

## UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 31ST MARCH 2023

### STATEMENT OF FINANCIAL POSITION

	BANK			GROUP		
	31st March 2022 Shs. '000' Unaudited	31st Dec. 2022 Shs. '000' Audited	31st March 2023 Shs. '000' Unaudited	31st March 2022 Shs. '000' Unaudited	31st Dec. 2022 Shs. '000' Audited	31st March 2023 Shs. '000' Unaudited
<b>ASSETS</b>						
Cash (both Local & Foreign)	569,922	598,971	491,555	664,705	597,367	634,598
Balances due from Central Bank of Kenya	5,583,378	5,319,643	4,242,947	5,583,378	5,319,643	4,242,947
Kenya Government and other securities held for dealing purposes	-	-	-	-	-	-
Financial Assets at fair value through profit and loss	-	-	-	-	-	-
Investment Securities:						
a) Held to Maturity:	<b>49,721,229</b>	<b>44,439,485</b>	<b>39,928,494</b>	<b>50,786,212</b>	<b>45,830,535</b>	<b>41,408,042</b>
a. Kenya Government securities	49,721,229	44,439,485	39,928,494	50,786,212	45,830,535	41,408,042
b. Other securities	-	-	-	-	-	-
b) Available for sale:	<b>19,543,322</b>	<b>31,445,670</b>	<b>37,235,288</b>	<b>20,630,819</b>	<b>32,348,600</b>	<b>38,141,266</b>
a. Kenya Government securities	15,210,865	26,174,792	29,935,595	16,101,722	27,007,748	30,676,305
b. Other securities	4,332,457	5,270,878	7,299,693	4,529,097	5,340,852	7,464,961
Deposits and balances due from local banking institutions	3,271,315	3,625,701	6,012,048	3,673,027	3,671,510	6,450,990
Deposits and balances due from banking institutions abroad	8,420,544	7,389,282	9,152,441	8,420,544	7,389,282	9,152,441
Tax recoverable	18,216	12,755	18,216	79,280	65,049	65,564
Loans and advances to customers (net)	37,222,174	40,923,643	45,272,839	37,222,174	40,950,360	45,298,102
Balances due from banking institutions in the group	-	-	-	-	-	-
Investments in associates	-	-	-	-	-	-
Investments in subsidiary companies	1,405,692	1,405,692	1,405,692	-	-	-
Investments in joint ventures	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-
Property and equipment	2,004,054	2,319,254	2,234,613	2,245,016	2,636,432	2,575,788
Prepaid lease rentals	-	-	-	-	-	-
Intangible assets	154,742	107,504	114,314	813,349	766,622	771,782
Deferred tax asset	-	1,141,467	1,141,468	-	1,141,467	1,141,758
Retirement benefit asset	-	-	-	-	-	-
Other assets	1,065,763	1,673,828	1,280,955	2,187,939	2,258,656	2,764,069
<b>TOTAL ASSETS</b>	<b>128,980,351</b>	<b>140,402,895</b>	<b>148,530,870</b>	<b>132,306,443</b>	<b>142,975,523</b>	<b>152,647,347</b>
<b>LIABILITIES</b>						
Balances due to Central Bank of Kenya	-	-	-	-	-	-
Customer deposits	99,739,080	107,582,199	113,952,129	99,718,124	107,185,228	113,952,129
Deposits and balances due to local banking institutions	-	-	-	-	-	-
Deposits and balances due to foreign banking institutions	42,505	4,485	10,459	42,505	4,485	10,459
Other money market deposits	-	-	-	-	-	-
Borrowed funds	-	-	-	-	-	-
Balances due to banking institutions in the group	-	-	-	-	-	-
Tax payable	40,096	-	50,461	40,096	-	50,461
Dividends payable	-	-	254,278	-	-	254,278
Deferred tax liability	37,143	-	-	100,894	68,767	69,116
Retirement benefit liability	-	-	-	-	-	-
Other liabilities	771,596	1,432,472	878,276	2,615,668	2,753,536	3,280,843
<b>TOTAL LIABILITIES</b>	<b>100,630,420</b>	<b>109,019,156</b>	<b>115,145,603</b>	<b>102,517,287</b>	<b>110,012,016</b>	<b>117,617,286</b>
<b>SHAREHOLDERS' FUNDS</b>						
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	1,908,113	3,665,376	5,744,594	2,109,959	4,750,952	5,935,662
Retained earnings/Accumulated losses	14,209,297	14,388,693	15,408,152	15,031,962	14,443,754	16,411,075
Statutory loan loss reserves	353,022	353,022	353,022	353,022	353,022	353,022
Other Reserves	-	-	-	-	-	-
Proposed dividends	-	1,097,149	-	-	1,097,149	-
Capital grants	-	-	-	-	-	-
<b>TOTAL SHAREHOLDERS' FUNDS</b>	<b>28,349,931</b>	<b>31,383,739</b>	<b>33,385,267</b>	<b>29,374,442</b>	<b>32,524,376</b>	<b>34,579,258</b>
Minority Interest	-	-	-	414,714	439,131	450,803
<b>TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS</b>	<b>128,980,351</b>	<b>140,402,895</b>	<b>148,530,870</b>	<b>132,306,443</b>	<b>142,975,523</b>	<b>152,647,347</b>

