STATEMENT OF COMPREHENSIVE INCOME

		COMPANY			GROUP							
STATEMENT OF FINANCIAL POSITIC	)N	NAUDITED SEP 2020 KSHS'000)	AUDITED DEC 2020 [KSHS'000]	UNAUDITED MAR 2021 [KSHS'000]	UNAUDITED JUNE 2021 [KSHS'000]	UNAUDITED SEP 2021 [KSHS'000]	UNAUDITED SEP 2020 (KSHS'000)	AUDITED DEC 2020 [KSHS'000]	UNAUDITED MAR 2021 [KSHS'000]	UNAUDITED JUNE 2021 [KSHS'000]	UNAUDITED SEP 2021 [KSHS'000]	
A. ASSETS												
1. Cash (both local and foreign)		_	_	_		-	3,471,018	3,991,322	4,242,282	4,846,921	4,358,924	
2. Balances due from central banks			_	_	_	_	11,397,554	15,412,097	10,721,013	16,680,235	20,209,230	
<ol> <li>Kenya Government and other securities held for dealing</li> </ol>	urboses.		_	_	_	_						
<ol> <li>Financial Assets at fair value through profit or loss (FVTPL)</li> </ol>			_	_			16,832,543	11,869,403	12,478,342	13,611,659	15,235,224	۱H
<ol> <li>Investment Securities:</li> </ol>		_	_	_	_	_				-	-	
a) Held at amortised cost:			_	_			_	_	_			
a, Kenya Government securities			-	-	-	-	32,229,284	36,732,012	33,468,850	26,684,665	30,353,304	۱L
b. Other securities							9,627,104	10,632,613	10,877,411	14,133,463	14,397,976	
b) Fair value thorugh other comprehensive income (FVO	-1).		-	-	-	-	5,027,104	10,032,015	10,077,411	14,155,405	14,351,510	1 L
a. Kenya Government securities	-1).	27,484	28,392	27,209	28,175	27,160	28,645,847	36,635,314	39,700,689	43,136,579	51,212,941	
b. Other securities		27,404	20,392	21,205	20,175	27,100	4,047,169	5,841,938	5,911,786	5,981,226	6,324,464	
<ol> <li>Deposits and Balances due from local banking institution:</li> </ol>			-	-	-	-	389,028	1,109,584	233,256	1,840,498	6,164	
		-	-	-	-	-						
. Deposito una buiances due norm banking institutions abri	DBC	-	4.200	-	-	- 0.412	20,843,788	17,225,856	21,670,138	15,175,992	11,212,423 967,563	
8. Tax recoverable     9. Loans and advances to customers (net)		-	4,369	4,013	6,177	8,412	1,882,608	133,588	66,068	962,238		
		-	-	-		-	185,693,796	187,391,266	193,158,555	204,457,979	207,605,440	
10. Balances due from banking institutions in the Group		-	-	-	-	-	-	-	-	-	-	
11. Investment in associates		-	-	-	20,200,402	-	-		-	-	-	
<ol> <li>Investment in subsidiary companies</li> <li>Investment in joint ventures</li> </ol>		25,662,294 2,515,591	26,151,882 2,515,591	26,151,882 2,515,591	30,308,402 2,515,591	30,661,558 2,515,591	5,194,172	-	-	4,852,001	5,183,751	۱H
,		2,515,591	2,515,591	2,515,591	2,515,591	2,515,591	5,194,172	5,177,219	5,109,688	4,852,001	5,183,751	1 H
14. Investment properties		-	-	-	-	-	11.052.200	12121 500	12177702	12 400 011	10 (51 0 40	4
15. Property and equipment		-	-	-	-	-	11,852,290	12,121,588	12,177,702	12,496,611	12,651,343	
16. Prepaid lease rentals		-	-	-	-	-	5,557,482	5,591,942	5.648,930	5,789,538	5,815,419	
17. Intangible assets 18. Deferred tax asset		-	-	-	-	-	3,031,892	4,211,504	4,172,045	5,789,538 5,640,267	5,501,811	
