



Habib Bank AG Zurich

Kenya Branches

(Head Office : 59 Weinbergstrasse, Zurich, Switzerland)

Incorporated in Switzerland (1967)

QUARTERLY FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 30TH JUNE 2019

I	BALANCE SHEET IN KENYA SHS. '000	30.06.2018 (Un-audited)	31.12.2018 (Audited)	31.03.2019 (Un-audited)	30.06.2019 (Un-audited)
A. ASSETS					
1	Cash (both local and foreign)	97,187	74,656	75,864	103,299
2	Balances due from Central Bank of Kenya	790,891	618,561	718,380	883,178
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	11,799,598	13,291,553	13,642,133	14,643,388
	b. Other securities	17,840	11,650	12,252	5,825
	(b) Available for sale:				
	a. Kenya Government securities	-	-	-	-
	b. Other securities	-	-	-	-
6	Deposits and balances due from local banking institutions	50,525	-	-	297,238
7	Deposits and balances due from banking institutions abroad	711,431	104,592	75,007	106,125
8	Tax recoverable	38,164	91,389	91,389	56,684
9	Loans and advances to customers (Net)	6,335,201	6,286,399	6,663,437	6,608,360
10	Balances due from banking institutions in the group	379,607	533,707	463,177	536,676
11	Investment in associates	-	-	-	-
12	Investment in subsidiary companies	-	-	-	-
13	Investment in joint ventures	-	-	-	-
14	Investment properties	-	-	-	-
15	Property, plant and equipment	172,503	316,024	310,219	304,000
16	Prepaid lease rentals	15,229	17,489	17,137	16,961
17	Intangible assets	-	-	-	-
18	Deferred tax asset	91,031	109,484	109,484	109,484
19	Retirement benefit assets	-	-	-	-
20	Other assets	180,529	65,162	44,076	216,226
21	TOTAL ASSETS	20,679,736	21,520,666	22,222,555	23,887,444
B. LIABILITIES					
22	Balances due to Central Bank of Kenya	-	-	-	-
23	Customer deposits	14,843,274	15,605,428	16,452,615	18,531,151
24	Deposits and balances due to local banking institutions	992,580	763,887	678,521	650,524
25	Deposits and balances due to banking institutions abroad	23	20,283	23	28
26	Other money market deposits	-	-	-	-
27	Borrowed funds	-	-	-	-
28	Balances due to banking institutions in the group	1,733,247	1,931,467	1,808,000	1,528,536
29	Tax Payable	63,815	-	33,936	62,211
30	Dividends payable	-	-	-	-
31	Deferred Tax liability	-	-	-	-
32	Retirement benefit liability	25,180	29,110	28,798	29,238
33	Other liabilities	192,579	131,741	132,146	158,474
34	TOTAL LIABILITIES	17,850,698	18,481,916	19,134,039	20,960,162
C. SHAREHOLDERS' EQUITY					
35	Paid up/Assigned Capital	350,000	350,000	350,000	350,000
36	Share premium/(discount)	-	-	-	-
37	Revaluation reserves	-	-	-	-
38	Retained earnings/Accumulated losses	2,479,038	2,624,966	2,674,732	2,513,498
39	Statutory loan loss reserve	-	63,784	63,784	63,784
40	Other Reserves	-	-	-	-
41	Proposed dividends	-	-	-	-
42	Capital grants	-	-	-	-
43	TOTAL SHAREHOLDERS' EQUITY	2,829,038	3,038,750	3,088,516	2,927,282
44	TOTAL LIABILITIES & SHARE HOLDERS' EQUITY	20,679,736	21,520,666	22,222,555	23,887,444
II PROFIT & LOSS ACCOUNT IN KENYA SHS.'000					
		30.06.2018 (Un-audited)	31.12.2018 (Audited)	31.03.2019 (Un-audited)	30.06.2019 (Un-audited)
1 INTEREST INCOME					
1.1	Loans and Advances	266,439	585,984	133,481	269,346
1.2	Government Securities	622,516	1,304,360	335,159	685,689
1.3	Deposits and placements with banking institution	-	1,250	2,197	3,549
1.4	Other interest income	1,686	2,957	359	601
1.5	Total interest income	890,641	1,894,551	471,196	959,185
2 INTEREST EXPENSE					
2.1	Customer deposits	382,658	800,570	197,193	409,564
2.2	Deposits and placements with banking institutions	23,994	44,831	10,438	20,755
2.3	Other interest expense	28,225	56,660	13,807	27,135
2.4	Total interest expense	434,877	902,061	221,438	457,454
3	NET INTEREST INCOME	455,764	992,490	249,758	501,731
4 OTHER OPERATING INCOME					
4.1	Fees and commissions on loans and advances	9,363	17,092	2,731	8,679
4.2	Other fees and commissions	8,192	15,709	5,800	9,785
4.3	Foreign exchange trading income/(loss)	8,877	20,387	5,621	12,087
4.4	Dividend income	-	-	-	-
4.5	Other income	29,050	40,054	8,561	14,893
4.6	Total non-interest income	55,482	93,242	22,713	45,444
5	TOTAL OPERATING INCOME	511,246	1,085,732	272,471	547,175
6 OPERATING EXPENSES					
