

II STATEMENT OF COMPREHENSIVE INCOME						
	31-Mar-15	31-Dec-15	31-Mar-16	31-Mar-15	31-Dec-15	31-Mar-16
	Kshs 000	Kshs 000	Kshs 000	Kshs 000	Kshs 000	Kshs 000
	Un-Audited	Audited	Un-Audited	Un-Audited	Audited	Un-Audited
1 INTEREST INCOME						
1.1 Loans and advances	8,814,517	41,039,720	11,629,597	10,050,219	46,191,995	12,763,702
1.2 Government securities	1,800,911	7,515,622	3,225,719	2,138,091	9,117,249	3,681,172
1.3 Deposits and placements with banking institutions	19,198	157,855	128,421	53,338	470,493	189,238
1.4 Other Interest Income	-	-	-	-	604,195	-
1.5 Total interest income	10,634,626	48,713,197	14,983,737	12,241,648	56,383,933	16,634,112
2 INTEREST EXPENSE						
2.1 Customer deposits	2,355,181	13,717,424	4,317,495	2,761,025	15,295,887	4,784,991
2.2 Deposits and placement from banking institutions	167,143	1,345,813	229,485	221,886	1,852,091	396,140
2.3 Other interest expenses	-	-	-	-	-	-
2.4 Total interest expenses	2,522,324	15,063,236	4,546,980	2,982,911	17,147,978	5,181,131
3 NET INTEREST INCOME/(LOSS)	8,112,302	33,649,961	10,436,757	9,258,737	39,235,954	11,452,981
4 OTHER OPERATING INCOME						
4.1 Fees and commissions on loans and advances	1,077,488	4,545,325	949,645	1,166,746	5,366,204	1,114,941
4.2 Other fees and commissions	1,092,906	4,317,015	1,210,546	2,050,985	8,793,785	1,910,832
4.3 Foreign exchange trading income	524,330	2,202,692	446,624	873,579	4,067,466	746,686
4.4 Dividend Income	19	553,120	69	19	1,112	69
4.5 Other income	490,528	3,429,475	143,139	538,094	5,151,946	258,887
4.6 Total non-interest income	3,185,271	15,047,627	2,750,023	4,629,423	23,380,514	4,031,415
5 TOTAL OPERATING INCOME	11,297,573	48,697,589	13,186,780	13,888,160	62,616,468	15,484,396
6 OTHER OPERATING EXPENSES						
6.1 Loan loss provision	282,970	2,199,102	1,240,334	549,703	4,713,807	1,369,225
6.2 Staff costs	3,038,453	12,107,360	3,355,475	3,803,293	15,310,898	4,081,913
6.3 Directors' emoluments	24,761	129,973	29,696	69,872	262,770	67,012
6.4 Rental charges	109,386	515,381	176,598	303,792	1,617,889	294,644
6.5 Depreciation charge on property and equipment	280,518	1,180,946	358,090	450,878	1,876,766	448,836
6.6 Amortisation charges	103,381	487,095	103,381	122,413	558,682	119,880
6.7 Other operating expenses	1,803,831	8,633,116	1,930,967	2,354,915	11,738,084	2,488,598
6.8 Total other operating expenses	5,643,299	25,252,973	7,194,540	7,654,866	36,078,896	8,870,108
7 Profit/(loss) before tax and exceptional items	5,654,274	23,444,616	5,992,240	6,233,294	26,537,573	6,614,288
8 Exceptional items	-	-	-	-	-	-
9 Profit/(loss) after exceptional items	5,654,274	23,444,616	5,992,240	6,233,294	26,537,573	6,614,288
10 Current tax	(1,696,282)	(7,386,407)	(1,797,463)	(1,869,988)	(7,701,260)	(1,984,286)
11 Deferred tax	-	441,198	-	-	786,758	-
12 Profit/(loss) after tax and exceptional items	3,957,992	16,499,407	4,194,777	4,363,306	19,623,071	4,630,002
13 Minority Interest	-	-	-	-	-	-
14 Profit/(loss) after tax and exceptional items and Minority Interest	3,957,992	16,499,407	4,194,777	4,363,306	19,623,071	4,630,002
15 Other Comprehensive income:						
15.1 Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	(292,975)	(6,154,131)	(1,377,155)
15.2 Fair value changes in available-for-sale financial assets	388,488	(965,962)	(1,180,666)	388,488	(1,034,063)	(1,180,666)
15.3 Re-measurement of defined benefit pension fund	-	(1,092,000)	-	-	(1,092,000)	-
15.4 Share of other comprehensive income of associates	-	-	-	-	-	-
15.5 Income tax relating to components of other comprehensive income	-	327,600	-	-	327,600	-
16 Other comprehensive income for the year net of tax	388,488	(1,730,362)	(1,180,666)	95,513	(7,952,595)	(2,557,821)
17 Total comprehensive income for the year	4,346,480	14,769,045	3,014,111	4,458,819	11,670,476	2,072,181
18 EARNINGS PER SHARE - DILUTED & BASIC KSHS				5.77	6.49	6.12
19 DIVIDEND PER SHARE - DECLARED KSHS					2.00	

