



QUARTERLY FINANCIAL STATEMENTS AND OTHER DISCLOSURES

I: STATEMENT OF FINANCIAL POSITION

	30th Sept, 2011 Unaudited Shs '000	31st Dec, 2011 Audited Shs '000	31st Mar, 2012 Unaudited Shs '000	30th June, 2012 Unaudited Shs '000	30th Sept, 2012 Unaudited Shs '000
A ASSETS					
1 Cash (both Local & Foreign)	152,691	189,731	201,193	165,494	170,668
2 Balances due from Central Bank of Kenya	1,431,425	1,602,245	2,198,868	1,933,863	3,885,708
3 Kenya Government securities	6,852,647	8,767,639	8,560,974	8,835,697	8,840,201
4 Foreign Currency Treasury Bills & Bonds	-	-	-	-	-
5 Deposits and balances due from local banking institutions	17,037	582,602	874,414	658,977	517,881
6 Deposits and balances due from banking institutions abroad	305,692	62,373	173,104	343,112	162,190
7 Kenya Government and other securities held for dealing purposes	8,249,745	5,307,081	6,414,863	7,984,273	10,636,018
8 Tax recoverable	-	162,934	162,934	162,934	250,934
9 Loans and advances to customers (net)	18,624,978	19,144,038	19,418,648	20,395,668	20,374,847
10 Investment securities	330,322	348,824	349,534	323,389	307,539
11 Balances due from group companies	-	-	-	-	-
12 Investments in associates	-	-	-	-	-
13 Investments in subsidiary companies	-	-	-	-	-
14 Investments in joint ventures	-	-	-	-	-
15 Investment properties	24,764	24,145	24,145	24,145	24,145
16 Property and equipment	132,446	131,177	142,248	176,992	188,149
17 Prepaid lease rentals	-	-	-	-	-
18 Intangible assets	-	4,898	4,898	4,898	4,898
19 Deferred tax asset	42,978	47,542	47,542	47,542	47,542
20 Retirement benefit asset	-	-	-	-	-
21 Other assets	709,197	325,568	450,197	523,149	488,706
22 TOTAL ASSETS	36,873,922	36,700,797	39,023,562	41,580,133	45,899,426
B LIABILITIES					
23 Balances due to Central Bank of Kenya	-	-	-	-	-
24 Customer deposits	29,724,446	30,263,949	32,062,638	33,990,944	37,770,901
25 Deposits and balances due to local banking institutions	400,000	-	-	-	-
26 Deposits and balances due to foreign banking institutions	1,836,195	1,144,515	1,181,406	1,850,520	2,023,407
27 Other money market deposits	-	-	-	-	-
28 Borrowed funds	-	-	-	-	-
29 Balances due to group companies	-	-	-	-	-
30 Tax payable	375,332	-	120,422	265,550	349,565
31 Dividends payable	-	-	-	-	-
32 Deferred tax liability	-	-	-	-	-
33 Retirement benefit liability	-	-	-	-	-
34 Other liabilities	440,664	356,498	436,274	364,418	394,219
35 TOTAL LIABILITIES	32,776,637	31,764,962	33,800,740	36,471,432	40,538,092
C SHAREHOLDERS' FUNDS					
36 Paid up/Assigned capital	989,717	989,717	989,717	989,717	989,717
37 Share premium	-	-	-	-	-
38 Revaluation reserves	(295,085)	100,126	98,098	(359,655)	(134,805)
39 Retained earnings	3,204,860	3,474,447	3,755,462	4,094,094	4,290,129
40 Statutory loan reserves	197,793	203,293	211,293	216,293	216,293
41 Proposed dividends	-	168,252	168,252	168,252	168,252
42 Capital grants	-	-	-	-	-
43 TOTAL SHAREHOLDERS' FUNDS	4,097,285	4,935,835	5,222,822	5,108,701	5,361,334
44 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	36,873,922	36,700,797	39,023,562	41,580,133	45,899,426

