

FAMILY BANK LIMITED

UN-AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 30TH SEPTEMBER 2023

STATEMENT OF FINANCIAL POSITION	BANK					GROUP				
	30-Sep-22 Un-Audited Shs. '000	31-Dec-22 Audited Shs. '000	31-Mar-23 Un-Audited Shs. '000	30-Jun-23 Un-Audited Shs. '000	30-Sep-23 Un-Audited Shs. '000	30-Sep-22 Un-Audited Shs. '000	31-Dec-22 Audited Shs. '000	30-Sep-23 Un-Audited Shs. '000		
A ASSETS										
1 Cash (both Local & Foreign)	4,155,507	3,984,702	3,551,296	3,621,838	3,560,084	4,155,507	3,984,702	3,560,084		
2 Balances with Central Bank of Kenya	4,595,217	5,007,337	4,622,882	3,913,783	5,611,886	4,595,217	5,007,337	5,611,886		
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	8,145,724	14,063,735	13,974,295	10,376,161	19,914,306	8,156,362	14,074,247	19,934,551		
(b) Other Securities	-	-	-	-	-	-	-	-		
(ii) Available for Sale:	-	-	-	-	-	-	-	-		
(a) Kenya Government Securities	16,737,649	11,680,439	11,347,144	14,397,489	10,475,120	16,737,649	11,680,439	10,475,120		
(b) Other Securities	-	-	-	-	-	-	-	-		
6 Deposits and balances due from local banking institutions	5,193,569	4,797,883	6,985,198	6,821,059	7,521,902	5,193,569	4,797,883	7,521,902		
7 Deposits and balances due from banking institutions abroad	1,339,422	791,192	404,276	1,343,721	1,408,290	1,339,422	791,192	1,408,290		
8 Tax recoverable	45,380	-	-	-	-	45,380	-	6,665		
9 Loans and advances to customers (net)	79,874,907	81,380,510	83,755,083	84,680,206	84,643,385	79,874,907	81,380,510	84,643,385		
10 Balances due from Banking Institutions in the Group	-	-	-	-	-	-	-	-		
11 Investments in associates	-	-	-	-	-	-	-	-		
12 Investments in subsidiary companies	10,000	10,000	10,000	10,000	10,000	-	-	-		
13 Investments in joint ventures	-	-	-	-	-	-	-	-		
14 Investment properties	23,400	28,600	28,600	28,600	28,600	23,400	28,600	28,600		
15 Property and equipment	2,785,075	2,767,435	2,750,384	2,611,928	2,542,975	2,785,351	2,767,840	2,543,236		
16 Prepaid lease rentals	129,076	127,916	126,757	125,598	124,439	129,076	127,916	124,439		
17 Intangible assets	257,412	291,624	252,939	476,264	484,412	265,121	298,282	487,917		
18 Deferred tax asset	1,805,110	1,771,064	1,771,064	1,771,064	1,771,064	1,805,110	1,771,452	1,771,452		
19 Retirement benefit asset	-	-	-	-	-	-	-	-		
20 Other assets	3,428,258	1,763,001	2,273,211	2,579,982	2,882,514	3,472,541	1,794,011	2,933,481		
TOTAL ASSETS	128,525,706	128,465,438	131,853,129	132,757,693	140,978,977	128,578,612	128,513,113	141,051,008		
B LIABILITIES										
21 Balances due to Central Bank of Kenya	2,490,450	2,997,544	2,989,320	-	-	2,490,450	2,997,544	-		
22 Customer deposits	93,179,055	89,343,232	93,314,936	101,315,472	108,613,941	92,701,370	88,903,786	108,102,240		
23 Deposits and balances due to local banking institutions	3,903,770	6,419,589	4,455,106	1,298,305	2,189,402	3,903,770	6,419,589	2,189,402		
24 Deposits and balances due to foreign banking institutions	-	-	-	-	-	-	-	-		
25 Other money market deposits	-	-	-	-	-	-	-	-		
26 Borrowed funds	10,762,135	10,532,651	11,188,617	10,230,939	11,186,717	10,762,135	10,532,651	11,186,717		
27 Balances due to Banking Institutions Group Companies	-	-	-	-	-	-	-	-		
