

# FAMILY BANK LIMITED

## UN-AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 31ST MARCH 2019

STATEMENT OF FINANCIAL POSITION						GROUP		BANK	
	31-Mar-18	31-Dec-18	31-Mar-19	31-Mar-18	31-Dec-18	31-Mar-19	31-Mar-18	31-Mar-19	31-Mar-19
	Un-Audited	Audited	Un-Audited	Un-Audited	Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited
	Shs. 000	Shs. 000	Shs. 000	Shs. 000	Shs. 000	Shs. 000	Shs. 000	Shs. 000	Shs. 000
<b>A ASSETS</b>									
1 Cash (both Local & Foreign)	3,269,407	3,494,361	3,116,353	3,269,407	3,494,361	3,116,353			
2 Balances with Central Bank of Kenya	1,722,707	2,787,339	4,307,906	1,722,707	2,787,339	4,307,906			
3 Kenya Government & other Securities held for dealing purposes	-	-	-	-	-	-			
4 Financial Assets at Fair Value through Profit & Loss	-	-	-	-	-	-			
5 Investment Securities:									
(i) Held to Maturity:									
(a) Kenya Government Securities	7,996,680	6,946,277	7,214,919	7,996,680	6,946,277	7,214,919			
(b) Other Securities	842,062	392,772	405,676	842,062	392,772	405,676			
(ii) Available for Sale:									
(a) Kenya Government Securities	-	-	-	-	-	-			
(b) Other Securities	-	-	-	-	-	-			
6 Deposits and balances due from local banking institutions	1,517,458	861,162	1,503,801	1,517,458	861,162	1,503,801			
7 Deposits and balances due from banking institutions abroad	173,219	361,576	171,023	173,219	361,576	171,023			
8 Tax recoverable	774,893	587,095	579,837	743,034	551,846	552,023			
9 Loans and advances to customers (net)	44,256,362	44,113,093	45,625,289	44,256,362	44,113,093	45,625,289			
10 Balances due from Banking Institutions in the Group	-	-	-	-	-	-			
11 Investments in associates	-	-	-	-	-	-			
12 Investments in subsidiary companies	-	-	-	1,000	1,000	1,000			
13 Investments in joint ventures	-	-	-	-	-	-			
14 Investment properties	18,200	18,200	18,200	18,200	18,200	18,200			
15 Property and equipment	3,448,874	2,841,773	2,712,099	3,442,723	2,837,332	2,708,228			
16 Prepaid lease rentals	147,523	143,885	142,710	147,523	143,885	142,710			
17 Intangible assets	442,467	597,692	352,332	433,664	575,323	330,419			
18 Deferred tax asset	324,535	527,303	465,543	324,495	527,303	465,543			
19 Retirement benefit asset	-	-	-	-	-	-			
20 Other assets	2,875,436	3,338,537	3,606,907	2,836,001	3,298,369	3,586,642			
<b>TOTAL ASSETS</b>	<b>67,809,823</b>	<b>67,011,065</b>	<b>70,222,595</b>	<b>67,724,535</b>	<b>66,909,838</b>	<b>70,149,732</b>			
<b>B LIABILITIES</b>									
21 Balances due to Central Bank of Kenya	-	-	-	-	-	-			
22 Customer deposits	46,847,379	48,483,189	51,986,159	46,914,842	48,558,691	52,104,096			
23 Deposits and balances due to local banking institutions	62,224	247,051	179,150	62,224	247,051	179,150			
24 Deposits and balances due to foreign banking institutions	-	-	-	-	-	-			
25 Other money market deposits	-	-	-	-	-	-			
