

**I STATEMENT OF FINANCIAL POSITION AS AT 31<sup>ST</sup> MARCH 2023**

	BANK 31-Mar-2023 Un-Audited Shs '000	BANK 31-Dec-2022 Audited Shs '000	BANK 31-Mar-2022 Un-Audited Shs '000	GROUP 31-Mar-2023 Un-Audited Shs '000	GROUP 31-Dec-2022 Audited Shs '000	GROUP 31-Mar-2022 Un-Audited Shs '000
<b>A. ASSETS</b>						
1. Cash (both Local & Foreign)	542,912	332,958	340,423	542,912	332,958	340,423
2. Balances with Central Bank of Kenya	621,712	686,559	220,353	621,712	686,559	220,353
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	7,583,296	7,583,296	885,746	7,583,296	7,583,296	885,746
(b) Other Securities	-	-	-	-	-	-
(ii) Available for Sale:	-	-	-	-	-	-
(a) Kenya Government Securities	15,240,978	16,582,711	23,510,426	15,240,978	16,582,711	23,510,426
(b) Other Securities	-	-	-	-	-	-
6. Deposits and Balances due from Local Banking Institutions	188,413	19,088	15,765	188,413	19,088	15,765
7. Deposits and Balances due from Banking Institutions Abroad	61,684	4,862	71,410	61,684	4,862	71,410
8. Tax Recoverable	109	109	109	109	6,076	109
9. Loans and Advances to Customers (Net)	7,152,895	6,205,715	4,645,126	7,152,895	6,205,715	4,645,126
10. Balances due from Banking Institutions in the Group	-	-	-	-	-	-
11. Investments in Associates	12,640	12,640	13,215	12,640	12,640	13,215
12. Investments in Subsidiary Companies	6,039	6,039	6,139	-	-	-
13. Investments in Joint ventures	-	-	-	-	-	-
14. Investment Properties	-	-	-	-	-	-
15. Property, Plant and Equipment	998,441	1,002,571	965,850	1,142,307	1,156,211	1,166,106
16. Prepaid Lease Rentals	-	-	-	-	-	-
17. Intangible Assets	95,688	91,277	37,440	95,688	91,277	37,440
18. Deferred Tax Asset	351,903	351,903	225,507	351,903	355,795	225,507
19. Retirement Benefit Asset	-	-	-	-	-	-
20. Other Assets	1,337,914	1,780,167	1,072,324	1,270,997	1,697,313	1,003,701
<b>21. TOTAL ASSETS</b>	<b>34,194,624</b>	<b>34,659,895</b>	<b>32,009,833</b>	<b>34,265,534</b>	<b>34,734,501</b>	<b>32,135,328</b>
<b>B. LIABILITIES</b>						
22. Balances due to Central Bank of Kenya	1,413,531	1,419,804	1,685,565	1,413,531	1,419,804	1,685,565
23. Customer Deposits	9,812,543	9,641,403	6,897,305	9,678,064	9,516,407	6,794,542
24. Deposits and Balances due to Local Banking Institutions	-	-	-	-	-	-
25. Deposits and Balances due to Foreign Banking Institutions	-	-	-	-	-	-
26. Other Money Market Deposits	-	-	-	-	-	-
27. Borrowed Funds	20,411,443	21,429,882	21,102,121	20,411,443	21,429,882	21,102,121
28. Balances due to Banking Institutions Group Companies	-	-	-	-	-	-
29. Tax Payable	-	-	-	-	-	19,374
30. Dividends Payable	-	-	-	-	-	-
31. Deferred Tax Liability	-	-	-	-	5,205	5,205
32. Retirement Benefit Liability	-	-	-	-	-	-
33. Other liabilities	367,326	351,134	842,442	456,088	438,762	918,452
<b>34. TOTAL LIABILITIES</b>	<b>32,004,842</b>	<b>32,842,223</b>	<b>30,527,433</b>	<b>31,959,126</b>	<b>32,810,059</b>	<b>30,525,259</b>
<b>C. SHAREHOLDERS' FUNDS</b>						
35. Paid Up/ Assigned Capital	1,867,947	1,867,947	1,867,947	1,867,947	1,867,947	1,867,947
36. Share Premium (Discount)	3,087,449	3,087,449	3,087,449	3,087,449	3,087,449	3,087,449
37. Revaluation Reserves	-	-	-	-	-	-
38. Retained Earnings/Accumulated Losses	(1,895,550)	(2,151,804)	(3,572,744)	(1,778,923)	(2,045,034)	(3,445,075)
39. Statutory Loan Reserves	-	-	692,878	-	-	692,878
40. Other Reserves	(870,064)	(985,920)	(593,130)	(870,064)	(985,920)	(593,130)
41. Proposed Dividends	-	-	-	-	-	-
42. Capital Grants	-	-	-	-	-	-