28 Tax payable	-	25,324	319,037	212,152	69,465	-	25,324	69,465		
29 Dividends payable	37,554	32,068	28,919	27,828	101,569	37,554	32,068	101,569		
30 Deferred tax liability	-	-	-	-	-	761	-	-		
31 Retirement benefit liability	-	-	-	-	-	-	-	-		
32 Other liabilities	2,533,029	3,374,596	3,525,763	3,561,328	2,989,201	2,722,682	3,491,122	3,149,423		
TOTAL LIABILITIES	112,905,993	112,725,004	115,821,698	116,646,024	125,150,295	112,618,722	112,402,084	124,798,816		
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	5,874,662	5,874,662	5,874,662	5,874,662	5,874,662	5,874,662	5,874,662	5,874,662		
35 Revaluation reserves	(725,137)	(534,642)	(928,976)	(1,503,747)	(1,562,807)	(725,137)	(534,642)	(1,562,807)		
36 Retained Earnings	8,722,412	6,541,110	6,897,168	7,311,301	7,808,654	6,911,705	8,232,164	7,808,654		
37 Statutory loan reserves	460,668	1,777,282	2,106,555	2,347,431	2,421,065	460,668	1,777,282	2,421,065		
38 Other Reserves	-	-	-	-	-	-	-	-		
39 Proposed dividends	-	794,914	794,914	794,914	-	-	794,914	-		
40 Capital grants	-	-	-	-	-	-	-	-		
TOTAL SHAREHOLDERS' FUNDS	15,619,713	15,740,434	16,031,431	16,111,669	15,828,682	15,959,890	16,111,029	16,252,192		
41 Minority Interest	-	-	-	-	-	-	-	-		
TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	128,525,706	128,465,438	131,853,129	132,757,693	140,978,977	128,578,612	128,513,113	141,051,008		

STATEMENT OF COMPREHENSIVE INCOME	BANK					GROUP				
	30-Sep-22 Un-Audited Shs. '000	31-Dec-22 Audited Shs. '000	31-Mar-23 Un-Audited Shs. '000	30-Jun-23 Un-Audited Shs. '000	30-Sep-23 Un-Audited Shs. '000	30-Sep-22 Un-Audited Shs. '000	31-Dec-22 Audited Shs. '000	30-Sep-23 Un-Audited Shs. '000		
INTEREST INCOME										
1 Loans and advances	7,225,163	10,017,675	2,635,266	5,706,871	8,779,222	7,225,163	10,017,675	8,779,222		
2 Government securities	2,259,806	3,035,268	751,202	1,502,943	2,356,820	2,259,806	3,035,268	2,356,820		
3 Deposits and placements with banking institutions	50,680	60,377	19,540	71,765	208,235	50,680	60,377	208,235		
4 Other Interest Income	-	-	-	-	-	-	-	-		
Total Interest Income	9,535,649	13,113,320	3,406,008	7,281,579	11,344,277	9,535,649	13,113,320	11,344,277		
INTEREST EXPENSE										
5 Customer deposits	2,367,109	3,247,346	900,859	2,022,607	3,364,656	2,335,407	3,205,810	3,179,256		
6 Deposits and placement from banking institutions	254,433	372,122	185,091	275,520	314,448	254,433	372,122	314,448		
7 Other interest expenses	674,504	946,072	287,492	593,523	899,115	674,504	946,071	899,115		
Total Interest expenses	3,296,046	4,565,540	1,373,442	2,891,650	4,578,219	3,264,344	4,524,003	4,392,819		
NET INTEREST INCOME	6,239,603	8,547,780	2,032,566	4,389,929	6,766,058	6,271,305	8,589,317	6,951,458		
OTHER OPERATING INCOME										
8 Fees and commissions on loans and advances	84,627	109,500	26,788	58,246	86,009	84,627	109,500	86,009		
9 Other fees and commissions	1,574,504	2,092,059	536,401	1,082,932	1,667,332	1,774,504	2,092,059	1,667,332		
10 Foreign exchange trading income	551,777	664,659	277,930	476,013	734,045	551,777	664,659	734,045		
11 Dividend Income	200,000	200,000	-	-	-	-	-	-		
12 Other income	167,537	254,403	71,863	146,684	252,840	358,372	491,839	438,239		
