

# The Co-operative Bank of Kenya Limited

The Board of Directors are pleased to announce the Un-audited results of the Group and the Bank for the Period ended 30 June 2012



I BALANCE SHEET									III OTHER DISCLOSURES								
	GROUP				BANK					GROUP				BANK			
	30-Jun-12 KSHS,'000 (Un-audited)	31-Mar-12 KSHS,'000 (Un-audited)	31-Dec-11 KSHS,'000 Audited	30-Jun-11 KSHS,'000 (Un-audited)	30-Jun-12 KSHS,'000 (Un-audited)	31-Mar-12 KSHS,'000 (Un-audited)	31-Dec-11 KSHS,'000 Audited	30-Jun-11 KSHS,'000 (Un-audited)		30-Jun-12 KSHS,'000 (Un-audited)	31-Mar-12 KSHS,'000 (Un-audited)	31-Dec-11 KSHS,'000 Audited	30-Jun-11 KSHS,'000 (Un-audited)	30-Jun-12 KSHS,'000 (Un-audited)	31-Mar-12 KSHS,'000 (Un-audited)	31-Dec-11 KSHS,'000 Audited	30-Jun-11 KSHS,'000 (Un-audited)
<b>A ASSETS</b>									<b>1. NON PERFORMING LOANS AND ADVANCES</b>								
1 Cash (local and foreign)	4,842,723	6,459,134	6,072,339	4,938,097	4,842,723	6,367,316	6,072,333	4,840,291	a) Gross non-performing loans and advances	5,995,030	5,659,678	5,207,834	5,091,026	5,995,030	5,659,678	5,207,834	5,091,026
2 Balances due from Central Bank of Kenya	11,379,723	9,767,005	8,078,710	10,266,253	11,379,723	9,767,005	8,078,710	10,266,253	b) Interest in suspense	867,364	833,177	1,070,677	1,051,930	867,364	833,177	1,070,677	1,051,930
3 Kenya Government securities	17,928,277	17,856,028	16,986,558	30,053,937	17,769,022	17,664,750	16,796,156	30,053,937	c) Total Non-performing loans (a-b)	5,127,666	4,826,501	4,137,157	4,039,096	5,127,666	4,826,501	4,137,157	4,039,096
4 Foreign Currency Treasury bills and bonds	-	-	-	-	-	-	-	-	Less								
5 Deposits and balances due from local banking institutions	3,296,055	911,524	1,746,714	1,435,521	3,172,039	911,524	1,719,694	1,435,521	d) Loan loss provisions	2,977,520	2,752,372	2,393,782	2,584,975	2,977,520	2,752,372	2,393,782	2,584,975
6 Deposits and balances due from banking institutions abroad	5,589,684	4,088,989	5,718,021	4,682,484	5,589,684	4,088,989	5,718,021	4,682,484	e) Net Non performing loans (c-d)	2,150,146	2,074,129	1,743,375	1,454,121	2,150,146	2,074,129	1,743,375	1,454,121
7 Government and other securities held for dealing purposes	4,819,204	4,907,779	5,219,834	4,832,698	4,819,204	4,907,779	5,218,959	4,832,698	f) Realizable Value of Securities	2,150,146	1,985,795	2,291,098	2,506,593	2,150,146	1,985,795	2,291,098	2,506,593
8 Tax recoverable	5,225	-	-	-	-	-	-	-	g) Net NPLs Exposure (e-f)	-	88,334	-	1,052,472	-	88,334	-	1,052,472
9 Loans and advances to customers (net)	112,605,484	113,582,567	109,408,815	95,116,120	112,605,484	113,582,567	109,408,815	95,116,120	<b>2. Insider loans and advances</b>								
10 Investment Securities	31,029	31,029	31,029	32,129	31,029	31,029	31,029	32,129	a) Directors, Shareholders and associates	150,366	147,308	150,036	132,739	150,366	147,308	150,036	132,739
11 Balances due from group companies	-	-	-	-	-	-	-	-	b) Employees	5,189,096	5,054,685	4,777,870	4,396,664	5,189,096	5,054,685	4,777,870	4,396,664
12 Investments in associates	1,086,324	1,149,662	1,028,160	456,403	755,118	755,118	755,118	321,052	c) Total insider loans, Advances and Other Facilities	5,339,462	5,201,993	4,927,906	4,529,403	5,339,462	5,201,993	4,927,906	4,529,403
13 Investments in subsidiary companies	-	-	-	-	240,000	240,000	280,000	280,000	<b>3. Off-Balance Sheet Items</b>								
