FAMILY BANK LIMITED

UN-AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 30TH JUNE 2018

STATEMENT OF FINANCIAL POSITION	GROUP				BAI	NK		OTHER DISCLOSURES		GROUP		BANK			
	30-Jun-17 Un-Audited	31-Dec-17	30-Jun-18 Un-Audited		31-Dec-17	31-Mar-18	30-Jun-18 Un-Audited	OTHER DISCLOSURES	30-Jun-17	31-Dec-17	30-Jun-18	30-Jun-17	31-Dec-17	31-Mar-18	30-Jun-18
A ASSETS	Shs.`000		Shs.`000		Shs.`000				Un-Audited			Un-Audited			Un-Audited
1 Cash (both Local & Foreign) 2 Balances with Central Bank of Kenya	3,173,208 2,806,948	3,482,434 2,159,276	3,041,707 3,573,851	3,173,208 2,806,948	3,482,434 2,159,276	3,269,407 1,722,707	3,041,707 3,573,851		Shs.`000	Shs.`000	Shs.`000	Shs.`000	Shs.`000	Shs.`000	Shs.`000
3 Kenya Government & other Securities held for dealing	2,000,940	2,159,276	3,373,031	2,000,940	2,139,276	1,722,707	3,373,031	1.0 NON-PERFORMING LOANS AND ADVANCES							
purposes 4 Financial Assets at Fair Value through Profit & Loss	-	-	-	-	-	-		1.1 (a) Gross Non-performing loans and advances	7,700,616	9,477,932	8,252,914	7,700,616		10,036,332	8,252,914
5 Investment Securities: (i) Held to Maturity:	-	-						1.2 (b) Less Interest in Suspense 1.3 (c) Total Non-Performing Loans and Advances (a-b)	997,635 6,702,981	1,117,824 8,360,108	947,479 7,305,435	997,635 6,702,981	1,117,824 8,360,108	1,195,267 8,841,064	947,479 7,305,435
(a) Kenya Government Securities (b) Other Securities	9,235,207 841,954	7,692,403 842,679	7,298,643 842,245	9,235,207 841,954	7,692,403 842,679	7,996,680 842,062	7,298,643 842,245	1.4 (d) Less Loan Loss Provision	1,961,523	2,338,464	1,489,668	1,961,523	2.338.464	2,551,040	1,489,668
(ii) Available for Sale: (a) Kenya Government Securities	-	-	-		,			1.5 (e) Net Non-Performing Loans and Advances(c-d)	4,741,458	6,021,644	5,815,767	4,741,458	6,021,644	6,290,025	5,815,767
(b) Other Securities	2.741	1 070 157	2 705 521	2.741	1 070 157	1,517,458	2,385,521	1.6 (f) Discounted Value of Securities	4,620,723	5,842,101	5,514,219	4,620,723	5,842,101	5,878,602	5,514,219
6 Deposits and balances due from local banking institutions 7 Deposits and balances due from banking institutions abroad	2,341 1,475,251	1,870,153 625,145	2,385,521 60,681	2,341 1,475,251	1,870,153 625,145	173,219	60,681	1.7 (g) Net NPLs Exposure (e-f)	120,735	179,543	301,548	120,735	179,543	411,423	301,548
8 Tax recoverable 9 Loans and advances to customers (net)	773,269 43,805,593	788,944 43,471,853	786,634 43,880,021	738,357 43,805,593	755,013 43,471,853	743,034 44,256,362	755,209 43,880,021								
10 Balances due from Banking Institutions in the Group 11 Investments in associates	-	-		-	-	-		2.0 INSIDER LOANS AND ADVANCES	1 001 774	1000 507	0.045.700	1001774	1000 507	1050 707	0.045.700
12 Investments in subsidiary companies 13 Investments in joint ventures	-	-		1,000	1,000	1,000	1,000	2.1 (a) Directors, Shareholders and Associates 2.2 (b) Employees	1,981,374 1,407,659	1,868,527 1,400,557	2,245,302 1,163,865	1,981,374 1,407,659	1,868,527 1,400,557	1,850,387 1,181,973	2,245,302 1,163,865
