

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

		BANK					GROUP CONSOLIDATED		
I STATEMENT OF FINANCIAL POSITION AS AT		30-Sep-18	31-Dec-18	31-Mar-19	30-Jun-19	30-Sep-19	30-Sep-18	31-Dec-18	30-Sep-19
		Unaudited Shs. '000'	Audited Shs. '000'	Unaudited Shs. '000'	Unaudited Shs. '000'	Unaudited Shs. '000'	Unaudited Shs. '000'	Audited Shs. '000'	Unaudited Shs. '000'
A	ASSETS								
1	Cash (both Local & Foreign)	605,500	732,668	753,185	775,093	781,100	605,500	732,668	781,100
2	Balances due from Central Bank of Kenya	2,474,961	1,407,646	1,004,153	757,727	2,116,280	2,474,961	1,407,646	2,116,280
3	Kenya Government and other securities held for dealing purposes	400,871	312,715	608,842	416,870	958,822	400,871	312,715	958,822
4	Financial Assets at fair value through profit and loss	115,770	106,579	140,012	93,430	149,451	115,770	106,579	149,451
5	Investment Securities:								
	a) Held to Maturity:								
	a. Kenya Government securities	3,313,302	3,317,236	2,598,123	3,113,724	2,638,040	3,313,302	3,317,236	2,638,040
	b. Other securities	-	-	-	-	-	-	-	-
	b) Available for sale:								
	a. Kenya Government securities	-	-	-	-	-	-	-	-
	b. Other securities	-	-	-	-	-	-	-	-
6	Deposits and balances due from local banking institutions	2,349,397	2,465,422	1,030,823	396,836	446,101	2,349,397	2,465,422	446,101
7	Deposits and balances due from banking institutions abroad	225,741	1,520,971	1,656,908	2,911,109	612,296	225,741	1,520,971	612,296
8	Tax recoverable	184,167	111,315	103,785	97,007	82,430	189,604	113,250	90,222
9	Loans and advances to customers (net)	13,084,330	13,134,315	13,380,228	13,858,191	14,302,269	13,084,330	13,134,315	14,302,269
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	1,000	-	-	-
13	Investments in joint ventures	-	-	-	-	-	-	-	-
14	Investment properties	-	-	-	-	-	-	-	-
15	Property and equipment	443,135	433,176	418,264	401,578	385,024	443,188	433,216	385,050
16	Prepaid lease rentals	-	-	-	-	-	-	-	-
17	Intangible assets	296,577	331,257	306,603	295,566	303,015	301,877	336,407	307,715
18	Deferred tax asset	268,320	491,273	491,273	491,273	491,273	268,320	491,966	491,966
19	Retirement benefit asset	-	-	-	-	-	-	-	-
20	Other assets	754,772	963,597	933,052	897,567	998,563	726,889	936,534	954,343
21	TOTAL ASSETS	24,517,843	25,329,169	23,426,250	24,506,971	24,265,663	24,499,748	25,308,924	24,233,657
B	LIABILITIES								
22	Balances due to Central Bank of Kenya	1,619,995	-	-	-	-	1,619,995	-	-
23	Customer deposits	16,721,013	17,001,480	16,598,290	17,878,871	17,581,964	16,670,705	16,941,908	17,488,533
24	Deposits and balances due to local banking institutions	1,766,228	3,523,597	726,585	608,555	267,861	1,766,228	3,523,597	267,861
25	Deposits and balances due to foreign banking institutions	-	-	-	-	11,177	-	-	11,177
26	Other money market deposits	-	-	-	-	-	-	-	-
27	Borrowed funds	444,778	413,450	1,745,679	1,620,133	1,948,055	444,778	413,450	1,948,055
28	Balances due to banking institutions in the group	-	-	-	-	-	-	-	-
29	Tax payable	-	-	-	-	-	-	-	813
30	Dividends payable	-	-	-	-	-	-	-	-
31	Deferred tax liability	-	-	-	-	-	-	-	-
32	Retirement benefit liability	-	-	-	-	-	-	-	-
33	Other liabilities	319,344	353,517	301,002	328,902	352,081	319,744	353,662	357,448
34	TOTAL LIABILITIES	20,871,359	21,292,043	19,371,556	20,436,461	20,161,138	20,821,450	21,232,617	20,073,886
C	SHAREHOLDERS' FUNDS								
35	Paid up/assigned capital	1,831,722	2,046,198	2,046,198	2,046,198	2,046,198	1,831,722	2,046,198	2,046,198
36	Share premium/(discount)	1,043,483	1,246,599	1,246,599	1,246,599	1,246,599	1,043,483	1,246,599	1,246,599
37	Revaluation reserves	68,161	67,376	67,376	67,376	67,376	68,161	67,376	67,376
38	Retained earnings/accumulated losses	703,119	676,953	694,521	710,337	744,351	734,932	716,135	799,597
39	Statutory loan loss reserves	-	-	-	-	-	-	-	-
40	Other reserves	-	-	-	-	-	-	-	-
41	Proposed dividends	-	-	-	-	-	-	-	-
42	Capital grants	-	-	-	-	-	-	-	-
43	TOTAL SHAREHOLDERS' FUNDS	3,646,484	4,037,126	4,054,694	4,070,510	4,104,525	3,678,298	4,076,307	4,159,771
44	TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	24,517,843	25,329,169	23,426,250	24,506,971	24,265,663	24,499,748	25,308,924	24,233,657
II STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED		30-Sep-18	31-Dec-18	31-Mar-19	30-Jun-19	30-Sep-19	30-Sep-18	31-Dec-18	30-Sep-19
