

UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 31ST MARCH 2022

STATEMENT OF FINANCIAL POSITION

	BANK			GROUP		
	31st March 2021 Shs. '000' Unaudited	31st Dec. 2021 Shs. '000' Audited	31st March 2022 Shs. '000' Unaudited	31st March 2021 Shs. '000' Unaudited	31st Dec. 2021 Shs. '000' Audited	31st March 2022 Shs. '000' Unaudited
ASSETS						
Cash (both Local & Foreign)	549,904	461,053	569,922	643,810	458,979	664,705
Balances due from Central Bank of Kenya	4,714,925	5,500,719	5,583,378	4,714,925	5,500,719	5,583,378
Kenya Government and other securities held for dealing purposes						
Financial Assets at fair value through profit and loss						
Investment Securities:						
a) Held to Maturity:	44,439,662	53,377,489	49,721,229	45,373,387	54,438,437	50,786,212
a. Kenya Government securities	44,439,662	53,377,489	49,721,229	45,373,387	54,338,940	50,786,212
b. Other securities	-	-	-	-	99,497	-
b) Available for sale:	17,570,054	15,657,006	19,543,322	18,609,291	16,652,990	20,630,819
a. Kenya Government securities	15,834,485	11,329,320	15,210,865	16,681,074	12,221,117	16,101,722
b. Other securities	1,735,569	4,327,686	4,332,457	1,928,217	4,431,873	4,529,097
Deposits and balances due from local banking institutions	1,016,593	2,723,362	3,271,315	1,364,779	2,786,211	3,673,027
Deposits and balances due from banking institutions abroad	9,813,912	6,171,020	8,420,544	9,813,912	6,171,020	8,420,544
Tax recoverable	-	21,407	18,216	-	87,396	79,280
Loans and advances to customers (net)	35,314,438	38,019,516	37,222,174	35,379,797	38,076,442	37,222,174
Balances due from banking institutions in the group						
Investments in associates	-	-	-	-	-	-
Investments in subsidiary companies	1,395,695	1,405,692	1,405,692	-	-	-
Investments in joint ventures	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-
Property and equipment	2,059,130	2,001,745	2,004,054	2,394,148	2,331,366	2,245,016
Prepaid lease rentals	-	-	-	-	-	-
Intangible assets	137,214	137,390	154,742	794,409	796,198	813,349
Deferred tax asset	330,720	-	-	330,720	-	-
Retirement benefit asset	-	-	-	-	-	-
Other assets	997,330	1,005,824	1,065,763	1,862,086	1,528,081	2,187,939
TOTAL ASSETS	118,339,577	126,482,223	128,980,351	121,281,264	128,827,839	132,306,443
LIABILITIES						
Balances due to Central Bank of Kenya						
Customer deposits	90,789,750	97,195,051	99,739,080	90,778,139	96,838,332	99,718,124
Deposits and balances due to local banking institutions	-	-	-	-	-	-
Deposits and balances due to foreign banking institutions	46,959	27,177	42,505	46,959	27,177	42,505
Other money market deposits	-	-	-	-	-	-
Borrowed funds	1,445,627	21,018	-	1,445,627	21,018	-
Balances due to banking institutions in the group	-	-	-	-	-	-
Tax payable	51,838	-	40,096	37,042	-	40,096
Dividends payable	-	-	-	-	-	-
Deferred tax liability	-	53,645	37,143	64,463	119,711	100,894
Retirement benefit liability	-	-	-	-	-	-
Other liabilities	676,185	1,074,295	771,596	2,286,639	2,248,685	2,615,668
TOTAL LIABILITIES	93,010,359	98,371,186	100,630,420	94,658,869	99,254,923	102,517,287
SHAREHOLDERS' FUNDS						
Paid up /Assigned capital	6,649,390	6,649,390	6,649,390	6,649,390	6,649,390	6,649,390
Share premium/(discount)	5,230,109	5,230,109	5,230,109	5,230,109	5,230,109	5,230,109
Revaluation reserves	944,289	2,437,712	1,908,113	1,129,336	2,618,780	2,109,959
Retained earnings/Accumulated losses	12,152,408	13,440,804	14,209,297	12,848,482	14,304,353	15,031,962
Statutory loan loss reserves	353,022	353,022	353,022	353,022	353,022	353,022
Other Reserves	-	-	-	-	-	-
Proposed dividends	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-
TOTAL SHAREHOLDERS' FUNDS	25,329,218	28,111,037	28,349,931	26,210,339	29,155,654	29,374,442
Minority Interest	-	-	-	412,056	417,262	414,714
TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	118,339,577	126,482,223	128,980,351	121,281,264	128,827,839	132,306,443

