

I STATEMENT OF FINANCIAL POSITION		GROUP					BANK				
		30-Sep-20 KSHS.'000 (Un-audited)	30-Jun-20 KSHS.'000 (Un-audited)	31-Mar-20 KSHS.'000 (Un-audited)	31-Dec-19 KSHS.'000 Audited	30-Sep-19 KSHS.'000 (Un-audited)	30-Sep-20 KSHS.'000 (Un-audited)	30-Jun-20 KSHS.'000 (Un-audited)	31-Mar-20 KSHS.'000 (Un-audited)	31-Dec-19 KSHS.'000 Audited	30-Sep-19 KSHS.'000 (Un-audited)
A ASSETS											
1	Cash (local and foreign)	7,610,540	7,362,480	7,447,833	8,959,634	7,054,333	6,941,792	6,438,306	6,587,152	8,258,224	6,406,285
2	Balances due from Central Bank Of Kenya	21,930,435	66,603,160	24,937,266	20,069,039	20,441,903	21,930,435	66,603,160	24,937,266	17,135,079	20,441,903
3	Kenya Government and other securities held for dealing purposes	-	-	-	-	-	-	-	-	-	-
4	Financial Assets at fair value through profit and loss	-	-	-	-	-	-	-	-	-	-
5.a.a	Investment Securities: Held at amortised cost-Kenya Government Securities	79,316,216	70,876,642	71,861,680	76,871,525	60,001,344	79,163,614	70,724,288	71,709,569	76,719,661	59,850,049
5.a.b	Investment Securities: Held at amortised cost- Other Securities	-	-	-	-	-	-	-	-	-	-
5.b.a	Investment Securities: Fair Value through OCI- Kenya Government Securities	62,968,165	51,491,270	44,011,409	40,931,155	34,556,066	62,951,285	51,472,950	43,993,809	40,931,155	34,531,506
5.b.b	Investment Securities: Fair Value through OCI- Other Securities	982,575	980,294	1,277,395	1,385,285	2,032,540	982,575	980,294	1,277,395	1,277,395	2,032,540
6	Deposits and balances due from local banking institutions	10,372,216	5,603,359	7,611,298	2,587,663	6,245,352	8,296,503	3,652,701	5,748,711	346,404	4,817,164
7	Deposits and balances due from banking institutions abroad	16,851,704	12,124,618	11,672,930	7,122,084	18,084,914	11,452,808	7,992,324	7,987,509	7,679,913	14,988,633
8	Tax recoverable	513,804	382,927	16,594	16,739	294,883	497,296	366,738	-	-	278,029
9	Loans and advances to customers (net)	284,225,844	272,156,870	276,173,145	266,712,696	268,870,854	282,894,952	270,795,433	274,780,327	265,332,776	267,272,041
10	Balances due from banking institutions in the group	-	-	-	-	-	-	-	-	-	-
11	Investments in associates	1,884,612	1,922,700	1,976,576	2,098,354	2,057,363	706,444	706,444	706,444	706,444	906,419
12	Investments in subsidiary companies	-	-	-	-	-	3,512,920	2,512,920	2,512,920	2,512,920	2,512,920
13	Investment in joint ventures	-	-	-	-	-	-	-	-	-	-
14	Investment in properties	-	-	-	-	-	-	-	-	-	-
15	Property, plant and equipment	8,915,383	9,076,062	9,419,809	11,421,236	4,989,513	8,719,253	8,878,822	9,231,565	10,519,106	4,836,891
16	Prepaid lease rentals	34,065	34,217	34,370	34,522	34,675	34,065	34,217	34,370	34,522	34,675
17	Intangible assets	3,408,708	3,135,069	3,228,287	2,708,018	2,974,275	3,375,266	3,101,655	3,194,899	2,242,641	2,942,804
18	Deferred tax asset	2,759,975	3,312,587	3,312,587	3,214,888	3,202,434	2,729,525	3,275,430	3,275,430	3,275,430	3,129,344
