

AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE YEAR ENDED 31st DECEMBER 2020
A) STATEMENT OF COMPREHENSIVE INCOME

	Group Audited 31-Dec-20 KShs. '000'	Group Audited 31-Dec-19 KShs. '000'	Bank Audited 31-Dec-19 KShs. '000'	Bank Audited 31-Dec-19 KShs. '000'
1.0 Income				
1.1 Interest on Loan Portfolio	106,436	95,302	106,436	95,302
1.2 Fees and Commission on Loan Portfolio	30,552	23,621	28,226	21,437
1.3 Government Securities				
1.4 Deposit and Balances with Banks and Financial Inst.				
1.5 Other Investments				
1.6 Other Operating Income				
1.7 Non-Operating Income		103		103
1.8 Total Income	136,988	119,026	134,662	116,842
2.0 Expenses				
2.1 Interest and Fee Expense on Deposits	34,295	26,918	34,295	26,918
2.2 Other Fees and Commissions expense				
2.3 Provision for Loan Impairment	5,296	2,681	5,296	2,681
2.4 Staff Costs	22,172	26,115	21,612	25,648
2.5 Director's Emoluments	6,260	4,960	5,900	4,780
2.6 Rental Charges	4,168	6,173	4,168	6,173
2.7 Depreciation Charges	2,541	2,758	2,525	2,739
2.8 Amortization Charges	410	497	344	431
2.9 Other Administrative Expense	19,206	21,731	18,891	21,488
2.10 Non-Operating Expense	2,602	5,842	2,594	5,799
2.11 Total Expenses	96,950	97,675	95,625	96,657
3.0 Operating Profit	40,038	21,351	39,037	20,185
4.0 Interest and Fee Expense on Borrowings (Finance Costs)	21,460	12,676	21,460	12,676
5.0 Profit/(Loss) before tax	18,578	8,675	17,577	7,509
6.0 Current Tax	(5,936)	(3,747)	(5,689)	(3,397)
6.1 Deferred Tax	(137)	63	(137)	63
7.0 Net Profit (After Taxes and Before Donations)	12,505	4,991	11,751	4,175
8.0 Donations for Operating Expense				
9.0 Net Profit After Taxes	12,505	4,991	11,751	4,175
Other Comprehensive Income				
Surplus on revaluation of building				
Deferred tax on revaluation surplus				
Total Comprehensive Income	12,505	4,991	11,751	4,175

B) STATEMENT OF FINANCIAL POSITION

1.0 ASSETS				
1.1 Cash and bank balances	81,931	58,521	80,541	59,351
1.2 Short term deposits with banks				
1.3 Government securities				
1.4 Advances to customers	700,047	601,717	700,047	601,717
1.5 Due from related organisations	103	103	103	103
1.6 Other receivables	7,519	7,548	4,865	3,369
1.7 Deferred Tax	-	-	-	-
1.8 Other investment	-	-	-	-
1.9 Investment in associate companies	-	-	500	500
1.10 Intangible assets	1,444	1,854	1,378	1,722
1.11 Property and equipment	17,867	19,276	17,788	19,188
1.12 Tax Refundable	-	332	-	455
1.13 Total Assets	808,911	689,351	805,222	686,405
2.0 LIABILITIES				
2.1 Cash collateral held	1,164	1,305	1,164	1,305
2.2 Customer deposits	366,648	354,993	366,648	354,993
2.3 Borrowings	236,002	154,720	236,002	154,720
2.4 Deferred income	-	-	-	-
2.5 Deferred tax liability	886	749	886	749
2.6 Tax Payable	1,519	-	1,497	-
2.7 Due to related organisations	-	-	-	-
2.8 Other liabilities	3,530	3,185	1,990	1,610
2.9 Total Liabilities	609,749	514,952	608,187	513,377
3.0 SHARE CAPITAL & RESERVES				
3.1 Share capital	150,808	138,551	150,808	138,551
3.2 Share premium				
3.3 Retained earnings	48,354	35,848	46,227	34,477
3.4 Revaluation reserve				
3.5 Statutory reserve				
3.6 Total Shareholders' Funds	199,162	174,399	197,035	173,028
4.0 TOTAL LIABILITIES AND EQUITY	808,911	689,351	805,222	686,405

C) OTHER DISCLOSURES

	Group Audited 31-Dec-20 KShs. '000'	Group Audited 31-Dec-19 KShs. '000'	Bank Audited 31-Dec-20 KShs. '000'	Bank Audited 31-Dec-19 KShs. '000'
1 NON-PERFORMING LOANS AND ADVANCES				
(a) Gross Non-Performing Loans and Advances	39,081	28,893	39,081	28,893
Less:	-	-	-	-
(b) Interest in Suspense	8,510	5,057	8,510	5,057
(c) Total Non-Performing Loans and Advances (a-b)	30,571	23,836	30,571	23,836
(d) Impairment Loss Allowance	15,931	4,937	15,931	4,937
(e) Net Non-Performing Loans (c-d)	14,640	18,899	14,640	18,899
(f) Realizable Value of Securities	11,232	16,704	11,232	16,704
(g) Net NPLs Exposure (e-f)	3,408	2,195	3,408	2,195
2 INSIDER LOANS AND ADVANCES				
(a) Directors, Shareholders and Associates	4,877	863	4,877	863
(b) Employees	10,290	9,413	10,290	9,413
(c) Total Insider Loans, Advances and Other Facilities	15,167	10,276	15,167	10,276
3 OFF-BALANCE SHEET ITEMS				
(a) Guarantees and Commitments	-	-	-	-
(b) Other Contingent Liabilities	-	-	-	-
(c) Total Contingent Liabilities	-	-	-	-
4 CAPITAL STRENGTH				
(a) Core Capital	197,036	173,028	197,036	173,028
(b) Minimum Statutory Capital	60,000	60,000	60,000	60,000
(c) Excess/(Deficiency) (a-b)	137,036	113,028	137,036	113,028
(d) Supplementary Capital	-	-	-	-
(e) Total Capital (a+b)	197,036	173,028	197,036	173,028
(f) Total Risk Weighted Assets	570,760	486,212	570,760	486,212
(g) Core Capital/ Total Deposit Liabilities	54%	49%	54%	49%
(h) Minimum Statutory Ratio	8%	8%	8%	8%
(i) Excess/(Deficiency) (g-h)	45.6%	40.6%	45.6%	40.6%
(j) Core Capital/ Total Risk Weighted Assets	34.5%	35.6%	34.5%	35.6%
(k) Minimum Statutory Ratio	10.0%	10.0%	10.0%	10.0%
(l) Excess/(Deficiency) (j-k)	24.5%	25.6%	24.5%	25.6%
(m) Total Capital/ Total Risk Weighted Assets	34.5%	35.6%	34.5%	35.6%
(n) Minimum Statutory Ratio	12.0%	12.0%	12.0%	12.0%
(o) Excess/(Deficiency) (m-n)	22.5%	23.6%	22.5%	23.6%
5 LIQUIDITY				
(a) Liquidity Ratio	21.9%	16.7%	21.9%	16.7%
(b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%
(c) Excess/(Deficiency) (a-b)	1.9%	-3.3%	1.9%	-3.3%

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 12th March 2021 and signed on its behalf by:

Mr. Muturi Kamande
Chairman

Dr. Joseph Kaniaru
Director

Mr. Mwangi Ngigi
Chief Executive Officer