Credit Bank
My Friend, My Bank

UNAUDITED QUARTERLY FINANCIAL STATEMENTS AND OTHER DISCLOSURES

STATEMENT OF FINANCIAL POSITION	GROUP 30/09/16 Shs. '000' Un- Audited	GROUP 31/12/16 Shs. '000' Audited	GROUP 31/03/17 Shs. '000' Un-Audited	GROUP 30/06/17 Shs. '000' Un-Audited	GROUP 30/09/17 Shs. '000' Un-Audited	BANK 30/09/16 Shs. '000' Un-Audited	BANK 31/12/16 Shs. '000' Audited	BANK 31/03/17 Shs. '000' Un-Audited	BANK 30/06/17 Shs. '000' Un-Audited	BANK 30/09/17 Shs. '000' Un-Audited
ASSETS										
Cash (both Local & Foreign)	289,553	303,548	260,947	277,943	352,973	277,818	292,289	238,583	262,268	327,100
Balances due from Central Bank of Kenya	563,048	534,460	1,297,094	965,404	485,258	563,048	534,460	1,297,094	965,404	485,258
Kenya Governmentand other securities held for dealing purposes	-	-	-	-	-	-	-	-	-	-
Financial Assets at fair value through profit and loss	-	-	-	-	-	-	-	-	-	-
Investment Securities:	-	-	-	-	-	-	-	-	-	-
a) Held to Maturity:	**1,168,395**	**1,470,111**	**1,183,998**	**1,644,264**	**1,870,897**	**1,168,395**	**1,470,111**	**1,183,998**	**1,644,264**	**1,870,897**
a. Kenya Government securities	1,168,395	1,470,111	1,183,998	1,644,264	1,870,897	1,168,395	1,470,111	1,183,998	1,644,264	1,870,897
b. Other securities	-	-	-	-	-	-	-	-	-	-
b) Available for sale:	**746,431**	**732,443**	**539,689**	**450,028**	**711,018**	**746,431**	**732,443**	**539,689**	**450,028**	**711,018**
a. Kenya Government securities	704,464	696,234	500,084	420,766	680,372	704,464	696,234	500,084	420,766	680,372
b. Other securities	41,967	36,209	39,605	29,262	30,646	41,967	36,209	39,605	29,262	30,646
Deposits and balances due from local banking institutions	399,371	343,658	552,141	508,797	365,375	399,371	343,658	552,141	508,797	365,375
Deposits and balances due from banking institutions abroad	102,564	93,892	163,721	224,177	351,386	102,564	93,892	163,721	224,177	351,386
Tax recoverable	7,890	-	-	1,950	5,710	7,679	-	-	996	4,551
Loans and advances to customers (net)	7,547,553	7,899,394	8,130,585	8,969,812	9,387,761	7,547,553	7,899,394	8,130,585	8,969,812	9,387,761
Balances due from banking institutions in the group	-	-	-	-	-	-	-	-	-	-
Investments in associates	-	-	-	-	-	-	-	-	-	-
Investments in subsidiary companies	-	-	-	-	-	-	1,000	1,000	1,000	1,000
Investments in joint ventures	-	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-	-
Property and equipment	268,587	305,043	324,048	316,802	304,405	268,554	305,013	324,021	316,778	304,384
Prepaid lease rentals	-	-	-	-	-	-	-	-	-	-
Intangible assets	137,794	133,039	138,539	147,996	165,237	137,411	132,682	138,208	147,691	164,959
