

UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES

I STATEMENT OF FINANCIAL POSITION	30-06-2017	31-12-2017	31-03-2018	30-06-2018	II PROFIT AND LOSS ACCOUNT	30-06-2017	31-12-2017	31-03-2018	30-06-2018	III OTHER DISCLOSURES	30-06-2017	31-12-2017	31-03-2018	30-06-2018
	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)		(Unaudited)	(Audited)	(Unaudited)	(Unaudited)		(Unaudited)	(Unaudited)	(Audited)	(Unaudited)
A ASSETS					1.0 INTEREST INCOME					1.0 NON-PERFORMING LOANS AND ADVANCES				
1 Cash (both Local & Foreign)	361,298	419,599	294,906	290,190	1.1 Loans and advances	507,310	938,182	238,116	476,942	(a) Gross Non-performing loans and advances	878,873	1,595,247	1,547,522	1,601,295
2 Balances due from Central Bank of Kenya	503,209	524,657	441,737	681,322	1.2 Government securities	84,175	162,620	36,825	74,420	(b) Less: Interest in Suspense	185,806	224,141	235,645	248,088
3 Kenya Government and other securities held for dealing purposes					1.3 Deposits and placements with banking institutions	11,537	21,475	2,428	3,963	(c) Total Non-Performing Loans and Advances (a-b)	693,067	1,371,106	1,311,877	1,353,207
4 Financial Assets at fair value through profit and loss					1.4 Other Interest Income					(d) Less: Loan Loss Provision	443,047	503,621	521,181	531,075
5 Investment Securities:					1.5 Total interest income	603,022	1,122,277	277,369	555,325	(e) Net Non-Performing Loans and Advances(c-d)	250,020	867,485	790,696	822,132
a) Held to Maturity:					2.0 INTEREST EXPENSE					(f) Discounted Value of Securities	250,020	867,485	790,696	822,132
a. Kenya Government securities	1,518,434	1,630,439	1,630,439	1,630,440	2.1 Customer deposits	211,546	423,920	98,887	200,274	(g) Net NPLs Exposure (e-f)	-	-	-	-
b. Other securities	1,518,434	1,630,439	1,630,439	1,630,440	2.2 Deposits and placement from banking institutions	13,465	9,892	7,619	15,228	2.0 INSIDER LOANS AND ADVANCES				
b) Available for sale:					2.3 Other interest expenses	1,061	1,581	185	458	(a) Directors, Shareholders and Associates	710,706	742,034	664,077	718,634
a. Kenya Government securities					2.4 Total interest expenses	226,072	435,393	106,691	215,960	(b) Employees	280,449	295,915	307,644	319,555
b. Other securities					3.0 NET INTEREST INCOME/(LOSS)	376,950	686,884	170,678	339,365	(c) Total Insider Loans and Advances and other facilities	991,155	1,037,949	971,721	1,038,189
6 Deposits and balances due from local banking institutions	136,589	480,749	179,257	98,578	4.0 NON-INTEREST INCOME					3.0 OFF-BALANCE SHEET ITEMS				
7 Deposits and balances due from banking institutions abroad	11,033	20,836	54,148	45,073	4.1 Fees and commissions on loans and advances	61,219	85,158	28,778	63,193	(a) Letters of credit, guarantees, acceptances	635,176	641,799	559,244	535,946
8 Tax recoverable	41,504	6,311	6,131	6,131	4.2 Other fees and commissions	55,230	150,011	33,474	65,945	(b) Forwards, swaps and options		325,650	196,430	126,962
9 Loans and advances to customers (net)	6,602,152	6,637,482	6,740,819	6,781,343	4.3 Foreign exchange trading income/(Loss)	15,584	30,322	7,095	6,704	(c) Other contingent liabilities				
10 Balances due from banking institutions in the group					4.4 Dividend Income					(d) Total Contingent Liabilities	635,176	967,449	755,674	662,908
11 Investments in associates					4.5 Other income	13,657	19,673	2,383	2,383	4.0 CAPITAL STRENGTH				
12 Investments in subsidiary companies					4.6 Total Non-interest income	145,690	285,164	71,730	138,225	(a) Core Capital	1,952,681	1,887,831	1,977,624	2,032,799
13 Investments in joint ventures					5.0 TOTAL OPERATING INCOME	522,640	972,048	242,408	477,590	(b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000
14 Investment properties					6.0 OTHER OPERATING EXPENSES					(c) Excess/(Deficiency)(a-b)	952,681	887,831	977,624	1,032,799
15 Property and equipment	176,311	178,258	165,315	151,015	6.1 Loan loss provision	50,675	80,248	27,460	55,663	(d) Supplementary Capital	104,852	121,774	68,314	12,455
16 Prepaid lease rentals					6.2 Staff costs	216,949	406,420	102,930	199,457	(e) Total Capital (a+d)	2,057,533	2,009,605	2,045,938	2,045,254
