

CONSOLIDATED BANK OF KENYA LIMITED

QUARTERLY FINANCIAL STATEMENTS AND OTHER DISCLOSURES
FOR THE PERIOD ENDING 30TH JUNE, 2016



I STATEMENT OF FINANCIAL POSITION		30/06/2015 (Un-Audited) Shs'000	31/12/2015 (Audited) Shs'000	31/03/2016 (Un-Audited) Shs'000	30/06/2016 (Un-Audited) Shs'000
A ASSETS					
1	Cash (both local and foreign)	271,144	360,933	335,032	250,436
2	Balances due from Central Bank of Kenya	996,792	398,784	659,520	885,046
3	Kenya Government and other securities held for dealing purposes	-	-	-	-
4	Financial Assets at fair value through profit and loss	6,662	6,879	6,532	6,532
5	Investment Securities:				
	a) Held to Maturity:				
	a) Kenya Government securities	2,806,849	2,688,034	2,693,576	2,700,474
	b) Other securities	-	-	-	-
	b) Available for sale:				
	a) Kenya Government securities	-	-	-	-
	b) Other securities	-	-	-	-
6	Deposits and balances due from local banking institutions	-	50,000	-	-
7	Deposits and balances due from banking institutions abroad	313,264	54,709	36,889	41,618
8	Tax recoverable	-	12,165	12,165	9,992
9	Loans and advances to customers (net)	8,798,614	9,221,256	9,099,614	9,110,495
10	Balances due from banking institutions in the group	-	-	-	-
11	Investments in associates	-	-	-	-
12	Investments in subsidiary companies	-	-	-	-
13	Investments in joint ventures	-	-	-	-
14	Investments in properties	-	-	-	-
15	Property and equipment	896,802	844,438	848,104	832,697
16	Prepaid lease rentals	7,320	7,149	7,150	7,150
17	Intangible assets	275,108	240,695	292,737	292,201
18	Deferred tax asset	-	-	-	-
19	Retirement benefit asset	-	-	-	-
20	Other assets	200,484	250,486	281,424	282,820
21	TOTAL ASSETS	14,573,039	14,135,528	14,272,743	14,419,461
B LIABILITIES					
22	Balances due to Central Bank of Kenya	-	-	820,000	1,300,000
23	Customer Deposits	9,676,198	9,996,058	9,640,356	9,265,214
24	Deposits and balances due to local banking institutions	991,420	275,463	84,690	117,570
25	Deposits and balances due to foreign banking institutions	-	-	-	-
26	Other money market deposits	-	-	-	-
27	Borrowed funds	2,029,213	1,969,294	1,885,137	1,950,280
28	Balances due to banking institutions in the group	-	-	-	-
29	Tax payable	-	-	-	-
30	Dividends payable	-	-	-	-
31	Deferred tax liability	40,752	38,677	38,677	38,677
32	Retirement benefit liability	-	-	-	-
33	Other liabilities	229,247	240,821	217,423	204,837
34	TOTAL LIABILITIES	12,966,830	12,520,313	12,686,283	12,876,578
C. SHAREHOLDERS' FUNDS					
35	Paid up/Assigned capital	1,619,530	1,619,530	1,619,530	1,619,530
36	Share premium/(discount)	-	-	-	-
37	Revaluation reserves	411,794	402,383	402,036	402,036
38	Retained earnings/Accumulated losses	(488,790)	(533,841)	(558,767)	(604,960)
39	Statutory loan loss reserve	63,675	127,143	123,661	126,277
40	Other Reserves	-	-	-	-
41	Proposed dividends	-	-	-	-
42	Capital grants	-	-	-	-
43	TOTAL SHAREHOLDERS' FUNDS	1,606,209	1,615,215	1,586,460	1,542,883
44	TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	14,573,039	14,135,528	14,272,743	14,419,461
II STATEMENT OF COMPREHENSIVE INCOME					
1	INTEREST INCOME				
1.1	Loans and advances	747,878	1,729,428	387,482	774,187
1.2	Government securities	111,828	221,516	54,793	109,687
1.3	Deposits and placements with banking institutions	1,357	6,470	531	872
1.4	Other Interest income	-	-	-	-
1.5	Total Interest income	861,063	1,957,414	442,806	884,746
2	INTEREST EXPENSES				
2.1	Customer deposits	288,476	634,718	202,266	340,577
2.2	Deposits and placements from banking institutions	134,222	303,867	67,944	177,497
2.3	Other Interest Expenses	-	-	-	-
2.4	Total Interest Expenses	422,698	938,585	270,210	518,074
3	NET INTEREST INCOME/(LOSS)	438,365	1,018,829	172,596	366,672
4	NON-OPERATING INCOME				
4.1	Fees and commissions on loans and advances	49,049	130,433	35,231	65,584
4.2	Other fees and commissions	94,984	186,432	45,693	87,768
4.3	Foreign exchange trading income (Loss)	19,279	36,628	13,999	18,664
4.4	Dividend income	-	-	-	-
4.5	Other income	32,836	642,713	125,127	217,793
4.6	Total non-interest income	196,148	996,206	220,050	389,809
