

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

DIS	SCLOSURES FOR THE PERIOD EN	DED 30	SEPTE		2019				
I	STATEMENT OF FINANCIAL POSITION AS AT	30-Sep-18 Unaudited	31-Dec-18 Audited	BANK 31-Mar-19 Unaudited	30-Jun-19 Unaudited	30-Sep-19 Unaudited	30-Sep-18 Unaudited	31-Dec-18 Audited	30-Sep-19 Unaudited
A	ASSETS	Shs. '000'	Shs. '000'	Shs. '000'	Shs. '000'	Shs. '000'	Shs. '000'	Shs. '000'	Shs. '000'
1 2	Cash (both Local & Foreign) Balances due from Central Bank of Kenya	605,500 2,474,961	732,668 1,407,646	753,185 1,004,153	775,093 757,727	781,100 2,116,280	605,500 2,474,961	732,668 1,407,646	781,100 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 5	Financial Assets at fair value through profit and loss Investment Securities:	115,770	106,579	140,012	93,430	149,451	115,770	106,579	149,451
	Aleld to Maturity: a. Kenya Government securities b. Other 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) Available for sale: a. Kenya Government securities	-	-	-	-		_	-	-
6	b. Other securities 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 8	Deposits and balances due from banking institutions abroad Tax recoverable	225,741 184,167	1,520,971 111,315	1,656,908 103,785	2,911,109 97,007	612,296 82,430	225,741 189,604	1,520,971 113,250	612,296 90,224
9 10 11	Loans and advances to customers (net) Balances due from banking institutions in the group Investments in associates	13,084,330	13,134,315	13,380,228	13,858,191	14,302,269	13,084,330	13,134,315	14,302,269
12 13	Investments in subsidiary companies Investments in joint ventures	1,000	1,000	1,000	1,000	1,000	-	-	-
14 15	Investment properties Property and equipment	443,135	433,176	418,264	401,578	- 385,024	443,188	433,216	385,050
16 17	Prepaid lease rentals Intangible assets	296,577	331,257	306,603	295,566	303,015	301,877	336,407	307,715
18 19 20	Deferred tax asset Retirement benefit asset Other assets	268,320 - 754,772	491,273 - 963.597	491,273 - 933,052	491,273 - 897,567	491,273 - 998,563	268,320 - 726,889	491,966 - 936,534	491,966 - 954,343
21	TOTAL ASSETS	24,517,843	25,329,169	23,426,250		24,265,663		25,308,924	
B 22	LIABILITIES Balances due to Central Bank of Kenya	1,619,995	-	-	-	-	1,619,995	-	_
23 24	Customer deposits Deposits and balances due to local banking institutions	16,721,013 1,766,228	17,001,480 3,523,597	16,598,290 726,585	17,878,871 608,555	17,581,964 267,861	16,670,705 1,766,228	16,941,908 3,523,597	17,488,533 267,861
25 26 27	Deposits and balances due to foreign banking institutions Other money market deposits Borrowed funds	444,778	413.450	1,745,679	1.620.133	11,177 - 1,948,055	444,778	413,450	11,177 - 1,948,055
28 29	Balances due to banking institutions in the group Tax payable	-	413,430	1,743,079	1,020,133	-	-	413,430	813
30 31	Dividends payable Deferred tax liability	-	-	-	-	-		-	-
32 33	Retirement benefit liability Other liabilities	319,344	353,517	301,002	328,902	352,081	319,744	353,662	357,448
34 C	TOTAL LIABILITIES SHAREHOLDERS' FUNDS	20,871,359	21,292,043	19,371,556	20,436,461	20,161,138	20,821,450	21,232,617	20,073,886
35 36	Paid up/assigned capital Share premium/(discount)	1,831,722 1,043,483	2,046,198 1,246,599	2,046,198 1,246,599	2,046,198 1,246,599	2,046,198 1,246,599	1,831,722 1,043,483	2,046,198 1,246,599	2,046,198 1,246,599
37 38	Revaluation reserves Retained earnings/accumulated losses	68,161 703,119	67,376 676,953	67,376 694,521	67,376 710,337	67,376 744,351	68,161 734,932	67,376 716,135	67,376 799,597
