

UN-AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 30 JUNE 2020

I STATEMENT OF FINANCIAL POSITION				
	30 June	31 December	31 March	30 June
	2019	2019	2020	2020
	Shs '000	Shs '000	Shs '000	Shs '000
	(Un-audited)	(Audited)	(Un-audited)	(Un-audited)
A ASSETS				
1 Cash (both local and foreign)	703,931	713,298	760,214	849,446
2 Balances with from Central Bank of Kenya	6,956,995	8,537,330	4,728,200	6,495,022
3 Kenya Government and other securities held for dealing purposes	514,654	-	1,881,111	2,116,314
4 Financial Assets at fair value through profit and loss	-	-	-	-
5 Investment securities	-	-	-	-
a) Held to Maturity	-	-	-	-
a. Kenya Government securities	7,101,771	7,287,730	7,744,212	5,929,293
b. Other Securities	-	-	-	-
b) Fair Value through Other Comprehensive Income (FVOCI)/ Available for sale	-	-	-	-
a. Kenya Government securities	-	-	-	-
b. Other Securities	283,027	552,931	552,931	552,932
6 Deposits and balances due from local banking institutions	154,839	602,429	1,767,627	1,924,729
7 Deposits and balances due from banking institutions abroad	688,574	2,336,312	4,856,025	2,443,580
8 Tax recoverable	447,858	438,004	562,251	497,835
9 Loans and advances to customers (net)	20,978,279	15,982,158	15,566,168	16,743,576
10 Balances due from banking institutions in the group	1,088,509	844,230	3,848,981	7,009,423
11 Investments in associates	1,409,911	-	-	-
12 Investments in subsidiary companies	-	-	-	-
13 Investments in joint ventures	-	-	-	-
14 Investment properties	-	-	-	-
15 Property, plant and equipment	1,725,405	2,396,382	2,308,039	2,220,815
16 Prepaid lease rentals	-	-	-	-
17 Intangible assets	32,032	192,808	181,127	197,120
18 Deferred tax asset	2,327,064	2,546,320	2,546,320	2,546,320
19 Retirement benefit asset	-	-	-	-
20 Other assets	1,798,411	1,566,186	1,677,641	1,620,769
21 TOTAL ASSETS	46,211,260	43,996,118	48,980,847	51,147,174
B LIABILITIES				
22 Balances due to Central Bank of Kenya	-	-	-	-
23 Customer deposits	30,383,607	33,327,232	31,679,423	33,038,529
24 Deposits and balances due to local banking institutions	1,859,334	37	-	-
25 Deposits and balances due to banking institutions abroad	444,084	1,840	441	-
26 Other money market deposits	-	-	-	-
27 Borrowed Funds	1,474,519	1,439,516	7,462,482	7,667,907
28 Balances due to banking institutions in the group	4,619,785	3,394,873	4,335,862	4,985,190
29 Tax payable	-	-	-	-
30 Dividends payable	-	-	-	-
31 Deferred tax liability	-	-	-	-
32 Retirement benefit liability	-	-	-	-
33 Other liabilities	618,580	1,556,859	1,516,788	1,359,279
34 TOTAL LIABILITIES	39,399,909	39,720,357	44,994,996	47,050,905
C SHAREHOLDERS' FUNDS				
35 Paid up/ Assigned capital	6,404,949	6,404,949	6,404,949	6,404,949
36 Share premium/ (discount)	1,980,356	1,980,356	1,980,356	1,980,356
37 Revaluation reserves	-	-	-	-
38 Retained earnings/ (Accumulated losses)	(1,493,902)	(4,146,484)	(4,436,394)	(4,325,976)
39 Statutory loan loss reserve	486,296	317,564	317,564	317,564
40 Other reserves	(566,348)	(280,624)	(280,624)	(280,624)
41 Proposed dividends	-	-	-	-
42 Capital grants	-	-	-	-
43 TOTAL SHAREHOLDERS' FUNDS	6,811,351	4,275,761	3,985,851	4,096,269
44 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	46,211,260	43,996,118	48,980,847	51,147,174
II STATEMENT OF COMPREHENSIVE INCOME				
1 INTEREST INCOME				
1.1 Loans and advances	1,164,272	2,238,616	401,234	897,776
1.2 Government securities	288,897	604,655	191,091	398,869
1.3 Deposits and placements with banking institutions	41,521	78,269	29,612	66,833
1.4 Other interest income	3,174	4,660	2,561	3,844
1.5 Total interest income	1,497,864	2,926,200	624,498	1,367,322
2 INTEREST EXPENSES				
2.1 Customer deposits	611,388	1,173,019	270,903	532,717
2.2 Deposits and placements from banking institutions	60,528	113,716	22,501	45,150
2.3 Other interest expense	211,261	642,898	137,100	325,432
2.4 Total interest expenses	883,177	1,929,093	430,504	903,299
3 NET INTEREST INCOME/(LOSS)	614,687	997,107	193,994	464,023
4 OTHER OPERATING INCOME				
4.1 Fees and commissions on loans and advances	68,355	130,312	20,653	62,501
4.2 Other fees and commissions	209,345	403,613	95,259	178,824
4.3 Foreign exchange trading income (loss)	461,127	660,087	126,790	269,940
4.4 Dividend income	-	-	-	-
4.5 Other income	232,770	193,929	23,048	246,257
