

II STATEMENT OF COMPREHENSIVE INCOME

	31-Mar-14 Kshs 000 Un-Audited	31-Dec-14 Kshs 000 Audited	31-Mar-15 Kshs 000 Un-Audited	31-Mar-14 Kshs 000 Un-Audited	31-Dec-14 Kshs 000 Audited	31-Mar-15 Kshs 000 Un-Audited
1 INTEREST INCOME						
1.1 Loans and advances	7,237,122	31,927,540	8,814,517	8,253,539	36,574,907	10,050,219
1.2 Government securities	2,211,471	8,665,293	1,800,911	2,488,107	9,991,210	2,138,091
1.3 Deposits and placements with banking institutions	33,060	290,415	19,198	75,526	482,412	53,338
1.4 Other Interest Income	-	-	-	-	427,186	-
1.5 Total interest income	9,481,653	40,883,247	10,634,626	10,817,172	47,475,715	12,241,648
2 INTEREST EXPENSE						
2.1 Customer deposits	1,979,260	9,019,457	2,355,181	2,279,904	10,633,005	2,761,025
2.2 Deposits and placement from banking institutions	125,700	678,345	167,143	216,138	894,015	221,886
2.3 Other interest expenses	-	-	-	-	-	-
2.4 Total interest expenses	2,104,960	9,697,802	2,522,324	2,496,042	11,527,020	2,982,911
3 NET INTEREST INCOME/(LOSS)	7,376,693	31,185,445	8,112,302	8,321,130	35,948,695	9,258,737
4 OTHER OPERATING INCOME						
4.1 Fees and commissions on loans and advances	877,200	4,259,929	1,077,488	973,467	4,635,350	1,166,746
4.2 Other fees and commissions	975,714	4,243,935	1,092,906	1,734,488	8,103,867	2,050,985
4.3 Foreign exchange trading income	501,895	2,192,237	524,330	1,113,086	4,149,902	873,579
4.4 Dividend Income	10	704,105	19	10	103	19
4.5 Other income	949,746	4,790,763	490,528	984,647	5,111,937	538,094
4.6 Total non-interest income	3,304,565	16,190,969	3,185,271	4,805,698	22,001,159	4,629,423
5 TOTAL OPERATING INCOME	10,681,258	47,376,413	11,297,573	13,126,828	57,949,854	13,888,160
6 OTHER OPERATING EXPENSES						
6.1 Loan loss provision	813,278	3,013,751	282,970	1,109,832	5,058,270	549,703
6.2 Staff costs	2,757,433	11,232,635	3,038,453	3,368,599	13,993,445	3,785,768
6.3 Directors' emoluments	30,349	132,970	24,761	68,714	296,963	87,397
6.4 Rental charges	104,401	455,404	109,386	262,005	1,346,574	303,792
6.5 Depreciation charge on property and equipment	314,468	1,240,498	280,518	451,951	1,885,066	450,878
6.6 Amortisation charges	108,896	432,981	103,381	124,528	502,876	122,413
6.7 Other operating expenses	1,662,111	8,506,421	1,803,831	2,166,589	11,079,231	2,354,915
6.8 Total other operating expenses	5,790,935	25,014,659	5,643,299	7,552,218	34,162,425	7,654,866
7 Profit/(loss) before tax and exceptional items	4,890,323	22,361,754	5,654,274	5,574,610	23,787,429	6,233,294
8 Exceptional items	-	-	-	-	-	-
9 Profit/(loss) after exceptional items	4,890,323	22,361,754	5,654,274	5,574,610	23,787,429	6,233,294
10 Current tax	(1,467,097)	(6,514,044)	(1,696,282)	(1,672,383)	(6,977,553)	(1,869,988)
11 Deferred tax	-	31,267	-	-	38,986	-
12 Profit/(loss) after tax and exceptional items	3,423,226	15,878,977	3,957,992	3,902,227	16,848,863	4,363,306
13 Minority Interest	-	-	-	-	-	-
14 Profit/(loss) after tax and exceptional items and Minority Interest	3,423,226	15,878,977	3,957,992	3,902,227	16,848,863	4,363,306
15 Other Comprehensive income:						
15.1 Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	(480,031)	904,406	(292,975)
15.2 Fair value changes in available-for-sale financial assets	573,743	70,678	388,488	573,743	70,678	388,488
15.3 Re-measurement of defined benefit pension fund	-	(177,800)	-	-	(177,800)	-
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	573,743	(107,122)	388,488	93,712	797,284	95,513
17 Total comprehensive income for the year	3,996,969	15,771,855	4,346,480	3,995,939	17,646,147	4,458,819
18 EARNINGS PER SHARE- DILUTED & BASIC KSHS	4.59	5.30	5.23	5.23	5.63	5.77
19 DIVIDEND PER SHARE - DECLARED KSHS		2.00			2.00	

