

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

I STATEMENT OF FINANCIAL POSITION AS AT	BANK					GROUP CONSOLIDATED		
	30-Sep-21	31-Dec-21	31-Mar-22	30-Jun-22	30-Sep-22	30-Sep-21	31-Dec-21	30-Sep-22
	Unaudited Shs. '000	Audited Shs. '000	Unaudited Shs. '000	Unaudited Shs. '000	Unaudited Shs. '000	Unaudited Shs. '000	Audited Shs. '000	Unaudited Shs. '000
A ASSETS								
1 Cash (both Local & Foreign)	675,083	803,149	778,781	712,799	717,199	675,083	803,149	717,199
2 Balances due from Central Bank of Kenya	928,375	1,836,869	1,430,166	2,060,527	1,598,117	928,375	1,836,869	1,598,117
3 Kenya Government and other securities held for dealing purposes	1,496,609	2,703,136	1,717,115	1,333,769	738,679	1,496,609	2,703,136	738,679
4 Financial Assets at fair value through profit and loss	13,490	-	370	32,275	-	13,490	-	-
5 Investment Securities:								
a) Held to Maturity:								
a. Kenya Government securities	8,310,318	10,236,498	12,055,728	13,069,064	13,491,188	8,310,318	10,236,498	13,501,616
b. Other securities	-	80,117	82,623	85,157	87,719	-	80,117	87,719
b) Available for sale:								
a. Kenya Government securities	-	-	-	247,644	253,767	-	-	253,767
b. Other securities	-	-	-	-	-	-	-	-
6 Deposits and balances due from local banking institutions	316,436	86,373	587,797	95,919	134,515	316,436	86,373	134,515
7 Deposits and balances due from banking institutions abroad	48,822	92,285	311,529	70,508	103,572	48,822	92,285	103,572
8 Tax recoverable	-	49,656	5,538	-	-	4,116	55,466	5,149
9 Loans and advances to customers (net)	22,146,899	22,595,909	23,317,913	23,164,461	23,931,906	22,146,899	22,595,909	23,931,906
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	1,000	-	-	-
13 Investments in joint ventures	-	-	-	-	-	-	-	-
14 Investment properties	-	-	-	-	-	-	-	-
15 Property and equipment	1,136,587	1,115,430	1,075,717	1,048,381	1,239,529	1,136,866	1,115,657	1,239,745
16 Prepaid lease rentals	-	-	-	-	-	-	-	-
17 Intangible assets	217,174	204,892	187,459	174,347	163,971	218,548	205,983	164,188
18 Deferred tax asset	625,648	490,307	490,306	490,306	490,306	625,446	490,357	490,357
19 Retirement benefit asset	-	-	-	-	-	-	-	-
20 Other assets	1,034,900	1,114,501	1,117,396	990,261	1,096,137	1,053,693	1,130,201	1,120,396
21 TOTAL ASSETS	36,951,341	41,410,124	43,159,438	43,576,418	44,047,606	36,974,700	41,432,002	44,086,925
B LIABILITIES								
22 Balances due to Central Bank of Kenya	-	-	-	999,277	996,709	-	-	996,709
23 Customer deposits	24,574,488	25,841,812	26,794,785	26,686,874	26,516,423	24,517,331	25,830,431	26,480,877
24 Deposits and balances due to local banking institutions	1,229,426	1,734,461	2,368,307	1,846,697	2,291,216	1,229,426	1,734,461	2,291,216
25 Deposits and balances due to foreign banking institutions	373	-	-	1,047	48,120	373	-	48,120
26 Other money market deposits	-	-	-	-	-	-	-	-
27 Borrowed funds	4,920,637	7,618,251	7,755,520	7,618,117	7,483,579	4,920,637	7,618,251	7,483,579
28 Balances due to banking institutions in the group	-	-	-	-	-	-	-	-
29 Tax payable	16,927	-	-	11,635	49,146	16,927	-	49,146
30 Dividends payable	-	-	-	-	-	-	-	-
31 Deferred tax liability	-	-	-	-	-	-	-	-
32 Retirement benefit liability	-	-	-	-	-	-	-	-
33 Other liabilities	1,615,655	1,469,271	1,388,496	1,436,471	1,558,687	1,641,531	1,483,619	1,578,752
34 TOTAL LIABILITIES	32,357,506	36,663,795	38,307,108	38,600,117	38,943,879	32,326,225	36,666,762	38,928,398
C SHAREHOLDERS' FUNDS								
35 Paid up /Assigned capital	2,195,956	2,195,956	2,198,501	2,198,501	2,198,501	2,195,956	2,195,956	2,198,501
36 Share premium/(discount)	1,276,841	1,276,841	1,277,355	1,277,355	1,277,355	1,276,841	1,276,841	1,277,355
