

QUARTERLY FINANCIAL STATEMENTS AND DISCLOSURES AS AT 30 JUNE 2018

I STATEMENT OF FINANCIAL POSITION								
	BANK 30 JUNE 2017 Shs '000 (Unaudited)	BANK 31 DEC 2017 Shs '000 (audited)	BANK 31 MAR 2018 Shs '000 (Unaudited)	BANK 30 JUNE 2018 Shs '000 (Unaudited)	GROUP 30 JUNE 2017 Shs '000 (Unaudited)	GROUP 31 DEC 2017 Shs '000 (audited)	GROUP 31 MAR 2018 Shs '000 (Unaudited)	GROUP 30 JUNE 2018 Shs '000 (Unaudited)
A ASSETS								
1 Cash (both local and foreign)	79,636	64,555	38,690	18,871	79,636	64,555	38,690	18,871
2 Balances due from Central Bank of Kenya	594,187	286,557	14,860	78,775	594,187	286,557	14,860	78,775
3 Kenya Government and other securities held for dealing purposes	-	-	-	-	-	-	-	-
4 Financial Assets at fair value through profit and loss	89,650	91,449	88,748	91,709	89,650	91,449	88,748	91,709
5 Investment Securities	-	-	-	-	-	-	-	-
a) Held to Maturity:	4,709,939	4,712,844	4,760,650	4,507,566	4,731,036	4,733,933	4,781,673	4,528,648
i. Kenya Government Securities	4,709,939	4,712,844	4,760,650	4,507,566	4,731,036	4,733,933	4,781,673	4,528,648
ii. Other securities	-	-	-	-	-	-	-	-
b) Available for sale:	805,499	805,500	805,499	805,499	805,499	805,500	805,499	805,499
i. Kenya Government Securities	805,499	805,500	805,499	805,499	805,499	805,500	805,499	805,499
ii. Other securities	1,196,741	752,176	778,832	839,995	1,196,741	752,176	778,832	839,995
6 Deposits and balances due from local banking institutions	48,058	83,776	79,359	71,702	48,058	83,776	79,359	71,702
7 Deposits and balances due from banking institutions abroad	19,260	-	-	-	23,111	-	3,697	3,537
8 Tax recoverable	8,822,464	9,199,779	8,848,211	8,885,806	8,822,464	9,199,779	8,848,211	8,885,806
9 Loans and advances to customers (net)	-	-	-	-	-	-	-	-
10 Balances due from banking institutions in the group	-	-	-	-	-	-	-	-
11 Investments in associates	-	-	-	-	-	-	-	-
12 Investments in subsidiary companies	32,048	32,048	32,048	32,048	-	-	-	-
13 Investment in joint ventures	-	-	-	-	-	-	-	-
14 Investment properties	-	-	-	-	-	-	-	-
15 Property, plant and equipment	118,142	218,441	214,411	211,242	118,142	218,441	214,411	211,242
16 Prepaid lease rentals	3,843	3,812	3,797	3,782	3,843	3,812	3,797	3,782
17 Intangible assets	-	-	-	-	-	-	-	-
18 Deferred tax asset	7,313	16,285	16,285	16,285	7,374	16,376	16,376	16,376
19 Retirement benefit asset	-	-	-	-	-	-	-	-
20 Other assets	184,205	52,703	63,944	67,349	184,205	52,703	64,709	67,449
21 TOTAL ASSETS	16,710,985	16,319,925	15,745,314	15,630,629	16,703,946	16,309,057	15,738,842	15,623,391
B LIABILITIES								
22 Balances due to Central Bank of Kenya	4,385,647	4,642,286	4,629,771	4,440,023	4,385,647	4,642,286	4,629,771	4,440,023
23 Customer deposits	6,455,494	6,249,316	5,892,538	6,023,349	6,454,619	6,227,814	5,871,318	6,001,253
24 Deposits and balances due to local banking institutions	1,802,265	1,416,138	1,525,544	1,465,594	1,802,265	1,416,138	1,525,544	1,465,594
25 Deposits and balances due to foreign banking institutions	-	-	-	-	-	-	-	-
26 Other money market deposits	-	-	-	-	-	-	-	-
27 Borrowed funds	872,055	793,652	677,243	682,385	872,055	793,652	677,243	682,385
28 Balances due to banking institutions in the group	-	-	-	-	-	-	-	-
29 Tax payable	-	17,374	27,276	5,209	-	13,698	27,276	5,209
30 Dividends payable	-	-	-	-	-	-	-	-
31 Deferred tax liability	-	-	-	-	-	-	-	-
32 Retirement benefit liability	-	-	-	-	-	-	-	-
33 Other liabilities	285,677	271,413	330,947	311,299	286,632	272,146	331,743	311,890
34 TOTAL LIABILITIES	13,801,136	13,390,179	13,083,319	12,927,859	13,781,218	13,365,734	13,062,895	12,906,354
C SHAREHOLDERS' EQUITY								
35 Paid up/Assigned capital	1,042,500	1,042,500	1,042,500	1,042,500	1,042,500	1,042,500	1,042,500	1,042,500
36 Share Premium(discount)	-	-	-	-	-	-	-	-
37 Revaluation reserves	721,379	721,379	721,379	721,379	721,379	721,379	721,379	721,379
38 Retained earnings	615,502	574,452	599,715	638,763	628,383	588,029	613,667	653,030
39 Statutory loan loss reserve	530,185	591,134	298,120	299,847	530,185	591,134	298,120	299,847
40 Other reserves	281	281	281	281	281	281	281	281
41 Proposed Dividends	-	-	-	-	-	-	-	-
42 Capital grants	-	-	-	-	-	-	-	-
43 TOTAL SHAREHOLDERS' EQUITY	2,909,847	2,929,746	2,661,995	2,702,770	2,922,728	2,943,323	2,675,947	2,717,037
44 Minority Interest	-	-	-	-	-	-	-	-
