

THE CO-OPERATIVE BANK OF KENYA LIMITED

The Board of Directors are pleased to announce the Un-audited results of the Group and the Bank for the Period ended 31 March 2018

I STATEMENT OF FINANCIAL POSITION

	GROUP			BANK		
	31-Mar-18 KSHS:'000 (Un-audited)	31-Dec-17 KSHS:'000 Audited	31-Mar-17 KSHS:'000 (Un-audited)	31-Mar-18 KSHS:'000 (Un-audited)	31-Dec-17 KSHS:'000 Audited	31-Mar-17 KSHS:'000 (Un-audited)
A ASSETS						
1 Cash (local and foreign)	7,757,164	8,387,452	7,467,860	7,357,678	7,715,294	7,232,448
2 Balances due from Central Bank Of Kenya	15,392,322	15,872,744	23,252,709	15,392,322	14,826,206	22,027,930
3 Kenya Government and other securities held for dealing purposes	-	-	-	-	-	-
4 Financial Assets at fair value through profit and loss	748,935	639,952	32	150	150	32
5.a.a Investment Securities: Held to Maturity-Kenya Government Securities	49,216,079	43,983,288	39,280,826	49,059,913	43,827,326	39,098,214
a.b Investment Securities: Held to Maturity-Other Securities	-	-	-	-	-	-
b.a Investment Securities: Available for Sale-Kenya Government Securities	25,743,082	25,256,482	21,257,278	25,702,282	25,256,482	21,257,278
b.b Investment Securities: Available for Sale-Other Securities	3,118,066	3,442,283	3,831,113	3,118,066	3,259,183	3,831,113
6 Deposits and balances due from local banking institutions	718,200	27,382	4,010,253	537,298	61,650	3,603,715
7 Deposits and balances due from banking institutions abroad	15,305,843	7,702,972	9,152,658	13,945,101	7,678,182	9,152,658
8 Tax recoverable	18,971	156,695	-	-	207,583	-
9 Loans and advances to customers (net)	252,825,045	253,861,644	245,858,224	251,218,576	252,361,773	245,288,658
10 Balances due from banking institutions in the group	-	-	-	-	-	-
11 Investments in associates	2,214,296	2,143,347	2,420,849	755,118	755,118	755,118
12 Investments in subsidiary companies	-	-	-	2,512,920	2,512,920	2,542,929
13 Investment in joint ventures	-	-	-	-	-	-
14 Investment in properties	-	-	-	-	-	-
15 Property, plant and equipment	7,138,135	7,493,574	8,267,979	7,017,605	6,811,963	8,091,269
16 Prepaid lease rentals	36,964	35,742	36,964	36,964	35,742	36,964
17 Intangible assets	1,277,445	2,018,875	1,278,308	1,221,569	1,605,973	1,249,429
18 Deferred tax asset	1,107,323	967,124	1,068,879	1,084,911	1,081,823	1,051,197
19 Retirement benefit asset	-	-	-	-	-	-
20 Other assets	15,175,553	14,868,101	11,278,494	14,465,505	14,832,273	10,799,249
21 TOTAL ASSETS	397,793,423	386,857,657	378,462,425	393,425,978	382,829,640	376,018,201
B LIABILITIES						
22 Balances due to Central Bank Of Kenya	-	3,992,240	-	-	3,992,240	-
23 Customer deposits	295,883,527	287,371,708	279,846,932	294,063,823	285,566,236	278,719,052
24 Deposits and balances due to local banking institutions	3,935,535	373,464	1,744,393	3,935,535	423,701	1,744,393
25 Deposits and balances due to banking institutions abroad	111,410	-	25,461	111,410	-	25,461
26 Other money market deposits	-	-	-	-	-	-
27 Borrowed funds	20,654,136	21,163,814	24,276,912	20,654,136	21,163,814	24,276,912
28 Balances due to banking institutions in the group	-	-	-	-	-	-
29 Tax payable	1,201,254	-	2,530,612	1,101,206	-	2,486,240
30 Dividends payable	-	-	-	-	-	-
31 Deferred tax liability	-	-	-	-	-	-
32 Retirement benefit liability	-	-	-	-	-	-
33 Other liabilities	7,318,497	3,663,481	6,426,199	6,545,996	3,456,505	5,693,378
34 TOTAL LIABILITIES	329,104,359	316,564,707	314,850,509	326,412,107	314,602,495	312,945,437
C SHAREHOLDERS' FUNDS						
35 Paid up/Assigned capital	5,867,180	5,867,180	4,889,317	5,867,180	5,867,180	4,889,317
36 Share premium/(discount)	1,911,925	1,911,925	2,889,789	1,911,925	1,911,925	2,889,789
37 Revaluation reserve	1,227,933	1,296,499	1,256,443	1,227,293	1,227,293	1,256,443
38 Retained earnings/ Accumulated losses	55,914,361	55,329,786	52,428,182	53,255,250	53,954,407	50,131,044
39 Statutory Loan Loss Reserve	-	718,617	717,844	-	717,844	717,844
40 Other Reserves	(2,142,969)	(733,149)	(2,759,798)	(417,268)	(625,614)	(1,217,348)
41 Proposed dividends	4,693,744	4,693,744	3,911,453	4,693,744	4,693,744	3,911,453
42 Capital grants	475,747	480,365	494,222	475,747	480,365	494,222
43 TOTAL SHAREHOLDERS' FUNDS	67,947,281	69,564,967	63,827,452	67,013,872	68,227,145	63,072,764
43.1 Non-Controlling Interest	741,783	727,983	(215,536)	-	-	-
44 TOTAL LIABILITIES & SHAREHOLDERS' FUNDS	397,793,423	386,857,657	378,462,425	393,425,978	382,829,640	376,018,201

