



AFRICAN BANKING CORPORATION LTD.

P. O. Box 46452 - 00100, Nairobi. Tel: (020) 4263000, 2223922, 2251540/1, 2226712

Email: talk2us@abcthebank.com Website: www.abcthebank.com

UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 30TH JUNE 2014

	Bank			Group					
	30 th June 2013 Unaudited Shs '000'	31 st Dec 2013 Audited Shs '000'	31 st Mar 2014 Unaudited Shs '000'	30 th June 2014 Unaudited Shs '000'	30 th June 2013 Unaudited Shs '000'	31 st Dec 2013 Audited Shs '000'	31 st Mar 2014 Unaudited Shs '000'	30 th June 2014 Unaudited Shs '000'	
I BALANCE SHEET									
A ASSETS									
1 Cash (both Local & Foreign)	153,912	170,580	152,900	145,716	181,934	186,527	178,949	174,370	
2 Balances due from Central Bank of Kenya	1,728,023	1,072,816	1,461,717	852,370	1,770,255	1,112,225	1,489,338	894,654	
3 Kenya Government and other securities held for dealing purposes	-	-	-	-	-	-	-	-	
4 Financial Assets at fair value through profit and loss	-	-	-	-	-	-	-	-	
5 Investment Securities:									
a) Held to Maturity:									
a. Kenya Government securities	3,855,542	4,249,723	4,118,688	4,901,360	4,254,226	4,619,003	4,406,432	5,247,491	
b. Other securities	3,550,462	3,968,110	3,828,573	4,643,215	3,550,462	3,968,110	3,828,573	4,643,215	
b) Available for sale:									
a. Kenya Government securities	897,106	637,276	333,947	577,602	897,106	630,276	333,947	577,602	
b. Other securities	897,106	630,276	333,947	577,602	897,106	630,276	333,947	577,602	
6 Deposits and balances due from local banking institutions	116,532	299,384	737,535	572,755	137,537	309,875	759,881	595,644	
7 Deposits and balances due from banking institutions abroad	682,939	535,302	384,875	232,877	1,128,595	1,003,665	609,250	514,522	
8 Tax recoverable	26,805	12,295	12,295	28,812	27,131	28,394	28,394	28,754	
9 Loans and advances to customers (net)	10,100,714	10,851,417	10,783,907	11,124,698	10,626,186	11,491,145	11,347,322	11,653,562	
10 Balances due from banking institutions in the group	3,800	3,955	4,052	4,105	-	-	-	-	
11 Investments in associates	-	-	-	-	-	-	-	-	
12 Investments in subsidiary companies	818,158	821,358	821,358	841,358	-	-	-	-	
13 Investments in joint ventures	-	-	-	-	-	-	-	-	
14 Investment properties	-	-	-	-	-	-	-	-	
15 Property and equipment	556,790	615,614	612,918	614,602	567,173	645,362	647,182	650,808	
16 Prepaid lease rentals	-	-	-	-	-	1,940	-	-	
17 Intangible assets	54,780	49,380	57,615	60,899	281,315	262,894	270,177	273,176	
18 Deferred tax asset	8,852	5,941	5,941	5,941	8,852	7,324	9,846	9,819	
19 Retirement benefit asset	-	-	-	-	-	-	-	-	
20 Other assets	490,106	321,329	744,058	786,732	553,224	346,368	779,281	830,759	
21 TOTAL ASSETS	19,494,059	19,639,370	20,231,896	20,733,310	20,435,215	20,643,733	20,859,999	21,451,161	
B LIABILITIES									
22 Balances due to Central Bank of Kenya	-	-	-	-	-	-	-	-	
23 Customer deposits	15,131,465	15,905,263	16,391,387	15,778,282	15,652,003	16,478,690	16,654,798	16,040,009	
24 Deposits and balances due to local banking institutions	585,373	342,366	349,579	356,556	585,373	342,366	349,579	356,556	
25 Deposits and balances due to foreign banking institutions	-	-	113	-	-	18,747	113	-	
