



UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 30TH JUNE 2021

STATEMENT OF FINANCIAL POSITION

	BANK			30th June 2021 Shs. '000' Unaudited	GROUP		
	30th June 2020 Shs. '000' Unaudited	31st Dec. 2020 Shs. '000' Audited	31st March 2021 Shs. '000' Unaudited		30th June 2020 Shs. '000' Unaudited	31st Dec. 2020 Shs. '000' Audited	30th June 2021 Shs. '000' Unaudited
ASSETS							
Cash (both Local & Foreign)	569,336	489,147	549,904	523,677	593,523	490,935	564,662
Balances due from Central Bank of Kenya	6,640,046	4,749,202	4,714,925	4,559,746	6,640,046	4,749,202	4,559,746
Kenya Government and other securities held for dealing purposes							
Financial Assets at fair value through profit and loss							
Investment Securities:							
a) Held to Maturity:	46,694,930	42,160,461	44,439,662	49,769,061	47,626,341	43,194,552	50,784,084
a. Kenya Government securities	46,694,930	42,160,461	44,439,662	49,769,061	47,626,341	43,100,690	50,784,084
b. Other securities	-	-	-	-	-	93,862	-
b) Available for sale:	12,576,767	17,587,509	17,570,054	18,104,844	13,478,433	18,414,107	19,249,057
a. Kenya Government securities	9,836,900	16,280,552	15,834,485	15,559,600	10,560,101	17,014,694	16,501,575
b. Other securities	2,739,867	1,306,957	1,735,569	2,545,244	2,918,332	1,399,413	2,747,482
Deposits and balances due from local banking institutions	1,431,994	887,856	1,016,593	1,393,246	1,763,698	949,339	1,727,135
Deposits and balances due from banking institutions abroad	3,381,567	9,381,097	9,813,912	6,932,634	3,381,567	9,381,097	6,932,634
Tax recoverable	-	-	-	45,674	-	32,431	73,511
Loans and advances to customers (net)	35,830,119	35,968,295	35,314,438	36,140,222	35,906,269	36,036,557	36,203,196
Balances due from banking institutions in the group					-	-	-
Investments in associates					-	-	-
Investments in subsidiary companies	1,395,692	1,395,692	1,395,695	1,395,692	-	-	-
Investments in joint ventures					-	-	-
Investment properties					-	-	-
Property and equipment	1,742,732	2,171,056	2,059,130	1,957,927	2,084,675	2,508,605	2,292,104
Prepaid lease rentals					-	-	-
Intangible assets	129,022	125,956	137,214	165,216	780,446	783,638	824,366
Deferred tax asset		330,721	330,720	330,720	-	330,721	266,081
Retirement benefit asset					-	-	-
Other assets	866,921	956,599	997,330	970,701	1,564,666	1,382,183	1,622,938
TOTAL ASSETS	111,259,126	116,203,591	118,339,577	122,289,360	113,819,664	118,253,367	125,099,514
LIABILITIES							
Balances due to Central Bank of Kenya							
Customer deposits	84,805,495	88,548,056	90,789,750	93,525,791	84,805,495	88,189,504	93,499,304
Deposits and balances due to local banking institutions	-	-	-	-	-	-	-
Deposits and balances due to foreign banking institutions	38,303	45,789	46,959	41,177	38,303	45,789	41,177
Other money market deposits					-	-	-
Borrowed funds	1,589,019	1,469,614	1,445,627	1,293,248	1,589,019	1,469,614	1,293,248
Balances due to banking institutions in the group					-	-	-
Tax payable	36,122	12,838	51,838	13,000	21,718	12,838	13,000
Dividends payable					-	-	-
Deferred tax liability	207,372	-	-	-	279,827	66,927	-
Retirement benefit liability					-	-	-
Other liabilities	610,124	1,225,693	676,185	663,527	2,079,911	2,325,975	2,118,941
TOTAL LIABILITIES	87,286,435	91,301,990	93,010,359	95,536,743	88,814,273	92,110,647	96,965,670
SHAREHOLDERS' FUNDS							
Paid up / Assigned capital	6,649,390	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	5,230,109
Revaluation reserves	1,180,062	1,171,843	944,289	2,207,514	1,366,821	1,368,639	2,400,836
Retained earnings/Accumulated losses	10,560,108	10,958,636	12,152,408	12,312,582	11,061,777	11,605,209	13,071,201
Statutory loan loss reserves	353,022	353,022	353,022	353,022	353,022	353,022	353,022
Other Reserves					-	-	-
Proposed dividends		538,601			-	538,601	-
Capital grants					-	-	-
TOTAL SHAREHOLDERS' FUNDS	23,972,691	24,901,601	25,329,218	26,752,617	24,661,119	25,744,970	27,704,558
Minority Interest					344,272	397,750	429,286
TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	111,259,126	116,203,591	118,339,577	122,289,360	113,819,664	118,253,367	125,099,514

