



## UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES

I STATEMENT OF FINANCIAL POSITION	31-03-2017	31-12-2017	31-03-2018	II PROFIT AND LOSS ACCOUNT	31-03-2017	31-12-2017	31-03-2018	III OTHER DISCLOSURES	31-03-2017	31-12-2017	31-03-2018
	Shs 000 (Unaudited)	Shs 000 (Audited)	Shs 000 (Unaudited)		Shs 000 (Unaudited)	Shs 000 (Unaudited)	Shs 000 (Audited)		Shs 000 (Unaudited)	Shs 000 (Unaudited)	Shs 000 (Audited)
<b>A ASSETS</b>				<b>1.0 INTEREST INCOME</b>				<b>1.0 NON-PERFORMING LOANS AND ADVANCES</b>			
1 Cash ( both Local & Foreign)	319,366	419,599	294,906	1.1 Loans and advances	254,978	938,182	238,116	(a) Gross Non-performing loans and advances	853,766	1,595,247	1,547,522
2 Balances due from Central Bank of Kenya	773,896	524,657	441,737	1.2 Government securities	43,580	162,620	36,825	(b) Less: Interest in Suspense	170,899	224,141	235,645
3 Kenya Government and other securities held for dealing purposes				1.3 Deposits and placements with banking institutions	8,400	21,475	2,428	<b>(c) Total Non-Performing Loans and Advances (a-b)</b>	<b>682,867</b>	<b>1,371,106</b>	<b>1,311,877</b>
4 Financial Assets at fair value through profit and loss				1.4 Other Interest Income				(d) Less: Loan Loss Provision	394,559	503,621	521,181
5 Investment Securities:				<b>1.5 Total interest income</b>	<b>306,958</b>	<b>1,122,277</b>	<b>277,369</b>	<b>(e) Net Non-Performing Loans and Advances(c-d)</b>	<b>288,308</b>	<b>867,485</b>	<b>790,696</b>
<b>a) Held to Maturity:</b>				<b>2.0 INTEREST EXPENSE</b>				(f) Discounted Value of Securities	288,308	867,485	790,696
a. Kenya Government securities	2,111,200	1,630,439	1,630,439	2.1 Customer deposits	112,130	423,920	98,887	<b>(g) Net NPLs Exposure (e-f)</b>	-	-	-
b. Other securities				2.2 Deposits and placement from banking institutions	6,026	9,892	7,619	<b>2.0 INSIDER LOANS AND ADVANCES</b>			
<b>b) Available for sale:</b>				2.3 Other interest expenses	405	1,581	185	(a) Directors, Shareholders and Associates	766,338	742,034	664,077
a. Kenya Government securities				<b>2.4 Total interest expenses</b>	<b>118,561</b>	<b>435,393</b>	<b>106,691</b>	(b) Employees	288,118	295,915	307,644
b. Other securities				<b>3.0 NET INTEREST INCOME/(LOSS)</b>	<b>188,397</b>	<b>686,884</b>	<b>170,678</b>	<b>(c) Total Insider Loans and Advances and other facilities</b>	<b>1,054,456</b>	<b>1,037,949</b>	<b>971,721</b>
6 Deposits and balances due from local banking institutions	165,033	480,749	179,257	<b>4.0 NON-INTEREST INCOME</b>				<b>3.0 OFF-BALANCE SHEET ITEMS</b>			
7 Deposits and balances due from banking institutions abroad	10,517	20,836	54,148	4.1 Fees and commissions on loans and advances	24,797	85,158	28,778	(a) Letters of credit, guarantees, acceptances	580,130	641,799	559,244
8 Tax recoverable	37,671	6,131	6,131	4.2 Other fees and commissions	27,504	150,011	33,474	(b) Forwards, swaps and options	109,258	325,650	196,430
9 Loans and advances to customers (net)	6,481,380	6,637,482	6,740,819	4.3 Foreign exchange trading income/(Loss)	7,585	30,322	7,095	(c) Other contingent liabilities			
10 Balances due from banking institutions in the group				4.4 Dividend Income				(d) Total Contingent Liabilities	689,388	967,449	755,674
11 Investments in associates				4.5 Other income	5,429	19,673	2,383	<b>4.0 CAPITAL STRENGTH</b>			
12 Investments in subsidiary companies				<b>4.6 Total Non-interest income</b>	<b>65,315</b>	<b>285,164</b>	<b>71,730</b>	(a) Core capital	1,976,125	1,887,831	1,977,624
13 Investments in joint ventures				<b>5.0 TOTAL OPERATING INCOME</b>	<b>253,712</b>	<b>972,048</b>	<b>242,408</b>	(b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000
14 Investment properties				<b>6.0 OTHER OPERATING EXPENSES</b>				(c) Excess/(Deficiency)(a-b)	976,125	887,831	977,624
15 Property and equipment	188,191	178,258	165,315	6.1 Loan loss provision	25,112	80,248	27,460	(d) Supplementary Capital	104,852	121,774	68,314
16 Prepaid lease rentals				6.2 Staff costs	104,286	406,420	102,930	<b>(e) Total Capital (a+d)</b>	<b>2,080,976</b>	<b>2,009,605</b>	<b>2,045,938</b>
17 Intangible assets	56,635	38,370	29,872	6.3 Directors' emoluments	4,581	16,619	3,540	(f) Total risk weighted assets	9,419,263	6,662,951	9,895,291