<b>43. TOTAL SHAREHOLDERS' FUNDS</b>	<b>2,189,782</b>	<b>1,817,672</b>	<b>1,482,400</b>	<b>2,306,408</b>	<b>1,924,442</b>	<b>1,610,069</b>
44. Minority Interest	-	-	-	-	-	-
<b>45. TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS</b>	<b>34,194,624</b>	<b>34,659,895</b>	<b>32,009,833</b>	<b>34,265,534</b>	<b>34,734,501</b>	<b>32,135,328</b>
<b>II STATEMENT OF COMPREHENSIVE INCOME</b>						
1. INTEREST INCOME						
1.1. Loans and Advances	182,436	407,797	67,228	182,436	407,797	67,228
1.2. Government Securities	678,704	2,868,338	686,564	678,704	2,868,338	686,564
1.3. Deposits and Placements with Banking Institutions	2,004	8,024	1,735	2,004	8,024	1,735
1.4. Other Interest Income	-	1,306	-	-	1,306	-
<b>1.5. Total Interest Income</b>	<b>863,144</b>	<b>3,285,466</b>	<b>755,528</b>	<b>863,144</b>	<b>3,285,466</b>	<b>755,528</b>
2. INTEREST EXPENSE						
2.1. Customer Deposits	168,388	572,774	111,762	168,388	572,774	111,762
2.2. Deposits and Placement from Banking Institutions	9,876	2,748	183	9,876	2,748	183
2.3. Other Interest Expenses	4,696	22,769	6,522	4,696	22,769	6,522
<b>2.4. Total Interest Expenses</b>	<b>182,960</b>	<b>598,291</b>	<b>118,467</b>	<b>182,960</b>	<b>598,291</b>	<b>118,467</b>
<b>3. NET INTEREST INCOME/LOSS</b>	<b>680,184</b>	<b>2,687,174</b>	<b>637,061</b>	<b>680,184</b>	<b>2,687,174</b>	<b>637,061</b>
4. NON INTEREST INCOME						
4.1. Fees and Commissions on Loans and Advances	35,550	85,148	10,312	35,550	85,148	10,312
4.2. Other Fees and Commissions	36,560	107,983	25,759	36,560	107,983	25,759
4.3. Foreign Exchange Trading Income (Loss)	36,595	43,394	6,719	36,595	43,394	6,719
4.4. Dividend Income	-	-	-	-	-	-
4.5. Other Income	300	71,648	1,280	20,573	134,467	24,755
<b>4.6. Total Non-Interes Income</b>	<b>109,005</b>	<b>308,172</b>	<b>44,070</b>	<b>129,277</b>	<b>370,992</b>	<b>67,545</b>
<b>5. TOTAL OPERATING INCOME</b>	<b>789,189</b>	<b>2,995,347</b>	<b>681,131</b>	<b>809,461</b>	<b>3,058,166</b>	<b>704,606</b>
6. OPERATING EXPENSES						
6.1. Loan Loss Provision	12,071	462,981	24,884	12,071	462,981	24,884
6.2. Staff Costs	183,380	507,646	169,316	184,627	511,366	170,189
6.3. Directors' Emoluments	2,560	8,787	2,141	2,560	8,787	2,141
6.4. Rental Charges	10,619	41,759	8,596	10,751	42,284	8,728
6.5. Depreciation Charge on Property and Equipment	12,602	45,486	10,332	22,376	84,469	20,085
6.6. Amortisation Charges	5,055	26,446	5,025	5,055	26,446	5,025
6.7. Other Operating Expenses	306,647	1,098,468	261,563	310,502	1,129,277	263,761
<b>6.8. Total Operating Expenses</b>	<b>532,934</b>	<b>2,191,574</b>	<b>481,877</b>	<b>547,942</b>	<b>2,265,610</b>	<b>494,814</b>
<b>7. Profit/(Loss) Before Tax and Exceptional Items</b>	<b>256,255</b>	<b>803,773</b>	<b>199,274</b>	<b>261,520</b>	<b>792,556</b>	<b>209,792</b>
8. Exceptional Items						
9. Profit/(Loss) After Exceptional Items	256,255	803,773	199,274	261,520	792,556	209,792
10. Current tax	-	-	-	-	-	-
11. Deferred tax	-	(126,396)	-	-	(124,365)	-
<b>12. Profit/(Loss) After Tax and Exceptional Items</b>	<b>256,255</b>	<b>930,169</b>	<b>199,274</b>	<b>261,520</b>	<b>916,921</b>	<b>209,792</b>
13. Minority Interest	-	-	-	-	-	-
<b>14. Profit/(Loss) After Tax, Exceptional Items &amp; Minority Interest</b>	<b>256,255</b>	<b>930,169</b>	<b>199,274</b>	<b>261,520</b>	<b>916,921</b>	<b>209,792</b>
15. Other Comprehensive Income:						
15.1. Gains/(Losses) from Translating the Financial Statements of Foreign Operations	-	-	-	-	-	-
15.2. Fair Value changes in Available-for-sale Financial Assets	(870,064)	(996,589)	(603,799)	(870,064)	(996,589)	(603,799)
