

# UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 31 MARCH 2021

I STATEMENT OF FINANCIAL POSITION AS AT	BANK			GROUP CONSOLIDATED		
	31-Mar-20 Unaudited Shs. '000	31-Dec-20 Audited Shs. '000	31-Mar-21 Unaudited Shs. '000	31-Mar-20 Unaudited Shs. '000	31-Dec-20 Audited Shs. '000	31-Mar-21 Unaudited Shs. '000
<b>A ASSETS</b>						
1 Cash (both Local & Foreign)	872,817	1,069,934	772,422	872,817	1,069,934	772,422
2 Balances due from Central Bank of Kenya	1,689,400	1,646,241	1,831,488	1,689,400	1,646,241	1,831,488
3 Kenya Government and other securities held for dealing purposes	694,377	613,537	287,484	694,377	613,537	287,484
4 Financial Assets at fair value through profit and loss	354,960	56,885	51,122	354,960	56,885	51,122
5 Investment Securities:						
a) Held to Maturity:						
i. Kenya Government securities	3,842,506	6,309,440	6,585,294	3,842,506	6,309,440	6,585,294
ii. Other securities	-	-	-	-	-	-
b) Available for sale:						
i. Kenya Government securities	-	-	-	-	-	-
ii. Other securities	-	-	-	-	-	-
6 Deposits and balances due from local banking institutions	1,369,356	292,173	263,889	1,369,356	292,173	263,889
7 Deposits and balances due from banking institutions abroad	363,796	1,611,149	69,810	363,796	1,611,149	69,810
8 Tax recoverable	11,374	62,127	18,163	15,998	65,664	23,605
9 Loans and advances to customers (net)	15,054,813	18,997,464	20,579,389	15,054,813	18,997,464	20,579,389
10 Balances due from banking institutions in the group	-	-	-	-	-	-
11 Investments in associates	-	-	-	-	-	-
12 Investments in subsidiary companies	1,000	1,000	1,000	-	-	-
13 Investments in joint ventures	-	-	-	-	-	-
14 Investment properties	-	-	-	-	-	-
15 Property and equipment	1,343,232	1,193,603	1,184,383	1,343,418	1,193,765	1,184,532
16 Prepaid lease rentals	-	-	-	-	-	-
17 Intangible assets	276,278	252,946	240,708	280,678	257,392	244,001
18 Deferred tax asset	666,147	625,648	625,648	665,310	625,446	625,446
19 Retirement benefit asset	-	-	-	-	-	-
20 Other assets	925,130	767,456	913,463	923,642	769,427	914,541
<b>21 TOTAL ASSETS</b>	<b>27,465,185</b>	<b>33,499,603</b>	<b>33,424,261</b>	<b>27,471,071</b>	<b>33,508,517</b>	<b>33,433,022</b>
<b>B LIABILITIES</b>						
22 Balances due to Central Bank of Kenya	-	-	-	-	-	-
23 Customer deposits	17,547,388	22,767,783	23,122,658	17,460,419	22,739,618	23,069,729
24 Deposits and balances due to local banking institutions	1,155,466	1,002,693	545,628	1,155,466	1,002,693	545,628
25 Deposits and balances due to foreign banking institutions	-	-	2,071	-	-	2,071
26 Other money market deposits	-	-	-	-	-	-
27 Borrowed funds	3,068,627	4,086,255	4,101,273	3,068,627	4,086,255	4,101,273
28 Balances due to banking institutions in the group	-	-	-	-	-	-
29 Tax payable	-	-	-	-	-	-
30 Dividends payable	-	-	-	-	-	-
31 Deferred tax liability	-	-	-	-	-	-
32 Retirement benefit liability	-	-	-	-	-	-
33 Other liabilities	1,691,608	1,562,440	1,469,618	1,713,219	1,580,938	1,501,370
<b>34 TOTAL LIABILITIES</b>	<b>23,463,089</b>	<b>29,419,171</b>	<b>29,241,249</b>	<b>23,397,731</b>	<b>29,409,504</b>	<b>29,220,071</b>
<b>C SHAREHOLDERS' FUNDS</b>						
35 Paid up /Assigned capital	2,046,198	2,046,198	2,046,198	2,046,198	2,046,198	2,046,198
36 Share premium/(discount)	1,246,599	1,246,599	1,246,599	1,246,599	1,246,599	1,246,599
