

**QUARTERLY FINANCIAL STATEMENTS AND DISCLOSURES AS AT 30 SEPTEMBER 2019**
**I STATEMENT OF FINANCIAL POSITION**

	BANK	BANK	BANK	BANK	BANK	GROUP	GROUP	GROUP	GROUP	GROUP
	30 SEP 2018	31 DEC 2018	31 MAR 2019	30 JUN 2019	30 SEP 2018	30 SEP 2018	31 DEC 2018	31 MAR 2019	30 JUN 2019	30 SEP 2019
	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000
	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Unaudited)
<b>A ASSETS</b>										
1 Cash (both local and foreign)	19,954	24,975	39,092	18,988	52,385	19,954	24,975	39,092	18,988	52,385
2 Balances due from Central Bank of Kenya	29,925	94,122	40,582	134,354	393,821	29,925	94,122	40,582	134,354	393,821
3 Kenya Government and other securities held for dealing purposes	-	-	-	-	-	-	-	-	-	-
4 Financial Assets at fair value through profit and loss	89,170	95,865	93,299	96,273	93,671	89,170	95,865	93,299	96,273	93,671
5 Investment Securities										
a) Held to Maturity:	4,552,927	4,512,923	4,579,436	4,528,077	4,572,278	4,574,567	4,533,997	4,601,068	4,549,144	4,593,903
a) Kenya Government Securities	4,552,927	4,512,923	4,579,436	4,528,077	4,572,278	4,574,567	4,533,997	4,601,068	4,549,144	4,593,903
b) Other securities	-	-	-	-	-	-	-	-	-	-
b) Available for sale:	805,499	825,413	825,413	825,413	825,413	805,499	825,413	825,413	825,413	825,413
a) Kenya Government Securities	-	-	-	-	-	-	-	-	-	-
b) Other securities	805,499	825,413	825,413	825,413	825,413	805,499	825,413	825,413	825,413	825,413
6 Deposits and balances due from local banking institutions	891,290	898,861	817,488	820,826	914,831	891,290	898,861	817,488	820,826	914,831
7 Deposits and balances due from banking institutions abroad	46,069	47,216	32,424	34,164	73,046	46,069	47,216	32,424	34,164	73,046
8 Tax recoverable	-	-	-	28,589	38,915	-	-	3,260	31,972	41,910
9 Loans and advances to customers (net)	8,632,810	8,386,697	8,254,876	8,458,260	7,978,885	8,632,810	8,386,697	8,254,876	8,458,260	7,978,885
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	32,048	-	-	-	-	-
13 Investment in joint ventures	-	-	-	-	-	-	-	-	-	-
14 Investment properties	-	-	-	-	-	-	-	-	-	-
15 Property, plant and equipment	208,195	122,195	122,971	128,118	128,170	208,195	122,195	122,971	128,118	128,170
16 Prepaid lease rentals	3,767	-	-	-	-	3,767	-	-	-	-
17 Intangible assets	-	-	-	-	-	-	-	-	-	-
18 Deferred tax asset	16,286	115,961	115,961	115,961	115,961	16,286	116,082	116,082	116,082	116,082
19 Retirement benefit asset	-	-	-	-	-	-	-	-	-	-
20 Other assets	117,321	166,835	286,512	211,827	239,578	117,384	166,835	286,625	211,902	239,616
<b>21 TOTAL ASSETS</b>	<b>15,445,261</b>	<b>15,323,111</b>	<b>15,240,102</b>	<b>15,433,168</b>	<b>15,459,002</b>	<b>15,438,426</b>	<b>15,312,605</b>	<b>15,233,180</b>	<b>15,425,496</b>	<b>15,451,733</b>
<b>B LIABILITIES</b>										
22 Balances due to Central Bank of Kenya	4,449,552	4,443,641	4,433,184	4,440,822	4,450,175	4,449,552	4,443,641	4,433,184	4,440,822	4,450,175