II STATEMENT OF COMPREHENSIVE INCOME

	GROUP			BANK		
	31-Mar-18 KSHS:'000 (Un-audited)	31-Dec-17 KSHS:'000 Audited	31-Mar-17 KSHS:'000 (Un-audited)	31-Mar-18 KSHS:'000 (Un-audited)	31-Dec-17 KSHS:'000 Audited	31-Mar-17 KSHS:'000 (Un-audited)
1.0 INTEREST INCOME						
1.1 Loans and advances	8,350,437	31,942,067	7,672,772	8,273,218	31,724,399	7,647,370
1.2 Government securities	1,996,143	8,213,551	1,760,027	1,981,744	8,196,148	1,750,907
1.3 Deposits and placements with banking Institutions	32,333	217,570	82,103	32,333	173,122	82,103
1.1 Other Interest Income	4,846	-	2,695	-	-	-
1.5 Total Interest Income	10,383,759	40,373,188	9,517,597	10,287,296	40,093,669	9,480,380
2.0 INTEREST EXPENSE						
2.1 Customer deposits	2,656,616	10,846,272	2,499,393	2,656,553	10,809,754	2,499,391
2.2 Deposits and placements from banking institutions	17,849	226,222	12,456	17,849	226,222	12,456
2.3 Other Interest Expenses	299,791	1,196,725	319,457	291,778	1,196,725	311,080
2.4 Total Interest Expenses	2,974,255	12,269,219	2,831,307	2,966,180	12,232,701	2,822,928
3 NET INTEREST INCOME/(LOSS)	7,409,504	28,103,969	6,686,290	7,321,116	27,860,968	6,657,452
4 NON- INTEREST INCOME						
4.1 Fees and commissions on loans and advances	403,819	2,599,698	676,386	403,819	2,578,367	676,386
4.2 Other Fees and commissions	2,154,937	7,215,713	1,894,736	1,816,890	6,056,782	1,641,237
4.3 Foreign exchange trading income/(loss)	752,784	2,230,910	560,271	718,924	1,948,921	529,497
4.4 Dividend income	-	72,876	-	-	72,876	-
4.5 Other income	204,351	1,372,843	257,204	198,927	1,438,217	254,093
4.6 Total Non-interest income	3,515,892	13,492,040	3,388,598	3,138,560	12,095,163	3,101,214
5.0 TOTAL OPERATING INCOME	10,925,395	41,596,009	10,074,888	10,459,676	39,956,131	9,758,666
6.0 OTHER OPERATING EXPENSES						
6.1 Loan loss provision	762,843	3,601,252	750,000	750,000	3,547,235	750,000
6.2 Staff costs	2,636,866	10,100,351	2,332,091	2,517,121	9,614,810	2,239,856
6.3 Directors' emoluments	19,918	180,790	178,832	8,073	129,422	7,120
6.4 Rentals charges	422,282	1,518,200	356,685	392,888	1,395,356	330,643
6.5 Depreciation charge on property and equipment	423,068	1,951,040	444,943	419,935	1,786,069	441,644
6.6 Amortisation charges	134,554	549,914	121,978	130,821	499,937	119,166
6.7 Other operating expenses	1,698,691	7,425,728	1,552,820	1,613,925	6,481,120	1,471,444
6.8 Total other operating expenses	6,098,223	25,327,275	5,576,350	5,832,764	23,453,950	5,359,873
7 Profit/(Loss) before tax and exceptional items	4,827,172	16,268,734	4,498,538	4,626,912	16,502,181	4,398,793
8 Exceptional items-Early Retirement Costs	-	-	-	-	-	-
8 Exceptional items-Share of profit of associate	70,949	129,904	11,552	-	-	-
9 Profit/(Loss) before tax	4,898,121	16,398,638	4,510,091	4,626,912	16,502,181	4,398,793
10 Current tax	1,449,855	5,062,299	1,282,237	1,388,074	4,884,784	1,238,727
11 Deferred tax	-	(68,726)	-	-	(18,134)	-
12 Profit/(loss) after tax and exceptional items	3,448,266	11,405,065	3,227,854	3,238,838	11,635,530	3,160,066

