

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

I STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2022	Bank		Bank		Group Consolidated		Group Consolidated	
	30.09.2021 UnAudited (Ksh'000)	31.12.2021 Audited (Ksh'000)	31.03.2022 UnAudited (Ksh'000)	30.06.2022 UnAudited (Ksh'000)	30.09.2022 UnAudited (Ksh'000)	30.09.2021 UnAudited (Ksh'000)	31.12.2021 Audited (Ksh'000)	30.09.2022 UnAudited (Ksh'000)
A. ASSETS								
1 Cash balances (both local and foreign)	475,551	538,629	536,557	452,155	548,161	475,551	538,629	548,161
2 Balances due from Central Bank of Kenya	1,361,406	1,805,104	1,641,280	1,717,933	2,468,421	1,361,406	1,805,104	2,468,421
3 Kenya Government and other securities held for dealing purposes	-	-	-	-	-	-	-	-
4 Financial Assets at fair value through profit and loss	-	-	-	-	-	-	-	-
5 Investment Securities:								
a) Held to Maturity:	1,420,750	1,825,422	2,087,367	2,690,750	3,684,700	1,420,750	1,825,422	3,684,700
a. Kenya Government securities	1,420,750	1,825,422	2,087,367	2,690,750	3,684,700	1,420,750	1,825,422	3,684,700
b. Other securities	-	-	-	-	-	-	-	-
b) Available for sale:	3,973,195	4,724,746	5,131,902	6,536,468	4,468,961	3,973,195	4,724,746	4,468,961
a. Kenya Government securities	3,973,195	4,724,746	5,131,902	6,536,468	4,468,961	3,973,195	4,724,746	4,468,961
b. Other securities	-	-	-	-	-	-	-	-
6 Deposits and balances due from local banking institutions	1,295,758	90,256	1,036,837	166,204	269,216	1,295,758	90,256	269,216
7 Deposits and balances due from banking institutions abroad	352,349	307,396	145,669	493,797	-	352,349	307,396	-
8 Tax recoverable	199,436	221,861	222,060	235,840	242,698	318,982	342,746	371,470
9 Loans and advances to customers (net)	35,812,422	35,910,642	36,128,489	36,114,523	36,222,242	34,605,921	34,692,625	35,197,688
10 Balances due from banking institutions in the group	-	-	-	-	-	-	-	-
11 Investments in associates	-	-	-	-	-	-	-	-
12 Investments in subsidiary companies	-	-	-	-	-	-	-	-
13 Investment in Joint ventures	208,200	198,141	134,510	133,010	133,010	1,633,185	1,544,339	1,291,602
14 Investment properties	696,683	698,782	694,687	690,592	584,900	1,389,019	1,391,875	1,266,693
15 Property and equipment	1,630,859	1,585,615	1,543,832	1,507,787	1,471,689	1,635,592	1,590,454	1,476,531
16 Prepaid operating lease rentals	-	-	-	-	-	-	-	-
17 Intangible assets	576,964	519,150	489,785	452,789	391,721	577,725	519,873	392,926
18 Deferred tax asset	1,077,937	1,389,605	1,414,433	1,417,208	1,427,003	1,288,491	1,612,447	1,650,039
19 Retirement benefit asset	-	-	-	-	-	-	-	-
20 Other assets	2,332,301	2,282,887	2,428,237	2,507,222	2,582,152	1,871,647	1,917,606	2,057,245
21 TOTAL ASSETS	51,413,811	52,098,236	53,635,644	55,116,279	54,494,874	52,199,571	52,903,518	55,143,653
B. LIABILITIES								
22 Balances due to Central Bank of Kenya	-	-	399,336	998,320	1,494,017	-	-	1,494,017
23 Customer deposits	37,559,130	37,793,023	38,486,793	39,261,811	39,002,863	37,520,616	37,714,914	38,821,316
