



Prime Bank

UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 30TH JUNE 2019

STATEMENT OF FINANCIAL POSITION	BANK				GROUP		
	30/06/18 Unaudited Shs. '000'	31/12/18 Audited Shs. '000'	31/03/19 Unaudited Shs. '000'	30/06/19 Unaudited Shs. '000'	30/06/18 Unaudited Shs. '000'	31/12/18 Audited Shs. '000'	30/06/19 Unaudited Shs. '000'
ASSETS							
Cash (both Local & Foreign)	544,678	636,216	514,803	712,164	616,409	638,844	734,052
Balances due from Central Bank of Kenya	3,427,136	8,130,089	4,340,079	3,644,253	3,427,136	8,130,089	3,644,253
Kenya Government and other securities held for dealing purposes							
Financial Assets at fair value through profit and loss							
Investment Securities:							
a) Held to Maturity:	19,636,295	18,866,461	27,485,862	35,806,152	20,528,538	19,730,293	36,665,676
a. Kenya Government securities	19,636,295	18,866,461	27,485,862	35,806,152	20,517,704	19,723,281	36,662,171
b. Other securities	-	-	-	-	10,834	7,012	3,505
b) Available for sale:	15,445,232	18,868,125	18,997,573	15,630,328	15,935,290	19,368,590	16,271,825
a. Kenya Government securities	8,993,328	14,499,109	15,282,261	11,910,846	9,246,789	14,798,886	12,370,995
b. Other securities	6,451,904	4,369,016	3,715,312	3,719,482	6,688,501	4,569,704	3,900,830
Deposits and balances due from local banking institutions	3,718,743	2,058,428	854,061	855,029	3,967,005	2,121,815	1,286,777
Deposits and balances due from banking institutions abroad	7,260,346	9,527,227	10,002,697	11,499,726	7,260,346	9,527,227	11,499,726
Tax recoverable	-	22,285	-	-	17,610	14,529	-
Loans and advances to customers (net)	35,683,703	36,642,825	34,838,626	33,901,607	35,827,363	36,776,526	34,018,256
Balances due from banking institutions in the group	-	-	-	-	-	-	-
Investments in associates	-	-	-	-	-	-	-
Investments in subsidiary companies	1,388,915	1,337,575	1,337,575	1,395,692	-	-	-
Investments in joint ventures	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-
Property and equipment	1,515,155	1,547,688	1,506,080	1,467,678	1,833,859	1,869,129	1,789,953
Prepaid lease rentals	-	-	-	-	-	-	-
Intangible assets	132,889	89,279	93,739	97,329	777,298	733,376	745,494
Deferred tax asset	-	-	-	-	-	-	-
Retirement benefit asset	-	-	-	-	-	-	-
Other assets	870,112	808,257	1,011,843	1,039,156	1,544,818	1,225,541	1,741,855
TOTAL ASSETS	89,623,204	98,534,455	100,982,938	106,049,114	91,735,672	100,135,959	108,397,867
LIABILITIES							
Balances due to Central Bank of Kenya	-	-	-	-	-	-	-
Customer deposits	65,786,788	71,422,698	74,596,486	78,681,454	65,786,788	71,075,047	78,681,454
Deposits and balances due to local banking institutions	-	-	-	-	-	-	-
Deposits and balances due to foreign banking institutions	566,212	44,744	51,175	294,156	566,212	44,744	294,156
Other money market deposits	-	-	-	-	-	-	-
Borrowed funds	2,252,282	2,086,226	2,043,443	1,899,220	2,252,282	2,086,226	1,899,220
Balances due to banking institutions in the group	-	-	-	-	-	-	-
Tax payable	30,690	-	33,714	38,645	30,690	-	11,144
Dividends payable	-	-	-	-	-	-	-
Deferred tax liability	64,793	978,336	978,336	816,700	127,449	1,039,625	879,245
Retirement benefit liability	-	-	-	-	-	-	-
Other liabilities	469,700	963,478	256,665	456,252	1,937,696	2,056,054	1,968,874
TOTAL LIABILITIES	69,170,465	75,495,482	77,959,819	82,186,427	70,701,117	76,301,696	83,734,093
SHAREHOLDERS' FUNDS							
Paid up/Assigned capital	5,500,000	6,649,390	6,649,390	6,649,390	5,500,000	6,649,390	6,649,390
Share premium/(discount)	1,667,000	5,230,109	5,230,109	5,230,109	1,667,000	5,230,109	5,230,109
Revaluation reserves	6,230,192	3,124,641	2,516,827	2,747,490	6,234,703	3,298,249	2,923,618
Retained earnings/Accumulated losses	6,650,523	7,681,811	8,273,771	8,882,676	6,971,793	8,015,444	9,208,018
Statutory loan loss reserves	405,024	353,022	353,022	353,022	405,024	353,022	353,022
Other Reserves	-	-	-	-	-	-	-
Proposed dividends	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-
TOTAL SHAREHOLDERS' FUNDS	20,452,739	23,038,973	23,023,119	23,862,687	20,778,520	23,547,214	24,364,157
Minority Interest	-	-	-	-	256,035	287,049	299,617
TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	89,623,204	98,534,455	100,982,938	106,049,114	91,735,672	100,135,959	108,397,867

