



UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 30TH JUNE 2022

I STATEMENT OF FINANCIAL POSITION

	30-Jun-22 Unaudited Ksh'000'	31-Mar-22 Unaudited Ksh'000'	31-Dec-21 Audited Ksh'000'	30-Jun-21 Unaudited Ksh'000'
A ASSETS				
1 Cash balances (both local & foreign)	720,314	815,107	826,973	959,468
2 Balances due from Central Bank of Kenya	2,285,691	28,626	694,417	1,231,128
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;	-	-	-	-
i. Kenya Government securities	-	-	-	-
i. Other securities	-	-	-	-
a) Available for sale;	-	-	-	-
i. Kenya Government securities	-	-	-	-
i. Other securities	-	-	-	-
6 Deposits and balances due from local banking institutions	1,841,522	3,138,385	1,884,610	2,158,688
7 Deposits and balances due from banking institutions abroad	9,026	11,756	932,924	1,398,113
8 Tax recoverable	17,745	-	-	-
9 Financing Activities (net)	18,634,692	16,721,027	17,212,651	14,418,994
10 Balances due from Banking institution in the group	-	-	-	-
11 Investments in associates	-	-	-	-
12 Investments in subsidiary companies	94,400	94,400	94,400	94,400
13 Investment in joint ventures	-	-	-	-
14 Investment properties	-	-	-	-
15 Property and equipment	818,351	832,230	837,536	840,265
16 Prepaid operating rental leases	-	-	-	-
17 Intangible assets	70,886	76,693	76,238	50,178
18 Deferred tax asset	628,114	628,114	628,114	603,341
19 Retirement benefit asset	-	-	-	-
20 Other assets	1,088,607	1,573,306	1,513,250	233,112
21 TOTAL ASSETS	26,209,349	23,919,643	24,701,113	21,987,686
B LIABILITIES				
22 Balances due to Central Bank of Kenya	-	-	-	-
23 Customer deposits	22,209,267	21,117,717	21,479,164	19,238,429
24 Deposits and balances due to local banking institutions	-	-	34,206	-
25 Deposits and balances due to foreign banking institutions	-	-	-	-
26 Other money market deposits	-	-	-	-
27 Borrowed funds	-	-	-	-
28 Balances due to Banking institution in the group	-	-	-	-
29 Tax payable	-	136,225	77,637	64,460
30 Dividends payable	-	-	-	-
31 Deferred tax liability	-	-	-	-
32 Retirement benefit liability	-	-	-	-
33 Other liabilities	836,968	113,697	642,754	476,674
34 TOTAL LIABILITIES	23,046,235	21,367,639	22,233,762	19,779,563
C SHAREHOLDERS' EQUITY				
35 Paid up/Assigned capital	651,078	491,578	491,578	491,578
36 Share premium	1,825,635	1,474,735	1,474,735	1,474,735
37 Revaluation reserves	-	-	-	-
38 Retained earnings/Accumulated losses	(172,455)	(260,885)	(295,062)	(414,630)
39 Statutory financing loss reserve	858,856	846,576	796,100	656,441
40 Other Reserves	-	-	-	-
41 Proposed dividends	-	-	-	-
42 Capital grants	-	-	-	-
43 TOTAL SHAREHOLDERS' FUNDS	3,163,114	2,552,004	2,467,351	2,208,124
44 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	26,209,349	23,919,643	24,701,113	21,987,686