17 Intangible assets	56,528	38,370	29,872	21,477	6.3 Directors' emoluments	8,420	16,619	3,540	8,417	(f) Total risk weighted assets	9,308,270	6,662,951	9,895,291	9,818,463
18 Deferred tax asset	94,474	122,731	122,731	122,731	6.4 Rental charges	39,460	80,735	20,117	39,546	(g) Core Capital/Total deposits Liabilities	26.4%	24.0%	26.1%	26.5%
19 Retirement benefit asset					6.5 Depreciation charge on property and equipment	46,349	53,939	23,443	29,567	(h) Minimum statutory Ratio	8.0%	8.0%	8.0%	8.0%
20 Other assets	383,532	236,100	311,821	291,296	6.6 Amortisation charges	5,451	5,451	16,894	16,894	(i) Excess/(Deficiency) (g-h)	18.4%	16.0%	18.1%	18.5%
21 TOTAL ASSETS	9,885,064	10,295,352	9,977,176	10,119,596	6.7 Other operating expenses	124,110	274,652	52,785	117,865	(j) Core Capital / total risk weighted assets	21.0%	28.3%	20.0%	20.7%
B LIABILITIES					6.8 Total Other Operating Expenses	491,414	918,064	230,275	467,409	(k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%
22 Balances due to Central Bank of Kenya					7.0 Profit/(Loss) Before Tax and Exceptional Items	31,226	53,984	12,133	10,181	(l) Excess (Deficiency) (j-k)	10.5%	17.8%	9.5%	10.2%
23 Customer deposits	7,410,517	7,873,819	7,573,578	7,669,446	8.0 Profit/(Loss) After Exceptional Items	31,226	53,984	12,133	10,181	(m) Total Capital/total risk weighted assets	22.1%	30.2%	20.7%	20.8%
24 Deposits and balances due to local banking institutions	200,220	76,302	120,665	179,526	9.0 Current Tax	9,367	17,551	3,640	3,054	(n) Minimum statutory Ratio	14.5%	14.5%	14.5%	14.5%
25 Deposits and balances due to foreign banking institutions					10.0 Deferred Tax					(o) Excess/(Deficiency) (m-n)	7.6%	15.7%	6.2%	6.3%
26 Other money market deposits					12.0 Profit/(Loss) After Tax and Exceptional Items	21,859	36,433	8,493	7,127	(p) Adjusted Core Capital/Total Deposit Liabilities*			26.5%	28.1%
27 Borrowed funds					13.0 Minority Interest					(q) Adjusted Core Capital/Total Risk Weighted Assets*			20.3%	21.9%
28 Balances due to banking institutions in the group					14.0 Profit/(Loss) after tax, exceptional items and Minority Interest	21,859	36,433	8,493	7,127	(r) Adjusted Total Capital/Total Risk Weighted Assets*			21.3%	22.0%
29 Tax payable					15.0 Other Comprehensive Income					14 LIQUIDITY				
30 Dividends payable					15.1 Gains/(Losses) from translating the financial statements of foreign operations					14.1 (a) Liquidity Ratio	30.7%	37.1%	31.9%	32.6%
31 Deferred tax liability					15.2 Fair value changes in available for sale financial assets					14.2 (b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%
32 Retirement benefit liability					15.3 Revaluation surplus on Property, plant and equipment					14.3 (c) Excess (Deficiency) (a-b)	10.7%	17.1%	11.9%	12.6%
33 Other liabilities	201,183	266,880	229,109	228,934	15.4 Share of other comprehensive income of associates									
34 TOTAL LIABILITIES	7,811,920	8,217,001	7,923,352	8,077,906	15.5 Income tax relating to components of other comprehensive income									
C SHAREHOLDERS' FUNDS					16.0 Other Comprehensive Income for the year net of tax	-	-	-	-					
35 Paid up /Assigned capital	1,000,000	1,000,000	1,000,000	1,000,000	17.0 Total comprehensive income for the year	21,859	36,433	8,493	7,127					
36 Share premium/(discount)	42,236	42,235	42,236	42,236	18.0 EARNINGS PER SHARE- BASIC & DILUTED	22.0%	36.0%	8.5%	7.0%					
37 Revaluation reserves					19.0 DIVIDEND PER SHARE -DECLARED									
38 Retained earnings/Accumulated losses	926,056	914,342	943,274	986,999										
39 Statutory loan loss reserves	104,852	121,774	68,314	12,455										
40 Other Reserves														
41 Proposed dividends														
42 Capital grants														
43 TOTAL SHAREHOLDERS' FUNDS	2,073,144	2,078,351	2,053,824	2,041,690										
44 Minority Interest														
45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	9,885,064	10,295,352	9,977,176	10,119,596										

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

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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