

I STATEMENT OF FINANCIAL POSITION

	BANK		GROUP	
	31-Dec-17 KSHS.'000 Audited	31-Dec-18 KSHS.'000 Audited	31-Dec-17 KSHS.'000 Audited	31-Dec-18 KSHS.'000 Audited
A ASSETS				
1 Cash (both Local & Foreign)	74,442	85,298	74,442	85,298
2 Balances with Central Bank of Kenya	75,027	8,255	75,027	8,255
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	625,447	516,807	625,447	516,807
(b) Other Securities	-	-	-	-
(ii) Available for Sale:				
(a) Kenya Government Securities	193,265	184,441	193,265	184,441
(b) Other Securities	-	-	-	-
6 Deposits and Balances due from Local Banking Institutions	221,413	150,945	221,413	150,945
7 Deposits and Balances due from Banking Institutions Abroad	3,474	12,978	3,474	12,978
8 Tax Recoverable	109	109	109	109
9 Loans and Advances to Customers (Net)	8,310,978	6,330,045	8,310,978	6,330,045
10 Balances due from Banking Institutions in the Group	-	-	-	-
11 Investments in Associates	263,952	45,905	263,953	45,905
12 Investments in Subsidiary Companies	1,139	1,139	-	-
13 Investments in joint ventures	-	-	-	-
14 Investment Properties	768,800	579,258	768,800	579,258
15 Property, Plant and Equipment	424,366	317,335	656,209	528,510
16 Prepaid Lease Rentals	-	-	-	-
17 Intangible Assets	725,583	551,312	725,583	551,312
18 Deferred Tax Asset	509,689	197,506	509,689	191,041
19 Retirement Benefit Asset	-	-	-	-
20 Other Assets	649,139	702,523	449,049	556,050
21 TOTAL ASSETS	12,846,822	9,683,856	12,877,437	9,740,954
B LIABILITIES				
22 Balances due to Central Bank of Kenya	1,515,864	1,196,864	1,515,864	1,196,864
23 Customer Deposits	5,382,621	4,121,725	5,343,143	4,042,303
24 Deposits and Balances due to Local Banking Institutions	229,184	664,779	229,184	664,779
25 Deposits and Balances due to Foreign Banking Institutions	-	-	-	-
26 Other Money Market Deposits	-	-	-	-
27 Borrowed Funds	1,850,739	1,879,571	1,850,739	1,879,571
28 Balances due to Banking Institutions Group Companies	-	-	-	-
29 Tax Payable	-	-	314	3,681
30 Dividends Payable	-	-	-	-
31 Deferred Tax Liability	-	-	-	-
32 Retirement Benefit Liability	-	-	-	-
33 Other liabilities	413,979	373,219	461,786	478,833
34 TOTAL LIABILITIES	9,392,387	8,236,158	9,401,030	8,266,031
C SHAREHOLDERS' FUNDS				
35 Paid Up/ Assigned Capital	1,643,793	1,643,793	1,643,793	1,643,793
36 Share Premium (Discount)	2,311,603	2,311,603	2,311,603	2,311,603
37 Revaluation Reserves	-	-	-	-
38 Retained Earnings/Accumulated Losses	(575,368)	(2,506,346)	(553,395)	(2,479,121)
39 Statutory Loan Reserves	66,935	-	66,935	-
40 Other Reserves	7,472	(1,352)	7,472	(1,352)
41 Proposed Dividends	-	-	-	-
42 Capital Grants	-	-	-	-
43 TOTAL SHAREHOLDERS' FUNDS	3,454,435	1,447,698	3,476,408	1,474,923
44 Minority Interest	-	-	-	-
45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	12,846,822	9,683,856	12,877,437	9,740,954

