

### A) STATEMENT OF COMPREHENSIVE INCOME

	Audited 31-Dec-15 KShs. '000'	Audited 31-Dec-14 KShs. '000'
1.0 Income		
1.1 Interest on Loan Portfolio	31,396	16,572
1.2 Fees and Commission on Loan Portfolio	9,155	7,810
1.3 Government Securities	-	1,370
1.4 Deposit and Balances with Banks and Financial Inst.	-	-
1.5 Other Investments	-	-
1.6 Other Operating Income	-	-
1.7 Non-Operating Income	1,088	886
<b>1.8 Total Income</b>	<b>41,639</b>	<b>26,638</b>
<b>2.0 Expenses</b>		
2.1 Interest and Fee Expense on Deposits	1,773	251
2.2 Other Fees and Commissions expense	-	-
2.3 Provision for Loan Impairment	3,191	2,025
2.4 Staff Costs	9,432	7,549
2.5 Director's Emoluments	780	718
2.6 Rental Charges	2,328	1,797
2.7 Depreciation Charges	1,606	1,319
2.8 Amortization Charges	483	26
2.9 Other Administrative Expense	7,555	7,622
2.1 Non-Operating Expense	3,171	1,897
<b>2.11 Total Expenses</b>	<b>30,319</b>	<b>23,204</b>
<b>3.0 Operating Profit</b>	<b>11,320</b>	<b>3,434</b>
4.0 Interest and Fee Expense on Borrowings(Finance Costs)	2,017	-
<b>5.0 Profit/(Loss) before tax</b>	<b>9,304</b>	<b>3,434</b>
6.0 Current Tax	-2,904	-1,928
6.1 Deferred Tax	579	587
<b>7.0 Net Profit (After Taxes and Before Donations)</b>	<b>6,979</b>	<b>2,093</b>
8.0 Donations for Operating Expense	-	-
<b>9.0 Net Profit After Taxes</b>	<b>6,979</b>	<b>2,093</b>
<b>Other Comprehensive Income</b>		
Surplus on revaluation of building	-	-
Deferred tax on revaluation surplus	-	-
<b>Total Comprehensive Income</b>	<b>6,979</b>	<b>2,093</b>

### B) STATEMENT OF FINANCIAL POSITION

<b>1.0 ASSETS</b>		
1.1 Cash and bank balances	27,776	29,816
1.2 Short term deposits with banks	-	11,000
1.3 Government securities	-	-
1.4 Advances to customers	142,016	83,581
1.5 Due from related organisations	1,649	1,849
1.6 Other receivables	2,365	2,194
1.7 Deferred Tax	1,915	1,336
1.8 Other investment	-	-
1.9 Investment in associate companies	-	-
1.10 Intangible assets	1,112	1,510
1.11 Property and equipment	7,651	6,160
<b>1.12 Total Assets</b>	<b>184,484</b>	<b>137,246</b>
<b>2.0 LIABILITIES</b>		
2.1 Cash collaterals held	10,353	16,034
2.2 Customer deposits	48,351	36,121
2.3 Borrowings	17,595	-
2.4 Deferred income	-	-
2.5 Deferred tax liability	-	-
2.6 Due to related organisations	-	-
2.7 Other liabilities	1,649	2,454
<b>2.8 Total Liabilities</b>	<b>77,948</b>	<b>54,609</b>
<b>3.0 SHARE CAPITAL &amp; RESERVES</b>		
3.1 Share capital	97,338	80,417
3.2 Share premium	-	-
3.3 Retained earnings	9,198	2,220
3.4 Revaluation reserve	-	-
3.5 Statutory reserve	-	-
<b>3.6 Total Shareholders' funds</b>	<b>106,536</b>	<b>82,637</b>
<b>4.0 TOTAL LIABILITIES AND EQUITY</b>	<b>184,484</b>	<b>137,246</b>

### C) OTHER DISCLOSURES

1 NON-PERFORMING LOANS AND ADVANCES			
(a) Gross Non-Performing Loans and Advances		10,514	6,843
Less:			
(b) Interest in Suspense		1,053	1,254
(c) Total Non-Performing Loans and Advances (a-b)		<b>9,461</b>	<b>5,589</b>
(d) Impairment Loss Allowance		4,076	3,495
(e) Net Non-Performing Loans (c-d)		5,385	2,094
(f) Realizable Value of Securities		4,654	1,922
(g) Net NPLs Exposure (e-f)		<b>731</b>	<b>172</b>
<b>2 INSIDER LOANS AND ADVANCES</b>			
(a) Directors, Shareholders and Associates		14,770	11,711
(b) Employees		4,694	3,743
(c) Total Insider Loans, Advances and Other Facilities		<b>19,464</b>	<b>15,454</b>
<b>3 OFF-BALANCE SHEET ITEMS</b>			
(a) Guarantees and Commitments		-	-
(b) Other Contingent Liabilities		-	-
(c) Total Contingent Liabilities		-	-
<b>4 CAPITAL STRENGTH</b>			
(a) Core Capital		106,536	82,637
(b) Minimum Statutory Capital		20,000	20,000
(c) Excess/(Deficiency) (a-b)		<b>86,536</b>	<b>62,637</b>
(d) Supplementary Capital		-	-
<b>(e) Total Capital (a+b)</b>		<b>106,536</b>	<b>82,637</b>
(f) Total Risk Weighted Assets		134,582	56,698
(g) Core Capital/ Total Deposit Liabilities		<b>182%</b>	<b>158%</b>
(h) Minimum Statutory Ratio		8%	8%
(i) Excess/(Deficiency) (g-h)		174%	150%
(j) Core Capital/ Total Risk Weighted Assets		<b>79%</b>	<b>145%</b>
(k) Minimum Statutory Ratio		10%	10%
(l) Excess/(Deficiency) (j-k)		69%	135%
(m) Total Capital/ Total Risk Weighted Assets		<b>79%</b>	<b>145%</b>
(n) Minimum Statutory Ratio		12%	12%
(o) Excess/(Deficiency) (m-n)		67%	133%
<b>5 LIQUIDITY</b>			
(a) Liquidity Ratio		<b>28%</b>	<b>57%</b>
(b) Minimum Statutory Ratio		20%	20%
(c) Excess/(Deficiency) (a-b)		8%	37%

The above statements of Profit or Loss and other Comprehensive Income and Statement of Financial Position are extracts of the Company's Financial Statements as audited by Mazars and received an Unqualified opinion. They were approved by the Board of Directors on 11 March 2016 and signed on its behalf by;

**Mr. Muturi Kamande** Chairman  
**Dr. Joseph Kaniaru** Director

**Mr. Mwangi Ngigi**  
Chief Executive Officer