



QUARTERLY FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 30 SEPTEMBER 2023

I STATEMENT OF FINANCIAL POSITION AS AT		30 Sep 2022 UNAUDITED Shs. '000'	31 Dec 2022 AUDITED Shs. '000'	31 Mar 2023 UNAUDITED Shs. '000'	30 Jun 2023 UNAUDITED Shs. '000'	30 Sep 2023 UNAUDITED Shs. '000'
AASSETS						
1 Cash (both local and foreign)		138,374	173,127	167,126	233,231	202,945
2 Balances due from Central Bank of Kenya		644,401	881,458	1,916,812	1,648,553	1,273,968
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:		4,167,119	4,422,569	4,361,977	4,300,513	4,341,002
(i) Kenya Government securities		4,167,119	4,422,569	4,361,977	4,300,513	4,341,002
(ii) Other securities		-	-	-	-	-
b) Available for sale:		-	-	-	-	-
(i) Kenya Government securities		-	-	-	-	-
(ii) Other securities		-	-	-	-	-
6 Deposits and balances due from local banking institutions		406,584	603,510	69,017	313,855	197,574
7 Deposits and balances due from banking institutions abroad		185,588	491,461	914,375	117,641	741,458
8 Tax recoverable		-	-	-	15,552	22,895
9 Loans and advances to customers (net)		5,854,219	5,788,334	6,549,329	7,923,486	8,682,164
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		199,113	197,006	197,314	220,155	231,261
16 Prepaid Lease rentals		69,824	69,583	69,341	69,100	68,859
17 Intangible assets - (computer software)		30,761	30,450	30,910	32,676	32,688
18 Deferred tax asset		131,957	146,389	146,389	146,389	146,389
19 Retirement benefit asset		-	-	-	-	-
20 Other assets		124,380	158,301	154,347	185,296	190,088
21 TOTAL ASSETS		11,952,320	12,962,188	14,576,937	15,206,447	16,131,291
B LIABILITIES						
22 Balances due to Central Bank of Kenya		-	1,103,334	1,401,430	718,698	584,390
23 Customer deposits		9,872,868	9,326,192	10,079,107	10,015,501	11,038,612
24 Deposits and balances due to local banking institutions		6,273	-	450,000	797,747	703,312
25 Deposits and balances due to foreign banking institutions		-	-	-	-	-
26 Other money market deposits		-	-	-	-	-
27 Borrowed funds		-	408,246	406,414	1,475,615	1,532,117
28 Balances due to group companies		-	-	-	-	-
29 Tax payable		13,282	93,592	129,058	-	-
30 Dividends payable		-	-	-	-	-
31 Deferred tax liability		-	-	-	-	-
32 Retirement benefit liability		-	-	-	-	-
33 Other liabilities		529,514	237,448	234,757	244,930	247,419
34 TOTAL LIABILITIES		10,421,937	11,168,812	12,700,766	13,252,491	14,105,850
C SHAREHOLDERS' FUNDS						
35 Paid up/Assigned capital		506,831	506,831	506,831	506,831	506,831
36 Share premium/(discount)		-	-	-	-	-
37 Revaluation reserves		-	-	-	-	-
38 Retained earnings /Accumulated losses		1,000,145	1,211,018	1,290,830	1,367,465	1,448,950
39 Statutory Loan Loss Reserve		23,407	65,527	68,510	69,660	69,660
40 Other Reserves		-	-	-	-	-
41 Proposed dividends		-	10,000	10,000	10,000	-
42 Capital Grants		-	-	-	-	-
43 TOTAL SHAREHOLDERS' FUNDS		1,530,383	1,793,376	1,876,171	1,953,956	2,025,441
44 Minority Interest		-	-	-	-	-
45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS		11,952,320	12,962,188	14,576,937	15,206,447	16,131,291
II STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED						
		30 Sep 2022 UNAUDITED Shs. '000'	31 Dec 2022 AUDITED Shs. '000'	31 Mar 2023 UNAUDITED Shs. '000'	30 Jun 2023 UNAUDITED Shs. '000'	30 Sep 2023 UNAUDITED Shs. '000'
1.0 INTEREST INCOME						
1.1 Loans and advances		562,565	776,799	210,202	461,445	780,485
1.2 Government securities		292,702	422,279	129,941	260,366	391,388
1.3 Deposits and placements with banking institutions		12,725	17,354	4,403	6,179	9,712
1.4 Other Interest Income		-	-	-	-	-
1.5 Total Interest Income		867,992	1,216,432	344,546	727,990	1,181,645
2.0 INTEREST EXPENSE						
2.1 Customer deposits		467,732	633,500	165,597	340,609	534,073
2.2 Deposits and placements from banking institutions		20,398	36,370	24,752	62,223	105,052
2.3 Other interest expense		1,331	2,011	4,870	17,721	41,714
2.4 Total Interest Expense		489,463	671,881	195,219	420,553	680,839
3.0 NET INTEREST INCOME/(LOSS)		378,529	544,551	149,327	307,437	500,746
4.0 OTHER OPERATING INCOME						
4.1 Fees and commissions on loans and advances		129,189	182,691	42,538	83,425	139,472
4.2 Other fees and commission		17,728	24,823	7,145	14,578	22,220
4.3 Foreign exchange trading income/(loss)		67,598	106,748	60,392	122,406	153,064