STATEMENT OF COMPREHENSIVE INCOME

INTEREST INCOME							
Loans and advances	1,843,680	3,749,880	912,205	1,816,541	1,843,680	3,749,880	1,816,541
Government securities	2,751,525	5,728,182	1,452,713	3,027,780	2,751,525	5,728,182	3,027,780
Deposits and placements with banking institutions	52,341	94,091	22,743	44,152	52,341	94,091	44,152
Other Interest Income	32,591	87,689	26,320	51,920	32,591	87,689	51,920
Total interest income	4,680,137	9,659,842	2,413,981	4,940,393	4,680,137	9,659,842	4,940,393
INTEREST EXPENSE							
Customer deposits	2,453,713	4,911,290	1,178,933	2,422,352	2,453,713	4,911,290	2,422,352
Deposits and placement from banking institutions	14,569	26,142	2,977	6,546	14,569	26,142	6,546
Other interest expenses	36,545	75,178	19,010	37,882	36,545	75,178	37,882
Total interest expenses	2,504,827	5,012,610	1,200,920	2,466,780	2,504,827	5,012,610	2,466,780
NET INTEREST INCOME/(LOSS)	2,175,310	4,647,232	1,213,061	2,473,613	2,175,310	4,647,232	2,473,613
NON-INTEREST INCOME							
Fees and commissions on loans and advances	66,004	167,874	31,128	70,707	66,004	167,874	70,707
Other fees and commissions	141,228	347,753	88,286	180,053	141,228	347,753	180,053
Foreign exchange trading income/(Loss)	210,441	411,483	77,868	153,483	210,441	411,483	153,483
Dividend Income	24,425	101,440	-	21,369	210	14,265	21,369
Other income	80,746	76,186	27,675	52,148	526,963	1,299,176	663,574
Total Non-interest income	522,844	1,104,736	224,957	477,760	944,846	2,240,551	1,089,186
TOTAL OPERATING INCOME	2,698,154	5,751,968	1,438,018	2,951,373	3,120,156	6,887,783	3,562,799
OTHER OPERATING EXPENSES							
Loan loss provision	126,562	1,158,133	60,344	125,344	126,562	1,159,953	125,344
Staff costs	625,300	1,369,794	338,401	684,982	625,300	1,369,794	684,982
Directors' emoluments	65,596	131,549	34,199	68,180	65,596	131,549	68,180
Rental charges	79,776	41,895	12,238	22,365	79,776	41,895	22,365
Depreciation charge on property and equipment	155,483	203,554	102,130	209,195	155,483	203,554	209,195
Amortisation charges	-	56,914	-	-	-	56,914	-
Other operating expenses	378,422	940,835	196,536	414,362	683,908	1,732,370	841,876
Total Other Operating Expenses	1,431,139	3,902,674	743,848	1,524,428	1,736,625	4,696,029	1,951,942
Profit/(loss) Before Tax and Exceptional Items	1,267,015	1,849,294	694,170	1,426,945	1,383,531	2,191,754	1,610,857
Exceptional Items							
Profit/(Loss) After Exceptional Items	1,267,015	1,849,294	694,170	1,426,945	1,383,531	2,191,754	1,610,857
Current Tax	90,000	115,274	39,000	73,000	141,974	185,441	123,504
Deferred Tax		(380,126)	-	-		(381,429)	-
Profit/(Loss) After Tax and Exceptional Items	1,177,015	2,114,146	655,170	1,353,945	1,241,557	2,387,742	1,487,353
Minority Interest					17,112	83,097	29,126
Profit/(loss) after tax, exceptional items and Minority Interest	1,177,015	2,114,146	655,170	1,353,945	1,224,445	2,304,645	1,458,227