24 Deposits and balances due to local banking institutions	240,469	601,606	602,169	781,478	181,726	240,469	601,606	181,726
25 Deposits and balances due to foreign banking institutions	-	-	-	-	-	-	-	-
26 Other money market deposits	-	-	-	-	-	-	-	-
27 Borrowed funds	4,612,184	4,351,209	4,960,037	4,723,356	4,632,249	4,612,184	4,351,209	4,632,249
28 Balances due to banking institutions in the group	-	-	-	-	-	-	-	-
29 Tax payable	-	-	-	-	-	-	-	-
30 Dividends payable	-	-	-	-	-	6,283	246	246
31 Deferred tax liability	-	-	-	-	-	-	-	-
32 Retirement benefit liability	-	-	-	-	-	-	-	-
33 Other liabilities	1,095,782	1,486,806	1,350,585	1,503,210	1,343,212	1,823,622	2,267,255	2,071,740
34 TOTAL LIABILITIES	43,507,565	44,232,644	45,798,920	47,268,176	46,654,067	44,203,174	44,935,230	47,201,294
C. SHAREHOLDERS' FUNDS								
35 Paid up /Assigned capital	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	1,923,071	1,923,071	1,923,071
36 Share premium/(discount)	3,513,662	3,513,662	3,513,662	3,513,662	3,513,662	4,343,512	4,343,512	4,343,512
37 Revaluation reserves	310,662	310,662	310,662	310,662	310,662	1,012,124	1,012,125	1,012,124
38 Retained earnings/Accumulated losses	(4,193,205)	(4,367,005)	(4,407,907)	(4,415,833)	(4,452,533)	(2,576,443)	(2,737,700)	(2,819,126)
39 Statutory loan loss reserves	3,241,509	3,413,517	3,483,483	3,509,473	3,556,487	3,241,509	3,413,517	3,556,487
40 Other Reserves	33,617	(5,244)	(63,176)	(69,861)	(87,472)	52,625	13,763	(73,709)
41 Proposed dividends	-	-	-	-	-	-	-	-
42 Capital grants	-	-	-	-	-	-	-	-
43 TOTAL SHAREHOLDERS' FUNDS	7,906,246	7,865,592	7,836,724	7,848,103	7,840,806	7,996,398	7,968,288	7,942,359
44 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	51,413,811	52,098,236	53,635,644	55,116,279	54,494,874	52,199,572	52,903,518	55,143,653
II STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 SEPTEMBER 2022	Bank		Bank		Group Consolidated		Group Consolidated	
	30.09.2021 UnAudited (Ksh'000)	31.12.2021 Audited (Ksh'000)	31.03.2022 UnAudited (Ksh'000)	30.06.2022 UnAudited (Ksh'000)	30.09.2022 UnAudited (Ksh'000)	30.09.2021 UnAudited (Ksh'000)	31.12.2021 Audited (Ksh'000)	30.09.2022 UnAudited (Ksh'000)
1 INTEREST INCOME								
1.1 Loans and advances	2,576,398	3,408,434	862,353	1,711,252	2,577,967	2,458,466	3,237,689	2,458,722
1.2 Government securities	479,888	663,636	197,714	435,769	690,625	479,888	663,636	690,625
1.3 Deposits and placements with banking institutions	18,256	21,768	4,936	7,469	9,303	18,256	21,768	9,303
1.4 Other Interest Income	-	-	-	-	-	-	-	-
1.5 Total interest income	3,074,542	4,093,838	1,065,002	2,154,489	3,277,895	2,956,610	3,923,093	3,158,650
2 INTEREST EXPENSES								
2.1 Customer deposits	1,145,400	1,529,199	367,108	764,686	1,168,518	1,145,400	1,529,199	1,168,518
2.2 Deposits and placement from banking institutions	134,073	168,375	36,812	83,934	117,606	134,073	168,375	117,606
2.3 Other interest expenses	303,764	406,868	100,869	203,066	307,356	296,018	397,664	299,930
2.4 Total interest expenses	1,583,238	2,104,442	504,790	1,051,687	1,593,480	1,575,492	2,095,238	1,586,054
