

AUDITED FINANCIAL STATEMENTS AND DISCLOSURES AS AT 31 DECEMBER 2023

I STATEMENT OF FINANCIAL POSITION	BANK	BANK	GROUP	GROUP
	31 DEC 2022 Shs '000 Audited	31 DEC 2023 Shs '000 Audited	31 DEC 2022 Shs '000 Audited	31 DEC 2023 Shs '000 Audited
A ASSETS				
1 Cash (both local and foreign)	90,907	131,606	90,907	131,606
2 Balances due from Central Bank of Kenya	514,229	584,797	514,229	584,797
3 Kenya Government and other securities held for dealing purposes	-	-	-	-
4 Financial Assets at fair value through profit and loss	190,665	184,960	190,665	184,960
5 Investment Securities	-	-	-	-
a) Held to Maturity:	3,675,754	3,574,626	3,696,767	3,595,624
a. Kenya Government Securities	3,675,754	3,574,626	3,696,767	3,595,624
b. Other securities	-	-	-	-
b) Available for sale:	456,781	456,781	456,781	456,781
b. Other securities	456,781	456,781	456,781	456,781
6 Deposits and balances due from local banking institutions	1,846,850	2,380,025	1,846,850	2,380,025
7 Deposits and balances due from banking institutions abroad	174,734	265,240	174,734	265,240
8 Tax recoverable	36,598	45,589	38,887	47,478
9 Loans and advances to customers (net)	9,209,997	10,435,215	9,209,997	10,435,215
10 Balances due from banking institutions in the group	-	-	-	-
11 Investments in associates	268,490	268,490	268,490	268,490
12 Investments in subsidiary companies	32,048	32,048	-	-
13 Investment in joint ventures	-	-	-	-
14 Investment properties	-	-	-	-
15 Property, plant and equipment	124,766	138,317	124,766	138,317
16 Prepaid lease rentals	107,348	109,347	107,348	109,347
17 Intangible assets	-	-	-	-
18 Deferred tax asset	117,264	129,095	117,505	129,366
19 Retirement benefit asset	-	-	-	-
20 Other assets	45,558	104,179	45,558	104,179
21 TOTAL ASSETS	16,891,988	18,840,315	16,883,484	18,831,425
B LIABILITIES				
22 Balances due to Central Bank of Kenya	3,048,644	3,331,055	3,048,644	3,331,055
23 Customer deposits	7,262,859	8,282,172	7,232,288	8,248,780
24 Deposits and balances due to local banking institutions	2,023,932	2,660,638	2,023,932	2,660,638
25 Deposits and balances due to foreign banking institutions	-	-	-	-
26 Other money market deposits	-	-	-	-
27 Borrowed funds	435,355	384,163	435,355	384,163
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	383,423	398,598	384,766	400,369
34 TOTAL LIABILITIES	13,154,213	15,056,626	13,124,985	15,025,005
C SHAREHOLDERS' EQUITY				
35 Paid up/Assigned capital	1,042,500	1,042,500	1,042,500	1,042,500
36 Share Premium (discount)	-	-	-	-
37 Revaluation reserves	392,946	392,945	392,947	392,945
38 Retained earnings	1,181,454	1,234,556	1,202,175	1,257,287
39 Statutory loan loss reserve	1,120,596	1,113,407	1,120,596	1,113,407
40 Other reserves	281	281	281	281
41 Proposed Dividends	-	-	-	-
42 Capital grants	-	-	-	-
43 TOTAL SHAREHOLDERS' EQUITY	3,737,776	3,783,689	3,758,499	3,806,420
44 Minority Interest	-	-	-	-
45 TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	16,891,989	18,840,315	16,883,484	18,831,425
II STATEMENT OF COMPREHENSIVE INCOME				
1 INTEREST INCOME				
1.1 Loans and advances	699,814	968,971	699,814	968,971
1.2 Government securities	413,737	434,338	415,972	436,573
1.3 Deposits and placements with banking institutions	92,326	102,050	92,326	102,050
1.4 Other interest income	-	-	-	-
1.5 Total Interest Income	1,205,877	1,505,359	1,208,112	1,507,594
2 INTEREST EXPENSES				
2.1 Customer deposits	673,167	784,087	672,607	783,529
2.2 Deposits and placements from banking institutions	240,446	330,670	240,446	330,670
2.3 Other Interest expenses	21,499	38,771	21,499	38,771
2.4 Total interest Expenses	935,112	1,153,528	934,552	1,152,970
3 NET INTEREST INCOME	270,765	351,831	273,560	354,624
4 NON-OPERATING INCOME				
4.1 Fees and commissions income on loans & advances	25,606	8,167	25,606	8,167
4.2 Other fees and commissions income	9,493	9,094	9,493	9,094
4.3 Foreign exchange trading income	24,676	2,647	24,676	2,647
