

UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 30 JUNE 2022

I STATEMENT OF FINANCIAL POSITION AS AT	BANK				GROUP CONSOLIDATED		
	30-Jun-21 Unaudited Shs. '000	31-Dec-21 Audited Shs. '000	31-Mar-22 Unaudited Shs. '000	30-Jun-22 Unaudited Shs. '000	30-Jun-21 Unaudited Shs. '000	31-Dec-21 Audited Shs. '000	30-Jun-22 Unaudited Shs. '000
<b>A ASSETS</b>							
1 Cash (both Local & Foreign)	825,834	803,149	778,781	712,799	825,834	803,149	712,799
2 Balances due from Central Bank of Kenya	1,344,693	1,836,869	1,430,166	2,060,527	1,344,693	1,836,869	2,060,527
3 Kenya Government and other securities held for dealing purposes	744,458	2,703,136	1,717,115	1,333,769	744,458	2,703,136	1,333,769
4 Financial Assets at fair value through profit and loss	52,570	-	370	32,275	52,570	-	32,275
5 Investment Securities:							
a) Held to Maturity:							
a. Kenya Government securities	7,281,985	10,236,498	12,055,728	13,069,064	7,281,985	10,236,498	13,079,182
b. Other securities	-	80,117	82,623	85,157	-	80,117	85,157
b) Available for sale:							
a. Kenya Government securities	-	-	-	247,644	-	-	247,644
b. Other securities	-	-	-	-	-	-	-
6 Deposits and balances due from local banking institutions	156,462	86,373	587,797	95,919	156,462	86,373	95,919
7 Deposits and balances due from banking institutions abroad	135,955	92,285	311,529	70,508	135,955	92,285	70,508
8 Tax recoverable	18,392	49,656	5,538	-	21,840	55,466	9,797
9 Loans and advances to customers (net)	21,536,622	22,595,909	23,317,913	23,164,461	21,536,622	22,595,909	23,164,461
10 Balances due from banking institutions in the group	-	-	-	-	-	-	-
11 Investments in associates	-	-	-	-	-	-	-
12 Investments in subsidiary companies	1,000	1,000	1,000	1,000	-	-	-
13 Investments in joint ventures	-	-	-	-	-	-	-
14 Investment properties	-	-	-	-	-	-	-
15 Property and equipment	1,202,448	1,115,430	1,075,717	1,048,381	1,202,578	1,115,657	1,048,543
16 Prepaid lease rentals	-	-	-	-	-	-	-
17 Intangible assets	226,635	204,892	187,459	174,347	228,351	205,983	174,788
18 Deferred tax asset	625,648	490,307	490,306	490,306	625,446	490,357	490,357
19 Retirement benefit asset	-	-	-	-	-	-	-
20 Other assets	790,498	1,114,501	1,117,396	990,261	800,363	1,130,201	1,012,011
<b>21 TOTAL ASSETS</b>	<b>34,943,200</b>	<b>41,410,124</b>	<b>43,159,438</b>	<b>43,576,418</b>	<b>34,957,158</b>	<b>41,432,002</b>	<b>43,617,737</b>
<b>B LIABILITIES</b>							
22 Balances due to Central Bank of Kenya	-	-	-	999,277	-	-	999,277
23 Customer deposits	24,567,626	25,841,812	26,794,785	26,686,874	24,492,875	25,830,431	26,652,542
24 Deposits and balances due to local banking institutions	557,764	1,734,461	2,368,307	1,846,697	557,764	1,734,461	1,846,697
25 Deposits and balances due to foreign banking institutions	25,885	-	-	1,047	25,885	-	1,047
26 Other money market deposits	-	-	-	-	-	-	-
27 Borrowed funds	3,939,304	7,618,251	7,755,520	7,618,117	3,939,304	7,618,251	7,618,117
28 Balances due to banking institutions in the group	-	-	-	-	-	-	-
29 Tax payable	-	-	-	11,635	-	-	11,635
30 Dividends payable	-	-	-	-	-	-	-
31 Deferred tax liability	-	-	-	-	-	-	-
32 Retirement benefit liability	-	-	-	-	-	-	-
33 Other liabilities	1,521,180	1,469,271	1,388,496	1,436,471	1,567,543	1,483,619	1,468,694
<b>34 TOTAL LIABILITIES</b>	<b>30,611,759</b>	<b>36,663,795</b>	<b>38,307,108</b>	<b>38,600,117</b>	<b>30,583,372</b>	<b>36,666,762</b>	<b>38,598,008</b>
