

UN-AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 30TH JUNE 2013

BALANCE SHEET	30th June 2012	31st December 2012	31st March 2013	30th June 2013	II PROFIT AND LOSS ACCOUNT					III OTHER DISCLOSURES				
	Shs 000 (Unaudited)	Shs 000 (Audited)	Shs 000 (Unaudited)	Shs 000 (Unaudited)	30th June 2012 Shs 000 (Unaudited)	31st December 2012 Shs 000 (Audited)	31st March 2013 Shs 000 (Unaudited)	30th June 2013 Shs 000 (Unaudited)	30th June 2012 Shs 000 (Unaudited)	31st December 2012 Shs 000 (Audited)	31st March 2013 Shs 000 (Unaudited)	30th June 2013 Shs 000 (Unaudited)		
A ASSETS					1.0 INTEREST INCOME				1.0 NON-PERFORMING LOANS AND ADVANCES					
1 Cash (both Local & Foreign)	28,396	27,632	39,744	53,261	1.1 Loans and advances	67,568	94,153	15,536	37,207	(a) Gross Non-performing loans and advances	35,968	53,617	12,005	14,805
2 Balances due from Central Bank of Kenya	70,180	60,644	90,473	60,744	1.2 Government securities	74,286	117,155	31,763	52,202	(b) Less Interest in Suspense	214	11,983	3,297	5,609
3 Kenya Government and other securities held for dealing purposes	-	-	-	-	1.3 Deposits and placements with banking institutions	30,392	44,862	4,844	11,206	(c) Total Non-Performing Loans and Advances (a-b)	35,754	41,634	8,708	9,196
4 Financial Assets at fair value through profit and loss	-	-	-	-	1.4 Other Interest Income	-	-	-	-	(d) Less Loan Loss Provision	8,872	39,201	6,863	8,534
5 Investment Securities:					1.5 Total Interest Income	172,246	256,170	52,143	100,615	(e) Net Non-Performing Loans and Advances(c-d)	26,882	2,433	1,845	663
a) Held to Maturity:										(f) Discounted Value of Securities	-	-	-	-
a. Kenya Government securities	1,522,448	1,498,081	1,503,667	1,500,848	2.0 INTEREST EXPENSE					(g) Net NPLs Exposure (e-f)	26,882	2,433	1,845	663
b. Other securities	1,522,448	1,498,081	1,503,667	1,500,848	2.1 Customer deposits	37,700	82,778	21,267	43,386	2.0 INSIDER LOANS AND ADVANCES				
b. Available for sale:					2.2 Deposits and placement from banking institutions	44,201	75,284	3,398	8,389	(a) Directors, Shareholders and Associates	-	-	-	216,211
a. Kenya Government securities	-	-	-	-	2.3 Other interest expenses	51,877	76,065	209	446	(b) Employees	5,417	3,858	10,723	10,573
b. Other securities	-	-	-	-	2.4 Total Interest expenses	133,778	234,128	24,873	52,221	(c) Total Insider Loans and Advances and other facilities	5,417	3,858	10,723	226,784
6 Deposits and balances due from local banking institutions	517,798	101	477,670	816,364	3.0 NET INTEREST INCOME/(LOSS)	38,468	22,042	27,270	48,394					
7 Deposits and balances due from banking institutions abroad	57,079	210,289	227,313	47,091	4.0 NON-INTEREST INCOME					3.0 OFF-BALANCE SHEET ITEMS				
8 Tax recoverable	3,898	3,898	3,898	3,898	4.1 Fees and commissions on loans and advances	19,374	38,371	3,719	11,342	(a) Letters of credit, guarantees, acceptances	121,623	607,437	547,140	175,218
9 Loans and advances to customers (net)	633,180	439,993	421,693	815,809	4.2 Other fees and commissions	19,186	15,672	13,340	25,750	(b) Forwards, swaps and options	-	-	-	-
10 Balances due from banking institutions in the group	17,773	240	-	-	4.3 Foreign exchange trading income/(loss)	39,037	53,519	4,072	6,944	(c) Other contingent liabilities	294,350	-	-	67,284
11 Investments in associates	-	-	-	-	4.4 Dividend Income	-	-	-	-	(d) Total Contingent Liabilities	415,973	607,437	547,140	242,501
12 Investments in subsidiary companies	-	-	-	-	4.5 Other income	32,043	16,022	6,687	10,011					
13 Investments in joint ventures	-	-	-	-	4.6 Total Non-interest income	109,640	123,585	27,819	54,047					
14 Investment properties	-	-	-	-	5.0 TOTAL OPERATING INCOME	148,109	145,627	55,089	102,441	4.0 CAPITAL STRENGTH				
15 Property and equipment	140,207	117,888	105,631	96,540	6.0 OTHER OPERATING EXPENSES					(a) Core capital	720,077	1,215,357	1,138,848	1,062,984
16 Prepaid lease rentals	-	-	-	-	6.1 Loan loss provision	5,414	36,097	2,732	8,443	(b) Minimum Statutory Capital	700,000	1,000,000	1,000,000	1,000,000
17 Intangible assets	9,412	7,930	8,340	7,770	6.2 Staff costs	118,942	260,293	60,098	119,529	(c) Excess (a-b)	20,077	138,848	138,848	62,984
