

UN-AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 30 JUNE 2021

I STATEMENT OF FINANCIAL POSITION		30 June 2020 Shs '000 (Un-audited)	31 December 2020 Shs '000 (Audited)	31 March 2021 Shs '000 (Un-audited)	30 June 2021 Shs '000 (Un-audited)
A ASSETS					
1	Cash (both local and foreign)	849,446	838,206	616,484	649,328
2	Balances with from Central Bank of Kenya	6,495,022	7,223,614	5,200,002	1,455,621
3	Kenya Government and other securities held for dealing purposes	2,116,314	-	-	-
4	Financial Assets at fair value through profit and loss	-	-	-	-
5	Investment securities	-	-	-	-
a	Held to Maturity	-	-	-	-
a	Kenya Government securities	5,929,293	8,409,686	7,819,566	8,935,545
b	Other Securities	-	-	-	-
b	Available for sale	-	-	-	-
a	Kenya Government securities	-	502,284	537,109	521,653
b	Other Securities	552,932	570,261	404,355	404,355
6	Deposits and balances due from local banking institutions	1,924,729	1,757,667	572,062	2,279,563
7	Deposits and balances due from banking institutions abroad	2,443,580	2,406,745	2,584,615	985,253
8	Tax recoverable	497,835	438,004	445,236	440,885
9	Loans and advances to customers (net)	16,743,576	15,009,358	15,564,218	14,769,836
10	Balances due from banking institutions in the group	7,009,423	1,766,478	3,158,293	3,160,107
11	Investments in associates	-	-	-	-
12	Investments in subsidiary companies	-	-	-	-
13	Investments in joint ventures	-	-	-	-
14	Investment properties	-	-	-	-
15	Property, plant and equipment	2,220,815	1,968,044	1,889,501	1,817,946
16	Prepaid lease rentals	-	-	-	-
17	Intangible assets	197,120	202,580	188,544	194,702
18	Deferred tax asset	2,546,320	2,831,857	2,831,857	2,831,857
19	Retirement benefit asset	-	-	-	-
20	Other assets	1,620,769	992,541	1,137,025	1,274,407
21	TOTAL ASSETS	51,147,174	44,917,325	42,948,867	39,721,058
B LIABILITIES					
22	Balances due to Central Bank of Kenya	-	-	-	-
23	Customer deposits	33,038,529	27,976,537	26,300,530	26,795,801
24	Deposits and balances due to local banking institutions	-	-	-	800,802
25	Deposits and balances due to banking institutions abroad	-	97	597	599
26	Other money market deposits	-	-	-	-
27	Borrowed Funds	7,667,907	3,823,865	3,789,625	972,662
28	Balances due to banking institutions in the group	4,985,190	6,281,547	6,176,976	4,564,789
29	Tax payable	-	-	-	-
30	Dividends payable	-	-	-	-
31	Deferred tax liability	-	-	-	-
32	Retirement benefit liability	-	-	-	-
33	Other liabilities	1,359,279	1,415,892	1,278,626	1,224,371
34	TOTAL LIABILITIES	47,050,905	39,497,938	37,546,354	34,359,024
C SHAREHOLDERS' FUNDS					
35	Paid up/ Assigned capital	6,404,949	7,927,449	7,927,449	7,927,449
36	Share premium/ (discount)	1,980,356	1,980,356	1,980,356	1,980,356
37	Revaluation reserves	-	-	-	-
38	Retained earnings/ (Accumulated losses)	(4,325,976)	(4,723,886)	(4,740,760)	(4,781,239)
39	Statutory loan loss reserve	317,564	501,501	501,501	501,501
40	Other reserves	(280,624)	(266,033)	(266,033)	(266,033)
41	Proposed dividends	-	-	-	-
42	Capital grants	-	-	-	-
43	TOTAL SHAREHOLDERS' FUNDS	4,059,269	5,419,387	5,402,513	5,362,034
44	TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	51,147,174	44,917,325	42,948,867	39,721,058
II STATEMENT OF COMPREHENSIVE INCOME					
		30 June 2020 Shs '000 (Un-audited)	31 December 2020 Shs '000 (Audited)	31 March 2021 Shs '000 (Un-audited)	30 June 2021 Shs '000 (Un-audited)
1 INTEREST INCOME					
1.1	Loans and advances	897,776	1,641,951	378,965	775,990
1.2	Government securities	398,869	897,291	201,011	410,610
1.3	Deposits and placements with banking institutions	66,833	145,537	17,606	51,862
1.4	Other interest income	3,844	4,419	7	18
1.5	Total interest income	1,367,322	2,689,198	597,589	1,238,480
2 INTEREST EXPENSES					
2.1	Customer deposits	532,717	1,004,293	226,777	468,586
2.2	Deposits and placements from banking institutions	45,150	103,891	23,312	43,180
2.3	Other interest expense	325,432	580,579	82,209	146,456
2.4	Total interest expenses	903,299	1,688,763	332,298	658,222
3	NET INTEREST INCOME/(LOSS)	464,023	1,000,435	265,291	580,258
4 OTHER OPERATING INCOME					
4.1	Fees and commissions on loans and advances	62,501	131,471	29,355	67,079