		-	-	-	-	-	3,031,892	4,211,504	4,172,045	5,040,207	5,501,611	
19. Retirement benefit asset 20. Other assets		- 971,783	450,183	446,675	- 1,225,235	868,540	3,975,268	4.022.547	4,805,430	6,281,329	8,033,280	
21. TOTALASSETS		29,177,152	29,150,417	29,145,370	34,083,580	34,081,261	344,670,843	358,099,793	364,442,185	382,571,201	399,069,257	-
B. LIABILITIES		20,111,102	25,150,111	20,110,010	5 1,005,500	5 1,00 1,201	511,070,015	330,035,135	501,112,105	562,57 1,201	555,005,257	
22. Balances due to central banks		-	-	-		_	-	-	-	-	-	1
23. Customer deposits		-	-	-	_	-	252,828,739	262,681,402	263,132,910	276,755,255	288,684,887	
24. Deposits and balances due to local banking institutions		_	-	-	_	-	2,130,676	691,996	2,406,538	2,342,142	2,728,462	
25. Deposits and balances due to foreign banking institutions		-	-	-	-	-	7,279,601	6,070,839	7,842,485	6,327,779	6,849,928	
26. Other money market deposits		-	-	-	-	-	-			\		
27. Borrowed funds		-	-	-	-	-	11,723,728	14,772,763	14,721,498	18,629,087	20,318,849	
28. Balances due to banking institutions in the Group		-	-	-	-	-	-	-	-	-	-	
29. Tax payable		2,801	-	-	-	-	273,081	155,863	712,563	534,774	236,410	۱ŀ
30. Dividends payable		-	-	-	-	-	-	-	-	-	-	۱H
31. Deferred tax liability		-	-	-	-	-	-	-	-	-	-	
32. Retirement benefit liability		-	-	-	-	-	-	-	-	-	-	۱H
33. Other liabilities		1,987,470	1,965,596	1,960,024	1,983,453	1,969,187	6,593,988	5,663,791	6,100,332	7,896,814	8,039,191	
34. TOTAL LIABILITIES		1,990,271	1,965,596	1,960,024	1,983,453	1,969,187	280,829,813	290,036,654	294,916,326	312,485,851	326,857,727	
C. SHAREHOLDERS' EQUITY												
35. Paid up/Assigned share capital		826,811	826,811	826,811	1,653,621	1,653,621	826,811	826,811	826,811	1,653,621	1,653,621	5
36. Share premium/(discount)		18,390,507	18,390,507	18,390,507	17,561,629	17,561,629	18,390,507	18,390,507	18,390,507	17,561,629	17,561,629	
37. Revaluation reserves - (Buildings)		-	-	-	-	-	864,772	929,217	929,217	929,217	929,217	
38. Retained earnings/(Accumulated losses)		7,968,945	7,966,741	7,967,632	12,884,270	12,896,433	34,470,753	39,610,553	40,524,961	40,361,241	42,457,820	۱ŀ
39. Statutory loan loss reserves		-	-	-	-	-	7,291,167	5,867,908	6,743,326	7,550,766	7,583,658	
40. Other reserves		618	762	396	607	391	(81,239)	(175,160)	(473,220)	(338,496)	(693,791)	
41. Proposed dividends		-	-	-	-	-	-	-	-	-	-	
42. Translation reserve		-	-	-	-	-	(1,297,855)	(1,260,493)	(1,385,445)	(1,847,990)	(1,485,783)	
43. TOTAL SHAREHOLDERS' EQUITY		27,186,881	27,184,821	27,185,346	32,100,127	32,112,074	60,464,916	64,189,343	65,556,157	65,869,988	68,006,371	
44. Non controlling interest		-	-	-	-	-	3,376,114	3,873,796	3,969,702	4,215,362	4,205,159	-
45. TOTAL LIABILITIES & SHAREHOLDERS' EQUITY		29,177,152	29,150,417	29,145,370	34,083,580	34,081,261	344,670,843	358,099,793	364,442,185	382,571,201	399,069,257	4
