



2009 FIRE
Award
Best Bank



2009 FIRE
Award
Overall
Winner



2009 FIRE
Award
1st runner up
IFRS
Compliance



2009 RDB
Award
Finance
Sector
Winner
Rwanda

UN-AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 30TH JUNE 2010

BALANCE SHEET

	GROUP				BANK			
	30th June 2009	31st Dec 2009	31st March 2010	30th June 2010	30th June 2009	31st Dec 2009	31st March 2010	30th June 2010
	Shs '000 (Un-Audited)	Shs '000 (Audited)	Shs '000 (Un-Audited)	Shs '000 (Un-Audited)	Shs '000 (Un-Audited)	Shs '000 (Audited)	Shs '000 (Un-Audited)	Shs '000 (Un-Audited)
A. ASSETS								
1 Cash (both local and foreign)	489,268	441,225	465,827	560,824	244,215	225,078	248,915	228,713
2 Balances due from Central Bank of Kenya	786,283	567,029	488,457	516,519	786,283	567,029	488,457	516,519
3 Cash and balance with Banque Nationale du Rwanda	455,877	108,904	884,263	371,138	-	-	-	-
4 Kenya Government securities	2,355,690	4,344,778	4,556,083	4,799,709	2,355,690	4,344,778	4,556,083	4,799,709
5 Foreign Currency Treasury Bills and Bonds	82,668	956,204	295,877	374,503	-	-	-	-
6 Deposits and balances due from local banking institutions	472,328	76,405	87,940	160,776	472,328	76,405	87,940	160,776
7 Deposits and balances due from banking institutions abroad	963,034	1,162,288	1,835,213	1,379,262	245,868	206,326	522,684	200,807
8 Kenya Government and other securities held for dealing purposes	-	-	-	-	-	-	-	-
9 Tax recoverable	18,998	22,537	2,388	-	18,998	22,537	2,388	-
10 Loans and advances to customers (net)	9,056,629	9,291,539	9,351,347	10,394,375	5,933,066	5,937,140	6,127,855	6,919,459
11 Investment securities	79,788	310,088	390,378	386,378	79,788	310,088	390,378	386,378
12 Balances due from group companies	-	-	-	-	5,178	5,208	2,923	5,388
13 Investments in associates	-	-	-	-	31,123	31,123	31,123	31,123
14 Investments in subsidiary companies	-	-	-	-	164,039	164,039	164,039	164,039
15 Investments in Joint Ventures	-	-	-	-	-	-	-	-
16 Investment properties	-	-	-	-	-	-	-	-
17 Property and equipment	406,474	541,324	551,903	577,863	201,667	228,371	230,602	228,392
18 Prepaid lease rentals	-	-	-	-	-	-	-	-
19 Intangible assets	81,842	75,623	73,302	68,749	2,805	3,542	3,201	3,188
20 Deferred tax asset	75,540	52,915	53,555	55,340	-	-	-	-
21 Retirement benefit asset	-	-	-	-	-	-	-	-
22 Other assets	686,763	380,391	672,279	865,561	360,040	157,015	418,402	478,994
23 TOTAL ASSETS	16,011,181	18,331,250	19,708,811	20,510,998	10,901,089	12,278,679	13,274,991	14,123,487
B. LIABILITIES								
24 Balances due to Central Bank of Kenya	-	287,772	305,862	-	-	287,772	305,862	-
25 Customer deposits	13,030,395	14,738,232	15,472,639	16,276,513	9,120,107	9,985,823	10,665,093	11,625,204
26 Deposits and balances due to local banking institutions	14,787	205,933	357,089	224,915	14,787	205,933	357,089	224,915
27 Deposits and balances due to banking institutions abroad	652,207	700,494	1,029,302	1,043,890	142,024	169,602	222,848	406,096
28 Other money market deposits	-	-	-	-	-	-	-	-
29 Borrowed funds	306,620	307,308	300,449	266,953	306,620	307,308	300,449	266,953
30 Balances due to group companies	-	-	-	-	-	-	-	-
31 Tax payable	-	-	-	31,144	-	-	-	19,467
32 Dividends Payable	-	-	-	-	-	-	-	-
33 Deferred tax liability	2,161	1,264	20,522	44,742	2,161	1,264	20,522	44,742
34 Retirement benefit liability	-	-	-	-	-	-	-	-
35 Other liabilities	192,173	225,059	257,507	510,010	124,608	122,485	121,504	147,579
36 TOTAL LIABILITIES	14,198,342	16,466,062	17,743,369	18,398,166	9,710,306	11,080,186	11,993,366	12,734,956
C. SHAREHOLDERS' EQUITY								
37 Paid up/Assigned capital	528,308	528,308	528,308	528,308	528,308	528,308	528,308	528,308
38 Share premium/(discount)	154,922	154,922	154,922	154,922	154,922	154,922	154,922	154,922
39 Revaluation reserves/Translation Reserve	26,361	19,643	58,828	134,843	-	10,671	44,937	101,450
40 Retained earnings/Accumulated Losses	603,157	632,991	680,631	761,605	450,464	463,178	506,582	583,018
41 Statutory Loan Loss Reserve	57,089	65,280	70,742	44,699	57,089	41,414	46,876	20,834
42 Proposed dividends	-	-	-	-	-	-	-	-
43 Minority Interest	443,003	464,044	472,011	488,455	-	-	-	-
44 Capital grants	-	-	-	-	-	-	-	-
45 TOTAL SHAREHOLDERS' FUNDS	1,812,839	1,865,188	1,965,442	2,112,832	1,190,783	1,198,493	1,281,625	1,388,531
46 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	16,011,181	18,331,250	19,708,811	20,510,998	10,901,089	12,278,679	13,274,991	14,123,487

