

19. DIVIDEND PER SHARE - PROPOSED (KSHS)

## The Board of Directors of I&M Holdings PLC is pleased to announce unaudited results of the Group for the period ended 30 June 2020

| STAT       | EMENT OF FINANCIAL POSITION   |                                     | СОМ                               | PANY                                |                                     | GROUP                               |                                   |                                     | ]                                   |   |
|------------|---|-------------------------------------|-----------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|-----------------------------------|-------------------------------------|-------------------------------------|---|
|            |   | UNAUDITED<br>JUN 2019<br>(KSHS'000) | AUDITED<br>DEC 2019<br>(KSHS'000) | UNAUDITED<br>MAR 2020<br>(KSHS'000) | UNAUDITED<br>JUN 2020<br>(KSHS'000) | UNAUDITED<br>JUN 2019<br>(KSHS'000) | AUDITED<br>DEC 2019<br>(KSHS'000) | UNAUDITED<br>MAR 2020<br>(KSHS'000) | UNAUDITED<br>JUN 2020<br>(KSHS'000) |   |
| Α          | ASSETS  |                                     |                                   |                                     |                                     |                                     |                                   |                                     |                                     | ı |
| 01.        | Cash (both local and foreign)   | -                                   | -                                 | -                                   | -                                   | 3,143,220                           | 2,361,064                         | 2,901,161                           | 3,256,534                           | ı |
| 02.        | Balances due from central banks   | -                                   | -                                 | -                                   | -                                   | 16,999,221                          | 13,024,765                        | 16,092,625                          | 15,811,334                          | ı |
| 03.        | Kenya Government and other securities   |                                     |                                   |                                     |                                     |                                     |                                   |                                     |                                     | L |
|            | held for dealing purposes   | -                                   | -                                 | -                                   | -                                   | -                                   | -                                 | -                                   | -                                   | ı |
| 04.        | Financial Assets at Fair Value Through Profit or Loss [FVTPL]   | -                                   | -                                 | -                                   | -                                   | 9,098,293                           | 13,744,048                        | 11,633,652                          | 16,871,845                          | ı |
| 05.        | Investment securities:  | -                                   | -                                 | -                                   | -                                   | -                                   | _                                 | -                                   | -                                   | ı |
|            | a) Held at amortised cost:  | -                                   | -                                 | -                                   | -                                   | -                                   | -                                 | -                                   | -                                   | ı |
|            | a. Kenya Government securities  | -                                   | -                                 | -                                   | -                                   | 22,228,552                          | 18,925,430                        | 18,909,448                          | 28,470,097                          | L |
|            | b. Other securities   | -                                   | -                                 | -                                   | -                                   | 10,484,834                          | 8,145,589                         | 8,792,556                           | 8,901,796                           | ı |
|            | b) Fair Value through Other Comprehensive Income [FVOCI]:   | 337,279                             | 27,679                            | 26,508                              | 27,609                              | 11,215,300                          | 10,757,407                        | 12,023,683                          | 14,814,896                          | L |
|            | Kenya Government securities     b. Other securities   | 337,219                             | 27,079                            | 20,308                              | 27,609                              | 2,486,706                           | 2,351,791                         | 2,693,102                           | 3,179,619                           | L |
| 06.        | Deposits and balances due from local banking institutions   | -                                   | -                                 | -                                   | -                                   | 1,039,819                           | 1,123,415                         | 1,254,708                           | 1,376,590                           | L |
| 07.        | Deposits and balances due from banking institutions   |                                     | -                                 | -                                   | -                                   | 1,037,017                           | 1,123,413                         | 1,234,700                           | 1,370,370                           | ı |
| 07.        | institutions abroad   | _                                   | _                                 | _                                   | _                                   | 42,927,804                          | 42,538,989                        | 51,612,713                          | 33,869,014                          | L |
| 08.        | Tax recoverable   | 3,488                               | 5,253                             | 4,826                               | _                                   | 524,676                             | 37,819                            | 19,156                              | 1,492,656                           | ı |