19	Retirement benefit asset	-	-	-	-	-	-	-	-	-	-
20	Other assets	9,125,921	8,861,732	7,428,454	12,876,106	9,924,787	8,471,618	8,004,233	6,850,261	12,644,802	9,427,627
21	TOTAL ASSETS	510,900,163	513,923,987	470,409,632	457,008,946	440,765,238	502,660,349	505,539,914	462,827,626	449,616,472	434,408,831
B LIABILITIES											
22	Balances due to Central Bank Of Kenya	4,992,101	-	-	-	-	4,992,101	-	-	-	-
23	Customer deposits	375,456,570	384,636,644	339,566,516	332,823,917	322,549,159	370,694,612	380,653,663	335,974,045	329,378,392	319,352,614
24	Deposits and balances due to local banking institutions	5,350,446	4,420,112	1,308,385	176,975	1,213,812	5,350,446	4,420,112	1,308,385	734,804	1,213,812
25	Deposits and balances due to banking institutions abroad	1,507,006	767,415	402,399	-	154,900	1,507,006	767,415	402,399	-	154,900
26	Other money market deposits	-	-	-	-	-	-	-	-	-	-
27	Borrowed funds	26,152,108	25,636,650	27,404,525	26,424,266	29,718,566	26,152,108	25,636,650	27,404,525	26,424,266	29,718,566
28	Balances due to banking institutions in the group	-	-	-	-	-	-	-	-	-	-
29	Tax payable	22,919	13,755	1,560,342	41,092	21,491	-	-	1,477,291	29,805	-
30	Dividends payable	-	-	-	-	-	-	-	-	-	-
31	Deferred tax liability	-	-	-	-	-	-	-	-	-	-
32	Retirement benefit liability	-	-	-	-	-	-	-	-	-	-
33	Other liabilities	13,775,823	16,769,977	16,622,465	16,685,807	11,744,611	12,610,632	15,431,367	15,679,855	15,961,221	10,690,934
34	TOTAL LIABILITIES	427,256,973	432,244,553	386,864,632	376,152,056	365,402,539	421,306,905	426,909,208	382,246,499	372,528,487	361,130,826
C SHAREHOLDERS' FUNDS											
35	Paid up/Assigned capital	5,867,180	5,867,180	5,867,180	5,867,180	5,867,180	5,867,180	5,867,180	5,867,180	5,867,180	5,867,180
36	Share premium/(discount)	1,911,925	1,911,925	1,911,925	1,911,925	1,911,925	1,911,925	1,911,925	1,911,925	1,911,925	1,911,925
37	Revaluation reserve	1,362,232	1,366,067	1,351,679	1,388,931	1,212,531	1,347,844	1,351,679	1,351,679	1,351,679	1,198,143
38	Retained earnings/ Accumulated losses	72,816,443	70,315,805	66,936,740	62,402,380	64,422,060	69,062,054	66,789,917	63,440,174	60,096,268	62,670,235
39	Statutory Loan Loss Reserve	1,757,475	1,757,475	1,757,475	1,639,892	935,514	1,757,475	1,757,475	1,757,475	1,603,621	935,514
40	Other Reserves	(2,115,971)	(1,536,565)	(2,119,592)	(185,720)	(851,315)	977,408	518,353	(53,282)	(53,282)	246,975
41	Proposed dividends	-	-	5,867,180	5,867,180	-	-	-	5,867,180	5,867,180	-
42	Capital grants	429,558	434,176	438,795	443,414	448,033	429,558	434,176	438,795	443,414	448,033
43	TOTAL SHAREHOLDERS' FUNDS	82,028,842	80,116,063	82,011,382	79,335,183	73,945,929	81,353,444	78,630,706	80,581,126	77,087,985	73,278,006
43.1	Non-Controlling Interest	1,614,347	1,563,370	1,533,618	1,521,708	1,416,769	-	-	-	-	-
44	TOTAL LIABILITIES & SHAREHOLDERS' FUNDS	510,900,163	513,923,987	470,409,633	457,008,946	440,765,238	502,660,349	505,539,914	462,827,626	449,616,472	434,408,831

