

## UN-AUDITED QUARTERLY FINANCIAL STATEMENTS AND OTHER DISCLOSURES

I	STATEMENT OF FINANCIAL POSITION AS AT	30 <sup>th</sup> Sept, 2012	31 <sup>st</sup> Dec, 2012	31 <sup>st</sup> Mar, 2013	30 <sup>th</sup> June, 2013	30 <sup>th</sup> Sept, 2013
		Shs. '000' Unaudited	Shs. '000' Audited	Shs. '000' Unaudited	Shs. '000' Unaudited	Shs. '000' Unaudited
<b>A</b>	<b>ASSETS</b>					
1	Cash (both Local & Foreign)	170,668	223,276	207,585	212,699	252,048
2	Balances due from Central Bank of Kenya	3,885,708	1,852,943	2,060,212	2,987,665	2,179,722
3	Kenya Government and other securities held for dealing purposes	-	-	-	-	-
4	Financial Assets at fair value through profit and loss	-	-	-	-	-
5	Investment Securities:					
a)	Held to Maturity:					
a.	Kenya Government securities	8,840,201	8,834,098	9,612,513	10,577,908	13,928,529
b.	Other securities	-	-	-	-	-
b.)	Available for sale:					
a.	Kenya Government securities	10,943,557	12,346,223	11,338,311	11,514,526	10,626,568
b.	Other securities	10,636,018	12,038,050	11,029,019	11,230,524	10,335,280
6	Deposits and balances due from local banking institutions	307,539	308,173	309,292	284,002	291,288
7	Deposits and balances due from banking institutions abroad	517,881	311	12,929	628,810	461,916
8	Tax recoverable	162,190	195,680	1,281,093	329,782	576,264
9	Loans and advances to customers (net)	20,374,847	21,922,597	21,095,988	21,861,226	22,285,315
10	Balances due from banking institutions in the group	-	-	-	-	-
11	Investments in associates	-	-	-	-	-
12	Investments in subsidiary companies	-	-	-	-	-
13	Investments in joint ventures	-	-	-	-	-
14	Investment properties	24,145	24,760	24,760	24,760	24,760
15	Property and equipment	188,149	159,672	160,529	162,667	166,871
16	Prepaid lease rentals	-	-	-	-	-
17	Intangible assets	4,898	5,192	5,192	5,418	5,418
18	Deferred tax asset	47,542	65,767	65,767	65,766	65,766
19	Retirement benefit asset	-	-	-	-	-
20	Other assets	488,706	389,149	267,768	454,779	772,903
21	<b>TOTAL ASSETS</b>	<b>45,899,426</b>	<b>46,137,777</b>	<b>46,250,756</b>	<b>48,944,113</b>	<b>51,464,189</b>
<b>B</b>	<b>LIABILITIES</b>					
22	Balances due to Central Bank of Kenya	-	-	-	-	-
23	Customer deposits	37,770,901	38,382,464	37,770,774	39,706,396	41,295,048
24	Deposits and balances due to local banking institutions	-	-	660,000	-	-
25	Deposits and balances due to foreign banking institutions	2,023,407	1,634,835	1,417,245	1,460,126	2,003,153
26	Other money market deposits	-	-	-	-	-
27	Borrowed funds	-	-	-	-	-
28	Balances due to banking institutions in the group	-	-	-	-	-
29	Tax payable	349,565	-	173,468	370,475	572,502
30	Dividends payable	-	-	-	-	-
31	Deferred tax liability	-	-	-	-	-
32	Retirement benefit liability	-	-	-	-	-
33	Other liabilities	394,219	362,100	380,667	368,650	382,173
34	<b>TOTAL LIABILITIES</b>	<b>40,538,092</b>	<b>40,379,399</b>	<b>40,402,154</b>	<b>41,905,647</b>	<b>44,252,876</b>
<b>C</b>	<b>SHAREHOLDERS' FUNDS</b>					
35	Paid up /Assigned capital	989,717	989,717	989,717	989,717	989,717
36	Share premium/(discount)	-	-	-	-	-
37	Revaluation reserves	-	-	-	-	-
38	Retained earnings/Accumulated losses	4,290,129	4,646,795	5,051,638	5,511,319	5,972,216
39	Statutory loan loss reserves	216,293	238,793	238,793	238,793	249,293
40	Other Reserves	(134,805)	(285,179)	(599,798)	130,385	87
41	Proposed dividends	-	168,252	168,252	-	-
42	Capital grants	-	-	-	-	-
43	<b>TOTAL SHAREHOLDERS' FUNDS</b>	<b>5,361,334</b>	<b>5,758,378</b>	<b>5,848,602</b>	<b>7,038,466</b>	<b>7,211,313</b>