26 Other money market deposits	-	-	-	-	-	-	-	-	
27 Borrowed funds	755,064	678,967	588,173	1,622,400	755,064	678,967	588,173	1,622,400	
28 Balances due to banking institutions in the group	8,628	-	-	-	-	-	-	-	
29 Tax payable	73,593	-	31,324	51,374	73,593	-	35,150	51,374	
30 Dividends payable	-	-	-	-	-	-	-	-	
31 Deferred tax liability	-	-	-	-	-	-	-	-	
32 Retirement benefit liability	-	-	-	-	-	-	-	-	
33 Other liabilities	651,612	262,834	340,631	378,483	782,578	338,725	400,407	510,295	
34 TOTAL LIABILITIES	17,205,735	17,189,430	17,701,207	18,187,095	17,848,611	17,857,495	18,028,220	18,580,634	
C SHAREHOLDERS' FUNDS									
35 Paid up /Assigned capital	1,050,000	1,050,000	1,050,000	1,050,000	1,050,000	1,050,000	1,050,000	1,050,000	
36 Share premium/(discount)	-	-	-	-	-	-	-	-	
37 Retention reserves	76	(6,713)	944	(30,312)	76	(6,713)	944	(30,312)	
38 Retained earnings/Accumulated losses	1,144,226	1,307,319	1,380,411	1,427,193	1,138,318	1,296,122	1,343,667	1,409,781	
39 Statutory loan loss reserves	94,022	99,334	99,334	99,334	99,422	107,039	105,593	104,623	
40 Other Reserves	-	-	-	-	22,233	35,187	38,177	20,018	
41 Proposed dividends	-	-	-	-	-	-	-	-	
42 Capital grants	-	-	-	-	-	-	-	-	
43 TOTAL SHAREHOLDERS' FUNDS	2,288,324	2,449,940	2,530,689	2,546,215	2,310,049	2,481,635	2,538,391	2,554,110	
44 Minority interest	-	-	-	-	276,555	304,603	293,398	316,417	
45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	19,494,059	19,639,370	20,231,896	20,733,310	20,435,215	20,643,733	20,859,999	21,451,161	
II PROFIT AND LOSS ACCOUNT									
1.0 INTEREST INCOME									
1.1 Loans and advances	858,772	1,763,882	463,097	941,247	904,017	1,885,740	498,901	1,012,594	
1.2 Government securities	274,625	506,330	117,051	239,620	283,264	541,629	125,478	257,612	
1.3 Deposits and placements with banking institutions	9,071	16,762	4,153	12,666	44,719	70,711	14,127	29,598	
1.4 Other Interest Income	19,409	37,760	8,503	16,620	19,424	37,760	8,789	16,635	
1.5 Total interest income	1,161,877	2,324,734	592,804	1,209,753	1,251,424	2,535,840	647,294	1,312,799	
2.0 INTEREST EXPENSE									
2.1 Customer deposits	593,253	1,149,362	287,358	577,073	616,604	1,201,081	297,809	592,073	
2.2 Deposits and placement from banking institutions	8,637	19,260	10,259	18,472	9,001	19,668	10,341	18,612	
2.3 Other interest expenses	34,856	66,117	13,816	46,684	34,856	66,117	13,817	46,684	
2.4 Total interest expenses	636,746	1,234,739	311,434	642,229	660,461	1,286,866	321,967	657,369	
3.0 NET INTEREST INCOME/(LOSS)	525,131	1,089,995	281,370	567,524	590,963	1,248,974	325,327	655,430	
4.0 NON-INTEREST INCOME									
4.1 Fees and commissions on loans and advances	42,360	87,569	29,225	47,770	50,075	100,435	24,811	51,723	
4.2 Other fees and commissions	95,704	187,930	43,456	96,800	97,513	210,560	46,233	101,162	
4.3 Foreign exchange trading income/(Loss)	65,703	130,297	39,547	75,652	67,632	134,941	40,614	78,209	
4.4 Dividend income	-	-	-	-	-	1,900	-	-	
4.5 Other income	52,625	64,196	16,149	17,305	64,227	68,927	22,920	45,473	
4.6 Total Non-interest income	256,392	469,992	122,077	237,527	279,447	516,763	134,578	276,567	
