

QUARTERLY FINANCIAL STATEMENTS AND OTHER DISCLOSURES

I STATEMENT OF FINANCIAL POSITION	Bank				Group Consolidated			
	30-Jun-19 Shs. '000' Un-audited	31-Dec-19 Shs. '000' Audited	31-Mar-20 Shs. '000' Un-audited	30-Jun-20 Shs. '000' Un-audited	30-Jun-19 Shs. '000' Un-audited	31-Dec-19 Shs. '000' Audited	30-Jun-20 Shs. '000' Un-audited	
A ASSETS								
1 Cash (Both Local & Foreign)	305,738	364,293	400,434	512,699	305,738	394,082	542,942	
2 Balances due from Central Bank of Kenya	1,310,614	891,993	1,361,327	1,510,186	1,333,667	891,993	1,510,186	
3 Kenya Government and other securities held for dealing purposes								
4 Financial Assets at fair value through profit and loss								
5 Investment Securities:								
a) Held to Maturity:								
i. Kenya Government securities	1,477,761	1,789,084	2,915,853	2,683,606	1,477,761	1,789,084	2,683,606	
ii. Other securities	1,477,761	1,789,084	2,915,853	2,683,606	1,477,761	1,789,084	2,683,606	
b) Available for sale:								
i. Kenya Government securities	505,565	1,246,602	379,990	599,233	505,565	1,246,602	599,233	
ii. Other securities	499,619	1,246,602	379,990	599,233	499,619	1,246,602	599,233	
6 Deposits and balances due from local banking institutions	5,946	300,053		86,077	5,946	300,053	86,077	
7 Deposits and balances due from banking institutions abroad	257,642	133,963	87,805	279,513	257,642	133,963	279,513	
8 Tax recoverable	33,883			61,025	33,883		61,025	
9 Loans and advances to customers (net)	14,790,860	15,226,683	15,675,351	15,682,352	14,790,860	15,226,683	15,682,352	
10 Balances due from banking institutions in the group								
11 Investments in associates								
12 Investments in subsidiary companies	1,000	1,000	1,000	1,000				
13 Investments in joint ventures								
14 Investment properties								
15 Property and equipment	273,077	786,326	753,993	797,310	273,243	786,471	797,433	
16 Prepaid lease rentals								
17 Intangible assets	141,807	188,707	157,409	162,877	141,903	188,750	162,877	
18 Deferred tax asset	131,927	176,656	175,315	175,315	131,927	176,645	175,023	
19 Retirement benefit asset								
20 Other assets	496,032	435,379	824,794	413,675	543,106	526,290	450,560	
21 TOTAL ASSETS	19,725,905	21,540,739	22,733,271	22,964,867	19,795,294	21,660,616	23,030,826	
B LIABILITIES								
22 Balances due to Central Bank of Kenya								
23 Customer deposits	15,563,414	16,806,421	17,562,360	17,838,339	15,563,414	16,806,421	17,838,339	
24 Deposits and balances due to local banking institutions	267,791	260,078	484,306	765,751	267,791	260,078	765,751	
25 Deposits and balances due to foreign banking institutions	281,703	280,114	290,539		281,703	280,114		
26 Other money market deposits								
27 Borrowed funds								
28 Balances due to banking institutions in the group								
29 Tax payable		41,649	48,145		(2,780)	37,819	(5,095)	
30 Dividends payable								
31 Deferred tax liability					14			
32 Retirement benefit liability								
33 Other liabilities	563,957	1,152,046	1,123,431	1,097,186	617,238	1,258,015	1,145,399	
34 TOTAL LIABILITIES	16,676,865	18,540,308	19,508,282	19,701,276	16,772,880	18,642,447	19,744,394	
C SHAREHOLDERS' FUNDS								
35 Paid up /Assigned capital	2,433,158	2,633,507	2,759,453	2,766,490	2,433,158	2,633,507	2,766,490	
36 Share premium (discount)	91,436	59,908	107,954	103,220	91,436	59,908	103,220	
37 Revaluation reserves								
38 Retained earnings/Accumulated losses	355,746	143,845	202,926	217,322	374,120	161,583	240,163	
39 Statutory loan loss reserves	92,040	164,684	164,684	164,684	92,040	164,684	164,684	
40 Other Reserves	4,467	(1,514)	(10,408)	11,875	4,467	(1,514)	11,875	
41 Proposed dividends	72,193				72,193			
42 Capital grants								
43 TOTAL SHAREHOLDERS' FUNDS	3,049,404	3,000,431	3,224,489	3,263,591	3,067,414	3,018,169	3,286,432	
44 Minority Interest								
45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	19,725,905	21,540,739	22,733,271	22,964,867	19,795,294	21,660,616	23,030,826	