18 Deferred tax asset	120,033	229,583	229,583	229,583	6.3 Directors' emoluments	21,037	43,027	15,228	29,864	(d) Supplementary Capital	5,380	3,500	3,500	3,500
19 Retirement benefit asset	-	-	-	-	6.4 Rental charges	19,664	47,747	9,578	19,921	(e) Total Capital (a+d)	725,457	1,218,857	1,142,348	1,066,483
20 Other assets	102,132	327,532	130,589	77,313	6.5 Depreciation charge on property and equipment	23,821	49,074	12,552	18,398	(f) Total risk weighted assets	1,192,850	1,677,552	2,746,367	2,069,071
21 TOTAL ASSETS	3,222,538	2,923,811	3,238,810	3,709,220	6.6 Amortisation charges	1,482	2,964	781	8,483	(g) Core Capital/Total deposits Liabilities	64.5%	69.5%	69.1%	62.4%
					6.7 Other operating expenses	59,883	103,364	30,146	49,991	(h) Minimum statutory Ratio	8.0%	8.0%	8.0%	8.0%
B LIABILITIES					6.8 Total Other Operating Expenses	250,244	542,566	131,115	254,629	(i) Excess/(Deficiency)	56.5%	82.5%	61.1%	54.4%
22 Balances due to Central Bank of Kenya	-	-	-	-	7.0 Profit/(Loss) before tax and exceptional items	(102,135)	(396,939)	(76,026)	(152,189)	(j) Core Capital / total risk weighted assets	60.4%	72.4%	41.5%	51.4%
23 Customer deposits	1,115,872	1,343,121	1,649,013	1,704,332	8.0 Exceptional items	-	-	-	-	(k) Minimum Statutory Ratio	8.0%	8.0%	8.0%	8.0%
24 Deposits and balances due to local banking institutions	125,000	272,413	213,575	115,898	9.0 Profit/(Loss) after exceptional items	(102,135)	(396,939)	(76,026)	(152,189)	(l) Excess (Deficiency) (j-k)	52.4%	64.4%	33.5%	43.4%
25 Deposits and balances due to foreign banking institutions	1,138,446	9,358	128,145	723,745	10.0 Current tax	-	-	-	-	(m) Total Capital/total risk weighted assets	60.8%	72.7%	41.6%	51.5%
26 Other money market deposits	-	-	-	-	11.0 Deferred tax	-	(109,550)	-	-	(n) Minimum statutory Ratio	12.0%	12.0%	12.0%	12.0%
27 Borrowed funds	-	-	-	-	12.0 Profit/(Loss) after tax and exceptional items	(102,135)	(287,389)	(76,026)	(152,189)	(o) Excess/ (Deficiency) (m-n)	48.8%	60.7%	29.6%	39.5%
28 Balances due to banking institutions in the group	9,495	-	-	-	13.0 Other Comprehensive Income					5.0 LIQUIDITY				
29 Tax payable	-	-	-	-	13.1 Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	-	(a) Liquidity Ratio	83.6%	112.8%	121.1%	96.1%
30 Dividends payable	-	-	-	-	13.2 Fair value changes in available for sale financial assets	-	-	-	-	(b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%
31 Deferred tax liability	-	-	-	-	13.3 Revaluation surplus on Property, plant and equipment	-	-	-	-	(c) Excess/ (Deficiency) (a-b)	63.6%	92.8%	101.1%	76.1%
32 Retirement benefit liability	-	-	-	-	13.4 Share of other comprehensive income of associates	-	-	-	-					
33 Other liabilities	108,267	80,063	105,729	98,762	13.5 Income tax relating to components of other comprehensive income	-	-	-	-					
34 TOTAL LIABILITIES	2,497,081	1,704,954	2,096,462	2,642,737	14.0 Other Comprehensive Income for the year net of tax	-	-	-	-					
					15.0 Total comprehensive income for the year	(102,135)	(287,389)	(76,026)	(152,189)					
C SHAREHOLDERS' FUNDS					16.0 EARNINGS PER SHARE- BASIC & DILUTED	-	-	-	-					
35 Paid up /Assigned capital	1,000,000	1,778,052	1,778,052	1,176,500	17.0 DIVIDEND PER SHARE -DECLARED	-	-	-	-					
36 Share premium/(discount)	251,400	151,400	151,400	752,952										
37 Revaluation reserves	-	-	-	-										
38 Retained earnings/Accumulated losses	(531,323)	(714,096)	(790,604)	(866,469)										
39 Statutory loan loss reserves	3,380	3,500	3,500	3,500										
40 Other Reserves	-	-	-	-										
41 Proposed dividends	-	-	-	-										
42 Capital grants	-	-	-	-										
43 TOTAL SHAREHOLDERS' FUNDS	725,457	1,218,857	1,142,348	1,066,483										
44 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	3,222,538	2,923,811	3,238,810	3,709,220										

The above Statement of financial position, Statements of comprehensive income and Other disclosures are extracts from the books of the institution.

TUNJI ADENIYI
MANAGING DIRECTOR/C.E.O

NGUGI KIUNA
CHAIRMAN

Industrial Area Branch
Ground Floor,
Enterprise Centre
Enterprise Road, Industrial Area
Tel: 020 361 2081

Westlands Branch
Ground Floor,
Apollo Centre,
Ring Road, Westlands
Tel: 020 361 2050

Upperhill Branch
Ground Floor,
NHIF Building
Ragati Road, Community
Tel: 020 361 2041