6.1	Loan loss provision	16,682	36,122	20,300	46,428
6.2	Staff Costs	164,133	320,549	78,498	165,321
6.3	Directors' emoluments	-	-	-	-
6.4	Rental charges	10,211	20,336	5,171	10,425
6.5	Depreciation charge on property and equipment	15,526	32,538	7,918	15,560
6.6	Amortisation charges	276	898	176	352
6.7	Other operating expenses	148,221	316,249	76,706	156,966
6.8	Total operating expenses	354,849	726,692	188,769	395,052
7	Profit/(Loss) before tax and exceptional items	156,397	359,040	83,702	152,123
8	Exceptional items	-	-	-	-
9	Profit/(Loss) after exceptional items	156,397	359,040	83,702	152,123
10	Current Tax	(63,814)	(133,750)	(33,936)	(62,211)
11	Deferred Tax	-	706	-	-
12	Profit/(Loss) after tax and exceptional items	92,583	225,996	49,766	89,912
13	Other comprehensive income				
13.1	Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	-
13.2	Fair value changes In available-for sale financial assets	-	-	-	-
13.3	Revaluation Surplus on property, plant and Equipment	-	-	-	-
13.4	Share of other comprehensive income of associates	-	-	-	-
13.5	Income tax relating to components of other Comprehensive income	-	-	-	-
14	Other comprehensive Income for the year net of tax	-	-	-	-
15	TOTAL COMPREHENSIVE INCOME FOR THE YEAR	92,583	225,996	49,766	89,912
III OTHER DISCLOSURES					
		30.06.2018 (Un-audited)	31.12.2018 (Audited)	31.03.2019 (Un-audited)	30.06.2019 (Un-audited)
1 NON PERFORMING LOANS AND ADVANCES					
a)	Gross non-performing loans and advances	617,625	581,154	757,100	779,056
	Less:				
b)	Interest in suspense	134,102	112,822	124,078	143,174
c)	Total non-performing loans and advances (a-b)	483,523	468,332	633,022	635,882
	Less:				
d)	Loan loss provisions	139,569	51,508	99,853	75,988
e)	Net Non-performing Loans (c-d)	343,954	416,824	533,169	559,894
f)	Realizable value of securities	343,954	416,824	533,169	559,894
g)	Net Non-Performing Loans Exposure (e-f)	0	0	0	0
2 INSIDER LOANS AND ADVANCES					
a)	Directors, Shareholders and associates	17,474	34,839	34,031	33,432
b)	Employees	69,351	101,991	113,277	108,266
c)	Total Insider Loans, Advances and Other Facilities	86,825	136,830	147,308	141,698
3 OFF BALANCE SHEET ITEMS					
a)	Letter of credits, guarantees, acceptances	494,161	463,971	528,663	657,136
b)	Forwards, swaps, and options	-	-	-	-
c)	Other Contingent Liabilities	485,305	363,052	310,772	519,591
d)	Total Contingent Liabilities	979,466	827,023	839,435	1,176,727
4 CAPITAL STRENGTH					
a)	Core Capital	2,722,612	2,862,779	2,887,750	2,706,548
b)	Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000
c)	Excess/(Deficiency) (a-b)	1,722,612	1,862,779	1,887,750	1,706,548
d)	Supplementary Capital	0	63,785	63,784	63,784
e)	Total Capital (a+d)	2,722,612	2,926,564	2,951,534	2,770,332
f)	Total Risk Weighted Assets	11,701,110	11,880,588	11,433,800	11,278,488
g)	Core Capital/Total Deposit Liabilities	18.40%	18.40%	17.60%	14.60%
h)	Minimum Statutory Ratio	8.00%	8.00%	8.00%	8.00%
i)	Excess/(Deficiency) (g-h)	10.40%	10.50%	9.60%	6.60%
j)	Core Capital/Total Risk Weighted Assets	23.30%	24.10%	25.30%	24.00%
k)	Minimum Statutory Ratio	10.50%	10.50%	10.50%	10.50%
l)	Excess/(Deficiency) (j-k)	12.80%	13.60%	14.80%	13.50%
m)	Total Capital/Total Risk Weighted Assets	23.30%	24.60%	25.80%	24.60%
n)	Minimum Statutory Ratio	14.50%	14.50%	14.50%	14.50%
o)	Excess/(Deficiency) (m-n)	8.80%	10.10%	11.30%	10.10%
p)	Adjusted Core capital /Total deposit Liabilities*	18.40%	18.50%	17.40%	14.80%
q)	Adjusted Core capital /Total Risk Weighted Assets*	23.40%	24.30%	25.10%	24.30%
r)	Adjusted Total Capital /Total Risk Weighted Assets*	23.40%	24.80%	25.60%	24.80%
5 LIQUIDITY					
a)	Liquidity Ratio	73.90%	75.70%	75.30%	77.00%
b)	Minimum Statutory Ratio	20.00%	20.00%	20.00%	20.00%
c)	Excess/(Deficiency) (a-b)	53.90%	55.70%	55.30%	57.00%

These financial statements are extracts from the books of the institution. The complete set of quarterly financial statements, Statutory and qualitative disclosures can be accessed on the institutions website www.habibbank.com. They may also be accessed at the institutions head office located at Habib House, Koinange street, Nairobi.

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