		Unaudited Shs. '000'	Audited Shs. '000'	Unaudited 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	1,120,813	1,703,291	384,961	784,035	1,205,342	1,120,813	1,703,291	1,205,342
1.2	Government securities	254,403	355,128	82,133	162,441	241,703	254,403	355,128	241,703
1.3	Deposits and placements with banking institutions	37,822	59,986	15,153	30,480	43,770	37,822	59,986	43,770
1.4	Other Interest Income	-	-	-	-	-	-	-	-
1.5	Total interest income	1,413,038	2,118,405	482,247	976,956	1,490,815	1,413,038	2,118,405	1,490,815
2.0	INTEREST EXPENSE								
2.1	Customer deposits	516,424	729,209	198,500	402,701	609,065	516,424	729,209	609,065
2.2	Deposits and placement from banking institutions	143,948	185,107	40,098	58,121	81,618	143,948	185,107	81,618
2.3	Other interest expenses	112,670	141,106	13,919	56,104	94,961	112,671	141,106	94,961
2.4	Total interest expenses	773,042	1,055,421	252,518	516,925	785,644	773,042	1,055,421	785,644
3.0	NET INTEREST INCOME/(LOSS)	639,996	1,062,984	229,729	460,031	705,171	639,996	1,062,984	705,171
4.0	NON-INTEREST INCOME								
4.1	Fees and commissions on loans and advances	245,627	336,739	102,162	215,276	251,815	245,627	376,019	251,815
4.2	Other fees and commissions	347,904	474,304	123,487	236,334	464,551	347,904	474,304	500,789
4.3	Foreign exchange trading income/(loss)	154,033	210,070	69,855	139,630	230,627	154,033	210,070	230,627
4.4	Dividend income	-	-	-	-	-	-	-	-
4.5	Other income	22,295	23,788	35,466	84,804	137,746	47,438	23,788	137,746
4.6	Total Non-interest income	769,859	1,044,901	330,971	676,044	1,084,738	795,002	1,084,181	1,120,976
5.0	TOTAL OPERATING INCOME	1,409,855	2,107,885	560,700	1,136,075	1,789,909	1,434,998	2,147,165	1,826,147
6.0	OTHER OPERATING EXPENSES								
6.1	Loan loss provision	283,606	780,880	61,173	144,105	266,284	283,606	780,880	266,284
6.2	Staff costs	566,567	793,317	196,250	393,518	599,299	573,683	802,767	608,819
6.3	Directors' emoluments	44,392	60,873	15,856	31,538	47,303	44,392	60,873	47,303
6.4	Rental charges	146,848	197,746	51,550	104,258	157,118	147,300	197,746	157,616
6.5	Depreciation charge on property and equipment	77,228	99,964	20,579	41,304	59,935	77,265	100,014	59,949
6.6	Amortisation charges	56,728	78,659	26,110	51,990	77,866	57,178	79,259	78,316
6.7	Other operating expenses	485,367	558,510	164,086	321,671	485,821	487,174	662,987	488,629
6.8	Total other operating expenses	1,660,736	2,669,950	535,603	1,088,384	1,693,625	1,670,598	2,684,527	1,706,915
7.0	Profit/(loss) before tax and exceptional items	(250,881)	(562,065)	25,098	47,692	96,284	(235,600)	(537,362)	119,232
8.0	Exceptional items	-	-	-	-	-	-	-	-
9.0	Profit/(loss) after exceptional items	(250,881)	(562,065)	25,098	47,692	96,284	(235,600)	(537,362)	119,232
10.0	Current tax	75,264	(145)	(7,529)	(14,308)	(28,885)	70,680	(145)	(35,770)
11.0	Deferred tax	-	166,813	-	-	-	-	159,624	-
12.0	Profit/(loss) after tax and exceptional items	(175,617)	(395,397)	17,568	33,384	67,399	(164,920)	(377,883)	83,463
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	(175,617)	(395,397)	17,568	33,384	67,399	(164,920)	(377,883)	83,463
III OTHER DISCLOSURES		30-Sep-18	31-Dec-18	31-Mar-19	30-Jun-19	30-Sep-19			
		Unaudited Shs. '000'	Audited Shs. '000'	Unaudited Shs. '000'	Unaudited Shs. '000'	Unaudited Shs. '000'			
1.0	NON-PERFORMING LOANS AND ADVANCES								
(a)	Gross non-performing loans and advances	2,991,119	2,941,718	2,781,920	2,937,581	3,112,453			
(b)	Less: Interest in suspense	305,212	268,707	299,886	340,720	367,767			
(c)	Total non-performing loans and advances (a-b)	2,685,907	2,673,011	2,482,034	2,596,861	2,744,685			
(d)	Less: loan loss provision	836,519	705,439	764,832	857,878	943,208			
(e)	Net non-performing loans and advances (c-d)	1,849,388	1,967,572	1,717,201	1,738,882	1,801,477			
(f)	Discounted value of securities	1,772,883	1,869,217	1,603,220	1,664,999	1,738,960			
(g)	Net NPLs exposure (e-f)	76,505	98,355	113,981	73,884	62,517			
2.0	INSIDER LOANS AND ADVANCES								
(a)	Directors, shareholders and associates	46,978	84,221	151,792	111,049	114,110			
(b)	Employees	437,544	480,678	500,823	546,326	510,434			
(c)	Total insider loans and advances and other facilities	484,522	564,899	652,615	657,375	624,544			
3.0	OFF-BALANCE SHEET ITEMS								
(a)	Letters of credit, guarantees, acceptances	14,183,208	15,83						