

UNAUDITED QUARTERLY FINANCIAL STATEMENTS AND OTHER DISCLOSURES

STATEMENT OF FINANCIAL POSITION AS AT		30th June, 2017 Unaudited Kshs '000	31st Dec, 2017 Audited Kshs '000	31st Mar, 2018 Unaudited Kshs '000	30th June, 2018 Unaudited Kshs '000
A	ASSETS				
1	Cash (both Local & Foreign)	233,073	398,001	330,504	285,781
2	Balances due from Central Bank of Kenya	3,394,264	3,975,943	3,883,761	4,836,369
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:	32,766,371	35,316,625	38,632,017	44,207,836
	a. Kenya Government securities	32,766,371	35,316,625	38,632,017	44,207,836
	b. Other securities	-	-	-	-
	b) Available for sale:	11,957,162	11,327,387	11,386,239	6,722,249
	a. Kenya Government securities	11,844,912	11,232,994	11,290,072	6,647,260
	b. Other securities	112,250	94,393	96,167	74,989
6	Deposits and balances due from local banking institutions	317,337	68,602	764,782	956,457
7	Deposits and balances due from banking institutions abroad	435,681	1,945,074	2,223,601	23,582,461
8	Tax recoverable	-	-	-	-
9	Loans and advances to customers (net)	37,871,458	42,207,280	40,234,835	41,086,393
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	20,790	30,324	30,324	30,324
15	Property and equipment	208,851	194,274	200,619	200,849
16	Prepaid lease rentals	-	-	-	-
17	Intangible assets	4,877	4,312	4,312	4,312
18	Deferred tax asset	53,482	69,694	69,694	69,694
19	Retirement benefit asset	-	-	-	-
20	Other assets	1,150,140	594,584	668,332	1,369,991
21	TOTAL ASSETS	88,413,486	96,132,100	98,429,020	123,352,716
B	LIABILITIES				
22	Balances due to Central Bank of Kenya	-	-	-	-
23	Customer deposits	67,212,510	73,004,885	77,295,364	103,526,229
24	Deposits and balances due to local banking institutions	-	-	-	-
25	Deposits and balances due to foreign banking institutions	3,741,200	4,688,938	3,125,265	612,702
26	Other money market deposits	-	-	-	-
27	Borrowed funds	-	-	-	-
28	Balances due to banking institutions in the group	-	-	-	-
29	Tax payable	779,640	145,121	498,397	743,651
30	Dividends payable	-	-	-	-
31	Deferred tax liability	-	-	-	-
32	Retirement benefit liability	-	-	-	-
33	Other liabilities	425,660	393,220	564,645	700,421
34	TOTAL LIABILITIES	72,159,010	78,232,164	81,483,671	105,583,003
C	SHAREHOLDERS' FUNDS				
35	Paid up /Assigned capital	989,717	989,717	989,717	989,717
36	Share premium/(discount)	-	-	-	-
37	Revaluation reserves	-	-	-	-
38	Retained earnings/Accumulated losses	14,334,874	15,282,811	15,968,785	16,778,737
39	Statutory loan loss reserves	540,136	706,320	12,829	-
40	Other Reserves	(105,109)	(68,629)	(25,982)	1,259
41	Proposed dividends	494,858	989,717	-	-
42	Capital grants	-	-	-	-
43	TOTAL SHAREHOLDERS' FUNDS	16,254,476	17,899,936	16,945,349	17,769,713
44	Minority Interest	-	-	-	-
45	TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	88,413,486	96,132,100	98,429,020	123,352,716
II	STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED	30th June, 2017	31st Dec, 2017	31st Mar, 2018	30th June, 2018
1.0	INTEREST INCOME				
1.1	Loans and advances	2,500,594	5,170,282	1,263,743	2,562,209
1.2	Government securities	2,482,620	5,233,465	1,434,377	2,917,134
1.3	Deposits and placements with banking institutions	14,315	28,327	6,968	13,427
1.4	Other Interest Income	6,391	13,481	2,934	9,999
1.5	Total interest income	5,003,920	10,445,555	2,708,021	5,502,768
2.0	INTEREST EXPENSE				
2.1	Customer deposits	2,156,058	4,587,709	1,228,602	2,373,140
2.2	Deposits and placement from banking institutions	40,025	81,842	23,718	42,061
2.3	Other interest expenses	-	459	2,683	2,731
2.4	Total interest expenses	2,196,083	4,670,010	1,255,003	2,417,933
3.0	NET INTEREST INCOME/(LOSS)	2,807,837	5,775,545	1,453,018	3,084,836
4.0	NON-INTEREST INCOME				
4.1	Fees and commissions on loans and advances	67,797	166,123	40,936	91,790
4.2	Other fees and commissions	42,391	90,477	35,946	69,298
4.3	Foreign exchange trading income/(Loss)	40	803	66	66
4.4	Dividend Income	400,845	522,828	2,216	2,959
4.5	Other income	511,073	780,231	79,164	164,113
4.6	Total Non-interest income	1,022,006	1,470,362	60,165	268,226
5.0	TOTAL OPERATING INCOME	3,819,843	7,245,907	1,513,183	3,353,062
6.0	OTHER OPERATING EXPENSES				
6.1	Loan loss provision	190,104	363,837	25,397	73,288