5.0 TOTAL OPERATING INCOME	781,523	1,559,987	403,447	805,051	870,410	1,765,737	459,905	931,997	
6.0 OTHER OPERATING EXPENSES									
6.1 Loan loss provision	26,347	11,979	18,578	28,008	35,408	48,942	66,624	64,556	
6.2 Staff costs	268,501	528,771	146,583	305,214	306,938	607,660	167,568	354,916	
6.3 Directors' emoluments	10,900	25,000	7,200	20,720	11,099	26,527	7,200	20,720	
6.4 Rental charges	23,168	52,488	14,196	28,380	29,045	67,039	18,947	38,880	
6.5 Depreciation charge on property and equipment	26,648	51,257	11,421	22,457	28,603	55,186	12,543	25,330	
6.6 Amortisation charges	5,283	2,700	5,514	5,514	6,025	12,175	2,978	6,071	
6.7 Other operating expenses	175,367	303,441	98,355	223,532	194,556	356,098	116,382	259,162	
6.8 Total Other Operating Expenses	536,214	981,719	299,633	633,805	611,673	1,173,627	392,242	769,635	
7.0 Profit/(loss) Before Tax and Exceptional Items	245,309	578,268	104,414	171,246	258,736	592,110	67,664	162,362	
8.0 Exceptional Items	-	-	-	-	-	-	-	-	
9.0 Profit/(Loss) After Exceptional Items	245,309	578,268	104,414	171,246	258,736	592,110	67,664	162,362	
10.0 Current Tax	73,593	151,232	31,324	51,374	78,572	152,509	31,324	51,374	
11.0 Deferred Tax	-	2,911	-	-	-	(2,562)	-	-	
12.0 Profit/(Loss) After Tax and Exceptional Items	171,716	424,125	73,090	119,872	180,164	442,163	36,340	110,988	
13.0 Minority Interest	-	-	-	-	5,378	(11,205)	-	(2,844)	
15.0 Other Comprehensive Income	171,716	424,125	73,090	119,872	176,786	434,341	47,545	113,832	
15.1 Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	-	-	-	-	-	
15.2 Fair value changes in available for sale financial assets	4,995	(1,794)	7,657	(23,599)	4,995	(14,294)	7,657	(23,599)	
15.3 Revaluation surplus on Property, plant and equipment	-	-	-	-	-	-	-	-	
15.4 Share of other comprehensive income of associates	-	-	-	-	-	-	-	-	
15.5 Income tax relating to components of other comprehensive income	-	-	-	-	-	-	-	-	
16.0 Other Comprehensive Income for the year net of tax	4,995	(1,794)	7,657	(23,599)	27,228	63,933	10,647	(38,768)	
17.0 Total comprehensive income for the year	176,711	422,331	80,747	96,273	207,392	506,096	46,987	72,220	
18.0 EARNINGS PER SHARE - BASIC & DILUTED	1.64	4	1	1.14	1.72	4.14	0.35	1.06	
19.0 DIVIDEND PER SHARE - DECLARED	-	0.80	-	-	-	0.80	-	-	
III OTHER DISCLOSURES									
1.0 NON-PERFORMING LOANS AND ADVANCES									
(a) Gross Non-performing loans and advances	453,856	624,165	676,940	989,243	524,304	687,130	826,448	1,073,884	
(b) Less: Interest in Suspense	113,838	143,293	163,996	186,515	134,219	145,299	176,270	201,553	
(c) Total Non-Performing Loans and Advances (a-b)	340,018	480,872	512,944	802,728	390,085	543,831	650,178	872,331	
(d) Less: Loan Loss Provision	94,198	134,566	112,868	134,596	116,842	159,442	181,490	186,284	
(e) Net Non-Performing Loans and Advances (c-d)	245,820	346,306	400,076	668,132	273,243	384,389	468,688	686,047	
(f) Discounted Value of Securities	245,820	346,306	400,076	668,132	273,243	384,389	468,688	686,047	
(g) Net NPLs Exposure (e-f)	-	-	-	-	-	-	-	-	
2.0 INSIDER LOANS AND ADVANCES									
(a) Directors, Shareholders and Associates	235,799	226,197	219,334	220,686	240,684</				