26 Borrowed funds	8,025,583	4,903,207	4,542,635	8,025,583	4,903,207	4,542,635			
27 Balances due to Banking Institutions Group Companies	-	-	-	-	-	-			
28 Tax payable	-	-	-	-	-	-			
29 Dividends payable	2,808	2,716	1,747	2,808	2,716	1,747			
30 Deferred tax liability	-	535	535	-	-	-			
31 Retirement benefit liability	-	-	-	-	-	-			
32 Other liabilities	1,561,995	1,793,577	1,770,752	1,561,824	1,771,725	1,751,549			
<b>TOTAL LIABILITIES</b>	<b>56,499,989</b>	<b>55,430,275</b>	<b>58,480,978</b>	<b>56,567,281</b>	<b>55,483,390</b>	<b>58,579,177</b>			
<b>C SHAREHOLDERS' FUNDS</b>									
33 Paid up /Assigned capital	1,287,108	1,287,108	1,287,108	1,287,108	1,287,108	1,287,108			
34 Share premium	5,874,662	5,874,662	5,874,662	5,874,662	5,874,662	5,874,662			
35 Revaluation reserves	192,624	192,624	192,624	192,624	192,624	192,624			
36 Retained Earnings	3,807,375	4,226,396	4,387,223	3,654,795	4,072,054	4,216,161			
37 Statutory loan reserves	148,065	-	-	148,065	-	-			
38 Other Reserves	-	-	-	-	-	-			
39 Proposed dividends	-	-	-	-	-	-			
40 Capital grants	-	-	-	-	-	-			
<b>TOTAL SHAREHOLDERS' FUNDS</b>	<b>11,309,834</b>	<b>11,580,790</b>	<b>11,741,617</b>	<b>11,157,254</b>	<b>11,426,448</b>	<b>11,570,555</b>			
42 Minority Interest	-	-	-	-	-	-			
<b>TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS</b>	<b>67,809,823</b>	<b>67,011,065</b>	<b>70,222,595</b>	<b>67,724,535</b>	<b>66,909,838</b>	<b>70,149,732</b>			

STATEMENT OF COMPREHENSIVE INCOME						GROUP		BANK	
	31-Mar-18	31-Dec-18	31-Mar-19	31-Mar-18	31-Dec-18	31-Mar-19	31-Mar-18	31-Mar-19	31-Mar-19
	Un-Audited	Audited	Un-Audited	Un-Audited	Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited
	Shs. 000	Shs. 000	Shs. 000	Shs. 000	Shs. 000	Shs. 000	Shs. 000	Shs. 000	Shs. 000
<b>INTEREST INCOME</b>									
1 Loans and advances	1,382,763	5,668,863	1,401,667	1,382,763	5,668,863	1,401,667			
2 Government securities	187,150	772,110	183,633	187,150	772,110	183,633			
3 Deposits and placements with banking institutions	10,299	84,847	13,733	10,299	84,847	13,733			
4 Other Interest Income	26,059	98,376	12,903	26,059	98,376	12,903			
<b>Total Interest Income</b>	<b>1,606,271</b>	<b>6,624,196</b>	<b>1,611,936</b>	<b>1,606,271</b>	<b>6,624,196</b>	<b>1,611,936</b>			
<b>INTEREST EXPENSE</b>									
5 Customer deposits	382,587	1,508,298	346,963	384,262	1,514,102	348,406			
6 Deposits and placement from banking institutions	18,095	26,058	3,218	18,095	26,058	3,218			
7 Other interest expenses	209,735	749,559	124,179	209,735	749,559	124,179			
<b>Total Interest expenses</b>	<b>610,417</b>	<b>2,283,915</b>	<b>474,360</b>	<b>612,092</b>	<b>2,289,719</b>	<b>475,803</b>			
<b>NET INTEREST INCOME</b>	<b>995,854</b>	<b>4,340,281</b>	<b>1,137,576</b>	<b>994,179</b>	<b>4,334,477</b>	<b>1,136,133</b>			
<b>OTHER OPERATING INCOME</b>									