| 09.        | Loans and advances to customers (net)   |                                     | -                                 | -                                   | _                                   | 172,163,870                         | 175,329,426                       | 182,881,841                         | 184,564,775                         | L |
| 10.        | Balances due from banking institutions in the Group   | -                                   | -                                 | -                                   | -                                   | -                                   | -                                 |                                     |                                     | ı |
| 11.        | Investment in associates  | -                                   | -                                 | -                                   | -                                   | -                                   | -                                 | -                                   | -                                   | ı |
| 12.        | Investment in subsidiary companies  | 25,662,294                          | 25,662,294                        | 25,662,294                          | 25,662,294                          | -                                   | -                                 | -                                   | -                                   | L |
| 13.        | Investment in joint ventures  | 1,679,971                           | 2,110,591                         | 2,110,591                           | 2,515,591                           | 4,833,842                           | 5,398,545                         | 5,040,093                           | 5,068,398                           | ı |
| 14.        | Investment properties   | _                                   | _                                 | _                                   | _                                   | _                                   | _                                 | _                                   | _                                   | L |
| 15.        | Property and equipment  | _                                   | -                                 | -                                   | -                                   | 8,428,171                           | 10,152,429                        | 10,364,298                          | 10,807,554                          | L |
| 16.        | Prepaid lease rentals   | -                                   | -                                 | -                                   | -                                   | 235,618                             | -                                 | -                                   | -                                   | ı |
| 17.        | Intangible assets   | -                                   | -                                 | -                                   | -                                   | 4,888,511                           | 5,156,678                         | 5,355,277                           | 5,447,504                           | ı |
| 18.        | Deferred tax asset  | -                                   | -                                 | -                                   | -                                   | 1,952,072                           | 3,014,836                         | 3,025,892                           | 3,025,708                           | L |
| 19.        | Retirement benefit asset  | -                                   | -                                 | -                                   | -                                   | -                                   | -                                 | -                                   | -                                   | L |
| 20.        | Other assets  | 73,273                              | 88,157                            | 2,024,054                           | 56,151                              | 4,403,184                           | 3,228,443                         | 3,356,919                           | 3,681,592                           |   |
| 21.        | TOTAL ASSETS  | 27,756,305                          | 27,893,974                        | 29,828,273                          | 28,261,645                          | 317,053,693                         | 315,290,674                       | 335,957,124                         | 340,639,912                         | 1 |
| В          | LIABILITIES   |                                     |                                   |                                     |                                     |                                     |                                   |                                     |                                     | ı |
| 22.        | Balances due to central banks   | -                                   | -                                 | -                                   | -                                   |                                     | -                                 | - 0.40 800 554                      | -                                   | L |
| 23.<br>24. | Customer deposits   | -                                   | -                                 | -                                   | -                                   | 237,242,298                         | 229,736,509<br>113.250            | 240,728,556<br>4.594,733            | 252,483,719                         | L |
| 24.        | Deposits and balances due to local banking institutions Deposits and balances due to foreign banking institutions | -                                   | -                                 | -                                   | -                                   | 7,530,017                           | 7,892,354                         | 4,594,733<br>8,588,434              | 115,858<br>9,350,100                | ı |
| 26.        | Other money market deposits   | -                                   | -                                 | -                                   | -                                   | 7,330,017                           | 7,072,334                         | 0,300,434                           | 7,330,100                           | ı |
| 27.        | Borrowed funds  |                                     |                                   | -                                   | -                                   | 10,138,731                          | 10,855,626                        | 11,769,791                          | 9,976,507                           | l |
