

AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES

STATEMENT OF FINANCIAL POSITION									
AS AT 31 DECEMBER 2021									
Bank					Group Consolidated				
31.12.2020 Audited (Ksh'000)	31.12.2021 Audited (Ksh'000)	31.12.2020 Audited (Ksh'000)	31.12.2020 Audited (Ksh'000)	31.12.2021 Audited (Ksh'000)	31.12.2020 Audited (Ksh'000)	31.12.2021 Audited (Ksh'000)	31.12.2020 Audited (Ksh'000)	31.12.2021 Audited (Ksh'000)	31.12.2020 Audited (Ksh'000)
A. ASSETS					DISCLOSURES				
1 Cash balances (both local and foreign)	761,310	538,629	761,310	538,629	III AS AT 31 DECEMBER 2021				
2 Balances due from Central Bank of Kenya	756,604	1,805,104	756,604	1,805,104	1 Non-Performing Loans and Advances				
3 Kenya Government and other securities held for dealing purposes	-	-	-	-	a) Gross non-performing loans and advances	10,798,847	8,672,760	10,798,847	8,672,760
4 Financial Assets at fair value through profit and loss	-	-	-	-	b) Less: Interest in Suspense	3,287,599	2,817,043	3,287,599	2,817,043
5 Investment Securities:					c) Total non-Performing loans and advances (a-b)	7,511,248	5,855,716	7,511,248	5,855,716
a) Held to Maturity:					d) Less: Loan loss provisions	3,563,855	3,567,006	3,563,855	3,567,006
a. Kenya Government securities	1,941,696	1,825,422	1,941,696	1,825,422	e) Net non-performing loans and advances(c-d)	3,947,393	2,288,710	3,947,393	2,288,710
b. Other securities	1,941,696	1,825,422	1,941,696	1,825,422	f) Discounted value of securities	3,947,393	2,288,710	3,947,393	2,288,710
b) Available for sale:					g) Net Exposure(e-f)	-	-	-	-
a. Kenya Government securities	5,163,921	4,724,746	5,163,921	4,724,746					
b. Other securities	5,163,921	4,724,746	5,163,921	4,724,746					
6 Deposits and balances due from local banking institutions	205,010	90,256	205,010	90,256					
7 Deposits and balances due from banking institutions abroad	763,728	307,396	763,728	307,396					
8 Tax recoverable	233,135	221,861	344,930	342,746					
9 Loans and advances to customers (net)	38,194,786	35,910,642	36,998,473	34,692,625					
10 Balances due from banking institutions in the group	-	-	-	-					
11 Investments in associates	-	-	-	-					
12 Investments in subsidiary companies	-	-	-	-					
13 Investment in Joint ventures	208,071	198,141	1,635,079	1,544,339					
14 Investment properties	559,631	698,782	1,263,268	1,391,875					
15 Property and equipment	1,775,440	1,585,615	1,780,854	1,590,454					
16 Prepaid operating lease rentals	-	-	-	-					
17 Intangible assets	702,377	519,150	703,254	519,873					
18 Deferred tax asset	1,094,505	1,389,605	1,305,059	1,612,447					
19 Retirement benefit asset	-	-	-	-					
20 Other assets	2,117,846	2,282,887	1,822,064	1,917,606					
21 TOTAL ASSETS	54,478,060	52,098,236	55,445,251	52,903,518					
B. LIABILITIES									
22 Balances due to Central Bank of Kenya	-	-	-	-					
23 Customer deposits	40,005,915	37,793,023	39,944,490	37,714,914					
24 Deposits and balances due to local banking institutions	1,190,118	601,606	1,190,118	601,606					
25 Deposits and balances due to foreign banking institutions	-	-	-	-					
26 Other money market deposits	-	-	-	-					
27 Borrowed funds	3,681,087	4,351,209	3,681,087	4,351,209					
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	1,353,833	1,486,806	2,061,408	2,267,255					
34 TOTAL LIABILITIES	46,230,953	44,232,644	46,883,465	44,935,230					
C. SHAREHOLDERS' FUNDS									
35 Paid up /Assigned capital	5,000,000	5,000,000	1,923,071	1,923,071					
36 Share premium/(discount)	3,513,662	3,513,662	4,343,512	4,343,512					
