

**UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 30<sup>TH</sup> JUNE 2021**

I STATEMENT OF FINANCIAL POSITION		BANK			
		30 <sup>th</sup> June 2020 Shs. '000' Unaudited	31 <sup>st</sup> Dec 2020 Shs. '000' Audited	31 <sup>st</sup> March 2021 Shs. '000' Unaudited	30 <sup>th</sup> June 2021 Shs. '000' Unaudited
<b>A ASSETS</b>					
1 Cash ( both Local & Foreign)		65,751	63,533	87,778	88,382
2 Balances due from Central Bank of Kenya		2,019,730	2,107,475	2,479,628	2,092,233
3 Kenya Government and other securities held for dealing purposes					
4 Financial Assets at fair value through profit and loss					
5 Investment Securities:					
a) Held to Maturity:					
a. Kenya Government securities		-	-	-	-
b. Other securities		-	-	-	-
b) Available for sale:		45,884,745	50,556,674	51,687,894	54,453,780
a. Kenya Government securities		45,884,745	50,556,674	51,687,894	54,453,780
b. Other securities		-	-	-	-
6 Deposits and balances due from local banking institutions		-	5,245,372	2,190,236	3,828,675
7 Deposits and balances due from banking institutions abroad		1,248,268	1,451,829	949,530	996,561
8 Tax recoverable		218,760	281,192	146,192	242,511
9 Loans and advances to customers (net)		13,068,040	14,229,162	14,229,079	15,087,235
10 Balances due from banking institutions in the group					
11 Investments in associates					
12 Investments in subsidiary companies					
13 Investments in joint ventures					
14 Investment properties					
15 Property and equipment		765,898	744,128	728,272	713,767
16 Prepaid lease rentals					
17 Intangible assets					
18 Deferred tax asset		209,932	254,775	254,775	254,775
19 Retirement benefit asset					
20 Other assets		119,114	185,070	164,777	148,856
<b>21 TOTAL ASSETS</b>		<b>63,601,238</b>	<b>75,129,210</b>	<b>72,897,951</b>	<b>77,906,775</b>
<b>B LIABILITIES</b>					
22 Balances due to Central Bank of Kenya					
23 Customer deposits		46,306,083	48,874,073	49,058,834	50,773,064
24 Deposits and balances due to local banking institutions		-	100,017	-	700,127
25 Deposits and balances due to foreign banking institutions		365,857	7,937,744	5,050,156	6,879,160
26 Other money market deposits					
27 Borrowed funds					
28 Balances due to banking institutions in the group					
29 Tax payable					
30 Dividends payable					
31 Deferred tax liability					
32 Retirement benefit liability		61,735	63,845	59,243	50,039
33 Other liabilities		247,000	300,339	285,243	303,947
<b>34 TOTAL LIABILITIES</b>		<b>46,980,675</b>	<b>57,276,018</b>	<b>54,453,476</b>	<b>58,706,337</b>
<b>C SHAREHOLDERS' FUNDS</b>					
35 Paid up /Assigned capital		1,000,000	1,000,000	1,000,000	1,000,000
36 Share premium/(discount)					
37 Revaluation reserves		719,334	708,418	708,418	708,418
38 Retained earnings/ Accumulated losses		14,890,033	16,122,662	16,713,945	17,469,908
39 Statutory loan loss reserves					
40 Other Reserves		11,196	22,112	22,112	22,112
41 Proposed dividends					
42 Capital grants					
<b>43 TOTAL SHAREHOLDERS' FUNDS</b>		<b>16,620,563</b>	<b>17,853,192</b>	<b>18,444,475</b>	<b>19,200,438</b>
<b>44 Minority Interest</b>					
<b>45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS</b>		<b>63,601,238</b>	<b>75,129,210</b>	<b>72,897,951</b>	<b>77,906,775</b>
