

# The Board of Directors of I&M Holdings PLC is pleased to announce unaudited consolidated results for the period ended 30 June 2019

	COMPANY				GROUP			
	UNAUDITED JUN 2018 (KSHS'000)	AUDITED DEC 2018 (KSHS'000)	UNAUDITED MAR 2019 (KSHS'000)	UNAUDITED JUN 2019 (KSHS'000)	UNAUDITED JUN 2018 (KSHS'000)	AUDITED DEC 2018 (KSHS'000)	UNAUDITED MAR 2019 (KSHS'000)	UNAUDITED JUN 2019 (KSHS'000)
<b>A ASSETS</b>								
01. Cash (both local and foreign)	-	-	-	-	2,063,985	2,409,004	2,251,722	3,143,220
02. Balances due from central banks	-	-	-	-	10,817,739	12,458,135	17,132,942	16,999,221
03. Kenya Government and other securities held for dealing purposes	-	-	-	-	-	-	-	-
04. Financial Assets at Fair Value Through Profit or Loss [FVTPL]	-	-	-	-	10,233,670	13,145,126	13,132,072	9,098,293
05. Investment securities:								
a) Held at amortised cost:								
a. Kenya Government securities	-	-	-	-	17,083,774	18,306,701	21,471,173	22,228,552
b. Other securities	-	-	-	-	10,983,087	9,851,400	9,148,032	10,484,834
b) Fair Value through Other Comprehensive Income [FVOCI]:								
a. Kenya Government securities	105,438	133,223	137,295	337,279	6,849,935	9,647,876	10,144,499	11,215,300
b. Other securities	-	-	-	-	1,214,491	1,205,495	1,606,401	2,486,706
06. Deposits and balances due from local banking institutions	-	-	-	-	1,223,166	1,892,921	1,142,853	1,039,819
07. Deposits and balances due from banking institutions abroad	-	-	-	-	38,556,538	31,782,272	31,794,231	42,927,804
08. Tax recoverable	5,206	6,347	6,291	3,488	929,455	126,609	57,411	524,676
09. Loans and advances to customers (net)	-	-	-	-	162,823,320	166,736,729	168,936,685	172,163,870
10. Balances due from banking institutions in the Group	-	-	-	-	-	-	-	-
11. Investment in associates	-	-	-	-	-	-	-	-
12. Investment in subsidiary companies	23,790,896	25,662,294	25,662,294	25,662,294	-	-	-	-
13. Investment in joint ventures	1,679,971	1,679,971	1,679,971	1,679,971	4,452,304	4,535,205	4,714,233	4,833,842
14. Investment properties	-	-	-	-	-	-	-	-
15. Property and equipment	-	-	-	-	5,948,982	6,724,561	7,783,791	8,428,171
16. Prepaid lease rentals	-	-	-	-	256,105	246,271	241,535	235,618
17. Intangible assets	-	-	-	-	4,146,180	4,872,194	4,995,471	4,888,511
18. Deferred tax asset	-	-	-	-	1,073,662	1,929,345	1,932,553	1,952,072
19. Retirement benefit asset	-	-	-	-	-	-	-	-
20. Other assets	328,731	1,649,014	1,643,730	73,273	4,413,770	2,652,205	3,138,590	4,403,184
<b>21. TOTAL ASSETS</b>	<b>25,910,242</b>	<b>29,130,849</b>	<b>29,129,581</b>	<b>27,756,305</b>	<b>283,070,163</b>	<b>288,522,049</b>	<b>299,624,194</b>	<b>317,053,693</b>
<b>B LIABILITIES</b>								
22. Balances due to central banks	-	-	-	-	-	-	-	-
23. Customer deposits	-	-	-	-	210,897,814	213,139,370	221,169,203	237,242,298
24. Deposits and balances due to local banking institutions	-	-	-	-	119,071	69,381	161,407	113,093
25. Deposits and balances due to foreign banking institutions	-	-	-	-	7,302,827	5,577,720	7,242,524	7,530,017
26. Other money market deposits	-	-	-	-	-	-	-	-
27. Borrowed funds	-	-	-	-	11,886,768	13,755,684	10,583,951	10,138,731
28. Balances due to banking institutions in the Group	-	-	-	-	-	-	-	-
29. Tax payable	-	-	-	-	225,649	130,130	833,098	135,513
30. Dividends payable	-	-	-	-	-	-	-	-
31. Deferred tax liability	-	-	-	-	-	-	-	-
32. Retirement benefit liability	-	-	-	-	-	-	-	-
33. Other liabilities	256,196	3,569,262	3,566,071	1,988,403	4,823,528	4,975,316	6,463,128	6,459,562
<b>34. TOTAL LIABILITIES</b>	<b>256,196</b>	<b>3,569,262</b>	<b>3,566,071</b>	<b>1,988,403</b>	<b>235,255,657</b>	<b>237,647,601</b>	<b>246,453,311</b>	<b>261,619,214</b>
<b>C SHAREHOLDERS' EQUITY</b>								
35. Paid up/Assigned share capital	413,405	413,405	413,405	413,405	413,405	413,405	413,405	413,405
36. Share premium/[discount]	18,805,359	18,805,359	18,805,359	18,805,359	18,805,359	18,805,359	18,805,359	18,805,359
37. Revaluation reserves - (Buildings)	-	-	-	-	800,051	820,277	820,277	820,277
38. Retained earnings/[Accumulated losses]	6,435,282	6,339,846	6,339,977	6,539,417	24,805,733	26,931,401	29,279,609	30,525,741
39. Statutory loan loss reserves	-	-	-	-	1,290,214	2,190,131	2,160,305	2,958,459
40. Other reserves	-	2,977	4,769	9,721	[261,271]	[525,186]	[309,668]	[176,972]
41. Proposed dividends	-	-	-	-	-	-	-	-
42. Translation reserve	-	-	-	-	[768,551]	[766,356]	[1,041,025]	[969,423]
<b>43. TOTAL SHAREHOLDERS' EQUITY</b>	<b>25,654,046</b>	<b>25,561,587</b>	<b>25,563,510</b>	<b>25,767,902</b>	<b>45,084,940</b>	<b>47,869,031</b>	<b>50,128,262</b>	<b>52,376,846</b>
44. Non-controlling interest	-	-	-	-	2,729,566	3,005,417	3,042,621	3,057,633
<b>45. TOTAL LIABILITIES &amp; SHAREHOLDERS' EQUITY</b>	<b>25,910,242</b>	<b>29,130,849</b>	<b>29,129,581</b>	<b>27,756,305</b>	<b>283,070,163</b>	<b>288,522,049</b>	<b>299,624,194</b>	<b>317,053,693</b>