OTHER DISCLOSURES	BANK				GROUP		
	30/06/18 Unaudited Shs. '000'	31/12/18 Audited Shs. '000'	31/03/19 Unaudited Shs. '000'	30/06/19 Unaudited Shs. '000'	30/06/18 Unaudited Shs. '000'	31/12/18 Audited Shs. '000'	30/06/19 Unaudited Shs. '000'
NON-PERFORMING LOANS AND ADVANCES							
(a) Gross Non-performing loans and advances	2,769,117	2,820,987	3,080,498	3,762,445	2,769,117	2,820,987	3,762,445
(b) Less: Interest in Suspense	481,581	591,298	616,136	677,852	481,581	591,298	677,852
(c) Total Non-Performing Loans and Advances (a-b)	2,287,536	2,229,689	2,464,362	3,084,593	2,287,536	2,229,689	3,084,593
(d) Less: Loan Loss Provision	674,288	953,461	994,932	1,104,203	674,288	953,461	1,104,203
(e) Net Non-Performing Loans and Advances (c-d)	1,613,248	1,276,228	1,469,430	1,980,390	1,613,248	1,276,228	1,980,390
(f) Discounted Value of Securities	1,523,896	1,251,220	1,455,238	1,964,960	1,523,896	1,251,220	1,964,960
(g) Net NPLs Exposure (e-f)	89,352	25,018	14,192	15,430	89,352	25,018	15,430
INSIDER LOANS AND ADVANCES							
(a) Directors, Shareholders and Associates	1,663,443	1,657,853	1,648,562	1,564,735	1,663,443	1,657,853	1,564,735
(b) Employees	315,159	330,040	329,074	333,322	315,159	330,040	333,322
(c) Total Insider Loans and Advances and other facilities	1,978,602	1,987,893	1,977,636	1,898,057	1,978,602	1,987,893	1,898,057
OFF-BALANCE SHEET ITEMS							
(a) Letters of credit/guarantees, acceptances	7,306,257	6,795,279	6,747,682	7,213,770	7,306,257	6,795,279	7,213,770
(b) Forwards, swaps and options	5,252,289	8,610,465	10,024,827	23,234,605	5,252,289	8,610,465	23,234,605
(c) Other contingent liabilities	3,649,115	2,641,223	2,992,629	3,100,205	3,649,115	2,641,223	3,100,205
(d) Total Contingent Liabilities	16,207,661	18,046,967	19,765,138	33,548,580	16,207,661	18,046,967	33,548,580
CAPITAL STRENGTH							
(a) Core capital	13,104,349	19,313,389	19,812,047	19,864,057			
(b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000			
(c) Excess/(Deficiency) (a-b)	12,104,349	18,313,389	18,812,047	18,864,057			
(d) Supplementary Capital	1,009,224	761,022	756,422	762,822			
(e) Total Capital (a+d)	14,113,573	20,074,411	20,568,469	20,626,879			
(f) Total risk weighted assets	52,697,686	53,829,281	52,312,699	51,298,991			
(g) Core Capital/Total deposits Liabilities	19.9%	27.0%	26.3%	25.2%			
(h) Minimum statutory Ratio	8.0%	8.0%	8.0%	8.0%			
(i) Excess/(Deficiency) (g-h)	11.9%	19.0%	18.3%	17.2%			
(j) Core Capital / total risk weighted assets	24.9%	35.9%	37.5%	38.7%			
(k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%			
(l) Excess (Deficiency) (j-k)	14.4%	25.4%	27.0%	28.2%			
(m) Total Capital/total risk weighted assets	26.8%	37.3%	38.9%	40.2%			
(n) Minimum statutory Ratio	14.5%	14.5%	14.5%	14.5%			
(o) Excess/(Deficiency) (m-n)	12.3%	22.8%	24.4%	25.7%			
(p) Adjusted Core Capital/Total Deposit Liabilities*	20.6%	27.5%	26.4%	25.3%			
(q) Adjusted Core Capital/Total Risk Weighted Assets*	25.7%	36.5%	37.7%	38.8%			
(r) Adjusted Total Capital/Total Risk Weighted Assets*	27.6%	37.9%	39.1%	40.3%			
LIQUIDITY							
(a) Liquidity Ratio	62.9%	71.5%	74.9%	79.1%			
(b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%			
(c) Excess (Deficiency) (a-b)	42.9%	51.5%	54.9%	59.1%			