<b>II STATEMENT OF COMPREHENSIVE INCOME</b>					
<b>1.0 INTEREST INCOME</b>					
1.1 Loans and advances		587,773	1,225,228	304,392	656,664
1.2 Government securities		2,297,917	4,842,484	1,290,238	2,630,191
1.3 Deposits and placements with banking institutions		48,759	95,107	20,334	37,149
1.4 Other Interest Income					
<b>1.5 Total interest income</b>		<b>2,934,449</b>	<b>6,162,819</b>	<b>1,614,964</b>	<b>3,324,004</b>
<b>2.0 INTEREST EXPENSE</b>					
2.1 Customer deposits		1,292,172	2,632,472	661,678	1,355,479
2.2 Deposits and placements from banking institutions		19,739	32,318	6,441	13,125
2.3 Other interest expenses			5,154		
<b>2.4 Total interest expenses</b>		<b>1,311,911</b>	<b>2,669,945</b>	<b>668,119</b>	<b>1,368,604</b>
<b>3.0 NET INTEREST INCOME/(LOSS)</b>		<b>1,622,538</b>	<b>3,492,874</b>	<b>946,845</b>	<b>1,955,400</b>
<b>4.0 NON-INTEREST INCOME</b>					
4.1 Fees and commissions on loans and advances		34,636	77,146	13,935	29,940
4.2 Other fees and commissions		28,596	55,235	12,426	25,907
4.3 Foreign exchange trading income/(Loss)		19,432	37,681	7,133	17,436
4.4 Dividend Income					
4.5 Other income		68,833	86,386	11,575	117,640
<b>4.6 Total Non-interest income</b>		<b>151,497</b>	<b>256,448</b>	<b>45,069</b>	<b>190,923</b>
<b>5.0 TOTAL OPERATING INCOME</b>		<b>1,774,035</b>	<b>3,749,322</b>	<b>991,914</b>	<b>2,146,323</b>
<b>6.0 OTHER OPERATING EXPENSES</b>					
6.1 Loan loss provision		111,731	408,761	85,205	190,403
6.2 Staff costs		121,697	247,026	66,244	124,023
6.3 Directors' emoluments					
6.4 Rental charges		16,383	8,296	9,180	17,152
6.5 Depreciation charge on property and equipment		37,902	80,929	15,856	31,357
6.6 Amortisation charges					
6.7 Other operating expenses		118,228	271,485	79,146	136,142
<b>6.8 Total Other Operating Expenses</b>		<b>405,941</b>	<b>1,016,497</b>	<b>255,631</b>	<b>499,077</b>
7.0 Profit/(loss) before tax and exceptional items		1,368,094	2,732,825	736,283	1,647,246
8.0 Exceptional items					
<b>9.0 Profit/(loss) after exceptional items</b>		<b>1,368,094</b>	<b>2,732,825</b>	<b>736,283</b>	<b>1,647,246</b>
10.0 Current tax		280,000	456,945	145,000	300,000
11.0 Deferred tax			(44,843)		
<b>12.0 Profit/(loss) after tax and exceptional items</b>		<b>1,088,094</b>	<b>2,320,723</b>	<b>591,283</b>	<b>1,347,246</b>
13.0 Minority Interest					
14.0 Profit/(loss) after tax, exceptional items and Minority Interest		1,088,094	2,320,723	591,283	1,347,246
<b>15.0 Other Comprehensive Income</b>					
15.1 Gains/(Losses) from translating the financial statements of foreign operations					
15.2 Fair value changes in available for sale financial assets					
15.3 Revaluation surplus on Property, plant and equipment					
15.4 Share of other comprehensive income of associates					
15.5 Income tax relating to components of other comprehensive income					
16.0 Other Comprehensive Income for the year net of tax					
<b>17.0 Total comprehensive income for the year</b>		<b>1,088,094</b>	<b>2,320,723</b>	<b>591,283</b>	<b>1,347,246</b>
<b>18.0 EARNINGS PER SHARE- BASIC &amp; DILUTED</b>					
<b>19.0 DIVIDEND PER SHARE -DECLARED</b>					
