

# FAMILY BANK LIMITED

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

STATEMENT OF FINANCIAL POSITION								OTHER DISCLOSURES							
	GROUP		BANK						GROUP		BANK				
	30-Jun-17 Un-Audited Shs.' 000	31-Dec-17 Audited Shs.' 000	30-Jun-18 Un-Audited Shs.' 000	30-Jun-17 Un-Audited Shs.' 000	31-Dec-17 Audited Shs.' 000	31-Mar-18 Un-Audited Shs.' 000	30-Jun-18 Un-Audited Shs.' 000		30-Jun-17 Un-Audited Shs.' 000	31-Dec-17 Audited Shs.' 000	30-Jun-18 Un-Audited Shs.' 000	30-Jun-17 Un-Audited Shs.' 000	31-Dec-17 Audited Shs.' 000	31-Mar-18 Un-Audited Shs.' 000	30-Jun-18 Un-Audited Shs.' 000
A ASSETS															
1 Cash (both Local & Foreign)	3,173,208	3,482,434	3,041,707	3,173,208	3,482,434	3,269,407	3,041,707	1.0 NON-PERFORMING LOANS AND ADVANCES							
2 Balances with Central Bank of Kenya	2,806,948	2,159,276	3,573,851	2,806,948	2,159,276	1,722,707	3,573,851	1.1 (a) Gross Non-performing loans and advances							
3 Kenya Government & other Securities held for dealing purposes	-	-	-	-	-	-	-	1.2 (b) Less Interest in Suspense							
4 Financial Assets at Fair Value through Profit & Loss	-	-	-	-	-	-	-	1.3 (c) Total Non-Performing Loans and Advances (a-b)							
5 Investment Securities:	-	-	-	-	-	-	-	1.4 (d) Less Loan Loss Provision							
(i) Held to Maturity:	-	-	-	-	-	-	-	1.5 (e) Net Non-Performing Loans and Advances(c-d)							
(a) Kenya Government Securities	9,235,207	7,692,403	7,298,643	9,235,207	7,692,403	7,996,680	7,298,643	1.6 (f) Discounted Value of Securities							
(b) Other Securities	841,954	842,679	842,245	841,954	842,679	842,062	842,245	1.7 (g) Net NPLs Exposure (e-f)							
(ii) Available for Sale:	-	-	-	-	-	-	-	2.0 INSIDER LOANS AND ADVANCES							
(a) Kenya Government Securities	-	-	-	-	-	-	-	2.1 (a) Directors, Shareholders and Associates							
(b) Other Securities	-	-	-	-	-	-	-	2.2 (b) Employees							
6 Deposits and balances due from local banking institutions	2,341	1,870,153	2,385,521	2,341	1,870,153	1,517,458	2,385,521	2.3 (c) Total Insider Loans and Advances and other facilities							
7 Deposits and balances due from banking institutions abroad	1,475,251	625,145	60,681	1,475,251	625,145	173,219	60,681	3.0 OFF-BALANCE SHEET ITEMS							
8 Tax recoverable	773,269	788,944	786,634	738,357	755,013	743,034	755,209	3.1 (a) Letters of credit,guarantees, acceptances							
9 Loans and advances to customers (net)	43,805,593	43,471,853	43,880,021	43,805,593	43,471,853	44,256,362	43,880,021	3.2 (b) Forwards Swaps & Options							
10 Balances due from Banking Institutions in the Group	-	-	-	-	-	-	-	3.3 (c) Other contingent liabilities							
11 Investments in associates	-	-	-	-	-	-	-	3.4 (d) Total Contingent Liabilities							
12 Investments in subsidiary companies	-	-	-	1,000	1,000	1,000	1,000	4.0 CAPITAL STRENGTH							
13 Investments in joint ventures	-	-	-	-	-	-	-	4.1 (a) Core capital							
14 Investment properties	18,200	18,200	18,200	18,200	18,200	18,200	18,200	4.2 (b) Minimum Statutory Capital							
15 Property and equipment	3,916,704	3,622,587	3,278,772	3,911,875	3,615,785	3,442,723	3,273,191	4.3 (c) Excess (a-b)							