				COMPANY					GROUP			

irectors of I&M Group PLC (Formerly I&M Holdings PLC) is pleased to announce unaudited results of the Group as at 30 September 2021

		(KSHS'000)	[KSHS'000]	[KSHS'000]	[KSHS'000]	[KSHS'000]	(KSHS'000)	[KSHS'000]	[KSHS'000]	[KSHS'000]	[KSHS'000]
1.	INTEREST INCOME										
	1.1 Loans and advances	-	-	-	-	-	15,798,105	21,885,324	5,016,005	10,375,404	16,186,889
	1.2 Government securities	2,273	3,036	747	1,501	2,265	3,680,513	5,598,805	2,070,053	4,134,209	6,486,716
	1.3 Deposits and placements wi <mark>th banking institutions</mark>	18,886	26,139	4,715	14,532	26,608	259,968	364,446	46,200	125,769	171,459
	1.4 Other interest income	-	-	-	-	-	-	-	-	-	-
	I.5 Total interest income	21,159	29,175	5,462	16,033	28,873	19,738,586	27,848,575	7,132,258	14,635,382	22,845,064
2.	INTEREST EXPENSE										
	2.1 Customer deposits	-	-	-	-	-	8,225,750	10,552,655	2,352,075	4,780,890	7,499,362
	2.2 Deposits and placemen <mark>ts from banking institutio</mark> ns	-	-	-	-	-	506,478	860,925	248,850	548,709	672,797
	2.3 Other interest expenses	-	-	-	-	-	605,706	835,400	218,157	440,227	684,746
	2.4 Total interest expense	-	-	-	-	-	9,337,934	12,248,980	2,819,082	5,769,826	8,856,905
3.	NET INTEREST INCOME/(LOSS)	21,159	29,175	5,462	16,033	28,873	10,400,652	15,599,595	4,313,176	8,865,556	13,988,159
4.	OTHER OPERATING INCOME										
	4.1 Fees and commissions on loans and advances	-	-	-	-	-	1,426,676	1,927,786	412,744	909,192	1,371,760
	4.2 Other fees and commissions	-	-	-	-	-	1,618,238	2,242,517	647,506	1,296,445	2,061,583
	4.3 Foreign exchan <mark>ge trading income (Loss)</mark>	-	-	-	-	-	1,369,282	1,883,939	348,509	770,268	1,181,807
	4.4 Dividend income	3,377,000	3,377,000	-	6,778,527	6,778,527	-	-	-	-	-
	4.5 Other income	318	318	-	349	2,774	1,994,337	2,583,511	416,628	967,898	1,569,323
	4.6 Total non-interest income	3,377,318	3,377,318	-	6,778,876	6,781,301	6,408,533	8,637,753	1,825,387	3,943,803	6,184,473
5.	TOTAL OPERATING INCOME	3,398,477	3,406,493	5,462	6,794,909	6,810,174	16,809,185	24,237,348	6,138,563	12,809,359	20,172,632
6.	OTHER OPERATING EXPENSES										
	6.1 Loan loss provisions	-	-	-	-	-	2,149,725	2,472,836	758,910	1,052,772	2,825,040
	6.2 Staff costs	-	-	-	-	-	3,511,804	4,464,503	1,170,541	2,719,969	4,314,354
	6.3 Directors' emoluments		-	-	-	-	48,623	90,941	22,735	45,471	68,206
	6.4 Rentals charges		-	-	-	-	319,047	428,732	114,085	253,382	359,821
	6.5 Depreciation charge on property and equipment		-	-	-	-	621,333	993,125	257,074	577,029	891,146
	6.6 Amortisation charges		-	-	-	-	387,658	532,741	136,210	332,931	497,564
	6.7 Other operating expenses	20,965	31,102	4,215	17,056	20,158	2,698,063	3,623,504	1,103,066	2,226,269	3,571,335
	6.8 Total other Operating Expenses		31,102	4,215	17,056	20,158	9,736,253	12,606,382	3,562,621	7,207,822	12,527,466
