

| | X V LOCU II \ LIMITED | | | | |
|----------------|---|-----------------------------|-------------------------------|------------------------------|-------------------------------|
| STA | FEMENT OF | BANK AUDITED | BANK AUDITED | GROUP AUDITED | GROUP AUDITED |
| FINA | ANCIAL POSITION | DEC 2018 (KSHS'000) | DEC 2019 (KSHS'000) | DEC 2018 (KSHS'000) | DEC 2019 (KSHS'000) |
| A. | ASSETS | | | | |
| 1. 2. | Cash (both local and foreign) Balances due from central banks | 1,502,713 8,607,502 | 1,501,493 9,200,353 | 1,843,558 10,158,473 | 1,782,558 10,279,604 |
| 3. | Kenya Government and other securities held for dealing purposes | - | - | 100 | - |
| 4. 5. | Financial Assets at fair value through profit and loss (FVTPL) Investment Securities: | 13,144,378 | 13,697,717 | 13,144,378 | 13,697,717 |
| 5. | a) Held at amortised cost/ Held to Maturity | - | - | | - |
| | Kenya Government securities Other securities | 18,306,701 | 18,925,430 | 18,306,701 4,430,026 | 18,925,430 4,704,010 |
| | b) Fair value through other comprehensive income (FVOCI): | - | - | 4,430,026 | 4,704,010 |
| | a. Kenya Government securities b. Other securities | 9,514,653 4,825,263 | 10,729,628 4,941,867 | 9,514,653 4,429,195 | 10,729,728 4,691,687 |
| 6. | Deposits and Balances due from local banking Institutions | 1,892,921 | 1,123,415 | 1,892,921 | 1,123,415 |
| 7. | Deposits and Balances due from banking Institutions abroad | 28,965,362 | 39,450,265 | 29,312,689 | 39,450,265 |
| 8. 9. | Tax recoverable Loans and advances to customers (net) | 64,449 132,319,259 | - 141,543,126 | 84,281 147,623,509 | 8,927 156,768,746 |
| 10. | Balances due from banking institutions in the group | 768,111 | 354,938 | 321 | - |
| 11. 12. | Investment in associates Investment in subsidiary companies | 2,750,753 | 2,750,753 | | - |
| 13. | Investment in joint ventures | -,,,,,,,, | - | | - |
| 14. | Investment properties | 622 417 | - 2 510 551 | - 927 527 | 0.060.170 |
| 15. 16. | Property and equipment Prepaid lease rentals | 633,417 | 2,510,551 | 827,527 - | 2,863,172 |
| 17. | Intangible assets | 1,037,775 | 1,132,558 | 1,902,386 | 2,127,627 |
| 18. 19. | Deferred tax asset Retirement benefit asset | 1,950,464 | 3,125,340 | 2,219,356 | 3,386,195 |
| 20. | Other assets | 2,877,413 | 3,264,738 | 2,949,592 | 3,488,668 |
| 21. | TOTAL ASSETS | 229,161,134 | 254,252,172 | 248,639,566 | 274,027,749 |
| B . 22. | LIABILITIES Balances due to central banks | _ | | | _ |
| 23. | Customer deposits | 176,753,511 | 195,404,638 | 191,334,148 | 209,025,201 |
| 24. | Deposits and balances due to local banking institutions | 69,381 | 113,250 | 69,381 | 113,250 |
| 25. 26. | Deposits and balances due to foreign banking institutions Other money market deposits | 426,719 | 323,020 | 1,269,874 | 2,324,033 |
| 27. | Borrowed funds | 9,293,886 | 5,946,116 | 12,131,612 | 8,415,675 |
| 28. 29. | Balances due to banking institutions in the group Tax payable | 48,057 | 99,326 845,413 | 166,430 31,488 | 499,491 868,187 |
| 30. | Dividends payable | | - | - | - |
| 31. | Deferred tax liability | - | - | | - |
| 32. 33. | Retirement benefit liability Other liabilities | 4,230,990 | 4,505,274 | 4,250,043 | 4,391,856 |
| 34. | TOTAL LIABILITIES | 190,822,544 | 207,237,037 | 209,252,976 | 225,637,693 |
| C. | SHAREHOLDERS' EQUITY | 0.000.000 | 0.000.000 | 0.000.000 | 0.000.000 |