| 28.        | Balances due to banking institutions in the Group   | _                                   | _                                 | _                                   | _                                   | 10,130,731                          | 10,033,020                        | -                                   | 7,770,007                           | ı |
| 29.        | Tax payable   | _                                   | _                                 | _                                   | 3.746                               | 135,513                             | 894,694                           | 1,685,656                           | 495,445                             | ı |
| 30.        | Dividends payable   | _                                   | _                                 | _                                   | -                                   | -                                   |                                   | -                                   | -                                   | L |
| 31.        | Deferred tax liability  | -                                   | -                                 | -                                   | -                                   | -                                   | -                                 | -                                   | -                                   | ı |
| 32.        | Retirement benefit liability  | -                                   | -                                 | -                                   | -                                   | -                                   | -                                 | -                                   | -                                   | ı |
| 33.        | Other liabilities   | 1,988,403                           | 1,972,173                         | 1,975,311                           | 2,101,573                           | 6,459,562                           | 4,936,068                         | 5,941,585                           | 6,148,638                           |   |
| 34.        | TOTAL LIABILITIES   | 1,988,403                           | 1,972,173                         | 1,975,311                           | 2,105,319                           | 261,619,214                         | 254,428,501                       | 273,308,755                         | 278,570,267                         |   |
| С          | SHAREHOLDERS' EQUITY  |                                     |                                   |                                     |                                     |                                     |                                   |                                     |                                     | l |
| 35.        | Paid up/ Assigned share capital   | 413,405                             | 826,811                           | 826,811                             | 826,811                             | 413,405                             | 826,811                           | 826,811                             | 826,811                             | ı |
| 36.        | Share premium/ (discount)   | 18,805,359                          | 18,390,507                        | 18,390,507                          | 18,390,507                          | 18,805,359                          | 18,390,507                        | 18,390,507                          | 18,390,507                          | I |
| 37.        | Revaluation reserves - (Buildings)  |                                     |                                   | 0.404.045                           |                                     | 820,277                             | 875,985                           | 869,480                             | 864,746                             | ı |
| 38.        | Retained earnings/ (Accumulated losses)   | 6,539,417                           | 6,704,522                         | 8,636,047                           | 6,939,065                           | 30,525,741                          | 33,918,324                        | 34,818,048                          | 33,399,587                          | I |
| 39.<br>40. | Statutory loan loss reserves  | 0.704                               | (00)                              | [403]                               | (FB)                                | 2,958,459                           | 5,518,392                         | 6,252,252                           | 7,056,021                           | I |
| 41.        | Other reserves  | 9,721                               | [39]                              | [403]                               | (57)                                | [176,972]                           | (374,844)                         | (373,417)                           | (370,405)                           | ı |
| 41.        | Proposed dividends<br>Translation reserve   | -                                   | -                                 | -                                   | -                                   | (969,423)                           | (1,416,566)                       | (1,454,673)                         | (1,451,556)                         |   |
| 43.        | TOTAL SHAREHOLDERS' EQUITY  | 25,767,902                          | 25,921,801                        | 27,852,962                          | 26,156,326                          | 52,376,846                          | 57,738,609                        | 59,329,008                          | 58,715,711                          | 1 |
| 44.        | Non-controlling interest  | 23,707,702                          | 23,721,001                        | 27,032,702                          | 20,130,320                          | 3,057,633                           | 3,123,564                         | 3,319,361                           | 3,353,934                           | I |
| 45.        | TOTAL LIABILITIES & SHAREHOLDERS' EQUITY  | 27,756,305                          | 27,893,974                        | 29,828,273                          | 28,261,645                          | 317,053,693                         | 315,290,674                       | 335,957,124                         | 340,639,912                         | 1 |
| 45.        | TOTAL EIADIETTES & SHAREHOLDERS EWOLT   | 27,730,303                          | 27,073,774                        | 27,020,273                          | 20,201,040                          | 317,000,073                         | 313,270,074                       | 333,737,124                         | 340,037,712                         | 4 |

