

The Board of Directors is pleased to announce the Un-audited results of the Group and the Bank for the Period ended 30 September 2023

I STATEMENT OF FINANCIAL POSITION

	GROUP					KINGDOM BANK					CO-OP BANK				
	30-Sep-23 KSHS.'000 (Un-audited)	30-Jun-23 KSHS.'000 (Un-audited)	31-Mar-23 KSHS.'000 (Un-audited)	31-Dec-22 KSHS.'000 Audited	30-Sep-22 KSHS.'000 (Un-audited)	30-Sep-23 KSHS.'000 (Un-audited)	30-Jun-23 KSHS.'000 (Un-audited)	31-Mar-23 KSHS.'000 (Un-audited)	31-Dec-22 KSHS.'000 Audited	30-Sep-22 KSHS.'000 (Un-audited)	30-Sep-23 KSHS.'000 (Un-audited)	30-Jun-23 KSHS.'000 (Un-audited)	31-Mar-23 KSHS.'000 (Un-audited)	31-Dec-22 KSHS.'000 Audited	30-Sep-22 KSHS.'000 (Un-audited)
A ASSETS															
1 Cash (local and foreign)	11,784,611	10,925,668	11,532,744	9,011,687	10,332,982	585,493	539,920	542,912	332,958	380,875	6,855,813	6,565,957	7,748,245	7,802,190	6,775,451
2 Balances due from Central Bank Of Kenya	19,065,799	9,877,325	15,717,375	19,094,602	26,599,308	790,584	525,762	621,712	686,559	466,198	18,275,215	9,351,563	15,095,662	16,505,270	26,133,110
3 Kenya Government and other securities held for dealing purposes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4 Financial Assets at Fair Value through profit and loss (FVTPL)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5.a.a Investment Securities: Held at Amortised Cost - Kenya Government Securities	90,248,471	90,579,871	80,664,280	73,317,138	86,056,351	7,499,296	7,477,698	7,583,296	7,583,296	7,999,288	82,749,175	83,102,173	73,080,984	65,733,842	78,057,064
a.b Investment Securities: Held at Amortised Cost - Other Securities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
b.a Investment Securities: Fair Value through other comprehensive income (FVOCI)-Kenya Government Securities	94,878,837	97,884,026	98,567,565	99,963,950	96,305,090	14,018,727	14,534,564	15,240,978	16,582,711	16,532,665	80,860,110	83,349,462	83,326,586	83,381,239	79,772,425
b.b Investment Securities: Fair Value through other comprehensive income (FVOCI)-Other Securities	1,744,698	1,783,185	1,811,568	1,871,681	1,748,632	-	-	-	-	-	1,727,578	1,767,985	1,795,888	1,795,981	1,732,552
6 Deposits and balances due from local banking institutions	7,745,013	29,865,830	14,321,242	6,945,131	9,530,700	488,264	1,193,347	188,413	19,088	240,959	4,764,641	26,273,554	11,636,500	3,796,376	6,873,842
7 Deposits and balances due from banking institutions abroad	3,166,553	7,201,987	4,091,558	3,027,129	2,623,672	46,331	52,691	61,684	4,862	23,375	3,152,479	7,184,613	4,067,002	3,040,487	2,625,834
8 Tax recoverable	531,701	598,214	109	330,854	210,393	109	109	109	109	109	443,473	545,117	-	326,217	181,336
9 Loans and advances to customers (net)	378,075,406	365,387,780	360,105,689	339,390,039	335,161,503	9,046,823	8,121,434	7,152,895	6,205,715	5,043,855	365,637,020	354,317,472	350,672,443	331,323,038	328,664,388
10 Balances due from banking institutions in the group	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11 Investments in associates	2,400,043	2,605,977	2,611,721	2,483,303	2,370,354	12,640	12,640	12,640	12,640	13,215	706,444	706,444	706,444	706,444	706,444
12 Investments in subsidiary companies	-	-	-	-	-	6,039	6,039	6,039	6,039	6,039	3,884,925	3,884,925	3,884,925	3,884,925	3,884,925
13 Investment in joint ventures	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14 Investment in properties	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15 Property, plant and equipment	10,712,414	9,463,494	8,228,966	9,287,971	8,312,482	1,000,877	1,006,459	998,441	1,002,571	1,011,400	9,079,500	8,033,944	6,763,490	7,939,447	6,901,380
16 Prepaid lease rentals	32,236	32,388	32,541	32,693	32,845	-	-	-	-	-	32,236	32,388	32,541	32,693	32,845
17 Intangible assets	6,079,570	6,047,111	7,518,001	5,987,191	7,258,395	140,995	97,000	95,688	91,277	51,219	2,594,032	2,609,015	4,078,044	2,539,611	3,874,664
