances	1,184,741	4,481,865	1,017,866	1,184,741	4,481,865	1,017,866
Government securities	680,596	3,244,050	1,029,656	680,596	3,244,050	1,029,656
Deposits and placements with banking institutions	37,267	212,957	97,405	37,267	212,957	97,405
Other Interest Income	16,705	68,491	20,124	16,705	68,491	20,124
Total interest income	1,919,309	8,007,363	2,165,051	1,919,309	8,007,363	2,165,051
INTEREST EXPENSE						
Customer deposits	959,045	4,090,267	1,100,950	959,045	4,090,267	1,100,950
Deposits and placement from banking institutions	25,368	83,744	11,945	25,368	83,744	11,945
Other interest expenses	17,627	71,133	17,445	17,627	71,133	17,445
Total interest expenses	1,002,040	4,245,144	1,130,340	1,002,040	4,245,144	1,130,340
NET INTEREST INCOME/(LOSS)	917,269	3,762,219	1,034,711	917,269	3,762,219	1,034,711
NON-INTEREST INCOME						
Fees and commissions on loans and advances	51,171	242,183	44,091	51,171	242,183	44,091
Other fees and commissions	93,173	361,976	91,065	93,173	361,976	91,065
Foreign exchange trading income/(Loss)	67,001	270,269	79,482	67,001	270,269	79,482
Dividend Income	-	1,973	-	-	1,973	-
Other income	4,484	12,009	5,936	4,484	12,009	5,936
Total Non-interest income	215,829	888,410	220,574	215,829	888,410	220,574
TOTAL OPERATING INCOME	1,133,098	4,650,629	1,255,285	1,133,098	4,650,629	1,255,285
OTHER OPERATING EXPENSES						
Loan loss provision	45,000	188,109	8,449	45,000	188,109	8,449
Staff costs	267,010	1,107,850	287,999	267,010	1,107,850	287,999
Directors' emoluments	34,656	134,245	28,223	34,656	134,245	28,223
Rental charges	34,350	134,901	33,681	34,350	134,901	33,681
Depreciation charge on property and equipment	66,652	146,376	62,500	66,652	146,376	62,500
Amortisation charges	-	74,696	-	-	74,696	-
Other operating expenses	158,451	775,976	186,473	158,451	775,976	186,473
Total Other Operating Expenses	606,119	2,562,153	607,325	606,119	2,562,153	607,325
Profit/(Loss) Before Tax and Exceptional Items	526,979	2,088,476	647,960	526,979	2,088,476	647,960
Exceptional Items						
Profit/(Loss) After Exceptional Items	526,979	2,088,476	647,960	526,979	2,088,476	647,960
Current Tax	54,000	140,448	56,000	54,000	140,448	56,000
Deferred Tax	-	(73,298)	-	-	(73,298)	-
Profit/(Loss) After Tax and Exceptional Items	472,979	2,021,326	591,960	472,979	2,021,326	591,960
Minority Interest				(335)		(5,777)
Profit/(loss) after tax, exceptional items and Minority Interest	472,979	2,021,326	591,960	472,979	2,021,326	591,960
Other Comprehensive Income						
Gains/(Losses) from translating the financial statements of foreign operations						