5	TOTAL OPERATING INCOME	634,513	2,015,035	392,646	756,481
6	OTHER OPERATING EXPENSES				
6.1	Loan loss provision	(37,418)	588,684	82,128	137,849
6.2	Staff costs	352,709	711,921	179,877	368,886
6.3	Directors' emoluments	11,914	28,321	8,741	16,828
6.4	Rental charges	26,076	59,364	14,737	28,634
6.5	Depreciation charge on property and equipment	47,759	104,599	26,247	52,061
6.6	Amortisation charges	25,080	60,941	17,597	35,168
6.7	Other operating expenses	163,886	412,416	91,709	180,085
6.8	Total Other Operating Expenses	590,006	1,966,246	421,036	819,511
7	Profit/(loss) before tax and exceptional items	44,507	48,789	(28,390)	(63,030)
8	Exceptional items	-	-	-	-
9	Profit/(loss) after exceptional items	44,507	48,789	(28,390)	(63,030)
10	Current tax	(8,874)	(4,367)	-	(8,936)
11	Deferred tax	-	-	-	-
12	Profit / (loss) after tax and exceptional items	35,633	44,422	(28,390)	(71,966)
13	Other Comprehensive Income:				
13.1	Exchange differences on translating foreign operations	-	-	-	-
13.2	Available-for-sale financial assets	586	2,973	(347)	-
13.3	Gains on property revaluation	-	-	-	-
13.4	Share of other comprehensive income of associates	-	-	-	-
13.5	Income tax relating to components of other comprehensive income	-	-	-	-
14	Other comprehensive income for the year net of tax	586	2,973	(347)	-
15	Total comprehensive income for the year	36,219	47,395	(28,737)	(71,966)
III OTHER DISCLOSURES					
1	NON-PERFORMING LOANS AND ADVANCES				
a)	Gross non-performing loans and advances	3,142,052	1,957,862	1,936,960	1,740,420
Less:					
b)	Interest in suspense	685,636	398,739	420,533	453,741
c)	Total Non-performing loans and advances (a-b)	2,456,416	1,559,123	1,516,427	1,286,679
Less:					
d)	Loan loss provisions	1,030,404	535,331	521,763	486,070
e)	Net non-performing loans (c-d)	1,426,012	1,023,792	994,664	800,609
f)	Discounted value of securities	1,426,012	1,023,792	994,664	800,609
g)	Net NPLs Exposure (e-f)	-	-	-	-
2	Insider loans and advances				
a)	Directors, shareholders and associates	-	6,846	6,156	5,456
b)	Employees	563,776	602,985	604,539	638,951
c)	Total insider loans, advances and other facilities	563,776	609,831	610,695	644,407
3	Off-balance sheet items				
a)	Letters of credit, guarantees, acceptances	778,164	800,828	913,550	918,874
b)	Forwards, swaps and options	360,803	104,365	326,683	114,999
c)	Other contingent liabilities	-	41,175	-	-
d)	Total contingent liabilities	1,138,967	946,368	1,240,233	1,033,873
4	Capital strength				
a)	Core capital	1,112,924	1,085,689	1,060,763	1,014,570
b)	Minimum statutory capital	1,000,000	1,000,000	1,000,000	1,000,000
c)	Excess/(deficiency)	112,924	85,689	60,763	14,570
d)	Supplementary capital	140,709	226,236	222,754	225,370
e)	Total capital (a+d)	1,253,633	1,311,925	1,283,517	1,239,940
f)	Total risk weighted assets	14,046,476	13,973,956	14,506,469	14,357,472
g)	Core capital/total deposit liabilities	11.3%	10.7%	10.9%	10.8%
h)	Minimum Statutory Ratio	8.0%	8.0%	8.0%	8.0%
i)	Excess/(Deficiency) (g-h)	3.3%	2.7%	2.9%	2.8%
j)	Core capital/total risk weighted assets	7.9%	7.8%	7.3%	7.1%
k)	Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%
l)	Excess/(Deficiency) (j-k)	-2.6%	-2.7%	-3.2%	-3.4%
m)	Total capital/ total risk weighted assets	8.9%	9.4%	8.8%	8.6%
n)	Minimum Statutory Ratio	14.5%	14.5%	14.5%	14.5%
o)	Excess/(Deficiency) (m-n)	-5.6%	-5.1%	-5.7%	-5.9%
5	Liquidity				
a)	Liquidity Ratio	34.9%	32.8%	29.4%	26.1%
b)	Minimum statutory Ratio	20.0%	20.0%	20.0%	20.0%
c)	Excess/(Deficiency) (a-b)	14.9%	12.8%	9.4%	6.1%

These financial statements are extracts from the books of the institution. The complete set of the quarterly financial statements, statutory and qualitative disclosures can be accessed in the institutions website www.consolidated-bank.com. They may also be accessed at the institutions head office located at Consolidated Bank House, 23 Kolnange Street.

The financial statements were approved by the Board of Directors on 26th August 2016 and signed on its behalf by:

THOMAS KIYAI
CHIEF EXECUTIVE OFFICER

JOSEPH KOSKEY
DIRECTOR