PROFIT AND LOSS ACCOUNT	BANK				GROUP		
	30/06/18 Unaudited Shs. '000'	31/12/18 Audited Shs. '000'	31/03/19 Unaudited Shs. '000'	30/06/19 Unaudited Shs. '000'	30/06/18 Unaudited Shs. '000'	31/12/18 Audited Shs. '000'	30/06/19 Unaudited Shs. '000'
INTEREST INCOME							
Loans and advances	2,273,204	4,481,865	1,017,866	1,999,108	2,273,204	4,481,865	1,999,108
Government securities	1,456,982	3,244,050	1,029,656	2,226,861	1,456,982	3,244,050	2,226,861
Deposits and placements with banking institutions	87,272	212,957	97,405	176,736	87,272	212,957	176,736
Other Interest Income	34,259	68,491	20,124	34,186	34,259	68,491	34,186
Total Interest Income	3,851,717	8,007,363	2,165,051	4,436,891	3,851,717	8,007,363	4,436,891
INTEREST EXPENSE							
Customer deposits	1,972,025	4,090,267	1,100,950	2,280,574	1,972,025	4,090,267	2,280,574
Deposits and placement from banking institutions	47,367	83,744	11,945	25,143	47,367	83,744	25,143
Other interest expenses	35,266	71,133	17,445	35,190	35,266	71,133	35,190
Total Interest expenses	2,054,658	4,245,144	1,130,340	2,340,907	2,054,658	4,245,144	2,340,907
NET INTEREST INCOME/(LOSS)	1,797,059	3,762,219	1,034,711	2,095,984	1,797,059	3,762,219	2,095,984
NON-INTEREST INCOME							
Fees and commissions on loans and advances	127,054	242,183	44,091	94,911	127,054	242,183	94,911
Other fees and commissions	180,213	361,976	91,065	182,497	180,213	361,976	182,497
Foreign exchange trading income/(Loss)	138,048	270,269	79,482	203,505	138,048	270,269	203,505
Dividend Income	322	1,973	-	58,488	322	1,973	58,488
Other income	58,338	12,009	5,936	8,997	404,482	1,101,410	581,854
Total Non-Interest Income	503,975	888,410	220,574	548,398	850,119	1,977,811	1,212,255
TOTAL OPERATING INCOME	2,301,034	4,650,629	1,255,285	2,644,382	2,647,178	5,740,030	3,217,239
OTHER OPERATING EXPENSES							
Loan loss provision	111,546	188,109	8,449	80,195	111,546	188,109	80,195
Staff costs	529,290	1,107,850	287,999	592,591	529,290	1,107,850	592,591
Directors' emoluments	62,839	134,245	28,223	61,044	62,839	134,245	61,044
Rental charges	66,792	134,901	33,681	68,002	66,792	134,901	68,002
Depreciation charge on property and equipment	133,304	146,376	62,500	125,000	133,304	146,376	125,000
Amortisation charges	-	74,696	-	-	-	74,696	-
Other operating expenses	346,702	775,976	186,473	396,685	660,562	1,534,796	895,596
Total Other Operating Expenses	1,250,473	2,562,153	607,325	1,323,517	1,564,333	3,320,973	1,822,428
Profit/(loss) Before Tax and Exceptional Items	1,050,561	2,088,476	647,960	1,320,865	1,082,845	2,419,057	1,394,811
Exceptional Items							
Profit/(Loss) After Exceptional Items	1,050,561	2,088,476	647,960	1,320,865	1,082,845	2,419,057	1,394,811
Current Tax	114,000	140,448	56,000	120,000	130,545	218,407	134,654
Deferred Tax	-	(73,298)	-	-	-	(73,402)	-
Profit/(Loss) After Tax and Exceptional Items	936,561	2,021,326	591,960	1,200,865	952,300	2,274,052	1,260,157
Minority Interest					12,933		11,431
Profit/(loss) after tax, exceptional items and Minority Interest	936,561	2,021,326	591,960	1,200,865	939,367	2,274,052	1,248,726
Other Comprehensive Income							
Gains/(Losses) from translating the financial statements of foreign operations							
Fair value changes in available for sale financial assets	3,346,460	1,227,749	(607,815)	230,663	3,345,394	1,219,474	236,549
Revaluation surplus on Property, plant and equipment							
Share of other comprehensive income of associates							
Income tax relating to components of other comprehensive income	-	(368,325)		-		(365,842)	
Other Comprehensive Income for the year net of tax	3,346,460	859,424	(607,815)	230,663	3,345,394	853,632	236,549
Total comprehensive income for the year	4,283,021	2,880,750	(15,855)	1,431,528	4,284,761	3,127,684	1,485,275
EARNINGS PER SHARE- BASIC & DILUTED		304				342	
DIVIDEND PER SHARE- DECLARED							