37 Revaluation reserves	50,206	50,034	50,034	50,206	50,034	50,034
38 Retained earnings/accumulated losses	642,092	444,216	443,030	713,336	462,797	472,969
39 Statutory loan loss reserves	17,002	293,385	397,152	17,002	293,385	397,152
40 Other reserves	-	-	-	-	-	-
41 Proposed dividends	-	-	-	-	-	-
42 Capital grants	-	-	-	-	-	-
<b>43 TOTAL SHAREHOLDERS' FUNDS</b>	<b>4,002,096</b>	<b>4,080,432</b>	<b>4,183,013</b>	<b>4,073,341</b>	<b>4,099,013</b>	<b>4,212,951</b>
<b>44 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS</b>	<b>27,465,185</b>	<b>33,499,603</b>	<b>33,424,261</b>	<b>27,471,071</b>	<b>33,508,517</b>	<b>33,433,022</b>
<b>II STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED</b>						
<b>1.0 INTEREST INCOME</b>						
1.1 Loans and advances	420,747	2,000,884	576,173	420,747	2,000,884	576,173
1.2 Government securities	75,840	439,613	189,364	75,840	439,613	189,364
1.3 Deposits and placements with banking institutions	9,140	-	2,885	9,140	46,659	2,885
1.4 Other Interest Income	-	-	-	-	-	-
<b>1.5 Total interest income</b>	<b>505,728</b>	<b>2,487,156</b>	<b>768,422</b>	<b>505,728</b>	<b>2,487,156</b>	<b>768,422</b>
<b>2.0 INTEREST EXPENSE</b>						
2.1 Customer deposits	217,740	1,029,950	278,616	217,740	1,029,950	278,616
2.2 Deposits and placement from banking institutions	20,808	165,009	96,466	20,808	165,009	96,466
2.3 Other interest expenses	60,968	433,568	58,931	60,968	433,568	58,931
2.4 Total interest expenses	299,517	1,628,527	434,013	299,517	1,628,527	434,013
<b>3.0 NET INTEREST INCOME/(LOSS)</b>	<b>206,211</b>	<b>858,629</b>	<b>334,408</b>	<b>206,211</b>	<b>858,629</b>	<b>334,408</b>
<b>4.0 NON-INTEREST INCOME</b>						
4.1 Fees and commissions on loans and advances	124,550	558,734	184,281	124,550	558,734	184,281
4.2 Other fees and commissions	112,478	465,899	116,725	130,079	528,747	139,603
4.3 Foreign exchange trading income/(loss)	70,386	37,390	33,549	70,386	37,390	33,549
4.4 Dividend income	-	80,000	-	-	-	-
4.5 Other income	46,717	198,370	19,351	46,717	203,416	19,351
<b>4.6 Total Non-interest income</b>	<b>354,131</b>	<b>1,310,393</b>	<b>353,906</b>	<b>371,732</b>	<b>1,328,287</b>	<b>376,784</b>
<b>5.0 TOTAL OPERATING INCOME</b>	<b>560,342</b>	<b>2,199,022</b>	<b>688,314</b>	<b>577,942</b>	<b>2,186,916</b>	<b>711,192</b>
<b>6.0 OTHER OPERATING EXPENSES</b>						
6.1 Loan loss provision	88,813	187,044	37,497	88,813	187,044	37,497
6.2 Staff costs	210,027	843,129	223,181	213,458	854,551	227,181
6.3 Directors' emoluments	15,803	64,372	14,901	15,803	64,372	14,901
6.4 Rental charges	55,880	209,948	53,335	55,051	210,796	53,601
6.5 Depreciation charge on property and equipment	14,084	56,141	15,220	14,100	56,211	15,233
6.6 Amortisation charges	26,024	99,936	18,655	26,174	100,540	19,808
6.7 Other operating expenses	172,404	634,671	178,980	173,396	641,268	180,201
<b>6.8 Total other operating expenses</b>	<b>583,035</b>	<b>2,095,241</b>	<b>541,769</b>	<b>587,796</b>	<b>2,114,782</b>	<b>548,422</b>
<b>7.0 Profit/(loss) before tax and exceptional items</b>	<b>(22,693)</b>	<b>103,781</b>	<b>146,546</b>	<b>(9,853)</b>	<b>72,134</b>	<b>162,771</b>
8.0 Exceptional items	(22,693)	103,781	146,546	(9,853)	72,134	162,771
