

UN-AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 30TH SEPTEMBER 2017

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STATEMENT OF FINANCIAL POSITION				GROUP		BANK				OTHER DISCLOSURES										GROUP		BANK			
	30-Sep-16 Un-Audited Shs.'000	31-Dec-16 Audited Shs.'000	30-Sep-17 Un-Audited Shs.'000	30-Sep-16 Un-Audited Shs.'000	31-Dec-16 Audited Shs.'000	31-Mar-17 Un-Audited Shs.'000	30-Jun-17 Un-Audited Shs.'000	30-Sep-17 Un-Audited Shs.'000		30-Sep-16 Un-Audited Shs.'000	31-Dec-16 Audited Shs.'000	30-Sep-17 Un-Audited Shs.'000	30-Sep-16 Un-Audited Shs.'000	31-Dec-16 Audited Shs.'000	31-Mar-17 Un-Audited Shs.'000	30-Jun-17 Un-Audited Shs.'000	30-Sep-17 Un-Audited Shs.'000								
A ASSETS									1.0 NON-PERFORMING LOANS AND ADVANCES																
1 Cash (both Local & Foreign)	3,119,495	3,391,886	2,956,921	3,119,495	3,391,886	3,061,901	3,173,208	2,956,921	1.1 (a) Gross Non-performing loans and advances	6,463,697	7,014,631	8,193,382	6,463,697	7,014,631	8,302,758	7,700,616	8,193,382								
2 Balances with Central Bank of Kenya	4,471,372	2,100,529	3,950,442	4,471,372	2,100,529	3,491,868	2,806,948	3,950,442	1.2 (b) Less Interest in Suspense	959,941	1,011,792	1,055,088	959,941	1,011,792	1,143,550	997,635	1,055,088								
3 Kenya Government & other Securities held for dealing purposes	-	-	-	-	-	-	-	-	1.3 (c)Total Non-Performing Loans and Advances (a-b)	5,503,756	6,002,839	7,138,294	5,503,756	6,002,839	7,159,208	6,702,981	7,138,294								
4 Financial Assets at Fair Value through Profit & Loss	-	-	-	-	-	-	-	-	1.4 (d) Less Loan Loss Provision	2,054,416	2,309,749	2,147,341	2,054,416	2,309,749	2,546,120	1,961,523	2,147,341								
5 Investment Securities:	-	-	-	-	-	-	-	-	1.5 (e) Net Non-Performing Loans and Advances(c-d)	3,449,340	3,693,090	4,990,953	3,449,340	3,693,090	4,613,088	4,741,458	4,990,953								
(i) Held to Maturity:	-	-	-	-	-	-	-	-	1.6 (f) Discounted Value of Securities	3,359,454	3,561,257	4,990,953	3,359,454	3,561,257	4,602,644	4,620,723	4,990,953								
(a) Kenya Government Securities	5,645,865	4,754,137	9,369,153	5,594,870	4,754,137	4,065,136	9,235,207	9,369,153	1.7 (g) Net NPLs Exposure (e-f)	89,886	131,833	-	89,886	131,833	10,443	120,735	-								
(b) Other Securities	926,985	842,389	841,917	926,985	842,389	841,772	841,954	841,917																	
(ii) Available for Sale:	-	-	-	-	-	-	-	-	2.0 INSIDER LOANS AND ADVANCES																
(a) Kenya Government Securities	450,000	251,007	-	450,000	251,007	-	-	-	2.1 (a) Directors, Shareholders and Associates	2,187,457	2,113,068	1,924,156	2,187,457	2,113,068	2,038,926	1,981,374	1,924,156								
(b) Other Securities	-	-	-	-	-	-	-	-	2.2 (b) Employees	1,872,444	1,715,285	1,357,163	1,872,444	1,715,285	1,599,433	1,407,659	1,357,163								
6 Deposits and balances due from local banking institutions	2,346	2,341	203,991	2,346	2,341	2,341	2,341	203,991	2.3 (c)Total Insider Loans and Advances and other facilities	4,059,901	3,828,353	3,281,319	4,059,901	3,828,353	3,638,359	3,389,034	3,281,319								
7 Deposits and balances due from banking institutions abroad	883,786	184,451	827,746	883,786	184,451	668,049	1,475,251	827,746																	
8 Tax recoverable	314,561	776,826	773,065	297,902	738,137	738,216	738,357	738,366	3.0 OFF-BALANCE SHEET ITEMS																
9 Loans and advances to customers (net)	55,767,387	50,163,555	44,395,986	55,767,387	50,163,555	46,647,535	43,805,593	44,395,986	3.1 (a)Letters of credit,guarantees, acceptances	2,926,494	3,045,782	3,435,534	2,926,494	3,045,782	3,256,499	3,356,799	3,435,534								