| 35. 36. | Paid up/ Assigned share capital Share premium/ (discount) | 2,980,000 5,531,267 | 2,980,000 5,531,267 | 2,980,000 5,531,267 | 2,980,000 5,531,267 |
| 37. | Revaluation reserves - (Building) | - | - | - | - |
| 38. 39. | Retained earnings/(Accumulated losses) Statutory loan loss reserves | 28,440,796 1,441,955 | 34,023,451 4,598,169 | 28,804,385 1,656,304 | 34,564,173 4,839,393 |
| 40. | Other Reserves - (AFS Portfolio) | (55,428) | (117,752) | (158,278) | (123,573) |
| 41. | Proposed dividends | 1 | - | | - |
| 42. 43. | Translation reserve TOTAL SHAREHOLDERS' EQUITY | 38,338,590 | 47,015,135 | (425,151) 38,388,527 | (448,786) 47,342,474 |
| 44. | Non controlling interest | - | - | 998,063 | 1,047,582 |
| 45. | TOTAL LIABILITIES & SHAREHOLDERS' EQUITY | 229,161,134 | 254,252,172 | 248,639,566 | 274,027,749 |
| | TEMENT OF | BANK AUDITED | BANK AUDITED | GROUP AUDITED | GROUP AUDITED |
| COV | MPREHENSIVE INCOME | DEC 2018 (KSHS'000) | DEC 2019 (KSHS'000) | DEC 2018 (KSHS'000) | DEC 2019 (KSHS'000) |
| 1. | INTEREST INCOME | | | | |
| | 1.1 Loans and advances | 16,147,964 | 17,513,573 | 17,727,941 | 19,232,792 |
| | 1.2 Government securities 1.3 Deposits and placements with banking institutions | 3,892,861 242,885 | 3,019,518 559,429 | 4,313,333 247,614 | 3,472,243 560,620 |
| | 1.4 Other interest income | 40,819 | 22,588 | 40,819 | 22,588 |
| | 1.5 Total interest income | 20,324,529 | 21,115,108 | 22,329,707 | 23,288,243 |
| 2. | INTEREST EXPENSE 2.1 Customer deposits | 7,500,855 | 8,682,835 | 8,147,609 | 9,265,228 |
| | 2.2 Deposits and placements from banking institutions | 114,355 | 109,838 | 163,546 | 193,252 |
| | 2.3 Other interest expenses 2.4 Total interest expense | 731,625 8,346,835 | 577,770 9,370,443 | 890,705 9,201,860 | 787,463 10,245,943 |
| 3. | NET INTEREST INCOME/ (LOSS) | 11,977,694 | 11,744,665 | 13,127,847 | 13,042,300 |
| 4. | OTHER OPERATING INCOME | 1 | | | |
| | 4.1 Fees and commissions on loans and advances 4.2 Other fees and commissions | 1,385,808 1,775,618 | 1,448,317 1,769,131 | 1,485,931 2,085,852 | 1,537,377 2,079,550 |
| | 4.3 Foreign exchange trading income (Loss) | 2,051,968 | 2,076,866 | 2,188,135 | 2,214,834 |
| | 4.4 Dividend income 4.5 Other income | 57,500 609,082 | 48,759 1,454,373 | 602,190 | 1,409,297 |
| | 4.6 Total non-interest income | 5,879,976 | 6,797,446 | 6,362,108 | 7,241,058 |
| 5. 6. | TOTAL OPERATING INCOME OTHER OPERATING EXPENSES | 17,857,670 | 18,542,111 | 19,489,955 | 20,283,358 |
| 0. | 6.1 Loan loss provisions | 3,415,940 | 303,783 | 3,691,665 | 587,780 |
| | 6.2 Staff costs 6.3 Directors' emoluments | 2,575,450 119,260 | 3,075,095 124,008 | 3,010,965 119,545 | 3,587,222 124,379 |
| | 6.4 Rentals charges | 671,108 | 348,768 | 748,192 | 386,099 |
| | 6.5 Depreciation charge on property and equipment 6.6 Amortisation charges | 193,337 112,423 | 512,267 173,912 | 241,561 142,567 | 591,361 213,198 |
| | 6.7 Other operating expenses 6.8 Total other Operating Expenses | 2,044,826 | 1,991,936 6,529,769 | 2,355,045 | 2,337,443 |
| 7. | PROFIT / (LOSS) BEFORE TAX AND EXCEPTIONAL ITEMS | 9,132,344 8,725,326 | 12,012,342 | 10,309,540 9,180,415 | 7,827,482 12,455,876 |
| 8. | EXCEPTIONAL ITEMS | - | - | | - |
| 9. 10. | PROFIT/ (LOSS) AFTER EXCEPTIONAL ITEMS Current tax | 8,725,326 (2,854,705) | 12,012,342 (4,421,637) | 9,180,415 (3,066,842) | 12,455,876 (4,617,822) |
| 10. | Current tax Deffered tax | (2,854,705) 468,235 | (4,421,637) 1,148,164 | (3,066,842) 522,458 | (4,617,822) 1,183,399 |