45 TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	16,710,985	16,319,925	15,745,314	15,630,629	16,703,946	16,309,057	15,738,842	15,623,391
II STATEMENT OF COMPREHENSIVE INCOME								
1 INTEREST INCOME								
1.1 Loans and advances	427,366	871,079	212,829	441,877	427,366	871,079	212,829	441,877
1.2 Government securities	278,653	550,654	133,235	263,677	279,770	552,889	133,794	264,795
1.3 Deposits and placements with banking institutions	20,982	45,595	11,891	26,441	20,982	45,595	11,891	26,441
1.4 Other interest income	-	-	-	-	-	-	-	-
1.5 Total Interest Income	727,001	1,467,328	357,955	731,995	728,118	1,469,562	358,514	733,113
2 INTEREST EXPENSES								
2.1 Customer deposits	278,994	565,880	137,322	276,365	278,716	565,323	137,184	276,086
2.2 Deposits and placements from banking institutions	243,402	486,331	118,124	233,370	243,402	486,331	118,124	233,370
2.3 Other Interest expenses	8,381	19,101	4,456	9,599	8,381	19,101	4,456	9,599
2.4 Total Interest Expenses	530,777	1,071,312	259,902	519,334	530,499	1,070,754	259,764	519,055
3 NET INTEREST INCOME	196,224	396,016	98,053	212,661	197,619	398,809	98,750	214,058
4 NON-OPERATING INCOME								
4.1 Fees and commissions income on loans & advances	6,427	12,579	3,510	5,587	6,427	12,579	3,510	5,587
4.2 Other fees and commissions income	6,192	14,729	2,596	5,441	6,192	14,729	2,596	5,441
4.3 Foreign exchange trading income	15,244	26,491	5,972	13,254	15,244	26,491	5,972	13,254
4.4 Dividend income	-	-	-	-	-	-	-	-
4.5 Other income	26,277	54,063	14,405	26,864	26,277	54,063	14,405	26,864
4.6 Total Non-Interest Income	54,140	107,862	26,483	51,146	54,140	107,862	26,483	51,146
5 TOTAL OPERATING INCOME	250,364	503,878	124,536	263,807	251,759	506,671	125,233	265,204
6 OTHER OPERATING EXPENSES								
6.1 Loan loss provision	55,524	62,205	13,372	15,112	55,672	62,428	13,372	15,186
6.2 Staff costs	97,746	202,218	46,162	92,179	97,746	202,218	46,162	92,179
6.3 Directors' emoluments	5,568	9,919	2,448	3,986	5,618	10,019	2,473	4,036
6.4 Rental charges	-	-	-	-	-	-	-	-
6.5 Depreciation on property and equipment	9,211	18,673	4,468	8,890	9,211	18,673	4,468	8,890
6.6 Amortisation charges	30	61	15	61	30	61	15	61
6.7 Other operating expenses	72,996	153,170	25,061	52,319	73,394	153,846	25,200	52,608
6.8 Total other operating Expenses	241,075	446,246	91,526	172,547	241,671	447,245	91,630	172,960
7 Profit before tax and exceptional items	9,289	57,632	33,010	91,260	10,088	59,426	33,543	92,244
8 Exceptional items	-	-	-	-	-	-	-	-
9 Profit after exceptional items	9,289	57,632	33,010	91,260	10,088	59,426	33,543	92,244
10 Current tax	(2,787)	(40,202)	(9,903)	(27,378)	(3,025)	(40,770)	(10,062)	(27,672)
11 Deferred tax	-	8,972	-	-	-	9,002	-	-
12 Profit after tax and exceptional items	6,502	26,402	23,107	63,882	7,063	27,658	23,481	64,572
13 Minority Interest	-	-	-	-	-	-	-	-
14 Profit after tax, exceptional items and minority interest	6,502	26,402	23,107	63,882	7,063	27,658	23,481	64,572
15 Other Comprehensive Income								
15.1 Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	-	-	-	-	-
15.2 Fair value changes in available-for-sale financial assets	-	-	-	-	-	-	-	-
15.3 Revaluation Surplus on property, plant and equipment	-	-	-	-	-	-	-	-
15.4 Share of other comprehensive income of associates	-	-	-	-	-	-	-	-
15.5 Income tax relating to components of other comprehensive income	-	-	-	-	-	-	-	-
16 Other Comprehensive income for the period net of tax	-	-	-	-	-	-	-	-
17 Total Comprehensive income for the period	6,502	26,402	23,107	63,882	7,063	27,658	23,481	64,572
III OTHER DISCLOSURES								
1) NON-PERFORMING LOANS AND ADVANCES								
a) Gross non-performing loans and advances	2,679,951	2,310,400	2,277,169	2,251,557				
less:								
b) Interest in suspense	372,914	380,017	391,509	396,845				
c) Total Non-Performing Loans and Advances (a-b)	2,307,037	1,930,383	1,885,660	1,854,712				
less:								
d) Loan loss provisions	1,186,569	1,130,496	1,150,617	1,167,006				
e) Net Non-performing loans and advances(c-d)	1,120,468	799,887	735,043	687,706				
f) Discounted value of securities	1,120,468	799,887	735,043	687,706				
g) Net NPLs exposure(e-f)	-	-	-	-				
2) Insider Loans and Advances								
a) Directors, shareholders and associates	903,452	725,114	694,648	704,943				
b) Employees	295,033	298,140	289,590	285,484				
c) Total Insider Loans, Advances and other facilities	1,198,485	1,023,254	984,238	990,4				