

FINANCIAL INSTITUTIONS AUDITED FINANCIAL STATEMENTS AND DISCLOSURES REPORT:- DEC.2008 & DEC.2009

I: BALANCE SHEET

		DECEMBER 2008 (AUDITED)			GROWTH (F-C)/C	DECEMBER 2009 (AUDITED)		
		BANKS TOTAL A	NBFI's TOTAL B	GRAND TOTAL C		BANKS TOTAL D	NBFI's TOTAL E	GRAND TOTAL F
A	ASSETS							
1	Cash balances (both local and foreign)	28,846,763	141,269	28,988,033	-0.17%	28,795,233	142,104	28,937,337
2	Balances due from Central Bank of Kenya	57,889,512	-	57,889,512	5.60%	61,129,402	-	61,129,402
3	Kenya Government securities	177,285,511	1,366,838	178,652,349	45.57%	259,554,895	509,507	260,064,402
4	Foreign Currency Treasury bills and bonds	312,600	-	312,600	-51.44%	151,800	-	151,800
5	Deposits and balances due from local banking institutions	28,843,653	3,889,561	32,733,214	-3.00%	25,270,401	6,481,053	31,751,454
6	Deposits and balances due from banking institutions abroad	79,356,770	-	79,356,770	-60.10%	31,664,374	-	31,664,374
7	Government and other securities held for dealing purposes	33,392,826	-	33,392,826	63.85%	54,713,563	-	54,713,563
8	Tax recoverable	354,642	-	354,642	189.92%	1,028,163	-	1,028,163
9	Loans and advances to customers(Net)	611,293,526	19,672,733	630,966,259	14.37%	692,140,287	29,474,789	721,615,076
10	Investments securities	3,988,236	-	3,988,236	76.70%	7,047,039	-	7,047,039
11	Balances due from group companies	44,881,356	-	44,881,356	21.92%	54,719,205	-	54,719,205
12	Investment in associates	2,067,756	-	2,067,756	0.60%	2,080,256	-	2,080,256
13	Investment in subsidiary companies	10,222,361	-	10,222,361	25.30%	12,678,729	130,020	12,808,749
14	Investment in joint ventures	846,077	-	846,077	9.01%	922,298	-	922,298
15	Investment properties	1,110,758	-	1,110,758	15.25%	1,280,187	-	1,280,187
16	Property & equipment	30,367,582	405,929	30,773,511	34.47%	40,752,604	627,914	41,380,517
17	Prepaid lease rentals	1,048,231	42,632	1,090,863	-1.69%	1,030,285	42,171	1,072,456
18	Intangible assets	4,228,917	9,550	4,238,467	29.92%	5,502,420	4,094	5,506,514
19	Deferred tax asset	3,100,300	79,950	3,180,250	-7.72%	2,893,871	40,874	2,934,745
20	Retirement benefit asset	2,051,598	-	2,051,598	-10.46%	1,837,047	-	1,837,047
21	Other assets	36,409,570	147,274	36,556,843	-15.60%	30,745,041	109,487	30,854,528
22	TOTAL ASSETS	1,157,768,525	25,885,756	1,183,654,281	14.35%	1,315,937,099	37,562,013	1,353,499,112
B.	LIABILITIES							
23	Balances due to Central Bank of Kenya	4,585,623	-	4,585,623	260.83%	16,546,238	-	16,546,238
24	Customer deposits	844,831,113	14,593,194	859,424,307	17.06%	987,542,630	18,477,899	1,006,020,529
25	Deposits and balances due to local banking institutions	27,785,946	-	27,785,946	-8.53%	25,416,883	-	25,416,883
26	Deposits and balances due to foreign banking institutions	40,803,582	-	40,803,582	-37.31%	25,581,345	-	25,581,345
27	Other Money Markets deposits	195,806	-	195,806	-99.23%	1,500	-	1,500
28	Borrowed funds	16,538,951	-	16,538,951	24.23%	18,845,973	1,700,000	20,545,973
29	Balances due to group companies	17,348,720	5,869,979	23,218,699	23.02%	17,423,792	11,140,520	28,564,312
30	Taxation payable	2,636,265	72,548	2,708,813	-62.31%	872,605	148,382	1,020,988
31	Dividends payable	108,990	-	108,990	-87.79%	13,307	-	13,307
32	Deferred tax liability	638,289	-	638,289	57.33%	1,004,219	-	1,004,219
33	Retirement benefits liability	169,612	-	169,612	-4.64%	161,737	-	161,737
34	Other liabilities	41,587,858	295,687	41,883,544	-22.71%	32,047,152	324,951	32,372,102
35	TOTAL LIABILITIES	996,830,755	21,231,408	1,018,062,162	13.67%	1,125,457,381	31,791,752	1,157,249,133
C	SHAREHOLDERS' FUNDS							
36	Paid up/ assigned capital	51,026,512	1,650,000	52,676,512	12.96%	57,853,492	1,650,000	59,503,492
37	Share premium/(discoun)	35,202,265	-	35,202,265	3.50%	34,886,010	1,549,173	36,435,183
38	Revaluation reserves	3,037,567	203,062	3,240,629	81.89%	5,445,307	449,202	5,894,509
39	Retained earnings /accumulated losses	59,368,944	651,560	60,020,504	27.22%	74,989,278	1,371,101	76,360,379
40	Statutory loan loss reserve	4,623,994	-	4,623,994	26.44%	5,261,479	585,035	5,846,514
41	Proposed dividend (gross)	8,336,758	-	8,336,758	29.13%	10,650,273	115,000	10,765,273
42	Capital grants	1,440,705	50,750	1,491,455	-3.14%	1,393,886	50,750	1,444,636
43	TOTAL SHAREHOLDERS' FUNDS	160,937,768	4,654,348	165,592,117	18.51%	190,479,724	5,770,261	196,249,985

