



Contract farming finance



TNB Mobile App



Asset finance



Trade finance

## UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES

I STATEMENT OF FINANCIAL POSITION						II PROFIT AND LOSS ACCOUNT						III OTHER DISCLOSURES					
	30-09-2016 (Unaudited)	31-12-16 (Audited)	30-03-2017 (Unaudited)	30-06-2017 (Unaudited)	30-09-2017 (Unaudited)		30-09-2016 (Unaudited)	31-12-16 (Audited)	31-03-2017 (Unaudited)	30-06-2017 (Unaudited)	30-09-2017 (Unaudited)		30-09-2016 (Unaudited)	31-12-16 (Audited)	31-03-2017 (Unaudited)	30-06-2017 (Unaudited)	30-09-2017 (Unaudited)
<b>A ASSETS</b>						<b>1.0 INTEREST INCOME</b>						<b>1.0 NON-PERFORMING LOANS AND ADVANCES</b>					
1 Cash ( both Local & Foreign)	236,472	319,790	319,366	361,298	354,382	1.1 Loans and advances	936,188	1,200,042	254,979	507,310	741,079	(a) Gross Non-performing loans and advances	890,694	891,374	853,766	878,873	1,141,482
2 Balances due from Central Bank of Kenya	591,426	503,568	773,896	503,209	573,374	1.2 Government securities	137,233	214,488	43,580	84,175	122,982	(b) Less: Interest in Suspense	140,062	189,078	170,899	185,806	210,715
3 Kenya Government and other securities held for dealing purposes	-	-	-	-	-	1.3 Deposits and placements with banking institutions	4,690	9,849	8,400	11,537	15,737	<b>(c) Total Non-Performing Loans and Advances (a-b)</b>	<b>750,632</b>	<b>702,296</b>	<b>682,867</b>	<b>693,067</b>	<b>930,767</b>
4 Financial Assets at fair value through profit and loss	-	-	-	-	-	1.4 Other Interest Income	-	-	-	-	-	(d) Less: Loan Loss Provision	429,845	366,021	394,559	443,047	422,946
5 Investment Securities:						<b>1.5 Total Interest Income</b>	<b>1,078,111</b>	<b>1,424,379</b>	<b>306,958</b>	<b>603,022</b>	<b>879,797</b>	(e) Net Non-Performing Loans and Advances(c-d)	<b>320,787</b>	<b>336,275</b>	<b>288,308</b>	<b>250,020</b>	<b>507,821</b>
a) Held to Maturity:						<b>2.0 INTEREST EXPENSE</b>						(f) Discounted Value of Securities	320,787	334,706	288,308	250,020	507,821
a. Kenya Government securities	1,876,411	1,932,497	2,111,200	1,518,434	1,427,333	2.1 Customer deposits	392,596	507,434	112,130	211,546	312,046	(g) Net NPLs Exposure (e-f)	-	1,569	-	-	-
b. Other securities	1,876,411	1,932,497	2,111,200	1,518,434	1,427,333	2.2 Deposits and placement from banking institutions	50,064	52,918	6,026	13,465	21,836	<b>2.0 INSIDER LOANS AND ADVANCES</b>					
b) Available for sale:						2.3 Other interest expenses	796	1,200	405	1,061	1,344	(a) Directors, Shareholders and Associates	877,758	780,026	766,338	710,706	710,434
a. Kenya Government securities	-	-	-	-	-	<b>2.4 Total interest expenses</b>	<b>443,456</b>	<b>561,552</b>	<b>118,561</b>	<b>226,072</b>	<b>335,226</b>	(b) Employees	296,545	284,688	288,118	280,449	287,905
b. Other securities	-	-	-	-	-	<b>3.0 NET INTEREST INCOME/(LOSS)</b>	<b>634,655</b>	<b>862,827</b>	<b>188,398</b>	<b>376,949</b>	<b>544,571</b>	<b>(c) Total Insider Loans and Advances and other facilities</b>	<b>1,174,303</b>	<b>1,064,714</b>	<b>1,054,456</b>	<b>991,155</b>	<b>998,339</b>
6 Deposits and balances due from local banking institutions	276,685	458,473	165,033	136,589	342,165	<b>4.0 NON-INTEREST INCOME</b>						<b>3.0 OFF-BALANCE SHEET ITEMS</b>					
7 Deposits and balances due from banking institutions abroad	4,766	6,429	10,517	11,033	1,347	4.1 Fees and commissions on loans and advances	68,217	68,217	24,797	61,219	85,158	(a) Letters of credit, guarantees, acceptances	1,005,383	695,953	580,130	553,778	455,339