8 Fees and commissions on loans and advances	32,684	125,800	31,653	32,684	125,800	31,653			
9 Other fees and commissions	415,282	1,838,951	457,802	415,282	1,838,951	457,802			
10 Foreign exchange trading income	92,752	337,456	87,919	92,752	337,456	87,919			
11 Dividend Income	-	-	-	-	-	-			
12 Other income	52,066	196,766	74,461	25,219	132,485	41,674			
<b>Total non-interest income</b>	<b>592,784</b>	<b>2,498,973</b>	<b>651,835</b>	<b>565,937</b>	<b>2,434,692</b>	<b>619,048</b>			
<b>TOTAL OPERATING INCOME</b>	<b>1,588,638</b>	<b>6,839,254</b>	<b>1,789,411</b>	<b>1,560,116</b>	<b>6,769,169</b>	<b>1,755,181</b>			
<b>OPERATING EXPENSES</b>									
13 Loan loss provision	200,829	771,880	200,235	200,829	771,880	200,235			
14 Staff costs	444,529	1,860,030	476,938	429,953	1,814,095	469,990			
15 Directors' emoluments	26,757	74,035	17,638	25,958	71,215	16,898			
16 Rental charges	162,519	621,385	157,976	162,519	621,385	157,976			
17 Depreciation charge on property and equipment	181,048	638,814	139,693	179,954	634,705	138,666			
18 Amortisation charges	33,075	129,747	31,063	33,075	129,747	31,063			
19 Other operating expenses	488,200	2,308,431	535,783	487,547	2,306,262	534,491			
<b>Total operating expenses</b>	<b>1,536,957</b>	<b>6,404,322</b>	<b>1,559,326</b>	<b>1,519,835</b>	<b>6,349,289</b>	<b>1,549,319</b>			
<b>Profit Before Tax and Exceptional Items</b>	<b>51,681</b>	<b>434,932</b>	<b>230,084</b>	<b>40,281</b>	<b>419,880</b>	<b>205,861</b>			
20 Exceptional Items	-	-	-	-	-	-			
<b>Profit After Exceptional Items</b>	<b>51,681</b>	<b>434,932</b>	<b>230,084</b>	<b>40,281</b>	<b>419,881</b>	<b>205,861</b>			
21 Current tax	(15,782)	(190,716)	(69,257)	(12,084)	(185,034)	(61,759)			
22 Deferred tax	-	-	-	-	-	-			
<b>Profit After Tax and Exceptional Items</b>	<b>35,899</b>	<b>244,216</b>	<b>160,827</b>	<b>28,197</b>	<b>234,846</b>	<b>144,102</b>			
<b>Other Comprehensive Income:</b>									
23 Gains/(Losses) from Translating the Financial Statements of Foreign Operations	-	-	-	-	-	-			
24 Fair Value changes in Available-to-sale Financial Assets	-	-	-	-	-	-			
25 Revaluation Surplus on Property, Plant and Equipment	-	-	-	-	-	-			
26 Share of other Comprehensive Income of Associates	-	-	-	-	-	-			
27 Income Tax Relating to Components of other Comprehensive Income	-	-	-	-	-	-			
<b>Other Comprehensive Income for the Year Net of Tax</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>			
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>	<b>35,899</b>	<b>244,216</b>	<b>160,827</b>	<b>28,197</b>	<b>234,847</b>	<b>144,102</b>			

OTHER DISCLOSURES			GROUP			BANK		
	31-Mar-18	31-Dec-18	31-Mar-19	31-Mar-18	31-Dec-18	31-Mar-19		
	Un-Audited	Audited	Un-Audited	Un-Audited	Audited	Un-Audited		
	Shs. 000	Shs. 000	Shs. 000	Shs. 000	Shs. 000	Shs. 000		