Deferred tax asset	142,629	125,065	125,065	125,065	125,065	142,629	125,076	125,076	125,076	125,076
Retirement benefit asset	-	-	-	-	-	-	-	-	-	-
Other assets	431,769	297,236	349,875	371,708	334,910	419,145	271,950	316,107	342,771	312,619
TOTAL ASSETS	**11,805,584**	**12,237,889**	**13,065,702**	**14,003,947**	**14,459,997**	**11,780,598**	**12,201,968**	**13,010,223**	**13,959,064**	**14,411,385**
LIABILITIES										
Balances due to Central Bank of Kenya	-	-	-	-	-	-	-	-	-	-
Customer deposits	8,820,491	9,135,301	9,847,126	10,475,701	10,855,926	8,820,491	9,135,301	9,847,126	10,475,650	10,855,926
Deposits and balances due to local banking institutions	307,566	315,305	177,127	302,085	307,933	307,566	315,305	177,127	302,085	307,933
Deposits and balances due to foreign banking institutions	-	-	103,127	311,560	311,064	-	-	103,127	311,611	311,064
Other money market deposits	-	-	-	-	-	-	-	-	-	-
Borrowed funds	-	-	-	-	-	-	-	-	-	-
Balances due to banking institutions in the group	-	-	-	-	-	-	-	-	-	-
Tax payable	-	28,178	40,657	-	-	-	26,861	38,862	-	-
Dividends payable	-	-	-	-	-	-	-	-	-	-
Deferred tax liability	-	-	-	-	-	-	-	-	-	-
Retirement benefit liability	-	-	-	-	-	-	-	-	-	-
Other liabilities	299,115	295,252	409,756	284,186	308,362	278,226	264,927	361,669	246,772	268,801
TOTAL LIABILITIES	**9,427,172**	**9,774,036**	**10,577,793**	**11,373,532**	**11,783,285**	**9,406,283**	**9,742,394**	**10,527,911**	**11,336,118**	**11,743,724**
SHAREHOLDERS' FUNDS										
Paid up /Assigned capital	1,865,706	1,949,163	1,949,163	2,000,881	2,000,881	1,865,706	1,949,163	1,949,163	2,000,881	2,000,881
Share premium/(discount)	408,266	457,977	449,940	479,443	478,983	408,266	457,977	449,940	479,443	478,983
Revaluation reserves	-	-	-	-	-	-	-	-	-	-
Retained earnings/Accumulated losses	24,691	20,362	55,624	108,562	154,757	20,594	16,083	50,027	101,093	145,706
Statutory loan loss reserves	57,921	44,497	49,541	49,541	49,541	57,921	44,497	49,541	49,541	49,541
Other Reserves	21,828	(8,146)	(16,359)	(8,012)	(7,450)	21,828	(8,146)	(16,359)	(8,012)	(7,450)
Proposed dividends	-	-	-	-	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-	-	-	-	-
TOTAL SHAREHOLDERS' FUNDS	**2,378,412**	**2,463,853**	**2,487,909**	**2,630,415**	**2,676,711**	**2,374,315**	**2,459,574**	**2,482,312**	**2,622,946**	**2,667,661**
TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	**11,805,584**	**12,237,889**	**13,065,702**	**14,003,947**	**14,459,997**	**11,780,598**	**12,201,968**	**13,010,223**	**13,959,064**	**14,411,385**