8 Tax recoverable	-	33,348	37,671	41,504	41,504	4.2 Other fees and commissions	69,043	117,942	27,504	55,230	85,796	(b) Forwards, swaps and options	50,700	61,558	109,258	109,258	64,779
9 Loans and advances to customers (net)	6,784,760	6,471,250	6,481,380	6,602,152	6,640,613	4.3 Foreign exchange trading income/(Loss)	24,647	29,828	7,585	15,584	22,624	(c) Other contingent liabilities	-	-	-	-	-
10 Balances due from banking institutions in the group	-	-	-	-	-	4.4 Dividend Income	1,770	-	-	-	-	(d) Total Contingent Liabilities	1,056,083	757,511	689,388	663,036	520,118
11 Investments in associates	-	-	-	-	-	4.5 Other income	85	-	5,429	13,657	18,382	<b>4.0 CAPITAL STRENGTH</b>					
12 Investments in subsidiary companies	-	-	-	-	-	4.6 Total Non-interest income	161,992	217,757	65,314	145,689	211,961	(a) Core capital	1,966,887	1,968,557	1,976,124	1,952,681	1,953,573
13 Investments in joint ventures	-	-	-	-	-	<b>5.0 TOTAL OPERATING INCOME</b>	<b>796,647</b>	<b>1,080,584</b>	<b>253,711</b>	<b>522,639</b>	<b>756,532</b>	(b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
14 Investment properties	-	-	-	-	-	<b>6.0 OTHER OPERATING EXPENSES</b>						(c) Excess/(Deficiency) (a-b)	966,887	968,557	976,124	952,681	953,573
15 Property and equipment	180,487	168,172	188,191	176,311	189,486	6.1 Loan loss provision	32,148	96,842	25,112	50,675	64,866	(d) Supplementary Capital	104,852	104,852	104,852	104,852	104,852
16 Prepaid lease rentals	-	-	-	-	-	6.2 Staff costs	301,392	393,302	104,286	216,949	329,390	<b>(e) Total Capital (a+d)</b>	<b>2,071,739</b>	<b>2,073,409</b>	<b>2,080,976</b>	<b>2,057,533</b>	<b>2,058,425</b>
17 Intangible assets	76,208	70,525	56,635	56,528	47,687	6.3 Directors' emoluments	15,851	21,873	4,581	8,420	11,166	(f) Total risk weighted assets	10,520,858	9,973,585	9,419,263	9,308,270	9,722,395
18 Deferred tax asset	61,195	85,962	85,962	94,474	94,474	6.4 Rental charges	50,164	88,911	17,839	39,460	58,913	<b>(g) Core Capital/Total deposits Liabilities</b>	<b>26.7%</b>	<b>24.6%</b>	<b>24.2%</b>	<b>26.4%</b>	<b>25.6%</b>
19 Retirement benefit asset	-	-	-	-	-	6.5 Depreciation charge on property and equipment	65,653	90,846	20,093	46,349	69,227	(h) Minimum statutory Ratio	8.0%	8.0%	8.0%	8.0%	8.0%
20 Other assets	263,414	414,486	376,420	383,532	425,550	6.6 Amortisation charges	4,216	4,216	5,451	5,451	5,451	(i) Excess/(Deficiency) (g-h)	18.7%	16.6%	16.2%	18.4%	17.6%
<b>21 TOTAL ASSETS</b>	<b>10,351,824</b>	<b>10,464,500</b>	<b>10,606,271</b>	<b>9,885,064</b>	<b>10,137,915</b>	6.7 Other operating expenses	161,708	224,570	61,215	124,110	184,510	<b>(j) Core Capital / total risk weighted assets</b>	<b>18.7%</b>	<b>19.7%</b>	<b>21.0%</b>	<b>21.0%</b>	<b>20.1%</b>
<b>B LIABILITIES</b>						6.8 Total Other Operating Expenses	631,133	920,560	238,577	491,415	723,523	(k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%	10.5%
22 Balances due to Central Bank of Kenya	495,965	-	-	-	-	<b>7.0 Profit/(Loss) Before Tax and Exceptional Items</b>	<b>165,514</b>	<b>160,024</b>	<b>15,135</b>	<b>31,223</b>	<b>33,008</b>	(l) Excess (Deficiency) (j-k)	8.2%	9.2%	10.5%	10.5%	9.6%
