

UNAUDITED QUARTERLY FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 30th SEPTEMBER 2016

I BALANCE SHEET						III OTHER DISCLOSURES					
	30.09.2015	31.12.2015	31.03.2016	30.06.2016	30.09.2016		30.09.2015	31.12.2015	31.03.2016	30.06.2016	30.09.2016
	Shs. '000'	Shs. '000'	Shs. '000'	Shs. '000'	Shs. '000'		Shs. '000'	Shs. '000'	Shs. '000'	Shs. '000'	Shs. '000'
	Unaudited	Audited	Unaudited	Unaudited	Unaudited		Unaudited	Audited	Unaudited	Unaudited	Unaudited
A ASSETS						1.0 NON-PERFORMING LOANS AND ADVANCES					
1 Cash (both Local & Foreign)	261,413	253,697	233,432	283,848	277,818	(a) Gross Non-performing loans and advances	648,618	514,747	476,318	461,713	657,281
2 Balances due from Central Bank of Kenya	325,856	452,911	745,023	783,736	563,048	(b) Less: Interest in Suspense	166,292	62,326	68,643	74,773	87,447
3 Kenya Government and other securities held for dealing purposes						(c) Total Non-Performing Loans and Advances (a-b)	482,326	452,421	407,675	386,940	569,834
4 Financial Assets at fair value through profit and loss						(d) Less: Loan Loss Provision	240,919	237,788	249,385	276,488	322,559
5 Investment Securities:						(e) Net Non-Performing Loans and Advances (c-d)	241,407	214,633	158,290	110,452	247,275
a) Held to Maturity:	1,049,592	1,022,901	1,217,284	1,221,453	1,168,395	(f) Discounted Value of Securities	144,478	214,633	158,290	110,452	247,275
a. Kenya Government securities	1,049,592	1,022,901	1,217,284	1,221,453	1,168,395	(g) Net NPLs Exposure (e-f)	96,929	-	(o)	-	-
b. Other securities											
b) Available for sale:	266,806	258,650	355,802	251,985	746,431	2.0 INSIDER LOANS AND ADVANCES					
a. Kenya Government securities	210,640	212,288	306,567	209,704	704,464	(a) Directors, Shareholders and Associates	192,338	199,865	180,852	228,595	222,435
b. Other securities	56,166	46,362	49,235	42,281	41,967	(b) Employees	403,151	428,183	514,750	473,191	522,455
6 Deposits and balances due from local banking institutions	452,636	446,200	607,784	237,321	399,371	(c) Total Insider Loans and Advances and other facilities	595,489	628,048	695,602	701,786	744,890
7 Deposits and balances due from banking institutions abroad	83,504	127,960	61,117	67,719	102,564						
8 Tax recoverable	115	7,463	7,463	7,727	7,679	3.0 OFF-BALANCE SHEET ITEMS					
9 Loans and advances to customers (net)	7,161,968	7,087,728	7,227,207	7,536,175	7,547,553	(a) Letters of credit, guarantees, acceptances	530,744	1,507,141	1,953,351	3,142,340	3,907,509
10 Balances due from banking institutions in the group						(d) Forwards, swaps and options	226,782		54,000		
11 Investments in associates						(c) Other contingent liabilities	3,011,814	1,570,247	1,165,662	1,067,258	912,354
12 Investments in subsidiary companies						(d) Total Contingent Liabilities	3,769,340	3,077,388	3,173,013	4,209,598	4,819,863
13 Investments in joint ventures											
14 Investment properties						4.0 CAPITAL STRENGTH					
15 Property and equipment	291,085	247,315	238,099	234,519	268,554	(a) Core capital	1,234,695	1,345,466	1,360,571	2,020,944	2,232,679
16 Prepaid lease rentals						(b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
17 Intangible assets	97,120	130,775	125,897	143,547	137,411	(c) Excess/(Deficiency) (a-b)	234,695	345,466	360,571	1,020,944	1,232,679
18 Deferred tax asset	23,876	142,629	142,629	142,629	142,629	(d) Supplementary Capital	57,921	57,921	57,921	57,921	57,921
19 Retirement benefit asset						(e) Total Capital (a+d)	1,292,616	1,403,387	1,418,492	2,078,865	2,290,600
20 Other assets	175,255	108,856	191,633	287,177	419,145	(f) Total risk weighted assets	8,580,356	8,963,969	9,037,942	10,370,531	11,391,353
21 TOTAL ASSETS	10,189,227	10,287,085	11,153,369	11,197,836	11,780,598	(g) Core Capital/Total deposits Liabilities	14.4%	17.8%	14.3%	24.6%	25.1%
						(h) Minimum statutory Ratio	8.0%	8.0%	8.0%	8.0%	8.0%
B LIABILITIES						(i) Excess/(Deficiency) (g-h)	6.4%	9.8%	6.3%	16.6%	17.1%
22 Balances due to Central Bank of Kenya						(j) Core Capital / total risk weighted assets	14.4%	14.2%	14.2%	19.5%	19.6%
23 Customer deposits	8,533,010	7,267,037	9,176,939	8,206,441	8,820,491	(k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%	10.5%
24 Deposits and balances due to local banking institutions	84,319	1,494,209	374,092	545,779	307,566	(l) Excess (Deficiency) (j-k)	3.9%	3.7%	3.7%	9.0%	9.1%
