

I STATEMENT OF FINANCIAL POSITION		31/12/2015 (Audited) Shs'000	31/12/2016 (Audited) Shs'000
A ASSETS			
1	Cash (both local and foreign)	360,933	305,079
2	Balances due from Central Bank of Kenya	398,784	347,862
3	Kenya Government and other securities held for dealing purposes securities	-	-
4	Financial Assets at fair value through profit and loss	6,879	6,097
5	Investment Securities:		
	a).Held to Maturity:		
	a.Kenya Government securities	2,688,034	2,663,491
	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	7,789
7	Deposits and balances due from banking institutions abroad	54,709	45,924
8	Tax recoverable	12,165	-
9	Loans and advances to customers (net)	9,221,256	9,161,484
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	844,438	795,453
16	Prepaid lease rentals	7,149	6,979
17	Intangible assets	240,695	278,004
18	Deferred tax asset	-	56,634
19	Retirement benefit asset	-	-
20	Other assets	250,486	243,099
21	TOTAL ASSETS	14,135,528	13,917,895
B LIABILITIES			
22	Balances due to Central Bank of Kenya	-	820,000
23	Customer Deposits	9,996,058	9,491,803
24	Deposits and balances due to local banking institutions	275,463	91,258
25	Deposits and balances due to foreign banking Institutions	-	-
26	Other money market deposits	-	-
27	Borrowed funds	1,969,294	1,885,948
28	Balances due to banking institutions in the group companies	-	-
29	Tax payable	-	2,029
30	Dividends payable	-	-
31	Deferred tax liability	38,677	-
32	Retirement benefit liability	-	-
33	Other liabilities	240,821	223,784
34	TOTAL LIABILITIES	12,520,313	12,514,822
C. SHAREHOLDERS' FUNDS			
35	Paid up/Assigned capital	1,619,530	1,619,530
36	Share premium/(discount)	-	-
37	Revaluation reserves	402,383	392,980
38	Retained earnings/Accumulated losses	(533,841)	(873,623)
39	Statutory loan loss reserve	127,143	264,186
40	Other Reserves	-	-
41	Proposed dividends	-	-
42	Capital grants	-	-
43	TOTAL SHAREHOLDERS' FUNDS	1,615,215	1,403,073
44	TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	14,135,528	13,917,895
II STATEMENT OF COMPREHENSIVE INCOME			
1 INTEREST INCOME			
	1.1 Loans and advances	1,729,428	1,444,256
	1.2 Government securities	221,516	225,794
	1.3 Deposits and placements with banking institutions	6,470	1,737
	1.4 Other Interest Income	-	-
	1.5 Total Interest Income	1,957,414	1,671,787
2 INTEREST EXPENSES			
	2.1 Customer deposits	634,718	625,294
	2.2 Deposits and placements from banking institutions	303,867	360,406
	2.3 Other Interest Expenses	-	-
	2.4 Total Interest Expenses	938,585	985,700
3	NET INTEREST INCOME/(LOSS)	1,018,829	686,087
4 NON-OPERATING INCOME			
	4.1 Fees and commissions on loans and advances	130,433	103,080
	4.2 Other fees and commissions	186,432	166,852
	4.3 Foreign exchange trading income (Loss)	36,628	30,548
	4.4 Dividend Income	-	-
	4.5 Other income	642,713	451,245
	4.6 Total non-interest income	996,206	751,725
5	TOTAL OPERATING INCOME	2,015,035	1,437,812
6 OTHER OPERATING EXPENSES			
	6.1 Loan loss provision	588,684	309,017
	6.2 Staff costs	711,921	742,100
	6.3 Directors' emoluments	-	33,918
	6.4 Rental charges	28,321	56,694
	6.5 Depreciation charge on property and equipment	59,364	93,220
	6.6 Amortisation charges	60,941	72,786
	6.7 Other operating expenses	412,416	406,854
	6.8 Total Other Operating Expenses	1,966,246	1,714,589
7	Profit/(loss) before tax and exceptional items	48,789	(276,777)
8	Exceptional items	-	-
9	Profit/(loss) after exceptional items	48,789	(276,777)
10	Current tax	(4,367)	(29,894)
11	Deferred tax	-	95,311
12	Profit/(loss) after tax and exceptional items	44,422	(211,360)
13 Other Comprehensive Income:			
	13.1 Exchange differences on translating foreign operations	-	-
	13.2 Available-for-sale financial assets	2,973	(782)
	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	2,973	(782)
15	Total comprehensive income for the year	47,395	(212,142)
III OTHER DISCLOSURES			
1 Non-performing loans and advances			
	a) Gross non-performing loans and advances	1,957,862	2,037,505
	Less:		
	b) Interest in suspense	398,739	559,398
	c) Total Non-performing loans and advances (a-b)	1,559,123	1,478,107
	Less:		
	d) Loan loss provisions	535,331	596,479
	e) Net non-performing loans (c-d)	1,023,792	881,628
	f) Discounted value of securities	1,023,792	881,628
	g) Net NPLs Exposure (e-f)	-	-
2 Insider loans and advances			
	a) Directors, shareholders and associates	6,846	4,043
	b) Employees	602,985	634,536
	c) Total insider loans, advances and other facilities	609,831	638,579
3 Off-balance sheet Items			
	a) Letters of credit, guarantees, acceptances	800,828	986,386
	b) Forwards, swaps and options	104,365	117,782
	c) Other contingent liabilities	41,175	13,000
	d) Total contingent liabilities	946,368	1,117,168
4 Capital strength			
	a) Core capital	1,085,689	745,907
	b) Minimum statutory capital	1,000,000	1,000,000
	c) Excess/(deficiency)	85,689	(254,093)
	d) Supplementary capital	226,236	255,302
	e) Total capital (a+d)	1,311,925	1,001,209
	f) Total risk weighted assets	13,973,956	12,669,090
	g) Core capital/total deposit liabilities	10.7%	7.8%
	h) Minimum Statutory Ratio	8.0%	8.0%
	i) Excess/(Deficiency) (g-h)	2.7%	-0.2%
	j) Core capital/total risk weighted assets	7.8%	5.9%
	k) Minimum Statutory Ratio	10.5%	10.5%
	l) Excess/(Deficiency) (j-k)	-2.7%	-4.6%
	m) Total capital/ total risk weighted assets	9.4%	7.9%
	n) Minimum Statutory Ratio	14.5%	14.5%
	o) Excess/(Deficiency) (m-n)	-5.1%	-6.6%
5 Liquidity			
	a) Liquidity Ratio	32.8%	25.8%
	b) Minimum statutory Ratio	20.0%	20.0%
	c) Excess/(Deficiency) (a-b)	12.8%	5.8%

These financial statements are extracts from the books of the institution as audited by Deloitte & Touche the firm appointed by The Auditor General and received an unqualified opinion.

The complete set of the audited financial statements, statutory and qualitative disclosures can be accessed in the institution's website: www.consolidated-bank.com
They may also be accessed at the institution's head office located at Consolidated Bank House, 23 Koinsage Street.

The financial statements were approved by the Board of Directors on 28th March 2017 and signed on its behalf by:

THOMAS KIYAI-CHIEF EXECUTIVE OFFICER

JOSEPH KOSKEY- DIRECTOR