23 Customer deposits	7,367,399	8,000,002	8,157,198	7,410,517	7,629,048	<b>8.0 Exceptional Items</b>	<b>165,514</b>	<b>160,024</b>	<b>15,135</b>	<b>31,223</b>	<b>33,008</b>	<b>(m) Total Capital/total risk weighted assets</b>	<b>19.7%</b>	<b>20.8%</b>	<b>22.1%</b>	<b>22.1%</b>	<b>21.2%</b>
24 Deposits and balances due to local banking institutions	101,300	102,500	101,550	200,220	203,748	10.0 Current Tax	49,654	84,173	4,540	9,367	9,903	(n) Minimum statutory Ratio	14.5%	14.5%	14.5%	14.5%	14.5%
25 Deposits and balances due to foreign banking institutions	-	-	-	-	-	11.0 Deferred Tax	(24,767)	-	-	-	-	(o) Excess/(Deficiency) (m-n)	5.2%	6.3%	7.6%	7.6%	6.7%
26 Other money market deposits	-	-	-	-	-	<b>12.0 Profit/(Loss) After Tax and Exceptional Items</b>	<b>115,860</b>	<b>100,618</b>	<b>10,594</b>	<b>21,856</b>	<b>23,106</b>	<b>14 LIQUIDITY</b>					
27 Borrowed funds	-	-	-	-	-	<b>13.0 Minority Interest</b>	<b>115,860</b>	<b>100,618</b>	<b>10,594</b>	<b>21,856</b>	<b>23,106</b>	<b>14.1</b> (a) Liquidity Ratio	31.4%	36.6%	38.0%	30.7%	31.7%
28 Balances due to banking institutions in the group	-	59,406	-	-	-	<b>14.0 Profit/(Loss) after tax, exceptional items and Minority Interest</b>	<b>115,860</b>	<b>100,618</b>	<b>10,594</b>	<b>21,856</b>	<b>23,106</b>	14.2 (b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%	20.0%
29 Tax payable	-	-	-	-	-	<b>15.0 Other Comprehensive Income</b>						14.3 (c) Excess (Deficiency) (a-b)	11.4%	16.6%	18.0%	10.7%	11.7%
30 Dividends payable	-	-	-	-	-	15.1 Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	-	-						
31 Deferred tax liability	-	-	-	-	-	15.2 Fair value changes in available for sale financial assets	-	-	-	-	-						
32 Retirement benefit liability	-	-	-	-	-	15.3 Revaluation surplus on Property, plant and equipment	-	-	-	-	-						
33 Other liabilities	232,664	229,184	258,979	201,183	230,190	15.4 Share of other comprehensive income of associates	-	-	-	-	-						
<b>34 TOTAL LIABILITIES</b>	<b>8,197,328</b>	<b>8,391,092</b>	<b>8,517,727</b>	<b>7,811,920</b>	<b>8,062,986</b>	15.5 Income tax relating to components of other comprehensive income	-	-	-	-	-						
<b>C SHAREHOLDERS' FUNDS</b>						<b>16.0 Other Comprehensive Income for the year net of tax</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>						
35 Paid up /Assigned capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	17.0 Total comprehensive income for the year	115,860	100,618	10,594	21,856	23,106						
36 Share premium/(discount)	42,236	42,236	42,236	42,236	42,236	<b>18.0 EARNINGS PER SHARE- BASIC &amp; DILUTED</b>	0.58	0.50	0.21	0.22	0.23						
37 Revaluation reserves	-	-	-	-	-	<b>19.0 DIVIDEND PER SHARE - DECLARED</b>	-	-	-	-	-						
38 Retained earnings/Accumulated losses	1,007,408	926,320	941,456	926,056	927,841												
39 Statutory loan loss reserves	104,852	104,852	104,852	104,852	104,852												
40 Other Reserves	-	-	-	-	-												
41 Proposed dividends	-	-	-	-	-												
42 Capital grants	-	-	-	-	-												
<b>43 TOTAL SHAREHOLDERS' FUNDS</b>	<b>2,154,496</b>	<b>2,073,408</b>	<b>2,088,544</b>	<b>2,073,144</b>	<b>2,074,929</b>												
44 Minority Interest	-	-	-	-	-												
<b>45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS</b>	<b>10,351,824</b>	<b>10,464,500</b>	<b>10,606,271</b>	<b>9,885,064</b>	<b>10,137,915</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

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

**DR. HENRY KIPLANGAT**  
CHAIRMAN