### STATEMENT OF COMPREHENSIVE INCOME

	31st March 2022 Shs. '000' Unaudited	31st Dec. 2022 Shs. '000' Audited	31st March 2023 Shs. '000' Unaudited	31st March 2022 Shs. '000' Unaudited	31st Dec. 2022 Shs. '000' Audited	31st March 2023 Shs. '000' Unaudited
<b>INTEREST INCOME</b>						
Loans and advances	957,706	4,177,259	1,142,867	957,706	4,177,259	1,142,867
Government securities	1,654,289	7,232,535	1,973,825	1,654,289	7,232,535	1,973,825
Deposits and placements with banking institutions	26,473	302,097	159,334	26,473	302,097	159,334
Other Interest Income	20,196	86,551	12,311	20,196	86,551	12,311
<b>Total interest income</b>	<b>2,658,664</b>	<b>11,798,442</b>	<b>3,288,337</b>	<b>2,658,664</b>	<b>11,798,442</b>	<b>3,288,337</b>
<b>INTEREST EXPENSE</b>						
Customer deposits	1,345,093	5,900,348	1,726,430	1,345,093	5,900,348	1,726,430
Deposits and placement from banking institutions	268	798	850	268	798	850
Other interest expenses	-	-	-	-	-	-
<b>Total interest expenses</b>	<b>1,345,361</b>	<b>5,901,146</b>	<b>1,727,280</b>	<b>1,345,361</b>	<b>5,901,146</b>	<b>1,727,280</b>
<b>NET INTEREST INCOME/(LOSS)</b>	<b>1,313,303</b>	<b>5,897,296</b>	<b>1,561,057</b>	<b>1,313,303</b>	<b>5,897,296</b>	<b>1,561,057</b>
<b>NON-INTEREST INCOME</b>						
Fees and commissions on loans and advances	36,653	146,745	39,413	36,653	146,745	39,413
Other fees and commissions	75,602	324,148	85,549	75,602	324,148	85,549
Foreign exchange trading income/(Loss)	99,492	504,265	230,701	99,492	504,265	230,701
Dividend Income	11,879	322,589	16,953	11,879	162,769	16,953
Other income	16,900	75,167	19,256	348,018	1,555,309	467,096
<b>Total Non-interest income</b>	<b>240,526</b>	<b>1,372,914</b>	<b>391,872</b>	<b>571,644</b>	<b>2,693,236</b>	<b>839,712</b>
<b>TOTAL OPERATING INCOME</b>	<b>1,553,829</b>	<b>7,270,210</b>	<b>1,952,929</b>	<b>1,884,947</b>	<b>8,590,532</b>	<b>2,400,769</b>
<b>OTHER OPERATING EXPENSES</b>						
Loan loss provision	55,147	638,411	43,194	55,147	635,415	43,194
Staff costs	360,698	1,614,725	430,824	360,698	1,820,636	430,824
Directors' emoluments	34,621	148,294	31,756	34,621	155,530	31,756
Rental charges	13,422	51,033	12,412	13,422	51,076	12,412
Depreciation charge on property and equipment	76,529	180,128	91,351	76,529	199,436	91,351
Amortisation charges	-	51,580	-	-	51,580	-
Other operating expenses	224,296	1,062,996	278,930	537,099	1,874,689	667,278
<b>Total Other Operating Expenses</b>	<b>764,713</b>	<b>3,747,167</b>	<b>888,467</b>	<b>1,077,516</b>	<b>4,788,362</b>	<b>1,276,815</b>
<b>Profit/(loss) Before Tax and Exceptional Items</b>	<b>789,116</b>	<b>3,523,043</b>	<b>1,064,462</b>	<b>807,431</b>	<b>3,802,170</b>	<b>1,123,954</b>
Exceptional Items	-	-	-	-	-	-
<b>Profit/(Loss) After Exceptional Items</b>	<b>789,116</b>	<b>3,523,043</b>	<b>1,064,462</b>	<b>807,431</b>	<b>3,802,170</b>	<b>1,123,954</b>
Current Tax	37,127	172,399	45,000	41,746	241,110	45,069
Deferred Tax	(16,500)	(190,503)	-	(16,500)	(190,046)	-
<b>Profit/(Loss) After Tax and Exceptional Items</b>	<b>768,489</b>	<b>3,541,147</b>	<b>1,019,462</b>	<b>782,185</b>	<b>3,751,106</b>	<b>1,078,885</b>
Minority Interest	-	-	-	1,336	69,348	9,929
<b>Profit/(loss) after tax, exceptional items and Minority Interest</b>	<b>768,489</b>	<b>3,541,147</b>	<b>1,019,462</b>	<b>780,849</b>	<b>3,681,758</b>	<b>1,068,956</b>