18 Deferred tax asset	6,907,190	6,652,749	6,679,414	6,044,575	6,360,273	351,903	351,903	351,903	351,903	225,507	6,183,796	5,998,501	6,088,700	5,643,960	5,992,386
19 Retirement benefit asset	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
20 Other assets	27,968,489	26,040,493	19,183,000	30,409,775	29,195,353	1,744,722	1,964,569	1,337,914	1,780,167	1,194,318	25,459,212	23,367,967	16,948,952	27,630,771	27,812,005
21 TOTAL ASSETS	661,341,031	664,946,098	631,065,950	607,197,718	622,098,334	35,732,803	35,884,135	34,194,624	34,659,895	33,189,020	612,405,646	617,091,079	585,926,405	562,082,490	580,020,650
B LIABILITIES															
22 Balances due to Central Bank Of Kenya	-	-	-	-	-	1,284,686	1,409,349	1,413,531	1,419,804	1,486,076	5,000,000	-	-	-	-
23 Customer deposits	432,836,446	463,874,168	419,755,245	423,802,668	432,000,651	11,895,380	11,214,653	9,812,543	9,641,403	8,508,029	415,166,777	447,653,213	405,796,203	410,187,854	420,248,130
24 Deposits and balances due to local banking institutions	15,291,326	2,204,178	17,422,114	1,087,501	9,000,221	-	-	-	-	-	15,291,326	2,204,178	17,422,114	981,637	9,000,221
25 Deposits and balances due to banking institutions abroad	2,422,022	1,409,422	4,344,746	-	1,476,136	-	-	-	-	-	2,009,950	1,163,691	4,117,116	-	1,260,148
26 Other money market deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
27 Borrowed funds	65,605,474	59,369,099	48,394,395	48,102,072	41,933,213	19,715,617	20,401,812	20,411,443	21,429,882	21,140,687	39,759,249	37,684,799	26,161,454	24,884,464	19,460,528
28 Balances due to banking institutions in the group	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
29 Tax payable	-	-	1,994,563	-	20,592	-	-	-	-	-	-	-	-	1,867,720	-
30 Dividends payable	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
31 Deferred tax liability	-	-	-	-	5,205	-	-	-	-	-	-	-	-	-	-
32 Retirement benefit liability	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
33 Other liabilities	37,065,445	29,522,131	26,275,561	26,258,295	36,451,359	729,392	606,882	367,326	351,134	600,893	34,797,808	27,557,462	25,071,230	24,768,174	34,870,676
34 TOTAL LIABILITIES	553,220,713	556,378,998	518,186,624	499,250,536	520,887,377	33,625,075	33,632,696	32,004,842	32,842,223	31,735,685	512,025,110	516,263,344	480,435,836	460,822,129	484,839,703
C SHAREHOLDERS' FUNDS															
35 Paid up/Assigned capital	5,867,181	5,867,180	5,867,180	5,867,180	5,867,180	1,867,947	1,867,947	1,867,947	1,867,947	1,867,947	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	3,087,449	3,087,449	3,087,449	3,087,449	3,087,449	1,911,925	1,911,925	1,911,925	1,911,925	1,911,925
37 Revaluation reserve	1,549,437	1,549,438	1,549,437	1,655,718	1,321,549	-	-	-	-	-	1,470,573	1,470,573	1,470,573	1,470,573	1,281,592
38 Retained earnings/Accumulated losses	115,878,239	109,756,467	103,781,254	97,685,796	100,985,270	(1,367,851)	(1,629,885)	(1,895,550)	(2,151,804)	(3,162,802)	106,664,559	101,158,168	95,702,270	90,218,038	94,872,538
39 Statutory Loan Loss Reserve	66,328	66,210	70,305	67,286	346,332	-	-	-	-	369,469	-	-	-	-	-
40 Other Reserves	(17,564,965)	(11,249,983)	(9,754,854)	(8,698,411)	(9,937,378)	(1,479,817)	(1,074,072)	(870,064)	(985,920)	(708,728)	(15,907,832)	(9,958,861)	(8,645,519)	(7,396,113)	(9,144,895)
41 Proposed dividends	-	-	8,800,770	8,800,770	-	-	-	-	-	-	-	-	8,800,770	8,800,770	-
42 Capital grants	374,131	378,750	383,369	387,987	392,606	-	-	-	-	-	374,131	378,750	383,369	387,987	392,606
43 TOTAL SHAREHOLDERS' FUNDS	108,082,276	108,279,987	112,609,387	107,678,252	100,887,485	2,107,728	2,251,439	2,189,782	1,817,672	1,453,335	100,380,537	100,827,735	105,490,569	101,260,360	95,180,947
43.1 Non-Controlling Interest	38,042	287,113	269,940	268,930	323,472	-	-	-	-	-	-	-	-	-	-
44 TOTAL LIABILITIES & SHAREHOLDERS' FUNDS	661,341,031	664,946,098	631,065,950	607,197,718	622,098,334	35,732,803	35,884,135	34,194,624	34,659,895	33,189,020	612,405,647	617,091,079	585,926,405	562,082,490	580,020,650

