

UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 30 JUNE 2019

I	STATEMENT OF FINANCIAL POSITION AS AT	BANK				GROUP CONSOLIDATED		
		30-Jun-18	31-Dec-18	31-Mar-19	30-Jun-19	30-Jun-18	31-Dec-18	30-Jun-19
		Unaudited Shs. '000'	Audited Shs. '000'	Unaudited Shs. '000'	Unaudited Shs. '000'	Unaudited Shs. '000'	Audited Shs. '000'	Unaudited Shs. '000'
A	ASSETS							
1	Cash (both Local & Foreign)	583,045	732,668	753,185	775,093	583,045	732,668	775,093
2	Balances due from Central Bank of Kenya	524,298	1,407,646	1,004,153	757,727	524,298	1,407,646	757,727
3	Kenya Government and other securities held for dealing purposes	125,256	312,715	608,842	416,870	125,256	312,715	416,870
4	Financial assets at fair value through profit and loss	125,256	106,579	140,012	93,430	125,256	106,579	93,430
5	Investment Securities:							
	a) Held to Maturity:							
	a. Kenya Government securities	3,325,359	3,317,236	2,598,123	3,113,724	3,325,359	3,317,236	3,113,724
	b. Other securities	-	-	-	-	-	-	-
	b) Available for sale:							
	a. Kenya Government securities	-	-	-	-	-	-	-
	b. Other securities	-	-	-	-	-	-	-
6	Deposits and balances due from local banking institutions	3,023,082	2,465,422	1,030,823	396,836	3,023,082	2,465,422	396,836
7	Deposits and balances due from banking institutions abroad	988,171	1,520,971	1,656,908	2,911,109	988,171	1,520,971	2,911,109
8	Tax recoverable	165,101	111,315	103,785	97,007	169,299	113,250	103,494
9	Loans and advances to customers (net)	12,285,861	13,134,315	13,380,228	13,858,191	12,285,861	13,134,315	13,858,191
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	462,112	433,176	418,264	401,578	462,177	433,216	401,605
16	Prepaid lease rentals	-	-	-	-	-	-	-
17	Intangible assets	275,193	331,257	306,603	295,566	280,643	336,407	300,416
18	Defered tax asset	268,320	491,273	491,273	491,273	268,320	491,966	491,966
19	Retirement benefit asset	-	-	-	-	-	-	-
20	Other assets	838,707	963,597	933,052	897,567	814,465	936,534	857,403
21	TOTAL ASSETS	22,865,505	25,329,169	23,426,250	24,506,971	22,849,976	25,308,924	24,477,864
B	LIABILITIES							
22	Balances due to Central Bank of Kenya	1,828,319	-	-	-	1,828,319	-	-
23	Customer deposits	14,190,694	17,001,480	16,598,290	17,878,871	14,136,011	16,941,908	17,797,700
24	Deposits and balances due to local banking institutions	2,601,659	3,523,597	726,585	608,555	2,601,659	3,523,597	608,555
25	Deposits and balances due to foreign banking institutions	-	-	-	-	-	-	-
26	Other money market deposits	-	-	-	-	-	-	-
27	Borrowed funds	434,148	413,450	1,745,679	1,620,133	434,148	413,450	1,620,133
28	Balances due to banking institutions in the group	-	-	-	-	-	-	-
29	Tax payable	-	-	-	-	-	-	271
30	Dividends payable	-	-	-	-	-	-	-
31	Deferred tax liability	-	-	-	-	-	-	-
32	Retirement benefit liability	-	-	-	-	-	-	-
33	Other liabilities	262,890	353,517	301,002	328,902	273,378	353,662	331,436
34	TOTAL LIABILITIES	19,317,710	21,292,043	19,371,556	20,436,461	19,273,515	21,232,617	20,358,095
C	SHAREHOLDERS' FUNDS							
35	Paid up/assigned capital	1,758,186	2,046,198	2,046,198	2,046,198	1,758,186	2,046,198	2,046,198
36	Share premium/(discount)	973,841	1,246,599	1,246,599	1,246,599	973,841	1,246,599	1,246,599
37	Revaluation reserves	68,161	67,376	67,376	67,376	68,161	67,376	67,376
38	Retained earnings/accumulated losses	747,607	676,953	694,521	710,337	776,273	716,135	759,596
39	Statutory loan loss reserves	-	-	-	-	-	-	-
40	Other reserves	-	-	-	-	-	-	-
41	Proposed dividends	-	-	-	-	-	-	-
42	Capital grants	-	-	-	-	-	-	-
43	TOTAL SHAREHOLDERS' FUNDS	3,547,795	4,037,126	4,054,694	4,070,510	3,576,461	4,076,307	4,119,769
44	TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	22,865,505	25,329,169	23,426,250	24,506,971	22,849,976	25,308,924	24,477,864
II	STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED	30-Jun-18	31-Dec-18	31-Mar-19	30-Jun-19	30-Jun-18	31-Dec-18	30-Jun-19
		Unaudited Shs. '000'	Audited Shs. '000'	Unaudited Shs. '000'	Unaudited Shs. '000'	Unaudited Shs. '000'	Audited Shs. '000'	Unaudited Shs. '000'
1.0	INTEREST INCOME							
1.1	Loans and advances	740,793	1,703,291	384,961	784,035	740,793	1,703,291	784,035
1.2	Government securities	160,882	355,128	82,133	162,441	160,882	355,128	162,441
1.3	Deposits and placements with banking institutions	23,453	59,986	15,153	30,480	23,453	59,986	30,480