| 12. | PROFIT/ (LOSS) AFTER TAX AND EXCEPTIONAL ITEMS | 6,338,856 | 8,738,869 | 6,636,031 | 9,021,453 |
| 13. 14. | Non controlling interest PROFIT/ (LOSS) AFTER TAX, EXCEPTIONAL ITEMS AND | 6,338,856 | 8,738,869 | (83,122) 6,552,909 | (78,576) 8,942,877 |
| 15. | NON CONTROLLING INTEREST OTHER COMPREHENSIVE INCOME | | | | |
| 13. | 15.1 Gains/(Losses) from translating the financial statements | | | (148,152) | (28,760) |
| | of foreign operations 15.2 Fair value changes in financial assets at FVOCI | 266,936 | (89,035) | 109,933 | 50,163 |
| | 15.3 Revaluation surplus on property, plant and equipment 15.4 Statutory credit reserve | | - | | - |
| | 15.5 Income tax relating to components of other comprehensive income | (80,081) | 26,711 | (32,980) | (15,050) |
| 16. 17. | OTHER COMPREHENSIVE INCOME FOR THE YEAR NET OF TAX TOTAL COMPREHENSIVE INCOME FOR THE YEAR | 186,855 6,525,711 | (62,324) 8,676,545 | (71,199) 6,564,832 | 6,353 9,027,806 |
| 17. | TOTAL COMPREHENSIVE INCOME FUR THE YEAR | 0,525,/11 | 8,676,545 | 0,004,832 | 9,027,806 |

| DISCLOSURES | | Website: www.iiibalik.com | Lillart. Ilivestic | illibulik.co.kc |
|--|----|--|---------------------|---------------------|
| a) Gross Non-performing Loans and advances Less b) Interest in suspense c) Total Non- performing loans and advances (a-b) Less d) Loan loss provisions d) G. (926,116 d) 7,804,769 e) Net Non Performing Loans(c-d) d) 9,000,228 d) 9,000,228 d) 15,339,882 ess d) Loan loss provisions d) 9,000,228 d) 15,339,882 ess d) Loan loss provisions d) 9,000,228 d) 15,339,882 ess d) Loan loss provisions d) 9,000,228 d) 7,535,113 d) Discounted value of securities g) 9,000,228 d) 7,535,113 d) Net NPLs exposure (a-f) essential securities g) 9,000,228 d) 7,535,113 d) Net NPLs exposure (a-f) essential securities g) 9,000,228 d) 7,535,113 d) Net NPLs exposure (a-f) essential securities g) 9,000,228 d) 7,535,113 d) Net NPLs exposure (a-f) essential securities g) 9,000,228 d) 7,535,113 d) Net NPLs exposure (a-f) essential securities g) 9,000,228 d) 7,535,113 d) Net NPLs exposure (a-f) essential securities g) 9,000,228 d) 1,263,414 essential securities g) 3,522,392 g) 3,371,080 g) Essential securities g) 3,522,392 g) 3,371,080 g) Essential securities g) 6,963,414 essential securities g) 6,979,170,17 g) 6,955,454 g) Forwards, swaps and options g) 6,981,811 g) 6,981,812 g) Core capital fotal deposit liabilities g) 6,981,813 g) Core capital/Total deposit liabilities g) 6,081,814 g) 6,981,813 g) Core capital/Total deposit liabilities g) 6,098,818 g) 6,981,813 g) Core capital/Total risk weighted assets g) Polydiusted Core Capital/Total Risk Weighted g) Assets g) Liquidity ratio g) A4,63 | | | AUDITED DEC 2018 | AUDITED DEC 2019 |
| Less b) Interest in suspense c) Total Non- performing loans and advances (a-b) l. 5,189,051 l. 5,26,344 l. 5,339,882 Less d) Loan loss provisions e) Net Non Performing Loans(c-d) e) Net Non Performing Loans(c-d) f) Discounted value of securities g) 0,000,228 g) Net NPLs exposure (e-f) l. 1. 10,100 l. 10,100 l. 11,100 l. 11,1 | 1. | NON - PERFORMING LOANS AND ADVANCES | | |
| b) Interest in suspense | | , | 21,115,395 | 18,799,003 |