| STAT              | TEMENT OF COMPREHENSIVE INCOME   |                                     | COMPANY                           | NY GROUP                            |                                     |                                     |                                   | ROUP                                |                                     |
|-------------------|--|-------------------------------------|-----------------------------------|-------------------------------------|-------------------------------------|-------------------------------------|-----------------------------------|-------------------------------------|-------------------------------------|
|                   |  | UNAUDITED<br>JUN 2019<br>(KSHS'000) | AUDITED<br>DEC 2019<br>(KSHS'000) | UNAUDITED<br>MAR 2020<br>(KSHS'000) | UNAUDITED<br>JUN 2020<br>(KSHS'000) | UNAUDITED<br>JUN 2019<br>(KSHS'000) | AUDITED<br>DEC 2019<br>(KSHS'000) | UNAUDITED<br>MAR 2020<br>(KSHS'000) | UNAUDITED<br>JUN 2020<br>(KSHS'000) |
| 01.               | INTEREST INCOME  |                                     |                                   |                                     |                                     |                                     |                                   |                                     |                                     |
|                   | 1.1 Loans and advances 1.2 Government securities                                   | 8.735                               | 24.309                            | -<br>755                            | 1.510                               | 10,249,530<br>2.130.253             | 22,364,083<br>4.120.736           | 5,311,702<br>1.010.145              | 10,765,529<br>2.146.072             |
|                   | 1.3 Deposits and placements with banking institutions                              | 13,990                              | 17,708                            | 1,423                               | 18,886                              | 2,130,253                           | 4,120,736<br>656,440              | 147,928                             | 204,588                             |
|                   | 1.4 Other interest income  | 13,770                              | 17,700                            | 1,423                               | 10,000                              | 20.240                              | 22.588                            | 147,720                             | 204,300                             |
|                   | I.5 Total interest income  | 22,725                              | 42,017                            | 2,178                               | 20,396                              | 12,684,054                          | 27,163,847                        | 6,469,775                           | 13,116,189                          |
| 02.               | INTEREST EXPENSE   |                                     |                                   |                                     |                                     |                                     |                                   |                                     |                                     |
|                   | 2.1 Customer deposits  | -                                   | -                                 | -                                   | -                                   | 5,096,050                           | 10,081,560                        | 2,601,711                           | 5,421,326                           |
|                   | 2.2 Deposits and placements from banking institutions                              | -                                   | -                                 | -                                   | -                                   | 108,875                             | 542,610                           | 170,275                             | 353,615                             |
|                   | 2.3 Other interest expenses  2.4 Total interest expense                            | -                                   |                                   |                                     | -                                   | 461,471<br><b>5,666,396</b>         | 1,029,836<br><b>11,654,006</b>    | 201,174<br><b>2.973.160</b>         | 421,943<br><b>6.196.884</b>         |
| 03.               | NET INTEREST INCOME/ (LOSS)  | 22.725                              | 42.017                            | 2.178                               | 20.396                              | 7.017.658                           | 15.509.841                        | 3.496.615                           | 6,919,305                           |
| 04.               | OTHER OPERATING INCOME   | 22,725                              | 42,017                            | 2,170                               | 20,070                              | 7,017,000                           | 10,007,041                        | 0,470,010                           | 0,717,000                           |
|                   | 4.1 Fees and commissions on loans and advances                                     | -                                   | -                                 | -                                   | -                                   | 890,874                             | 1,867,240                         | 470,380                             | 959,415                             |
|                   | 4.2 Other fees and commissions   | -                                   | -                                 | -                                   | -                                   | 1,226,872                           | 2,126,408                         | 649,090                             | 1,099,737                           |
|                   | 4.3 Foreign exchange trading income/ (Loss)  | -                                   | -                                 | -                                   | -                                   | 1,290,496                           | 2,577,518                         | 586,607                             | 942,090                             |
|                   | 4.4 Dividend income  | 196,340                             | 351,580                           | 1,937,000                           | 2,342,000                           | -                                   | -                                 | -                                   | -                                   |