II: INCOME STATEMENT

1 INTEREST INCOME					
1.1 Loans and advances	1,589,213	2,421,609	1,004,559	2,098,146	3,134,405
1.2 Government securities	1,134,693	1,457,712	314,479	700,882	1,139,543
1.3 Deposits and placements with banking institutions	5,873	32,007	30,678	44,847	66,219
1.4 Other Interest Income	773	14,541	10,602	21,823	31,153
1.5 Total interest income	2,730,552	3,925,869	1,360,318	2,865,699	4,371,320
2 INTEREST EXPENSE					
2.1 Customer deposits	1,151,302	1,592,885	824,759	1,792,360	2,818,113
2.2 Deposits and placement from banking institutions	35,350	46,854	6,636	16,196	24,589
2.3 Other interest expenses	-	-	-	-	-
2.4 Total interest expenses	1,186,652	1,639,739	831,396	1,808,556	2,842,702
3 NET INTEREST INCOME	1,543,899	2,286,130	528,923	1,057,143	1,528,618
4 OTHER OPERATING INCOME					
4.1 Fees and commissions on loans and advances	-	-	-	-	-
4.2 Other fees and commissions	112,750	164,693	39,545	91,894	132,179
4.3 Foreign exchange trading income	26,903	46,528	14,723	31,421	47,040
4.4 Dividend Income	805	805	3	41	423
4.5 Other income	52,126	(42,665)	13,867	48,910	61,839
4.6 Total non-interest income	192,583	169,361	68,139	172,266	241,482
5 TOTAL OPERATING INCOME	1,736,483	2,455,491	597,061	1,229,409	1,770,100
6 OPERATING EXPENSES					
6.1 Loan loss provision	25,504	199,349	888	1,230	3,364
6.2 Staff costs	192,452	284,284	89,639	163,934	300,183
6.3 Directors' emoluments	5,393	10,834	4,101	6,910	8,529
6.4 Rental charges	49,134	71,195	21,159	43,595	66,913
6.5 Depreciation charge on property and equipment	26,384	27,731	10,142	10,142	37,227
6.6 Amortisation charges	619	1,225	-	-	-
6.7 Other operating expenses	185,892	184,490	69,727	118,434	188,671
6.8 Total operating expenses	485,378	779,108	195,656	344,245	604,885
7 Profit before tax and exceptional items	1,251,105	1,676,383	401,405	885,165	1,165,215
8 Exceptional items	-	-	-	-	-
9 Profit after exceptional items	1,251,105	1,676,383	401,405	885,165	1,165,215
10 Current tax	375,331	375,080	120,422	265,549	349,564
11 Deferred tax	-	(4,578)	-	-	-
12 Profit after tax and exceptional items	875,774	1,363,881	280,983	619,616	815,651
13 EARNINGS PER SHARE - BASIC & DILUTED	17.70	27.56	5.68	12.52	16.48
14 DIVIDEND PER SHARE -DECLARED	0.00	3.40	0.00	0.00	0.00

III: OTHER DISCLOSURES

1 NON-PERFORMING LOANS AND ADVANCES					
a) Gross Non-performing loans and advances	546,858	648,851	624,792	454,403	595,225
b) Less Interest in Suspense	56,918	64,806	64,074	57,415	75,447
c) Total Non-Performing Loans and Advances (a-b)	489,940	584,045	560,718	396,988	519,778
d) Less Loan Loss Provision	355,836	529,597	525,853	357,541	358,078
e) Net Non-Performing Loans and Advances (c-d)	134,104	54,648	34,865	39,447	161,700
f) Discounted Value of Securities	134,104	54,648	34,865	39,447	161,700
g) Net NPLs Exposure (e-f)	-	-	-	-	-
2 INSIDER LOANS AND ADVANCES					
h) Directors, Shareholders and Associates	6,039	6,881	7,545	33,889	33,726
i) Employees	82,852	99,198	98,451	110,689	118,609
j) Total Insider Loans and Advances and other facilities	88,891	106,079	105,997	144,578	152,335
3 OFF-BALANCE SHEET ITEMS					
a) Letters of credit, guarantees, acceptances	4,938,039	5,443,195	5,504,767	6,756,577	7,461,264
b) Other contingent liabilities	1,369,508	1,287,841	1,031,557	879,503	801,591
c) Total Contingent Liabilities	6,307,547	6,731,036	6,536,324	7,636,080	8,262,855
4 CAPITAL STRENGTH					
a) Core capital	3,756,691	4,464,164	4,604,688	4,774,004	4,872,021
b) Minimum Statutory Capital	500,000	700,000	700,000	700,000	700,000
c) Excess (a-b)	3,256,691	3,764,164	3,904,688	4,074,004	4,172,021
d) Supplementary Capital	197,793	203,293	211,293	216,293	216,293
e) Total Capital (a+d)	3,954,484	4,667,457	4,815,981	4,990,297	5,088,314
f) Total risk weighted assets	21,299,790	21,812,452	22,690,647	24,790,978	24,265,722
g) Core Capital/Total deposits Liabilities	12.6%	14.8%	14.4%	14.0%	12.9%
h) Minimum statutory Ratio	8.0%	8.0%	8.0%	8.0%	8.0%
i) Excess	4.6%	6.8%	6.4%	6.0%	4.9%
j) Core Capital / total risk weighted assets	17.6%	20.5%	20.3%	19.3%	20.1%
k) Minimum Statutory Ratio	8.0%	8.0%	8.0%	8.0%	8.0%
l) Excess (j-k)	9.6%	12.5%	12.3%	11.3%	12.1%
m) Total Capital/total risk weighted assets	18.6%	21.4%	21.2%	20.1%	21.0%
n) Minimum statutory Ratio	12.0%	12.0%	12.0%	12.0%	12.0%
o) Excess (m-n)	6.6%	9.4%	9.2%	8.1%	9.0%
5 LIQUIDITY					
a) Liquidity Ratio	49.2%	49.2%	53.4%	52.8%	58.4%
b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%	20.0%
c) Excess (a-b)	29.2%	29.2%	33.4%	32.8%	38.4%

These financial statements are extracts from the books of the institution.

(Vindhya Ramesh)
Managing Director

(Sunil Srivastava)
Director