<b>C SHAREHOLDERS' FUNDS</b>							
35 Paid up /Assigned capital	2,046,198	2,195,956	2,198,501	2,198,501	2,046,198	2,195,956	2,198,501
36 Share premium/(discount)	1,246,599	1,276,841	1,277,355	1,277,355	1,246,599	1,276,841	1,277,355
37 Revaluation reserves	50,034	50,034	50,034	50,034	50,034	50,034	50,034
38 Retained earnings/accumulated losses	555,890	635,059	744,879	826,124	598,235	653,970	869,553
39 Statutory loan loss reserves	432,720	588,439	581,561	624,287	432,720	588,439	624,287
40 Other reserves	-	-	-	-	-	-	-
41 Proposed dividends	-	-	-	-	-	-	-
42 Capital grants	-	-	-	-	-	-	-
<b>43 TOTAL SHAREHOLDERS' FUNDS</b>	<b>4,331,441</b>	<b>4,746,329</b>	<b>4,852,329</b>	<b>4,976,301</b>	<b>4,373,786</b>	<b>4,765,240</b>	<b>5,019,729</b>
<b>44 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS</b>	<b>34,943,200</b>	<b>41,410,124</b>	<b>43,159,438</b>	<b>43,576,418</b>	<b>34,957,158</b>	<b>41,432,002</b>	<b>43,617,737</b>
<b>II STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED</b>	<b>30-Jun-21</b>	<b>31-Dec-21</b>	<b>31-Mar-22</b>	<b>30-Jun-22</b>	<b>30-Jun-21</b>	<b>31-Dec-21</b>	<b>30-Jun-22</b>
	Unaudited Shs. '000	Audited Shs. '000	Unaudited Shs. '000	Unaudited Shs. '000	Unaudited Shs. '000	Audited Shs. '000	Unaudited Shs. '000
<b>1.0 INTEREST INCOME</b>							
1.1 Loans and advances	1,209,963	2,650,086	655,794	1,322,655	1,209,963	2,650,086	1,322,655
1.2 Government securities	387,013	885,006	313,392	678,713	387,013	885,006	679,030
1.3 Deposits and placements with banking institutions	3,602	7,612	1,768	5,286	3,602	7,612	5,286
1.4 Other interest income	-	-	-	-	-	-	-
<b>1.5 Total interest income</b>	<b>1,600,578</b>	<b>3,542,704</b>	<b>970,954</b>	<b>2,006,654</b>	<b>1,600,578</b>	<b>3,542,704</b>	<b>2,006,971</b>
<b>2.0 INTEREST EXPENSE</b>							
2.1 Customer deposits	581,832	1,251,701	336,822	689,131	581,832	1,251,701	689,131
2.2 Deposits and placement from banking institutions	178,469	377,357	138,497	278,635	178,469	377,357	278,635
2.3 Interest expenses	115,686	380,524	128,843	262,383	115,686	380,525	262,382
2.4 Total interest expenses	875,987	2,009,583	604,162	1,230,148	875,987	2,009,583	1,230,148
<b>3.0 NET INTEREST INCOME/(LOSS)</b>	<b>724,591</b>	<b>1,533,121</b>	<b>366,792</b>	<b>776,506</b>	<b>724,591</b>	<b>1,533,121</b>	<b>776,823</b>
<b>4.0 NON-INTEREST INCOME</b>							
4.1 Fees and commissions on loans and advances	354,718	684,908	193,786	302,837	354,718	684,908	302,837
4.2 Other fees and commissions	245,972	503,180	126,222	253,490	244,224	601,910	303,816
4.3 Foreign exchange trading income/(loss)	77,768	170,614	29,962	112,323	77,768	170,614	112,323
4.4 Dividend income	-	50,000	-	-	-	-	-
4.5 Other income	47,139	185,034	67,481	127,324	47,139	185,034	127,324
<b>4.6 Total non-interest income</b>	<b>725,597</b>	<b>1,593,736</b>	<b>417,450</b>	<b>795,974</b>	<b>723,849</b>	<b>1,642,466</b>	<b>846,300</b>
<b>5.0 TOTAL OPERATING INCOME</b>	<b>1,450,188</b>	<b>3,126,857</b>	<b>784,242</b>	<b>1,572,480</b>	<b>1,498,440</b>	<b>3,175,587</b>	<b>1,623,123</b>
<b>6.0 OTHER OPERATING EXPENSES</b>							
6.1 Loan loss provision	87,234	475,614	95,000	167,194	87,234	474,494	167,194
6.2 Staff costs	441,125	916,914	246,302	496,263	449,623	935,024	506,980
6.3 Directors' emoluments	30,970	64,514	16,691	33,773	30,970	64,514	33,773