|                   | 4.5 Other income   | 40/ 0/0                             | 16,866                            | 4 007 000                           |                                     | 1,128,089                           | 1,714,375                         | 510,954                             | 1,211,812                           |
| 05.               | 4.6 Total non-interest income TOTAL OPERATING INCOME                               | 196,340<br>219.065                  | 368,446<br>410.463                | 1,937,000<br>1,939,178              | 2,342,000<br>2,362,396              | 4,536,331<br>11.553.989             | 8,285,541<br>23,795,382           | 2,217,031<br>5,713,646              | 4,213,054<br>11,132,359             |
| 06.               | OTHER OPERATING EXPENSES   | 217,003                             | 410,403                           | 1,737,170                           | 2,302,370                           | 11,333,767                          | 23,773,302                        | 3,713,040                           | 11,132,337                          |
| 1                 | 6.1 Loan loss provisions   | _                                   | _                                 | _                                   | _                                   | 1.108.719                           | 636.455                           | 555,272                             | 1.030.628                           |
|                   | 6.2 Staff costs  | _                                   | _                                 | _                                   | _                                   | 2,326,143                           | 4,662,868                         | 1,165,364                           | 2,325,199                           |
|                   | 6.3 Directors' emoluments  | -                                   | -                                 | -                                   | -                                   | 28,521                              | 64,830                            | 16,208                              | 32,416                              |
|                   | 6.4 Rentals charges  | -                                   | -                                 | -                                   | -                                   | 383,325                             | 423,951                           | 114,608                             | 218,736                             |
|                   | 6.5 Depreciation charge on property and equipment                                  | -                                   | -                                 | -                                   | -                                   | 223,692                             | 821,799                           | 209,902                             | 406,089                             |
|                   | 6.6 Amortisation charges   |                                     |                                   |                                     |                                     | 191,506                             | 343,721                           | 114,821                             | 243,175                             |
|                   | 6.7 Other operating expenses   | 15,297                              | 40,699                            | 7,226                               | 13,820                              | 1,476,512                           | 3,143,687                         | 844,214                             | 1,799,235                           |
| 07.               | 6.8 Total other operating expenses PROFIT/ (LOSS) BEFORE TAX AND EXCEPTIONAL ITEMS | 15,297<br>203,768                   | 40,699<br>369,764                 | 7,226<br>1,931,952                  | 13,820<br>2,348,576                 | 5,738,418<br>5,815,571              | 10,097,311<br>13,698,071          | 3,020,389<br>2,693,257              | 6,055,478<br>5,076,881              |
| 08.               | EXCEPTIONAL ITEMS - SHARE OF PROFIT OF   | 203,768                             | 367,764                           | 1,731,752                           | 2,348,576                           | 3,813,371                           | 13,678,071                        | 2,673,257                           | 3,076,881                           |
| 00.               | JOINT VENTURE  | -                                   | -                                 | -                                   | -                                   | 404,069                             | 905,037                           | (206,569)                           | (579,546)                           |
| 09.               | PROFIT/ (LOSS) AFTER EXCEPTIONAL ITEMS   | 203,768                             | 369,764                           | 1,931,952                           | 2,348,576                           | 6,219,640                           | 14,603,108                        | 2,486,688                           | 4,497,335                           |
| 10.               | Current tax  | [4,197]                             | (5,088)                           | [427]                               | (5,666)                             | [1,693,773]                         | [4,992,740]                       | [823,994]                           | (1,307,267)                         |
| 11.               | Deferred tax   | -                                   | -                                 | -                                   | -                                   | -                                   | 1,158,246                         | -                                   | -                                   |
| 12.               | PROFIT/ (LOSS) AFTER TAX AND EXCEPTIONAL ITEMS                                     | 199,571                             | 364,676                           | 1,931,525                           | 2,342,910                           | 4,525,867                           | 10,768,614                        | 1,662,694                           | 3,190,068                           |
| 13.<br><b>14.</b> | Non controlling interest PROFIT/ (LOSS ) AFTER TAX. EXCEPTIONAL ITEMS AND          | -                                   |                                   | -                                   | -                                   | [233,715]                           | (459,576)                         | (98,658)                            | (139,121)                           |