37 Revaluation reserves	50,034	50,034	50,034	50,034	50,034	50,034	50,034	50,034
38 Retained earnings/accumulated losses	640,112	635,059	744,879	826,124	866,075	694,752	653,790	920,876
39 Statutory loan loss reserves	430,893	588,439	581,561	624,287	711,762	430,893	588,439	711,762
40 Other reserves	-	-	-	-	-	-	-	-
41 Proposed dividends	-	-	-	-	-	-	-	-
42 Capital grants	-	-	-	-	-	-	-	-
43 TOTAL SHAREHOLDERS' FUNDS	4,593,835	4,746,329	4,852,329	4,976,301	5,103,726	4,648,475	4,765,240	5,158,527
44 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	36,951,341	41,410,124	43,159,438	43,576,418	44,047,606	36,974,700	41,432,002	44,086,925

II STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED	30-Sep-21	31-Dec-21	31-Mar-22	30-Jun-22	30-Sep-22	30-Sep-21	31-Dec-21	30-Sep-22
	Unaudited Shs. '000	Audited Shs. '000	Unaudited Shs. '000	Unaudited Shs. '000	Unaudited Shs. '000	Unaudited Shs. '000	Audited Shs. '000	Unaudited Shs. '000
1.0 INTEREST INCOME								
1.1 Loans and advances	1,862,366	2,650,086	655,794	1,322,655	2,060,910	1,862,366	2,650,086	2,060,910
1.2 Government securities	612,001	885,006	313,392	678,713	1,078,710	612,001	885,006	1,079,338
1.3 Deposits and placements with banking institutions	4,111	7,612	1,768	5,286	7,199	4,111	7,612	7,199
1.4 Other Interest Income	-	-	-	-	-	-	-	-
1.5 Total interest income	2,478,479	3,542,704	970,954	2,006,654	3,146,819	2,478,479	3,542,704	3,147,447
2.0 INTEREST EXPENSE								
2.1 Customer deposits	910,650	1,251,701	336,822	689,131	1,063,168	910,650	1,251,701	1,063,168
2.2 Deposits and placement from banking institutions	267,231	377,357	138,497	278,635	445,784	267,231	377,357	445,784
2.3 Other interest expenses	186,289	380,525	128,843	262,382	417,445	186,289	380,525	417,445
2.4 Total interest expenses	1,364,170	2,009,583	604,162	1,230,148	1,926,396	1,364,170	2,009,583	1,926,396
3.0 NET INTEREST INCOME/(LOSS)	1,114,308	1,533,121	366,792	776,506	1,220,423	1,114,308	1,533,121	1,221,051
4.0 NON-INTEREST INCOME								
4.1 Fees and commissions on loans and advances	519,352	684,908	193,786	302,837	388,893	519,352	684,908	388,893
4.2 Other fees and commissions	372,062	503,180	126,222	253,490	371,659	444,654	601,910	446,232
4.3 Foreign exchange trading income/(loss)	121,796	170,614	29,962	112,323	188,119	121,796	170,614	188,119
4.4 Dividend income	-	50,000	-	-	-	-	-	-
4.5 Other income	93,332	185,034	67,481	127,324	170,836	93,332	185,034	170,836
4.6 Total Non-interest income	1,106,542	1,593,736	417,450	795,974	1,119,507	1,179,134	1,642,466	1,194,080
5.0 TOTAL OPERATING INCOME	2,220,850	3,126,857	784,242	1,572,480	2,339,930	2,293,443	3,175,587	2,415,130
6.0 OTHER OPERATING EXPENSES								
6.1 Loan loss provision	227,534	475,614	95,000	167,194	216,388	227,534	474,494	216,388
6.2 Staff costs	664,835	916,914	246,302	496,263	745,472	677,980	935,024	762,430
6.3 Directors' emoluments	47,451	64,514	16,691	33,773	51,949	47,451	64,514	51,949
6.4 Rental charges	159,152	210,449	54,277	108,663	163,304	159,872	211,406	164,180
6.5 Depreciation charge on property and equipment	46,948	66,944	17,029	34,574	52,435	46,998	67,046	52,540
6.6 Amortisation charges	55,802	74,030	18,169	36,187	53,425	58,874	77,384	54,300
6.7 Other operating expenses	542,838	618,576	189,714	371,664	550,758	546,928	623,862	555,873
6.8 Total other operating expenses	1,744,559	2,427,041	637,180	1,248,318	1,833,731	1,765,638	2,453,731	1,857,660
7.0 Profit/(loss) before tax and exceptional items	476,291	699,816	147,061	324,163	506,199	527,805	721,856	557,470
8.0 Exceptional items	-	-	-	-	-	-	-	-