3 NET INTEREST INCOME/(LOSS)	1,491,305	1,989,396	560,213	1,102,802	1,684,415	1,381,118	1,827,855	1,572,596
4 OTHER OPERATING INCOME								
4.1 Fees and commissions on loans and advances	98,234	130,434	34,324	69,071	110,277	98,234	130,434	110,277
4.2 Other fees and commissions	112,294	133,071	54,039	82,120	132,820	154,020	177,912	132,820
4.3 Foreign exchange trading income/(Loss)	72,294	48,350	26,180	72,853	101,342	72,294	48,350	101,342
4.4 Dividend Income	-	-	-	-	-	-	-	-
4.5 Other income	52,808	82,100	17,074	49,696	63,018	128,844	181,430	408,832
4.6 Total Non-interest income	335,630	393,955	131,617	273,739	407,459	453,392	538,126	753,271
5 TOTAL OPERATING INCOME	1,826,935	2,383,351	691,830	1,376,542	2,091,873	1,834,510	2,365,981	2,325,867
6 OPERATING EXPENSES								
6.1 Loan loss provision	241,004	345,688	27,455	58,564	81,323	169,702	280,645	147,967
6.2 Staff costs	787,354	1,078,966	274,692	560,634	863,079	854,686	1,182,536	965,088
6.3 Directors' emoluments	5,684	18,327	4,944	10,006	17,047	8,426	30,041	25,877
6.4 Rental charges	114,204	147,377	35,057	68,115	98,524	114,204	147,377	98,524
6.5 Depreciation charge on property and equipment	102,066	213,315	25,584	50,478	74,915	114,186	224,829	87,152
6.6 Amortisation charges	173,090	230,985	59,006	117,739	178,806	173,203	231,139	178,920
6.7 Other operating expenses	749,074	1,003,090	236,029	462,377	719,236	925,455	1,129,426	744,997
6.8 Total Other Operating Expenses	2,172,476	3,037,748	662,766	1,327,913	2,032,930	2,359,862	3,225,993	2,248,525
7 Profit/(loss) before tax and exceptional items	(345,541)	(654,397)	29,064	48,628	58,943	(525,352)	(860,012)	77,342
8 Exceptional items	129	(9,930)	-	(1,500)	(1,500)	(1,894)	(15,740)	(3,592)
9 Profit/(loss) after exceptional items	(345,412)	(664,327)	29,064	47,128	57,443	(527,246)	(875,753)	73,750
10 Current tax	(34,102)	(11,989)	-	-	-	(42,666)	(24,992)	(12,206)
11 Deferred tax	-	295,010	-	-	-	-	307,454	-
12 Profit/(loss) after tax and exceptional items	(379,514)	(381,306)	29,064	47,128	57,443	(569,912)	(593,290)	61,544
13 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	53,060	(299)	(83,059)	(92,311)	(124,961)	53,060	(299)	(124,961)
13.3 Revaluation 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	(16,568)	90	24,918	27,693	37,488	(16,568)	90	37,488
14 Other Comprehensive Income for the year net of tax	36,492	(209)	(58,141)	(64,617)	(87,472)	36,492	(209)	(87,472)
15 Total Comprehensive Income for the year	(343,022)	(381,515)	(29,078)	(17,489)	(30,030)	(533,420)	(593,499)	(25,929)
Earnings per share	(101.20)	(76.26)	23.25	18.85	15.32	(1.98)	(1.54)	0.21
Dividend per share	-	-	-	-	-	-	-	-

	Bank					Group Consolidated		
	30.09.2021	31.12.2021	31.03.2022	30.06.2022	30.09.2022	30.09.2021	31.12.2021	30.09.2022
III DISCLOSURES	UnAudited	Audited	UnAudited	UnAudited	UnAudited	UnAudited	Audited	UnAudited
AS AT 30 SEPTEMBER 2022	(Ksh'000)	(Ksh'000)	(Ksh'000)	(Ksh'000)	(Ksh'000)	(Ksh'000)	(Ksh'000)	(Ksh'000)
1 Non-Performing Loans and Advances								