| 14.               | NON-CONTROLLING INTEREST   | 199.571                             | 364.676                           | 1,931,525                           | 2,342,910                           | 4.292.152                           | 10.309.038                        | 1.564.036                           | 3.050.947                           |
| 15.               | OTHER COMPREHENSIVE INCOME   |                                     |                                   |                                     |                                     |                                     |                                   |                                     |                                     |
|                   | 15.1 Gains/ (Losses) from translating the financial                                |                                     |                                   |                                     |                                     |                                     |                                   |                                     |                                     |
|                   | statements of foreign operations   |                                     | -                                 | -                                   | -                                   | (142,986)                           | (750,519)                         | 113,520                             | 141,272                             |
|                   | 15.2 Fair value changes in financial assets at FVOCI                               | 6,744                               | (3,016)                           | (364)                               | (18)                                | 354,965                             | 190,557                           | 4,864                               | 36,125                              |
|                   | 15.3 Statutory loan loss reserve<br>15.4 Fair value changes on employee benefits   | -                                   | -                                 | -                                   | -                                   | -                                   | (30,681)                          | -                                   | (28,434)                            |
|                   | 15.6 Income tax relating to components of other                                    |                                     | -                                 | -                                   |                                     | -                                   | [30,001]                          | -                                   | (20,434)                            |
|                   | comprehensive income   | -                                   | -                                 | _                                   | -                                   | -                                   | 55,708                            | 5,118                               | 8,845                               |
| 16.               | OTHER COMPREHENSIVE INCOME FOR THE YEAR NET  |                                     |                                   |                                     |                                     |                                     |                                   |                                     |                                     |
| 4                 | OF TAX   | 6,744                               | (3,016)                           | (364)                               | (18)                                | 211,979                             | (534,935)                         | 123,502                             | 157,808                             |
| 17.               | TOTAL COMPREHENSIVE INCOME FOR THE YEAR  | 206,315                             | 361,660                           | 1,931,161                           | 2,342,892                           | 4,737,846                           | 10,233,679                        | 1,786,196                           | 3,347,876                           |
| 18.               | EARNING PER SHARE - DILUTE & BASIC (KSHS)  | 0.48                                | 0.44                              | 2.34                                | 2.83                                | 10.38                               | 12.47                             | 1.89                                | 3.69                                |

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| ОТН | ER DISCLOSURES  | UP                                  |                                   |                                     |                                     |
|-----|---|-------------------------------------|-----------------------------------|-------------------------------------|-------------------------------------|
|     |   | UNAUDITED<br>JUN 2019<br>(KSHS'000) | AUDITED<br>DEC 2019<br>(KSHS'000) | UNAUDITED<br>MAR 2020<br>(KSHS'000) | UNAUDITED<br>JUN 2020<br>(KSHS'000) |
| 01. | NON-PERFORMING LOANS AND ADVANCES                         |                                     |                                   |                                     |                                     |
|     | a) Gross Non-performing Loans and advances                | 24,398,524                          | 21,310,499                        | 22,224,597                          | 22,106,474                          |
|     | Less b) Interest in suspense                              | 6,910,275                           | 3,960,897                         | 4,044,751                           | 4,183,202                           |
|     | c) Total Non-performing loans and advances (a-b)          | 17,488,249                          | 17,349,602                        | 18,179,846                          | 17,923,272                          |
|     | Less  |                                     |                                   |                                     |                                     |
|     | d) Loan loss provisions                                   | 8,323,320                           | 8,625,013                         | 9,030,600                           | 9,773,713                           |
|     | e) Net Non Performing Loans (c-d)                         | 9,164,929                           | 8,724,589                         | 9,149,246                           | 8,149,559                           |
|     | f) Discounted value of securities                         | 9,164,929                           | 8,724,589                         | 9,149,246                           | 8,149,559                           |
|     | g) Net NPLs exposure (e-f)                                | -                                   |                                   | -                                   |                                     |