		BANKS TOTAL A	NBFI's TOTAL B	GRAND TOTAL C	GROWTH (F-C)/C	BANKS TOTAL D	NBFI's TOTAL E	GRAND TOTAL F
44	TOTAL LIABILITY & SHAREHOLDERS' FUNDS	1,157,768,523	25,885,756	1,183,654,279	14.35%	1,315,937,105	37,562,013	1,353,499,118

		BANKS TOTAL A	NBFI's TOTAL B	GRAND TOTAL C	GROWTH (F-C)/C	BANKS TOTAL D	NBFI's TOTAL E	GRAND TOTAL F
II	PROFIT AND LOSS ACCOUNT							
1.0	INTEREST INCOME							
1.1	Loans and advances	73,148,474	2,002,967	75,151,441	21.34%	88,006,837	3,181,528	91,188,364
1.2	Government Securities	19,684,926	95,171	19,780,097	28.06%	25,231,169	99,769	25,330,938
1.3	Deposits and placements with banking institutions	5,558,127	223,855	5,781,982	-48.23%	2,740,187	253,208	2,993,395
1.4	Other interest income	1,652,119	-	1,652,119	-25.92%	1,223,899	-	1,223,899
1.5	Total Interest Income	100,043,646	2,321,993	102,365,639	17.95%	117,202,091	3,534,505	120,736,596
2.0	INTEREST EXPENSES							
2.1	Customers deposits	25,223,176	493,326	25,716,502	21.37%	30,495,242	715,631	31,210,873
2.2	Deposits and placements from banking institutions	2,584,029	140,928	2,724,957	-37.69%	1,455,276	242,646	1,697,922
2.3	Other interest expenses	1,776,964	-	1,776,964	22.36%	2,089,257	85,010	2,174,267
2.4	Total Interest Expenses	29,535,341	683,082	30,218,423	16.10%	34,039,775	1,043,287	35,083,062
3.0	NET INTEREST INCOME/(LOSS)	70,508,306	1,638,911	72,147,217	18.72%	83,162,316	2,491,217	85,653,534
4.0	NON-OPERATING INCOME							
4.1	Fees and Commissions on loans and advances	9,680,216	119,671	9,799,887	1.14%	9,748,033	163,700	9,911,733
4.2	Other fees and commissions	20,757,969	110,602	20,868,571	11.34%	23,121,043	114,450	23,235,493
4.3	Foreign exchange trading income/(loss)	12,457,745	-	12,457,745	-9.32%	11,296,123	-	11,296,123
4.4	Dividend income	392,403	-	392,403	26.76%	497,411	-	497,411
4.5	Other income	5,781,474	118,015	5,899,489	14.82%	6,719,142	54,830	6,773,971
4.6	Total Non Interest Income	49,069,807	348,289	49,418,096	4.65%	51,381,753	332,979	51,714,732
5.0	TOTAL OPERATING INCOME	119,578,113	1,987,200	121,565,313	13.00%	134,544,069	2,824,196	137,368,266
6.0	OPERATING EXPENSES							
6.1	Loan loss provision	10,038,200	241,898	10,280,099	-16.33%	8,268,594	333,217	8,601,811
6.2	Staff costs	32,878,145	608,279	33,486,424	15.98%	38,263,922	573,186	38,837,108
6.3	Directors emoluments	973,485	31,929	1,005,414	15.81%	1,130,876	33,520	1,164,396
6.4	Rental charges	3,258,489	60,668	3,319,157	22.02%	3,981,602	68,477	4,050,079
6.5	Depreciation on property and equipment	4,340,566	47,424	4,387,990	31.62%	5,724,821	50,574	5,775,395
6.6	Amortization charges	560,617	22,041	582,658	71.08%	990,891	5,918	996,809
6.7	Other expenses	24,896,046	314,279	25,210,325	15.10%	28,626,854	389,628	29,016,482
6.8	Total Other Operating Expenses	76,945,548	1,326,518	78,272,067	12.99%	86,987,560	1,454,520	88,442,080
7.0	Profit/(loss) before tax and exceptional items	42,632,565	660,681	43,293,246	13.01%	47,556,510	1,369,676	48,926,185
8.0	Exceptional items	-	34,083	-	133.49%	-	-	-
9.0	Profit/(loss) after exceptional items	42,666,648	660,681	43,327,329	13.11%	47,636,090	1,369,676	49,005,766
10.0	Current tax	13,728,431	238,880	13,967,311	1.82%	13,820,611	401,472	14,222,083
11.0	Deferred tax	-	758,718	-	-133.05%	-	39,076	260,839
12.0	Profit/(loss) after tax and exceptional items	29,696,934	452,317	30,149,252	14.51%	33,593,716	929,128	34,522,844