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	-	-	-	-	-	-
<b>16. Other Comprehensive Income for the Year Net of Tax</b>	<b>(870,064)</b>	<b>(996,589)</b>	<b>(603,799)</b>	<b>(870,064)</b>	<b>(996,589)</b>	<b>(603,799)</b>
<b>17. TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>	<b>(613,810)</b>	<b>(66,420)</b>	<b>(404,525)</b>	<b>(608,545)</b>	<b>(79,668)</b>	<b>(394,007)</b>
<b>III OTHER DISCLOSURES</b>						
1.0 NON-PERFORMING LOANS AND ADVANCES						
(a) Gross Non-Performing Loans and Advances	4,371,958	4,511,773	6,348,369	4,371,958	4,511,773	6,348,369
(b) Less Interest in Suspense	1,033,500	1,082,430	1,734,906	1,033,500	1,082,430	1,734,906
<b>(c) Total Non-Performing Loans and Advances (a-b)</b>	<b>3,338,458</b>	<b>3,429,343</b>	<b>4,613,463</b>	<b>3,338,458</b>	<b>3,429,343</b>	<b>4,613,463</b>
(d) Less Loan Losses Provision	1,907,883	1,866,317	2,661,456	1,907,883	1,866,317	2,661,456
<b>(e) Net Non-Performing Loans and Advances(c-d)</b>	<b>1,430,575</b>	<b>1,563,026</b>	<b>1,952,007</b>	<b>1,430,575</b>	<b>1,563,026</b>	<b>1,952,007</b>
(f) Discounted Value of Securities	1,470,979	1,587,093	1,966,844	1,470,979	1,587,093	1,966,844
<b>(g) Net NPLs Exposure (e-f)</b>	<b>(40,403)</b>	<b>(24,067)</b>	<b>(14,837)</b>	<b>(40,403)</b>	<b>(24,067)</b>	<b>(14,837)</b>
2.0 INSIDER LOANS AND ADVANCES						
(a) Directors, Shareholders and Associates	-	-	-	-	-	-
(b) Employees	168,126	149,424	103,101	168,126	149,424	103,101
<b>(c) Total Insider Loans and Advances and other facilities</b>	<b>168,126</b>	<b>149,424</b>	<b>103,101</b>	<b>168,126</b>	<b>149,424</b>	<b>103,101</b>
3.0 OFF-BALANCE SHEET ITEMS						
(a) Letters of credit, Guarantees & Acceptances	367,228	367,528	621,172	367,228	367,528	621,172
(b) Forwards Swaps & Options	1,824,970	1,304,970	1,203,500	1,824,970	1,304,970	1,203,500
(c) Other Contingent Liabilities	-	-	-	-	-	-
<b>(d) Total Contingent Liabilities</b>	<b>2,192,198</b>	<b>1,672,498</b>	<b>1,824,672</b>	<b>2,192,198</b>	<b>1,672,498</b>	<b>1,824,672</b>
4.0 CAPITAL STRENGTH						
(a) Core capital	2,579,816	2,451,690	1,153,518	2,579,816	2,451,690	1,153,518
(b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
(c) Excess/ (Deficiency) (a-b)	1,579,816	1,451,690	153,518	1,579,816	1,451,690	153,518
(d) Supplementary Capital	-	-	692,878	-	-	692,878
<b>(e) Total Capital (a+d)</b>	<b>2,579,816</b>	<b>2,451,690</b>	<b>1,846,396</b>	<b>2,579,816</b>	<b>2,451,690</b>	<b>1,846,396</b>
(f) Total risk weighted assets	12,474,445	10,239,032	8,019,407	12,474,445	10,239,032	8,019,407
<b>(g) Core Capital/Total Deposit Liabilities</b>	<b>26.3%</b>	<b>25.4%</b>	<b>16.8%</b>	<b>26.3%</b>	<b>25.8%</b>	<b>16.8%</b>
(h) Minimum Statutory Ratio	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%
(i) Excess/ (Deficiency) (g-h)	18.3%	17.4%	8.8%	18.3%	17.8%	8.8%
<b>(j) Core Capital / Total Risk Weighted Assets</b>	<b>20.7%</b>	<b>23.9%</b>	<b>14.4%</b>	<b>20.7%</b>	<b>23.9%</b>	<b>14.4%</b>
(k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%
(l) Excess/(Deficiency) (j-k)	10.2%	13.4%	3.9%	10.2%	13.4%	3.9%
<b>(m) Total Capital/Total Risk Weighted Assets</b>	<b>20.7%</b>	<b>23.9%</b>	<b>23.0%</b>	<b>20.7%</b>	<b>23.9%</b>	<b>23.0%</b>
(n) Minimum statutory Ratio	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%
(o) Excess/(Deficiency) (m-n)	6.2%	9.4%	8.5%	6.2%	9.4%	8.5%
<b>(p) Adjusted Core Capital/Total Deposit Liabilities</b>	<b>26.3%</b>	<b>25.5%</b>	<b>16.8%</b>	<b>26.3%</b>	<b>25.45%</b>	<b>16.84%</b>
<b>(q) Adjusted</b>						