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 31 March 2019												
I STATEMENT OF FINANCIAL POSITION				GROUP		BANK		II STATEMENT OF COMPREHENSIVE INCOM	ЛE	GROUP			BANK	
		31-Mar-19		31-Mar-18	31-Mar-19	31-Dec-18	31-Mar-18		31-Mar-19	31-Dec-18	31-Mar-18	31-Mar-19	31-Dec-18	31-Mar-18
	ASSETS	KSHS:'000 (Un-audited)	Audited	KSHS.'000 (Un-audited)		KSHS.'000 Audited	KSHS.'000 (Un-audited)		(Un-audited)	KSHS.'000 Audited	KSHS.'000 (Un-audited)	KSHS.'000 (Un-audited)	KSHS.'000 Audited	KSHS.'000 (Un-audited)
	Cash (local and foreign) Balances due from Central Bank Of Kenya	6,125,220 19,572,813	9,809,390 22,669,211	7,757,164 15,392,322	5,687,933 19,572,813	9,064,099 20,820,071	7,357,678 15,392,322	13.0 OTHER COMPREHENSIVE INCOME: 13.1 Gains/(Losses) from translating the						
	Kenya Government and other securities	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	, ,	-, ,-	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	.,,.	, , , , ,	financial statements of foreign operations	-	-	-	-	-	-
4	held for dealing purposes Financial Assets at fair value through	-	-	-	-	-	-	13.2 Fair value changes in available-for-sale financial assets	338,305	253,869	204,346	337,905	326,672	208,346
5 2 2	profit and loss Investment Securities: Held to Maturity-	1,069,155	-	748,935	-	-	150	13.3 Revaluation Surplus on property,	330,303	233,003	20.,5.0	33.,303	320,072	200,5 .0
	Kenya Government Securities	71,145,373	49,701,030	49,216,079	70,991,001	49,544,242	49,059,913	Plant and Equipment 13.4 Share of other comprehensive	-	-	-	-	-	-
a.b	Investment Securities: Held to Maturity- Other Securities	_	_	_	_	_	_	income of associates	-	(39,609)	-	-	-	-
b.a	Investment Securities: Available for Sale-	22 704 422	20 572 250	25 7 42 002	22.740.052	20 572 250	25 702 202	13.5 Income tax relating to components of other comprehensive income	_	_	_	_	_	_
b.b	Kenya Government Securities Investment Securities: Available for Sale-	32,781,133	30,572,358	25,743,082	32,749,853	30,572,358	25,702,282							
6	Other Securities Deposits and balances due from local	2,182,188	2,555,201	3,118,066	2,182,188	2,426,271	3,118,066	140THER COMPREHENSIVE	220.205	214,260	204 246	227.005	226 672	208,346
	banking institutions	348,810	7,879,632	718,200	181,411	6,997,990	537,298	INCOME NET OF TAX 15 TOTAL COMPREHENSIVE INCOME	338,305 3,937,414		204,346 3,652,613	337,905 3,703,999	326,672 12,735,747	3,447,185
7	Deposits and balances due from banking institutions abroad	14,836,157	10,202,016	15,305,843	12,323,109	10,598,377	13,945,101	Basic Earnings per share Diluted Earnings per share	0.61 0.61	2.18 2.18	0.59 0.59	0.57 0.57	2.11 2.11	0.55 0.55
	Tax recoverable	15,787	18,173	18,971	-	-	-	Dividend per share	-	1.00	-	- 0.57	1.00	- 0.55
	Loans and advances to customers (net) Balances due from banking institutions	251,628,561	245,410,302	252,825,045	249,798,926	243,546,383	251,218,576							
	in the group Investments in associates	2 101 456	- 2,161,475	2 214 206	- 955,118	- 755,118	- 755,118	III OTHER DISCLOSURES		GROUP			BANK	
	Investments in associates Investments in subsidiary companies	2,181,456	2,101,475	2,214,296	2,512,920	2,512,920	2,512,920		31-Mar-19	31-Dec-18	31-Mar-18	31-Mar-19	31-Dec-18	31-Mar-18
