

Audited financial results of the Group and Bank for the year ended 31st December 2019

I STATEMENT OF FINANCIAL POSITION	BANK		COMPANY		GROUP	
	31st Dec, 2019 Audited Shs '000	31st Dec, 2018 Audited Shs '000	31st Dec, 2019 Audited Shs '000	31st Dec, 2018 Audited Shs '000	31st Dec, 2019 Audited Shs '000	31st Dec, 2018 Audited Shs '000
A ASSETS						
1 Cash (both Local & Foreign)	9,183,499	5,411,026	-	-	10,851,729	6,467,840
2 Balances due from Central Banks	23,683,685	10,001,738	-	-	26,358,325	12,020,460
3 Kenyan Government securities held for dealing purposes	-	-	-	-	-	-
4 Financial assets at fair value through profit & loss	708,122	499,684	-	-	1,097,844	499,684
5 Investment Securities:						
a) Held to Maturity						
a. Kenya Government securities	79,507,225	45,671,551	-	-	79,507,225	45,671,551
b. Other securities	8,183,003	3,336,301	-	-	12,979,477	6,027,772
b) Available for sale:						
a. Kenya Government securities	49,500,824	14,505,166	-	-	49,500,824	14,505,166
b. Other securities	68,663	64,423	-	-	3,033,922	2,357,320
6 Deposits and balances due from local banking institutions	4,783,674	3,836,830	-	-	5,617,504	5,760,941
7 Deposits and balances due from banking institutions abroad	16,839,936	11,343,836	-	-	19,951,625	12,720,371
8 Tax recoverable	-	-	-	19,232	268,080	70,075
9 Loans and advances to customers (net)	227,868,480	110,736,012	-	-	249,355,409	121,503,411
10 Balances due from banking institutions in the group	3,238,061	3,289,057	519,697	337,455	-	-
11 Investments in associates	2,701,492	2,701,492	-	-	3,768,955	3,724,975
12 Investments in subsidiary companies	8,554,544	8,241,574	62,420,446	29,568,705	-	-
13 Investments in joint ventures	-	-	-	-	-	-
14 Investment properties	-	-	-	-	-	-
15 Property and equipment	3,394,351	1,828,213	-	-	3,844,075	2,303,483
16 Prepaid lease rentals	6,500	-	-	-	522,500	-
17 Intangible assets	6,766,497	3,282,443	-	-	7,008,902	3,332,803
18 Deferred tax asset	6,792,702	2,227,404	15,984	-	7,085,373	3,670,382
19 Retirement benefit asset	-	-	-	-	-	-
20 Other assets	13,109,427	5,340,369	-	500	14,091,632	4,470,658
21 TOTAL ASSETS	464,890,685	232,317,119	62,956,127	29,925,892	494,843,401	245,106,892
B LIABILITIES						
22 Balances due to Central Banks	-	-	-	-	-	-
23 Customer deposits	353,618,522	184,004,664	-	-	378,237,043	196,527,724
24 Deposits and balances due to local banking institutions	549,701	57,188	-	-	3,570,901	4,957,049
25 Deposits and balances due to foreign banking institutions	6,136,598	3,291,778	-	-	7,322,009	489,361
26 Other money market deposits	-	-	-	-	-	-
27 Borrowed funds	22,081,244	7,962,958	-	-	22,081,244	7,962,958
28 Balances due to banking institutions in the group	283,905	142,369	-	-	-	-
29 Tax payable	283,425	59,499	5,623	-	13,027	-
30 Dividends payable	-	-	37,819	42,986	37,819	-
31 Deferred tax liability	-	-	-	-	21,340	21,271
32 Retirement benefit liability	-	-	-	-	-	-
33 Other liabilities	12,521,035	3,023,745	119,921	64,299	16,300,193	4,540,718
34 TOTAL LIABILITIES	395,474,430	198,542,201	163,363	107,285	427,583,576	214,499,081
SHAREHOLDERS' FUNDS						
35 Paid up /Assigned capital	10,859,384	5,755,468	7,488,725	3,519,701	7,488,725	3,519,701