II STATEMENT OF COMPREHENSIVE INCOME		GROUP					BANK				
		30-Sep-20 KSHS.'000 (Un-audited)	30-Jun-20 KSHS.'000 (Un-audited)	31-Mar-20 KSHS.'000 (Un-audited)	31-Dec-19 KSHS.'000 Audited	30-Sep-19 KSHS.'000 (Un-audited)	30-Sep-20 KSHS.'000 (Un-audited)	30-Jun-20 KSHS.'000 (Un-audited)	31-Mar-20 KSHS.'000 (Un-audited)	31-Dec-19 KSHS.'000 Audited	30-Sep-19 KSHS.'000 (Un-audited)
1.0	INTEREST INCOME										
1.1	Loans and advances	22,297,770	15,017,218	7,550,820	31,778,944	21,839,677	22,135,263	14,906,222	7,495,095	31,512,218	21,596,712
1.2	Government securities	9,835,156	6,201,538	2,870,983	11,354,128	8,204,341	9,816,287	6,189,251	2,864,793	11,331,331	8,188,377
1.3	Deposits and placements with banking Institutions	414,836	592,363	117,330	506,406	339,615	313,441	182,830	84,786	414,183	279,926
1.4	Other Interest Income	-	-	457	-	-	-	-	-	-	-
1.5	Total Interest Income	32,547,762	21,811,118	10,539,590	43,639,479	30,383,632	32,264,991	21,278,303	10,444,674	43,257,731	30,065,016
2.0	INTEREST EXPENSE										
2.1	Customer deposits	7,764,295	5,104,373	2,628,228	10,661,045	8,007,574	7,750,158	5,093,309	2,628,116	10,621,407	7,976,208
2.2	Deposits and placements from banking institutions	22,660	14,922	10,157	110,551	35,484	22,660	14,922	10,157	110,551	35,484
2.3	Other Interest Expenses	1,124,593	778,096	382,705	1,564,552	1,188,150	1,124,593	778,096	377,926	1,564,552	1,188,150
2.4	Total Interest Expenses	8,911,547	5,897,391	3,021,090	12,336,147	9,231,209	8,897,411	5,886,327	3,016,199	12,296,510	9,199,842
3	NET INTEREST INCOME/(LOSS)	23,636,215	15,913,727	7,518,500	31,303,331	21,152,424	23,367,580	15,391,975	7,428,475	30,961,222	20,865,174
4	NON- INTEREST INCOME										
4.1	Fees and commissions on loans and advances	1,227,732	614,204	617,786	3,228,648	1,796,266	1,227,732	614,204	617,786	3,177,370	1,796,266
4.2	Other Fees and commissions	10,117,320	6,150,969	3,768,266	9,588,986	9,774,075	8,805,807	5,709,096	3,339,300	8,139,026	8,560,152
4.3	Foreign exchange trading income/(loss)	1,840,907	1,306,710	504,098	2,148,844	1,616,090	1,630,249	1,183,926	462,954	1,933,761	1,440,620
4.4	Dividend income	-	-	133	86,755	86,757	-	-	-	86,755	86,757
4.5	Other income	417,161	235,418	93,359	2,103,429	823,523	364,896	200,338	76,156	2,029,739	782,020
4.6	Total Non-interest income	13,603,119	8,307,302	4,983,642	17,156,662	14,096,712	12,028,683	7,707,564	4,496,196	15,366,652	12,665,815
5.0	TOTAL OPERATING INCOME	37,239,334	24,221,029	12,502,142	48,459,993	35,249,135	35,396,264	23,099,539	11,924,671	46,327,874	33,530,989
6.0	OTHER OPERATING EXPENSES										
6.1	Loan loss provision	4,020,744	1,864,902	900,000	2,539,071	2,122,486	3,966,667	1,850,000	900,000	2,459,898	2,078,332
6.2	Staff costs	9,666,374	6,591,924	3,480,566	12,374,217	9,093,532	9,244,520	6,314,110	3,339,801	11,847,149	8,666,310