	GROUP			
	UNAUDITED JUN 2018 (KSHS'000)	AUDITED DEC 2018 (KSHS'000)	UNAUDITED MAR 2019 (KSHS'000)	UNAUDITED JUN 2019 (KSHS'000)
<b>01. NON-PERFORMING LOANS AND ADVANCES</b>				
a) Gross Non-performing Loans and advances	22,356,930	23,831,914	23,736,772	24,398,524
<b>Less</b>				
b) Interest in suspense	4,118,385	5,437,953	6,572,701	6,910,275
<b>c) Total Non-performing loans and advances (a-b)</b>	<b>18,238,545</b>	<b>18,393,961</b>	<b>17,164,071</b>	<b>17,488,249</b>
<b>Less</b>				
d) Loan loss provisions	5,581,516	8,016,530	7,053,718	8,323,320
<b>e) Net Non Performing Loans (c-d)</b>	<b>12,657,029</b>	<b>10,377,431</b>	<b>10,110,353</b>	<b>9,164,929</b>
f) Discounted value of securities	12,657,029	10,377,431	10,110,353	9,164,929
<b>g) Net NPLs exposure (e-f)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>02. INSIDER LOANS AND ADVANCES</b>				
a) Directors, shareholders and associates	3,479,336	3,576,789	4,100,015	3,765,140
b) Employees	1,751,164	1,843,183	1,735,771	1,716,265
<b>c) Total Insider Loans and Advances</b>	<b>5,230,500</b>	<b>5,419,972</b>	<b>5,835,786</b>	<b>5,481,405</b>
<b>03. OFF-BALANCE SHEET ITEMS</b>				
a) Letters of Credit, Guarantees, Acceptances	43,306,336	43,320,098	46,949,160	45,247,571
b) Forwards, swaps and options	27,662,289	39,167,772	47,563,695	54,657,101
c) Other contingent liabilities	4,208,213	3,143,059	2,667,511	5,271,559
<b>d) Total Contingent liabilities</b>	<b>75,176,838</b>	<b>85,630,929</b>	<b>97,180,366</b>	<b>105,176,231</b>
<b>04. CAPITAL STRENGTH</b>				
a) Core capital	42,845,190	45,548,005	46,503,301	47,076,054
b) Minimum statutory capital	1,000,000	1,000,000	1,000,000	1,000,000
<b>c) Excess/ (deficiency)</b>	<b>41,845,190</b>	<b>44,548,005</b>	<b>45,503,301</b>	<b>46,076,054</b>
d) Supplementary capital	4,562,481	6,180,530	6,868,951	6,750,360
<b>e) Total capital (a+d)</b>	<b>47,407,671</b>	<b>51,728,535</b>	<b>53,372,252</b>	<b>53,826,414</b>
<b>f) Total risk weighted assets</b>	<b>259,935,358</b>	<b>283,777,893</b>	<b>286,087,075</b>	<b>292,459,116</b>
g) Core capital/ Total deposit liabilities	20.32%	21.37%	21.03%	19.84%
h) Minimum statutory ratio	8.00%	8.00%	8.00%	8.00%
<b>i) Excess/ (Deficiency) (g-h)</b>	<b>12.32%</b>	<b>13.37%</b>	<b>13.03%</b>	<b>11.84%</b>
j) Core capital/ Total risk weighted assets	16.48%	16.05%	16.25%	16.10%
k) Minimum statutory ratio	10.50%	10.50%	10.50%	10.50%
<b>l) Excess/ (Deficiency) (j-k)</b>	<b>5.98%</b>	<b>5.55%</b>	<b>5.75%</b>	<b>5.60%</b>
m) Total capital/ Total risk weighted assets	18.24%	18.23%	18.66%	18.40%
n) Minimum statutory ratio	14.50%	14.50%	14.50%	14.50%
<b>o) Excess/ (Deficiency) (m-n)</b>	<b>3.74%</b>	<b>3.73%</b>	<b>4.16%</b>	<b>3.90%</b>
p) Adjusted Core Capital/ Total Deposit Liabilities*	20.38%	22.08%	20.60%	20.10%
q) Adjusted Core Capital/ Total Risk Weighted Assets*	16.53%	16.58%	16.46%	16.30%
r) Adjusted Total Capital/ Total Risk Weighted Assets*	18.63%	18.76%	18.86%	18.61%
<b>05. LIQUIDITY</b>				
a) Liquidity ratio	45.47%	46.99%	46.54%	48.77%
b) Minimum statutory ratio	20.00%	20.00%	20.00%	20.00%
<b>c) Excess/ (Deficiency) (a-b)</b>	<b>25.47%</b>	<b>26.99%</b>	<b>26.54%</b>	<b>28.77%</b>