23 Customer deposits	5,958,496	5,752,500	5,170,739	5,244,563	5,390,514	5,958,496	5,752,500	5,170,739	5,244,563	5,390,514
24 Deposits and balances due to local banking institutions	1,254,804	1,069,595	938,380	1,011,935	986,402	1,254,804	1,069,595	938,380	1,011,935	986,402
25 Deposits and balances due to foreign banking institutions	-	-	-	-	-	-	-	-	-	-
26 Other money market deposits	-	-	-	-	-	-	-	-	-	-
27 Borrowed funds	583,366	593,824	512,878	523,972	455,083	583,366	593,824	512,878	523,972	455,083
28 Balances due to banking institutions in the group	-	-	-	-	-	-	-	-	-	-
29 Tax payable	9,501	3,022	36,202	-	-	9,501	-	36,202	-	-
30 Dividends payable	-	-	-	-	-	-	-	-	-	-
31 Deferred tax liability	-	-	-	-	-	-	-	-	-	-
32 Retirement benefit liability	-	-	-	-	-	-	-	-	-	-
33 Other liabilities	450,858	589,205	282,165	325,452	282,778	451,573	589,796	282,904	326,145	283,544
<b>34 TOTAL LIABILITIES</b>	<b>12,706,577</b>	<b>12,451,787</b>	<b>11,373,548</b>	<b>11,546,744</b>	<b>11,564,952</b>	<b>12,685,151</b>	<b>12,426,335</b>	<b>11,351,375</b>	<b>11,523,168</b>	<b>11,541,454</b>
<b>C SHAREHOLDERS' EQUITY</b>										
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	1,042,500	1,042,500
36 Share Premium (discount)	-	-	-	-	-	-	-	-	-	-
37 Revaluation reserves	721,379	743,145	743,145	743,145	743,146	721,379	743,145	743,145	743,145	743,146
38 Retained earnings	664,794	735,485	1,723,283	1,680,721	1,664,969	679,385	750,431	1,738,534	1,702,925	1,681,198
39 Statutory loan loss reserve	309,370	349,913	357,345	413,477	443,154	309,370	349,913	357,345	413,477	443,154
40 Other reserves	281	281	281	281	281	281	281	281	281	281
41 Proposed Dividends	-	-	-	-	-	-	-	-	-	-
42 Capital grants	-	-	-	-	-	-	-	-	-	-
<b>43 TOTAL SHAREHOLDERS' EQUITY</b>	<b>2,738,684</b>	<b>2,871,324</b>	<b>3,866,554</b>	<b>3,886,424</b>	<b>3,894,050</b>	<b>2,753,275</b>	<b>2,886,270</b>	<b>3,881,805</b>	<b>3,902,328</b>	<b>3,910,279</b>
44 Minority Interest	-	-	-	-	-	-	-	-	-	-
<b>45 TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>15,445,261</b>	<b>15,323,111</b>	<b>15,240,102</b>	<b>15,433,168</b>	<b>15,459,002</b>	<b>15,438,426</b>	<b>15,312,605</b>	<b>15,233,180</b>	<b>15,425,496</b>	<b>15,451,733</b>

**II STATEMENT OF COMPREHENSIVE INCOME**

	30 SEP 2018	31 DEC 2018	31 MAR 2019	30 JUN 2019	30 SEP 2018	30 SEP 2018	31 DEC 2018	31 MAR 2019	30 JUN 2019	30 SEP 2019
	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000
	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Unaudited)
<b>1 INTEREST INCOME</b>										
1.1 Loans and advances	656,713	842,806	194,369	382,568	559,313	656,713	842,806	194,369	382,568	559,313
1.2 Government securities	394,386	538,221	127,851	257,216	388,292	394,386	538,221	127,851	257,216	388,292
1.3 Deposits and placements with banking institutions	41,296	54,978	11,760	18,727	26,022	41,296	54,978	11,760	18,727	26,022
1.4 Other Interest Income	-	-	-	-	-	-	-	-	-	-