		BANKS TOTAL A	NBFI's TOTAL B	GRAND TOTAL C	GROWTH (F-C)/C	BANKS TOTAL D	NBFI's TOTAL E	GRAND TOTAL F
III.	OTHER DISCLOSURES							
1)	NON-PERFORMING LOANS AND ADVANCES							
a)	Gross non-performing loans and advances	59,209,302	2,660,216	61,869,518	-1.82%	57,227,280	3,514,103	60,741,383
	Less:	-	-	-				
b)	Interest in suspense	12,708,816	985,521	13,694,337	-28.15%	9,078,059	761,010	9,839,069
c)	Total non-performing loans and advances(a-b)	46,500,485	1,674,695	48,175,180	5.66%	48,149,221	2,753,093	50,902,314
	Less:	-	-	-				
d)	Loan loss provision	24,910,806	608,806	25,519,612	3.08%	25,512,358	793,607	26,305,965
e)	Net Non-performing Loans (c-d)	21,589,679	1,065,889	22,655,568	8.57%	22,636,863	1,959,486	24,596,349
f)	Discounted value of securities	17,455,858	1,065,889	18,521,747	21.70%	20,581,829	1,959,486	22,541,314
g)	Net NPLs Exposure (e-f)	4,133,821	-	4,133,821	-50.29%	2,055,035	-	2,055,035
2)	INSIDER LOANS,ADVANCES AND OTHER FACILITIES							
a)	Directors, shareholders and associates	12,455,389	-	12,455,389	27.46%	15,875,028	-	15,875,028
b)	Employees	18,943,566	340,869	19,284,435	28.51%	24,332,095	449,853	24,781,948
c)	Total Insider Loans, Advances and Other Facilities	31,398,955	340,869	31,739,824	28.09%	40,207,123	449,853	40,656,976
3)	OFF BALANCE SHEET							
a)	Letters of credit, guarantees, acceptances	155,482,417	5,733	155,488,150	4.63%	162,691,445	1,033	162,692,478
b)	Other contingent liabilities	269,697,543	-	269,697,543	11.62%	301,029,191	-	301,029,191
c)	Total Contingent Liabilities	425,179,959	5,733	425,185,692	9.06%	463,720,636	1,033	463,721,669
4)	CAPITAL STRENGTH							
a)	Core capital	138,175,852	3,800,733	141,976,585	16.00%	160,178,260	4,520,274	164,698,533
b)	Minimum statutory capital	10,500,000	500,000	11,000,000	46.36%	15,400,000	700,000	16,100,000
c)	Excess/(defficiency)	127,675,852	3,300,733	130,976,585	13.45%	144,778,260	3,820,274	148,598,533
d)	Supplementary capital	17,051,806	52,411	17,104,217	16.67%	19,626,205	329,054	19,955,260
e)	Total capital (a + d)	155,227,658	3,853,144	159,080,803	16.08%	179,804,465	4,849,328	184,653,793
f)	Total risk weighted assets	768,258,019	13,678,419	781,936,438	13.51%	871,706,968	15,881,997	887,588,965
g)	Core capital/total deposit liabilities	15.1%	49.7%	15.3%		15.4%	24.5%	15.6%
h)	Minimum statutory ratio	8.0%	16.0%	8.0%		8.0%	8.0%	8.0%
i)	Excess/(defficiency)	7.1%	33.7%	7.3%		7.4%	16.5%	7.6%
j)	Core Capital/Total Risk Weighted Assets	18.0%	54.7%	18.2%		18.4%	28.5%	18.6%
k)	Minimum Statutory Ratio	12.0%	16.0%	12.0%		12.0%	12.0%	12.0%
l)	Excess/(Defficiency)	6.0%	38.7%	6.2%		6.4%	16.5%	6.6%
m)	Total capital/total risk weighted assets	18.3%	58.3%	18.3%		20.6%	30.5%	20.8%
n)	Minimum Statutory Ratio	12.0%	24.0%	12.0%		12.0%	12.0%	12.0%
o)	Excess/(Defficiency)	6.3%	34.3%	6.3%		8.6%	18.5%	8.8%
5)	Liquidity							
a)	Liquidity ratio	37.2%	26.8%	37.0%		40.3%	24.0%	39.8%
b)	Minimum Statutory Ratio	20.0%	20.0%	20.0%		20.0%	20.0%	20.0%
c)	Excess/(Defficiency) (a-b)	17.2%	6.8%	17.0%		20.3%	4.0%	19.8%