II STATEMENT OF COMPREHENSIVE INCOME								
1.0 INTEREST INCOME								
1.1	Loans and advances	857,101	1,870,649	530,109	1,030,013	857,101	1,870,649	1,030,013
1.2	Government securities	118,026	275,559	75,180	172,974	118,026	275,559	172,974
1.3	Deposits and placements with banking institutions	1,046	5,063	5,778	6,850	1,046	5,063	6,850
1.4	Other Interest Income	596	838			596	838	
1.5	Total interest income	976,769	2,152,109	611,067	1,209,837	976,769	2,152,109	1,209,837
2.0 INTEREST EXPENSE								
2.1	Customer deposits	505,966	1,134,631	329,455	662,947	505,236	1,133,445	662,093
2.2	Deposits and placement from banking institutions	27,226	36,506	1,894	6,353	27,226	36,506	6,353
2.3	Other interest expenses	28,500	59,935	14,806	28,250	28,500	59,935	28,250
2.4	Total interest expenses	533,192	1,231,071	346,155	697,544	532,462	1,229,885	696,696
3.0	NET INTEREST INCOME/(LOSS)	443,577	921,038	264,912	512,292	444,307	922,224	513,140
4.0 NON-INTEREST INCOME								
4.1	Fees and commissions on loans and advances	169,943	314,355	52,833	96,036	169,943	314,355	96,036
4.2	Other fees and commissions	159,237	373,721	83,141	143,856	167,621	389,153	154,939
4.3	Foreign exchange trading income/(Loss)	57,075	117,711	33,351	67,757	57,075	117,711	67,757
4.4	Dividend Income							
4.5	Other income	25,482	51,421	26,265	38,390	25,482	51,421	38,390
4.6	Total Non-interest income	411,737	857,208	195,590	346,019	426,121	872,640	357,102
5.0	TOTAL OPERATING INCOME	855,314	1,778,246	460,502	858,311	870,428	1,794,864	870,242
6.0 OTHER OPERATING EXPENSES								
6.1	Loan loss provision	38,170	136,904	47,365	77,108	38,170	136,904	77,108
6.2	Staff costs	310,800	646,589	170,739	335,424	316,984	658,753	341,823
6.3	Directors' emoluments	36,509	69,150	19,151	37,941	36,509	69,150	37,941
6.4	Rental charges	53,884	18,846	2,297	7,315	53,884	18,846	7,315
6.5	Depreciation charge on property and equipment	30,498	134,658	36,779	75,103	30,522	134,703	75,124
6.6	Amortisation charges	25,149	51,423	14,335	29,181	26,201	51,527	29,224
6.7	Other operating expenses	198,090	420,603	104,881	210,762	198,571	422,071	211,246
6.8	Total Other Operating Expenses	694,102	1,478,174	395,347	772,834	700,843	1,491,955	770,781
7.0	Profit/(Loss) Before Tax and Exceptional Items	161,213	300,072	65,155	85,478	163,586	302,909	90,462
8.0	Exceptional Items							
9.0	Profit/(Loss) After Exceptional Items	161,213	300,072	65,155	85,478	163,586	302,909	90,462
10.0	Current Tax	12,000	194,191	6,000	12,000	12,000	194,191	12,000
10.0	Deferred Tax		(44,920)				(44,920)	
12.0	Profit/(Loss) After Tax and Exceptional Items	149,213	210,231	59,155	73,478	151,586	212,019	78,462
13.0	Minority Interest							
14.0	Profit/(Loss) after tax, exceptional items and Minority Interest	149,213	210,231	59,155	73,478	151,586	212,019	78,462
15.0 Other Comprehensive Income								
15.1	Gains/(Losses) from translating the financial statements of foreign operations							
15.2	Fair value changes in available for sale financial assets	(8,074)	(11,633)	(8,894)	31,832	(8,074)	(11,633)	31,832
15.3	Revaluation surplus on Property, plant and equipment							
15.4	Share of other comprehensive income of associates							
15.5	Income tax relating to components of other comprehensive income	2,422			(9,550)	2,422		(9,550)
16.0	Other Comprehensive Income for the year net of tax	(5,652)	(11,633)	(8,894)	22,282	(5,652)	(11,633)	22,282
17.0	Total Comprehensive Income for the year	143,561	198,598	50,261	95,760	145,934	200,386	100,744
18.0	EARNINGS PER SHARE - BASIC & DILUTED	12.2	8.7	8.6	5.3	12.6	8.7	5.7
19.0	DIVIDEND PER SHARE -DECLARED							

III OTHER DISCLOSURES								
1.0 NON-PERFORMING LOANS AND ADVANCES								
(a)	Gross Non-performing loans and advances							
(b)	Less: Interest in Suspense	1,139,022	1,592,274	1,625,983	1,659,175	1,139,022	1,592,274	1,659,175
(c)	Total Non-Performing Loans and Advances (a-b)	227,310	267,192	279,921	354,464	227,310	267,192	354,464
(d)	Less: Loan Loss Provision	911,712	1,325,082	1,346,062	1,304,711	911,712	1,325,082	1,304,711
(e)	Net Non-Performing Loans and Advances (c-d)	135,598	132,110	133,859	149,753	135,598	132,110	149,753
(f)	Discounted Value of Securities	305,536	303,428	320,828	306,394	305,536	303,428	306,394
(g)	Net NPLs Exposure (e-f)	608,176	1,021,654	1,025,234	944,317	608,176	1,025,234	944,317
2.0 INSIDER LOANS AND ADVANCES								
(a)	Directors, Shareholders and Associates	418,460	348,667	671,939	688,239	418,460	348,667	671,939
(b)	Employees	794,043	900,703	932,384	939,410	794,043	900,703	939,410
(c)	Total Insider Loans and Advances and other facilities	1,212,503	1,249,370	1,604,323	1,627,649	1,212,503	1,249,370	1,627,649
3.0 OFF-BALANCE SHEET ITEMS								
(a)	Letters of credit, guarantees, acceptances	5,301,191	6,102,775	8,556,138	9,822,930	5,301,191	6,102,775	8,556,138
(b)	Forwards, swaps and options							
(c)	Other contingent liabilities	303,943	606,006	355,334	555,707	303,943	606,006	355,707
(d)	Total Contingent Liabilities	5,605,134	6,708,781	8,911,472	10,378,637	5,605,134	6,708,781	8,911,472
4.0 CAPITAL STRENGTH								
(a)	Core Capital	2,877,927	2,837,260	3,040,634	3,058,219	2,877,927	2,837,260	3,058,219
(b)	Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
(c)	Excess/(Deficiency) (a-b)	1,877,927	1,837,260	2,040,634	2,058,219	1,877,927	1,837,260	2,058,219
(d)	Supplementary Capital	92,041	164,684	164,684	164,6			