

A) STATEMENT OF COMPREHENSIVE INCOME

| | Group Audited 31-Dec-23 KShs. '000' | Group Audited 31-Dec-22 KShs. '000' | Bank Audited 31-Dec-23 KShs. '000' | Bank Audited 31-Dec-22 KShs. '000' |
|--|--|--|---|---|
| 1.0 Income | | | | |
| 1.1 Interest on Loan Portfolio | 226,994 | 173,018 | 226,994 | 173,018 |
| 1.2 Fees and Commission on Loan Portfolio | 69,486 | 48,679 | 65,441 | 45,166 |
| 1.3 Government Securities | - | - | - | - |
| 1.4 Deposit and Balances with Banks and Financial Inst. | 9,772 | 1,992 | 9,772 | 1,992 |
| 1.5 Other Investments | - | - | - | - |
| 1.6 Other Operating Income | - | - | - | - |
| 1.7 Non-Operating Income | 1,267 | 383 | 1,267 | 383 |
| 1.8 Total Income | 307,529 | 224,072 | 303,474 | 220,559 |
| 2.0 Expenses | | | | |
| 2.1 Interest and Fee Expense on Deposits | 45,316 | 43,689 | 45,316 | 43,689 |
| 2.2 Other Fees and Commissions expense | - | - | - | - |
| 2.3 Provision for Loan Impairment | 13,955 | 8,384 | 13,955 | 8,384 |
| 2.4 Staff Costs | 39,767 | 35,631 | 38,932 | 34,882 |
| 2.5 Director's Emoluments | 9,072 | 9,072 | 8,892 | 8,892 |
| 2.6 Rental Charges | 979 | 684 | 979 | 684 |
| 2.7 Depreciation Charges | 2,414 | 2,004 | 2,403 | 1,988 |
| 2.8 Amortization Charges | 248 | 218 | 248 | 218 |
| 2.9 Depreciation on right-of-use assets | 4,123 | 4,061 | 4,123 | 4,061 |
| 2.10 Other Administrative Expense | 69,379 | 35,090 | 69,122 | 34,171 |
| 2.11 Non-Operating Expense | 6,260 | 6,343 | 6,260 | 6,176 |
| 2.12 Total Expenses | 191,514 | 145,176 | 190,231 | 143,150 |
| 3.0 Operating Profit | 116,015 | 78,896 | 113,243 | 77,409 |
| 4.0 Interest and Fee Expense on Borrowings (Finance Costs) | 75,503 | 50,740 | 75,476 | 50,740 |
| 5.0 Profit/(Loss) before tax | 40,512 | 28,156 | 37,767 | 26,669 |
| 6.0 Current Tax | (20,154) | (2,805) | (19,342) | (2,377) |
| 6.1 Deferred Tax | - | - | - | - |
| 7.0 Net Profit (After Taxes and Before Donations) | 20,358 | 25,351 | 18,425 | 24,292 |
| 8.0 Donations for Operating Expense | - | - | - | - |
| 9.0 Net Profit After Taxes | 20,358 | 25,351 | 18,425 | 24,292 |
| Other Comprehensive Income | - | - | - | - |
| Surplus on revaluation of building | - | - | - | - |
| Deferred tax on revaluation surplus | - | - | - | - |
| Total Comprehensive Income | 20,358 | 25,351 | 18,425 | 24,292 |
| B) STATEMENT OF FINANCIAL POSITION | | | | |
| 1.0 ASSETS | | | | |
| 1.1 Cash and bank balances | 197,283 | 352,827 | 192,384 | 351,785 |
| 1.2 Short term deposits with banks | - | - | - | - |
| 1.3 Government Securities | - | - | - | - |
| 1.4 Advances to customers | 1,351,679 | 1,077,193 | 1,351,679 | 1,077,193 |
| 1.5 Due from related organisations | 103 | 103 | 103 | 103 |
| 1.6 Other receivables | 36,810 | 21,015 | 12,994 | 4,094 |
| 1.7 Deferred Tax | 16,292 | 7,869 | 16,292 | 7,869 |
| 1.8 Other investment | - | - | - | - |
| 1.9 Investment in associate companies | - | - | 5,000 | 5,000 |
| 1.10 Intangible assets | 986 | 1,234 | 986 | 1,234 |
| 1.11 Right-of-use asset | 11,239 | 15,384 | 11,239 | 15,384 |
| 1.12 Property and equipment | 25,176 | 16,988 | 25,113 | 16,915 |
| 1.13 Tax Refundable | 519 | - | - | - |
| 1.13 Total Assets | 1,640,145 | 1,492,613 | 1,615,850 | 1,479,577 |
| 2.0 LIABILITIES | | | | |
| 2.1 Cash collaterals held | 10,666 | 337 | 10,666 | 773 |
| 2.2 Customer deposits | 455,049 | 527,832 | 455,049 | 527,396 |
| 2.3 Borrowings | 832,051 | 643,965 | 832,051 | 643,965 |
| 2.4 Deferred income | - | - | - | - |
| 2.5 Deferred tax liability | - | - | - | - |
| 2.6 Tax Payable | 3,401 | 878 | 2,971 | 1,397 |
| 2.7 Due to related organisations | - | - | - | - |
| 2.8 Other liabilities | 30,108 | 22,670 | 11,977 | 12,918 |
| 2.9 Lease Liability | 11,352 | 15,553 | 11,352 | 15,553 |
| 2.10 Total Liabilities | 1,342,628 | 1,211,235 | 1,324,067 | 1,202,002 |
| 3.0 SHARE CAPITAL & RESERVES | | | | |
| 3.1 Share capital | 261,223 | 241,219 | 261,223 | 241,219 |
| 3.2 Share premium | - | - | - | - |
| 3.3 Retained earnings | 36,295 | 40,159 | 30,560 | 36,356 |
| 3.4 Revaluation reserve | - | - | - | - |
| 3.5 Statutory reserve | - | - | - | - |
| 3.6 Total Shareholders' funds | 297,518 | 281,378 | 291,782 | 277,575 |
| 4.0 TOTAL LIABILITIES AND EQUITY | 1,640,145 | 1,492,613 | 1,615,850 | 1,479,577 |