36 Share Premium	33,406,022	5,036,649	22,179,426	2,373,994	22,179,426	2,373,994
37 Revaluation reserves	-	-	-	-	-	-
38 Retained earnings	22,280,987	20,684,604	30,877,995	23,044,987	35,962,429	23,215,651
39 Statutory loan reserves	-	656,295	-	-	199,378	829,290
40 Other reserves (23,578)	(330,138)	(23,578)	-	-	(1,083,969)	(996,305)
41 Proposed dividends	3,200,000	1,665,480	2,246,618	879,925	2,246,618	1,665,480
42 Capital grants	-	-	-	-	-	-
	69,416,255	33,774,918	62,792,764	29,818,607	66,992,607	30,607,811
43 Non-controlling interests	-	-	-	-	267,218	-
44 TOTAL SHAREHOLDERS' FUNDS	69,416,255	33,774,918	62,792,764	29,818,607	67,259,825	30,607,811
45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	464,890,685	232,317,119	62,956,127	29,925,892	494,843,401	245,106,892
II STATEMENT OF COMPREHENSIVE INCOME						
1 INTEREST INCOME						
1.1 Loans and advances	13,667,871	9,815,814	-	-	15,703,106	11,556,752
1.2 Government securities	8,597,211	6,859,747	-	-	9,174,993	7,386,562
1.3 Deposits and placements with banking institutions	432,322	355,193	38,109	59,124	536,279	369,593
1.4 Other interest income	99,453	130,650	-	-	99,453	130,650
1.5 TOTAL INTEREST INCOME	22,796,857	17,161,404	38,109	59,124	25,513,831	19,443,557
2 INTEREST EXPENSES						
2.1 Customer deposits	9,653,133	7,777,038	-	-	10,580,382	8,521,652
2.2 Deposits and placement from banking institutions	146,605	206,122	-	-	293,135	318,606
2.3 Other interest expenses	1,289,735	900,047	-	-	1,302,421	900,047
2.4 TOTAL INTEREST EXPENSE	11,089,473	8,883,207	-	-	12,175,938	9,740,305
3 NET INTEREST INCOME	11,707,384	8,278,197	38,109	59,124	13,337,893	9,703,252
4 NON-INTEREST INCOME						
4.1 Fees and commissions on loans and advances	8,585,854	6,066,299	-	-	9,392,394	6,693,583
4.2 Other fees and commissions	2,174,957	1,658,756	-	-	2,504,248	1,902,711
4.3 Foreign exchange trading income	2,652,455	2,313,606	-	-	2,842,327	2,439,582
4.4 Dividend income	139,900	423,002	1,300,000	200,000	-	-
4.5 Other income	972,024	164,191	9,275,046	145,811	5,582,864	461,443
4.6 TOTAL NON-INTEREST INCOME	14,525,190	10,625,854	10,575,046	345,811	20,321,833	11,497,319
5 TOTAL OPERATING INCOME	26,232,574	18,904,051	10,613,155	404,935	33,659,726	21,200,571
6 OPERATING EXPENSES						
6.1 Loan loss provision	5,984,982	2,110,910	-	-	6,250,273	3,709,228
6.2 Staff costs	4,384,528	2,999,948	121,106	103,449	5,582,121	3,936,344
6.3 Directors' emoluments	323,364	145,409	104,619	97,183	426,873	194,714
6.4 Rental charges	819,518	517,041	1,286	1,543	895,895	785,202
6.5 Depreciation charge on property and equipment	380,845	323,044	-	-	642,948	502,094
6.6 Amortisation charges	615,950	546,935	-	-	644,133	573,313
6.7 Other operating expenses	4,433,507	4,308,353	32,322	29,754	5,915,085	5,049,467
6.8 TOTAL OPERATING EXPENSES	16,942,694	10,951,640	259,333	231,929	20,357,328	14,750,362
7 Profit before tax and exceptional items	9,289,880	7,952,411	10,353,822	173,006	13,302,398	6,450,209
8 Exceptional items	(1,176,313)	-	(62,771)	-	(2,132,719)	-
9 PROFIT AFTER EXCEPTIONAL ITEMS	8,113,567	7,952,411	10,291,051	173,006	11,169,679	6,450,209
10 Share of associate profit	-	-	-	-	143,880	283,979
