

UNAUDITED RESULTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2020

The Board of Directors of Access Bank (Kenya) PLC is pleased to announce the unaudited results for the nine months ended September 30, 2020



I STATEMENT OF FINANCIAL POSITION

	30-09-2019 (Unaudited) (KES '000)	31-12-19 (Audited) (KES '000)	31-03-2020 (Unaudited) (KES '000)	30-06-2020 (Unaudited) (KES '000)	30-09-2020 (Unaudited) (KES '000)
A ASSETS					
1 Cash (both Local & Foreign)	344,430	367,584	456,533	294,799	312,797
2 Balances due from Central Bank of Kenya	747,409	442,016	562,520	856,903	474,994
3 Kenya Government and other securities held for dealing purposes					
4 Financial Assets at fair value through profit and loss		275			
5 Investment Securities:					
a) Held to Maturity:	1,422,460	1,385,989	1,607,145	2,314,046	4,027,691
a. Kenya Government securities	1,422,460	1,385,989	1,607,145	2,314,046	4,027,691
b. Other securities					
b) Available for sale:					
a. Kenya Government securities					
b. Other securities					
6 Deposits and balances due from local banking institutions	143,109	219,837	377,848	576,769	291,910
7 Deposits and balances due from banking institutions abroad	2,346	2,582	6,460	995	3,578
8 Tax recoverable	28,985	13,999	13,999	13,999	13,999
9 Loans and advances to customers (net)	6,270,018	6,123,829	5,605,544	5,236,472	4,905,790
10 Balances due from banking institutions in the group					
11 Investments in associates					
12 Investments in subsidiary companies					
13 Investments in joint ventures					
14 Investment properties					
15 Property and equipment	106,654	184,530	176,470	166,342	73,190
16 Prepaid lease rentals					
17 Intangible assets	48,786	42,926	37,225	31,549	26,039
18 Deferred tax asset	170,609	169,571	169,571	169,572	169,572
19 Retirement benefit asset					
20 Other assets	289,214	365,004	691,409	787,382	716,815
21 TOTAL ASSETS	9,574,020	9,318,142	9,704,724	10,448,828	11,016,375
B LIABILITIES					
22 Balances due to Central Bank of Kenya					
23 Customer deposits	7,275,096	7,099,687	7,307,480	8,057,650	8,697,152
24 Deposits and balances due to local banking institutions	180,000		150,000		
25 Deposits and balances due to foreign banking institutions					
26 Other money market deposits					
27 Borrowed funds					
28 Balances due to banking institutions in the group					
29 Tax payable					
30 Dividends payable					
31 Deferred tax liability					
32 Retirement benefit liability					
33 Other liabilities	213,429	400,504	431,755	625,602	541,331
34 TOTAL LIABILITIES	7,668,525	7,500,191	7,889,235	8,683,252	9,238,483
C SHAREHOLDERS' FUNDS					
35 Paid up /Assigned capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
36 Share premium/(discount)	42,236	42,236	42,236	42,235	42,236
37 Revaluation reserves					
38 Retained earnings/Accumulated losses	709,501	605,200	602,737	552,825	565,140
39 Statutory loan loss reserves	153,758	170,515	170,516	170,516	170,516
40 Other Reserves					
41 Proposed dividends					
42 Capital grants					
43 TOTAL SHAREHOLDERS' FUNDS	1,905,495	1,817,951	1,815,489	1,765,576	1,777,892
44 Minority Interest					
45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	9,574,020	9,318,142	9,704,724	10,448,828	11,016,375

II PROFIT AND LOSS ACCOUNT

	30-09-2019 (Unaudited) (KES '000)	31-12-19 (Audited) (KES '000)	31-03-2020 (Unaudited) (KES '000)	30-06-2020 (Unaudited) (KES '000)	30-09-2020 (Unaudited) (KES '000)
1.0 INTEREST INCOME					
1.1 Loans and advances	654,697	864,101	196,695	360,091	550,351
1.2 Government securities	110,966	147,995	34,235	64,508	145,169
1.3 Deposits and placements with banking institutions	4,819	5,391	2,516	9,012	15,970
1.4 Other Interest Income					
1.5 Total interest income	770,482	1,017,487	233,446	433,611	711,490
2.0 INTEREST EXPENSE					
2.1 Customer deposits	293,959	377,122	84,796	166,814	256,265
2.2 Deposits and placement from banking institutions	16,118	22,129	4,670	8,851	12,815
2.3 Other interest expenses	910	1,175	214	493	839
2.4 Total interest expenses	310,987	400,426	89,680	176,158	269,919
3.0 NET INTEREST INCOME/(LOSS)	459,495	617,061	143,766	257,453	441,571
4.0 NON-INTEREST INCOME					
4.1 Fees and commissions on loans and advances	81,937	107,407	19,137	40,000	48,735
4.2 Other fees and commissions	96,758	129,261	30,426	49,618	70,964
4.3 Foreign exchange trading income/(Loss)	14,697	19,154	12,294	19,033	31,401
4.4 Dividend Income					
4.5 Other income	19,772	19,772			
4.6 Total Non-interest income	213,164	275,594	61,857	108,651	151,100
5.0 TOTAL OPERATING INCOME	672,659	892,655	205,623	366,104	592,671
6.0 OTHER OPERATING EXPENSES					
6.1 Loan loss provision	95,030	116,556	15,393	32,348	48,246
6.2 Staff costs	275,533	388,316	89,262	176,615	273,888
6.3 Directors' emoluments	8,633	11,672	3,491	7,568	8,929
6.4 Rental charges	67,568	24,408	20,672	43,419	65,925
6.5 Depreciation charge on property and equipment	38,713	88,197	9,844	25,389	39,766
6.6 Amortisation charges	16,938	22,797	5,702	5,451	5,451
6.7 Other operating expenses	193,543	296,938	63,722	127,689	190,625
6.8 Total Other Operating Expenses	695,958	948,884	208,086	418,479	632,830
7.0 Profit/(loss) Before Tax and Exceptional Items	(23,299)	(56,229)	(2,463)	(52,375)	(40,159)
8.0 Exceptional Items					
9.0 Profit/(Loss) After Exceptional Items	(23,299)	(56,229)	(2,463)	(52,375)	(40,159)
10.0 Current Tax		27,715			
11.0 Deferred Tax					
12.0 Profit/(Loss) After Tax and Exceptional Items	(23,299)	(83,944)	(2,463)	(52,375)	(40,159)
13.0 Minority Interest					
14.0 Profit/(loss) after tax, exceptional items and Minority Interest	(23,299)	(83,944)	(2,463)	(52,375)	(40,159)
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	(23,299)	(83,944)	(2,463)	(52,375)	(40,159)
18.0 EARNINGS PER SHARE- BASIC & DILUTED	-0.1%	0.4%	0.0%	0.0%	0.0%
19.0 DIVIDEND PER SHARE -DECLARED					