7.	PROFIT/(LOSS) BEFORE TAX AND EXCEPTIONAL ITEMS	3,377,512	3,375,391	1,247	6,777,853	6,790,016	7,072,932	11,630,966	2,575,942	5,601,537	7,645,166
8. EXCEPTIONAL ITEMS - SHARE OF PROFIT OF JOINT VENTURE		-	-	-	-	-	(575,360)	(678,962)	83,790	267,923	450,285
9.	PROFIT/(LOSS) AFTER EXCEPTIONAL ITEMS	3,377,512	3,375,391	1,247	6,777,853	6,790,016	6,497,572	10,952,004	2,659,732	5,869,460	8,095,451
10.	CURRENT TAX	(4,721)	(4,805)	(356)	-	-	(1,909,290)	(3,785,094)	(772,783)	(1,619,807)	(2,357,461)
	DEFERRED TAX	3,372,791	-	-	-	-	-	1,245,648	-	-	-
	12. PROFIT/(LOSS) AFTER TAX AND EXCEPTIONAL ITEMS		3,370,586	891	6,777,853	6,790,016	4,588,282	8,412,558	1,886,949	4,249,653	5,737,990
13.	13. Non controlling interest		-	-	-	-	(230,984)	(338,703)	(96,388)	(215,666)	(290,806)
14.	PROFIT/(LOSS) AFTER TAX, EXCEPTIONAL ITEMS AND NON CONTROLLING INTEREST	3,372,791	3,370,586	891	6,777,853	6,790,016	4,357,298	8,073,855	1,790,561	4,033,987	5,447,184
<u> </u>	OTHER COMPREHENSIVE INCOME	3,372,791	3,370,380	891	0,111,055	0,790,010	4,337,238	8,073,855	1,790,301	4,035,987	5,447,104
15.											
	15.1 Gains/(Losses) from translating the financial statements of foreign operations	_	_	_		_	302,437	317,658	(129,909)	(651,885)	(218,214)
	15.2 Fair value changes in financial assets at FVOCI		801	(366)	(155)	(371)	324,686	241,128	(294,320)	(161,591)	(537,649)
	15.3 Statutory loan loss reserve		-	(500)	(155)	(371)	52 1,000		(13 1,520)	(101,551)	(557,045)
	15.4 Fair value changes on employee benefits		_				(29,116)	(37,519)			26,991
	15.6 Income tax relating to components of other comprehensive income		-			-	8,826	75,118	_	_	
16	16. OTHER COMPREHENSIVE INCOME FOR THE YEAR NET OF TAX		801	(366)	(155)	(371)	606,833	596,385	(424,229)	(813,476)	(728,872)
	17. TOTAL COMPREHENSIVE INCOME FOR THE YEAR		3,371,387	525	6,777,698	6,789,645	5,195,115	9,008,943	1,462,720	3,436,177	5,009,118
	18. EARNING PER SHARE - DILUTE & BASIC (KSHS)		2.04	0.00	4.10	4.11	5,155,115	4.88	1,102,728	2.44	3.29
	19. DIVIDEND PER SHARE - PROPOSED (KSHS)		2.25	-	-	-	-	2.25	-	-	_
					-			2.25			

			GROUP		
OTHER DISCLOSURES	UNAUDITED SEP 2020 (KSHS'000)	AUDITED DEC 2020 [KSHS'000]	UNAUDITED MAR 2021 [KSHS'000]	UNAUDITED JUNE 2021 [KSHS'000]	UNAUDITED SEP 2021 [KSHS'000]
1. NON - PERFORMING LOANS AND ADVANCES					
a) Gross Non- performing loans and advances	22,565,352	23,595,463	24,735,626	22,945,952	22,721,929
Less					
b) Interest in suspense	4,539,304	4,914,559	3,879,772	3,779,271	3,951,374
c) Total Non- performing loans and advances (a-b)	18,026,048	18,680,904	20,855,854	19,166,681	18,770,555
Less					
d) Loan loss provisions	10,530,031	10,841,449	11,231,083	11,645,127	12,088,476
e) Net Non Performing Loans(c-d)	7,496,017	7,839,455	9,624,771	7,521,554	6,682,079
f) Discounted value of securities	7,496,017	7,839,455	9,624,771	7,521,554	6,682,079