| c) Total Non- performing loans and advances (a-b) Less d) Loan loss provisions e) Net Non Performing Loans(c-d) f) Discounted value of securities g) Not NPLs exposure (e-f) log Net NPLs exposure (e-f) log Discounted value of securities g) Discounted value of securities g) Net NPLs exposure (e-f) log Net NPLs exposure (e-f) log Discounted value of securities g) Directors, shareholders and associates g) Directors, shareholders and advances g) Directors, shareholders and associates g) Directors, shareholders and advances g) Directors, shareholders and associates g) Directors, shareholders, | | | 5.189.051 | 3,459,121 |
| Less O Loan loss provisions 6,926,116 7,804,769 e) Net Non Performing Loans(c-d) 9,000,228 7,535,113 f) Discounted value of securities 9,000,228 7,535,113 g) Net NPLs exposure (e-f) | | . / | | |
| e) Net Non Performing Loans(c-d) f) Discounted value of securities g) Q000,228 g) 7,535,113 g) Net NPLs exposure (e-f) 2. INSIDER LOANS AND ADVANCES a) Directors, shareholders and associates b) Employees c) Total Insider Loans and Advances g) Legislate Loans and Advances g) Legislate Loans and Advances g) Core capital d) Total Contingent liabilities g) Total Contingent liabilities g) Minimum statutory capital g) Minimum statutory capital g) Core capital (a-d) g) Sp9,818 g) Core capital (a-d) g) Sp9,818 g) Core capital (a-d) g) Sp9,818 g) Core capital (a-d) g) Sp9,818 g) Core capital (a-d) g) Core capital (a-d | | | 10,000,000 | , |
| 1 Discounted value of securities 9,000,228 7,535,113 g) Net NPLs exposure (e-f) | | d) Loan loss provisions | 6,926,116 | 7,804,769 |
| g) Net NPLs exposure (e-f) | | e) Net Non Performing Loans(c-d) | 9,000,228 | 7,535,113 |
| 2. INSIDER LOANS AND ADVANCES a) Directors, shareholders and associates b) Employees c) Total Insider Loans and Advances 4,785,806 4,560,630 3. OFF-BALANCE SHEET ITEMS a) Letters of credit, guarantees, acceptances b) Forwards, swaps and options c) Other contingent liabilities c) Other contingent liabilities d) Total Contingent liabilities 77,471,649 7,47 | | f) Discounted value of securities | 9,000,228 | 7,535,113 |
| a) Directors, shareholders and associates b) Employees 1,263,414 1,189,550 c) Total Insider Loans and Advances 3, OFF-BALANCE SHEET ITEMS a) Letters of credit, guarantees, acceptances b) Forwards, swaps and options c) Other contingent liabilities 77,471,649 4. CAPITAL STRENGTH a) Core capital b) Minimum statutory capital 1,000,000 c) Excess/ (deficiency) d) Total risk weighted assets f) Total risk weighted assets g) Core capital/Total risk weighted assets h) Minimum statutory ratio l) Excess/ (Deficiency) (g-h) 1,000,000 1,000,000 1,000,000 1,000,000 | | g) Net NPLs exposure (e-f) | - | - |
| b) Employees | 2. | INSIDER LOANS AND ADVANCES | | |
| c) Total Insider Loans and Advances 3, OFF-BALANCE SHEET ITEMS a) Letters of credit, guarantees, acceptances b) Forwards, swaps and options c) Other contingent liabilities 1,173,417 1,605,766 d) Total Contingent liabilities 77,471,649 4. CAPITAL STRENGTH a) Core capital b) Minimum statutory capital 1,000,000 c) Excess/ (deficiency) 33,201,410 35,785,032 45,275,624 f) Total capital (a+d) 35,785,032 45,275,624 f) Total risk weighted assets 9) Core capital/Total risk weighted assets 19,899,818 20,991,453 9) Core capital/Total risk weighted assets 17,13% 18,00% 1) Excess/(Deficiency) (g-h) 11,17% 11,29% 1) Core capital/Total risk weighted assets 17,13% 18,00% 1, Excess/(Deficiency) (g-h) 1, Excess/(Defici | | a) Directors, shareholders and associates | 3,522,392 | 3,371,080 |
