

The Board of Directors is pleased to announce the audited financial statements and other disclosures for the Bank as at 31st December 2013

I STATEMENT OF FINANCIAL POSITION AS AT		Audited 31st Dec, 2012	Audited 31st Dec, 2013
		Shs. '000'	Shs. '000'
A ASSETS			
1 Cash (both Local & Foreign)		223,276	265,970
2 Balances due from Central Bank of Kenya		1,852,943	2,131,439
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:		8,834,098	14,515,658
a. Kenya Government securities		8,834,098	14,515,658
b. Other securities		-	-
b) Available for sale:		12,346,223	10,000,187
a. Kenya Government securities		12,038,050	9,735,494
b. Other securities		308,173	264,693
6 Deposits and balances due from local banking institutions		311	564,216
7 Deposits and balances due from banking institutions abroad		195,680	460,175
8 Tax recoverable		118,109	-
9 Loans and advances to customers (net)		21,922,597	23,578,560
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		24,760	24,141
15 Property and equipment		159,672	132,638
16 Prepaid lease rentals		-	-
17 Intangible assets		5,192	3,759
18 Deferred tax asset		65,767	73,446
19 Retirement benefit asset		-	-
20 Other assets		389,149	271,335
21 TOTAL ASSETS		46,137,777	52,021,524
B LIABILITIES			
22 Balances due to Central Bank of Kenya		-	-
23 Customer deposits		38,382,464	41,876,522
24 Deposits and balances due to local banking institutions		-	-
25 Deposits and balances due to foreign banking institutions		1,634,835	2,112,076
26 Other money market deposits		-	-
27 Borrowed funds		-	-
28 Balances due to banking institutions in the group		-	-
29 Tax payable		-	99,901
30 Dividends payable		-	-
31 Deferred tax liability		-	-
32 Retirement benefit liability		-	-
33 Other liabilities		362,100	363,910
34 TOTAL LIABILITIES		40,379,399	44,452,409
C SHAREHOLDERS' FUNDS			
35 Paid up /Assigned capital		989,717	989,717
36 Share premium/(discount)		-	-
37 Revaluation reserves		-	-
38 Retained earnings/Accumulated losses		4,646,795	6,497,900
39 Statutory loan loss reserves		238,793	249,293
40 Other Reserves		(285,179)	(345,944)
41 Proposed dividends		168,252	178,149
42 Capital grants		-	-
43 TOTAL SHAREHOLDERS' FUNDS		5,758,378	7,569,115
44 Minority Interest		-	-
45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS		46,137,777	52,021,524

II STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED		Audited 31st Dec, 2012	Audited 31st Dec, 2013
1.0 INTEREST INCOME			
1.1 Loans and advances		4,118,995	3,754,528
1.2 Government securities		1,653,687	2,247,822
1.3 Deposits and placements with banking institutions		87,588	51,348
1.4 Other Interest Income		40,897	32,225
1.5 Total interest income		5,901,167	6,085,923
2.0 INTEREST EXPENSE			
2.1 Customer deposits		3,720,917	3,007,726
2.2 Deposits and placement from banking institutions		32,471	27,210
2.3 Other interest expenses		-	6,603
2.4 Total interest expenses		3,753,388	3,041,539
3.0 NET INTEREST INCOME/(LOSS)		2,147,779	3,044,384
4.0 NON-INTEREST INCOME			
4.1 Fees and commissions on loans and advances		-	-
4.2 Other fees and commissions		174,703	163,334
4.3 Foreign exchange trading income/(Loss)		64,119	77,635
4.4 Dividend Income		423	425
4.5 Other income		80,112	34,175
4.6 Total Non-interest income		319,357	275,570
5.0 TOTAL OPERATING INCOME		2,467,136	3,319,953
6.0 OTHER OPERATING EXPENSES			
6.1 Loan loss provision		8,278	71,511
6.2 Staff costs		384,195	378,313
6.3 Directors' emoluments		14,142	11,438
6.4 Rental charges		106,683	89,036
6.5 Depreciation charge on property and equipment		54,986	36,147
6.6 Amortisation charges		1,653	1,659
6.7 Other operating expenses		230,499	226,822
6.8 Total Other Operating Expenses		800,436	814,926
7.0 Profit/(loss) before tax and exceptional items		1,666,700	2,505,027
8.0 Exceptional items		-	-
9.0 Profit/(loss) after exceptional items		1,666,700	2,505,027
10.0 Current tax		308,825	473,010
11.0 Deferred tax		(18,225)	(7,679)
12.0 Profit/(loss) after tax and exceptional items		1,376,100	2,039,696
13.0 Other Comprehensive Income			
13.1 Gains/(Losses) from translating the financial statements of foreign operations		-	-
13.2 Fair value changes in available for sale financial assets		(385,305)	(60,765)
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 Other Comprehensive Income for the year net of tax		(385,305)	(60,765)
15.0 Total comprehensive income for the year		990,795	1,978,931
16.0 EARNINGS PER SHARE- BASIC & DILUTED		27.81	41.22
17.0 DIVIDEND PER SHARE -DECLARED		3.40	3.60