PROFIT AND LOSS ACCOUNT

1.0 INTEREST INCOME								
1.1 Loans and advances	750,810	1,485,858	363,152	761,238	493,247	963,357	219,424	466,128
1.2 Government securities	84,385	253,095	106,831	214,119	79,768	244,470	106,326	213,096
1.3 Deposits and placements with banking institutions	18,760	58,403	21,963	40,656	11,548	26,358	7,709	12,744
1.4 Other Interest Income	2,684	16,917	7,980	18,872	2,684	16,917	7,980	18,872
1.5 Total Interest Income	856,639	1,814,273	499,926	1,034,884	587,247	1,251,102	341,439	710,839
2.0 INTEREST EXPENSES								
2.1 Customer deposits	341,026	771,910	226,015	453,029	273,252	599,163	166,913	341,763
2.2 Deposits and placements from banking institutions	11,804	40,389	15,806	35,766	2,837	7,521	3,525	10,114
2.3 Other Interest Expenses	14,179	33,406	8,722	15,181	14,179	33,406	8,722	15,181
2.4 Total Interest Expenses	367,010	845,705	250,542	503,975	290,268	640,090	179,160	367,058
3.0 NET INTEREST INCOME	489,629	968,568	249,384	530,908	296,978	611,012	162,280	343,781
4.0 OTHER OPERATING INCOME								
4.1 Fees and commissions on loans and advances	37,109	140,152	23,857	48,896	16,910	37,638	11,224	22,294
4.2 Other Fees and Commissions	109,001	198,993	65,081	149,365	72,419	163,276	42,330	88,876
4.3 Foreign exchange trading income	59,141	103,565	43,119	78,320	35,889	58,764	11,491	21,379
4.4 Dividend Income	-	-	-	-	-	-	-	-
4.5 Other income	19,618	58,356	55,133	142,734	3,976	27,225	36,807	107,740
4.6 Total Non-Interest Income	224,869	501,066	187,191	419,315	129,194	286,904	101,852	240,289
5.0 TOTAL OPERATING INCOME	714,499	1,469,634	436,575	950,223	426,172	897,916	264,132	584,070
6.0 OPERATING EXPENSES								
6.1 Loan Loss Provision	83,635	147,459	43,984	124,613	74,472	218,314	27,619	96,329
6.2 Staff costs	268,598	565,992	168,591	359,929	149,442	314,086	91,685	186,914
6.3 Directors' emoluments	21,351	35,192	8,768	16,890	15,248	25,684	6,190	12,160
6.4 Rentals Charges	27,095	54,341	14,613	29,523	18,343	37,489	10,429	21,056
6.5 Depreciation charge on property and equipment	28,335	56,812	14,800	29,750	15,134	31,301	7,357	14,833
6.6 Amortization Charges	6,335	18,447	6,463	13,164	687	1,334	340	678
6.7 Other operating expenses	193,412	417,450	97,967	207,971	124,294	246,596	51,496	110,836
6.8 Share of Loss/(Profit) of Associate	13,763	13,763	-	-	-	-	-	-
6.9 Total Other Operating Expenses	642,523	1,309,455	354,465	781,842	397,619	874,805	195,116	442,806
7.0 Profit/(Loss) before tax and exceptional items	71,976	160,179	82,110	168,382	28,553	23,111	69,015	141,264
8.0 Exceptional items	-	-	-	-	-	-	-	-
9.0 Profit/(Loss) after exceptional items	71,976	160,179	82,110	168,382	28,553	23,111	69,015	141,264
10.0 Current tax	9,049	12,040	25,649	53,394	9,049	12,040	20,150	42,004
11.0 Deferred tax	24,018	38,713	-	-	-	(5,471)	-	-
12.0 Profit/(Loss) after tax and exceptional items	38,909	109,426	56,460	114,988	19,504	16,541	48,866	99,260
Attributable to:								
Minority Interest	14,667	47,159	3,358	6,955	-	-	-	-
Equity Holders of the Parent	24,242	62,267	53,102	108,033	-	-	-	-

OTHER DISCLOSURES

	30th June 2009	31st Dec 2009	31st March 2010	30th June 2010		30th June 2009	31st Dec 2009	31st March 2010	30th June 2010
	Shs '000 (Un-Audited)	Shs '000 (Audited)	Shs '000 (Un-Audited)	Shs '000 (Un-Audited)		Shs '000 (Un-Audited)	Shs '000 (Audited)	Shs '000 (Un-Audited)	Shs '000 (Un-Audited)
1) NON-PERFORMING LOANS AND ADVANCES					4) Capital Strength				
a) Gross non-performing loans and advances	594,909	865,753	923,012	1,169,919	a) Core capital	928,780	951,246	970,217	1,021,456
Less:					b) Minimum Statutory Capital	250,000	350,000	350,000	350,000
b) Interest in Suspense	71,096	98,818	102,754	126,400	c) Excess/(Deficiency)	678,780	601,246	620,217	671,456
c) Total Non-Performing Loans and Advances (a-b)	523,813	766,935	820,258	1,043,519	d) Supplementary Capital	57,089	41,414	46,876	20,834
Less:					e) Total capital (a+d)	985,869	992,660	1,017,093	1,042,290
d) Loan Loss Provisions	326,027	458,712	482,135	530,426	f) Total risk weighted assets	6,896,239	6,877,773	7,483,327	8,165,562