	BANK			GROUP		
	31st March 2022 Shs. '000' Unaudited	31st Dec. 2022 Shs. '000' Audited	31st March 2023 Shs. '000' Unaudited	31st March 2022 Shs. '000' Unaudited	31st Dec. 2022 Shs. '000' Audited	31st March 2023 Shs. '000' Unaudited
<b>Other Comprehensive Income</b>						
Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	-	-	-
Fair value changes in available for sale financial assets	(529,599)	991,751	2,079,218	(545,862)	1,448,868	2,074,122
Revaluation surplus on Property, plant and equipment	-	117,350	-	-	124,850	-
Share of other comprehensive income of associates	-	-	-	-	-	-
Income tax relating to components of other comprehensive income	-	118,564	-	-	(548,082)	-
<b>Other Comprehensive Income for the year net of tax</b>	<b>(529,599)</b>	<b>1,227,665</b>	<b>2,079,218</b>	<b>(545,862)</b>	<b>1,025,636</b>	<b>2,074,122</b>
<b>Total comprehensive income for the year</b>	<b>238,890</b>	<b>4,768,812</b>	<b>3,098,680</b>	<b>234,987</b>	<b>4,776,742</b>	<b>3,143,078</b>
<b>EARNINGS PER SHARE- BASIC &amp; DILUTED</b>	-	<b>554</b>	-	-	<b>533</b>	-
<b>DIVIDEND PER SHARE -DECLARED</b>	-	-	-	-	-	-

### OTHER DISCLOSURES

#### NON-PERFORMING LOANS AND ADVANCES

	31st March 2022 Shs. '000' Unaudited	31st Dec. 2022 Shs. '000' Audited	31st March 2023 Shs. '000' Unaudited	31st March 2022 Shs. '000' Unaudited	31st Dec. 2022 Shs. '000' Audited	31st March 2023 Shs. '000' Unaudited
(a) Gross Non-performing loans and advances	5,124,506	5,870,236	5,774,133	5,124,506	5,870,236	5,774,133
(b) Less: Interest in Suspense	885,774	852,797	873,149	885,774	852,797	873,149
<b>(c) Total Non-Performing Loans and Advances (a-b)</b>	<b>4,238,732</b>	<b>5,017,439</b>	<b>4,900,984</b>	<b>4,238,732</b>	<b>5,017,439</b>	<b>4,900,984</b>
(d) Less: Loan Loss Provision	2,680,492	2,692,502	2,586,428	2,680,492	2,692,502	2,586,428
<b>(e) Net Non-Performing Loans and Advances(c-d)</b>	<b>1,558,240</b>	<b>2,324,937</b>	<b>2,314,556</b>	<b>1,558,240</b>	<b>2,324,937</b>	<b>2,314,556</b>
(f) Discounted Value of Securities	1,558,240	2,324,937	2,104,623	1,558,240	2,324,937	2,104,623
<b>(g) Net NPLs Exposure (e-f)</b>	<b>-</b>	<b>-</b>	<b>209,933</b>	<b>-</b>	<b>-</b>	<b>209,933</b>

#### INSIDER LOANS AND ADVANCES

	31st March 2022 Shs. '000' Unaudited	31st Dec. 2022 Shs. '000' Audited	31st March 2023 Shs. '000' Unaudited	31st March 2022 Shs. '000' Unaudited	31st Dec. 2022 Shs. '000' Audited	31st March 2023 Shs. '000' Unaudited
(a) Directors, Shareholders and Associates	3,226,990	3,880,753	4,493,359	3,226,990	3,880,753	4,493,359
(b) Employees	437,235	481,905	543,455	437,235	481,905	543,455
<b>(c) Total Insider Loans and Advances and other facilities</b>	<b>3,664,225</b>	<b>4,362,658</b>	<b>5,036,814</b>	<b>3,664,225</b>	<b>4,362,658</b>	<b>5,036,814</b>

#### OFF-BALANCE SHEET ITEMS

	31st March 2022 Shs. '000' Unaudited	31st Dec. 2022 Shs. '000' Audited	31st March 2023 Shs. '000' Unaudited	31st March 2022 Shs. '000' Unaudited	31st Dec. 2022 Shs. '000' Audited	31st March 2023 Shs. '000' Unaudited
(a) Letters of credit, guarantees, acceptances	10,041,416	10,321,504	11,040,216	10,041,416	10,321,504	11,040,216
(b) Forwards, swaps and options	15,791,264	7,695,643	15,012,629	15,791,264	7,695,643	15,012,629
(c) Other contingent liabilities	2,046,408	2,060,223	1,564,522	2,046,408	2,060,223	1,564,522
<b>(d) Total Contingent Liabilities</b>						