4.6 Total other operating income	971,597	1,387,941	265,750	757,522
5 Total operating income	1,586,284	2,385,048	459,744	1,221,545
6 OPERATING EXPENSES				
6.1 Loan loss provision	261,237	2,732,421	240,802	311,736
6.2 Staff costs	518,301	990,463	267,703	484,756
6.3 Director's emoluments	30,942	53,583	12,809	25,368
6.4 Rental charges	133,343	74,571	21,759	37,403
6.5 Depreciation charge on property and equipment	81,957	363,439	92,812	182,542
6.6 Amortisation charges	9,143	29,119	12,267	24,590
6.7 Other operating expenses	446,835	1,070,428	225,749	394,473
6.8 Total operating expenses	1,481,758	5,314,724	873,901	1,460,868
7 Profit / (Loss) before tax and exceptional expenses	104,526	(2,929,676)	(414,157)	(239,323)
8 Exceptional items	-	-	-	-
9 Profit / (Loss) before tax	104,526	(2,929,676)	(414,157)	(239,323)
10 Current tax	9,854	-	124,247	59,831
11 Deferred tax	-	889,838	-	-
12 Profit / (Loss) after tax	114,380	(2,039,838)	(289,910)	(179,492)
13 Other Comprehensive Income				
13.1 Gains/(Losses) from translating the financial statements of foreign operations	(39,211)	180,255	-	-
13.2 Fair value changes in available-for-sale financial assets	-	69,745	-	-
13.3 Revaluation surplus on Property, plant and equipment	-	-	-	-
13.4 Share of other comprehensive income of associates	-	-	-	-
13.5 Income tax relating to components of other comprehensive income	-	(3,487)	-	-
14 Other comprehensive income for the year net of tax	(39,211)	246,513	-	-
15 Total comprehensive income for the year	75,169	(1,793,325)	(289,910)	(179,492)
III OTHER DISCLOSURES				
1 NON-PERFORMING LOANS AND ADVANCES				
a Gross non-performing loans and advances (a)	9,145,675	8,998,345	8,543,469	8,669,363
b Interest in suspense (b)	2,221,483	2,383,388	2,449,692	2,546,729
c Total non-performing loans and advances (a-b)	6,924,192	6,614,957	6,093,777	6,122,634
d Loan loss provisions	2,775,890	4,180,944	4,163,009	4,270,198
e Net non-performing loans (c-d)	4,147,302	2,434,013	1,930,768	1,852,436
f Discounted value of securities	(3,604,815)	(2,258,962)	(1,764,719)	(1,675,379)
g Net NPLs Exposure (e-f)	542,487	175,051	166,049	177,057
2 INSIDER LOANS AND ADVANCES				
a Shareholders, Directors, and their associates	17,464	16,693	15,718	15,292
b Employees	738,295	754,442	686,550	684,125
c Total insider loans and advances	755,759	771,135	702,269	699,417
3 OFF-BALANCE SHEET ITEMS				
a Letters of credit, guarantees and acceptances	6,445,903	6,202,143	6,580,333	8,309,550
b Forwards, swaps and options	323,274	212,021	161,571	100,899
c Other contingent liabilities	1,546,490	767,893	874,470	995,612
d Total contingent liabilities	8,315,667	7,182,057	7,616,375	9,406,061
4 CAPITAL STRENGTH				
a Core capital	3,463,373	1,510,566	1,191,665	1,313,125
b Minimum statutory capital	1,000,000	1,000,000	1,000,000	1,000,000
c Excess/ (Deficiency)	2,463,373	510,566	191,665	313,125
d Supplementary Capital	1,263,789	1,146,860	756,507	974,126
e Total capital	4,727,163	2,657,425	1,948,172	2,287,250
f Total risk weighted assets	30,326,244	24,543,787	26,276,245	27,094,265
g Core capital/total deposit liabilities	9.9%	3.1%	3.4%	3.7%
h Minimum statutory ratio	8.0%	8.0%	8.0%	8.0%
i Excess/ (Deficiency)	1.9%	-3.9%	-4.6%	-4.3%
j Core capital/total risk weighted assets	11.4%	6.2%	4.5%	4.8%
k Minimum statutory ratio	10.5%	10.5%	10.5%	10.5%
l Excess/ (Deficiency)	0.9%	-4.3%	-6.0%	-5.7%
m Total capital/total risk weighted assets	15.6%	10.8%	7.4%	8.4%
n Minimum statutory ratio	14.5%	14.5%	14.5%	14.5%
o Excess/ (Deficiency)	1.1%	-3.7%	-7.1%	-6.1%
p Adjusted Core Capital/Total Deposit Liabilities*	11.0%	6.2%	5.4%	5.3%
q Adjusted Core Capital/Total Risk Weighted Assets*	12.6%	9.2%	7.5%	6.9%
r Adjusted Total Capital/Total Risk Weighted Assets*	16.8%	13.9%	10.4%	10.5%
5 LIQUIDITY				
a Liquidity ratio	33.3%	48.7%	66.2%	65.2%
b Minimum statutory ratio	20.0%	20.0%	20.0%	20.0%
c Excess/(Deficiency)	13.3%	28.7%	46.2%	45.2%

These financial statements are extracts from the books of the institution. The complete set of quarterly financial statements, statutory and quarterly disclosures can be accessed on the institution's website www.bookenya.com. They may also be accessed at the institution's head office located at BOA House, School Lane, Westlands, Nairobi.

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