| 3. OFF-BALANCE SHEET ITEMS a) Letters of credit, guarantees, acceptances b) Forwards, swaps and options c) Other contingent liabilities c) Other contingent liabilities 77,471,649 77,471,419 77,471,419 77,471,419 77,471,419 77,471,419 77,471,419 77,471,419 77,471,419 77,471,4 | | b) Employees | 1,263,414 | 1,189,550 |
| a) Letters of credit, guarantees, acceptances b) Forwards, swaps and options c) Other contingent liabilities d) Total Contingent liabilities 77,471,649 52,53,031 4. CAPITAL STRENGTH a) Core capital b) Minimum statutory capital d) Supplementary capital d) Supplementary capital f) Total capital (a+d) f) Total risk weighted assets f) Minimum statutory ratio f) Core capital/Total risk weighted assets f) Minimum statutory ratio f) Core capital/Total Risk Weighted Assets f) Adjusted Core Capital/Total Risk Weighted Assets f) Adjusted Total Capital/Total Risk Weighted Assets f) Minimum statutory ratio f) Minimum statutory ratio final Capital/Total Risk Weighted Assets f) Adjusted Total Capital/Total Risk Weighted Assets f) Minimum statutory ratio final Capital/Total Risk Weighted Assets f) Adjusted Total Capital/Total Risk Weighted Assets f) Minimum statutory ratio final Capital/Total Risk Weighted Assets f) Minimum statutory ratio final Capital/Total Risk Weighted Assets f) Min | | c) Total Insider Loans and Advances | 4,785,806 | 4,560,630 |
| b) Forwards, swaps and options c) Other contingent liabilities d) Total Contingent liabilities 77,471,649 95,253,031 4. CAPITAL STRENGTH a) Core capital b) Minimum statutory capital c) Supplementary capital d) Supplementary capital f) Total risk weighted assets f) Minimum statutory ratio f) Core capital/Total risk weighted assets f) Di Excess/(Deficiency) (j-k) f) Excess/(Deficiency) (j-k) f) Di Excess/(Deficiency) (j-k) f) Di Supplementary capital f) Total risk weighted assets f) Di Core capital/Total deposit liabilities f) Di Core capital/Total risk weighted assets f) Di Core capital/Total risk weighted assets f) Di Core capital/Total risk weighted assets f) Di Supplementary capital f) Di Supplementary capital f) Di Core capital/Total risk weighted assets f) Di Supplementary capital f) Total risk weighted assets f) Di Supplementary capital f) Di Core capital/Total risk weighted assets f) Di Supplementary capital f) Di Supplementary capital f) Di Supplementary capital f) Di Supplementary capital f) Total risk weighted assets f) Di Supplementary capital f) Di Supplementar | 3. | OFF-BALANCE SHEET ITEMS | | |
| c) Other contingent liabilities 1,173,417 1,605,766 d) Total Contingent liabilities 77,471,649 95,253,031 4. CAPITAL STRENGTH a) Core capital 34,201,410 37,847,066 b) Minimum statutory capital 1,000,000 1,000,000 c) Excess/ (deficiency) 33,201,410 36,847,066 d) Supplementary capital 1,583,622 7,428,558 e) Total capital (a+d) 35,785,032 45,275,624 f) Total risk weighted assets 199,699,818 209,981,453 g) Core capital/Total deposit liabilities 19.17% 19.29% h) Minimum statutory ratio 8.00% 8.00% i) Excess/(Deficiency) (g-h) 11.17% 11.29% j) Core capital/Total risk weighted assets 17.13% 18.02% k) Minimum statutory ratio 10.50% 10.50% l) Excess/(Deficiency) (j-k) 6.63% 7.52% m) Total capital/Total risk weighted assets 17.92% 21.56% n) Minimum statutory ratio 14.50% 14.50% o) Excess /(Deficiency) (m-n) 3.42% 7.06% p) Adjusted Core Capital/Total Risk Weighted Assets* r) Adjusted Total Capital/Total Risk Weighted Assets* r) Adjusted Total Capital/Total Risk Weighted Assets* c) Adjusted Total Capital/Total Risk Weighted Assets* c) LIQUIDITY a) Liquidity ratio 44.63% 46.87% b) Minimum statutory ratio 40.00% | | a) Letters of credit, guarantees,acceptances | 37,917,017 | 36,955,454 |