14 Investment in joint ventures	-	-	-	-	-	-	-	-	a) Letters of credit, guarantees, acceptances	14,510,212	13,294,541	14,962,504	13,636,482	14,510,212	13,294,541	14,962,504	13,636,482
15 Investment in properties	-	-	-	-	-	-	-	-	b) Other contingent liabilities	-	-	-	-	-	-	-	-
16 Property and equipment	9,474,069	9,068,054	8,683,473	6,791,579	9,466,393	9,058,067	8,672,350	6,778,683	c) Total contingent liabilities	14,510,212	13,294,541	14,962,504	13,636,482	14,510,212	13,294,541	14,962,504	13,636,482
17 Prepaid lease rentals	39,478	39,478	39,478	39,787	39,478	39,478	39,478	39,787	<b>4. Capital Strength</b>								
18 Intangible assets	581,339	600,189	613,042	547,724	323,038	346,691	359,197	293,455	a) Core capital					24,100,326	23,069,848	22,103,269	17,515,414
19 Deferred tax asset	845,036	845,036	844,996	376	844,600	844,600	844,600	844,600	b) Minimum Statutory Capital					700,000	700,000	700,000	500,000
20 Retirement benefit asset	-	-	-	-	-	-	-	-	c) Excess/(deficiency)					23,400,326	22,369,848	21,403,269	17,015,414
21 Other assets	5,176,984	4,694,221	3,840,431	5,600,051	5,091,070	4,642,748	3,775,685	5,334,512	d) Supplementary capital					455,100	472,547	518,422	537,330
<b>22 TOTAL ASSETS</b>	<b>177,700,634</b>	<b>174,000,697</b>	<b>168,311,601</b>	<b>164,793,158</b>	<b>176,968,606</b>	<b>173,247,662</b>	<b>167,772,389</b>	<b>164,306,920</b>	<b>e) Total capital (a+d)</b>	<b>24,555,426</b>	<b>23,542,395</b>	<b>22,621,691</b>	<b>18,052,744</b>	<b>24,555,426</b>	<b>23,542,395</b>	<b>22,621,691</b>	<b>18,052,744</b>
<b>B LIABILITIES</b>									<b>f) Total risk weighted assets</b>	<b>139,561,802</b>	<b>141,027,102</b>	<b>137,792,005</b>	<b>120,072,748</b>	<b>139,561,802</b>	<b>141,027,102</b>	<b>137,792,005</b>	<b>120,072,748</b>
23 Balances due to Central Bank of Kenya	-	-	-	-	-	-	-	-	g) Core capital/total deposit liabilities					16.3%	15.7%	15.3%	13.3%
24 Customer deposits	145,682,875	145,930,577	142,632,308	130,711,834	145,682,875	145,930,577	142,704,593	130,711,834	h) Minimum Statutory Ratio					8.0%	8.0%	8.0%	8.0%
25 Deposits and balances due to local banking institutions	1,906,186	984,020	1,881,284	4,937,857	1,906,186	984,020	1,881,284	4,937,857	i) Excess/(deficiency)					8.3%	7.7%	7.3%	5.3%
26 Deposits and balances due to foreign banking institutions	294	1,030	-	3,210,463	294	1,030	-	3,210,463	j) Core capital/total risk weighted assets					17.3%	16.4%	16.0%	14.6%
27 Other money market deposits	-	-	-	-	-	-	-	-	k) Minimum Statutory Ratio					8.0%	8.0%	8.0%	8.0%
28 Borrowed funds	164,241	381,688	227,563	245,681	164,241	381,688	227,563	245,681	l) Excess/(deficiency)(j-k)					9.3%	8.4%	8.0%	6.6%
29 Balances due to group companies	1,630	-	-	-	-	-	2,986	-	m) Total capital/total risk weighted assets					17.6%	16.7%	16.4%	15.0%
30 Tax payable	201,020	450,240	63,702	217,743	197,920	446,637	65,054	239,262	n) Minimum Statutory Ratio					12.0%	12.0%	12.0%	12.0%
31 Dividends payable	-	-	-	-	-	-	-	-	o) Excess/(deficiency)(m-n)					5.6%	4.7%	4.4%	3.0%
32 Deferred tax liability	-	-	-	278,843	-	-	-	278,843	<b>5. Liquidity</b>								
33 Retirement benefit liability	-	-	-	-	-	-	-	-	a) Liquidity Ratio					28.1%	25.6%	27.2%	37.9%
34 Other liabilities	3,624,497	2,126,866	1,960,125	5,112,804	3,538,548	2,042,742	1,919,291	5,015,797	b) Minimum Statutory Ratio					20.0%	20.0%	20.0%	20.0%