II STATEMENT OF COMPREHENSIVE INCOME

	GROUP					KINGDOM BANK					CO-OP BANK				
	30-Sep-23 KSHS.'000 (Un-audited)	30-Jun-23 KSHS.'000 (Un-audited)	31-Mar-23 KSHS.'000 (Un-audited)	31-Dec-22 KSHS.'000 Audited	30-Sep-22 KSHS.'000 (Un-audited)	30-Sep-23 KSHS.'000 (Un-audited)	30-Jun-23 KSHS.'000 (Un-audited)	31-Mar-23 KSHS.'000 (Un-audited)	31-Dec-22 KSHS.'000 Audited	30-Sep-22 KSHS.'000 (Un-audited)	30-Sep-23 KSHS.'000 (Un-audited)	30-Jun-23 KSHS.'000 (Un-audited)	31-Mar-23 KSHS.'000 (Un-audited)	31-Dec-22 KSHS.'000 Audited	30-Sep-22 KSHS.'000 (Un-audited)
1.0 INTEREST INCOME															
1.1 Loans and advances	31,847,524	21,027,727	10,020,829	40,406,912	27,863,092	687,619	426,536	182,436	407,797	251,423	30,819,267	20,414,570	9,757,199	39,782,411	27,436,992
1.2 Government securities	16,778,382	10,542,105	5,131,145	20,868,011	15,528,333	2,018,571	1,345,870	678,704	2,868,338	2,127,720	14,759,811	9,196,235	4,452,441	17,999,673	13,400,612
1.3 Deposits and placements with banking Institutions	726,394	418,030	418,368	471,201	340,788	29,696	3,687	2,004	8,024	7,830	474,758	257,915	48,007	242,747	190,264
1.4 Other Interest Income	-	2,599	-	-	-	-	2,599	-	1,306	-	-	-	-	-	-
1.5 Total Interest Income	49,352,300	31,990,461	15,570,342	61,746,124	43,732,212	2,735,886	1,778,692	863,144	3,285,466	2,386,973	46,053,836	29,868,721	14,257,647	58,024,831	41,027,869
2.0 INTEREST EXPENSE															
2.1 Customer deposits	13,378,840	8,315,466	3,945,813	14,409,155	10,492,620	616,225	370,437	168,388	572,774	378,016	12,755,057	7,940,818	3,774,888	13,831,926	10,110,196
2.2 Deposits and placements from banking institutions	580,722	140,313	90,581	428,934	75,405	7,718	7,342	9,876	2,748	1,363	573,004	132,971	80,705	426,186	74,042
2.3 Other Interest Expenses	2,568,074	1,988,165	761,399	1,383,093	1,127,716	14,329	9,684	4,696	22,769	17,801	2,553,745	1,978			