| d) Total Contingent liabilities 77,471,649 95,253,031 | | b) Forwards, swaps and options | 38,381,215 | 56,691,811 |
| 4. CAPITAL STRENGTH a) Core capital b) Minimum statutory capital c) Cy Excess/ (deficiency) c) Excess/ (deficiency) d) Supplementary capital d) Supplementary capital d) Supplementary capital d) Syress (deficiency) d) Supplementary capital d) Syress (deficiency) d) Supplementary capital d) Syress (deficiency) d) Total risk weighted assets d) 1,583,622 d) 5,275,624 d) Total risk weighted assets d) 199,699,818 d) 209,981,453 d) Core capital/Total deposit liabilities d) 19,17% d) 19,29% d) Minimum statutory ratio d) Syress (Deficiency) (g-h) d) Core capital/Total risk weighted assets d) 17,13% d) 18,02% k) Minimum statutory ratio d) 10,50% d) Excess/(Deficiency) (j-k) d) G,633% d) T,52% d) Minimum statutory ratio d) Syress (Deficiency) (mn) d) Adjusted Core Capital/Total Deposit Liabilities* d) Adjusted Core Capital/Total Risk Weighted Assets* d) Adjusted Total Capital/Total Risk Weighted Assets* e) Adjusted Total Capital/Total Risk Weighted Assets* e) Adjusted Total Capital/Total Risk Weighted Assets* e) LIQUIDITY a) Liquidity ratio b) Minimum statutory ratio e) A4,63% d) 46,87% b) Minimum statutory ratio e) A4,63% e) A20,00% | | c) Other contingent liabilities | 1,173,417 | 1,605,766 |
| a) Core capital b) Minimum statutory capital c) Excess (deficiency) c) Excess (deficiency) d) Supplementary capital d) Supplementary capital d) Supplementary capital d) Supplementary capital d) Sayata, 622 e) Total capital (a+d) f) Total risk weighted assets g) Core capital/Total deposit liabilities h) Minimum statutory ratio d) Excess /(Deficiency) (g-h) d) Core capital/Total risk weighted assets k) Minimum statutory ratio f) Core capital/Total risk weighted assets h) Minimum statutory ratio f) Excess/(Deficiency) (g-h) f) By Adjusted Core Capital/Total risk weighted assets f) Sayata | | d) Total Contingent liabilities | 77,471,649 | 95,253,031 |
| b) Minimum statutory capital 1,000,000 1,000,000 c) Excess/ (deficiency) 33,201,410 36,847,066 d) Supplementary capital 1,583,622 7,428,558 e) Total capital (a+d) 35,785,032 45,275,624 f) Total risk weighted assets 199,699,818 209,981,453 g) Core capital/Total deposit liabilities 19.17% 19.29% h) Minimum statutory ratio 8.00% 8.00% i) Excess /(Deficiency) (g-h) 11.17% 11.29% j) Core capital/Total risk weighted assets 17.13% 18.02% k) Minimum statutory ratio 10.50% 10.50% i) Excess /(Deficiency) (j-k) 6.63% 7.52% m) Total capital/Total risk weighted assets 17.92% 21.56% n) Minimum statutory ratio 14.50% 14.50% 14.50% o) Excess /(Deficiency) (m-n) 3.42% 7.06% p) Adjusted Core Capital/Total Deposit Liabilities* 20.01% 19.02% 19.00% 19.02% 19.00% 19.00% 19.00% 19.00% 19.00% 19.00% 19.00% | 4. | CAPITAL STRENGTH | | |
| c) Excess/ (deficiency) d) Supplementary capital d) Supplementary capital 1,583,622 7,428,558 e) Total capital (a+d) 35,785,032 45,275,624 f) Total risk weighted assets g) Core capital/Total deposit liabilities h) Minimum statutory ratio 8.00% 8.00% 8.00% i) Excess /(Deficiency) (g-h) 11.17% 11.29% j) Core capital/Total risk weighted assets k) Minimum statutory ratio 10,50% i) Excess/(Deficiency) (j-k) m) Total capital/Total risk weighted assets 7.52% m) Total capital/Total risk weighted assets n) Minimum statutory ratio 11.50% 12.56% n) Minimum statutory ratio 12.56% n) Minimum statutory ratio 13.42% 7.66% p) Adjusted Core Capital/Total Pisk Weighted Assets* 17.89% 17.89% 17.76% Assets* 5. LIQUIDITY a) Liquidity ratio b) Minimum statutory ratio 44.63% 46.87% b) Minimum statutory ratio 20.00% | | a) Core capital | 34,201,410 | 37,847,066 |