III OTHER DISCLOSURES		Audited 31st Dec, 2012	Audited 31st Dec, 2013
		Shs. '000'	Shs. '000'
1.0 NON-PERFORMING LOANS AND ADVANCES			
(a) Gross Non-performing loans and advances		583,766	598,364
(b) Less: Interest in Suspense		71,520	73,204
(c) Total Non-Performing Loans and Advances (a-b)		512,246	525,160
(d) Less: Loan Loss Provision		359,181	415,909
(e) Net Non-Performing Loans and Advances(c-d)		153,065	109,251
(f) Discounted Value of Securities		153,065	109,251
(g) Net NPLs Exposure (e-f)		-	-
2.0 INSIDER LOANS AND ADVANCES			
(a) Directors, Shareholders and Associates		31,680	18,106
(b) Employees		127,499	141,924
(c) Total Insider Loans and Advances and other facilities		159,179	160,030
3.0 OFF-BALANCE SHEET ITEMS			
(a) Letters of credit, guarantees, acceptances		6,599,881	6,293,452
(b) Forwards, swaps and options		144,660	117,015
(c) Other contingent liabilities		704,476	965,746
(d) Total Contingent Liabilities		7,449,017	7,376,213
4.0 CAPITAL STRENGTH			
(a) Core capital		5,636,512	7,414,171
(b) Minimum Statutory Capital		1,000,000	1,000,000
(c) Excess/(Deficiency)(a-b)		4,636,512	6,414,171
(d) Supplementary Capital		238,793	249,293
(e) Total Capital (a+d)		5,875,305	7,663,464
(f) Total risk weighted assets		24,951,471	35,458,332
(g) Core Capital/Total deposits Liabilities		14.7%	17.7%
(h) Minimum statutory Ratio		8.0%	10.5%
(i) Excess/(Deficiency) (g-h)		6.7%	7.2%
(j) Core Capital / total risk weighted assets		22.6%	20.9%
(k) Minimum Statutory Ratio		8.0%	10.5%
(l) Excess (Deficiency) (j-k)		14.6%	10.4%
(m) Total Capital/total risk weighted assets		23.5%	21.6%
(n) Minimum statutory Ratio		12.0%	14.5%
(o) Excess/(Deficiency) (m-n)		11.5%	7.1%
14 LIQUIDITY			
14.1 (a) Liquidity Ratio		55.8%	60.6%
14.2 (b) Minimum Statutory Ratio		20.0%	20.0%
14.3 (c) Excess (Deficiency) (a-b)		35.8%	40.6%

MESSAGE FROM THE DIRECTORS

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

The financial statements were audited by M/s PKF Kenya and received an unqualified opinion.

The Directors recommend payment of Dividend of Kshs. 3.60 per share subject to approval by the shareholders at the Annual General Meeting.

The full set of published financial statements once approved by the shareholders at the Annual General Meeting will be accessed at the institutions Head Office located at; **Baroda House, 29 Koinange Street, Nairobi.**

The complete set of the financial statements, statutory and qualitative disclosures can also be assessed on the institutions website: www.bankofbarodakenya.com

The accounts were approved by the Board of Directors on 10th March 2014 and signed on behalf of the Board by:

.....
(J. K. Muiruri)
Director

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(Yatish C. Tewari)
Managing Director



A Strong Presence of 60 Glorious Years in Kenya

Profit After Tax, Business per Employee, Earning Per Share, Total Business

Asante Sana!

Meru Branch - Opening Soon.