

UN-AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 30 SEPTEMBER 2020

I STATEMENT OF FINANCIAL POSITION		30 September 2019	31 December 2019	31 March 2020	30 June 2020	30 September 2020
		Shs '000	Shs '000	Shs '000	Shs '000	Shs '000
		(Un-audited)	(Audited)	(Un-audited)	(Un-audited)	(Un-audited)
A ASSETS						
1	Cash (both local and foreign)	797,206	713,298	760,214	849,446	814,212
2	Balances with from Central Bank of Kenya	3,031,509	8,537,330	4,728,200	6,495,022	2,036,537
3	Kenya government and other securities held for dealing purposes	87,029	-	1,881,111	2,116,314	-
4	Financial Assets at fair value through profit and loss	-	-	-	-	-
5	Investment securities	-	-	-	-	-
a)	Held to Maturity	-	-	-	-	-
a.	Kenya Government securities	-	-	-	-	-
b.	Other Securities	7,322,962	7,287,730	7,744,212	5,929,293	8,771,619
b)	Fair Value through Other Comprehensive Income (FVOCI)/ Available for sale	-	-	-	-	-
a.	Kenya Government securities	-	-	-	-	-
b.	Other Securities	283,027	552,931	552,931	552,932	552,932
6	Deposits and balances due from local banking institutions	104,915	602,429	1,767,627	1,924,739	2,245,804
7	Deposits and balances due from banking institutions abroad	872,839	2,336,312	4,856,025	2,443,580	3,029,713
8	Tax recoverable	488,288	438,004	562,251	497,835	510,627
9	Loans and advances to customers (net)	21,640,256	15,982,158	15,566,168	16,743,576	17,232,213
10	Balances due from banking institutions in the group	1,709,821	844,230	3,848,981	7,009,423	4,163,503
11	Investments in associates	1,431,225	-	-	-	-
12	Investments in subsidiary companies	-	-	-	-	-
13	Investments in joint ventures	-	-	-	-	-
14	Investment properties	-	-	-	-	-
15	Property, plant and equipment	1,600,389	2,396,382	2,308,039	2,220,815	2,134,010
16	Prepaid lease rentals	-	-	-	-	-
17	Intangible assets	185,110	192,808	181,127	197,120	195,423
18	Deferred tax asset	2,327,064	2,546,320	2,546,320	2,546,320	2,546,320
19	Retirement benefit asset	-	-	-	-	-
20	Other assets	1,957,385	1,566,186	1,677,641	1,620,769	1,314,908
21	TOTAL ASSETS	43,839,025	43,996,118	48,980,847	51,147,174	45,547,821
B LIABILITIES						
22	Balances due to Central Bank of Kenya	-	-	-	-	-
23	Customer deposits	29,348,672	33,327,232	31,679,423	33,038,529	26,764,827
24	Deposits and balances due to local banking institutions	883,390	37	-	-	-
25	Deposits and balances due to banking institutions abroad	11,548	1,840	441	-	1,365
26	Other money market deposits	-	-	-	-	-
27	Borrowed Funds	1,411,201	1,439,516	7,462,482	7,667,907	7,580,337
28	Balances due to banking institutions in the group	4,815,286	3,394,873	4,335,862	4,985,190	4,147,618
29	Tax payable	-	-	-	-	-
30	Dividends payable	-	-	-	-	-
31	Deferred tax liability	-	-	-	-	-
32	Retirement benefit liability	-	-	-	-	-
33	Other liabilities	552,065	1,556,859	1,516,788	1,359,279	1,473,283
34	TOTAL LIABILITIES	37,022,162	39,720,357	44,994,996	47,050,905	39,967,430
C SHAREHOLDERS' FUNDS						
35	Paid up/ Assigned capital	6,404,949	6,404,949	6,404,949	6,404,949	7,927,449
36	Share premium/ (discount)	1,980,356	1,980,356	1,980,356	1,980,356	1,980,356