25 Deposits and balances due to foreign banking institutions						(m) Total Capital/total risk weighted assets	15.1%	14.9%	14.9%	20.0%	20.1%
26 Other money market deposits						(n) Minimum statutory Ratio	14.5%	14.5%	14.5%	14.5%	14.5%
27 Borrowed funds						(o) Excess/(Deficiency) (m-n)	0.6%	0.4%	0.4%	5.5%	5.6%
28 Balances due to banking institutions in the group											
29 Tax payable	10,755					14 LIQUIDITY					
30 Dividends payable						(a) Liquidity Ratio	26.1%	16.5%	30.6%	26.4%	32.0%
31 Deferred tax liability						(b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%	20.0%
32 Retirement benefit liability						(c) Excess (Deficiency) (a-b)	6.1%	-3.5%	10.6%	6.4%	12.0%
33 Other liabilities	267,079	133,884	177,056	337,617	278,226						
34 TOTAL LIABILITIES	8,895,162	8,895,130	9,728,087	9,089,838	9,406,283						
C SHAREHOLDERS' FUNDS											
35 Paid up /Assigned capital	1,222,500	1,339,745	1,339,745	1,742,128	1,865,706						
36 Share premium/(discount)	43,500	108,901	108,901	340,358	408,266						
37 Revaluation reserves											
38 Retained earnings/Accumulated losses	(19,220)	(103,180)	(72,970)	(19,905)	20,594						
39 Statutory loan loss reserves	57,921	57,921	57,921	57,921	57,921						
40 Other Reserves	(10,637)	(11,432)	(8,314)	(12,503)	21,828						
41 Proposed dividends											
42 Capital grants											
43 TOTAL SHAREHOLDERS' FUNDS	1,294,064	1,391,955	1,425,282	2,107,998	2,374,315						
44 Minority Interest											
45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	10,189,227	10,287,085	11,153,369	11,197,836	11,780,598						
II PROFIT AND LOSS ACCOUNT											
	30.09.2015	31.12.2015	31.03.2016	30.06.2016	30.09.2016						
	Shs. '000'	Shs. '000'	Shs. '000'	Shs. '000'	Shs. '000'						
	Unaudited	Audited	Unaudited	Unaudited	Unaudited						
1.0 INTEREST INCOME						14.1 LIQUIDITY					
1.1 Loans and advances	725,718	1,066,398	355,090	716,738	1,061,190	(a) Liquidity Ratio	26.1%	16.5%	30.6%	26.4%	32.0%
1.2 Government securities	94,200	121,251	30,073	67,108	116,200	(b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%	20.0%
1.3 Deposits and placements with banking institutions	22,325	24,169	2,858	4,577	11,065	(c) Excess (Deficiency) (a-b)	6.1%	-3.5%	10.6%	6.4%	12.0%
1.4 Other Interest Income	5,137	6,661	1,452	2,779	4,064						
1.5 Total interest income	847,380	1,218,479	389,473	791,202	1,192,518						
2.0 INTEREST EXPENSE											
2.1 Customer deposits	387,733	557,148	196,077	364,543	548,507						
2.2 Deposits and placement from banking institutions	14,615	42,677	16,661	39,925	44,206						
2.3 Other interest expenses											
2.4 Total interest expenses	402,347	599,825	212,738	404,467	592,713						
3.0 NET INTEREST INCOME/(LOSS)	445,033	618,654	176,736	386,735	599,806						
4.0 NON-INTEREST INCOME											
4.1 Fees and commissions on loans and advances	64,928	86,976	14,475	31,369	57,684						
4.2 Other fees and commissions	50,182	80,118	31,389	81,571	125,505						
4.3 Foreign exchange trading income/(Loss)	21,910	26,477	10,957	19,383	27,031						
4.4 Dividend Income											
4.5 Other income	20,583	4,267	6,157	26,999	79,238						
4.6 Total Non-interest income	157,603	197,838	62,978	159,322	289,458						
5.0 TOTAL OPERATING INCOME	602,636	816,492	239,714	546,057	889,264						
6.0 OTHER OPERATING EXPENSES											
6.1 Loan loss provision	21,183	223,120	10,167	47,096	114,295						
6.2 Staff costs	252,487	347,311	99,756	202,884	310,651						
6.3 Directors' emoluments	31,224	42,327	11,960	23,824	35,923						
6.4 Rental charges	56,195	75,355	18,777	38,520	59,922						
6.5 Depreciation charge on property and equipment	41,406	50,667	10,754	21,490	32,839						
6.6 Amortisation charges	33,529	44,897	11,615	23,428	38,000						
6.7 Other operating expenses	142,440	211,364	46,474	105,542	173,861						
6.8 Total Other Operating Expenses	578,465	995,040	209,504	462,783	765,491						
7.0 Profit/(loss) Before Tax and Exceptional Items	24,171	(178,548)	30,210	83,275	123,773						
8.0 Exceptional Items											
9.0 Profit/(Loss) After Exceptional Items	24,171	(178,548)	30,210	83,275	123,773						
10.0 Current Tax		(56,442)									
11.0 Deferred Tax		(62,311)									
12.0 Profit/(Loss) After Tax and Exceptional Items	24,171	(59,795)	30,210	83,275	123,773						
13.0 Minority Interest											
14.0 Profit/(loss) after tax, exceptional items and Minority Interest	24,171	(59,795)	30,210	83,275	123,773						
15.0 Other Comprehensive Income				</							