4.4 Dividend income	-	-	-	-
4.5 Other income	65,297	186	65,297	186
4.6 Total Non-Interest income	125,072	20,094	125,072	20,094
5 TOTAL OPERATING INCOME	395,837	371,925	398,632	374,718
6 OTHER OPERATING EXPENSES				
6.1 Loan loss provision	(107,145)	(111,701)	(107,385)	(113,001)
6.2 Staff costs	167,446	183,927	167,446	183,927
6.3 Directors' emoluments	16,419	18,723	16,519	18,823
6.4 Rental charges	-	-	-	-
6.5 Depreciation on property and equipment	99,039	61,035	99,039	61,035
6.6 Amortisation charges	-	-	-	-
6.7 Other operating expenses	141,508	194,849	142,081	195,974
6.8 Total other operating Expenses	317,267	346,833	317,700	346,758
7 Profit before tax and exceptional items	78,571	25,092	80,933	27,960
8 Exceptional items	-	-	-	-
9 Profit after exceptional items	78,571	25,092	80,933	27,960
10 Current tax	10,840	8,991	10,101	8,131
11 Deferred tax	(25,072)	11,830	(25,042)	11,830
12 Profit after tax and exceptional items	64,339	45,913	65,992	47,921
13.0 Gains/(Losses) from translating the financial Gains/(Losses) from translating the financial Minority Interest	-	-	-	-
14 Profit after tax, exceptional items and minority interest	64,339	45,913	65,992	47,921
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	(157,731)	-	(157,731)	-
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	7,887	-	7,887	-
16 Other comprehensive income for the year net of tax	(149,844)	-	(149,844)	-
17 Total comprehensive income for the year	(85,506)	45,913	(83,852)	47,921
III OTHER DISCLOSURES				
NON-PERFORMING LOANS AND ADVANCES				
a) Gross non-performing loans and advances	2,992,084	2,674,591		
less:				
b) Interest in suspense	439,431	409,530		
c) Total Non-Performing Loans and Advances (a-b)	2,552,653	2,265,061		
less:				
d) Loan loss provisions	1,860,890	1,643,228		
e) Net Non-performing loans and advances (c-d)	691,763	621,833		
f) Discounted value of securities	691,763	621,833		
g) Net NPLs exposure (e-f)	-	-		
Insider Loans and Advances				
a) Directors, shareholders and associates	459,200	167,414		
b) Employees	260,438	266,216		
c) Total Insider Loans, Advances and other facilities	719,638	433,630		
Off-Balance Sheet Items				
a) Letters of credit, guarantees, acceptances	1,047,245	594,685		
b) Forwards, swaps, and options	17,358	350,845		
c) Other contingent liabilities	92	92		
d) Total Contingent Liabilities	1,064,695	945,622		
Capital Strength				
a) Core capital	2,224,233	2,277,337		
b) Minimum Statutory Capital	1,000,000	1,000,000		
c) excess	1,224,233	1,277,337		
d) Supplementary capital	255,628	250,061		
e) Total capital (a+d)	2,479,861	2,527,398		
f) Total risk weighted assets	12,591,323	12,145,943		
g) Core capital/total deposit liabilities	30.2%	27.4%		
h) Minimum Statutory Ratio	8.0%	8.0%		
i) excess (g-h)	22.2%	19.4%		
j) Core capital/total risk weighted assets	17.7%	18.7%		
k) Minimum Statutory Ratio	10.5%	10.5%		
l) excess (j-k)	7.2%	8.2%		
m) Total capital/total risk weighted assets	19.7%	20.8%		
n) Minimum Statutory Ratio	14.5%	14.5%		
o) excess (m-n)	5.2%	6.3%		
p) Adjusted Core Capital/Total Deposits	30.6%	-		
q) Adjusted Core Capital/Total Risk Weighted Assets	17.9%	-		
r) Adjusted Total Capital/Total Risk Weighted Assets	20.0%	-		
Liquidity				
a) Liquidity Ratio	21.0%	21.5%		
b) Minimum Statutory Ratio	20.0%	20.0%		
c) excess (a-b)	1.0%	1.5%		

Message from the Directors

These financial statements are extracts from the books of the institution as audited by Grant Thornton LLP on behalf of The Auditor-General of Kenya and received an unqualified opinion. The complete set of audited financial statements, statutory and qualitative disclosures can be accessed on the institution's website: www.devbank.com.

They may also be accessed at the institutions head office located at Finance house, Loita street, Nairobi.

**JOHNSON KINITI
CHIEF EXECUTIVE**
**BARBARA LUNANI
DIRECTOR**