

AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE YEAR ENDED 31ST DECEMBER 2017

STATEMENT OF FINANCIAL POSITION	Bank		Group Consolidated	
	31-Dec-16 Ksh '000 Audited	31-Dec-17 Ksh '000 Audited	31-Dec-16 Ksh '000 Audited	31-Dec-17 Ksh '000 Audited
A ASSETS				
1 Cash (both Local & Foreign)	258,537	74,442	258,537	74,442
2 Balances with Central Bank of Kenya	432,602	96,944	432,602	96,944
5 Investment Securities:				
(i) Held to Maturity:				
(a) Kenya Government Securities	869,316	625,447	869,316	625,447
(a) Kenya Government Securities	196,581	232,457	196,581	232,457
6 Deposits and Balances due from Local Banking Institutions	919,474	264,659	919,474	264,659
7 Deposits and Balances due from Banking Institutions Abroad	72,209	3,474	72,209	3,474
8 Tax Recoverable	109	109	114	-
9 Loans and Advances to Customers (Net)	9,356,471	8,310,978	9,356,471	8,310,978
11 Investments in Associates	226,655	263,952	226,655	263,952
12 Investments in Subsidiary Companies	103,902	1,139	-	-
14 Investment Properties	742,000	768,800	742,000	768,800
15 Property, Plant and Equipment	398,739	295,061	502,509	526,904
17 Intangible Assets	872,950	725,584	872,950	725,584
18 Deferred Tax Asset	240,814	509,690	240,814	509,690
20 Other Assets	1,033,896	678,061	1,089,642	479,316
TOTAL ASSETS	15,724,254	12,850,795	15,779,873	12,882,646
B LIABILITIES				
21 Balances due to Central Bank of Kenya	950,000	1,515,347	950,000	1,515,347
22 Customer Deposits	8,095,100	5,382,621	8,070,223	5,343,143
23 Deposits and Balances due to Local Banking Institutions	152,243	229,184	152,243	229,184
26 Borrowed Funds	2,180,409	1,886,242	2,180,409	1,886,242
28 Tax Payable	-	20	314	-
32 Other liabilities	756,424	382,965	834,555	432,009
TOTAL LIABILITIES	12,134,176	9,396,360	12,187,490	9,406,239
C SHAREHOLDERS' FUNDS				
33 Paid Up/ Assigned Capital	1,405,253	1,643,793	1,405,253	1,643,793
34 Share Premium (Discount)	2,205,904	2,311,603	2,205,904	2,311,603
35 Revaluation Reserves	142,904	-	142,904	-
36 Retained Earnings/Accumulated Losses	(225,604)	(575,368)	(223,261)	(553,395)
37 Statutory Loan Reserves	66,934	66,935	66,934	66,935
38 Other Reserves	(5,312)	7,472	(5,312)	7,472
39 Proposed Dividends	-	-	-	-
40 Capital Grants	-	-	-	-
TOTAL SHAREHOLDERS' FUNDS	3,590,079	3,454,435	3,592,422	3,476,408
TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	15,724,254	12,850,795	15,779,873	12,882,646

STATEMENT OF COMPREHENSIVE INCOME	31-Dec-16 Ksh '000 Audited	31-Dec-17 Ksh '000 Audited	31-Dec-16 Ksh '000 Audited	31-Dec-17 Ksh '000 Audited
INTEREST INCOME				
1 Loans and Advances	1,910,861	1,214,831	1,910,861	1,214,831
2 Government Securities	112,657	96,800	112,657	96,800
3 Deposits and Placements with Banking Institutions	139,044	68,565	139,044	68,565
Total Interest Income	2,162,562	1,380,196	2,162,562	1,380,196
INTEREST EXPENSE				
5 Customer Deposits	1,127,221	664,967	1,127,221	664,967
6 Deposits and Placement from Banking Institutions	105,936	105,601	105,936	105,601
7 Other Interest Expenses	207,916	364,366	207,916	364,366
Total Interest Expenses	1,441,073	1,134,935	1,441,073	1,134,935
NET INTEREST INCOME / LOSS	721,489	245,261	721,489	245,261
NON INTEREST INCOME				
8 Fees and Commissions on Loans and Advances	48,022	47,923	49,546	47,923
9 Other Fees and Commissions	180,345	213,491	187,787	271,164
10 Foreign Exchange Trading Income (Loss)	1,333	9,324	1,333	9,324
12 Other Income	328,667	(31,061)	339,751	(25,522)
Total Non-Interest Income	558,367	239,678	578,417	302,889
TOTAL OPERATING INCOME	1,279,856	484,939	1,299,906	548,150
OPERATING EXPENSES				
13 Loan Loss Provision	313,878	227,989	313,878	227,989
14 Staff Costs	412,591	340,236	424,476	353,495
15 Directors' Emoluments	63,913	58,977	63,913	58,977
16 Rental Charges	57,380	50,214	57,380	50,214
17 Depreciation Charge on Property and Equipment	57,536	49,763	62,326	72,464
18 Amortisation Charges	94,322	141,508	94,322	141,508
19 Other Operating Expenses	770,560	377,795	773,327	384,094
Total Operating Expenses	1,770,179	1,246,482	1,789,623	1,288,742
Profit/(Loss) Before Tax and Exceptional Items	(490,323)	(761,543)	(489,717)	(740,591)
Profit/(Loss) After Exceptional Items	(490,323)	(761,543)	(489,717)	(740,591)
21 Current tax	315	-	1,225	1,322
22 Deferred tax	(323,238)	(268,676)	(323,238)	(268,876)
Profit/(Loss) After Tax and Exceptional Items	(167,400)	(492,667)	(167,704)	(473,037)
Other Comprehensive Income:				
25 Fair Value changes in Available-for-sale Financial Assets	(2,740)	12,784	(2,740)	12,784
Other Comprehensive Income for the Year Net of Tax	(2,740)	12,784	(2,740)	12,784
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	(170,140)	(479,883)	(170,444)	(460,253)
EARNINGS PER SHARE - BASIC & DILUTED	-	-	-	-
DIVIDEND PER SHARE -DECLARED	-	-	-	-