37	Revaluation reserves	-	-	-	-	-
38	Retained earnings/ (Accumulated losses)	(1,581,746)	(4,146,484)	(4,436,394)	(4,325,976)	(4,364,354)
39	Statutory loan loss reserve	560,433	317,564	317,564	317,564	317,564
40	Other reserves	(547,129)	(280,624)	(280,624)	(280,624)	(280,624)
41	Proposed dividends	-	-	-	-	-
42	Capital grants	-	-	-	-	-
43	TOTAL SHAREHOLDERS' FUNDS	6,816,863	4,275,761	3,985,851	4,096,269	5,580,391
44	TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	43,839,025	43,996,118	48,980,847	51,147,174	45,547,821
II STATEMENT OF COMPREHENSIVE INCOME						
		Period Ended 30 September 2019	Period Ended 31 December 2019	Period Ended 31 March 2020	Period Ended 30 June 2020	Period Ended 30 September 2020
		Shs '000	Shs '000	Shs '000	Shs '000	Shs '000
		(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)
1	INTEREST INCOME					
1.1	Loans and advances	1,723,380	2,238,616	401,234	897,776	1,275,647
1.2	Government securities	427,921	604,655	191,091	398,869	680,682
1.3	Deposits and placements with banking institutions	56,628	78,269	29,612	66,833	100,886
1.4	Other interest income	3,179	4,660	2,561	3,844	4,323
1.5	Total interest income	2,211,108	2,926,200	624,498	1,367,322	2,061,538
2	INTEREST EXPENSES					
2.1	Customer deposits	894,210	1,173,019	270,903	532,717	776,835
2.2	Deposits and placements from banking institutions	77,668	113,176	22,501	45,150	83,250
2.3	Other interest expense	404,657	642,898	137,100	325,432	468,344
2.4	Total interest expenses	1,376,535	1,929,093	430,504	903,299	1,328,429
3	NET INTEREST INCOME/(LOSS)	834,573	997,107	193,994	464,023	733,109
4	OTHER OPERATING INCOME					
4.1	Fees and commissions on loans and advances	104,632	130,312	20,653	62,501	96,186
4.2	Other fees and commissions	300,009	403,613	93,259	178,824	280,716
4.3	Foreign exchange trading income (loss)	595,346	660,087	126,790	269,940	372,909
4.4	Dividend income	-	-	-	-	-
4.5	Other income	470,321	193,929	23,048	246,257	297,181
4.6	Total other operating income	1,470,308	1,387,941	265,750	757,522	1,046,992
5	Total operating income	2,304,881	2,385,048	459,744	1,221,545	1,780,101
6	OPERATING EXPENSES					
6.1	Loan loss provision	457,663	2,732,421	240,802	311,736	380,850
6.2	Staff costs	734,795	990,463	267,703	484,756	719,966
6.3	Directors' emoluments	42,823	53,583	12,809	25,368	37,443
6.4	Rental charges	205,399	74,571	21,759	37,403	33,702
6.5	Depreciation charge on property and equipment	124,517	363,439	92,812	182,542	271,352
6.6	Amortisation charges	16,680	29,819	12,267	24,590	37,951
6.7	Other operating expenses	672,615	1,070,428	225,749	394,473	569,330
6.8	Total operating expenses	2,254,492	5,314,724	873,901	1,460,868	2,070,594
7	Profit / (Loss) before tax and exceptional expenses	50,389	(2,929,676)	(414,157)	(239,323)	(290,493)
8	Exceptional items	-	-	-	-	-
9	Profit / (Loss) before tax	50,389	(2,929,676)	(414,157)	(239,323)	(290,493)
10	Current tax	50,284	-	124,247	59,831	72,623
11	Deferred tax	-	889,838	-	-	-
12	Profit / (Loss) after tax	100,673	(2,039,838)	(289,910)	(179,492)	(217,870)