10 Balances due from Banking Institutions in the Group	-	-	-	-	-	-	-	-	3.2 (b) Forwards Swaps & Options	1,811,104	675,609	3,162,363	1,811,104	675,609	2,414,677	4,007,989	3,162,363								
11 Investments in associates	-	-	-	-	-	-	-	-	3.3 (c)Other contingent liabilities	181,300	213,592	213,592	181,300	213,592	213,592	213,592	213,592								
12 Investments in subsidiary companies	-	-	-	1,000	1,000	1,000	1,000	1,000	3.4 (d)Total Contingent Liabilities	4,918,898	3,934,983	6,811,489	4,918,898	3,934,983	5,884,768	7,578,380	6,811,489								
13 Investments in joint ventures	-	-	-	-	-	-	-	-																	
14 Investment properties	18,200	18,200	18,200	18,200	18,200	18,200	18,200	18,200	4.0 CAPITAL STRENGTH																
15 Property and equipment	4,009,797	4,167,845	3,763,835	4,000,496	4,158,968	4,015,614	3,911,875	3,756,432	4.1 (a)Core capital				12,055,484	11,980,252	11,766,069	11,550,741	11,294,561								
16 Prepaid lease rentals	154,508	153,359	149,898	154,508	153,359	152,222	151,060	149,898	4.2 (b) Minimum Statutory Capital				1,000,000	1,000,000	1,000,000	1,000,000	1,000,000								
17 Intangible assets	421,269	451,121	487,631	416,132	445,469	412,297	381,578	481,862	4.3 (c)Excess (a-b)				11,055,484	10,980,252	10,766,069	10,550,741	10,294,561								
18 Deferred tax asset	2,709	-	-	2,581	-	-	-	-	4.4 (d) Supplementary Capital				2,532,141	2,469,361	2,421,260	2,396,535	2,402,593								
19 Retirement benefit asset	-	-	-	-	-	-	-	-	4.5 (e) Total Capital (a+d)				14,587,625	14,449,613	14,187,329	13,947,275	13,697,160								
20 Other assets	2,657,162	2,234,038	3,827,350	2,627,271	2,226,946	2,590,428	2,848,476	3,787,666	4.6 (f)Total risk weighted assets				73,979,168	69,533,671	68,029,613	65,321,645	66,509,820								
TOTAL ASSETS	78,845,443	69,491,684	71,566,135	78,734,331	69,432,374	66,706,579	69,391,049	71,479,580	4.7 (g) Core Capital/Total deposits Liabilities				22.5%	28.9%	26.4%	24.2%	23.4%								
B LIABILITIES									4.8 (h) Minimum statutory Ratio				8.0%	8.0%	8.0%	8.0%	8.0%								
21 Balances due to Central Bank of Kenya	2,279,199	4,393,608	2,148,782	2,279,199	4,393,608	-	-	2,148,782	4.9 (i) Excess				14.5%	20.9%	18.4%	16.2%	15.4%								
22 Customer deposits	53,473,867	41,395,232	48,156,089	53,515,421	41,473,321	44,558,167	47,641,990	48,212,565	4.10 (j) Core Capital / Total risk weighted assets				16.3%	17.2%	17.3%	17.7%	17.0%								
23 Deposits and balances due to local banking institutions	257,443	922,654	-	257,443	922,654	185,147	67,524	-	4.11 (k) Minimum Statutory Ratio				10.5%	10.5%	10.5%	10.5%	10.5%								
24 Deposits and balances due to foreign banking institutions	-	-	-	-	-	-	-	-	4.12 (l) Excess (j-k)				5.8%	6.7%	6.8%	7.2%	6.5%								
25 Other money market deposits	-	-	-	-	-	-	-	-	4.13 (m) Total Capital/Total risk weighted assets				19.7%	20.8%	20.9%	21.4%	20.6%								
26 Borrowed funds	8,862,182	8,933,191	8,305,459	8,862,182	8,933,191	8,743,628	8,771,615	8,305,459	4.14 (n) Minimum statutory Ratio				14.5%	14.5%	14.5%	14.5%	14.5%								
27 Balances due to Banking Institutions Group Companies	-	-	-	-	-	-	-	-	4.15 (o) Excess (m-n)				5.2%	6.3%	6.4%	6.9%	6.1%								
28 Tax payable	-	-	-	-	-	-	-	-	5.0 LIQUIDITY																
29 Dividends payable	5,789	4,720	2,947	5,789	4,720	3,318	2,952	2,947	5.1 (a) Liquidity Ratio				24.3%	14.4%	26.5%	36.8%	33.2%								
30 Deferred tax liability	-	24,844	24,843	-	24,883	24,883	24,883	24,883	5.2 (b) Minimum Statutory Ratio				20.0%	20.0%	20.0%	20.0%	20.0%								
31 Retirement benefit liability	-	-	-	-	-	-	-	-	5.3 (c) Excess (a-b)				4.3%	-5.6%	6.5%	16.8%	13.2%								