| 02. | INSIDER LOANS AND ADVANCES                                |                                     |                                   |                                     |                                     |
|     | a) Directors, shareholders and associates                 | 3,765,140                           | 3,647,225                         | 3,664,412                           | 3,483,073                           |
|     | b) Employees c) Total Insider Loans and Advances          | 1,716,265<br><b>5,481,405</b>       | 1,822,882<br><b>5,470,107</b>     | 1,834,638<br><b>5,499,050</b>       | 1,785,564<br><b>5,268,637</b>       |
| 03. | OFF-BALANCE SHEET ITEMS                                   | 5,461,405                           | 5,470,107                         | 5,477,050                           | 3,266,637                           |
| ••• |   |                                     |                                   |                                     |                                     |
|     | a) Letters of Credit, Guarantees,     Acceptances         | 45,247,571                          | 45,778,555                        | 51,946,941                          | 52,027,581                          |
|     | b) Forwards, swaps and options                            | 54,657,101                          | 56,691,811                        | 46,168,708                          | 34,169,492                          |
|     | c) Other contingent liabilities                           | 5,271,559                           | 1,605,766                         | 1,854,809                           | 3,793,001                           |
|     | d) Total Contingent liabilities                           | 105,176,231                         | 104,076,132                       | 99,970,458                          | 89,990,074                          |
| 04. | CAPITAL STRENGTH  |                                     |                                   |                                     |                                     |
|     | a) Core capital   | 47,076,054                          | 52,230,009                        | 52,421,785                          | 50,269,490                          |
|     | b) Minimum statutory capital                              | 1,000,000                           | 1,000,000                         | 1,000,000                           | 1,000,000                           |
|     | c) Excess/ (deficiency)                                   | 46,076,054                          | 51,230,009                        | 51,421,785                          | 49,269,490                          |
|     | d) Supplementary capital                                  | 6,750,360                           | 11,694,939                        | 13,316,955                          | 15,831,629                          |
|     | e) Total capital (a+d)                                    | 53,826,414                          | 63,924,948                        | 65,738,740                          | 66,101,119                          |
|     | f) Total risk weighted assets                             | 292,459,116                         | 301,217,897                       | 311,427,566                         | 308,731,699                         |
|     | g) Core capital/ Total deposit liabilities                | 19.84%<br>8.00%                     | 22.73%<br>8.00%                   | 21.78%<br>8.00%                     | 19.91%                              |
|     | h) Minimum statutory ratio i) Excess/ (Deficiency) (q-h)  | 11.84%                              | 14.73%                            | 13.78%                              | 8.00%<br>11.91%                     |
|     | j) Core capital/ Total risk weighted assets               | 16.10%                              | 17.34%                            | 16.83%                              | 16.28%                              |
|     | k) Minimum statutory ratio                                | 10.50%                              | 10.50%                            | 10.50%                              | 10.50%                              |
|     | l) Excess / (Deficiency) (j-k)                            | 5.60%                               | 6.84%                             | 6.33%                               | 5.78%                               |
|     | m)Total capital/ Total risk weighted assets               | 18.40%                              | 21.22%                            | 21.11%                              | 21.41%                              |
|     | n) Minimum statutory ratio                                | 14.50%                              | 14.50%                            | 14.50%                              | 14.50%                              |
|     | o) Excess/ (Deficiency) (m-n)                             | 3.90%                               | 6.72%                             | 6.61%                               | 6.91%                               |
|     | p) Adjusted Core Capital/ Total Deposit<br>Liabilities*   | 20.10%                              | 22.50%                            | 21.92%                              | 20.04%                              |
|     | q) Adjusted Core Capital/ Total Risk<br>Weighted Assets*  | 16.30%                              | 17.16%                            | 16.94%                              | 16.39%                              |
| OF. | r) Adjusted Total Capital/ Total Risk<br>Weighted Assets* | 18.61%                              | 21.04%                            | 21.22%                              | 21.52%                              |
| 05. | LIQUIDITY   | /0 FF2*                             | // 040'                           | 40.000                              | // 0001                             |
|     | a) Liquidity ratio  | 48.77%                              | 46.31%                            | 48.28%                              | 46.99%                              |
|     | b) Minimum statutory ratio                                | 20.00%                              | 20.00%                            | 20.00%                              | 20.00%                              |
| +T1 | c) Excess/ (Deficiency) (a-b)                             | 28.77%                              | 26.31%                            | 28.28%                              | 26.99%                              |

\*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.