44	Minority Interest	-	-	-	-	-
45	<b>TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS</b>	<b>45,899,426</b>	<b>46,137,777</b>	<b>46,250,756</b>	<b>48,944,113</b>	<b>51,464,189</b>
<b>II</b>	<b>STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED</b>					
<b>1.0</b>	<b>INTEREST INCOME</b>					
1.1	Loans and advances	3,134,405	4,118,995	945,928	1,850,171	2,808,686
1.2	Government securities	1,139,543	1,653,687	515,003	1,032,416	1,627,265
1.3	Deposits and placements with banking institutions	66,219	87,588	3,208	17,525	37,497
1.4	Other Interest Income	31,153	40,897	9,117	16,027	24,864
1.5	<b>Total interest income</b>	<b>4,371,320</b>	<b>5,901,167</b>	<b>1,473,255</b>	<b>2,916,140</b>	<b>4,498,313</b>
<b>2.0</b>	<b>INTEREST EXPENSE</b>					
2.1	Customer deposits	2,818,113	3,720,917	761,122	1,451,707	2,219,097
2.2	Deposits and placement from banking institutions	24,589	32,471	10,166	15,451	19,299
2.3	Other interest expenses	-	-	-	-	8,362
2.4	<b>Total interest expenses</b>	<b>2,842,702</b>	<b>3,753,388</b>	<b>771,289</b>	<b>1,467,158</b>	<b>2,246,758</b>
3.0	<b>NET INTEREST INCOME/(LOSS)</b>	<b>1,528,618</b>	<b>2,147,779</b>	<b>701,966</b>	<b>1,448,982</b>	<b>2,251,555</b>
<b>4.0</b>	<b>NON-INTEREST INCOME</b>					
4.1	Fees and commissions on loans and advances	-	-	-	-	-
4.2	Other fees and commissions	132,179	174,703	37,542	86,279	129,175
4.3	Foreign exchange trading income/(Loss)	47,040	64,119	15,292	34,251	57,623
4.4	Dividend Income	423	423	43	43	425
4.5	Other income	61,839	80,112	9,032	22,328	28,563
4.6	<b>Total Non-interest income</b>	<b>241,482</b>	<b>319,357</b>	<b>61,909</b>	<b>142,901</b>	<b>215,786</b>
5.0	<b>TOTAL OPERATING INCOME</b>	<b>1,770,100</b>	<b>2,467,136</b>	<b>763,876</b>	<b>1,591,883</b>	<b>2,467,340</b>
<b>6.0</b>	<b>OTHER OPERATING EXPENSES</b>					
6.1	Loan loss provision	3,364	8,278	1,227	7,880	13,472
6.2	Staff costs	300,183	384,195	91,812	170,674	262,268
6.3	Directors' emoluments	8,529	14,142	3,176	6,522	9,404
6.4	Rental charges	66,913	106,683	16,458	45,602	67,809
6.5	Depreciation charge on property and equipment	37,227	54,986	7,262	16,178	25,093
6.6	Amortisation charges	-	1,653	1,653	1,653	1,653
6.7	Other operating expenses	188,671	230,499	64,059	108,459	179,301
6.8	<b>Total Other Operating Expenses</b>	<b>604,885</b>	<b>800,436</b>	<b>185,648</b>	<b>356,967</b>	<b>559,000</b>
7.0	<b>Profit/(loss) before tax and exceptional items</b>	<b>1,165,215</b>	<b>1,666,700</b>	<b>578,228</b>	<b>1,234,916</b>	<b>1,908,340</b>
8	Exceptional items	-	-	-	-	-
9.0	<b>Profit/(loss) after exceptional items</b>	<b>1,165,215</b>	<b>1,666,700</b>	<b>578,228</b>	<b>1,234,916</b>	<b>1,908,340</b>
10	Current tax	349,564	308,825	173,468	370,475	572,502
11	Deferred tax	-	(18,225)	-	-	-
12.0	<b>Profit/(loss) after tax and exceptional items</b>	<b>815,651</b>	<b>1,376,100</b>	<b>404,760</b>	<b>864,441</b>	<b>1,335,838</b>
13.0	<b>Other Comprehensive Income</b>					
13.1	Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	-	-
13.2	Fair value changes in available for sale financial assets	(234,931)	(385,305)	(314,619)	415,564	285,266
13.3	Revaluation surplus on Property, plant and equipment	-	-	-	-	-
13.4	Share of other comprehensive income of associates	-	-	-	-	-
13.5	Income tax relating to components of other comprehensive income	-	-	-	-	-
14.0	<b>Other Comprehensive Income for the year net of tax</b>	<b>(234,931)</b>	<b>(385,305)</b>	<b>(314,619)</b>	<b>415,564</b>	<b>285,266</b>