II STATEMENT OF COMPREHENSIVE INCOME

I INTEREST INCOME				
1.1 Loans and Advances	1,214,831	1,139,168	1,214,831	1,139,168
1.2 Government Securities	96,800	80,744	96,800	80,744
1.3 Deposits and Placements with Banking Institutions	68,565	3,219	68,565	3,219
1.4 Other Interest Income	-	-	-	-
1.5 Total Interest Income	1,380,196	1,223,131	1,380,196	1,223,131
2 INTEREST EXPENSE				
2.1 Customer Deposits	664,967	382,773	664,967	382,773
2.2 Deposits and Placements from Banking Institutions	105,601	78,846	105,601	78,846
2.3 Other Interest Expenses	364,366	217,693	364,366	217,693
2.4 Total Interest Expenses	1,134,935	679,312	1,134,935	679,312
3 NET INTEREST INCOME /LOSS	245,261	543,820	245,261	543,820
4 NON INTEREST INCOME				
4.1 Fees and Commissions on Loans and Advances	47,923	67,236	47,923	67,236
4.2 Other Fees and Commissions	213,491	173,708	271,164	179,393
4.3 Foreign Exchange Trading Income (Loss)	9,324	3,480	9,324	3,480
4.4 Dividend Income	-	-	-	-
4.5 Other Income	(31,061)	(228,824)	(25,522)	(159,559)
4.6 Total Non-Interest Income	239,678	15,600	302,889	90,550
5 TOTAL OPERATING INCOME	484,939	559,420	548,150	634,370
6 OPERATING EXPENSES				
6.1 Loan Loss Provision	227,989	(112,925)	227,989	(111,689)
6.2 Staff Costs	340,236	283,348	353,495	291,355
6.3 Directors' Emoluments	58,977	4,780	58,977	42,848
6.4 Rental Charges	50,214	27,978	50,214	28,875
6.5 Depreciation Charge on Property and Equipment	49,763	55,276	72,464	77,576
6.6 Amortisation Charges	141,508	73,293	141,508	271,727
6.7 Other Operating Expenses	377,795	611,071	384,094	388,337
6.8 Total Operating Expenses	1,246,482	942,821	1,288,742	989,029
7 Profit/(Loss) Before Tax and Exceptional Items	(761,543)	(383,401)	(740,591)	(354,659)
8 Exceptional Items	-	-	-	-
9 Profit/(Loss) After Exceptional Items	(761,543)	(383,401)	(740,591)	(354,659)
10 Current tax	-	-	1,322	(10,464)
11 Deferred tax	(268,876)	312,183	(268,876)	312,183
12 Profit/(Loss) After Tax and Exceptional Items	(492,667)	(695,584)	(473,037)	(677,306)
13 Minority Interest	-	-	-	-
14 Profit/(Loss) After Tax, Exceptional Items & Minority Interest	(492,667)	(695,584)	(473,037)	(677,306)
15 Other Comprehensive Income:				
15.1 Gains/(Losses) from Translating the Financial Statements of Foreign Operations	-	-	-	-
15.2 Fair Value changes in Available-to-sale Financial Assets	12,784	(8,824)	12,784	(8,824)
15.3 Revaluation Surplus on Property, Plant and Equipment	-	-	-	-
15.4 Share of other Comprehensive Income of Associates	-	-	-	-
15.5 Income Tax Relating to Components of other Comprehensive Income	-	-	-	-
16 Other Comprehensive Income for the Year Net of Tax	-	-	-	-
17 TOTAL COMPREHENSIVE INCOME FOR THE YEAR	(479,883)	(704,408)	(460,253)	(686,130)

III OTHER DISCLOSURES

1.0 NON-PERFORMING LOANS AND ADVANCES				
(a) Gross Non-Performing Loans and Advances	2,106,308	6,085,753	2,106,308	6,085,753
(b) Less Interest in Suspense	1,000,145	1,110,468	1,000,145	1,110,468
(c) Total Non-Performing Loans and Advances (a-b)	1,106,163	4,975,285	1,106,163	4,975,285
(d) Less Loan Losses Provision	617,956	1,671,733	617,956	1,671,733
(e) Net Non-Performing Loans and Advances (c-d)	488,207	3,303,552	488,207	3,303,552
(f) Discounted Value of Securities	292,631	3,153,163	292,631	3,153,163
(g) Net NPLs Exposure (e-f)	195,576	150,389	195,576	150,389
2.0 INSIDER LOANS AND ADVANCES				
(a) Directors, Shareholders and Associates	255,571	62,211	255,571	62,211
(b) Employees	169,615	174,718	169,615	174,718
(c) Total Insider Loans and Advances and other facilities	425,186	236,929	425,186	236,929
3.0 OFF-BALANCE SHEET ITEMS				
(a) Letters of credit, Guarantees & Acceptances	1,222,955	900,164	1,222,955	900,164
(b) Forwards Swaps & Options	-	-	-	-
(c) Other Contingent Liabilities	-	-	-	-
(d) Total Contingent Liabilities	1,222,955	900,164	1,222,955	900,164
4.0 CAPITAL STRENGTH				
(a) Core capital	2,282,525	1,259,015	2,282,525	1,259,015
(b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000
(c) Excess/(Deficiency) (a-b)	1,282,525	259,015	1,282,525	259,015
(d) Supplementary Capital	66,935	-	66,935	-
(e) Total Capital (a+d)	2,349,459	1,259,015	2,349,459	1,259,015
(f) Total risk weighted assets	12,156,138	5,593,083	12,156,138	5,593,083
(g) Core Capital/Total Deposit Liabilities	42.4%	30.5%	42.4%	30.5%
(h) Minimum Statutory Ratio	8.0%	8.0%	8.0%	8.0%
(i) Excess/(Deficiency) (g-h)	34.4%	22.5%	34.4%	22.5%
(j) Core Capital / Total Risk Weighted Assets	18.8%	22.5%	18.8%	22.5%
(k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%
(l) Excess/(Deficiency) (j-k)	8.3%	12.0%	8.3%	12.0%
(m) Total Capital/Total Risk Weighted Assets	19.3%	22.5%	19.3%	22.5%
(n) Minimum statutory Ratio	14.5%	14.5%	14.5%	14.5%
(o) Excess/(Deficiency) (m-n)	4.8%	8.0%	4.8%	8.0%
(p) Adjusted Core Capital/Total Deposit Liabilities	-	54.5%	-	54.5%
(q) Adjusted Core Capital/Total Risk Weighted Assets	-	40.2%	-	40.2%
(r) Adjusted Total Capital/Total Risk Weighted Assets	-	40.2%	-	40.2%
14 LIQUIDITY				
14.1 (a) Liquidity Ratio	-10%	-19%	-10%	-19%
14.2 (b) Minimum Statutory Ratio	20%	20%	20%	20%
14.3 (c) Excess/(Deficiency) (a-b)	-30%	-39%	-30%	-39%