Total non-interest income	2,578,445	3,320,621	912,982	1,763,875	2,740,226	2,769,280	3,358,057	2,925,625		
TOTAL OPERATING INCOME	8,818,048	11,868,401	2,945,548	6,153,804	9,506,284	9,040,585	11,947,374	9,877,083		
OPERATING EXPENSES										
13 Loan loss provision	469,596	495,104	162,454	562,921	989,416	469,596	495,104	989,416		
14 Staff costs	2,208,602	3,375,300	857,008	1,748,212	2,637,813	2,246,875	3,430,205	2,692,988		
15 Directors' emoluments	93,757	134,607	26,503	63,531	96,329	98,827	142,246	104,485		
16 Rental charges	464,769	610,946	162,679	318,972	482,223	464,769	610,946	482,223		
17 Depreciation charge on property and equipment	306,113	409,123	98,629	197,268	296,901	310,000	414,313	300,580		
18 Amortisation charges	104,240	128,694	24,860	53,920	86,558	104,240	128,694	86,558		
19 Other operating expenses	1,826,892	2,972,657	634,372	1,294,899	2,187,268	1,840,939	2,980,874	2,198,536		
Total operating expenses	5,473,969	8,126,431	1,966,505	4,239,723	6,776,508	5,535,246	8,202,382	6,854,786		
Profit Before Tax and Exceptional Items	3,344,079	3,741,970	979,043	1,914,081	2,729,776	3,505,339	3,744,992	3,022,297		
20 Exceptional items	-	-	-	-	-	-	-	-		
Profit After Exceptional Items	3,344,079	3,741,970	979,043	1,914,081	2,729,776	3,505,339	3,744,992	3,022,297		
22 Current tax	(1,003,224)	(1,436,741)	(293,713)	(573,740)	(818,449)	(1,052,375)	(1,498,383)	(880,091)		
22 Deferred tax	-	(34,047)	-	-	-	-	(32,897)	-		
Profit After Tax and Exceptional Items	2,340,855	2,271,182	685,330	1,340,341	1,911,327	2,452,964	2,213,712	2,142,206		
23 Minority Interest	-	-	-	-	-	-	-	-		
Profit/(loss) after tax, exceptional items and Minority Interest	2,340,855	2,271,182	685,330	1,340,341	1,911,327	2,452,964	2,213,712	2,142,206		
Other Comprehensive Income:										
24 Gains/(Losses) from Translating the Financial Statements of Foreign Operations	-	-	-	-	-	-	-	-		
25 Fair Value changes in Available-for-sale Financial Assets	(1,003,561)	(626,729)	(580,671)	(1,595,833)	(1,654,893)	(1,003,561)	(626,729)	(1,654,893)		
26 Revaluation Surplus on Property, Plant and Equipment	-	-	-	-	-	-	-	-		
27 Share of other Comprehensive Income of Associates	-	-	-	-	-	-	-	-		
28 Income Tax Relating to Components of other Comprehensive Income	-	-	-	-	-	-	-	-		
Other Comprehensive Income for the Year Net of Tax	(1,003,561)	(626,729)	(580,671)	(1,595,833)	(1,654,893)	(1,003,561)	(626,729)	(1,654,893)		
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	1,337,294	1,644,453	104,659	(255,492)	256,434	1,449,403	1,586,983	487,313		
EARNINGS PER SHARE - BASIC & DILUTED	1.04	1.76	0.53	1.04	1.48	1.13	1.72	1.67		
DIVIDEND PER SHARE - DECLARED	-	-	-	-	-	-	-	-		

OTHER DISCLOSURES		BANK					GROUP				
		30-Sep-22 Un-Audited Shs.' 000	31-Dec-22 Audited Shs.' 000	31-Mar-23 Un-Audited Shs.' 000	30-Jun-23 Un-Audited Shs.' 000	30-Sep-23 Un-Audited Shs.' 000	30-Sep-22 Un-Audited Shs.' 000	31-Dec-22 Audited Shs.' 000	30-Sep-23 Un-Audited Shs.' 000		
1.0 NON-PERFORMING LOANS AND ADVANCES											
1.1	(a) Gross Non-performing loans and advances	12,128,355	12,431,239	13,271,168	13,614,130	13,747,986	12,128,355	12,431,239	13,747,986		
1.2	(b) Less Interest in Suspense	1,277,297	1,388,899	1,497,116	1,581,885	1,694,318	1,277,297	1,388,899	1,694,318		