32 Other liabilities	706,517	1,062,376	920,214	700,509	1,061,121	835,851	766,552	919,528																	
TOTAL LIABILITIES	65,584,997	56,736,625	59,558,334	65,620,543	56,813,497	54,350,994	57,275,516	59,614,164																	
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	1,287,108																	
34 Share premium	5,875,686	5,874,661	5,870,700	5,875,686	5,874,661	5,870,700	5,870,700	5,870,700																	
35 Revaluation reserves	83,034	196,895	195,889	83,034	196,895	195,889	195,890	195,889																	
36 Retained Earnings	5,510,109	4,954,666	4,279,143	5,363,451	4,818,484	4,608,261	4,392,933	4,136,758																	
37 Statutory loan reserves	504,509	441,729	374,961	504,509	441,729	393,628	368,903	374,961																	
38 Other Reserves	-	-	-	-	-	-	-	-																	
39 Proposed dividends	-	-	-	-	-	-	-	-																	
40 Capital grants	-	-	-	-	-	-	-	-																	
TOTAL SHAREHOLDERS' FUNDS	13,260,446	12,755,059	12,007,801	13,113,788	12,618,877	12,355,585	12,115,533	11,865,416																	
41 Minority Interest	-	-	-	-	-	-	-	-																	
TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	78,845,443	69,491,684	71,566,135	78,734,331	69,432,374	66,706,579	69,391,049	71,479,580																	

STATEMENT OF COMPREHENSIVE INCOME				GROUP		BANK				OTHER DISCLOSURES									
	30-Sep-16 Un-Audited Shs.'000	31-Dec-16 Audited Shs.'000	30-Sep-17 Un-Audited Shs.'000	30-Sep-16 Un-Audited Shs.'000	31-Dec-16 Audited Shs.'000	31-Mar-17 Un-Audited Shs.'000	30-Jun-17 Un-Audited Shs.'000	30-Sep-17 Un-Audited Shs.'000		30-Sep-16 Un-Audited Shs.'000	31-Dec-16 Audited Shs.'000	30-Sep-17 Un-Audited Shs.'000	30-Sep-16 Un-Audited Shs.'000	31-Dec-16 Audited Shs.'000	31-Mar-17 Un-Audited Shs.'000	30-Jun-17 Un-Audited Shs.'000	30-Sep-17 Un-Audited Shs.'000		
INTEREST INCOME																			
1 Loans and advances	7,909,360	9,758,719	4,349,352	7,909,360	9,758,719	1,545,142	2,988,379	4,349,352											
2 Government securities	518,148	657,752	524,972	518,148	657,752	112,320	283,311	524,972											
3 Deposits and placements with banking institutions	211,640	211,707	22,308	211,640	211,707	2,779	8,289	22,308											
4 Other Interest Income	143,682	182,741	79,046	143,682	182,741	26,059	52,408	79,046											
Total interest income	8,782,830	10,810,919	4,975,678	8,782,830	10,810,919	1,686,301	3,332,387	4,975,678											
INTEREST EXPENSE																			
5 Customer deposits	2,507,373	2,853,750	1,168,452	2,517,627	2,867,581	311,271	745,465	1,168,967											
6 Deposits and placement from banking institutions	144,487	219,246	86,052	144,487	219,246	75,709	77,218	86,052											
7 Other interest expenses	655,658	1,025,041	781,102	655,658	1,025,041	296,697	552,762	781,102											
Total interest expenses	3,307,518	4,098,037	2,035,606	3,317,772	4,111,868	683,678	1,375,445	2,036,121											
NET INTEREST INCOME	5,475,312	6,712,882	2,940,072	5,465,058	6,699,051	1,002,623	1,956,942	2,939,557											
OTHER OPERATING INCOME																			
8 Fees and commissions on loans and advances	403,032	479,650	347,547	403,032	479,650	72,293	169,913	347,547											
9 Other fees and commissions	1,078,393	1,471,877	1,133,479	1,078,393	1,471,877	353,850	720,291	1,133,479											
10 Foreign exchange trading income	193,625	235,681	230,997	193,625	235,681	63,632	144,055	230,997											
11 Dividend Income	-	-	-	-	-	-	-	-											
12 Other income	186,239	225,872	156,435	89,145	111,924	23,520	47,690	101,106											
Total non-interest income	1,861,289	2,41																	