

UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 30TH JUNE 2019

I. STATEMENT OF FINANCIAL POSITION

	BANK			
	30th June 2018 Shs. '000' Unaudited	31st December 2018 Shs. '000' Audited	31st March 2019 Shs. '000' Unaudited	30th June 2019 Shs. '000' Unaudited
A ASSETS				
1 Cash (both Local & Foreign)	76,769	69,666	87,228	92,665
2 Balances due from Central Bank of Kenya	2,956,662	2,059,558	2,379,869	5,186,527
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:				
a. Kenya Government securities	34,293,665	38,620,202	39,509,240	38,764,017
b. Other securities	34,293,665	38,620,202	39,509,240	38,764,017
6 Deposits and balances due from local banking institutions	-	-	-	-
7 Deposits and balances due from banking institutions abroad	6,812,432	2,168,351	3,822,033	4,432,513
8 Tax recoverable	20,083	143,510	-	103,152
9 Loans and advances to customers (net)	18,965,929	18,426,559	12,814,306	12,518,524
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	879,876	862,950	840,937	818,210
16 Prepaid lease rentals	-	-	-	-
17 Intangible assets	-	-	-	-
18 Deferred tax asset	-	214,051	214,050	214,050
19 Retirement benefit asset	-	-	-	-
20 Other assets	92,869	124,287	108,905	95,495
21 TOTAL ASSETS	64,098,285	62,689,134	59,776,568	62,225,153
B LIABILITIES				
22 Balances due to Central Bank of Kenya	-	-	-	-
23 Customer deposits	41,732,633	40,636,396	41,353,684	45,731,394
24 Deposits and balances due to local banking institutions	-	-	-	-
25 Deposits and balances due to foreign banking institutions	10,173,824	8,619,992	4,428,623	1,897,735
26 Other money market deposits	-	-	-	-
27 Borrowed funds	-	-	-	-
28 Balances due to banking institutions in the group	-	-	-	-
29 Tax payable	-	-	16,490	-
30 Dividends payable	-	-	-	-
31 Deferred tax liability	2,842	-	-	-
32 Retirement benefit liability	87,262	82,807	75,557	76,788
33 Other liabilities	147,591	158,561	175,161	225,425
34 TOTAL LIABILITIES	52,144,152	49,497,756	46,049,515	47,931,342
C SHAREHOLDERS' FUNDS				
35 Paid up /Assigned capital	1,000,000	1,000,000	1,000,000	1,000,000
36 Share premium/(discount)	-	-	-	-
37 Revaluation reserves	742,014	730,530	730,530	730,530
38 Retained earnings/Accumulated losses	10,212,119	11,460,848	11,996,523	12,563,281
39 Statutory loan loss reserves	-	-	-	-
40 Other Reserves	-	-	-	-
41 Proposed dividends	-	-	-	-
42 Capital grants	-	-	-	-
43 TOTAL SHAREHOLDERS' FUNDS	11,954,133	13,191,378	13,727,053	14,293,811
44 Minority Interest				
45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	64,098,285	62,689,134	59,776,568	62,225,153

II. STATEMENT OF COMPREHENSIVE INCOME

	30th June 2018	31st December 2018	31st March 2019	30th June 2019
1.0 INTEREST INCOME				
1.1 Loans and advances	920,302	1,826,969	425,696	836,623
1.2 Government securities	1,785,442	3,879,392	1,043,177	2,108,261
1.3 Deposits and placements with banking institutions	36,807	87,484	19,495	43,586
1.4 Other Interest Income	-	-	-	-
1.5 Total interest income	2,742,551	5,793,845	1,488,368	2,988,470
2.0 INTEREST EXPENSE				
2.1 Customer deposits	1,047,498	2,286,508	588,663	1,218,337
2.2 Deposits and placement from banking institutions	169,206	348,054	78,258	107,714
2.3 Other interest expenses	-	-	-	-
2.4 Total interest expenses	1,216,704	2,634,634	666,921	1,326,151
3.0 NET INTEREST INCOME/(LOSS)	1,525,847	3,159,211	821,447	1,662,319
4.0 NON-INTEREST INCOME				
4.1 Fees and commissions on loans and advances	43,387	76,570	23,029	40,152
4.2 Other fees and commissions	31,596	66,079	17,240	37,838
4.3 Foreign exchange trading income/(Loss)	19,148	37,274	6,141	13,731
4.4 Dividend Income	-	-	-	-
4.5 Other income	15,342	31,251	5,559	25,510
4.6 Total Non-interest income	109,473	211,174	51,969	117,231
5.0 TOTAL OPERATING INCOME	1,635,320	3,370,385	873,416	1,779,550
6.0 OTHER OPERATING EXPENSES				
6.1 Loan loss provision	84,809	268,633	15,955	68,875
6.2 Staff costs	135,626	275,744	68,533	129,304
6.3 Directors' emoluments	-	-	-	-
6.4 Rental charges	18,245	36,295	7,925	18,211
6.5 Depreciation charge on property and equipment	30,953	60,615	16,090	30,219
6.6 Amortisation charges	-	-	-	-
6.7 Other operating expenses	110,957	281,186	58,627	99,897
6.8 Total Other Operating Expenses	380,590	922,473	167,130	346,506
7.0 Profit/(loss) before tax and exceptional items	1,254,730	2,447,912	706,286	1,433,044
8.0 Exceptional items	-	-	-	-
9.0 Profit/(loss) after exceptional items	1,254,730	2,447,912	706,286	1,433,044
10.0 Current tax	325,000	508,441	160,000	320,000
11.0 Deferred tax	-	4,558	-	-
12.0 Profit/(loss) after tax and exceptional items	929,730	1,935,113	546,286	1,113,044
13.0 Minority Interest	-	-	-	-
14.0 Profit/(loss) after tax, exceptional items and Minority Interest	929,730	1,935,113	546,286	1,113,044
15.0 Other Comprehensive Income				
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	-	-	-	-
17.0 Total comprehensive income for the year	929,730	1,935,113	546,286	1,113,044
18.0 EARNINGS PER SHARE - BASIC & DILUTED				
19.0 DIVIDENDS PER SHARE -DECLARED				