14 Investment properties 15 Property and equipment	18,200 3,916,704	18,200 3,622,587	18,200 3,278,772	18,200 3,911,875	18,200 3,615,785	18,200 3,442,723	18,200 3,273,191	2.3 (c) Total Insider Loans and Advances and other facilities		3,269,084	3,409,167		3,269,084	3,032,360	3,409,167
16 Prepaid lease rentals 17 Intangible assets	151,060 385,270	148,736 470,887	146,310 421,313	151,060 381,578	148,736 465,526	147,523 433,664	146,310 408,893	•				, ,	, ,		
18 Deferred tax asset	303,270	324,879	286,313	301,370	324,495	324,495	285,645	3.0 OFF-BALANCE SHEET ITEMS							
19 Retirement benefit asset 20 Other assets	2,884,448	3,616,759	3,107,571	2,848,476	3,578,245	2,836,001	3,062,374	3.1 (a) Letters of credit, guarantees, acceptances	3,356,799	3,372,996	3,920,366	3,356,799	3,372,996	3,673,483	3,920,366
TOTAL ASSETS	69,469,452	69,134,935	69,127,842	69,391,049	69,050,943	67,724,535	69,033,491	3.2 (b) Forwards Swaps & Options	4,007,989	3,187,951	2,917,481	4,007,989	3,187,951	3,280,802	2,917,481
B LIABILITIES 21 Balances due to Central Bank of Kenya	_	_		_	_	_		3.3 (c) Other contingent liabilities	213,592	237,018	237,018	213,592	237,018	213,592	237,018
22 Customer deposits 23 Deposits and balances due to local banking institutions	47,576,864 67,524	47,362,130 201,708	47,774,871 100,035	47,641,990 67,524	47,425,108 201,708	46,914,842 62,224	47,841,061 100,035	3.4 (d) Total Contingent Liabilities	7,578,380	6,797,965	7,074,865	7,578,380	6,797,965	7,167,877	7,074,865
24 Deposits and balances due to foreign banking institutions	- 07,324	201,700	-	-	201,700	-	-	4.0 CAPITAL STRENGTH							
25 Other money market deposits 26 Borrowed funds	8,771,615	8,362,529	8,070,707	8,771,615	8,362,529	8,025,583	8,070,707	4.1 (a) Core capital				11,550,741	10,831,838	10,802,465	10,613,597
27 Balances due to Banking Institutions Group Companies 28 Tax payable	-	-		-	-	-		4.2 (b) Minimum Statutory Capital				1,000,000	1,000,000	1,000,000	1,000,000
29 Dividends payable 30 Deferred tax liability	2,952 24,843	2,808	2,808	2,952	2,808	2,808	2,808	4.3 (c) Excess (a-b)				10,550,741	9,831,838	9,802,465	9,613,597
31 Retirement benefit liability	-	-		24,883	-	-		4.4 (d) Supplementary Capital				2,396,535	2,314,729	2,166,865	2,386,960
32 Other liabilities TOTAL LIABILITIES	767,236 57,211,034	1,452,496 57,381,671	1,803,978 57,752,399	766,552 57,275,516	1,450,495 57,442,648	1,561,824 56,567,281	1,799,174 57,813,785	4.5 (e) Total Capital (a+d)				13,947,275	13,146,567	12,969,330	13,000,557
C SHAREHOLDERS' FUNDS	-	-						4.6 (f) Total risk weighted assets					66,207,095	65,309,854	64,853,288
33 Paid up /Assigned capital	1,287,108	1,287,108	1,287,108	1,287,108	1,287,108	1,287,108	1,287,108	4.7 (g) Core Capital/Total deposits Liabilities				24.2%	22.8%	23.0%	22.2%
34 Share premium 35 Revaluation reserves	5,870,700 195,890	5,874,662 192,624	5,874,661 192,624	5,870,700 195,890	5,874,662 192,624	5,874,662 192,624	5,874,661 192,624	4.8 (h) Minimum statutory Ratio				8.0%	8.0%	8.0%	8.0%
