

AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 31ST DECEMBER 2020

STATEMENT OF FINANCIAL POSITION	BANK	BANK	GROUP	GROUP
	Dec 31st 2019 Audited Shs '000	Dec 31st 2020 Audited Shs '000	Dec 31st 2019 Audited Shs '000	Dec 31st 2020 Audited Shs '000
A. ASSETS				
1 Cash (both Local & Foreign)	364,293	357,909	394,082	386,776
2 Balances with Central Bank of Kenya	891,993	758,929	891,993	758,929
3 Kenya Government & other Securities held for dealing purposes	-	-	-	-
4 Financial Assets at Fair Value through Profit & Loss	-	-	-	-
5 Investment Securities:				
(i) Held to Maturity:				
(a) Kenya Government Securities	1,789,084	3,361,329	1,789,084	3,361,329
(b) Other Securities	-	-	-	-
(ii) Available for Sale:				
(a) Kenya Government Securities	1,246,602	585,270	1,246,602	585,270
(b) Other Securities	-	-	-	-
6 Deposits and Balances due from Local Banking Institutions	300,053	700,123	300,053	700,123
7 Deposits and Balances due from Banking Institutions Abroad	133,963	133,963	133,963	84,526
8 Tax Recoverable	-	86,275	-	89,867
9 Loans and Advances to Customers (Net)	15,226,683	15,631,035	15,226,683	15,631,035
10 Balances due from Banking Institutions in the Group	-	-	-	-
11 Investments in Associates	-	-	-	-
12 Investments in Subsidiary Companies	1,000	1,000	-	-
13 Investments in Joint ventures	-	-	-	-
14 Investment Properties	-	-	-	-
15 Property, Plant and Equipment	786,326	332,001	786,471	332,103
16 Prepaid Lease Rentals	-	-	-	-
17 Intangible Assets	188,707	150,066	188,750	150,066
18 Deferred Tax Asset	176,656	164,385	176,645	164,343
19 Retirement Benefit Asset	-	-	-	-
20 Other Assets	435,379	932,490	526,290	968,662
TOTAL ASSETS	21,540,739	23,145,338	21,660,616	23,213,029
B. LIABILITIES				
21 Balances due to Central Bank of Kenya	-	-	-	-
22 Customer Deposits	16,806,421	17,638,463	16,806,421	17,638,463
23 Deposits and Balances due to Local Banking Institutions	260,078	510,781	260,078	510,781
24 Deposits and Balances due to Foreign Banking Institutions	280,114	-	280,114	-
25 Other Money Market Deposits	-	-	-	-
26 Borrowed Funds	-	891,391	-	891,391
27 Balances due to Banking Institutions Group Companies	-	-	-	-
28 Tax Payable	41,649	-	37,819	-
29 Dividends Payable	-	-	-	-
30 Deferred Tax Liability	-	-	-	-
31 Retirement Benefit Liability	-	-	-	-
32 Other liabilities	1,152,046	886,492	1,258,015	929,043
TOTAL LIABILITIES	18,540,308	19,927,127	18,642,447	19,969,678
C. SHAREHOLDERS' FUNDS				
33 Paid Up/ Assigned Capital	2,633,507	2,903,018	2,633,507	2,903,018
34 Share Premium (Discount)	59,908	97,344	59,908	97,344
35 Revaluation Reserves	-	-	-	-
36 Retained Earnings/Accumulated Losses	143,845	(130,575)	161,583	(105,435)
37 Statutory Loan Reserves	164,684	350,166	164,684	350,166
38 Other Reserves	(1,514)	(1,742)	(1,514)	(1,742)
39 Proposed Dividends	-	-	-	-
40 Capital Grants	-	-	-	-
TOTAL SHAREHOLDERS' FUNDS	3,000,431	3,218,211	3,018,169	3,243,351
41 Minority Interest	-	-	-	-
TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	21,540,739	23,145,338	21,660,616	23,213,029
STATEMENT OF COMPREHENSIVE INCOME				
INTEREST INCOME				
1 Loans and Advances	1,870,649	2,106,881	1,870,649	2,106,881
2 Government Securities	275,559	399,642	275,559	399,642
3 Deposits and Placements with Banking Institutions	5,063	15,335	5,063	15,335
4 Other Interest Income	838	-	838	-
Total Interest Income	2,152,109	2,521,857	2,152,109	2,521,857
INTEREST EXPENSE				
5 Customer Deposits	1,134,631	1,307,085	1,133,445	1,305,139
6 Deposits and Placement from Banking Institutions	36,506	60,173	36,506	60,173
7 Other Interest Expenses	59,926	57,947	59,926	57,947
Total Interest Expenses	1,231,071	1,425,206	1,229,885	1,423,260
NET INTEREST INCOME /LOSS	921,038	1,096,651	922,224	1,098,597
NON INTEREST INCOME				
8 Fees and Commissions on Loans and Advances	314,355	181,643	314,355	181,643
9 Other Fees and Commissions	373,721	278,705	389,153	300,988
10 Foreign Exchange Trading Income (Loss)	117,711	130,335	117,711	130,335
11 Dividend Income	-	-	-	-
12 Other Income	51,421	42,554	51,421	42,554
