

QUARTERLY FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 30TH SEPTEMBER 2024

I STATEMENT OF FINANCIAL POSITION AS AT					
	30 SEPT 2023 UNAUDITED Shs.'000'	31 DEC 2023 AUDITED Shs.'000'	31 MARCH 2024 UNAUDITED Shs.'000'	30 JUNE 2024 UNAUDITED Shs.'000'	30 SEPT 2024 UNAUDITED Shs.'000'
A ASSETS					
1 Cash (both local and foreign)	202,945	249,942	180,407	195,890	215,514
2 Balances due from Central Bank of Kenya	1,273,968	1,680,145	1,070,302	1,177,656	1,070,022
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:					
(i) Kenya Government securities	4,341,002	4,304,250	4,343,292	4,305,117	4,345,583
(ii) Other securities	4,341,002	4,304,250	4,343,292	4,305,117	4,345,583
b) Available for sale:					
(i) Kenya Government securities	-	-	-	-	-
(ii) Other securities	-	-	-	-	-
6 Deposits and balances due from local banking institutions	197,574	4,564	3,996	3,903	585,696
7 Deposits and balances due from banking institutions abroad	741,458	1,050,218	407,522	675,784	652,535
8 Tax recoverable	22,895	92,466	70,476	101,761	82,782
9 Loans and advances to customers (net)	8,682,164	10,742,644	10,657,957	10,172,625	9,989,315
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	231,261	243,766	244,945	251,837	252,599
16 Prepaid Lease rentals	68,859	68,618	68,376	68,135	67,893
17 Intangible assets - (computer software)	32,668	37,465	39,834	43,121	41,987
18 Deferred tax asset	146,389	156,452	156,452	156,452	156,452
19 Retirement benefit asset	-	-	-	-	-
20 Other assets	190,088	217,773	203,594	187,970	214,555
21 TOTAL ASSETS	16,131,291	18,848,303	17,447,154	17,340,251	17,674,933
B LIABILITIES					
22 Balances due to Central Bank of Kenya	584,390	1,144,334	1,134,125	1,504,459	2,052,439
23 Customer deposits	11,038,612	12,479,931	11,846,754	11,583,041	11,330,843
24 Deposits and balances due to local banking institutions	703,312	1,217,988	716,896	400,000	451,565
25 Deposits and balances due to foreign banking institutions	-	-	-	-	-
26 Other money market deposits	-	-	-	-	-
27 Borrowed funds	1,532,117	1,616,864	1,324,910	1,293,231	1,256,571
28 Balances due to group companies	-	-	-	-	-
29 Tax payable	-	-	-	-	-
30 Dividends payable	-	-	-	-	-
31 Deferred tax liability	-	-	-	-	-
32 Retirement benefit liability	-	-	-	-	-
33 Other liabilities	247,419	250,416	228,679	301,261	290,278
34 TOTAL LIABILITIES	14,105,850	16,709,533	15,251,364	15,081,992	15,381,696
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	1,448,950	1,516,928	1,568,448	1,622,136	1,647,785
39 Statutory Loan Loss Reserve	69,660	105,011	110,511	119,292	138,621
40 Other Reserves	-	10,000	10,000	10,000	-
41 Proposed dividends	-	-	-	-	-
42 Capital Grants	-	-	-	-	-
43 TOTAL SHAREHOLDERS' FUNDS	2,025,441	2,138,770	2,195,790	2,258,259	2,293,237
44 Minority Interest	-	-	-	-	-
45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	16,131,291	18,848,303	17,447,154	17,340,251	17,674,933

II STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED					
	UNAUDITED Shs.'000'	AUDITED Shs.'000'	UNAUDITED Shs.'000'	UNAUDITED Shs.'000'	UNAUDITED Shs.'000'
1.0 INTEREST INCOME					
1.1 Loans and advances	780,485	1,119,641	384,559	773,227	1,162,254
1.2 Government securities	391,388	522,388	129,576	259,152	390,152
1.3 Deposits and placements with banking institutions	9,772	13,402	5,800	7,998	14,070
1.4 Other Interest Income	-	-	-	-	-
1.5 Total Interest Income	1,181,645	1,654,431	519,935	1,040,377	1,566,476
2.0 INTEREST EXPENSE					
2.1 Customer deposits	534,073	742,016	224,638	485,850	746,471
2.2 Deposits and placements from banking institutions	105,052	178,241	92,294	153,628	240,893
2.3 Other Interest expense	41,774	63,754	28,770	51,189	77,383
2.4 Total Interest Expense	680,899	984,011	345,702	690,665	1,064,747
3.0 NET INTEREST INCOME/(LOSS)	500,746	670,420	174,233	349,712	501,728
4.0 OTHER OPERATING INCOME					
4.1 Fees and commissions on loans and advances	139,472	199,524	36,466	73,616	97,708
4.2 Other fees and commission	22,220	30,222	7,417	17,833	27,700
4.3 Foreign exchange trading income/(loss)	153,064	173,773	30,243	56,548	95,550
4.4 Dividend income	-	-	-	-	-
4.5 Other Income	27,935	37,600	9,249	22,653	30,462
4.6 Total Non-Interest Income	342,691	441,119	83,375	170,650	251,420
5.0 TOTAL OPERATING INCOME	843,437	1,111,539	257,608	520,362	753,149
6.0 OPERATING EXPENSES					
6.1 Loan Loss Provision	30,910	48,971	(115)	3,730	3,880
6.2 Staff costs	195,250	269,174	67,178	143,578	224,741
6.3 Directors' emoluments	34,265	58,468	11,004	16,303	20,022
6.4 Rentals Charges	1,544	2,061	1,006	1,932	690
6.5 Depreciation charge on property and equipment	33,167	46,409	12,018	23,375	33,810
6.6 Amortization Charge	7,512	10,100	3,073	6,338	9,549
6.7 Other operating expenses	194,982	254,744	83,498	157,229	228,591
6.8 Total Operating Expenses	497,630	689,927	177,662	352,485	521,283
6.9 Profit/(Loss) before Tax and Exceptional Items	345,807	421,612	79,946	167,877	231,866
6.10 Exceptional Items	-	-	-	-	-
6.9 Profit/(Loss) after Exceptional Items	345,807	421,612	79,946	167,877	231,866
6.10 Current tax	103,742	76,281	22,007	48,388	67,384
6.11 Deferred tax	-	(10,063)	-	-	-
6.12 Profit/(loss) after Tax and Exceptional Items	242,065	355,394	57,938	119,489	164,482
6.13 Minority Interest	-	-	-	-	-
6.14 Profit/(loss) after tax, exceptional items and Minority Interest	242,065	355,394	57,938	119,489	164,482
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	-	-	-	-	-
15.6 Other Comprehensive Income for the year net of tax	242,065	355,394	57,938	119,489	164,482
17.0 Total Comprehensive Income for the year	242,065	355,394	57,938	119,489	164,482
18.0 Earnings Per Share - Basic & Diluted					
	9.55	14.02	2.29	4.72	6.49
19.0 Dividend Per Share - Declared					
	-	0.39	-	-	-

III OTHER DISCLOSURES AS AT					
	UNAUDITED Shs.'000'	AUDITED Shs.'000'	UNAUDITED Shs.'000'	UNAUDITED Shs.'000'	UNAUDITED Shs.'000'
1.0 Non-Performing Loans and Advances					
a) Gross non-performing loans and advances	674,010	2,257,400	2,494,838	2,587,936	2,743,400
b) Less: interest in suspense	76,207	187,565	270,653	411,432	554,141
c) Total Non-Performing Loans and Advances (a-b)	597,803	2,069,835	2,224,185	2,176,504	2,189,259
d) Less: loan loss provision	286,833	321,765	328,282	340,867	360,346
e) Net Non-Performing Loans and Advances (c-d)	310,970	1,748,070	1,895,893	1,835,637	1,828,913
f) Discounted value of Securities	310,970	1,748,070	2,107,899	2,158,503	2,238,430
g) Net NPLs Exposure (e-f)	-	-	-	-	-
2.0 Insider Loans and Advances					
a) Directors, shareholders and associates	548,642	633,681	633,681	672,106	683,576
b) Employees	144,925	142,225	137,878	153,939	153,165
c) Total Insider Loans and Advances and Other Facilities	693,567	775,906	771,559	826,045	836,741
3.0 Off-Balance Sheet Items					
a) Letters of credit, guarantees, acceptances	2,341,927	2,794,296	2,777,380	1,767,561	1,708,175
b) Forward, swaps and options	-	-	-	317,961	1,134,545
c) Other contingent liabilities	249,634	297,260	-	451,890	504,542
d) Total Contingent Liabilities	2,591,561	3,091,556	2,777,380	2,537,412	(69,088)
4.0 Capital Strength					
a) Core capital	1,809,929	1,998,939	2,027,456	2,049,903	2,043,070
b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
c) Excess/(Deficiency)	809,929	998,939	1,027,456	1,049,903	1,043,070
d) Supplementary capital	69,660	105,011	110,511	119,292	138,621
e) Total capital (a+d)	1,879,589	2,103,950	2,137,967	2,169,195	2,181,691
f) Total risk weighted assets	8,894,903	10,289,417	10,220,640	10,282,600	10,620,210
g) Core capital/total deposit liabilities	16.0%	16.0%	17.1%	17.0%	18.0%
h) Minimum Statutory Ratio	8.0%	8.0%	8.0%	8.0%	8.0%
i) Excess/(Deficiency)	8.4%	8.0%	9.1%	9.7%	10.0%
j) Core capital/total risk weighted assets	20.3%	19.4%	19.8%	19.9%	19.2%
k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%	10.5%
l) Excess/(Deficiency)	9.8%	8.9%	9.3%	9.4%	8.7%
m) Total capital/total risk weighted assets	21.1%	20.4%	20.9%	21.1%	20.5%
n) Minimum Statutory Ratio	14.5%	14.5%	14.5%	14.5%	14.5%
o) Excess/(Deficiency)	6.6%	5.9%	6.4%	6.6%	6.0%
5.0 Liquidity					
a) Liquidity Ratio	48.8%	38.5%	34.6%	37.6%	38.0%
b) Minimum statutory ratio	20.0%	20.0%	20.0%	20.0%	20.0%
c) Excess/(Deficiency)	28.8%	18.5%	14.6%	17.6%	18.0%

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
Chairman

Isaac Mwiye
Managing Director