11 PROFIT/(LOSS) BEFORE TAX	8,113,567	7,952,411	10,291,051	173,006	11,313,559	6,734,188
12 Current tax	(2,850,954)	(1,594,646)	(51,425)	(31,812)	(2,846,770)	(2,228,705)
13 Deferred tax	827,086	(295,590)	15,984	-	(625,013)	497,836
14 PROFIT AFTER TAX AND EXCEPTIONAL ITEMS	6,089,699	6,062,175	10,255,610	141,194	7,841,776	5,003,319
15 OTHER COMPREHENSIVE INCOME:						
15.1 Exchange differences on translation of foreign operations	-	-	-	-	282,035	(281,062)
15.2 Fair value changes in available-for-sale financial assets	(306,560)	191,016	-	-	(369,698)	193,692
15.3 Revaluation surplus on property, plant and equipment	-	-	-	-	-	-
15.4 Share of 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	(306,560)	191,016	-	-	(87,663)	(87,370)
17 TOTAL COMPREHENSIVE INCOME FOR THE YEAR	5,783,139	6,253,191	10,255,610	141,194	7,754,113	4,915,949
EARNINGS PER SHARE - BASIC & DILUTED (Shs)	17.32	21.07	11.36	0.20	8.69	7.11
INTERIM DIVIDEND PER SHARE - DECLARED (Shs)	4.88	4.75	0.25	-	0.25	-
FINAL DIVIDEND PER SHARE - DECLARED (Shs)	5.89	5.79	1.50	1.25	1.50	1.25

III OTHER DISCLOSURES	BANK		COMPANY		GROUP	
	31st Dec, 2019 Audited Shs '000	31st Dec, 2018 Audited Shs '000	31st Dec, 2019 Audited Shs '000	31st Dec, 2018 Audited Shs '000	31st Dec, 2019 Audited Shs '000	31st Dec, 2018 Audited Shs '000
1 NON-PERFORMING LOANS AND ADVANCES						
(a) Gross Non-performing loans and advances	30,515,948	9,271,261	-	-	33,658,667	12,040,867
(b) Less Interest in Suspense	6,207,777	2,122,623	-	-	6,697,150	2,351,210
(c) TOTAL NON-PERFORMING LOANS AND ADVANCES (a-b)	24,308,171	7,148,638	-	-	26,961,517	9,689,657
(d) Less Loan Loss Provision	10,318,641	5,411,943	-	-	12,114,762	6,886,776
(e) NET NON-PERFORMING LOANS AND ADVANCES (c-d)	13,989,530	1,736,695	-	-	14,846,755	2,802,881
(f) Discounted Value of Securities	13,989,530	1,736,695	-	-	14,846,755	2,802,881
(g) NET NPLS EXPOSURE (e-f)	-	-	-	-	-	-
2 INSIDER LOANS AND ADVANCES						
(a) Directors, shareholders and associates	14,211,932	5,480,306	-	-	14,371,749	5,480,306
(b) Employees	5,150,274	2,728,439	-	-	5,487,678	3,098,860
(c) TOTAL INSIDER LOANS AND ADVANCES AND OTHER FACILITIES	19,362,206	8,208,745	-	-	19,859,427	8,579,166
3 OFF-BALANCE SHEET ITEMS						
(a) Letters of credit, guarantees, acceptances	49,607,900	22,435,906	-	-	54,413,720	25,497,546
(b) Forwards, Swaps and options	5,003,287	9,343,024	-	-	5,003,287	9,444,994
(c) Other contingent liabilities	-	-	-	-	-	-
(d) TOTAL CONTINGENT LIABILITIES	54,611,187	31,778,930	-	-	59,417,007	34,942,540
4 CAPITAL STRENGTH						
(a) Core capital	62,561,322	25,276,163	-	-	63,835,814	23,968,683
(b) Minimum statutory capital	1,000,000	1,000,000	-	-	1,000,000	1,000,000
(c) Excess (a-b)	61,561,322	24,276,163	-	-	62,835,814	22,968,683
(d) Supplementary capital	262,079	3,456,295	-	-	282,073	3,629,290
(e) TOTAL CAPITAL (a+d)	65,182,117	28,732,458	-	-	66,655,987	27,597,973
(f) Total risk weighted assets	350,879,900	160,962,878	-	-	384,348,562	175,439,078
(g) Core capital / Total deposits liabilities	17.69%	13.80%	-	-	16.88%	12.20%
(h) Minimum statutory ratio	8.00%	8.00%	-	-	8.00%	8.00%
(i) Excess (g-h)	9.69%	5.80%	-			