C) OTHER DISCLOSURES

| | Group Audited 31-Dec-23 KShs. '000' | Group Audited 31-Dec-22 KShs. '000' | Bank Audited 31-Dec-23 KShs. '000' | Bank Audited 31-Dec-22 KShs. '000' |
|---|--|--|---|---|
| 1 NON-PERFORMING LOANS AND ADVANCES | | | | |
| (a) Gross Non-Performing Loans and Advances | 52,240 | 42,009 | 52,240 | 42,009 |
| Less: | | | | |
| (b) Interest in Suspense | 29,855 | 18,482 | 29,855 | 18,482 |
| (c) Total Non-Performing Loans and Advances (a-b) | 22,384 | 23,527 | 22,384 | 23,527 |
| (d) Impairment Loss Allowance | 42,673 | 29,508 | 42,673 | 29,508 |
| (e) Net Non-Performing Loans (c-d) | - | - | - | - |
| (f) Realizable Value of Securities | - | - | - | - |
| (g) Net NPLs Exposure (e-f) | - | - | - | - |
| 2 INSIDER LOANS AND ADVANCES | | | | |
| (a) Directors, Shareholders and Associates | 7,485 | 3,482 | 7,485 | 3,482 |
| (b) Employees | 21,134 | 16,586 | 21,134 | 16,586 |
| (c) Total Insider Loans, Advances and Other Facilities | 28,619 | 20,068 | 28,619 | 20,068 |
| 3 OFF-BALANCE SHEET ITEMS | | | | |
| (a) Guarantees and Commitments | | | | |
| (b) Other Contingent Liabilities | | | | |
| (c) Total Contingent Liabilities | | | | |
| 4 CAPITAL STRENGTH | | | | |
| (a) Core Capital | 275,491 | 269,706 | 275,491 | 269,706 |
| (b) Minimum Statutory Capital | 60,000 | 60,000 | 60,000 | 60,000 |
| (c) Excess/(Deficiency) (a-b) | 215,491 | 209,706 | 215,491 | 209,706 |
| (d) Supplementary Capital | - | - | - | - |
| (e) Total Capital (a+b) | 275,491 | 269,706 | 275,491 | 269,706 |
| (f) Total Risk Weighted Assets | 1,383,309 | 747,004 | 1,383,309 | 747,004 |
| (g) Core Capital/ Total Deposit Liabilities | 59% | 51% | 59% | 51% |
| (h) Minimum Statutory Ratio | 8% | 8% | 8% | 8% |
| (i) Excess/(Deficiency) (g-h) | 51% | 43% | 51% | 43% |
| (j) Core Capital/ Total Risk Weighted Assets | 20% | 36% | 20% | 36% |
| (k) Minimum Statutory Ratio | 10% | 10% | 10% | 10% |
| (l) Excess/(Deficiency) (j-k) | 10% | 26% | 10% | 26% |
| (m) Total Capital/ Total Risk Weighted Assets | 20% | 36% | 20% | 36% |
| (n) Minimum Statutory Ratio | 12% | 12% | 12% | 12% |
| (o) Excess/(Deficiency) (m-n) | 8% | 24% | 8% | 24% |
| 5 LIQUIDITY | | | | |
| (a) Liquidity Ratio | 41.3% | 66.6% | 41.3% | 66.6% |
| (b) Minimum Statutory Ratio | 20.0% | 20.0% | 20.0% | 20.0% |
| (c) Excess/(Deficiency) (a-b) | 21.3% | 46.6% | 21.3% | 46.6% |

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 Kreston KM & Company LLP and received an Unqualified opinion.

They were approved by the Board of Directors on 27th February 2024 and signed on its behalf by:
Mr. Muturi Kamande **Dr. Joseph Kaniaru** **Mr. Mwangi Ngigi**
 Chairman Director Chief Executive Officer