36 Retained Earnings 37 Statutory Ioan reserves	4,535,818 368,903	4,102,941 295,929	3,652,890 368,160	4,392,933 368,903	3,957,972 295,929	3,654,795 148,065	3,497,154 368,160	4.9 (I) Excess				16.2%	14.8%	15.0%	14.2%
38 Other Reserves 39 Proposed dividends	-	-		-	-	-		4.10 (j) Core Capital / Total risk weighted assets 4.11 (k) Minimum Statutory Ratio				17.7% 10.5%	16.4% 10.5%	16.5% 10.5%	16.4% 10.5%
40 Capital grants TOTAL SHAREHOLDERS' FUNDS	12 250 410	- 11,753,264	11,375,443	12,115,533	11 600 205	11,157,254	11,219,706	4.12 (I) Excess (j-k)				7.2%	5.9%	6.0%	5.9%
42 Minority Interest	-	· · · -			-			4.13 (m) Total Capital/Total risk weighted assets				21.4%	19.9%	19.9%	20.0%
TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	69,469,452		69,127,842	69,391,049	69,050,943	67,724,535	69,033,491	4.14 (n) Minimum statutory Ratio				14.5%	14.5%	14.5%	14.5%
STATEMENT OF COMPREHENSIVE INCOME	30-Jun-17	GROUP 31-Dec-17	30-Jun-18	30-Jun-17	BAI 31-Dec-17		30-Jun-18	4.15 (o) Excess (m-n)				6.9%	5.4%	5.4%	5.5%
	Un-Audited Shs.`000						Un-Audited Shs.`000	(p) Core Capital/Total deposits Liabilities*						24.3%	23.3%
INTEREST INCOME								(q) Core Capital / total risk weighted assets*						17.4%	17.2%
Loans and advances Government securities	2,988,379 283,311	6,124,518 778,517	2,777,999 371,365	2,988,379 283,311	6,124,518 778,517	1,382,763 187,150	2,777,999 371,365	(r) Total Capital/total risk weighted assets*						20.8%	20.9%
Deposits and placements with banking institutions Other Interest Income	8,289 52,408	38,879 105,975	30,954 52,408	8,289 52,408	38,879 105,975	10,299 26,059	30,954 52,408	5.0 LIQUIDITY							
Total interest income	3,332,387	7,047,889	3,232,726	3,332,387	7,047,889	1,606,271	3,232,726	5.1 (a) Liquidity Ratio				36.8%	34.6%	32.4%	34.6%
INTEREST EXPENSE 5 Customer deposits	745.050	1,578,032	768,192	745 465	1,584,269	384,262	771,683	5.2 (b) Minimum Statutory Ratio				20.0%	20.0%	20.0%	20.0%
6 Deposits and placement from banking institutions	745,050 77,218	101,141	21,859	745,465 77,218	101,141	18,095	21,859	5.3 (c) Excess (a-b)				16.8%	14.6%	12.4%	14.6%
7 Other interest expenses Total interest expenses	552,762 1,375,030	988,708 2,667,881	408,787 1,198,838	552,762 1,375,445	988,708 2,674,118	209,735 612,092	408,787 1,202,329								
NET INTEREST INCOME	1,957,357	4,380,008	2,033,888	1,956,942	4,373,771	994,179	2,030,397	SUMMARY CONSOLIDATED STATEMENT OF	CHANGES	IN EQUI	ΤΥ				
OTHER OPERATING INCOME	,,.	,,	,,	,,.	, ,	,	,,.					Share	Share	Revenue and other	Total
8 Fees and commissions on loans and advances 9 Other fees and commissions	169,913	108,907	70,736	169,913	108,907	32,684	70,736 900,752					Capital	Premium	reserves	
10 Foreign exchange trading income	720,291 144,056	1,577,602 288,762	900,752 182,557	720,291 144,055	1,577,602 288,760	415,282 92,752	182,557					Sh'000	Sh'000	Sh'000	Sh'000
11 Dividend Income 12 Other income	85,832	- 198,260	99,768	47,690	126,570	25,219	56,764	At 1 January 2018				1,287,108	5,874,661	4,591,494	11,753,263
Total non-interest income	1,120,092	2,173,531	1,253,813	1,081,949	2,101,839	565,937	1,210,809	Profit for the year				-	-	101,509	101,509