39 40	Statutory loan loss reserves Other reserves	-	-	-	-	-	-	-	-
41 42 43	Proposed dividends Capital grants TOTAL SHAREHOLDERS' FUNDS	3,646,484	4,037,126	4,054,694	4 070 F10	4,104,525	3,678,298	4,076,307	4,159,771
44	TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	24,517,843		23,426,250		24,265,663		25,308,924	24,233,657
II	STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED		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 1.1 1.2	INTEREST INCOME Loans and advances Government securities	1,120,813 254,403	1,703,291 355,128	384,961 82,133	784,035 162,441	1,205,342 241,703	1,120,813 254,403	1,703,291 355,128	1,205,342 241,703
1.3	Deposits and placements with banking institutions Other Interest Income	37,822	59,986	15,153	30,480	43,770	37,822	59,986	43,770
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 2.1 2.2	INTEREST EXPENSE Customer deposits Deposits and placement from banking institutions	516,424 143,948	729,209 185,107	198,500 40,098	402,701 58,121	609,065 81,618	516,424 143,948	729,209 185,107	609,065 81,618
2.3 2.4	Other interest expenses Total interest expenses	112,670 773,042	141,106 1,055,421	13,919 252,518	56,104 516,925	94,961 785,644	112,671 773,042	141,106 1,055,421	94,961 785,644
3.0 4.0	NET INTEREST INCOME/(LOSS) NON-INTEREST INCOME	639,996	1,062,984	229,729	460,031	705,171	639,996	1,062,984	705,171
4.1 4.2	Fees and commissions on loans and advances Other fees and commissions	245,627 347,904	336,739 474,304	102,162 123,487	215,276 236,334	251,815 464,551	245,627 347,904	376,019 474,304	251,815 500,789
4.3 4.4	Foreign exchange trading income/(loss) Dividend income	154,033	210,070	69,855	139,630	230,627	154,033	210,070	230,627
4.5 4.6 5.0	Other income Total Non-interest income TOTAL OPERATING INCOME	769,859 1,409,855	23,788 1,044,901 2,107,885	35,466 330,971 560,700	84,804 676,044 1,136,075	137,746 1,084,738 1,789,909	47,438 795,002 1,434,998	23,788 1,084,181 2,147,165	137,746 1,120,976 1,826,147
6.0	OTHER OPERATING EXPENSES								
6.1 6.2 6.3	Loan loss provision Staff costs Directors' emoluments	283,606 566,567 44,392	780,880 793,317 60,873	61,173 196,250 15,856	144,105 393,518 31,538	266,284 599,299 47,303	283,606 573,683 44,392	780,880 802,767 60,873	266,284 608,819 47,303
6.4 6.5	Rental charges Depreciation charge on property and equipment	146,848 77,228	197,746 99,964	51,550 20,579	104,258 41.304	157,118 59,935	147,300 77,265	197,746 100,014	157,616 59,949
6.6	Amortisation charges Other operating expenses	56,728 485,367	78,659 658,510 2,669,950	26,110 164,086	51,990 321,671	77,866 485,821	57,178 487,174	79,259 662,987	78,316 488,629
6.8 7.0 8.0	Total other operating expenses Profit/(loss) before tax and exceptional items Exceptional items	1,660,736 (250,881)	(562,065)	535,603 25,098	1,088,384 47,692	1,693,625 96,284	1,670,598 (235,600)	2,684,527 (537,362)	1,706,915 119,232
9.0 10.0	Profit/(loss) after exceptional items Current tax	(250,881) 75,264	(562,065) (145)	25,098 (7,529)	47,692 (14,308)	96,284 (28,885)	(235,600) 70,680	(537,362) (145) 159,624	119,232 (35,770)
11.0 12.0 13.0	Deferred tax Profit/(loss) after tax and exceptional items Other comprehensive income	(175,617)	166,813 (395,397)	17,568	33,384	67,399	(164,920)	(377,883)	83,463
13.1	Gains/(losses) from translating the financial statements of foreign operations	-	-	-	-	-	-	-	-
13.2 13.3	Fair value changes in available for sale financial assets Revaluation surplus on property, plant and equipment	-	-	-	-	-	-	-	-