<b>9.0 Profit/(loss) after exceptional items</b>	<b>6,808</b>	<b>(833)</b>	<b>(43,964)</b>	<b>2,956</b>	<b>(13,495)</b>	<b>(48,831)</b>
10.0 Current tax	-	(40,999)	-	-	(39,864)	-
11.0 Deferred tax	-	-	-	-	-	-
<b>12.0 Profit/(loss) after tax and exceptional items</b>	<b>(15,885)</b>	<b>62,449</b>	<b>102,582</b>	<b>(6,897)</b>	<b>18,775</b>	<b>113,939</b>
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 (deficit)/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	-	-	-	-	-	-
<b>14.0 Other comprehensive income for the year net of tax</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>15.0 Total comprehensive income for the year</b>	<b>(15,885)</b>	<b>62,449</b>	<b>102,582</b>	<b>(6,897)</b>	<b>18,775</b>	<b>113,939</b>
<b>III OTHER DISCLOSURES</b>						
<b>1.0 NON-PERFORMING LOANS AND ADVANCES</b>						
(a) Gross non-performing loans and advances	3,236,090	2,337,489	2,404,382			
(b) Less: Interest in suspense	382,528	277,155	288,455			
(c) Total non-performing loans and advances (a-b)	2,853,562	2,060,333	2,115,927			
(d) Less: loan loss provision	803,766	909,900	881,165			
(e) Net non-performing loans and advances (c-d)	2,049,797	1,150,433	1,234,762			
(f) Discounted value of securities	2,019,726	1,112,783	1,208,737			
(g) Net NPLs exposure (e-f)	30,071	17,650	26,025			
<b>2.0 INSIDER LOANS AND ADVANCES</b>						
(a) Directors, shareholders and associates	220,619	505,794	543,000			
(b) Employees	454,838	632,331	659,479			
(c) Total insider loans and advances and other facilities	675,457	1,138,125	1,202,478			
<b>3.0 OFF-BALANCE SHEET ITEMS</b>						
(a) Letters of credit, guarantees, acceptances	11,558,032	12,076,027	11,820,395			
(b) Forwards, swaps and options	25,007,968	7,755,392	5,792,843			
(c) Other contingent liabilities	333,139	437,662	392,734			
(d) Total contingent liabilities	37,099,140	20,269,081	18,005,972			
<b>4.0 CAPITAL STRENGTH</b>						
(a) Core capital	3,662,231	3,506,291	3,427,342			
(b) Minimum statutory capital	1,000,000	1,000,000	1,000,000			
(c) Excess/(deficiency) (a-b)	2,662,231	2,506,291	2,427,342			
(d) Supplementary capital	1,245,753	1,616,894	1,724,261			
(e) Total capital (a+d)	4,907,984	5,123,185	5,151,603			
(f) Total risk weighted assets	28,219,346	31,046,820	32,411,726			
(g) Core capital/total deposits liabilities	20.8%	15.4%	14.8%			
(h) Minimum statutory ratio	8.0%	8.0%	8.0%			
(i) Excess/(deficiency) (g-h)	12.8%	7.4%	6.8%			
(j) Core capital / total risk weighted assets	13.0%	11.3%	10.6%			
(k) Minimum statutory ratio	10.5%	10.5%	10.5%			
(l) Excess (deficiency) (j-k)	2.5%	0.8%	0.1%			
(m) Total capital/total risk weighted assets	17.4%	16.5%	15.9%			
(n) Minimum statutory ratio	14.5%	14.5%	14.5%			
(o) Excess/(deficiency) (m-n)	2.9%	2.0%	1.4%			
(p) Adjusted core capital/total deposits liabilities*	22.0%	16.3%	15.0%			
(q) Adjusted core capital/total risk weighted assets*	13.7%	12.0%	11.0%			
(r) Adjusted total capital/total risk weighted assets*	18.1%	17.2%	16.3%			
<b>5.0 LIQUIDITY</b>						
(a) Liquidity ratio	42.1%	45.0%	38.8%			
(b) Minimum statutory ratio	20.0%	20.0%	20.0%			
(c) Excess (deficiency) (a-b)	22.1%	25.0%	18.8%			

\* 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](http://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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