9.0 Profit/(loss) after exceptional items	476,291	699,816	147,061	324,163	506,199	527,805	721,856	557,470
10.0 Current tax	(142,887)	(78,578)	(44,118)	(97,249)	(151,860)	(158,341)	(100,540)	(167,241)
11.0 Deferred tax	-	(135,341)	-	-	-	-	(135,089)	-
12.0 Profit/(loss) after tax and exceptional items	333,404	485,897	102,943	226,914	354,339	369,463	486,227	390,229
13.0 Other comprehensive income								
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	-	-	-	-	-	-	-	-
14.0 Other comprehensive income for the year net of tax	-	-	-	-	-	-	-	-
15.0 Total comprehensive income for the year	333,404	485,897	102,943	226,914	354,339	369,463	486,227	390,229

III	OTHER DISCLOSURES	BANK				
		30-Sep-21	31-Dec-21	31-Mar-22	30-Jun-22	30-Sep-22
		Unaudited Shs. '000	Audited Shs. '000	Unaudited Shs. '000	Unaudited Shs. '000	Unaudited Shs. '000
1.0	NON-PERFORMING LOANS AND ADVANCES					
	(a) Gross non-performing loans and advances	2,513,488	2,819,962	2,835,458	2,987,496	3,229,385
	(b) Less: interest in suspense	260,743	313,263	300,807	343,342	392,635
	(c) Total non-performing loans and advances (a-b)	2,252,745	2,506,699	2,534,651	2,644,154	2,836,750
	(d) Less: loan loss provision	789,899	1,067,073	842,716	937,910	1,057,458
	(e) Net non-performing loans and advances (c-d)	1,462,846	1,439,626	1,691,935	1,706,244	1,779,292
	(f) Discounted value of securities	1,341,076	1,388,054	1,656,509	1,635,018	1,707,698
	(g) Net NPLs exposure (e-f)	121,770	51,572	35,426	71,226	71,594
2.0	INSIDER LOANS AND ADVANCES					
	(a) Directors, shareholders and associates	687,120	610,669	499,635	532,465	564,685
	(b) Employees	708,756	707,797	702,593	718,083	712,614
	(c) Total insider loans and advances and other facilities	1,395,876	1,318,467	1,202,228	1,250,548	1,277,299
3.0	OFF-BALANCE SHEET ITEMS					
	(a) Letters of credit, guarantees, acceptances	10,739,126	10,875,191	9,632,621	10,564,418	10,271,832
	(b) Forwards, swaps and options	5,950,250	5,091,750	6,095,370	6,495,500	5,613,015
	(c) Other contingent liabilities	382,338	455,795	621,972	919,171	698,605
	(d) Total contingent liabilities	17,071,713	16,422,736	16,349,963	17,979,089	16,583,452
4.0	CAPITAL STRENGTH					
	(a) Core capital	3,715,180	4,028,335	4,095,884	4,117,069	4,090,931
	(b) Minimum statutory capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
	(c) Excess/(deficiency)(a-b)	2,715,180	3,028,335	3,095,884	3,117,069	3,090,931
	(d) Supplementary capital	1,759,041	2,462,606	2,499,249	2,505,673	2,503,710
	(e) Total capital (a+d)	5,474,221	6,490,942	6,595,132	6,622,742	6,594,641
	(f) Total risk weighted assets	33,786,626	34,874,418	35,103,905	34,770,385	35,658,900
	(g) Core capital/total deposits liabilities	15.1%	15.6%	15.3%	15.4%	15.3%
	(h) Minimum statutory ratio	8.0%	8.0%	8.0%	8.0%	8.0%
	(i) Excess/(deficiency) (g-h)	7.1%	7.6%	7.3%	7.4%	7.3%
	(j) Core capital / total risk weighted assets	11.0%	11.6%	11.7%	11.8%	11.5%
	(k) Minimum statutory ratio	10.5%	10.5%	10.5%	10.5%	10.5%
	(l) Excess (deficiency) (j-k)	0.5%	1.1%	1.2%	1.3%	1.0%
	(m) Total capital/total risk weighted assets	16.2%	18.6%	18.8%	19.0%	18.5%
	(n) Minimum statutory ratio	14.5%	14.5%	14.5%	14.5%	14.5%
	(o) Excess/(deficiency) (m-n)	1.7%	4.1%	4.3%	4.5%	4.0%
	(p) Adjusted core capital/total deposits liabilities*	15.6%	15.9%	15.6%	15.7%	15.5%
	(q) Adjusted core capital/total risk weighted assets*	11.4%	11.8%	11.9%	12.0%	11.7%
	(r) Adjusted total capital/total risk weighted assets*	16.6%	18.8%	19.0%	19.3%	18.7%
5.0	LIQUIDITY					
	(a) Liquidity ratio	41.7%	52.8%	51.5%	51.6%	47.7%
	(b) Minimum statutory ratio	20.0%	20.0%	20.0%	20.0%	20.0%
	(c) Excess (deficiency) (a-b)	21.7%	32.8%	31.5%	31.6%	27.7%