Total Non-Interes Income	857,208	633,237	872,640	655,520
TOTAL OPERATING INCOME	1,778,246	1,729,888	1,794,864	1,754,117
OPERATING EXPENSES				
13 Loan Loss Provision	136,904	287,130	136,904	287,130
14 Staff Costs	646,589	685,156	658,753	698,260
15 Directors' Emoluments	69,150	70,073	69,150	70,073
16 Rental Charges	18,846	106,078	18,846	106,078
17 Depreciation Charge on Property and Equipment	134,658	66,933	134,703	66,933
18 Amortisation Charges	51,423	59,478	51,527	59,582
19 Other Operating Expenses	420,603	446,678	422,071	447,930
Total Operating Expenses	1,478,114	1,721,527	1,491,955	1,735,886
Profit/(Loss) Before Tax and Exceptional Items	300,072	8,362	302,909	18,130
20 Exceptional Items	-	-	-	-
Profit/(Loss) After Exceptional Items	300,072	8,362	302,909	18,130
21 Current tax	134,131	60,515	134,910	63,005
22 Deferred tax	(44,290)	10,931	(44,020)	10,931
Profit/(Loss) After Tax and Exceptional Items	210,231	(63,084)	212,019	(55,806)
23 Minority Interest	-	-	-	-
Profit/(Loss) After Tax, Exceptional Items & Minority Interest	210,231	(63,084)	212,019	(55,806)
Other Comprehensive Income:				
24 Gains/(Losses) from Translating the Financial Statements of Foreign Operations	-	-	-	-
25 Fair Value changes in Available-to-sale Financial Assets	(11,633)	(228)	(11,633)	(228)
26 Revaluation Surplus on Property, Plant and Equipment	-	-	-	-
27 Share of other Comprehensive Income of Associates	-	-	-	-
28 Income Tax Relating to Components of other Comprehensive Income	-	-	-	-
Other Comprehensive Income for the Year Net of Tax	(11,633)	(228)	(11,633)	(228)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	198,598	(63,312)	200,386	(56,034)
EARNINGS PER SHARE- BASIC & DILUTED	8.74	(2.18)	8.81	(1.93)
DIVIDEND PER SHARE -DECLARED				
OTHER DISCLOSURES				
1.0 NON-PERFORMING LOANS AND ADVANCES				
1.1 (a) Gross Non-Performing Loans and Advances	1,592,274	2,016,878	-	-
1.2 (b) Less Interest in Suspense	267,192	521,577	-	-
1.3 (c) Total Non-Performing Loans and Advances (a-b)	1,325,082	1,495,301	-	-
1.4 (d) Less Loan Losses Provision	303,428	797,355	-	-
1.5 (e) Net Non-Performing Loans and Advances (c-d)	1,021,654	697,946	-	-
1.6 (f) Discounted Value of Securities	1,021,654	697,946	-	-
1.7 (g) Net NPLs Exposure (e-f)	-	-	-	-
2.0 INSIDER LOANS AND ADVANCES				
2.1 (a) Directors, Shareholders and Associates	348,667	632,513	-	-
2.2 (c) Employees	900,003	946,521	-	-
2.3 (c) Total Insider Loans and Advances and other facilities	1,249,370	1,579,034	-	-
3.0 OFF-BALANCE SHEET ITEMS				
3.1 (a) Letters of credit, Guarantees & Acceptances	6,102,775	8,672,988	-	-
3.2 (b) Forwards Swaps & Options	-	-	-	-
3.3 (c) Other Contingent Liabilities	606,006	589,821	-	-
3.4 (d) Total Contingent Liabilities	6,708,781	9,262,809	-	-
4.0 CAPITAL STRENGTH				
4.1 (a) Core capital	2,837,260	2,869,788	-	-
4.2 (b) Minimum Statutory Capital	1,000,000	1,000,000	-	-
4.3 (c) Excess/(Deficiency) (a-b)	1,837,260	1,869,788	-	-
4.4 (d) Supplementary Capital	164,684	350,166	-	-
4.5 (e) Total Capital (a+d)	3,001,944	3,219,954	-	-
4.6 (f) Total risk weighted assets	20,069,349	22,155,953	-	-
4.7 (g) Core Capital/Total Deposit Liabilities	16.88%	16.27%	-	-
4.8 (h) Minimum Statutory Ratio	8.00%	8.00%	-	-
4.9 (i) Excess/(Deficiency) (g-h)	8.88%	8.27%	-	-
4.10 (j) Core Capital / Total Risk Weighted Assets	14.94%	12.94%	-	-
4.11 (k) Minimum Statutory Ratio	10.50%	10.50%	-	-
4.12 (l) Excess/(Deficiency) (j-k)	3.64%	2.46%	-	-
4.13 (m) Total Capital/Total Risk Weighted Assets	14.96%	14.53%	-	-
4.14 (n) Minimum statutory Ratio	14.50%	14.50%	-	-
4.15 (o) Excess/(Deficiency) (m-n)	0.46%	0.03%	-	-
4.16 (p) Adjusted Core Capital/Total Deposit Liabilities *	16.27%	16.29%	-	-
4.17 (q) Adjusted Core Capital/Total Risk Weighted Assets *	14.20%	12.97%	-	-
4.18 (r) Adjusted Total Capital/Total Risk Weighted Assets *	15.00%	14.55%	-	-
5.0 LIQUIDITY				
5.1 (a) Liquidity Ratio	26.00%	26.47%	-	-
5.2 (b) Minimum Statutory Ratio	20.00%	20.00%	-	-
5.3 (c) Excess/(Deficiency) (a-b)	6.00%	6.47%	-	-