	Investment in joint ventures Investment in properties	-	-	-	-	-	-		KSHS:000 (Un-audited)	KSHS.'000 Audited	KSHS:000 (Un-audited)	KSHS.'000 (Un-audited)	KSHS.'000 Audited	KSHS.'000 (Un-audited)
	Property, plant and equipment	5,867,870	6,614,048	7,138,135	5,722,128	5,971,546	7,017,605	1 NON PERFORMING LOANS AND ADVANCES	()		()	()		(
	Prepaid lease rentals	35,232	35,132	36,964	35,232	35,132	36,964	a) Gross non-performing loans and advances	29,728,495	29,401,544	28,368,540	29,235,436	28,952,802	28,316,036
	Intangible assets Deferred tax asset	2,370,465 3,195,079	2,497,243 2,944,937	1,277,445 1,107,323	2,330,401 3,129,344	2,093,951 3,129,344	1,221,569 1,084,911	Less	-	4 4 0 0 5 4 0	-	. =0=00.	4 400 = 40	=54.00=
	Retirement benefit asset Other assets	- 12,318,962	- 20 242 067	- 15,175,553	11 026 102	20,235,823	14 465 505	b) Interest in suspense c) Total Non-performing loans	4,627,035	4,199,519	764,444	4,597,934	4,199,519	764,297
	TOTAL ASSETS				11,826,102 419,998,477		14,465,505 393.425.978	and advances (a-b)	25,101,460	25,202,025	27,601,096	24,637,502	24,753,283	27,551,739
В	LIABILITIES	.,.,	-, -,	, ,	.,,	,,.		Less d) Loan loss provisions	- 10,883,876	9,945,260	- 7,911,348	10,739,296	9,820,074	7,860,970
	Balances due to Central Bank Of Kenya Customer deposits	317,770,079	306,117,046	- 295,883,527	315,177,831	303,753,161	294,063,823	e) Net Non performing loans (c-d)	14,217,584	15,256,765	19,689,748	13,898,206	14,933,209	19,690,769
	Deposits and balances due to						, ,	f) Discounted Value of Securities	13,146,665	13,797,738	14,375,631	13,146,665	13,797,738	14,300,697
25	local banking institutions Deposits and balances due to	1,586,886	443,260	3,935,535	1,586,886	839,621	3,935,535	g) Net NPLs Exposure (e-f)	1,070,919	1,459,027	5,314,117	751,541	1,135,471	5,390,072
26	banking institutions abroad Other money market deposits	564,556	-	111,410	564,556	-	111,410	2 Insider loans and advances a) Directors, shareholders and associates	2,308,869	2,396,946	1,874,459	2,308,869	2,396,946	1,874,459
	Borrowed funds	23,731,554	23,949,611	20,654,136	23,731,554	23,949,611	20,654,136	b) Employees	8,586,542	8,425,634	7,723,600	8,585,223	8,425,634	7,723,600
28	Balances due to banking institutions in the group	_	_	_	_	_	_	c) Total insider loans, advances and other facilities	10,895,411	10,822,580	9,598,059	10,894,092	10,822,580	9,598,059
	Tax payable	1,790,242	321,453	1,201,254	1,735,946	294,555	1,101,206	3 Off-Balance Sheet Items	10,033,411	10,022,300	3,330,033	10,034,032	10,022,500	3,330,033
	Dividends payable Deferred tax liability	-	-	-	-	-	-	a) Letters of credit,guarantees, acceptances	27,016,781	19,633,909	18,114,375	27,016,781	19,633,909	18,114,375
32	Retirement benefit liability	-	-	-	-	-	-	b) Forwards, swaps and options c) Other contingent liabilities	11,375,243	8,425,708	19,150,703	11,375,243	8,425,708	19,150,703
	Other liabilities	6,056,246		7,318,497	5,183,307 347,980,079	11,147,659	6,545,996	d) Total contingent liabilities	38,392,024	28,059,617	37,265,077	38,392,024	28,059,617	37,265,077