II STATEMENT OF COMPREHENSIVE INCOME

	GROUP				BANK	
	31-Mar-18 KSHS:'000 (Un-audited)	31-Dec-17 KSHS:'000 Audited	31-Mar-17 KSHS:'000 (Un-audited)	31-Mar-18 KSHS:'000 (Un-audited)	31-Dec-17 KSHS:'000 Audited	31-Mar-17 KSHS:'000 (Un-audited)
13.0 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	204,346	512,969	(131,715)	208,346	463,219	(128,515)
13.3 Revaluation Surplus on property, Plant and Equipment	-	-	-	-	-	-
13.4 Share of other comprehensive income of associates	-	(49,758)	-	-	-	-
13.5 Income tax relating to components of other comprehensive income	-	-	-	-	-	-
14 OTHER COMPREHENSIVE INCOME NET OF TAX	204,346	463,211	(131,715)	208,346	463,219	(128,515)
15 TOTAL COMPREHENSIVE INCOME	3,652,613	11,868,276	3,096,140	3,447,185	12,098,749	3,031,551
Basic Earnings per share	0.59	1.99	0.66	0.55	1.98	0.65
Diluted Earnings per share	0.59	1.99	0.66	0.55	1.98	0.65
Dividend per share	-	0.80	-	-	0.80	-

III OTHER DISCLOSURES

	GROUP				BANK	
	31-Mar-18 KSHS:'000 (Un-audited)	31-Dec-17 KSHS:'000 Audited	31-Mar-17 KSHS:'000 (Un-audited)	31-Mar-18 KSHS:'000 (Un-audited)	31-Dec-17 KSHS:'000 Audited	31-Mar-17 KSHS:'000 (Un-audited)
1 NON PERFORMING LOANS AND ADVANCES						
a) Gross non-performing loans and advances	28,368,540	18,761,317	11,234,835	28,316,036	18,713,757	11,234,835
Less	-	-	-	-	-	-
b) Interest in suspense	767,444	948,481	946,488	764,297	948,481	946,488
c) Total Non-performing loans and advances (a-b)	27,601,096	17,812,836	10,288,347	27,551,739	17,765,276	10,288,347
Less	-	-	-	-	-	-
d) Loan loss provisions	7,911,348	6,102,049	3,527,216	7,860,970	6,075,833	3,527,216
e) Net Non performing loans (c-d)	19,689,748	11,710,787	6,761,131	19,690,769	11,689,443	6,761,131
f) Discounted Value of Securities	14,375,631	7,762,660	6,761,131	14,300,697	7,762,660	6,761,131
g) Net NPLs Exposure (e-f)	5,314,117	3,948,127	-	5,390,072	3,926,783	-
2 Insider loans and advances						
a) Directors, shareholders and associates	1,874,459	1,710,045	2,008,981	1,874,459	1,710,045	2,008,981
b) Employees	7,723,600	7,769,502	7,770,310	7,723,600	7,769,502	7,770,310
c) Total insider loans, advances and other facilities	9,598,059	9,479,547	9,779,291	9,598,059	9,479,547	9,779,291
3 Off-Balance Sheet Items						
a) Letters of credit, guarantees, acceptances	18,114,375	17,455,140	11,593,258	18,114,375	17,455,140	11,593,258
b) Forwards, swaps and options	19,150,703	16,999,006	12,476,170	19,150,703	16,999,006	12,476,170
c) Other contingent liabilities	-	-	-	-	-	-
d) Total contingent liabilities	37,265,077	34,454,145	24,			