18 Deferred tax asset	85,962	122,731	122,731	6.4 Rental charges	17,839	80,735	20,117	<b>(g) Core Capital/Total deposits Liabilities</b>	<b>24.2%</b>	<b>24.0%</b>	<b>26.1%</b>
19 Retirement benefit asset				6.5 Depreciation charge on property and equipment	20,093	53,939	23,443	(h) Minimum statutory Ratio	8.0%	8.0%	8.0%
20 Other assets	376,420	236,100	311,821	6.6 Amortisation charges	5,451	5,451		(i) Excess/(Deficiency) (g-h)	16.2%	16.0%	18.1%
<b>21 TOTAL ASSETS</b>	<b>10,606,271</b>	<b>10,295,352</b>	<b>9,977,176</b>	6.7 Other operating expenses	61,215	274,652	52,785	<b>(j) Core Capital / total risk weighted assets</b>	<b>21.0%</b>	<b>28.3%</b>	<b>20.0%</b>
<b>B LIABILITIES</b>				6.8 Total Other Operating Expenses	238,577	918,064	230,275	(k) Minimum Statutory Ratio	10.5%	10.5%	10.5%
22 Balances due to Central Bank of Kenya				<b>7.0 Profit/(Loss) Before Tax and Exceptional Items</b>	<b>15,135</b>	<b>53,984</b>	<b>12,133</b>	(l) Excess (Deficiency) (j-k)	10.5%	17.8%	9.5%
23 Customer deposits	8,157,198	7,873,819	7,573,578	8.0 Exceptional Items				<b>(m) Total Capital/total risk weighted assets</b>	<b>22.1%</b>	<b>30.2%</b>	<b>20.7%</b>
24 Deposits and balances due to local banking institutions	101,550	76,302	120,665	<b>9.0 Profit/(Loss) After Exceptional Items</b>	<b>15,135</b>	<b>53,984</b>	<b>12,133</b>	(n) Minimum statutory Ratio	14.5%	14.5%	14.5%
25 Deposits and balances due to foreign banking institutions				10.0 Current Tax	4,540	17,551	3,640	(o) Excess/(Deficiency) (m-n)	7.6%	15.7%	6.2%
26 Other money market deposits				11.0 Deferred Tax				(p) Adjusted Core Capital/Total Deposit Liabilities*			26.5%
27 Borrowed funds				<b>12.0 Profit/(Loss) After Tax and Exceptional Items</b>	<b>10,595</b>	<b>36,433</b>	<b>8,493</b>	(q) Adjusted Core Capital/Total Risk Weighted Assets*			20.3%
28 Balances due to banking institutions in the group				<b>13.0 Minority Interest</b>				(r) Adjusted Total Capital/Total Risk Weighted Assets*			21.3%
29 Tax payable				<b>14.0 Profit/(Loss) after tax, exceptional items and Minority Interest</b>	<b>10,595</b>	<b>36,433</b>	<b>8,493</b>				
30 Dividends payable				<b>15.0 Other Comprehensive Income</b>							
31 Deferred tax liability				15.1 Gains/(Losses) from transacting the financial statements of foreign operations							
32 Retirement benefit liability				15.2 Fair value changes in available for sale financial assets							
33 Other liabilities	258,979	266,880	229,109	15.3 Revaluation surplus on Property, plant and equipment							
<b>34 TOTAL LIABILITIES</b>	<b>8,517,727</b>	<b>8,217,001</b>	<b>7,923,352</b>	15.4 Share of other comprehensive income of associates							
<b>C SHAREHOLDERS' FUNDS</b>				15.5 Income tax relating to components of other comprehensive income							
35 Paid up /Assigned capital	1,000,000	1,000,000	1,000,000	<b>16.0 Other Comprehensive Income for the year net of tax</b>	-	-	-				
36 Share premium/(discount)	42,236	42,236	42,236	17.0 Total comprehensive income for the year	10,595	36,433	8,493				
37 Revaluation reserves				18.0 EARNINGS PER SHARE- BASIC & DILUTED	21.0%	36.0%	8.5%				
38 Retained earnings/Accumulated losses	941,456	914,342	943,274	<b>19.0 DIVIDEND PER SHARE -DECLARED</b>							
39 Statutory loan loss reserves	104,852	121,774	68,314								
40 Other Reserves											
41 Proposed dividends											
42 Capital grants											
<b>43 TOTAL SHAREHOLDERS' FUNDS</b>	<b>2,088,544</b>	<b>2,078,351</b>	<b>2,053,824</b>								
<b>44 Minority Interest</b>											
<b>45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS</b>	<b>10,606,271</b>	<b>10,295,352</b>	<b>9,977,176</b>								

These Financial statements are extracts from the books of the institution. The complete set of quarterly financial statements, statutory and qualitative disclosures can be accessed on the institutions website: [www.tnbl.co.ke](http://www.tnbl.co.ke)  
 They may also be accessed at the Institution's Head Office located at Transnational Plaza, City Hall Way.

Signed: **SAMMY LANG'AT** CHIEF EXECUTIVE OFFICER  
**PROF. HENRY KIPLANGAT** CHAIRMAN  
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