	TOTAL LIABILITIES SHAREHOLDERS' FUNDS	351,499,503	342,190,110	329,104,359	347,980,079	339,984,007	320,412,107	4 Capital strength						
35	Paid up/Assigned capital	5,867,180	5,867,180	5,867,180	5,867,180	5,867,180	5,867,180	a) Core capital b) Minimum Statutory Capital	60,838,573 1,000,000	59,272,338 1,000,000	57,858,683 1,000,000	56,893,286 1,000,000	55,214,858 1,000,000	56,532,852 1,000,000
	Share premium/(discount) Revaluation reserve	1,911,925 1,198,143		1,911,925 1,227,293	1,911,925 1,198,143	1,911,925 1,198,143	1,911,925 1,227,293	c) Excess/(deficiency)	59,838,573	58,272,338	56,858,683	55,893,286	54,214,858	55,532,852
38	Retained earnings/ Accumulated losses	58,534,408	53,976,280	55,914,361	55,742,221	52,376,127	53,255,250	d) Supplementary capital	1,235,050	1,336,771	306,823	1,235,050	1,235,050	306,823
	Statutory Loan Loss Reserve Other Reserves	935,514 (1,968,141)	1,013,587 (526,771)	(2,142,969)	935,514 38,963	935,514 (298,942)	(417,268)	e) Total capital f) Total risk weighted assets	62,073,623 390,473,465	60,609,109 370,529,016	58,165,506 354,973,671	58,128,337 388,172,273	56,449,909 367,430,410	56,839,675 352,500,442
	Proposed dividends	5,867,180	5,867,180	4,693,744	5,867,180	5,867,180	4,693,744	g) Core capital/total deposit liabilities	19.0%	19.3%	19.5%	17.9%	18.1%	19.1%
	Capital grants TOTAL SHAREHOLDERS' FUNDS	457,271 72,803,481	461,890 69,864,008	475,747 67,947,281	457,271 72,018,398	461,890 68,319,018	475,747 67,013,872	h) Minimum Statutory Ratio i) Excess/(deficiency)	8.0%	8.0%	8.0%	8.0%	8.0% 10.1%	8.0%
	Non-Controlling Interest	1,371,216		741,783	-	-	-	j) Core capital/total risk weighted assets	11.0% 15.6%	11.3% 16.0%	11.5% 16.3%	9.9% 14.7%	15.0%	11.1% 16.0%
44	TOTAL LIABILITIES & SHAREHOLDERS' FUNDS	425.674.260	413.413.215	397.793.423	419,998,477	408.303.625	393.425.978	k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%
			,,		,,	,,		Excess/(deficiency)(j-k) Total capital/total risk weighted assets	5.1% 15.9%	5.5% 16.4%	5.8% 16.4%	4.2% 15.0%	4.5% 15.4%	5.5% 16.1%
II S	TATEMENT OF COMPREHENSIVE INCO	ME	GROUP			BANK		n) Minimum Statutory Ratio	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%
		31-Mar-19		31-Mar-18	31-Mar-19	31-Dec-18	31-Mar-18	o) Excess/(deficiency)(m-n)	1.4%	1.9%	1.9%	0.5%	0.9%	1.6%
		KSHS.'000 (Un-audited)		KSHS.'000 (Un-audited)	KSHS.'000 (Un-audited)	KSHS.'000 Audited	KSHS.'000 (Un-audited)	p) Adjusted Core Capital/Total Deposit Liabilities	19.7%	20.3%	20.6%	18.6%	19.1%	20.2%
	INTEREST INCOME Loans and advances	7,177,059		8,350,437	7,091,982	32,597,365	8,273,218	 q) Adjusted Core Capital/Total Risk Weighted Assets 	16.1%	16.8%	17.2%	15.2%	15.8%	16.9%
1.2	Government securities	2,785,925	9,789,407	1,996,143	2,762,316	9,769,263	1,981,744	r) Adjusted Total Capital/Total Risk						
1.3	Deposits and placements with banking Institutions	118,856	288,966	32,333	118,856	218,057	32,333	Weighted Assets 5 Liquidity	16.5%	17.2%	17.3%	15.5%	16.2%	17.0%
1.1	Other Interest Income	4,597	-	4,846	-	-	-	a) Liquidity Ratio	45.2%	41.1%	38.7%	44.7%	41.5%	38.4%
	Total Interest Income	10,086,438	43,024,863	10,383,759	9,973,154	42,584,684	10,287,296	b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%