<b>1.5 Total Interest Income</b>	<b>1,092,395</b>	<b>1,436,005</b>	<b>333,980</b>	<b>658,511</b>	<b>973,627</b>	<b>1,092,395</b>	<b>1,436,240</b>	<b>334,539</b>	<b>659,629</b>	<b>975,303</b>
<b>2 INTEREST EXPENSES</b>										
2.1 Customer deposits	407,506	539,238	125,470	244,970	378,730	407,506	538,678	125,332	244,691	378,306
2.2 Deposits and placements from banking institutions	350,435	452,943	98,208	211,190	297,942	350,435	452,943	98,208	211,190	297,942
2.3 Other Interest expenses	14,836	22,314	4,968	9,355	13,357	14,836	22,314	4,968	9,355	13,357
<b>2.4 Total Interest Expenses</b>	<b>772,777</b>	<b>1,014,495</b>	<b>228,646</b>	<b>465,515</b>	<b>690,029</b>	<b>772,357</b>	<b>1,013,935</b>	<b>228,488</b>	<b>465,236</b>	<b>689,605</b>
<b>3 NET INTEREST INCOME</b>	<b>319,618</b>	<b>421,510</b>	<b>105,334</b>	<b>192,996</b>	<b>283,598</b>	<b>320,038</b>	<b>422,305</b>	<b>106,051</b>	<b>194,393</b>	<b>285,698</b>
<b>4 NON-OPERATING INCOME</b>										
4.1 Fees and commissions income on loans & advances	7,628	11,102	1,400	2,410	3,199	7,628	11,102	1,400	2,410	3,199
4.2 Other fees and commissions income	9,302	11,060	2,612	6,057	7,921	9,302	11,060	2,612	6,057	7,921
4.3 Foreign exchange trading income	15,612	18,289	9,489	16,796	21,650	15,612	18,289	9,489	16,796	21,650
4.4 Dividend income	-	-	-	-	-	-	-	-	-	-
4.5 Other income	39,966	72,926	1,055,299	1,055,419	1,055,419	39,966	72,926	1,055,299	1,055,419	1,055,419
4.6 Total Non-Interest Income	72,500	113,377	1,066,800	1,080,682	1,088,189	72,500	113,377	1,066,800	1,080,682	1,088,189
<b>5 TOTAL OPERATING INCOME</b>	<b>392,126</b>	<b>534,887</b>	<b>1,174,154</b>	<b>1,273,678</b>	<b>1,371,787</b>	<b>394,223</b>	<b>537,682</b>	<b>1,174,851</b>	<b>1,275,075</b>	<b>1,373,887</b>
<b>6 OTHER OPERATING EXPENSES</b>										
6.1 Loan loss provision	16,271	11,961	49,930	30,977	21,544	16,419	12,110	50,004	30,643	21,284
6.2 Staff costs	136,638	208,939	50,302	101,337	153,920	136,638	208,939	50,302	101,337	153,920
6.3 Directors' emoluments	5,000	8,198	2,789	5,931	10,162	5,075	8,298	2,814	5,981	10,237
6.4 Rental charges	-	-	-	-	-	-	-	-	-	-
6.5 Depreciation on property and equipment	13,224	17,115	3,480	5,558	7,137	13,224	17,115	3,480	5,558	7,137
6.6 Amortisation charges	45	61	-	-	-	45	61	-	-	-
6.7 Other operating expenses	78,385	119,801	39,244	73,078	111,332	78,813	120,392	39,408	73,390	111,783
<b>6.8 Total other operating Expenses</b>	<b>249,562</b>	<b>366,075</b>	<b>145,745</b>	<b>216,881</b>	<b>304,995</b>	<b>250,214</b>	<b>366,915</b>	<b>146,008</b>	<b>216,909</b>	<b>304,361</b>
<b>7 Profit before tax and exceptional items</b>	<b>142,563</b>	<b>168,812</b>	<b>1,028,409</b>	<b>1,056,797</b>	<b>1,066,792</b>	<b>144,009</b>	<b>170,767</b>	<b>1,028,843</b>	<b>1,058,166</b>	<b>1,069,526</b>
8 Exceptional tax	-	-	-	-	-	-	-	-	-	-
9 Profit after exceptional items	142,563	168,812	1,028,409	1,056,797	1,066,792	144,009	170,767	1,028,843	1,058,166	1,069,526
10 Current tax	(42,769)	(48,452)	(33,811)	(41,697)	(44,966)	(43,202)	(49,069)	(33,311)	(42,108)	(45,517)
1										