STATEMENT OF COMPREHENSIVE INCOME	GROUP 30/09/16 Shs. '000' Un- Audited	GROUP 31/12/16 Shs. '000' Audited	GROUP 31/03/17 Shs. '000' Un-Audited	GROUP 30/06/17 Shs. '000' Un-Audited	GROUP 30/09/17 Shs. '000' Un-Audited	BANK 30/09/16 Shs. '000' Un-Audited	BANK 31/12/16 Shs. '000' Audited	BANK 31/03/17 Shs. '000' Un-Audited	BANK 30/06/17 Shs. '000' Un-Audited	BANK 30/09/17 Shs. '000' Un-Audited
INTEREST INCOME										
Loans and advances	1,061,190	1,382,773	302,695	589,029	911,194	1,061,190	1,382,773	302,695	589,029	911,194
Government securities	116,200	167,693	59,789	123,852	190,741	116,200	167,693	59,789	123,852	190,741
Deposits and placements with banking institutions	11,065	18,804	6,151	12,396	19,042	11,065	18,804	6,151	12,396	19,042
Other Interest Income	4,064	5,220	1,065	2,029	2,946	4,064	5,220	1,065	2,029	2,946
Total interest income	**1,192,519**	**1,574,490**	**369,700**	**727,306**	**1,123,922**	**1,192,519**	**1,574,490**	**369,700**	**727,306**	**1,123,922**
INTEREST EXPENSE										
Customer deposits	548,507	724,279	164,585	343,340	523,723	548,507	724,384	164,585	343,521	524,134
Deposits and placement from banking institutions	44,206	47,413	5,798	11,240	20,345	44,206	47,413	5,798	11,240	20,345
Other interest expenses										
Total interest expenses	**592,713**	**771,692**	**170,383**	**354,580**	**544,068**	**592,713**	**771,797**	**170,383**	**354,761**	**544,479**
NET INTEREST INCOME/(LOSS)	**599,806**	**802,798**	**199,317**	**372,726**	**579,854**	**599,806**	**802,693**	**199,317**	**372,545**	**579,443**
NON-INTEREST INCOME										
Fees and commissions on loans and advances	57,684	96,471	34,373	90,320	133,858	57,684	96,471	34,373	90,320	133,858
Other fees and commissions	132,234	187,978	66,397	139,418	198,523	125,505	178,384	63,332	133,894	190,644
Foreign exchange trading income/(Loss)	27,031	36,347	12,000	29,450	44,900	27,031	36,347	12,000	29,517	44,900
Dividend Income										
Other income	79,238	121,172	14,816	57,269	72,977	79,238	121,172	14,816	57,269	72,977
Total Non-interest income	**296,187**	**441,968**	**127,586**	**316,458**	**450,258**	**289,458**	**432,374**	**124,521**	**311,000**	**442,379**
TOTAL OPERATING INCOME	**895,993**	**1,244,766**	**326,903**	**689,184**	**1,030,112**	**889,264**	**1,235,067**	**323,838**	**683,545**	**1,021,822**
OTHER OPERATING EXPENSES										
Loan loss provision	114,295	150,400	24,909	67,974	99,701	114,295	150,400	24,909	67,974	99,701
Staff costs	313,435	428,381	112,968	228,178	344,155	310,651	424,550	111,872	226,010	340,946
Directors' emoluments	35,923	50,065	15,523	31,103	41,653	35,923	50,065	15,523	31,102	41,653
Rental charges	59,922	84,088	24,311	50,726	75,699	59,922	84,087	24,311	50,726	75,699
Depreciation charge on property and equipment	32,842	45,043	14,074	28,838	43,678	32,839	45,028	14,071	28,832	43,675
Amortisation charges	38,026	52,824	15,565	31,189	39,409	38,000	52,720	15,539	28,637	39,383
Other operating expenses	174,193	270,452	66,774	139,926	222,372	173,861	270,082	66,620	142,207	222,096
Total Other Operating Expenses	**768,636**	**1,081,253**	**274,124**	**577,934**	**866,667**	**765,491**	**1,076,932**	**272,845**	**575,488**	**863,153**
Profit/(loss) before tax and exceptional items	**127,357**	**163,513**	**52,779**	**111,250**	**163,445**	**123,773**	**158,135**	**50,993**	**108,057**	**158,669**
Exceptional items										
Profit/(loss) after exceptional items	**127,357**	**163,513**	**52,779**	**111,250**	**163,445**	**123,773**	**158,135**	**50,993**	**108,057**	**158,669**
Current tax	-	53,908	12,464	18,830	25,241	-	52,296	12,000	18,000	24,000
Deferred tax	-	-	-	-	-	-	-	-	-	-
Profit/(loss) after tax and exceptional items	**127,357**	**109,605**	**40,315**	**92,420**	**138,203**	**123,773**	**105,838**	**38,993**	**90,057**	**134,669**
Other Comprehensive Income										
Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	-	-	-	-	-	-	-
Fair value changes in available for sale financial assets	47,514	4,694	(11,733)	191	994	47,514	4,694	(11,733)	191	994
Revaluation surplus on Property,plant and equipment	-	-	-	-	-	-	-	-	-	-
Share of other comprehensive income of associates	-	-	-	-	-	-	-	-	-	-
Income tax relating to components of other comprehensive income	(14,254)	(1,408)	3,520	(57)	(298)	(14,254)	(1,408)	3,520	(57)	(298)
Other Comprehensive Income for the year net of tax	**33,260**	**3,286**	**(8,213)**	**134**	**696**	**33,260**	**3,286**	**(8,213)**	**133**	**696**
Total comprehensive income for the year	**160,617**	**112,891**	**32,102**	**92,554**	**138,899**	**157,033**	**109,124**	**30,780**	**90,190**	**135,365**
EARNINGS PER SHARE- BASIC & DILUTED	**9.1**	**5.6**	**8.3**	**9.2**	**9.5**	**6.6**	**5.4**	**8.0**	**9.0**	**9.2**
DIVIDEND PER SHARE -DECLARED	-	-	-	-	-	-	-	-	-	-