15.0	<b>Total comprehensive income for the year</b>	<b>580,720</b>	<b>990,795</b>	<b>90,141</b>	<b>1,280,005</b>	<b>1,621,104</b>
16.0	<b>EARNINGS PER SHARE- BASIC &amp; DILUTED</b>	<b>16.48</b>	<b>27.81</b>	<b>8.18</b>	<b>17.47</b>	<b>26.99</b>
17.0	<b>DIVIDEND PER SHARE -DECLARED</b>	-	3.40	-	-	-
<b>III</b>	<b>OTHER DISCLOSURES</b>					
<b>1.0</b>	<b>NON-PERFORMING LOANS AND ADVANCES</b>					
(a)	Gross Non-performing loans and advances	595,225	583,766	605,468	604,112	577,478
(b)	Less: Interest in Suspense	75,447	71,520	72,846	73,341	70,188
(c)	<b>Total Non-Performing Loans and Advances (a-b)</b>	<b>519,778</b>	<b>512,246</b>	<b>532,622</b>	<b>530,771</b>	<b>507,290</b>
(d)	Less: Loan Loss Provision	358,078	359,181	355,206	354,570	360,162
(e)	Net Non-Performing Loans and Advances (c-d)	161,700	153,065	177,416	176,201	147,128
(f)	Discounted Value of Securities	161,700	153,065	177,416	176,201	147,128
(g)	<b>Net NPLs Exposure</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>2.0</b>	<b>INSIDER LOANS AND ADVANCES</b>					
(a)	Directors, Shareholders and Associates	33,726	31,680	23,242	22,422	19,556
(b)	Employees	118,609	127,499	142,175	143,612	145,357
(c)	<b>Total Insider Loans and Advances and other facilities</b>	<b>152,335</b>	<b>159,179</b>	<b>165,417</b>	<b>166,034</b>	<b>164,913</b>
<b>3.0</b>	<b>OFF-BALANCE SHEET ITEMS</b>					
(a)	Letters of credit, guarantees, acceptances	7,461,264	6,599,881	6,529,430	7,325,929	6,246,986
(b)	Forwards, swaps and options	92,704	105,862	1,027,636	31,624	64,406
(c)	Other contingent liabilities	708,887	925,695	636,045	892,526	965,931
(d)	<b>Total Contingent Liabilities</b>	<b>8,262,855</b>	<b>7,631,438</b>	<b>8,193,111</b>	<b>8,250,079</b>	<b>7,277,323</b>
<b>4.0</b>	<b>CAPITAL STRENGTH</b>					
(a)	Core capital	4,872,021	5,636,512	5,773,209	6,133,435	6,228,335
(b)	Minimum Statutory Capital	700,000	1,000,000	1,000,000	1,000,000	1,000,000
(c)	Excess/(Deficiency) (a-b)	4,172,021	4,636,512	4,773,209	5,133,435	5,228,335
(d)	Supplementary Capital	216,293	238,793	238,793	238,793	249,293
(e)	Total Capital (a+d)	5,088,314	5,875,305	6,012,002	6,372,228	6,477,628
(f)	Total risk weighted assets	24,265,722	24,951,471	36,570,929	34,178,214	34,485,384
(g)	Core Capital/Total deposits Liabilities	12.9%	14.7%	15.3%	15.4%	15.1%
(h)	Minimum statutory Ratio	8.0%	8.0%	10.5%	10.5%	10.5%
(i)	Excess/(Deficiency) (g-h)	4.9%	6.7%	4.8%	4.9%	4.6%
(j)	Core Capital / total risk weighted assets	20.1%	22.6%	15.8%	17.9%	18.1%
(k)	Minimum Statutory Ratio	8.0%	8.0%	10.5%	10.5%	10.5%
(l)	Excess (Deficiency) (j-k)	12.1%	14.6%	5.3%	7.4%	7.6%
(m)	Total Capital/total risk weighted assets	21.0%	23.5%	16.4%	18.6%	18.8%
(n)	Minimum statutory Ratio	12.0%	12.0%	14.5%	14.5%	14.5%
(o)	Excess/(Deficiency) (m-n)	9.0%	11.5%	1.9%	4.1%	4.3%
<b>14</b>	<b>LIQUIDITY</b>					
14.1	(a) Liquidity Ratio	58.4%	55.8%	58.3%	61.5%	62.0%
14.2	(b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%	20.0%
14.3	(c) Excess (Deficiency) (a-b)	38.4%	35.8%	38.3%	41.5%	42.0%

These financial statements are extracts from the books of the institution. The complete set of quarterly financial statements, statutory and qualitative disclosures can be assessed on the institutions website: [www.bankofbarodakenya.com](http://www.bankofbarodakenya.com). They may be also accessed at the institutions Head Office located at; Baroda House, 29 Koinange Street.

(J. K. Muiruri)  
DIRECTOR

(Vindhya Ramesh)  
MANAGING DIRECTOR

**"Meru Branch opening soon!!"**