| SUMMARY OF CONSOLIDATED STATEMENT OF CASH FLOWS          |                                     |                                   |                                     |  |  |  |  |  |
|--|-------------------------------------|-----------------------------------|-------------------------------------|--|--|--|--|--|
|  | UNAUDITED<br>JUN 2019<br>(KSHS'000) | AUDITED<br>DEC 2019<br>(KSHS'000) | UNAUDITED<br>JUN 2020<br>(KSHS'000) |  |  |  |  |  |
| Net cash generated from / (used in) operating activities | 13,214,249                          | 11,830,044                        | (437,652)                           |  |  |  |  |  |
| Cash flows used in investing activities                  | (2,363,558)                         | (3,107,021)                       | (2,155,000)                         |  |  |  |  |  |
| Net cash used in financing activities                    | (3,829,817)                         | [1,531,603]                       | (2,377,821)                         |  |  |  |  |  |
| Net increase / (decrease) in cash and cash equivalents   | 7,020,874                           | 7,191,420                         | (4,970,473)                         |  |  |  |  |  |
| Cash and cash equivalents at beginning of period         | 33,957,996                          | 33,957,996                        | 41,149,416                          |  |  |  |  |  |
| Cash and cash equivalents at end of period               | 40,978,870                          | 41,149,416                        | 36,178,943                          |  |  |  |  |  |

| SUMMARY OF CON                 | SOLIDATED S                    | TATEMENT O                     | F CHANGES                          | IN EQUITY                       |  |                     |
|--------------------------------|--------------------------------|--------------------------------|------------------------------------|---------------------------------|--|---------------------|
|                                | SHARE<br>CAPITAL<br>(KSHS'000) | SHARE<br>PREMIUM<br>(KSHS'000) | RETAINED<br>EARNINGS<br>(KSHS'000) | OTHER<br>RESERVES<br>(KSHS'000) | NON<br>CONTROLLING<br>INTEREST<br>(KSHS'000) | TOTAL<br>(KSHS'000) |
| At 1 January 2019              | 413,405                        | 18,805,359                     | 26,931,401                         | 1,718,866                       | 3,005,417                                    | 50,874,448          |
| Other comprehensive income     | -                              | -                              | 3,594,340                          | 913,475                         | 230,031                                      | 4,737,846           |
| Transactions with<br>owners    | -                              | _                              | -                                  | -                               | (177,815)                                    | (177,815)           |
| Unaudited at<br>30 June 2019   | 413,405                        | 18,805,359                     | 30,525,741                         | 2,632,341                       | 3,057,633                                    | 55,434,479          |
| At 1 January 2019              | 413,405                        | 18,805,359                     | 26,931,401                         | 1,718,866                       | 3,005,417                                    | 50,874,448          |
| Other comprehensive income     | -                              | _                              | 6,986,923                          | 2,884,101                       | 362,655                                      | 10,233,679          |
| Transactions with<br>owners    | 413,406                        | (414,852)                      | -                                  | _                               | (244,508)                                    | (245,954)           |
| Audited at<br>31 December 2019 | 826,811                        | 18,390,507                     | 33,918,324                         | 4,602,967                       | 3,123,564                                    | 60,862,173          |
| At 1 January 2020              | 826,811                        | 18,390,507                     | 33,918,324                         | 4,602,967                       | 3,123,564                                    | 60,862,173          |
| Other comprehensive income     | -                              | -                              | 1,529,331                          | 1,495,839                       | 322,706                                      | 3,347,876           |
| Transactions with owners       | -                              | -                              | (2,048,068)                        | -                               | (92,336)                                     | (2,140,404)         |
| Unaudited at<br>30 June 2020   | 826,811                        | 18,390,507                     | 33,399,587                         | 6,098,806                       | 3,353,934                                    | 62,069,645          |

## Message from the Directors

These financial statements are an extract from the unaudited financial statements of the Group for the period ended 30 June 2020 which have been prepared in accordance with International Financial Reporting Standards (IFRS). The financial statements were approved by the Board of Directors on 26 August 2020 and were signed on its behalf by Messrs Daniel Ndonye, Sarit S.Raja Shah and Michael Turner.

These statements can be accessed on the institution's website www.imbank.com

BY ORDER OF THE BOARD DANIEL NDONYE CHAIRMAN 26 AUGUST 2020