<b>35 Total liabilities</b>	<b>151,580,743</b>	<b>149,874,421</b>	<b>146,764,980</b>	<b>144,715,225</b>	<b>151,490,063</b>	<b>149,786,693</b>	<b>146,800,771</b>	<b>144,639,736</b>	c) Excess/(deficiency)(a-b)					8.1%	5.6%	7.2%	17.9%
<b>C SHAREHOLDERS' EQUITY</b>																	
36 Paid up/assigned capital	4,190,844	3,492,370	3,492,370	3,492,370	4,190,844	3,492,370	3,492,370	3,492,370									
37 Share premium/(discount)	3,588,262	4,286,736	4,286,736	4,286,736	3,588,262	4,286,736	4,286,736	4,286,736									
38 Revaluation reserve	369,514	369,514	369,514	476,833	339,526	339,526	339,526	346,783									
39 Retained earnings/Accumulated losses	17,061,897	13,665,949	11,075,778	10,886,411	16,568,994	13,149,361	10,654,898	10,730,955									
40 Statutory Loan Loss Reserve	205,978	205,978	205,978	204,954	205,978	205,978	205,978	204,954									
41 Proposed dividends	-	1,396,948	1,396,948	-	-	1,396,948	1,396,948	-									
42 Capital grants	584,939	590,051	595,163	605,386	584,939	590,051	595,163	605,386									
<b>43 TOTAL SHAREHOLDERS' FUNDS</b>	<b>26,001,433</b>	<b>24,007,545</b>	<b>21,422,487</b>	<b>19,952,690</b>	<b>25,478,542</b>	<b>23,460,969</b>	<b>20,971,618</b>	<b>19,667,184</b>									
<b>43.1 Non-Controlling Interest</b>	<b>118,459</b>	<b>118,731</b>	<b>124,134</b>	<b>125,243</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>									
<b>44 TOTAL LIABILITIES &amp; SHAREHOLDERS' FUNDS</b>	<b>177,700,635</b>	<b>174,000,697</b>	<b>168,311,601</b>	<b>164,793,159</b>	<b>176,968,606</b>	<b>173,247,662</b>	<b>167,772,389</b>	<b>164,306,920</b>									

II PROFIT AND LOSS ACCOUNTS								
	GROUP				BANK			
	30-Jun-12 KSHS,'000 (Un-audited)	31-Mar-12 KSHS,'000 (Un-audited)	31-Dec-11 KSHS,'000 Audited	30-Jun-11 KSHS,'000 (Un-audited)	30-Jun-12 KSHS,'000 (Un-audited)	31-Mar-12 KSHS,'000 (Un-audited)	31-Dec-11 KSHS,'000 Audited	30-Jun-11 KSHS,'000 (Un-audited)
<b>1.0 INTEREST INCOME</b>								
1.1 Loans and advances	11,070,906	5,608,896	13,292,373	6,021,301	11,070,906	5,608,896	13,292,373	6,021,301
1.2 Government securities	1,174,796	454,741	3,005,299	1,240,346	1,162,461	448,477	2,988,616	1,240,346
1.3 Deposits and placements with banking Institutions	752,468	15,956	93,044	15,262	752,468	15,956	93,044	15,262
1.4 Other Interest Income	-	-	-	7,323	-	-	-	929
<b>1.5 Total Interest Income</b>	<b>12,998,171</b>	<b>6,079,593</b>	<b>16,390,715</b>	<b>7,284,232</b>	<b>12,985,835</b>	<b>6,073,330</b>	<b>16,374,032</b>	<b>7,277,838</b>
<b>2.0 INTEREST EXPENSE</b>								
2.1 Customer deposits	4,501,958	2,374,823	3,851,297	1,255,935	4,501,958	2,374,823	3,851,297	1,255,935
2.2 Deposits and placements from banking institutions	322,166	140,258	457,079	73,216	322,166	140,258	457,079	73,216
2.3 Other Interest Expenses	729,357	67,217	197,538	-	729,357	67,217	197,538	-
<b>2.4 Total Interest Expenses</b>	<b>5,553,481</b>	<b>2,582,298</b>	<b>4,505,915</b>	<b>1,329,151</b>	<b>5,553,481</b>	<b>2,582,298</b>	<b>4,505,915</b>	<b>1,329,151</b>
<b>3.0 NET INTEREST INCOME/(LOSS)</b>	<b>7,444,690</b>	<b>3,497,296</b>	<b>11,884,801</b>	<b>5,955,081</b>	<b>7,432,354</b>	<b>3,491,032</b>	<b>11,868,118</b>	<b>5,948,687</b>
<b>4.0 NON- OPERATING INCOME</b>								
4.1 Fees and commissions on loans and advances	525,537	195,762	1,432,047	195,793	525,537	195,762	1,432,047	195,793
4.2 Other Fees and commissions	2,301,429	1,169,495	4,133,611	2,329,250	2,195,721	1,121,387	3,875,935	2,204,298
4.3 Foreign exchange trading income/(loss)	618,622	303,328	1,013,213	534,834				