1.3	(c) Total Non-Performing Loans and Advances (a-b)	10,851,058	11,042,340	11,774,052	12,032,245	12,053,668	10,851,058	11,042,340	12,053,668		
1.4	(d) Less Loan Loss Provision	4,650,943	5,367,803	5,855,807	6,473,398	6,979,708	4,650,943	5,367,803	6,979,708		
1.5	(e) Net Non-Performing Loans and Advances(c-d)	6,200,115	5,674,537	5,918,245	5,558,847	5,073,960	6,200,115	5,674,537	5,073,960		
1.6	(f) Discounted Value of Securities	5,519,171	5,067,839	5,282,494	5,139,621	4,854,103	5,519,171	5,067,839	4,854,103		
1.7	(g) Net NPLs Exposure (e-f)	680,944	606,698	635,751	419,226	419,857	680,944	606,698	419,857		
2.0 INSIDER LOANS AND ADVANCES											
2.1	(a) Directors, Shareholders and Associates	4,514,262	2,677,896	2,236,381	1,539,781	1,451,143	4,514,262	2,677,896	1,451,143		
2.2	(b) Employees	1,426,010	1,512,909	1,616,548	1,553,934	1,550,518	1,426,010	1,512,909	1,550,518		
2.3	(c) Total Insider Loans and Advances and other facilities	5,940,272	4,190,805	3,852,929	3,093,715	3,001,661	5,940,272	4,190,805	3,001,661		
3.0 OFF-BALANCE SHEET ITEMS											
3.1	(a) Letters of credit, guarantees, acceptances	8,546,893	9,755,783	10,793,923	12,067,198	14,005,747	8,546,893	9,755,783	14,005,747		
3.2	(b) Forwards Swaps & Options	190,572	639,740	490	1,000,315	-	190,572	639,740	-		
3.3	(c) Other contingent liabilities	283,505	283,480	283,380	283,796	295,887	283,505	283,480	295,887		
3.4	(d) Total Contingent Liabilities	9,020,970	10,679,003	11,077,793	13,354,309	14,301,634	9,020,970	10,679,003	14,301,634		
4.0 CAPITAL STRENGTH											
4.1	(a) Core capital	14,536,185	13,254,449	13,257,638	13,851,353	14,476,654	14,536,185	13,254,449	13,257,638		
4.2	(b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000		
4.3	(c) Excess (a-b)	13,536,185	12,254,449	12,257,638	12,851,353	13,476,654	13,536,185	12,254,449	12,257,638		
4.4	(d) Supplementary Capital	4,460,668	5,182,357	4,444,748	4,469,446	4,493,645	4,460,668	5,182,357	4,444,748		
4.5	(e) Total Capital (a+d)	18,996,853	18,436,806	17,702,386	18,320,799	18,970,299	18,996,853	18,436,806	17,702,386		
4.6	(f) Total risk weighted assets	97,355,261	94,588,542	99,579,801	101,555,673	103,491,560	97,355,261	94,588,542	99,579,801		
4.7	(g) Core Capital/Total deposits Liabilities	15.6%	14.8%	14.2%	13.7%	13.3%	15.6%	14.8%	14.2%		
4.8	(h) Minimum statutory Ratio	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%		
4.9	(i) Excess	7.6%	6.8%	6.2%	5.7%	5.3%	7.6%	6.8%	6.2%		
4.10	(j) Core Capital / Total risk weighted assets	14.9%	14.0%	13.3%	13.6%	14.0%	14.9%	14.0%	13.3%		
4.11	(k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%		
4.12	(l) Excess (j-k)	4.4%	3.5%	2.8%	3.1%	3.5%	4.4%	3.5%	2.8%		
4.13	(m) Total Capital/Total risk weighted assets	19.5%	19.5%	17.8%	18.0%	18.3%	19.5%	19.5%	17.8%		
4.14	(n) Minimum statutory Ratio	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%		
4.15	(o) Excess (m-n)	5.0%	5.0%	3.3%	3.5%	3.8%	5.0%	5.0%	3.3%		
5.0 LIQUIDITY											
5.1	(a) Liquidity Ratio	36.1%	34.6%	36.2%	39.3%	43.4%	36.1%	34.6%	36.2%		
5.2	(b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%		
5.3	(c) Excess (a-b)	16.1%	14.6%	16.2%	19.3%	23.4%	16.1%	14.6%	16.2%		