6.2	Staff costs	276,501	594,901	169,318	300,438
6.3	Directors' emoluments	7,850	16,303	3,604	7,724
6.4	Rental charges	72,336	147,390	42,496	70,044
6.5	Depreciation charge on property and equipment	27,485	34,892	7,857	16,849
6.6	Amortisation charges	990	2,458	1,893	1,893
6.7	Other operating expenses	144,868	342,562	104,031	299,877
6.8	Total Other Operating Expenses	720,134	1,502,343	354,596	770,112
7.0	Profit/(loss) before tax and exceptional items	2,598,776	5,053,433	1,177,586	2,478,837
8	Exceptional items	-	-	-	-
9.0	Profit/(loss) after exceptional items	2,598,776	5,053,433	1,177,586	2,478,837
10	Current tax	779,633	1,146,648	353,276	743,651
11	Deferred tax	-	(16,211)	-	-
12.0	Profit/(loss) after tax and exceptional items	1,819,143	3,922,996	824,310	1,735,186
13.0	Minority Interest	-	-	-	-
14.0	Profit/(loss) after tax, exceptional items and Minority Interest	1,819,143	3,922,996	824,310	1,735,186
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	210,411	246,891	42,647	69,888
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	210,411	246,891	42,647	69,888
17.0	Total comprehensive income for the year	2,029,554	4,169,887	866,957	1,805,074
18.0	EARNINGS PER SHARE - BASIC & DILUTED	36.76	79.28	16.66	35.06
19.0	DIVIDEND PER SHARE - DECLARED	-	20.00	-	-
III	OTHER DISCLOSURES				
1.0	NON-PERFORMING LOANS AND ADVANCES				
(a)	Gross Non-performing loans and advances	2,965,708	2,665,782	3,555,525	3,617,932
(b)	Less: Interest in Suspense	232,824	190,760	227,746	227,604
(c)	Total Non-Performing Loans and Advances (a-b)	2,732,884	2,475,022	3,327,779	3,390,328
(d)	Less: Loan Loss Provision	1,497,007	1,545,445	1,568,424	1,615,656
(e)	Net Non-Performing Loans and Advances (c-d)	1,235,877	929,577	1,759,355	1,774,672
(f)	Discounted Value of Securities	1,235,877	929,577	1,759,355	1,774,672
(g)	Net NPLs Exposure (e-f)	-	-	-	-
2.0	INSIDER LOANS AND ADVANCES				
(a)	Directors, Shareholders and Associates	40,620	24,002	16,391	15,066
(b)	Employees	343,287	396,127	413,232	453,435
(c)	Total Insider Loans and Advances and other facilities	383,907	420,129	429,623	468,501
3.0	OFF-BALANCE SHEET ITEMS				
(a)	Letters of credit, guarantees, acceptances	5,077,107	5,167,269	5,610,959	6,709,180
(b)	Forwards, swaps and options	1,031,850	418,563	947,774	531,838
(c)	Other contingent liabilities	1,104,346	1,073,616	1,364,376	1,783,912
(d)	Total Contingent Liabilities	7,213,303	6,659,448	7,923,110	9,024,930
4.0	CAPITAL STRENGTH				
(a)	Core capital	14,361,530	16,202,834	16,476,653	16,831,167
(b)	Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000
(c)	Excess/(Deficiency) (a-b)	13,361,530	15,202,834	15,476,653	15,831,167
(d)	Supplementary Capital	540,136	706,320	12,829	-
(e)	Total Capital (a+d)	14,901,666	16,909,154	16,489,482	16,831,167
(f)	Total risk weighted assets	49,093,445	52,364,642	53,839,085	59,954,759
(g)	Core Capital/Total deposits Liabilities	21.4%	22.2%	21.3%	16.3%
(h)	Minimum statutory Ratio	8.0%	8.0%	8.0%	8.0%
(i)	Excess/(Deficiency) (g-h)	13.4%	14.2%	13.3%	8.3%
(j)	Core Capital / total risk weighted assets	29.3%	30.9%	30.6%	28.1%
(k)	Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%
(l)	Excess (Deficiency) (j-k)	18.8%	20.4%	20.1%	17.6%
(m)	Total Capital/total risk weighted assets	30.4%	32.3%	30.6%	28.1%
(n)	Minimum statutory Ratio	14.5%	14.5%	14.5%	14.5%
(o)	Excess/(Deficiency) (m-n)	15.9%	17.8%	16.1%	13.6%
(p)	Adjusted Core Capital/Total Deposit Liabilities*	-	-	21.3%	17.0%
(q)	Adjusted Core Capital/Total Risk Weighted Assets*	-	-	30.6%	29.4%
(r)	Adjusted Total Capital/Total Risk Weighted Assets*	-	-	30.6%	29.4%
14	LIQUIDITY				
14.1	(a) Liquidity Ratio	67.3%	65.6%	69.6%	77.0%
14.2	(b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%
14.3	(c) Excess (Deficiency) (a-b)	47.3%	45.6%	49.6%	57.0%

*The adjusted capital ratios include 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 assessed on the institutions website: www.bankofbarodakenya.com

They may be also accessed at the institutions Head Office located at: **Baroda House, 29 Koinange Street, Nairobi.**

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Director

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