13.4 13.5 14.0	Share of other comprehensive income of associates Income tax relating to components of other comprehensive income 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 Unaudited	31-Dec-18 Audited	31-Mar-19 Unaudited	30-Jun-19 Unaudited	30-Sep-19 Unaudited			
1.0	NON-PERFORMING LOANS AND ADVANCES (a) Gross non-performing loans and advances	Shs. '000' 2,991,119	Shs. '000' 2,941,718	Shs. '000' 2,781,920	Shs. '000' 2,937,581	Shs. '000' 3,112,453			
	(b) Less: interest in suspense (c) Total non-performing loans and advances (a-b)	305,212 2,685,907	268,707 2,673,011	299,886 2,482,033	340,720 2,596,860	367,767 2,744,685			
	(d) Less: loan loss provision (e) Net non-performing loans and advances(c-d)	836,519 1,849,388	705,439 1,967,572	764,832 1,717,201	857,978 1 738 882	943,262 1,801,423			
	(f) Discounted value of securities (g) Net NPLs exposure (e-f)	1,772,883 76,505	1,869,217 98,355	1,603,220 113,981	1,664,999 73,884	1,738,960 62,463			
2.0	INSIDER LOANS AND ADVANCES (a) Directors, shareholders and associates	46,978	84,221	151,792	111,049	114,110			
	(b) Employees (c) Total insider loans and advances and other facilities	437,544 484,522	480,678 564,899	500,823 652,615	546,326 657,375	510,434 624,544			
3.0	OFF-BALANCE SHEET ITEMS (a) Letters of credit, guarantees, acceptances	14,183,208	15,835,357	17,112,220	14,050,224	13,253,048			
	(b) Forwards, swaps and options (c) Other contingent liabilities	8,525,670 200,577	6,582,349 283,823	232,357	12,081,600 206,037	187,027			
4.0	(d) Total contingent liabilities CAPITAL STRENGTH	22,909,455	22,701,529	28,072,825	26,337,861	29,803,147			
	(a) Core capital (b) Minimum statutory capital	3,536,096 1,000,000	3,875,451 1,000,000	3,885,113 1,000,000	3,893,812 1,000,000	3,912,520 1,000,000			
	(c) Excess/(deficiency)(a-b) (d) Supplementary capital	2,536,096 17,040	2,875,451 16,844	2,885,113 1,225,278	2,893,812 1,225,278	2,893,812 1,225,278			
	(e) Total capital (a+d) (f) Total risk weighted assets (g) Core capital/total deposits liabilities	3,553,136 25,357,838 21.1%	3,892,295 27,021,094 22.8%	5,110,391 27,454,153 23.3%	5,119,090 26,383,385 21.7%	5,137,798 25,992,250 22.2%			
	(h) Minimum statutory ratio (i) Excess/(deficiency) (g-h)	8.0% 13.1%	8.0% 14.8%	8.0% 15.3%	8.0% 13.7%	8.0% 14.2%			
	(j) Core capital/total risk weighted assets (k) Minimum statutory ratio (l) Excess/(deficiency) (j-k)	13.9% 10.5%	14.3% 10.5%	14.2% 10.5%	14.8% 10.5%	15.1% 10.5%			
	(m) Total capital/total risk weighted assets (n) Minimum statutory ratio	3.4% 14.0% 14.5%	3.8% 14.4% 14.5%	3.7% 18.6% 14.5%	4.3% 19.4% 14.5%	4.6% 19.8% 14.5%			
	(o) Excess/(deficiency) (m-n) (p) Adjusted core capital/total deposits liabilities*	-0.5% 23.5%	-0.1% 24.9%	4.1% 25.0%	4.9% 23.3%	5.3% 23.8%			
	(q) Adjusted core capital/total risk weighted assets* (r) Adjusted total capital/total risk weighted assets*	15.5% 15.6%	15.7% 15.7%	15.2% 19.6%	15.8% 20.5%	16.1% 20.9%			
5.0	LIQUIDITY (a) Liquidity Ratio	35.2%	35.4%	40.1%	41.7%	39.7%			
	(b) Minimum statutory ratio (c) Excess/(deficiency) (a-b)	20.0% 15.2%	20.0% 15.4%	20.0% 20.1%	20.0% 21.7%	20.0% 19.7%			

* The adjusted capital ratios include 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. 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 institution's website www.sidianbank.co.ke.They may also be accessed at the institution's head office located at K-Rep Centre, Wood Avenue, Kilimani, Nairobi.

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