STATEMENT OF COMPREHENSIVE INCOME

INTEREST INCOME						
Loans and advances	912,205	3,797,384	957,706	912,205	3,797,384	957,706
Government securities	1,452,713	6,628,868	1,654,289	1,452,713	6,628,868	1,654,289
Deposits and placements with banking institutions	22,743	97,451	26,473	22,743	97,451	26,473
Other Interest Income	26,320	124,005	20,196	26,320	124,005	20,196
Total interest income	2,413,981	10,647,708	2,658,664	2,413,981	10,647,708	2,658,664
INTEREST EXPENSE						
Customer deposits	1,178,933	5,049,452	1,345,093	1,178,933	5,049,452	1,345,093
Deposits and placement from banking institutions	2,977	8,580	268	2,977	8,580	268
Other interest expenses	19,010	43,083	-	19,010	43,083	-
Total interest expenses	1,200,920	5,101,115	1,345,361	1,200,920	5,101,115	1,345,361
NET INTEREST INCOME/(LOSS)	1,213,061	5,546,593	1,313,303	1,213,061	5,546,593	1,313,303
NON-INTEREST INCOME						
Fees and commissions on loans and advances	31,128	151,785	36,653	31,128	151,785	36,653
Other fees and commissions	88,286	409,356	75,602	88,286	409,356	75,602
Foreign exchange trading income/(Loss)	77,868	323,056	99,492	77,868	323,056	99,492
Dividend Income	-	156,724	11,879	-	74,392	11,879
Other income	27,675	29,989	16,900	323,744	1,303,907	348,018
Total Non-interest income	224,957	1,070,910	240,526	521,026	2,262,496	571,644
TOTAL OPERATING INCOME	1,438,018	6,617,503	1,553,829	1,734,087	7,809,089	1,884,947
OTHER OPERATING EXPENSES						
Loan loss provision	60,344	856,067	55,147	60,344	857,562	55,147
Staff costs	338,401	1,518,327	360,698	338,401	1,672,931	360,698
Directors' emoluments	34,199	135,862	34,621	34,199	144,782	34,621
Rental charges	12,238	50,952	13,422	12,238	50,996	13,422
Depreciation charge on property and equipment	102,130	189,579	76,529	102,130	207,238	76,529
Amortisation charges	-	56,378	-	-	56,378	-
Other operating expenses	196,536	907,493	224,296	417,820	1,621,434	537,099
Total Other Operating Expenses	743,848	3,714,658	764,713	965,132	4,611,321	1,077,516
Profit/(loss) Before Tax and Exceptional Items	694,170	2,902,845	789,116	768,955	3,197,768	807,431
Exceptional Items						
Profit/(Loss) After Exceptional Items	694,170	2,902,845	789,116	768,955	3,197,768	807,431
Current Tax	39,000	158,952	37,127	58,725	209,424	41,746
Deferred Tax	-	(276,878)	(16,500)	-	(277,743)	(16,500)
Profit/(Loss) After Tax and Exceptional Items	655,170	3,020,771	768,489	710,230	3,266,087	782,185
Minority Interest	-	-	-	13,766	60,046	1,336
Profit/(loss) after tax, exceptional items and Minority Interest	655,170	3,020,771	768,489	696,464	3,206,041	780,849

	BANK			GROUP		
	31st March 2021 Shs. '000' Unaudited	31st Dec. 2021 Shs. '000' Audited	31st March 2022 Shs. '000' Unaudited	31st March 2021 Shs. '000' Unaudited	31st Dec. 2021 Shs. '000' Audited	31st March 2022 Shs. '000' Unaudited
Other Comprehensive Income						
Gains/(Losses) from translating the financial statements of foreign operations						
Fair value changes in available for sale financial assets	(227,553)	1,927,111	(529,599)	(232,697)	1,921,078	(545,862)
Revaluation surplus on Property, plant and equipment						
Share of other comprehensive income of associates						
Income tax relating to components of other comprehensive income		(661,244)			(661,244)	
Other Comprehensive Income for the year net of tax	(227,553)	1,265,867	(529,599)	(232,697)	1,259,834	(545,862)
Minority Interest						
Total comprehensive income for the year	427,617	4,286,638	238,890	463,767	4,465,875	234,987
EARNINGS PER SHARE- BASIC & DILUTED		454			482	
DIVIDEND PER SHARE -DECLARED						