4.4 Dividend income		-	-	-	-	-
4.5 Other income		29,051	281,966	9,590	18,741	27,935
4.6 Total Non-Interest Income		243,566	596,228	119,665	239,150	342,691
5.0 TOTAL OPERATING INCOME		622,095	1,140,779	268,992	546,587	843,437
6.0 OPERATING EXPENSES						
6.1 Loan Loss Provision		26,901	34,500	-	13,110	30,910
6.2 Staff costs		190,521	251,342	63,637	127,948	195,250
6.3 Directors' emoluments		31,795	44,175	11,488	22,927	34,265
6.4 Rentals Charges		1,504	1,945	515	1,029	1,544
6.5 Depreciation charge on property and equipment		24,453	33,087	9,686	22,039	33,167
6.6 Amortization Charge		6,754	8,867	2,487	4,976	7,512
6.7 Other operating expenses		139,718	222,522	64,901	125,159	194,982
6.8 Total Operating Expenses		421,646	596,438	150,714	317,188	497,630
7.0 Profit/(Loss) before Tax and Exceptional Items		200,449	544,341	118,278	229,399	345,807
8.0 Exceptional items		-	-	-	-	-
9.0 Profit/(Loss) after Exceptional Items		200,449	544,341	118,278	229,399	345,807
10.0 Current tax		60,135	155,466	35,483	68,820	103,742
11.0 Deferred tax		-	(14,422)	-	-	-
12.0 Profit/(Loss) after Tax and Exceptional Items		140,314	403,307	82,795	160,579	242,065
13.0 Minority Interest		-	-	-	-	-
14.0 Profit/(Loss) after tax, exceptional items and Minority Interest		140,314	403,307	82,795	160,579	242,065
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		140,314	403,307	82,795	160,579	242,065
18.0 Earnings Per Share - Basic & Diluted		5.54	15.91	3.27	6.34	9.55
19.0 Dividend Per Share - Declared		-	0.39	-	-	-
III OTHER DISCLOSURES AS AT						
		30 Sep 2022 UNAUDITED Shs. '000'	31 Dec 2022 AUDITED Shs. '000'	31 Mar 2023 UNAUDITED Shs. '000'	30 Jun 2023 UNAUDITED Shs. '000'	30 Sep 2023 UNAUDITED Shs. '000'
1.0 Non-Performing Loans and Advances						
a) Gross non-performing loans and advances		410,251	420,688	481,527	497,893	674,010
b) Less: Interest in suspense		59,497	61,910	65,841	71,344	76,207
c) Total Non-Performing Loans and Advances (a-b)		350,754	358,778	415,686	426,549	597,803
d) Less: loan loss provision		255,868	281,273	282,384	283,384	286,833
e) Net Non-Performing Loans and Advances (c-d)		94,886	77,505	133,302	143,165	310,970
f) Discounted value of Securities		94,886	77,505	133,302	143,165	310,970
g) Net NPLs Exposure (e-f)		-	-	-	-	-
2.0 Insider Loans and Advances						
a) Directors, shareholders and associates		368,999	488,566	601,219	496,650	548,642
b) Employees		150,074	158,089	159,061	138,802	144,925
c) Total Insider Loans and Advances and Other Facilities		519,073	646,655	760,280	635,452	693,567
3.0 Off-Balance Sheet Items						
a) Letters of credit, guarantees, acceptances		1,964,859	2,031,315	1,728,083	1,687,606	2,341,927
b) Forward, swaps and options		-	-	-	-	-
c) Other contingent liabilities		38,050	2,649	138,854	171,891	249,634
d) Total Contingent Liabilities		2,002,909	2,033,964	1,866,937	1,859,497	2,591,561
4.0 Capital Strength						
a) Core capital		1,380,776	1,693,030	1,731,444	1,769,186	1,809,929
b) Minimum Statutory Capital		1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
c) Excess/(Deficiency)		380,776	693,030	731,444	769,186	809,929
d) Supplementary capital		23,407	65,527	68,510	69,660	69,660
e) Total capital (a+d)		1,404,183	1,758,557	1,799,954	1,838,846	1,879,589
f) Total risk weighted assets		5,667,413	6,277,369	6,735,965	8,081,373	8,894,903
g) Core capital/total deposit liabilities		14.0%	18.2%	17.2%	17.7%	16.4%
h) Minimum Statutory Ratio		8.0%	8.0%	8.0%	8.0%	8.0%
i) Excess/(Deficiency)		6.0%	10.2%	9.2%	9.7%	8.4%
j) Core capital/total risk weighted assets		24.4%	27.0%	25.7%	21.9%	20.3%
k) Minimum Statutory Ratio		10.5%	10.5%	10.5%	10.5%	10.5%
l) Excess/(Deficiency)		13.9%	16.5%	15.2%	11.4%	9.8%
m) Total capital/total risk weighted assets		24.8%	28.0%	26.7%	22.8%	21.1%
n) Minimum Statutory Ratio		14.5%	14.5%	14.5%	14.5%	14.5%
o) Excess/(Deficiency)		10.3%	13.5%	12.2%	8.3%	6.6%
5.0 Liquidity						
a) Liquidity Ratio		55.5%	49.9%	48.1%	46.9%	48.8%
b) Minimum statutory ratio		20.0%	20.0%	20.0%	20.0%	20.0%
c) Excess/(Deficiency)		35.5%	29.9%	28.1%	26.9%	28.8%
Notes						
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 Mbank Tower, Jakaya Kikwete Road, Nairobi.						
AAK Esmail			Isaac Mwiye			
Chairman			Managing Director			