TOTAL OPERATING INCOME	3,077,449	6,553,539	3,287,702	3,038,892	6,475,610	1,560,116	3,241,206	IFRS 9 transition adjustment				-	-	(479,330)	(479,330)
OPERATING EXPENSES	701 707	071 470	70.4 510	701 707	071 470	200 020	70.4 510				-				
13 Loan loss provision 14 Staff costs	391,793 1,058,616	931,430 2,289,793	394,510 881,238	391,793 1,036,741	931,430 2,240,850	200,829 429,953	394,510 855,793	At 30 June 2018			=	1,287,108	5,874,661	4,213,674	11,375,442
15 Directors' emoluments 16 Rental charges	67,497 333,184	124,196 686,953	56,733 326,927	65,308 333,184	120,127 686,953	25,958 162,519	52,664 326,927								
17 Depreciation charge on property and equipment 18 Amortisation charges	375,860 68,685	756,267 146,071	362,453 64,658	373,834 68,685	752,158 146,071	179,954 33,075	360,463 64,658	SUMMARY CONSOLIDATED STATEMENT OF	CASH FLO	WS					
19 Other operating expenses	1,270,435	2,976,467	1,055,462	1,267,723	2,968,862	487,547	1,056,689						30-Jun-18	31-Dec-17	
Total operating expenses	3,566,070	7,911,177	3,141,981	3,537,268	7,846,451	1,519,835	3,111,704						Un-Audited Shs.`000	Audited Shs.`000	Un-Audited Shs.`000
Profit Before Tax and Exceptional Items 20 Exceptional items	(488,620)	(1,357,638)	145,719	(498,376)	(1,370,841)	40,281	129,502	Net cash generated from/(used in) operating activities					223,097	8,772,295	7,043,184
Profit After Exceptional Items 21 Current tax	(488,620) 3,856	(1,357,638) 356,850	145,719 (5,359)	(498,376)	(1,370,841) 361,264	40,281 (12,084)	129,502	Net cash used in investing activities					(23,446)	(366,662)	(135,074)
22 Deferred tax	-	· -	(38,851)	(400 770)	-	-	(38,851)	Net cash generated from financing activities						(5,285,634)	
Profit After Tax and Exceptional Items	(492,476)	(1,000,788)	101,509	(498,376)	(1,009,577)	28,197	90,651	Net decrease in cash and cash equivalents				-	(388,149)	3,119,999	1,927,251
Other Comprehensive Income: 23 Gains/(Losses) from Translating the Financial Statements of	-	-		-	-	-		Cash and cash equivalent at 1 January					5,776,023	2,656,024	2,656,024
Foreign Operations 24 Fair Value changes in Available-fo-sale Financial Assets		1,007		_	1,007			Cash and cash equivalent at period end				=	5,387,874	5,776,023	4,583,275
25 Revaluatation Surplus on Property, Plant and Equipment	-	1,007		-	1,007	-		The above statement of financial position, statement	t of compreh	ensive inc	ome and d	- lisclosures	are extract	s from the	books of
26 Share of other Comprehensive Income of Associates 27 Income Tax Relating to Components of other	-	-		-	-	-		the institution.							
Comprehensive Income Other Comprehensive Income for the Year Net of Tax		1,007			1,007	_		Signed:							
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	(492,476)	(999,781)	101,509	(498,376)		28,197	90,651	Dr. David Thuku					Dr. D.W.Kil Chairman	ooro	
EARNINGS PER SHARE- BASIC & DILUTED	(0.38)	(0.80)	0.08	(0.39)	(0.80)	0.02	0.07	Managing Director & CEO					Chairman		
DIVIDEND PER SHARE -DECLARED	-	-		-	-	-	-								