1.4	Other Interest Income	-	-	-	-	-	-	-
1.5	Total Interest Income	925,128	2,118,405	482,247	976,956	925,128	2,118,405	976,956
2.0	INTEREST EXPENSE							
2.1	Customer deposits	332,061	729,209	198,500	402,701	332,061	729,209	402,701
2.2	Deposits and placement from banking institutions	100,901	185,107	40,098	58,121	100,901	185,107	58,121
2.3	Other interest expenses	66,089	141,106	15,819	36,104	66,089	141,106	36,104
2.4	Total Interest Expenses	499,051	1,055,421	252,518	516,925	499,051	1,055,421	516,925
3.0	NET INTEREST INCOME/(LOSS)	426,077	1,062,984	229,729	460,031	426,077	1,062,984	460,031
4.0	NON-INTEREST INCOME							
4.1	Fees and commissions on loans and advances	144,460	336,739	102,162	215,276	144,460	376,019	215,276
4.2	Other fees and commissions	225,821	473,304	123,487	236,334	225,821	474,304	257,357
4.3	Foreign exchange trading income/(loss)	92,889	210,070	69,855	139,630	92,889	210,070	139,630
4.4	Dividend income	-	-	-	-	-	-	-
4.5	Other income	17,001	23,788	35,466	84,804	33,779	23,788	84,804
4.6	Total non-interest income	480,171	1,044,901	330,970	676,044	496,949	1,084,181	696,067
5.0	TOTAL OPERATING INCOME	906,248	2,107,885	560,700	1,136,075	923,026	2,147,165	1,159,098
6.0	OTHER OPERATING EXPENSES							
6.1	Loan loss provision	175,866	780,880	61,173	144,105	175,866	780,880	144,105
6.2	Staff costs	372,194	793,317	196,250	393,518	376,890	802,767	399,713
6.3	Direct expenses/allowments	26,306	60,873	15,819	31,538	26,336	60,873	31,538
6.4	Rental charges	97,291	197,746	51,550	104,258	97,578	197,746	104,591
6.5	Depreciation charge on property and equipment	52,948	99,964	20,579	41,304	52,973	100,014	41,316
6.6	Amortisation charges	37,729	78,659	26,110	51,990	38,029	79,259	52,290
6.7	Other operating expenses	829,210	658,510	164,086	321,671	829,895	662,987	323,458
6.8	Total other operating expenses	1,093,874	2,669,950	535,603	1,088,384	1,099,567	2,684,527	1,097,011
7.0	Profit/(loss) before tax and exceptional items	(187,376)	(562,065)	25,098	47,692	(176,541)	(537,362)	62,087
8.0	Exceptional items	-	-	-	-	-	-	-
9.0	Profit/(loss) after exceptional items	(187,376)	(562,065)	25,098	47,692	(176,541)	(537,362)	62,087
10.0	Current tax	56,198	(145)	(7,529)	(14,308)	52,962	159,624	(18,626)
11.0	Deferred tax	-	-	-	-	-	-	-
12.0	Profit/(loss) after tax and exceptional items	(131,128)	(395,397)	17,568	33,384	(123,579)	(377,883)	43,461
13.0	Other comprehensive income							
13.1	Gains/(losses) from translating the financial statements of foreign operations	-	-	-	-	-	-	-
13.2	Fair value changes in available for sale financial assets	-	-	-	-	-	-	-
13.3	Revaluation surplus on property, plant and equipment	-	-	-	-	-	-	-
13.4	Share of other comprehensive income of associates	-	-	-	-	-	-	-
13.5	Income tax relating to components of other comprehensive income	-	-	-	-	-	-	-
14.0	Other Comprehensive Income for the year net of tax	-	-	-	-	-	-	-
15.0	Total comprehensive income for the year	(131,128)	(395,397)	17,568	33,384	(123,579)	(377,883)	43,461
III	OTHER DISCLOSURES	30-Jun-18	31-Dec-18	31-Mar-19	30-Jun-19			
		Unaudited Shs. '000'	Audited Shs. '000'	Unaudited Shs. '000'	Unaudited Shs. '000'			
1.0	NON-PERFORMING LOANS AND ADVANCES							
(a)	Gross non-performing loans and advances	2,999,154	2,941,718	2,781,920	2,937,581			
(b)	Less: interest in suspense	268,068	268,707	299,886	340,720			
(c)	Total non-performing loans and advances (a-b)	2,731,086	2,673,011	2,482,033	2,596,861			
(d)	Less: loan loss provision	745,991	708,439	764,832	857,978			
(e)	Net non-performing loans and advances (c-d)	1,985,095	1,964,572	1,717,201	1,738,883			
(f)	Discounted value of securities	1,929,246	1,869,217	1,603,220	1,664,999			
(g)	Net NPLs exposure (e-f)	55,849	98,355	113,981	73,884			
2.0	INSIDER LOANS AND ADVANCES							
(a)	Directors, shareholders and associates	53,111	84,221	151,792	111,049			
(b)	Employees	478,298	480,878	500,823	546,326			
(c)	Total insider loans and advances and other facilities	425,409	564,899	652,615	657,375			
3.0	OFF-BALANCE SHEET ITEMS							
(a)	Letters of credit, guarantees, acceptances	12,689,150	15,835,357	17,112,220	14,050,224			
(b)	Forwards, swaps and options	6,403,395	6,582,349	10,728,248	12,081,600			
(c)	Other contingent liabilities	183,580	283,823	232,357	206,037			
(d)	Total contingent liabilities	19,276,125	22,701,529	28,072,825	26,337,861			