



QUARTERLY FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 31 MARCH 2023

I STATEMENT OF FINANCIAL POSITION AS AT		31 Mar 2022 UNAUDITED Shs.'000'	31 Dec 2022 AUDITED Shs.'000'	31 Mar 2023 UNAUDITED Shs.'000'
A ASSETS				
1	Cash (both local and foreign)	89,215	173,127	167,126
2	Balances due from Central Bank of Kenya	1,274,435	881,458	1,916,812
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:	3,254,405	4,422,569	4,361,977
(i)	Kenya Government securities	3,254,405	4,422,569	4,361,977
(ii)	Other securities	-	-	-
b)	Available for sale:	-	-	-
(i)	Kenya Government securities	-	-	-
(ii)	Other securities	-	-	-
6	Deposits and balances due from local banking institutions	621,659	603,510	69,017
7	Deposits and balances due from banking institutions abroad	523,205	491,461	914,375
8	Tax recoverable	-	-	-
9	Loans and advances to customers (net)	5,641,885	5,788,334	6,549,329
10	Balances due from banking institutions in the group	-	-	-
11	Investments in associates	-	-	-
12	Investments in subsidiary companies	-	-	-
13	Investment in joint ventures	-	-	-
14	Investment properties	-	-	-
15	Property and equipment	205,321	197,006	197,314
16	Prepaid Lease rentals	70,307	69,583	69,341
17	Intangible assets - (computer software)	30,524	30,450	30,910
18	Deferred tax asset	131,957	146,389	146,389
19	Retirement benefit asset	-	-	-
20	Other assets	134,600	158,301	154,347
21	TOTAL ASSETS	11,977,513	12,962,188	14,576,937
B LIABILITIES				
22	Balances due to Central Bank of Kenya	613,563	1,103,334	1,401,430
23	Customer deposits	9,346,970	9,326,192	10,079,107
24	Deposits and balances due to local banking institutions	300,000	-	450,000
25	Deposits and balances due to foreign banking institutions	-	-	-
26	Other money market deposits	-	-	-
27	Borrowed funds	-	408,246	406,414
28	Balances due to group companies	-	-	-
29	Tax payable	50,962	93,592	129,058
30	Dividends payable	-	-	-
31	Deferred tax liability	-	-	-
32	Retirement benefit liability	-	-	-
33	Other liabilities	225,918	237,448	234,757
34	TOTAL LIABILITIES	10,537,413	11,168,812	12,700,766
C SHAREHOLDERS' FUNDS				
35	Paid up/Assigned capital	506,831	506,831	506,831
36	Share premium/(discount)	-	-	-
37	Revaluation reserves	-	-	-
38	Retained earnings/ Accumulated losses	899,862	1,211,018	1,290,830
39	Statutory Loan Loss Reserve	23,407	65,527	68,510
40	Other Reserves	-	-	-
41	Proposed dividends	10,000	10,000	10,000
42	Capital Grants	-	-	-
43	TOTAL SHAREHOLDERS' FUNDS	1,440,100	1,793,376	1,876,171
44	Minority Interest	-	-	-
45	TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	11,977,513	12,962,188	14,576,937
II STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED				
		31 Mar 2022 UNAUDITED Shs.'000'	31 Dec 2022 AUDITED Shs.'000'	31 Mar 2023 UNAUDITED Shs.'000'
1.0 INTEREST INCOME				
1.1	Loans and advances	175,319	176,799	210,202
1.2	Government securities	93,382	422,279	129,941
1.3	Deposits and placements with banking institutions	1,553	17,354	4,403
1.4	Other Interest Income	-	-	-
1.5	Total Interest income	270,254	1,216,432	344,546
2.0 INTEREST EXPENSE				
2.1	Customer deposits	149,437	633,500	165,597
2.2	Deposits and placements from banking institutions	10,469	36,370	24,752
2.3	Other Interest expense	510	2,011	4,870
2.4	Total Interest Expense	160,416	671,881	195,219
3.0	NET INTEREST INCOME/(LOSS)	109,838	544,551	149,327
4.0 OTHER OPERATING INCOME				
4.1	Fees and commissions on loans and advances	52,920	182,691	42,538
4.2	Other fees and commission	5,889	24,823	7,145
4.3	Foreign exchange trading income/(loss)	20,541	106,748	60,392
4.4	Dividend income	-	-	-
4.5	Other income	9,589	281,966	9,590
4.6	Total Non-Interest Income	88,939	596,228	119,665
5.0	TOTAL OPERATING INCOME	198,777	1,140,779	268,992
6.0 OPERATING EXPENSES				
6.1	Loan Loss Provision	13,384	34,500	-