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	GROUP					KINGDOM BANK					CO-OP BANK				
	30-Sep-23 KSHS.'000 (Un-audited)	30-Jun-23 KSHS.'000 (Un-audited)	31-Mar-23 KSHS.'000 (Un-audited)	31-Dec-22 KSHS.'000 Audited	30-Sep-22 KSHS.'000 (Un-audited)	30-Sep-23 KSHS.'000 (Un-audited)	30-Jun-23 KSHS.'000 (Un-audited)	31-Mar-23 KSHS.'000 (Un-audited)	31-Dec-22 KSHS.'000 Audited	30-Sep-22 KSHS.'000 (Un-audited)	30-Sep-23 KSHS.'000 (Un-audited)	30-Jun-23 KSHS.'000 (Un-audited)	31-Mar-23 KSHS.'000 (Un-audited)	31-Dec-22 KSHS.'000 Audited	30-Sep-22 KSHS.'000 (Un-audited)
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	(9,004,095)	(2,767,156)	(2,119,390)	(8,605,319)	(10,067,889)	(4,933,897)	(204,008)	(870,064)	(996,589)	(719,397)	(8,511,718)	(2,562,748)	(1,249,405)	(7,598,110)	(9,346,892)
13.3 Revaluation Surplus on property, Plant and Equipment	-	-	-	188,981	-	-	-	-	-	-	-	-	-	188,981	-
13.4 Share of other comprehensive income of associates	-	-	-	(176,954)	-	-	-	-	-	-	-	-	-	-	-
13.5 Income tax relating to components of other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14 OTHER COMPREHENSIVE INCOME NET OF TAX	(9,004,095)	(2,767,156)	(2,119,390)	(8,593,292)	(10,067,889)	(4,933,897)	(204,008)	(870,064)	(996,589)	(719,397)	(8,511,718)	(2,562,748)	(1,249,405)	(7,409,129)	(9,346,892)
15 TOTAL COMPREHENSIVE INCOME	9,390,483	9,373,689	3,991,366	13,444,876	7,028,985	290,057	317,912	(613,810)	(66,420)	(110,182)	7,934,803	8,377,383	4,234,827	12,226,494	6,142,463
Basic Earnings per share	3.15	2.08	1.04	3.72	2.91	-	-	-	-	-	2.80	1.86	0.93	3.35	2.64
Diluted Earnings per share	3.15	2.08	1.04	3.72	2.91	-	-	-	-	-	2.80	1.86	0.93	3.35	2.64
Dividend per share	-	-	-	1.50	-	-	-	-	-	-	-	-	-	1.50	-
III OTHER DISCLOSURES															
1 NON-PERFORMING LOANS AND ADVANCES															
a) Gross non-performing loans and advances	61,910,807	58,436,256	55,683,664	52,332,306	51,806,652	4,485,574	4,436,080	4,371,958	4,511,773	5,553,969	56,583,705	53,094,579	50,935,179	47,479,845	45,878,193
Less															
b) Interest in suspense	5,625,916	6,260,694	6,221,989	5,685,557	6,124,095	1,036,314	1,035,064	1,033,500	1,082,430	1,686,770	4,544,082	5,179,663	5,153,766	4,552,693	4,387,003
c) Total Non-performing loans and advances (a-b)	56,284,891	52,175,562	49,461,675	46,646,749	45,682,558	3,449,260	3,401,016	3,338,458	3,429,343	3,867,199	52,039,623	47,914,916	45,781,413	42,927,152	41,491,190
Less															
d) Loan loss provisions	32,851,451	29,226,289	28,407,152	28,408,618	29,800,785	1,982,190	1,991,735	1,907,883	1,866,317	2,540,124	30,602,170	26,995,269	26,283,583	26,328,854	27,083,203
e) Net Non performing loans (c-d)	23,433,440	22,949,273	21,054,523	18,238,131	15,881,773	1,467,070	1,409,281	1,430,575	1,563,026	1,327,075	21,437,453	20,919,647	19,497,830	16,598,298	14,407,987
f) Discounted Value of Securities	28,435,785	30,552,449	21,038,558	20,731,822	18,818,814	1,414,313	1,455,550	1,470,978	1,587,093	1,456,998	25,524,728	27,640,036	19,382,871	18,926,949	17,196,716
g) Net NPLs Exposure (e-f)	(5,002,345)	(7,603,176)	15,965	(2,493,691)	(2,937,041)	52,757	(46,269)	(40,403)	(24,067)	(129,923)	(4,087,275)	(6,720,389)	114,959	(2,328,651)	(2,788,729)
2 Insider loans and advances															
a) Directors, shareholders and associates	7,259,481	7,932,970	7,911,678	6,679,296	5,954,541	6,306	6,560	-	-	-	7,253,175	7,926,410	7,911,678	6,679,296	5,954,541
b) Employees	12,723,457	12,566,335	12,536,313	12,353,751	12,156,481	223,785	186,867	168,126	149,424	142,291	12,484,698	12,368,621	12,359,296	12,204,327	12,006,696
c) Total insider loans, advances and other facilities	19,982,938	20,499,305	20,447,991	19,033,046	18,111,022	230,091	193,427	168,126	149,424	142,291	19,737,673	20,295,031	20,270,974	18,883,622	17,961,237
3 Off-Balance Sheet Items															