<b>III OTHER DISCLOSURES</b>					
<b>1.0 NON-PERFORMING LOANS AND ADVANCES</b>					
(a) Gross Non-performing loans and advances		997,801	996,402	1,034,341	780,250
(b) Less Interest in Suspense		8,171	8,216	8,908	4,232
<b>(c) Total Non-Performing Loans and Advances (a-b)</b>		<b>989,630</b>	<b>988,186</b>	<b>1,025,433</b>	<b>776,018</b>
(d) Less: Loan Loss Provision		654,782	675,601	699,503	615,951
(e) Net Non-Performing Loans and Advances(c-d)		334,848	312,585	325,930	160,067
(f) Discounted Value of Securities		334,848	312,585	325,930	160,067
(g) Net NPLs Exposure (e-f)		-	-	-	-
<b>2.0 INSIDER LOANS AND ADVANCES</b>					
(a) Directors, Shareholders and Associates					
(b) Employees		80,045	94,642	95,412	95,783
<b>(c) Total Insider Loans and Advances and other facilities</b>		<b>80,045</b>	<b>94,642</b>	<b>95,412</b>	<b>95,783</b>
<b>3.0 OFF-BALANCE SHEET ITEMS</b>					
(a) Letters of credit, guarantees, acceptances		1,017,258	1,350,025	965,417	905,248
(b) Forwards, swaps and options				813,230	836,510
(c) Other contingent liabilities		431,369	190,489	457,334	313,657
<b>(d) Total Contingent Liabilities</b>		<b>1,448,627</b>	<b>1,540,494</b>	<b>2,235,981</b>	<b>2,055,815</b>
<b>4.0 CAPITAL STRENGTH</b>					
(a) Core capital		15,357,182	17,144,774	17,440,416	17,818,397
(b) Minimum Statutory Capital		1,000,000	1,000,000	1,000,000	1,000,000
(c) Excess/(Deficiency)(a-b)		14,357,182	16,144,774	16,440,416	16,818,397
(d) Supplementary Capital		179,834	177,105	177,105	177,105
<b>(e) Total Capital (a+d)</b>		<b>15,537,016</b>	<b>17,321,879</b>	<b>17,617,521</b>	<b>17,995,502</b>
<b>(f) Total risk weighted assets</b>		<b>31,129,086</b>	<b>35,692,620</b>	<b>34,649,533</b>	<b>35,628,341</b>
<b>(g) Core Capital/Total deposits Liabilities</b>		<b>33.2%</b>	<b>35.1%</b>	<b>35.6%</b>	<b>35.1%</b>
(h) Minimum statutory Ratio		8.0%	8.0%	8.0%	8.0%
(i) Excess/(Deficiency) (g-h)		25.2%	27.1%	27.6%	27.1%
<b>(j) Core Capital / total risk weighted assets</b>		<b>49.3%</b>	<b>48.0%</b>	<b>50.3%</b>	<b>50.0%</b>
(k) Minimum Statutory Ratio		10.5%	10.5%	10.5%	10.5%
(l) Excess/(Deficiency) (j-k)		38.8%	37.5%	39.8%	39.5%
<b>(m) Total Capital/total risk weighted assets</b>		<b>49.9%</b>	<b>48.5%</b>	<b>50.8%</b>	<b>50.5%</b>
(n) Minimum statutory ratio		14.5%	14.5%	14.5%	14.5%
(o) Excess/(Deficiency) (m-n)		35.4%	34.0%	36.3%	36.0%
(p) Adjusted Core Capital/Total Deposit Liabilities*		34.5%	36.6%	37.1%	36.6%
(q) Adjusted Core Capital/Total Risk Weighted Assets*		51.3%	50.2%	52.5%	52.1%
(r) Adjusted Total Capital/Total Risk Weighted Assets*		51.9%	50.7%	53.1%	52.6%
<b>5 LIQUIDITY</b>					
(a) Liquidity Ratio		105.5%	105.1%	106.7%	106.1%
(b) Minimum Statutory Ratio		20.0%	20.0%	20.0%	20.0%
(c) Excess (Deficiency) (a-b)		85.5%	83.2%	86.7%	86.1%

**Notes**

\* The Adjusted Capital Ratios includes the expected credit loss provisions added back to Capital in line with the CBK Guidance Note issued in April 2018 on implementation of IFRS 9. 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.boikenya.com. They may be accessed at the institution's head office located at BANK OF INDIA BUILDING, KENYATTA AVENUE NAIROBI

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