	INTEREST EXPENSE Customer deposits	2,765,763	10,890,477	2,656,616	2,765,621	10,851,097	2,656,553	c) Excess/ (deficiency)(a-b)	25.2%	21.1%	18.7%	24.7%	21.5%	18.4%
2.2	Deposits and placements from banking institutions	3,178	133,813	17,849	3,178	133,813	17,849							
2.3	Other Interest Expenses	389,725	1,215,825	299,791	380,982	1,215,825	291,778	W 1151-151-4						
	Total Interest Expenses	3,158,665		2,974,255	3,149,781		2,966,180	Key Highlights						
	NET INTEREST INCOME/(LOSS) NON- INTEREST INCOME	6,927,772	30,784,748	7,409,504	6,823,373	30,383,949	7,321,116		=					
	Fees and commissions on	542,034	575 052	403,819	542,034	575,852	402 910	1. Strong group performance	e with a P	rofit befo	re lax of	Kshs.5.1 E	Billion in	
4.2	loans and advances Other Fees and commissions	2,877,061	575,852 8,941,686	2,154,937	2,458,056	7,569,878	403,819 1,816,890	Q1 2019.						
	Foreign exchange trading income/(loss)	637,826	2,284,887	752,784	596,073	2,052,864	718,924	2. A strong balance sheet gro	owth with	an asset l	hase of K	shs. 425.7	7 Billion	
	Dividend income Other income	- 131,792	83,288 1,007,790	- 204,351	- 116,401	83,288 879,936	- 198,927	, and the second						
4.5 Other income 4.6 Total Non-interest income		4,188,712		3,515,892	3,712,564		3,138,560	3. Key gains from continued	ımpleme	ntation of	the "Soa	rıng Eagle	ġ"	
5.0 TOTAL OPERATING INCOME		11,116,485		10,925,395	10,535,937		10,459,676	Transformation Agenda.						
6.0 OTHER OPERATING EXPENSES 6.1 Loan loss provision		501,454	1,840,728	762,843	494,992	1,825,313	750,000	4. Best Bank in Sustainable F	inance in	Kenva-h	/-Kenva A	ssociation	n of	
6.2	Staff costs	2,783,907	11,449,964	2,636,866	2,647,650	10,953,108	2,517,121	Manufacturers.	mance III	i neriya-by	i iciiya A	JJOCIALIUI	. 01	
	Directors' emoluments Rentals charges	17,198 430,220	198,843 1,711,800	19,918 422,282	5,583 395,176	150,169 1,602,542	8,073 392,888	manuacturers.						
	Depreciation charge on property and equipment	342,726	1,817,946	423,068	336,383		419,935							
6.6	Armortisation charges	342,726 110,545	562,938	134,554	106,592	1,612,198 489,001	130,821	The Court I I I I	11 - 2	Diam's	24414 27	10 - 1 1		-161-
6.7	Other operating expenses	1,837,847	8,110,316	1,698,691	1,740,857	7,326,679	1,613,925	The financial statements were appr	roved by the	וורectors on	∠ i* May 20	19 and sign	ea on its beh	ап ру:

4,808,705

4,808,705

1,442,612

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5,727,232 23,959,011

6,098,223

4,827,172

1,449,855

70.949

6,023,896

5,092,588

1,513,460

3,599,109 12,732,487

6.7 Other operating expenses

6.8 Total other operating expenses

7 Profit/(Loss) before tax and exceptional items

8 Exceptional items-Early Retirement Costs

9 Profit/(Loss) before tax

12 Profit/(loss) after tax and

10 Current tax

8 Exceptional items-Share of profit of associate

25,692,535

17,985,715

5.943.318

(518,673)

17,586,756

17,586,756

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(510,622)

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3,238,838

Signed: Mr. John Murugu, OGW

Signed: Dr.Gideon Muriuki, CBS,MBS **Group Managing Director & CEO**