13	Other Comprehensive Income					
13.1	Gains/(Losses) from translating the financial statements of foreign operations	(19,992)	180,255	-	-	-
13.2	Fair value changes in available-for-sale financial assets	-	69,745	-	-	-
13.3	Revaluation Surplus on Property, plant and equipment	-	-	-	-	-
13.4	Share of other comprehensive income of associates	-	(3,487)	-	-	-
13.5	Income tax relating to components of other comprehensive income	-	-	-	-	-
14	Other comprehensive income for the year net of tax	(19,992)	246,513	-	-	-
15	Total comprehensive income for the year	80,681	(1,793,325)	(289,910)	(179,492)	(217,870)
III OTHER DISCLOSURES						
		Period Ended 30 September 2019	Period Ended 31 December 2019	Period Ended 31 March 2020	Period Ended 30 June 2020	Period Ended 30 September 2020
		Shs '000	Shs '000	Shs '000	Shs '000	Shs '000
		(Un-audited)	(Audited)	(Un-audited)	(Un-audited)	(Un-audited)
1	NON-PERFORMING LOANS AND ADVANCES					
a	Core capital	9,138,500	8,998,345	8,543,469	8,669,363	8,864,821
b	Interest in suspense (a-b)	2,351,763	2,383,388	2,446,692	2,546,759	2,702,599
c	Net non-performing loans and advances (a-b)	6,786,737	6,614,957	6,096,777	6,122,604	6,162,222
d	Loan loss provisions	3,093,304	4,180,944	4,163,009	4,202,198	4,442,773
e	Net non-performing loans (c-d)	3,693,433	2,434,013	1,930,768	1,920,406	1,719,449
f	Discounted value of securities	(3,172,603)	(2,258,962)	(1,674,719)	(1,675,379)	(1,519,940)
g	Net NPLs Exposure (e-f)	520,830	175,051	256,049	245,027	199,509
2	INSIDER LOANS AND ADVANCES					
a	Shareholders, Directors, and their associates	17,250	16,693	15,718	15,292	15,524
b	Employees	770,193	754,442	680,550	684,125	680,915
c	Total insider loans and advances	787,443	771,135	702,269	699,417	696,439
3	OFF-BALANCE SHEET ITEMS					
a	Letters of credit, guarantees and acceptances	5,930,666	6,202,143	6,580,333	8,309,550	9,221,431
b	Forwards, swaps and options	418,407	212,021	161,571	100,899	44,781
c	Other contingent liabilities	543,860	767,893	874,470	995,612	676,091
d	Total contingent liabilities	6,892,873	7,182,057	7,616,375	9,406,061	9,942,303
4	CAPITAL STRENGTH					
a	Core capital	3,374,283	1,510,566	1,191,665	1,313,125	2,945,658
b	Minimum statutory capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
c	Excess/ (Deficiency)	2,374,283	510,566	191,665	313,125	1,945,658
d	Supplementary Capital	1,269,660	1,146,860	756,507	974,126	1,254,040
e	Total capital	4,643,943	2,657,426	1,948,172	2,287,251	4,199,698
f	Total risk weighted assets	30,795,890	24,545,787	26,276,245	27,094,265	26,410,418
g	Core capital/total deposit liabilities	10.9%	4.1%	3.4%	3.7%	10.4%
h	Minimum statutory ratio	8.0%	8.0%	8.0%	8.0%	8.0%
i	Excess/ (Deficiency)	2.5%	-3.9%	-4.6%	-4.3%	2.4%
j	Core capital/total risk weighted assets	11.0%	6.2%	4.5%	4.8%	11.2%
k	Minimum statutory ratio	10.5%	10.5%	10.5%	10.5%	10.5%
l	Excess/ (Deficiency)	0.5%	-4.3%	-6.0%	-5.7%	0.7%
m	Total capital/total risk weighted assets	15.1%	10.8%	7.4%	8.4%	15.9%
n	Minimum statutory ratio	14.5%	14.5%	14.5%	14.5%	14.5%
o	Excess/ (Deficiency)	0.				