III OTHER DISCLOSURE

	30-09-2019 (Unaudited) (KES '000)	31-12-19 (Audited) (KES '000)	31-03-2020 (Unaudited) (KES '000)	30-06-2020 (Unaudited) (KES '000)	30-09-2020 (Unaudited) (KES '000)
1.0 NON-PERFORMING LOANS AND ADVANCES					
(a) Gross Non-performing loans and advances	1,874,470	2,195,839	2,331,217	2,483,462	2,115,380
(b) Less: Interest in Suspense	435,220	446,342	471,149	510,131	332,334
(c) Total Non-Performing Loans and Advances (a-b)	1,439,250	1,749,497	1,860,068	1,973,331	1,783,046
(d) Less: Loan Loss Provision	724,259	742,682	764,074	803,576	231,024
(e) Net Non-Performing Loans and Advances(c-d)	714,991	1,006,815	1,095,994	1,169,755	1,552,022
(f) Discounted Value of Securities	708,184	823,865	1,092,502	1,103,793	1,513,131
(g) Net NPLs Exposure (e-f)	6,807	182,950	3,492	65,782	38,891
2.0 INSIDER LOANS AND ADVANCES					
(a) Directors, Shareholders and Associates	600,643	645,432	506,465	506,456	134,800
(b) Employees	342,780	382,008	360,745	350,887	332,131
(c) Total Insider Loans and Advances and other facilities	943,423	1,027,440	867,210	857,343	466,931
3.0 OFF-BALANCE SHEET ITEMS					
(a) Letters of credit, guarantees, acceptances	283,364	249,198	233,072	221,254	197,969
(b) Forwards, swaps and options	124,806	101,475	162,750	108,291	
(c) Other contingent liabilities		93,422			
(d) Total Contingent Liabilities	408,170	444,095	395,822	329,545	197,969
4.0 CAPITAL STRENGTH					
(a) Core capital	1,763,387	1,647,246	1,646,205	1,621,248	1,627,456
(b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
(c) Excess/(Deficiency)(a-b)	763,387	647,246	646,205	621,248	627,456
(d) Supplementary Capital	153,758	170,515	170,515	170,516	170,516
(e) Total Capital (a+d)	1,917,145	1,817,761	1,816,720	1,791,764	1,797,971
(f) Total risk weighted assets	8,877,785	9,020,366	8,696,815	8,416,794	7,740,182
(g) Core Capital/Total deposits Liabilities	23.2%	20.3%	22.5%	20.1%	18.7%
(h) Minimum statutory Ratio	8.0%	8.0%	8.0%	8.0%	8.0%
(i) Excess/(Deficiency) (g-h)	16.2%	12.3%	14.5%	12.1%	10.7%
(j) Core Capital / total risk weighted assets	19.9%	18.3%	18.9%	19.3%	21.0%
(k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%	10.5%
(l) Excess (Deficiency) (j-k)	9.4%	7.8%	8.4%	8.8%	10.5%
(m) Total Capital/total risk weighted assets	21.6%	20.2%	20.9%	21.3%	23.2%
(n) Minimum statutory Ratio	14.5%	14.5%	14.5%	14.5%	14.5%
(o) Excess/(Deficiency) (m-n)	7.1%	5.7%	6.4%	6.8%	8.7%
(p) Adjusted Core Capital/Total Deposit Liabilities*	24.2%	23.6%	22.9%	20.3%	18.7%
(q) Adjusted Core Capital/Total Risk Weighted Assets*	19.9%	18.6%	19.2%	19.4%	21.1%
(r) Adjusted Total Capital/Total Risk Weighted Assets*	21.0%	20.5%	21.1%	21.4%	24.0%
14 LIQUIDITY					
14.1 (a) Liquidity Ratio	33.3%	32.2%	38.9%	47.3%	55.3%
14.2 (b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%	20.0%
14.3 (c) Excess (Deficiency) (a-b)	13.3%	12.2%	18.9%	27.3%	35.3%

*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.

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.kenya.accessbankplc.com

They may also be accessed at the Institution's Head Office located at Transnational Plaza, City Hall Way.

Signed:
David Aluko
Country Managing DirectorSigned:
Ade Bajomo
Board Chairman