a) Letters of credit, guarantees, acceptances	20,443,963	35,328,572	34,873,520	40,013,222	47,801,693	458,822	392,406	367,228	367,528	394,674	19,916,215	34,927,571	34,492,114	39,645,694	47,346,244
b) Forwards, swaps and options	(4,382,208)	6,458,457	1,290,695	10,073,270	7,305,422	1,466,840	1,546,375	1,824,970	1,304,970	1,204,300	(5,849,048)	4,912,082	(534,275)	8,768,300	6,101,122
c) Other contingent liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
d) Total contingent liabilities	16,061,755	41,787,029	36,164,215	50,086,492	55,107,115	1,925,662	1,938,781	2,192,198	1,672,498	1,598,974	14,067,166	39,839,653	33,957,839	48,413,994	53,447,366
Capital strength															
a) Core capital	103,267,665	98,322,400	95,236,716	92,869,389	87,309,346	2,843,665	2,712,648	2,579,816	2,451,690	1,265,368	96,765,814	94,202,532	91,389,003	89,090,841	85,662,262
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	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
c) Excess/(deficiency)	102,267,665	97,322,400	94,236,716	91,869,389	86,309,346	1,843,665	1,712,648	1,579,816	1,451,690	265,368	95,765,814	93,202,532	90,389,003	88,090,841	84,662,262
d) Supplementary capital	24,619,018	23,925,046	5,349,824	5,965,737	6,216,092	-	-	-	-	369,469	24,619,018	23,905,329	5,330,108	5,919,451	6,206,103
e) Total capital	127,886,683	122,247,446	100,586,540	98,835,126	93,525,438	2,843,665	2,712,648	2,579,816	2,451,690	1,634,837	121,384,833	118,107,861	96,719,111	95,010,292	91,868,365
f) Total risk weighted assets	577,565,625	597,318,332	583,462,309	549,314,332	555,589,887	15,283,269	14,749,302	12,474,445	10,239,032	8,612,355	564,545,693	570,754,929	559,486,955	539,577,102	553,745,221
g) Core capital/total deposit liabilities	23.1%	21.2%	22.7%	21.9%	19.7%	23.9%	24.2%	26.3%	25.4%	14.8%	22.3%	20.9%	21.5%	21.7%	20.0%
h) Minimum Statutory Ratio	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%
i) Excess/(deficiency)	15.1%	13.2%	14.7%	13.9%	11.7%	15.9%	16.2%	18.3%	17.4%	6.8%	14.3%	12.9%	13.5%	13.7%	12.0%
j) Core capital/total risk weighted assets	17.9%	16.5%	16.3%	16.9%	15.7%	18.6%	18.4%	20.7%	23.9%	14.7%	17.1%	16.5%	16.3%	16.5%	15.5%
k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%
l) Excess/(deficiency)(j-k)	7.4%	6.0%	5.8%	6.4%	5.2%	8.1%	7.9%	10.2%	13.4%	4.2%	6.6%	6.0%	5.8%	6.0%	5.0%
m) Total capital/total risk weighted assets	22.1%	20.5%	17.2%	18.0%	16.8%	18.6%	18.4%	20.7%	23.9%	19.0%	21.5%	20.7%	17.3%	17.6%	16.6%
n) Minimum Statutory Ratio	14.5%	14.5%	14.5%	14.5%	14.5%	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)	7.6%	6.0%	2.7%	3.5%	2.3%	4.1%	3.9%	6.2%	9.4%	4.5%	7.0%	6.2%	2.8%	3.1%	2.1%
p) Adjusted Core Capital/Total Deposit Liabilities	-	-	22.7%	21.9%	15.2%	-	-	-	-	14.9%	-	21.5%	21.7%	15.2%	-
q) Adjusted Core Capital/Total Risk Weighted Assets	-	-	16.3%	16.9%	12.1%	-	-	-	-	14.7%	-	16.3%	16.5%	11.8%	-
r) Adjusted Total Capital/Total Risk Weighted Assets	-	-	17.2%	18.0%	13.2%	-	-	-	-	19.0%	-	17.3%	17.6%	12.9%	-
5 Liquidity															
a) Liquidity Ratio	50.3%	52.3%	50.6%	48.3%	52.1%	188.1%	206.0%	232.6%	246.7%	283.9%	43.1%	47.2%	42.2%	41.9%	44.6%
b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%	20.0%	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)	30.3%	32.3%	30.6%	28.3%	32.1%	168.1%	186.0%	212.6%	226.7%	263.9%	23.1%	27.2%	22.2%	21.9%	24.6%

*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.

OVERALL WINNER

SUSTAINABLE FINANCE
CATALYST AWARDS 2023



GOLD WINNER

SME FINANCIER OF
THE YEAR - AFRICA 2023



The financial statements were approved by the Board of Directors on 15th November 2023 and signed on its behalf by:

Signed: **Mr. John Murugu, OGW**
Chairman

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

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The Co-operative Bank is regulated by the Central Bank of Kenya