OTHER DISCLOSURES	BANK 30/09/16 Shs. '000' Un-Audited	BANK 31/12/16 Shs. '000' Audited	BANK 31/03/17 Shs. '000' Un-Audited	BANK 30/06/17 Shs. '000' Un-Audited	BANK 30/09/17 Shs. '000' Un-Audited
NON-PERFORMING LOANS AND ADVANCES					
(a) Gross Non-performing loans and advances	657,281	676,221	663,207	837,730	819,600
(b) Less: Interest in Suspense	87,447	106,017	118,396	145,929	122,126
(c)Total Non-Performing Loans and Advances (a-b)	**569,834**	**570,204**	**544,811**	**691,801**	**697,474**
(d) Less: Loan Loss Provision	322,559	355,231	381,095	398,053	357,141
(e) Net Non-Performing Loans and Advances(c-d)	**247,275**	**214,973**	**163,716**	**293,748**	**340,334**
(f) Discounted Value of Securities	247,275	214,973	163,716	293,748	**340,334**
(g) Net NPLs Exposure (e-f)	-	-	-	-	-
INSIDER LOANS AND ADVANCES					
(a) Directors, Shareholders and Associates	222,435	240,720	438,043	649,300	578,058
(b) Employees	522,455	482,855	471,188	509,479	508,765
(c)Total Insider Loans and Advances and other facilities	**744,890**	**723,575**	**909,231**	**1,158,779**	**1,086,823**
OFF-BALANCE SHEET ITEMS					
(a)Letters of credit,guarantees, acceptances	3,907,509	3,108,148	5,723,128	7,980,168	8,238,936
(b) Forwards, swaps and options	-	-	-	-	-
(c)Other contingent liabilities	912,354	4,870,473	5,852,417	3,615,212	2,149,628
(d)Total Contingent Liabilities	**4,819,863**	**7,978,621**	**11,575,545**	**11,595,380**	**10,388,564**
CAPITAL STRENGTH					
(a)Core capital	**2,232,679**	**2,423,222**	**2,429,635**	**2,536,388**	**2,558,235**
(b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
(c)Excess/(Dificiency)(a-b)	**1,232,679**	**1,423,222**	**1,429,635**	**1,536,388**	**1,558,235**
(d) Supplementary Capital	57,921	44,497	49,541	49,541	49,541
(e) Total Capital (a+d)	**2,290,600**	**2,467,719**	**2,479,176**	**2,585,929**	**2,607,776**
(f)Total risk weighted assets	**11,391,353**	**10,800,801**	**13,872,496**	**16,899,733**	**17,591,678**
(g) Core Capital/Total deposits Liabilities	**25.1%**	**26.1%**	**24.4%**	**23.5%**	**22.9%**
(h) Minimum statutory Ratio	8.0%	8.0%	8.0%	8.0%	8.0%
(I) Excess/(Deficiency) (g-h)	**17.1%**	**18.1%**	**16.4%**	**15.5%**	**14.9%**
(j) Core Capital / total risk weighted assets	**19.6%**	**22.4%**	**17.5%**	**15.0%**	**14.5%**
(k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%	10.5%
(l) Excess (Deficiency) (j-k)	**9.1%**	**11.9%**	**7.0%**	**4.5%**	**4.0%**
(m) Total Capital/total risk weighted assets	**20.1%**	**22.8%**	**17.9%**	**15.3%**	**14.8%**
(n) Minimum statutory Ratio	14.5%	14.5%	14.5%	14.5%	14.5%
(o) Excess/(Deficiency) (m-n)	**5.6%**	**8.3%**	**3.4%**	**0.8%**	**0.3%**
LIQUIDITY					
(a) Liquidity Ratio	**32.0%**	**32.7%**	**32.5%**	**29.1%**	**29.3%**
(b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%	20.0%
(c) Excess (Deficiency) (a-b)	**12.0%**	**12.7%**	**12.5%**	**9.1%**	**9.3%**

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

They may also be accessed at the institutions head office located at Mercantile House Koinange Street - Nairobi

Betty Korir
Chief Executive Officer

Moses Mwendwa
Director