g) Net NPLs exposure (e-f)	-	-	-	-	-
2. INSIDER LOANS AND ADVANCES					
a) Directors, shareholders and associates	3,766,194	3,954,740	4,136,794	4,171,558	5,120,198
b) Employees	1,961,765	2,109,902	2,187,750	2,258,216	2,343,864
c) Total Insider Loans and Advances	5,727,959	6,064,642	6,324,544	6,429,774	7,464,062
3. OFF- BALANCE SHEET ITEMS					
a) Letters of Credit, Guarantees, Acceptances	55,090,954	61,730,636	66,243,138	60,593,984	60,064,088
b) Forwards, swaps and options	19,947,908	7,409,365	16,008,534	17,094,266	22,024,215
c) Other contingent liabilities	2,895,231	3,198,988	3,265,257	2,109,769	3,402,832
d) Total Contingent liabilities	77,934,093	72,338,989	85,516,929	79,798,019	85,491,135
4. CAPITAL STRENGTH					
a) Core capital	51,100,744	59,039,782	58,683,848	57,271,513	58,599,703
b) Minimum statutory capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
c) Excess/ (deficiency)	50,100,744	58,039,782	57,683,848	56,271,513	57,599,703
d) Supplementary capital	14,989,932	10,555,148	11,622,051	17,308,204	17,545,258
e) Total capital (a+d)	66,090,676	69,594,930	70,305,899	74,579,717	76,144,961
f) Total risk weighted assets	309,836,048	316,791,179	325,175,356	360,150,007	367,853,487
g) Core capital/Total deposit liabilities	20.21%	22.48%	22.30%	20.69%	20.30%
h) Minimum statutory ratio	8.00%	8.00%	8.00%	8.00%	8.00%
i) Excess /(Deficiency) (g-h)	12.21%	14.48%	14.30%	12.69%	12.30%
j) Core capital/Total risk weighted assets	16.49%	18.64%	18.05%	15.90%	15.93%
k) Minimum statutory ratio	10.50%	10.50%	10.50%	10.50%	10.50%
l) Excess /(Deficiency) (j-k)	5.99%	8.14%	7.55%	5.40%	5.43%
m) Total capital/Total risk weighted assets	21.33%	21.97%	21.62%	20.71%	20.70%
n) Minimum statutory ratio	14.50%	14.50%	14.50%	14.50%	14.50%
o) Excess /(Deficiency) (m-n)	6.83%	7.47%	7.12%	6.21%	6.20%
(p) Adjusted Core Capital/Total Deposit Liabilities*	20.34%	22.55%	22.34%	20.75%	20.35%
(q) Adjusted Core Capital/Total Risk Weighted Assets*	16.59%	18.70%	18.08%	15.94%	15.97%
(r) Adjusted Total Capital/Total Risk Weighted Assets*	21.43%	22.03%	21.65%	20.75%	20.74%
5. LIQUIDITY					
a) Liquidity ratio	47.23%	50.51%	47.10%	48.34%	49.42%
b) Minimum statutory ratio	20.00%	20.00%	20.00%	20.00%	20.00%
c) Excess /(Deficiency) (a-b)	27.23%	30.51%	27.10%	28.34%	29.42%

\*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

These financial statements are an extract from the unaudited financial statements of the Group for the period ended 30 September 2021 which have been prepared in accordance with International Financial Reporting Standards (IFRS). The financial statements were approved by the Board of Directors on 26 November 2021 and were signed on its behalf by Messrs Daniel Ndonye, Sarit S.Raja Shah and Michael Turner.

	DANIEL NDONYE CHAIRMAN 26 November 2021	$\overline{\mathcal{A}}$	oh
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