Notes

* The Adjusted Capital Ratios includes the expected credit loss provisions added back to Capital in line with the CBK Guidance Note issued in April 2018 on implementation of IFRS 9.

The above Profit and Loss Account and Balance Sheet are extracts of financial statements audited by PriceWaterhouseCoopers and received an unqualified opinion

A full set of the financial statements is available from the Company Secretary or at our offices.

The financial statements were approved by the Board of Directors on 17th March 2021

Betty Korir

Chief Executive Officer

Moses Mwendwa

Director

VISIT US AT ANY OF OUR BRANCH NETWORKS : HEAD OFFICE: ONE AFRICA PLACE: WESTLANDS, 14TH FLOOR | ONE AFRICA BRANCH: WESTLANDS, ONE AFRICA PLACE, 2ND FLOOR | INDUSTRIAL AREA BRANCH: 53 BUTERE ROAD | KOINANGE BRANCH: MERCANTILE HOUSE, KOINANGE STREET | WESTLANDS BRANCH: EMPRESS SUITES, RING ROAD, PARKLANDS | NGONG ROAD BRANCH: SILKWOOD SUITES, NGONG ROAD | LAVINGTON BRANCH: LAVINGTON MALL, JAMES GICHURU RD, 2ND FLOOR | RONGAI BRANCH: MAASAI MALL, MAGADI ROAD ONGATA RONGAI | KITEMGELA BRANCH: SAFARI HOUSE, NAMANGA RD, 2ND FLOOR | THIKA BRANCH: PUSHPA PLAZA ON KWAME NKURUMAH ROAD | MACHAKOS BRANCH: MBOLU MALU ROAD | NAKURU BRANCH:GIDDO PLAZA, ALONG NAKURU-ELDORET HIGHWAY | MERU BRANCH: STEAMUKI BUILDING| KISII BRANCH: 5 HOSPITAL ROAD | ELDORET BRANCH: KYDA PLAZA, OLOO STREET | KISUMU BRANCH: SWAN CENTRE, OGINGA ODINGA RD. | MOMBASA TOWN BRANCH: NKURUMAH ROAD | MOMBASA NYALI BRANCH: NYALI CENTRE, LINK ROAD.