OTHER DISCLOSURES

NON-PERFORMING LOANS AND ADVANCES						
(a) Gross Non-performing loans and advances	4,660,807	5,199,350	5,124,506	4,660,807	5,199,350	5,124,506
(b) Less: Interest in Suspense	935,638	842,320	885,774	935,638	842,320	885,774
(c) Total Non-Performing Loans and Advances (a-b)	3,725,169	4,357,030	4,238,732	3,725,169	4,357,030	4,238,732
(d) Less: Loan Loss Provision	2,079,382	2,680,492	2,617,398	2,079,382	2,617,398	2,680,492
(e) Net Non-Performing Loans and Advances(c-d)	1,645,787	1,739,632	1,558,240	1,645,787	1,739,632	1,558,240
(f) Discounted Value of Securities	1,436,081	1,714,692	1,558,240	1,436,081	1,714,692	1,558,240
(g) Net NPLs Exposure (e-f)	209,706	24,940	-	209,706	24,940	-
INSIDER LOANS AND ADVANCES						
(a) Directors, Shareholders and Associates	2,152,542	2,120,589	3,226,990	2,152,542	2,120,589	3,226,990
(b) Employees	386,396	436,338	437,235	386,396	436,338	437,235
(c) Total Insider Loans and Advances and other facilities	2,538,938	2,556,927	3,664,225	2,538,938	2,556,927	3,664,225
OFF-BALANCE SHEET ITEMS						
(a) Letters of credit, guarantees, acceptances	8,894,116	9,698,001	10,041,416	8,894,116	9,698,001	10,041,416
(b) Forwards, swaps and options	12,221,825	10,921,162	15,791,264	12,221,825	10,921,162	15,791,264
(c) Other contingent liabilities	6,492,668	2,268,112	2,046,408	6,492,668	2,268,112	2,046,408
(d) Total Contingent Liabilities	27,608,609	22,887,275	27,879,088	27,608,609	22,887,275	27,879,088
CAPITAL STRENGTH						
(a) Core Capital	23,425,727	24,285,501	24,653,470			
(b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000			
(c) Excess/(Deficiency)(a-b)	22,425,727	23,285,501	23,653,470			
(d) Supplementary Capital	353,022	353,022	353,022			
(e) Total Capital (a+d)	23,778,749	24,638,523	25,006,492			
(f) Total risk weighted assets	56,909,333	59,273,889	62,882,459			
(g) Core Capital/Total deposits Liabilities	25.8%	25.0%	24.7%			
(h) Minimum statutory Ratio	8.0%	8.0%	8.0%			
(i) Excess/(Deficiency) (g-h)	17.8%	17.0%	16.7%			
(j) Core Capital / total risk weighted assets	41.2%	41.0%	39.2%			
(k) Minimum statutory Ratio	10.5%	10.5%	10.5%			
(l) Excess (Deficiency) (j-k)	30.7%	30.5%	28.7%			
(m) Total Capital/total risk weighted assets	41.8%	41.6%	39.8%			
(n) Minimum statutory Ratio	14.5%	14.5%	14.5%			
(o) Excess/(Deficiency) (m-n)	27.3%	27.1%	25.3%			
(p) Adjusted Core Capital/Total Deposit Liabilities*	25.8%	25.0%	24.7%			
(q) Adjusted Core Capital/Total Risk Weighted Assets*	41.2%	41.0%	39.2%			
(r) Adjusted Total Capital/Total Risk Weighted Assets*	41.8%	41.6%	39.8%			
LIQUIDITY						
(a) Liquidity Ratio	81.2%	79.5%	79.6%			
(b) Minimum Statutory Ratio	20.0%	20.0%	20.0%			
(c) Excess (Deficiency) (a-b)	61.2%	59.5%	59.6%			

* The Adjusted Capital Ratios includes the expected credit loss provisions added back to Capital in line with the CBK Guidance Note issued in April 2018 on implementation of IFRS 9.

MESSAGE FROM THE DIRECTORS

These financial statements are extracts from the books of the institution. The complete set of the quarterly financial statements, statutory and qualitative disclosures can be accessed on the institution's website, www.primebank.co.ke.

They may also be accessed at the institution's Head Office, Riverside Drive, Nairobi.

BHARAT JANI MANAGING DIRECTOR	AMAR KANTARIA EXECUTIVE DIRECTOR	JINARO KIBET DIRECTOR
---	--	---------------------------------