| d) Supplementary capital 1,583,622 7,428,558 e) Total capital (a+d) 35,785,032 45,275,624 f) Total risk weighted assets 199,699,818 209,981,453 g) Core capital/Total deposit liabilities 8.00% 8.00% 8.00% i) Excess /(Deficiency) (g-h) 11.17% 11.29% j) Core capital/Total risk weighted assets 17.13% 18.02% k) Minimum statutory ratio 10.50% 10.50% 10.50% i) Excess /(Deficiency) (j-k) 6.63% 7.52% m) Total capital/Total risk weighted assets 17.19% 10.50% 10.50% i) Excess /(Deficiency) (j-k) 6.63% 7.52% m) Total capital/Total risk weighted assets 17.92% 21.56% n) Minimum statutory ratio 14.50% 14.50% o) Excess /(Deficiency) (m-n) 3.42% 7.06% p) Adjusted Core Capital/Total Deposit 12.011% 19.02% c) Adjusted Core Capital/Total Risk Weighted Assets* r) Adjusted Total Capital/Total Risk Weighted 18.68% 21.30% Assets* 5. LIQUIDITY a) Liquidity ratio 44.63% 46.87% b) Minimum statutory ratio 20.00% | | b) Minimum statutory capital | 1,000,000 | 1,000,000 |
| e) Total capital (a+d) f) Total risk weighted assets g) Core capital/Total deposit liabilities h) Minimum statutory ratio i) Core capital/Total risk weighted assets j) Core capital/Total risk weighted assets h) Minimum statutory ratio i) Core capital/Total risk weighted assets k) Minimum statutory ratio i) Excess /(Deficiency) (j-k) i) Excess/(Deficiency) (j-k) i) Adjusted Core Capital/Total risk weighted assets i) T.92% i) Adjusted Core Capital/Total Deposit Liabilities* g) Adjusted Core Capital/Total Risk Weighted Assets r) Adjusted Total Capital/Total Risk Weighted Assets* 5. LIQUIDITY a) Liquidity ratio b) Minimum statutory ratio 44.63% 46.87% b) Minimum statutory ratio 20.00% | | c) Excess/ (deficiency) | 33,201,410 | 36,847,066 |
| 1) Total risk weighted assets g) Core capital/Total deposit liabilities h) Minimum statutory ratio 8.00% 8.00% 8.00% 1) Excess /(Deficiency) (g-h) 11.17% 11.29% k) Minimum statutory ratio 10.50% 10.50% 11.50% 10.50% 10.50% 11.50% 10. | | d) Supplementary capital | 1,583,622 | 7,428,558 |
| g) Core capital/Total deposit liabilities h) Minimum statutory ratio 8.00% 8.00% 8.00% 1) Excess /(Deficiency) (g-h) 11.17% 11.29% j) Core capital/Total risk weighted assets k) Minimum statutory ratio 10.50% 1) Excess/(Deficiency) (j-k) 6.63% 7.52% m) Total capital/Total risk weighted assets 17.92% 17.92% 17.92% 17.92% 21.56% n) Minimum statutory ratio 21.56% 14.50% 14.50% 21.56% 19.Adjusted Core Capital/Total Deposit Liabilities* 20.01% 20.01% 17.76% Assets* 17.89% 17.76% 17.89% 17.76% 18.68% 21.30% 18.68% 21.30% 18.68% 21.30% 18.68% 21.30% 18.68% 21.00% 19.02% 20.00% 20.00% | | | , , | |
| h) Minimum statutory ratio 8.00% 8.00% 1) Excess /(Deficiency) (g-h) 11.17% 11.29% 1) Core capital/Total risk weighted assets k) Minimum statutory ratio 10.50% 1) Excess/(Deficiency) (j-k) 6.63% 7.52% m) Total capital/Total risk weighted assets 17.92% 21.56% n) Minimum statutory ratio 14.50% 14.50% O) Excess /(Deficiency) (m-n) 3.42% 7.06% p) Adjusted Core Capital/Total Deposit Liabilities* 20.01% 17.76% Assets* 17.89% 17.76% 18.68% 21.30% 5. LIQUIDITY a) Liquidity ratio b) Minimum statutory ratio 44.63% 46.87% b) Minimum statutory ratio 20.00% | | f) Total risk weighted assets | 199,699,818 | 209,981,453 |