		GROUP					BANK				
		30-Sep-20 KSHS.'000 (Un-audited)	30-Jun-20 KSHS.'000 (Un-audited)	31-Mar-20 KSHS.'000 (Un-audited)	31-Dec-19 KSHS.'000 Audited	30-Sep-19 KSHS.'000 (Un-audited)	30-Sep-20 KSHS.'000 (Un-audited)	30-Jun-20 KSHS.'000 (Un-audited)	31-Mar-20 KSHS.'000 (Un-audited)	31-Dec-19 KSHS.'000 Audited	30-Sep-19 KSHS.'000 (Un-audited)
6.3	Directors' emoluments	143,771	107,081	19,171	201,701	137,905	108,480	83,231	6,900	150,487	97,105
6.4	Rentals charges	654,143	425,110	216,048	721,910	1,353,190	560,195	364,047	186,340	707,561	1,252,373
6.5	Depreciation charge on property and equipment	1,912,526	1,279,518	641,504	2,645,291	1,054,925	1,889,418	1,266,293	633,376	2,482,465	1,035,535
6.6	Armortisation charges	518,646	341,540	169,509	595,085	410,517	516,374	340,787	168,186	568,654	398,658
6.7	Other operating expenses	6,533,874	3,957,781	1,836,025	8,717,000	5,644,499	6,222,238	3,751,154	1,744,823	7,785,594	5,296,808
6.8	Total other operating expenses	23,450,080	14,567,856	7,262,824	27,794,275	19,817,054	22,507,891	13,969,623	6,979,425	26,001,809	18,825,121
7	Profit/(Loss) before tax and exceptional items	13,789,254	9,653,173	5,239,319	20,665,718	15,432,081	12,888,373	9,129,916	4,945,246	20,326,064	14,705,868
8	Exceptional items-Early Retirement Costs	-	-	-	-	-	-	-	-	-	-
8	Exceptional items-Share of profit of associate	(38,087)	(53,876)	(121,645)	40,035	22,685	-	-	-	-	-
9	Profit/(Loss) before tax	13,751,167	9,599,297	5,117,673	20,705,753	15,454,766	12,888,373	9,129,916	4,945,246	20,326,064	14,705,868
10	Current tax	3,430,474	2,401,379	1,528,934	6,547,494	4,571,022	3,223,246	2,282,413	1,447,486	6,282,523	4,411,760
11	Deferred tax	545,947	-	-	(152,988)	-	545,947	-	-	(211,887)	-
12	Profit/(loss) after tax and exceptional items	9,774,747	7,197,918	3,588,739	14,311,247	10,883,744	9,119,180	6,847,504	3,497,760	14,255,428	10,294,107
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	(939)	579,907	(3,840)	225,020	(330,864)	459,055	571,635	-	245,660	545,917
13.3	Revaluation Surplus on property, Plant and Equipment	-	-	-	153,536	-	-	-	-	153,536	-
13.4	Share of other comprehensive income of associates	-	-	-	39,886	-	-	-	-	-	-
13.5	Income tax relating to components of other comprehensive income	-	-	-	-	-	-	-	-	-	-
14	OTHER COMPREHENSIVE INCOME NET OF TAX	(939)	579,907	(3,840)	418,442	(330,864)	459,055	571,635	-	399,196	545,917
15	TOTAL COMPREHENSIVE INCOME	9,773,808	7,777,825	3,584,899	14,729,689	10,552,880	9,578,235	7,419,138	3,497,760	14,654,623	10,840,024
	Basic Earnings per share	1.67	1.23	0.61	2.48	1.86	1.55	1.17	0.60	2.43	1.75
	Diluted Earnings per share	1.67	1.23	0.61	2.48	1.86	1.55	1.17	0.60	2.43	1.75
	Dividend per share	-	-	-	1.00	-	-	-	-	1.00	-