III. OTHER DISCLOSURES

1.0 NON-PERFORMING LOANS AND ADVANCES				
(a) Gross Non-performing loans and advances	760,783	1,346,790	1,356,950	1,295,231
(b) Less: Interest in Suspense	15,272	32,100	27,058	6,231
(c) Total Non-Performing Loans and Advances (a-b)	745,511	1,314,690	1,329,892	1,289,000
(d) Less: Loan Loss Provision	205,974	694,435	717,482	745,532
(e) Net Non-Performing Loans and Advances (c-d)	539,537	620,255	612,410	543,468
(f) Discounted Value of Securities	539,537	620,255	612,410	543,468
(g) Net NPLs Exposure (e-f)				
2.0 INSIDER LOANS AND ADVANCES				
(a) Directors, Shareholders and Associates	-	-	-	-
(b) Employees	71,731	68,940	67,024	71,476
(c) Total Insider Loans and Advances and other facilities	71,731	68,940	67,024	71,476
3.0 OFF-BALANCE SHEET ITEMS				
(a) Letters of credit, guarantees, acceptances	1,294,630	1,378,897	1,444,189	1,231,690
(b) Forwards, swaps and options	-	-	-	-
(c) Other contingent liabilities	982,279	824,419	1,028,854	863,861
(d) Total Contingent Liabilities	2,276,909	2,203,316	2,473,043	2,095,551
4.0 CAPITAL STRENGTH				
(a) Core capital	10,747,254	12,460,848	12,723,380	13,006,759
(b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000
(c) Excess/(Deficiency) (a-b)	9,747,254	11,460,848	11,723,380	12,006,759
(d) Supplementary Capital	185,504	182,633	182,633	182,633
(e) Total Capital (a-d)	10,932,758	12,643,481	12,906,013	13,189,392
(f) Total risk weighted assets	30,562,158	28,787,492	29,566,405	30,030,006
(g) Core Capital/Total deposits Liabilities	25.8%	30.7%	30.8%	28.4%
(h) Minimum statutory Ratio	8.0%	8.0%	8.0%	8.0%
(i) Excess/(Deficiency) (g-h)	17.8%	22.7%	22.8%	20.4%
(j) Core Capital / total risk weighted assets	35.2%	43.3%	43.0%	43.3%
(k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%
(l) Excess (Deficiency) (j-k)	24.7%	32.8%	32.5%	32.8%
(m) Total Capital/total risk weighted assets	35.8%	43.9%	43.7%	43.9%
(n) Minimum statutory Ratio	14.5%	14.5%	14.5%	14.5%
(o) Excess/(Deficiency) (m-n)	21.3%	29.4%	29.2%	29.4%
(p) Adjusted Core Capital/Total Deposit Liabilities*	26.7%	31.8%	32.0%	29.6%
(q) Adjusted Core Capital/Total Risk Weighted Assets*	36.4%	44.8%	45.4%	45.0%
(r) Adjusted Total Capital/Total Risk Weighted Assets*	37.0%	45.5%	44.8%	45.6%
5 LIQUIDITY				
(a) Liquidity Ratio	81.4%	84.4%	100.0%	101.9%
(b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%
(c) Excess (Deficiency) (a-b)	61.4%	64.4%	80.0%	81.9%

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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