6.2	Staff costs	63,113	251,342	63,637
6.3	Directors' emoluments	10,370	44,175	11,488
6.4	Rentals Charges	490	1,945	515
6.5	Depreciation charge on property and equipment	7,663	33,087	9,686
6.6	Amortization Charge	2,437	8,867	2,487
6.7	Other operating expenses	44,134	222,522	62,901
6.8	Total Operating Expenses	141,591	596,438	150,714
7.0	Profit / (Loss) before Tax and Exceptional items	57,186	544,341	118,278
8.0	Exceptional items	-	-	-
9.0	Profit / (Loss) after Exceptional items	57,186	544,341	118,278
10.0	Current tax	17,155	155,466	35,483
11.0	Deferred tax	-	(14,432)	-
12.0	Profit / (Loss) after Tax and Exceptional items	40,031	403,307	82,795
13.0	Minority Interest	-	-	-
14.0	Profit / (Loss) after tax, exceptional items and Minority Interest	40,031	403,307	82,795
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	-	-	-
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	-	-	-
17.0	Total Comprehensive Income for the year	40,031	403,307	82,795
18.0	Earnings Per Share - Basic & Diluted	1.58	15.91	3.27
19.0	Dividend Per Share - Declared	-	0.39	-
III OTHER DISCLOSURES AS AT				
		31 Mar 2022 UNAUDITED Shs.'000'	31 Dec 2022 AUDITED Shs.'000'	31 Mar 2023 UNAUDITED Shs.'000'
1.0 Non-Performing Loans and Advances				
a)	Gross non-performing loans and advances	416,873	420,688	481,527
b)	Less: interest in suspense	60,317	61,910	65,841
c)	Total Non-Performing Loans and Advances (a-b)	356,556	358,778	415,686
d)	Less: loan loss provision	244,875	281,273	282,384
e)	Net Non-Performing Loans and Advances (c-d)	111,681	77,505	133,302
f)	Discounted value of Securities	111,681	77,505	133,302
g)	Net NPLs Exposure (e-f)	-	-	-
2.0 Insider Loans and Advances				
a)	Directors, shareholders and associates	371,632	488,596	601,219
b)	Employees	141,091	158,089	159,061
c)	Total Insider Loans and Advances and Other Facilities	512,723	646,685	760,280
3.0 Off-Balance Sheet Items				
a)	Letters of credit, guarantees, acceptances	2,244,121	2,031,315	1,728,083
b)	Forward, swaps and options	413,990	-	-
c)	Other contingent liabilities	-	2,649	138,854
d)	Total Contingent Liabilities	2,658,111	2,033,964	1,866,937
4.0 Capital Strength				
a)	Core capital	1,330,635	1,693,030	1,731,444
b)	Minimum Statutory Capital	1,000,000	1,000,000	1,000,000
c)	Excess/(Deficiency)	330,635	693,030	731,444
d)	Supplementary capital	23,407	65,527	68,510
e)	Total capital (a+d)	1,354,042	1,758,557	1,799,954
f)	Total risk weighted assets	5,223,778	6,277,369	6,735,965
g)	Core capital/total deposit liabilities	14.2%	18.2%	17.2%
h)	Minimum Statutory Ratio	8.0%	8.0%	8.0%
i)	Excess/(Deficiency)	6.2%	10.2%	9.2%
j)	Core capital/total risk weighted assets	25.5%	27.0%	25.7%
k)	Minimum Statutory Ratio	10.5%	10.5%	10.5%
l)	Excess/(Deficiency)	15.0%	16.5%	15.2%
m)	Total capital/total risk weighted assets	25.9%	28.0%	26.7%
n)	Minimum Statutory Ratio	14.5%	14.5%	14.5%
o)	Excess/(Deficiency)	11.4%	13.5%	12.2%
p)	Adjusted core capital/total deposit liabilities*	14.2%	18.2%	17.2%
q)	Adjusted core capital/total risk weighted assets*	25.5%	27.0%	25.7%
r)	Adjusted total capital/total risk weighted assets*	25.9%	28.0%	26.7%
5.0 Liquidity				
a)	Liquidity Ratio	48.4%	49.9%	48.1%
b)	Minimum statutory ratio	20.0%	20.0%	20.0%
c)	Excess/(Deficiency)	28.4%	29.9%	28.1%

Notes

* 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.

The above statement of financial position and statement of comprehensive income are extracts from the financial records of the Bank.

The complete set of quarterly financial statements, statutory and qualitative disclosures can be accessed on the Banks' website: www.mebkenya.com

They may also be accessed at the Bank's Head Office located at Mebank Tower, Jakaya Kikwete Road, Nairobi.

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