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Other Comprehensive Income							
Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	-	-	-	-
Fair value changes in available for sale financial assets	(356,250)	(1,685,690)	(227,553)	1,263,225	(381,905)	(1,698,205)	1,267,779
Revaluation surplus on Property,plant and equipment							
Share of other comprehensive income of associates	-						
Income tax relating to components of other comprehensive income		469,941				469,941	
Other Comprehensive Income for the year net of tax	(356,250)	(1,215,749)	(227,553)	1,263,225	(381,905)	(1,228,264)	1,267,779
Total comprehensive income for the year	820,765	898,397	427,617	2,617,170	842,540	1,076,381	2,726,006
EARNINGS PER SHARE- BASIC & DILUTED		318			347		
DIVIDEND PER SHARE -DECLARED							

OTHER DISCLOSURES

NON-PERFORMING LOANS AND ADVANCES							
(a) Gross Non-performing loans and advances	4,772,554	4,837,979	4,660,807	5,476,168	4,772,554	4,837,979	5,476,168
(b) Less: Interest in Suspense	928,576	886,870	935,638	985,726	928,576	886,870	985,726
(c) Total Non-Performing Loans and Advances (a-b)	3,843,978	3,951,109	3,725,169	4,490,442	3,843,978	3,951,109	4,490,442
(d) Less: Loan Loss Provision	1,275,843	2,040,658	2,079,382	2,170,841	1,275,843	2,040,658	2,170,841
(e) Net Non-Performing Loans and Advances(c-d)	2,568,135	1,910,451	1,645,787	2,319,601	2,568,135	1,910,451	2,319,601
(f) Discounted Value of Securities	2,422,991	1,746,412	1,436,081	2,106,892	2,422,991	1,746,412	2,106,892
(g) Net NPLs Exposure (e-f)	145,144	164,039	209,706	212,709	145,144	164,039	212,709
INSIDER LOANS AND ADVANCES							
(a) Directors, Shareholders and Associates	1,658,157	2,225,408	2,152,542	2,172,174	1,658,157	2,225,408	2,172,174
(b) Employees	349,410	394,976	386,396	375,944	349,410	394,976	375,944
(c) Total Insider Loans and Advances and other facilities	2,007,567	2,620,384	2,538,938	2,548,118	2,007,567	2,620,384	2,548,118
OFF-BALANCE SHEET ITEMS							
(a) Letters of credit,guarantees, acceptances	8,648,451	8,967,455	8,894,116	9,830,634	8,648,451	8,967,455	9,830,634
(b) Forwards, swaps and options	13,825,316	13,265,793	12,221,825	10,981,157	13,825,316	13,265,793	10,981,157
(c) Other contingent liabilities	2,155,883	1,294,883	6,492,668	2,090,850	2,155,883	1,294,883	2,090,850
(d) Total Contingent Liabilities	24,629,650	23,528,131	27,608,609	22,902,641	24,629,650	23,528,131	22,902,641
CAPITAL STRENGTH							
(a) Core capital	21,592,647	22,559,049	23,425,727	23,239,339			
(b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000			
(c) Excess/(Deficiency)(a-b)	20,592,647	21,559,049	22,425,727	22,239,339			
(d) Supplementary Capital	566,422	353,022	353,022	353,022			
(e) Total Capital (a+d)	22,159,069	22,912,071	23,778,749	23,592,361			
(f) Total risk weighted assets	54,283,706	58,365,121	56,909,333	58,512,112			
(g) Core Capital/Total deposits Liabilities	25.5%	25.5%	25.8%	24.8%			
(h) Minimum statutory Ratio	8.0%	8.0%	8.0%	8.0%			
(i) Excess/(Deficiency) (g-h)	17.5%	17.5%	17.8%	16.8%			
(j) Core Capital / total risk weighted assets	39.8%	38.7%	41.2%	39.7%			
(k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%			
(l) Excess (Deficiency) (j-k)	29.3%	28.2%	30.7%	29.2%			
(m) Total Capital/total risk weighted assets	40.8%	39.3%	41.8%	40.3%			
(n) Minimum statutory Ratio	14.5%	14.5%	14.5%	14.5%			
(o) Excess/(Deficiency) (m-n)	26.3%	24.8%	27.3%	25.8%			
(p) Adjusted Core Capital/Total Deposit Liabilities*	25.5%	25.5%	25.8%	24.9%			
(q) Adjusted Core Capital/Total Risk Weighted Assets*	39.8%	38.7%	41.2%	39.7%			
(r) Adjusted Total Capital/Total Risk Weighted Assets*	40.9%	39.3%	41.8%	40.3%			
LIQUIDITY							
(a) Liquidity Ratio	79.2%	80.5%	81.2%	81.2%			
(b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%			
(c) Excess (Deficiency) (a-b)	59.2%	60.5%	61.2%	61.2%			