OTHER DISCLOSURES	31-Dec-16 Ksh '000 Audited	31-Dec-17 Ksh '000 Audited	31-Dec-16 Ksh '000 Audited	31-Dec-17 Ksh '000 Audited
1.0 NON-PERFORMING LOANS AND ADVANCES				
1.1 (a) Gross Non-Performing Loans and Advances	2,141,177	2,106,308	2,141,177	2,106,308
1.2 (b) Less Interest in Suspense	532,120	1,000,145	532,120	1,000,145
1.3 (c) Total Non-Performing Loans and Advances (a-b)	1,609,057	1,106,163	1,609,057	1,106,163
1.4 (d) Less Loan Losses Provision	608,691	617,956	608,691	617,956
1.5 (e) Net Non-Performing Loans and Advances(c-d)	1,000,366	488,207	1,000,366	488,207
1.6 (f) Discounted Value of Securities	912,555	292,631	912,555	292,631
1.7 (g) Net NPLs Exposure (e-f)	87,811	195,576	87,811	195,576
2.0 INSIDER LOANS AND ADVANCES				
2.1 (a) Directors, Shareholders and Associates	331,817	255,571	331,817	255,571
2.2 (b) Employees	253,367	169,615	253,367	169,615
2.3 (c) Total Insider Loans and Advances and other facilities	585,184	425,186	585,184	425,186
3.0 OFF-BALANCE SHEET ITEMS				
3.1 (a) Letters of credit, Guarantees & Acceptances	582,339	1,222,955	582,339	1,222,955
3.2 (b) Forwards Swaps & Options	-	-	-	-
3.3 (c) Other Contingent Liabilities	-	-	-	-
3.4 (d) Total Contingent Liabilities	582,339	1,222,955	582,339	1,222,955
4.0 CAPITAL STRENGTH				
4.1 (a) Core capital	2,686,105	2,282,525	2,686,105	2,282,525
4.2 (b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000
4.3 (c) Excess/ (Deficiency) (a-b)	1,686,105	1,282,525	1,686,105	1,282,525
4.4 (d) Supplementary Capital	102,660	66,935	102,660	66,935
4.5 (e) Total Capital (a+d)	2,788,765	2,349,459	2,788,765	2,349,459
4.6 (f) Total risk weighted assets	13,887,501	12,156,138	13,887,501	12,156,138
4.7 (g) Core Capital/Total Deposit Liabilities	33.2%	42.4%	33.3%	42.7%
4.8 (h) Minimum Statutory Ratio	8.0%	8.0%	8.0%	8.0%
4.9 (i) Excess/ (Deficiency) (g-h)	25.2%	34.4%	25.3%	34.7%
4.10 (j) Core Capital / Total Risk Weighted Assets	19.3%	18.8%	19.3%	18.8%
4.11 (k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%
4.12 (l) Excess/(Deficiency) (j-k)	8.8%	8.3%	8.8%	8.3%
4.13 (m) Total Capital/Total Risk Weighted Assets	20.1%	19.3%	20.1%	19.3%
4.14 (n) Minimum statutory Ratio	14.5%	14.5%	14.5%	14.5%
4.15 (o) Excess/(Deficiency) (m-n)	5.6%	4.8%	5.6%	4.8%
5.0 LIQUIDITY				
5.1 (a) Liquidity Ratio	20.2%	-9.5%	20.2%	-9.5%
5.2 (b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%
5.3 (c) Excess/(Deficiency) (a-b)	0.2%	-29.5%	0.2%	-29.5%

These financial statements are extracts from the books of the institution as audited by Deloitte & Touche and received unqualified opinion. The Complete set of audited financial statements, statutory and qualitative disclosures can be accessed on the institution's website: www.jamiborabank.co.ke. They may also be accessed at the institution's Head Office located at Jamii Bora Towers along Argwings Khodhek Road Nairobi.

Signed by:
Richard Kiplagat
Chairman

Samuel Kimani
Chief Executive Officer