4.2	Other fees and commissions	178,824	383,444	101,229	197,285
4.3	Foreign exchange trading income (loss)	269,940	474,143	86,659	206,919
4.4	Dividend income	-	-	-	-
4.5	Other income	246,257	277,756	117,256	124,749
4.6	Total other operating income	757,522	1,266,814	334,569	596,032
5	Total operating income	1,221,545	2,267,249	599,860	1,176,290
6 OPERATING EXPENSES					
6.1	Loan loss provision	311,736	688,605	86,738	182,451
6.2	Staff costs	484,756	974,865	216,002	418,561
6.3	Directors emoluments	25,368	50,288	12,121	28,888
6.4	Rental charges	37,403	70,768	14,244	27,821
6.5	Depreciation charge on property and equipment	182,542	344,896	82,023	162,017
6.6	Amortisation charges	24,590	51,689	13,459	26,882
6.7	Other operating expenses	394,473	766,007	199,379	389,906
6.8	Total operating expenses	1,460,868	2,947,118	623,966	1,236,524
7	Profit / (Loss) before tax and exceptional expenses	(239,323)	(679,869)	(24,106)	(60,234)
8	Exceptional items	-	-	-	-
9	Profit / (Loss) before tax	(239,323)	(679,869)	(24,106)	(60,234)
10	Current tax	59,831	-	7,232	2,881
11	Deferred tax	-	286,404	-	-
12	Profit / (Loss) after tax	(179,492)	(393,465)	(16,874)	(57,353)
13 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	-	15,458	-	-
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	-	(867)	-	-
14	Other comprehensive income for the year net of tax	-	14,591	-	-
15	Total comprehensive income for the year	(179,492)	(378,874)	(16,874)	(57,353)
III OTHER DISCLOSURES					
		30 June 2020 Shs '000 (Un-audited)	31 December 2020 Shs '000 (Audited)	31 March 2021 Shs '000 (Un-audited)	30 June 2021 Shs '000 (Un-audited)
1 NON-PERFORMING LOANS AND ADVANCES					
a	Gross non-performing loans and advances (a)	8,669,363	8,689,190	8,715,494	8,833,457
b	Interest in suspense (b)	2,546,729	2,703,807	2,823,980	2,940,193
c	Total non-performing loans and advances (a-b)	6,122,634	5,985,383	5,891,514	5,893,264
d	Loan loss provisions	4,270,198	4,137,193	4,360,949	4,461,285
e	Net non-performing loans (c-d)	1,852,436	1,848,190	1,530,565	1,431,979
f	Discounted value of securities	(1,675,379)	(1,681,970)	(1,373,598)	(1,288,175)
g	Net NPLs Exposure (e-f)	177,057	166,220	156,967	143,804
2 INSIDER LOANS AND ADVANCES					
a	Shareholders, Directors, and their associates	15,292	4,217	4,048	3,055
b	Employees	684,125	680,859	625,663	603,708
c	Total insider loans and advances	699,417	685,076	629,711	606,763
3 OFF-BALANCE SHEET ITEMS					
a	Letters of credit, guarantees and acceptances	8,309,550	8,526,546	9,643,779	7,302,530
b	Forwards, swaps and options	100,899	36,047	29,219	31,768
c	Other contingent liabilities	995,612	483,124	731,590	526,982
d	Total contingent liabilities	9,406,061	9,045,717	10,404,588	7,861,280
4 CAPITAL STRENGTH					
a	Core capital	1,313,125	2,245,574	2,409,509	2,364,981
b	Minimum statutory capital	1,000,000	1,000,000	1,000,000	1,000,000
c	Excess/ (Deficiency)	313,125	1,245,574	1,409,509	1,364,981
d	Supplementary Capital	974,126	1,238,247	1,231,849	1,218,758
e	Total capital	2,287,250	3,483,821	3,641,358	3,583,739
f	Total risk weighted assets	27,094,265	21,330,508	22,620,440	21,795,724
g	Core capital/total deposit liabilities	3.7%	6.6%	8.1%	8.5%
h	Minimum statutory ratio	8.0%	8.0%	8.0%	8.0%
i	Excess/ (Deficiency)	-4.3%	-1.4%	0.1%	0.5%
j	Core capital/total risk weighted assets	4.8%	10.5%	10.7%	10.9%
k	Minimum statutory ratio	10.5%	10.5%	10.5%	10.5%
l	Excess/ (Deficiency)	-5.7%	0.0%	0.2%	0.4%
m	Total capital /total risk weighted assets	8.4%	16.3%	16.1%	16.4%
n	Minimum statutory ratio	14.5%	14.5%	14.5%	14.5%
o	Excess/ (Deficiency)	-6.1%	-1.8%	1.6%	1.9%
	Adjusted Core Capital/Total Deposit Liabilities*	5.3%	10.6%	9.2%	9.2%
	Adjusted Core Capital/Total Risk Weighted Assets*	6.9%	17.1%	12.1%	11.7%
	Adjusted Total Capital/Total Risk Weighted Assets*	10.5%	22.9%	17.6%	17.3%
5 LIQUIDITY					
a	Liquidity ratio	65.2%	57.5%	53.7%	46.1%
b	Minimum statutory ratio	20.0%	20.0%	20.0%	20.0%
c	Excess/(Deficiency)	45.2%	37.5%	33.7%	26.1%

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

Amb. Dennis Awori
Chairman

Ronald Marambii
Managing Director