16 Prepaid lease rentals	151,060	148,736	146,310	151,060	148,736	147,523	146,310	4.4 (d) Supplementary Capital							
17 Intangible assets	385,270	470,887	421,313	381,578	465,526	433,664	408,893	4.5 (e) Total Capital (a+d)							
18 Deferred tax asset	-	324,879	286,313	-	324,495	324,495	285,645	4.6 (f) Total risk weighted assets							
19 Retirement benefit asset	-	-	-	-	-	-	-	4.7 (g) Core Capital/Total deposits Liabilities							
20 Other assets	2,884,448	3,616,759	3,107,571	2,848,476	3,578,245	2,836,001	3,062,374	4.8 (h) Minimum statutory Ratio							
TOTAL ASSETS	69,469,452	69,134,935	69,127,842	69,391,049	69,050,943	67,724,535	69,033,491	4.9 (i) Excess							
B LIABILITIES															
21 Balances due to Central Bank of Kenya	-	-	-	-	-	-	-	4.10 (j) Core Capital / Total risk weighted assets							
22 Customer deposits	47,576,864	47,362,130	47,774,871	47,641,990	47,425,108	46,914,842	47,841,061	4.11 (k) Minimum Statutory Ratio							
23 Deposits and balances due to local banking institutions	67,524	201,708	100,035	67,524	201,708	62,224	100,035	4.12 (l) Excess (j-k)							
24 Deposits and balances due to foreign banking institutions	-	-	-	-	-	-	-	4.13 (m) Total Capital/Total risk weighted assets							
25 Other money market deposits	-	-	-	-	-	-	-	4.14 (n) Minimum statutory Ratio							
26 Borrowed funds	8,771,615	8,362,529	8,070,707	8,771,615	8,362,529	8,025,583	8,070,707	4.15 (o) Excess (m-n)							
27 Balances due to Banking Institutions Group Companies	-	-	-	-	-	-	-	(p) Core Capital/Total deposits Liabilities*							
28 Tax payable	-	-	-	-	-	-	-	(q) Core Capital / total risk weighted assets*							
29 Dividends payable	2,952	2,808	2,808	2,952	2,808	2,808	2,808	(r) Total Capital/total risk weighted assets*							
30 Deferred tax liability	24,843	-	-	24,883	-	-	-	5.0 LIQUIDITY							
31 Retirement benefit liability	-	-	-	-	-	-	-	5.1 (a) Liquidity Ratio							
32 Other liabilities	767,236	1,452,496	1,803,978	766,552	1,450,495	1,561,824	1,799,174	5.2 (b) Minimum Statutory Ratio							
TOTAL LIABILITIES	57,211,034	57,381,671	57,752,399	57,275,516	57,442,648	56,567,281	57,813,785	5.3 (c) Excess (a-b)							
C SHAREHOLDERS' FUNDS															
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	At 1 January 2018							
34 Share premium	5,870,700	5,874,662	5,874,661	5,870,700	5,874,662	5,874,662	5,874,661	Profit for the year							
35 Revaluation reserves	195,890	192,624	192,624	195,890	192,624	192,624	192,624	IFRS 9 transition adjustment							
36 Retained Earnings	4,535,818	4,102,941	3,652,890	4,392,933	3,957,972	3,654,795	3,497,154	At 30 June 2018							
37 Statutory loan reserves	368,903	295,929	368,160	368,903	295,929	148,065	368,160	SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS							
38 Other Reserves	-	-	-	-	-	-	-	Net cash generated from/(used in) operating activities							
39 Proposed dividends	-	-	-	-	-	-	-	Net cash used in investing activities							
40 Capital grants	-	-	-	-	-	-	-	Net cash generated from financing activities							
TOTAL SHAREHOLDERS' FUNDS	12,258,418	11,753,264	11,375,443	12,115,533	11,608,295	11,157,254	11,219,706	Net decrease in cash and cash equivalents							