\*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.

	COMPANY				GROUP			
	UNAUDITED JUN 2018 (KSHS'000)	AUDITED DEC 2018 (KSHS'000)	UNAUDITED MAR 2019 (KSHS'000)	UNAUDITED JUN 2019 (KSHS'000)	UNAUDITED JUN 2018 (KSHS'000)	AUDITED DEC 2018 (KSHS'000)	UNAUDITED MAR 2019 (KSHS'000)	UNAUDITED JUN 2019 (KSHS'000)
<b>01. INTEREST INCOME</b>								
1.1 Loans and advances	-	-	-	-	8,965,178	20,673,770	4,955,469	10,249,530
1.2 Government securities	13,071	18,339	3,906	8,735	2,623,253	4,964,391	1,030,816	2,130,253
1.3 Deposits and placements with banking institutions	13,368	16,102	-	13,990	45,678	319,888	122,422	284,031
1.4 Other interest income	-	-	-	-	20,240	40,819	10,064	20,240
<b>1.5 Total interest income</b>	<b>26,439</b>	<b>34,441</b>	<b>3,906</b>	<b>22,725</b>	<b>11,654,349</b>	<b>25,998,868</b>	<b>6,118,771</b>	<b>12,684,054</b>
<b>02. INTEREST EXPENSE</b>								
2.1 Customer deposits	-	-	-	-	4,195,515	8,800,765	2,408,277	5,096,050
2.2 Deposits and placements from banking institutions	-	-	-	-	112,524	584,664	107,525	108,875
2.3 Other interest expenses	-	-	-	-	480,547	1,019,257	261,076	461,471
<b>2.4 Total interest expense</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,788,586</b>	<b>10,404,686</b>	<b>2,776,878</b>	<b>5,666,396</b>
<b>03. NET INTEREST INCOME/(LOSS)</b>	<b>26,439</b>	<b>34,441</b>	<b>3,906</b>	<b>22,725</b>	<b>6,865,763</b>	<b>15,594,182</b>	<b>3,341,893</b>	<b>7,017,658</b>
<b>04. OTHER OPERATING INCOME</b>								
4.1 Fees and commissions on loans and advances	-	-	-	-	790,206	1,777,524	388,926	890,874
4.2 Other fees and commissions	-	-	-	-	1,207,400	2,158,568	602,454	1,226,872
4.3 Foreign exchange trading income/[Loss]	-	-	-	-	1,242,898	2,567,418	645,255	1,290,496
4.4 Dividend income	1,423,238	2,875,332	-	196,340	-	-	-	-
4.5 Other income	238	857	-	-	479,551	1,093,831	427,421	1,128,089
<b>4.6 Total non-interest income</b>	<b>1,423,476</b>	<b>2,876,189</b>	<b>-</b>	<b>196,340</b>	<b>3,720,055</b>	<b>7,597,341</b>	<b>2,064,056</b>	<b>4,536,331</b>
<b>05. TOTAL OPERATING INCOME</b>	<b>1,449,915</b>	<b>2,910,630</b>	<b>3,906</b>	<b>219,065</b>	<b>10,585,818</b>	<b>23,191,523</b>	<b>5,405,949</b>	<b>11,553,989</b>
<b>06. OTHER OPERATING EXPENSES</b>								
6.1 Loan loss provisions	-	-	-	-	1,412,034	3,807,345	199,417	1,108,719
6.2 Staff costs	-	-	-	-	2,048,983	4,051,835	1,124,908	2,326,143
6.3 Directors' emoluments	-	-	-	-	30,150	57,041	14,260	28,521
6.4 Rentals charges	-	-	-	-	364,501	748,058	150,578	383,325
6.5 Depreciation charge on property and equipment	11	11						