37 Revaluation reserves	310,662	310,662	1,012,125	1,012,124					
38 Retained earnings/Accumulated losses	(4,226,070)	(4,367,005)	(2,384,781)	(2,737,700)					
39 Statutory loan loss reserves	3,653,888	3,413,517	3,653,888	3,413,517					
40 Other Reserves	(5,035)	(5,244)	13,971	13,763					
41 Proposed dividends	-	-	-	-					
42 Capital grants	-	-	-	-					
43 TOTAL SHAREHOLDERS' FUNDS	8,247,107	7,865,592	8,561,786	7,968,288					
44 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	54,478,060	52,098,236	55,445,251	52,903,518					
STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 DECEMBER 2021									
Bank					Group Consolidated				
31.12.2020 Audited (Ksh'000)	31.12.2021 Audited (Ksh'000)	31.12.2020 Audited (Ksh'000)	31.12.2020 Audited (Ksh'000)	31.12.2021 Audited (Ksh'000)	31.12.2020 Audited (Ksh'000)	31.12.2021 Audited (Ksh'000)	31.12.2020 Audited (Ksh'000)	31.12.2021 Audited (Ksh'000)	31.12.2020 Audited (Ksh'000)
1 INTEREST INCOME					DISCLOSURES				
1.1 Loans and advances	3,820,754	3,408,434	3,668,778	3,237,689	III AS AT 31 DECEMBER 2021				
1.2 Government securities	555,322	663,636	555,322	663,636	1 Non-Performing Loans and Advances				
1.3 Deposits and placements with banking institutions	41,409	21,768	41,409	21,768	a) Gross non-performing loans and advances	10,798,847	8,672,760	10,798,847	8,672,760
1.4 Other Interest income	-	-	-	-	b) Less: Interest in Suspense	3,287,599	2,817,043	3,287,599	2,817,043
1.5 Total interest income	4,417,485	4,093,838	4,265,509	3,923,093	c) Total non-Performing loans and advances (a-b)	7,511,248	5,855,716	7,511,248	5,855,716
2 INTEREST EXPENSES					d) Less: Loan loss provisions	3,563,855	3,567,006	3,563,855	3,567,006
2.1 Customer deposits	1,805,618	1,529,199	1,805,618	1,529,199	e) Net non-performing loans and advances(c-d)	3,947,393	2,288,710	3,947,393	2,288,710
2.2 Deposits and placement from banking institutions	154,219	168,375	154,219	168,375	f) Discounted value of securities	3,947,393	2,288,710	3,947,393	2,288,710
2.3 Other interest expenses	445,495	406,868	439,412	397,664	g) Net Exposure(e-f)	-	-	-	-
2.4 Total interest expenses	2,405,332	2,104,442	2,399,249	2,095,238					
3 NET INTEREST INCOME/(LOSS)	2,012,153	1,989,396	1,866,260	1,827,855					
4 OTHER OPERATING INCOME									
4.1 Fees and commissions on loans and advances	54,074	130,434	54,074	130,434					
4.2 Other fees and commissions	117,633	133,071	200,313	177,912					
4.3 Foreign exchange trading income/(Loss)	85,270	48,350	85,270	48,350					
4.4 Dividend income	-	-	-	-					
4.5 Other income	102,974	82,100	172,809	181,430					
4.6 Total Non-interest income	359,951	393,955	512,466	538,126					
5 TOTAL OPERATING INCOME	2,372,104	2,383,351	2,378,726	2,365,981					
6 OPERATING EXPENSES									
6.1 Loan loss provision	414,803	345,688	405,069	280,645					
6.2 Staff costs	1,108,624	1,078,966	1,227,163	1,182,536					
6.3 Directors' emoluments	19,459	18,327	29,602	30,041					
6.4 Rental charges	146,221	147,377	146,221	147,377					
6.5 Depreciation charge on property and equipment	165,497	213,315	182,711	224,829					
6.6 Amortisation charges	226,740	230,985	226,894	231,139					
6.7 Other operating expenses	1,253,924	1,003,090	1,840,816	1,129,426					
6.8 Total Other Operating Expenses	3,335,268	3,037,748	4,058,476	3,225,993					
7 Profit/(loss) before tax and exceptional items	(963,164)	(654,397)	(1,679,750)	(860,012)					
8 Exceptional items	(34,308)	(9,930)	(96,133)	(15,740)					
9 Profit/(loss) after exceptional items	(997,472)	(664,327)	(1,775,883)	(875,753)					