| 1) Excess /(Deficiency) (g-h) 1) Core capital/Total risk weighted assets k) Minimum statutory ratio 10.50% | | | 19.17% | |
| j) Core capital/Total risk weighted assets k) Minimum statutory ratio 10.50% 10 | | | | |
| k) Minimum statutory ratio 10.50% 1) Excess/(Deficiency) (j-k) m) Total capital/Total risk weighted assets 17.92% 21.56% n) Minimum statutory ratio 21.56% 14.50% 21.56% 14.50% 21.56% 14.50% 21.56% 21.56% 21.56% 21.56% 21.56% 21.56% 21.56% 21.56% 21.56% 21.50% 21.50% 22.50% 22.50% 23.42% 20.01% 20.01% 20.01% 20.01% 20.00% 21.30% 21.30% 21.30% 21.30% 21.30% 22.00% 20.00% | | 7 | | |
| 1) Excess/(Deficiency) (j-k) 6.63% 7.52% | | | | |
| m) Total capital/Total risk weighted assets n) Minimum statutory ratio 14.50% 14.50% 14.50% 14.50% 21.56% n) Minimum statutory ratio 14.50% 14.50% 20.01% p) Adjusted Core Capital/Total Deposit Liabilities* 20.01% 19.02% 4) Adjusted Core Capital/Total Risk Weighted Assets* 17.89% 17.76% 18.68% 21.30% 21.30% 21.30% 22.00% 20.00% | | | | |
| n) Minimum statutory ratio 14.50% 14.50% 20 Excess /(Deficiency) (m-n) 20.01% 19.02% 20.01% 20.01% 19.02% 20.01% 17.76% 17.76% 17.89% 17.76% 18.68% 21.30% 21.30% 21.30% 21.30% 21.30% 22.00% 20.00% | | | | |
| o) Excess /(Deficiency) (m-n) 3.42% 7.06% p) Adjusted Core Capital/Total Deposit Liabilities* 20.01% 19.02% q) Adjusted Core Capital/Total Risk Weighted Assets* 17.76% 17.76% r) Adjusted Total Capital/Total Risk Weighted Assets* 18.68% 21.30% 5. LIQUIDITY a) Liquidity ratio b) Minimum statutory ratio 44.63% 46.87% 20.00% 46.87% 20.00% | | , , , | | |
| p) Adjusted Core Capital/Total Deposit Liabilities* q) Adjusted Core Capital/Total Risk Weighted Assets* r) Adjusted Total Capital/Total Risk Weighted Assets* 5. LIQUIDITY a) Liquidity ratio b) Minimum statutory ratio 20.01% 19.02% 17.76% 17.89% 17.76% 18.68% 21.30% 21.30% 21.30% 22.00% | | | | |
| Liabilities* 20.01% 19.02% | | | 3.42% | 7.06% |
| Assets* 17.89% 17.76% r) Adjusted Total Capital/Total Risk Weighted Assets* 18.68% 21.30% 5. LIQUIDITY a) Liquidity ratio 44.63% 46.87% b) Minimum statutory ratio 20.00% 20.00% | | Liabilities* | 20.01% | 19.02% |
| Assets* 18.68% 21.30% 5. LIQUIDITY a) Liquidity ratio 44.63% 46.87% b) Minimum statutory ratio 20.00% 20.00% | | Assets* | 17.89% | 17.76% |
| a) Liquidity ratio 44.63% 46.87% b) Minimum statutory ratio 20.00% 20.00% | | Assets* | 18.68% | 21.30% |
| b) Minimum statutory ratio 20.00% 20.00% | 5. | | | |
| | | | | |
| c) Excess /(Deficiency) (a-b) 24.63% 26.87% | | | | |
| | | c) Excess /(Deficiency) (a-b) | 24.63% | 26.87% |

*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

MESSAGE FROM THE DIRECTORS

The above are extracts from the Bank's financial statements. The financial statements have been audited by KPMG Kenya and have received unqualified opinion.

The Group's financial statements as at 31 December 2019 includes I&M Bank (T) Limited, I&M Insurance Agency Limited and Youjays Insurance Brokers Limited.

These statements can be accessed on the institution's website www.imbank.com as well as at the registered office at I&M Bank House, 2nd Ngong Avenue, Nairobi.

The financial statements were approved by the Board of Directors on 19 March 2020 and signed on its behalf by:

S B R Shah Chairman

Kihara Maina
Chief Executive Officer