a) Gross non-performing loans and advances	8,979,780	8,672,760	8,431,839	8,323,322	8,451,213	8,979,780	8,672,760	8,451,213
b) Less: Interest in Suspense	2,835,628	2,817,043	2,743,165	2,745,776	2,768,158	2,835,628	2,817,043	2,768,158
c) Total non-Performing loans and advances (a-b)	6,144,152	5,855,716	5,688,674	5,577,546	5,683,055	6,144,152	5,855,716	5,683,055
d) Less: Loan loss provisions	3,352,351	3,567,006	3,675,077	3,714,942	3,757,699	3,352,351	3,567,006	3,757,699
e) Net non-performing loans and advances(c-d)	2,791,801	2,288,710	2,013,596	1,862,604	1,925,356	2,791,801	2,288,710	1,925,356
f) Discounted value of securities	2,791,801	2,288,710	2,013,596	1,862,604	1,925,356	2,791,801	2,288,710	1,925,356
g) Net Exposure(e-f)	-	-	-	-	-	-	-	-
2 Insider loans and advances								
a) Directors, shareholders and associates	2,310,735	2,322,805	2,306,521	2,169,046	1,927,455	2,310,735	2,322,805	1,927,455
b) Employees	759,570	772,400	753,735	885,237	961,892	759,570	772,400	961,892
c) Total insider Loans and Advances	3,070,305	3,095,205	3,060,255	3,054,283	2,889,347	3,070,305	3,095,205	2,889,347
3 Off-Balance Sheet items								
a) Letters of credit, guarantees and acceptances	1,416,089	1,145,634	1,189,209	1,195,329	1,387,550	1,416,089	1,145,634	1,387,550
b) Forwards, swaps and options	763,500	2,507,776	2,209,394	1,401,910	573,965	763,500	2,507,776	573,965
c) Other contingent liabilities	-	-	-	-	-	-	-	-
d) Total contingent liabilities	2,179,589	3,653,410	3,398,603	2,362,539	1,961,515	2,179,589	3,653,410	1,961,515
4 Capital Strength								
a) Core capital	3,674,574	3,171,718	3,087,367	3,064,484	3,046,134			
b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000			
c) Excess/Deficiency	2,674,574	2,171,718	2,087,367	2,064,484	2,046,134			
d) Supplementary capital	1,485,609	1,480,480	1,472,648	1,472,369	1,517,949			
e) Total capital (a+d)	5,160,182	4,652,198	4,560,015	4,536,853	4,564,083			
f) Total risk weighted assets	38,848,622	38,441,131	37,815,336	37,795,690	37,375,915			
g) Core capital /Total deposit liabilities	9.72%	8.26%	8.02%	7.81%	7.81%			
h) Minimum Statutory Ratio	8.00%	8.00%	8.00%	8.00%	8.00%			
i) Excess/Deficiency	1.72%	0.26%	0.02%	-0.19%	-0.19%			
j) Core capital /Total risk weighted assets	9.46%	8.25%	8.16%	8.11%	8.15%			
k) Minimum Statutory Ratio	10.50%	10.50%	10.50%	10.50%	10.50%			
l) Excess/Deficiency (j-k)	-1.04%	-2.25%	-2.34%	-2.39%	-2.35%			
m) Total capital /Total risk weighted assets	13.28%	12.10%	12.06%	12.00%	12.21%			
n) Minimum Statutory Ratio	14.50%	14.50%	14.50%	14.50%	14.50%			
o) Excess/Deficiency (m-n)	-1.22%	-2.40%	-2.44%	-2.49%	-2.29%			
p) Adjusted Core Capital/Total Deposit Liabilities*	9.88%	8.42%	8.21%	7.93%	7.93%			
q) Adjusted Core Capital/Total Risk Weighted Assets*	9.61%	8.41%	8.36%	8.24%	8.27%			
r) Adjusted Total Capital/Total Risk Weighted Assets*	13.44%	12.26%	12.25%	12.13%	12.33%			
5 Liquidity								
a) Liquidity Ratio	22.50%	22.87%	24.60%	26.02%	23.47%			
b) Minimum Statutory Ratio	20.00%	20.00%	20.00%	20.00%	20.00%			
c) Excess(Deficiency) (a-b)	2.50%	2.87%	4.60%	6.02%	3.47%			