42 Minority Interest	-	-	-	-	-	-	-	Cash and cash equivalent at 1 January							
TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	69,469,452	69,134,935	69,127,842	69,391,049	69,050,943	67,724,535	69,033,491	Cash and cash equivalent at period end							
STATEMENT OF COMPREHENSIVE INCOME															
	GROUP		BANK												
	30-Jun-17 Un-Audited Shs.' 000	31-Dec-17 Audited Shs.' 000	30-Jun-18 Un-Audited Shs.' 000	30-Jun-17 Un-Audited Shs.' 000	31-Dec-17 Audited Shs.' 000	31-Mar-18 Un-Audited Shs.' 000	30-Jun-18 Un-Audited Shs.' 000								
INTEREST INCOME															
1 Loans and advances	2,988,379	6,124,518	2,777,999	2,988,379	6,124,518	1,382,763	2,777,999	Share							
2 Government securities	283,311	778,517	371,365	283,311	778,517	187,150	371,365	Capital							
3 Deposits and placements with banking institutions	8,289	38,879	30,954	8,289	38,879	10,299	30,954	Sh'000							
4 Other Interest Income	52,408	105,975	52,408	52,408	105,975	26,059	52,408	Sh'000							
Total interest income	3,332,387	7,047,889	3,232,726	3,332,387	7,047,889	1,606,271	3,232,726	Revenue and other							
INTEREST EXPENSE															
5 Customer deposits	745,050	1,578,032	768,192	745,465	1,584,269	384,262	771,683	reserves							
6 Deposits and placement from banking institutions	77,218	101,141	21,859	77,218	101,141	18,095	21,859	Sh'000							
7 Other interest expenses	552,762	988,708	408,787	552,762	988,708	209,735	408,787	Sh'000							
Total interest expenses	1,375,030	2,667,881	1,198,838	1,375,445	2,674,118	612,092	1,202,329	Total							
NET INTEREST INCOME	1,957,357	4,380,008	2,033,888	1,956,942	4,373,771	994,179	2,030,397								
OTHER OPERATING INCOME															
8 Fees and commissions on loans and advances	169,913	108,907	70,736	169,913	108,907	32,684	70,736								
9 Other fees and commissions	720,291	1,577,602	900,752	720,291	1,577,602	415,282	900,752								
10 Foreign exchange trading income	144,056	288,762	182,557	144,055	288,760	92,752	182,557								
11 Dividend Income	-	-	-	-	-	-	-								
12 Other income	85,832	198,260	99,768	47,690	126,570	25,219	56,764								
Total non-interest income	1,120,092	2,173,531	1,253,813	1,081,949	2,101,839	565,937	1,210,809								
TOTAL OPERATING INCOME	3,077,449	6,553,539	3,287,702	3,038,892	6,475,610	1,560,116	3,241,206								
OPERATING EXPENSES															
13 Loan loss provision	391,793	931,430	394,510	391,793	931,430	200,829	394,510								
14 Staff costs	1,058,616	2,289,793	881,238	1,036,741	2,240,850	429,953	855,793								
15 Directors' emoluments	67,497	124,196	56,733	65,308	120,127	25,958	52,664								
16 Rental charges	333,184	686,953	326,927	333,184	686,953	162,519	326,927								
17 Depreciation charge on property and equipment	375,860	756,267	362,453	373,834	752,158	179,954	360,463								
18 Amortisation charges	68,685	146,071	64,658	68,685	146,071	33,075	64,658								
19 Other operating expenses	1,270,435	2,976,467	1,055,462	1,267,723	2,968,862	487,547	1,056,689								
Total operating expenses	3,566,070	7,911,177	3,14,												