III OTHER DISCLOSURES	31-Mar-14	31-Dec-14	31-Mar-15	31-Mar-14	31-Dec-14	31-Mar-15
	Kshs 000 Un-Audited	Kshs 000 Audited	Kshs 000 Un-Audited	Kshs 000 Un-Audited	Kshs 000 Audited	Kshs 000 Un-Audited
1 NON-PERFORMING LOANS AND ADVANCES						
a) Gross Non-performing loans and advances	17,894,586	13,367,944	17,384,023	22,456,545	18,404,132	21,880,196
b) Less Interest in Suspense	1,781,064	1,809,962	2,572,007	2,283,881	2,588,273	3,351,776
c) Total Non-Performing Loans and Advances (a-b)	16,113,522	11,557,982	14,812,016	20,172,664	15,815,858	18,528,419
d) Less Loan Loss Provision	6,416,302	6,764,855	6,820,479	7,646,012	9,402,308	9,108,129
e) Net Non-Performing Loans and Advances(c-d)	9,697,220	4,793,127	7,991,537	12,526,652	6,413,551	9,420,290
f) Discounted Value of Securities	7,380,931	4,793,127	7,991,537	10,847,577	6,413,551	9,420,290
g) Net NPLs Exposure (e-f)	2,316,289	-	-	1,679,075	(0)	-
2 INSIDER LOANS AND ADVANCES						
a) Directors, Shareholders and Associates	899,575	375,380	177,884	1,092,812	648,670	552,025
b) Employees	8,084,712	8,912,786	8,973,654	8,795,768	9,795,649	9,900,418
c) Total Insider Loans and Advances and other facilities	8,984,287	9,288,166	9,151,538	9,888,581	10,444,319	10,452,442
3 OFF-BALANCE SHEET ITEMS						
a) Letters of credit, guarantees, acceptances	114,314,921	69,223,656	64,451,811	118,579,893	72,326,419	68,461,144
b) Forwards, swaps and options	52,795,995	35,375,754	26,010,480	53,167,058	36,498,020	26,327,615
c) Other contingent liabilities	-	-	-	-	-	-
d) Total Contingent Liabilities	167,110,916	104,599,410	90,462,291	171,746,951	108,824,439	94,788,759
4 CAPITAL STRENGTH						
a) Core capital	51,590,372	57,805,191	60,569,495			
b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000			
c) Excess (a-b)	50,590,372	56,805,191	59,569,495			
d) Supplementary Capital	10,289,227	13,405,197	3,584,577			
e) Total Capital (a+d)	61,879,599	71,210,388	64,154,072			
f) Total risk weighted assets	286,801,171	338,877,072	354,334,716			
g) Core Capital/Total deposits Liabilities	20.9%	20.9%	21.0%			
h) Minimum statutory Ratio	8.0%	8.0%	8.0%			
i) Excess	12.9%	12.9%	13.0%			
j) Core Capital / total risk weighted assets	18.0%	17.1%	17.1%			
k) Minimum Statutory Ratio	10.5%	10.5%	10.5%			
l) Excess (j-k)	7.5%	6.6%	6.6%			
m) Total Capital/total risk weighted assets	21.6%	21.0%	18.1%			
n) Minimum statutory Ratio	14.5%	14.5%	14.5%			
o) Excess (m-n)	7.1%	6.5%	3.6%			
5 LIQUIDITY						
a) Liquidity Ratio	38.0%	31.3%	31.4%			
b) Minimum Statutory Ratio	20.0%	20.0%	20.0%			
c) Excess (a-b)	18.0%	11.3%	11.4%			

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

Vgeny Biwott- Chairman

Joshua Oigara- Group Chief Executive