6.4 Rental charges	105,711	210,449	54,277	108,663	106,274	211,406	109,165
6.5 Depreciation charge on property and equipment	31,106	66,944	17,029	34,574	31,138	67,046	34,639
6.6 Amortisation charges	36,672	74,030	18,169	36,187	39,401	77,384	36,837
6.7 Other operating expenses	358,783	618,576	189,714	371,664	361,265	623,862	375,349
<b>6.8 Total other operating expenses</b>	<b>1,091,602</b>	<b>2,427,041</b>	<b>637,180</b>	<b>1,248,318</b>	<b>1,105,950</b>	<b>2,453,731</b>	<b>1,263,936</b>
<b>7.0 Profit/(loss) before tax and exceptional items</b>	<b>358,586</b>	<b>699,816</b>	<b>147,061</b>	<b>324,163</b>	<b>392,535</b>	<b>721,856</b>	<b>359,187</b>
8.0 Exceptional items	-	-	-	-	-	-	-
<b>9.0 Profit/(loss) after exceptional items</b>	<b>358,586</b>	<b>699,816</b>	<b>147,061</b>	<b>324,163</b>	<b>392,535</b>	<b>721,856</b>	<b>359,187</b>
10.0 Current tax	(107,576)	(78,578)	(44,118)	(97,249)	(117,760)	(100,540)	(107,756)
11.0 Deferred tax	-	-	-	-	-	-	-
<b>12.0 Profit/(loss) after tax and exceptional items</b>	<b>251,010</b>	<b>485,897</b>	<b>102,943</b>	<b>226,914</b>	<b>274,774</b>	<b>486,227</b>	<b>251,431</b>
<b>13.0 Other comprehensive Income</b>							
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>-</b>
<b>15.0 Total comprehensive income for the year</b>	<b>251,010</b>	<b>485,897</b>	<b>102,943</b>	<b>226,914</b>	<b>274,774</b>	<b>486,227</b>	<b>251,431</b>
<b>III OTHER DISCLOSURES</b>	<b>30-Jun-21</b>	<b>31-Dec-21</b>	<b>31-Mar-22</b>	<b>30-Jun-22</b>			
	Unaudited Shs. '000	Audited Shs. '000	Unaudited Shs. '000	Unaudited Shs. '000			
<b>1.0 NON-PERFORMING LOANS AND ADVANCES</b>							
(a) Gross non-performing loans and advances	2,527,986	2,819,962	2,835,458	2,987,496			
(b) Less: interest in suspense	29,900	-	300,807	303,042			
(c) <b>Total non-performing loans and advances (a-b)</b>	<b>2,230,086</b>	<b>2,506,699</b>	<b>2,534,651</b>	<b>2,644,154</b>			
(d) Less: loan loss provision	922,671	1,067,073	842,716	937,910			
(e) <b>Net non-performing loans and advances (c-d)</b>	<b>1,307,414</b>	<b>1,439,626</b>	<b>1,691,935</b>	<b>1,706,244</b>			
(f) Discounted value of securities	1,278,820	1,388,054	1,656,509	1,635,018			
(g) <b>Net NPLs exposure (e-f)</b>	<b>28,594</b>	<b>51,572</b>	<b>35,426</b>	<b>71,226</b>			
<b>2.0 INSIDER LOANS AND ADVANCES</b>							
(a) Directors, shareholders and associates	579,015	610,669	499,635	532,465			
(b) Employees	651,648	707,797	702,593	718,083			
(c) <b>Total insider loans and advances and other facilities</b>	<b>1,230,663</b>	<b>1,318,467</b>	<b>1,202,228</b>	<b>1,250,548</b>			
<b>3.0 OFF-BALANCE SHEET ITEMS</b>							
(a) Letters of credit/guarantees, acceptances	11,679,074	10,875,191	9,632,621	10,564,418			
(b) Forwards, swaps and options	4,997,095	5,091,750	6,095,370	6,495,500			
(c) Other contingent liabilities	337,809	455,795	621,972	919,171			
(d) <b>Total contingent liabilities</b>	<b>17,013,978</b>	<b>16,422,736</b>	<b>16,349,963</b>	<b>17,979,089</b>			
<b>4.0 CAPITAL STRENGTH</b>							
(a) Core capital	3,469,853	4,028,335	4,095,884	4,117,069			
(b) Minimum statutory capital	1,000,000	1,000,000	1,000,000	1,000,000			
(c) Excess/(deficiency)(a-b)	2,469,853	3,028,335	3,095,884	3,117,069			
(d) Supplementary capital	1,717,711	2,462,606	2,499,249	2,505,673			
(e) <b>Total capital (a+d)</b>	<b>5,187,563</b>	<b>6,490,942</b>	<b>6,595,133</b>	<b>6,622,742</b>			