III OTHER DISCLOSURES						
	31-Mar-15 Kshs 000 Un-Audited	31-Dec-15 Kshs 000 Audited	31-Mar-16 Kshs 000 Un-Audited	31-Mar-15 Kshs 000 Un-Audited	31-Dec-15 Kshs 000 Audited	31-Mar-16 Kshs 000 Un-Audited
1 NON-PERFORMING LOANS AND ADVANCES						
a) Gross Non-performing loans and advances	17,384,023	19,289,119	26,135,275	21,880,196	23,477,475	30,436,873
b) Less Interest in Suspense	2,572,007	2,815,766	3,561,768	3,351,776	3,310,816	4,074,524
c) Total Non-Performing Loans and Advances (a-b)	14,812,016	16,473,353	22,573,507	18,528,419	20,166,660	26,362,349
d) Less Loan Loss Provision	6,820,479	9,387,792	10,842,355	9,108,129	11,292,003	12,603,423
e) Net Non-Performing Loans and Advances(c-d)	7,991,537	7,085,561	11,731,152	9,420,290	8,874,656	13,758,926
f) Discounted Value of Securities	7,991,537	6,068,222	7,613,893	9,420,290	11,867,690	10,654,600
g) Net NPLs Exposure (e-f)	-	1,017,339	4,117,259	-	(2,993,034)	3,104,326
2 INSIDER LOANS AND ADVANCES						
a) Directors, Shareholders and Associates	177,884	592,219	608,812	552,025	689,698	687,083
b) Employees	8,973,654	10,673,477	10,920,602	9,900,418	11,588,774	11,886,193
c) Total Insider Loans and Advances and other facilities	9,151,538	11,265,696	11,529,414	10,452,442	12,278,472	12,573,276
3 OFF-BALANCE SHEET ITEMS						
a) Letters of credit, guarantees, acceptances	64,451,811	57,786,037	58,567,508	68,461,144	60,635,178	61,155,145
b) Forwards, swaps and options	26,010,480	12,072,941	11,423,393	26,327,615	13,268,058	12,380,294
c) Other contingent liabilities	-	-	-	-	-	-
d) Total Contingent Liabilities	90,462,291	69,858,978	69,990,901	94,788,759	73,903,236	73,535,439
4 CAPITAL STRENGTH						
a) Core capital	60,569,495	56,103,143	54,789,410	65,714,019	73,340,524	75,655,525
b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	6,114,986	6,803,947	6,733,314
c) Excess (a-b)	59,569,495	55,103,143	53,789,410	59,599,033	66,536,577	68,922,211
d) Supplementary Capital	3,584,577	4,969,281	4,890,563	4,844,135	5,840,576	5,778,802
e) Total Capital (a+d)	64,154,072	61,072,424	59,679,973	70,558,154	79,181,100	81,434,327
f) Total risk weighted assets	354,334,716	397,490,368	391,245,046	410,439,599	467,246,047	462,304,131
g) Core Capital/Total deposits Liabilities	21.0%	16.1%	15.4%	16.5%	17.3%	17.9%
h) Minimum statutory Ratio	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%
i) Excess	13.0%	8.1%	7.4%	8.5%	9.3%	9.9%
j) Core Capital / total risk weighted assets	17.1%	14.1%	14.0%	16.0%	15.7%	16.4%
k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%
l) Excess (j-k)	6.6%	3.6%	3.5%	5.5%	5.2%	5.9%
m) Total Capital/total risk weighted assets	18.1%	15.4%	15.3%	17.2%	16.9%	17.6%
n) Minimum statutory Ratio	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%
o) Excess (m-n)	3.6%	0.9%	0.8%	2.7%	2.4%	3.1%
5 LIQUIDITY						
a) Liquidity Ratio	31.4%	30.0%	32.7%	31.2%	48.3%	38.8%
b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%
c) Excess (a-b)	11.4%	10.0%	12.7%	11.2%	28.3%	18.8%

INTERIM DIVIDEND

The Directors do not recommend payment of interim dividend.

MESSAGE FROM THE DIRECTORS

These financial statements are extracts from the books of the institution. The complete set of quarterly financial statements, statutory and qualitative disclosures can be accessed on the institutions website. They may also be accessed at the institutions head office located at Kencom House, Moi avenue

Ngonyi Biwott- Chairman

Joshua Oigara- Group Chief Executive