III	OTHER DISCLOSURES	GROUP					BANK				
		30-Sep-20 KSHS.'000 (Un-audited)	30-Jun-20 KSHS.'000 (Un-audited)	31-Mar-20 KSHS.'000 (Un-audited)	31-Dec-19 KSHS.'000 Audited	30-Sep-19 KSHS.'000 (Un-audited)	30-Sep-20 KSHS.'000 (Un-audited)	30-Jun-20 KSHS.'000 (Un-audited)	31-Mar-20 KSHS.'000 (Un-audited)	31-Dec-19 KSHS.'000 Audited	30-Sep-19 KSHS.'000 (Un-audited)
1	NON PERFORMING LOANS AND ADVANCES										
a)	Gross non-performing loans and advances	40,176,652	34,300,888	31,825,017	31,618,456	30,066,093	39,477,779	33,422,254	31,317,040	31,155,503	29,474,342
	Less	-	-	-	-	-	-	-	-	-	-
b)	Interest in suspense	5,989,150	5,650,870	5,480,834	5,103,895	5,260,640	5,874,487	5,554,792	5,392,524	5,033,184	5,203,556
c)	Total Non-performing loans and advances (a-b)	34,187,502	28,650,019	26,344,183	26,514,561	24,805,453	33,603,292	27,867,462	25,924,516	26,122,319	24,270,786
	Less	-	-	-	-	-	-	-	-	-	-
d)	Loan loss provisions	14,136,586	13,062,926	11,949,149	11,262,003	11,423,872	13,921,458	12,899,681	11,834,307	11,150,017	11,242,529
e)	Net Non performing loans (c-d)	20,050,915	15,587,092	14,395,034	15,252,558	13,381,581	19,681,834	14,967,781	14,090,209	14,972,302	13,028,257
f)	Discounted Value of Securities	14,035,174	11,784,732	11,741,545	15,252,558	12,387,702	13,215,875	11,385,846	11,741,545	14,972,302	12,387,702
g)	Net NPLs Exposure (e-f)	6,015,742	3,802,361	2,653,489	-	993,879	6,465,959	3,581,935	2,348,664	-	640,555
2	Insider loans and advances										
a)	Directors, shareholders and associates	6,281,751	5,957,894	6,163,789	6,454,598	7,073,218	6,281,751	5,957,894	6,163,789	6,454,598	7,073,218
b)	Employees	9,832,315	9,328,202	9,169,647	9,117,557	9,031,145	9,832,315	9,328,202	9,169,647	9,117,557	9,031,145
c)	Total insider loans, advances and other facilities	16,114,066	15,286,096	15,333,436	15,572,155	16,104,363	16,114,066	15,286,096	15,333,436	15,572,155	16,104,363
3	Off-Balance Sheet Items										
a)	Letters of credit, guarantees, acceptances	27,199,108	27,803,951	26,030,595	25,276,943	25,569,640	27,199,108	27,803,951	26,030,595	25,276,943	25,569,640
b)	Forwards, swaps and options	7,148,058	4,950,528	12,649,488	6,812,807	14,750,837	7,148,058	4,950,528	12,649,488	6,812,807	14,750,837
c)	Other contingent liabilities	-	-	-	-	-	-	-	-	-	-
d)	Total contingent liabilities	34,347,166	32,754,480	38,680,082	32,089,750	40,320,477	34,347,166	32,754,480	38,680,082	32,089,750	40,320,477
4	Capital strength										
a)	Core capital	72,666,074	70,825,534	68,929,354	67,310,007	64,629,337	66,708,682	66,031,098	64,360,845	62,770,438	60,348,056
b)	Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
c)	Excess/(deficiency)	71,666,074	69,825,534	67,929,354	66,310,007	63,629,337	65,708,682	65,031,098	63,360,845	61,770,438	59,348,056
d)	Supplementary capital	2,098,033	2,098,992	2,095,395	1,987,124	1,238,647	2,094,436	2,095,395	2,095,395	1,941,541	1,235,050
e)	Total capital (a+d)	74,764,108	72,924,526	71,024,750	69,297,131	65,867,984	68,803,119	68,126,493	66,456,240	64,711,979	61,583,106
f)	Total risk weighted assets	445,151,138	434,978,329	440,653,750	413,660,438	419,521,140	441,543,621	431,312,147	437,351,505	410,346,536	416,960,787
g)	Core capital/total deposit liabilities	19.0%	18.2%	20.2%	20.2%	20.0%	17.7%	17.1%	19.1%	19.0%	18.8%
h)	Minimum Statutory Ratio	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%
i)	Excess/(deficiency)	11.0%	10.2%	12.2%	12.2%	12.0%	9.7%	9.1%	11.1%	11.0%	10.8%
j)	Core capital/total risk weighted assets	16.3%	16.3%	15.6%	16.3%	15.4%	15.1%	15.3%	14.7%	15.3%	14.5%
k)	Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%
l)	Excess/(deficiency)(j-k)	5.8%	5.8%	5.1%	5.8%	4.9%	4.6%	4.8%	4.2%	4.8%	4.0%
m)	Total capital/total risk weighted assets	16.8%	16.8%	16.1%	16.8%	15.7%	15.6%	15.8%	15.2%	15.8%	14.8%
n)	Minimum Statutory Ratio	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%
o)	Excess/(deficiency)(m-n)	2.3%	2.3%	1.6%	2.3%	1.2%	1.1%	1.3%	0.7%	1.3%	0.3%
p)	Adjusted Core Capital/Total Deposit Liabilities*	18.0%	17.7%	20.0%	20.2%	20.1%	16.7%	16.7%	18.9%	19.0%	19.0%
q)	Adjusted Core Capital/Total Risk Weighted Assets*	15.5%	15.9%	15.5%	16.3%	15.6%	14.3%	15.0%	14.6%	15.3%	14.6%
r)	Adjusted Total Capital/Total Risk Weighted Assets*	15.9%	16.4%	15.9%	16.8%	15.8%	14.8%	15.5%	15.1%	15.8%	14.9%
5	Liquidity										
a)	Liquidity Ratio	50.2%	54.1%	49.0%	46.2%	45.0%	48.6%	52.8%	47.5%	44.8%	43.8%
b)	Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%
c)	Excess/(deficiency)(a-b)	30.2%	34.1%	29.0%	26.2%	25.0%	28.6%	32.8%	27.5%	24.8%	23.8%

*The adjusted capital ratios include the expected credit loss provisions added back to capital in line with the CBK guidance note issued in April 2018 on implementation of IFRS9.

The financial statements were approved by the Directors on 18th November 2020 and signed on its behalf by:

Signed: **J.K.Murugu, OGW**

Chairman

Signed: **Dr.G. Muriuki, CBS,MBS**

Group Managing Director & CEO