1.0 NON-PERFORMING LOANS AND ADVANCES								
1.1 (a) Gross Non-performing loans and advances	10,036,332	8,137,866	8,160,397	10,036,332	8,137,866	8,160,397		
1.2 (b) Less Interest in Suspense	1,195,267	1,002,544	1,028,345	1,195,267	1,002,544	1,028,345		
1.3 (c) Total Non-Performing Loans and Advances (a-b)	8,841,064	7,135,322	7,132,052	8,841,064	7,135,322	7,132,052		
1.4 (d) Less Loan Loss Provision	2,551,040	1,907,666	2,092,969	2,551,040	1,907,666	2,092,969		
1.5 (e) Net Non-Performing Loans and Advances(c-d)	6,290,025	5,227,656	5,039,083	6,290,025	5,227,656	5,039,083		
1.6 (f) Discounted Value of Securities	5,878,602	4,960,914	4,747,228	5,878,602	4,960,914	4,747,228		
1.7 (g) Net NPLs Exposure (e-f)	411,423	266,742	291,855	411,423	266,742	291,855		
2.0 INSIDER LOANS AND ADVANCES								
2.1 (a) Directors, Shareholders and Associates	1,850,387	2,427,378	2,401,140	1,850,387	2,427,378	2,401,140		
2.2 (b) Employees	1,181,973	1,163,182	1,181,279	1,181,973	1,163,182	1,181,279		
2.3 (c) Total Insider Loans and Advances and other facilities	3,032,360	3,590,560	3,582,419	3,032,360	3,590,560	3,582,419		
3.0 OFF-BALANCE SHEET ITEMS								
3.1 (a) Letters of credit, guarantees, acceptances	3,673,483	3,570,381	3,685,618	3,673,483	3,570,381	3,685,618		
3.2 (b) Forwards Swaps & Options	3,280,802	3,147,051	3,849,816	3,280,802	3,147,051	3,849,816		
3.3 (c) Other contingent liabilities	213,592	182,071	231,018	213,592	182,071	231,018		
3.4 (d) Total Contingent Liabilities	7,167,877	6,899,503	7,766,452	7,167,877	6,899,503	7,766,452		
4.0 CAPITAL STRENGTH								
4.1 (a) Core capital				10,802,465	10,706,525	10,840,336		
4.2 (b) Minimum Statutory Capital				1,000,000	1,000,000	1,000,000		
4.3 (c) Excess (a-b)				9,802,465	9,706,525	9,840,336		
4.4 (d) Supplementary Capital				2,166,865	2,018,800	2,018,800		
4.5 (e) Total Capital (a+d)				12,969,330	12,725,325	12,859,136		
4.6 (f) Total risk weighted assets				68,309,854	65,189,671	64,848,601		
4.7 (g) Core Capital/Total deposits Liabilities				23.0%	22.1%	20.8%		
4.8 (h) Minimum statutory Ratio				8.0%	8.0%	8.0%		
4.9 (i) Excess				15.0%	14.1%	12.8%		
4.10 (j) Core Capital / Total risk weighted assets				16.7%	16.7%	16.7%		
4.11 (k) Minimum Statutory Ratio				10.5%	10.5%	10.5%		
4.12 (l) Excess (j-k)				6.0%	5.9%	6.2%		
4.13 (m) Total Capital/Total risk weighted assets				19.0%	19.5%	19.8%		
4.14 (n) Minimum statutory Ratio				14.5%	14.5%	14.5%		
4.15 (o) Excess (m-n)				5.0%	5.0%	5.3%		
(p) Core Capital/Total deposits Liabilities*				24.3%	23.2%	21.8%		
(q) Core Capital / total risk weighted assets*				17.4%	17.3%	17.5%		
(r) Total Capital/total risk weighted assets*				20.8%	20.4%	20.7%		
5.0 LIQUIDITY								
5.1 (a) Liquidity Ratio				32.4%	30.7%	31.2%		
5.2 (b) Minimum Statutory Ratio				20.0%	20.0%	20.0%		
5.3 (c) Excess (a-b)				12.4%	10.7%	11.2%		