II STATEMENT OF COMPREHENSIVE INCOME

	Ksh'000'	Ksh'000'	Ksh'000'	Ksh'000'
OPERATING INCOME				
1.1 Financing Activities (Deals)	741,758	349,011	1,593,407	561,760
1.2 Government securities.	-	-	-	-
1.3 Deposits and placements with banking institutions	39,853	20,031	142,266	70,653
1.4 Other related income	-	-	-	-
1.5 Total Operating income	781,612	369,042	1,735,313	632,413
EXPENSES ON DEPOSITS				
2.1 Customer deposits	59,289	30,825	74,715	30,808
2.2 Deposits and placements from banking institutions	2,744	1,561	2,280	822
2.3 Other related expenses	-	-	6,981	6,981
2.4 Total Expenses on Deposits	62,033	32,386	83,976	38,611
NET OPERATING INCOME	719,579	336,656	1,651,337	593,802
NON- OPERATING INCOME				
4.1 Fees and commissions on financing activity's	38,242	12,692	56,073	73,687
4.2 Other fees and Commissions income	181,387	87,683	385,601	138,071
4.3 Foreign exchange income	45,665	653	106,198	60,727
4.4 Dividend Income	-	-	-	-
4.5 Other income.	1,655	2,222	14,787	3,019
4.6 Total Non Operating Income	266,949	103,250	562,659	275,505
TOTAL INCOME	986,528	439,905	2,213,996	869,307
OPERATING EXPENSES				
6.1 Financing loss provision	22,382	4,704	524,670	99,769
6.2 Staff costs	281,752	128,300	487,008	169,090
6.3 Directors' emoluments	11,763	4,980	14,626	4,771
6.4 Rental charges	34,715	17,402	-	36,004
6.5 Depreciation on property and equipment	28,259	14,361	56,364	29,775
6.6 Amortization charges	11,618	5,811	18,879	9,470
6.7 Other operating expenses	311,398	139,567	510,582	244,946
6.8 Total Other Operating Expenses	701,886	315,123	1,612,129	593,824
Profit/(loss) before tax and exceptional items	284,642	124,782	601,867	275,482
Exceptional items	-	-	-	-
Profit/(loss) before tax	284,642	124,782	601,867	275,482
Current tax	(99,278)	(40,129)	(215,450)	(118,153)
Deferred tax asset	-	-	30,138	-
Profit / (loss) after tax & exceptional items	185,364	84,653	416,555	157,329
Other Comprehensive Income	-	-	-	-
13.1 Gains/Losses from Translating the F/S of Foreign Operations	-	-	-	-
13.2 Fair Value changes in Available for sale Financial assets	-	-	-	-
13.3 Revaluation surplus on property, plant & equipments	-	-	-	-
13.4 Share of other comprehensive income of associates	-	-	-	-
13.5 Income tax relating to components of other comprehensive income	-	-	-	-
Other comprehensive Income for the year net of tax	-	-	-	-
Total Comprehensive Income for the year	185,364	84,653	416,555	157,329

III OTHER DISCLOSURES

	Ksh'000'	Ksh'000'	Ksh'000'	Ksh'000'
I NON PERFORMING FACILITIES				
a) Gross Non-Performing Facilities	5,656,801	5,287,749	5,487,106	5,387,612
b) Less suspended Income	1,118,388	1,039,718	1,015,797	967,591
c) Total Non Performing Facilities (a-b)	4,538,413	4,248,031	4,471,309	4,420,021
d) Less financing loss provisions	1,898,818	1,864,292	1,822,407	1,571,100
e) Net NPLs (c-d)	2,639,595	2,383,739	2,648,902	2,848,921
f) Discounted value of securities	2,434,008	2,269,856	2,136,426	3,034,368
g) Net NPLs exposure (e-f)	205,587	113,883	512,476	185,447
2 INSIDER FACILITY				
a) Directors, shareholders and associates	478,963	466,338	400,341	443,115
b) Employees	486,963	427,724	440,737	367,537
c) Total Insider Facility	965,926	894,062	841,078	810,652
3 OFF BALANCE SHEET ITEMS				
a) Letter of Credit, guarantees, acceptances	285,831	310,227	130,540	163,377
b) Forward, swaps & Options	-	-	-	-
c) Other contingent Liabilities	-	-	-	-
d) Total Contingent Liabilities	285,831	310,227	130,540	163,377
4 CAPITAL STRENGTH				
a) Core Capital	1,710,220	1,106,898	1,115,862	922,580
b) Minimum statutory capital	1,000,000	1,000,000	1,000,000	1,000,000
c) Excess/ deficiency (a-b)	710,220	106,898	115,862	(77,420)
d) Supplementary capital	858,856	846,576	796,100	656,441
e) Total Capital (a+d)	2,569,076	1,953,474	1,911,962	1,579,021
f) Total Risk Weighted Assets	23,648,790	22,469,295	21,511,035	18,493,395
g) Core Capital/ Total Deposit Liabilities	7.7%	5.2%	5.2%	4.8%
h) Minimum Statutory ratio	8.0%	8.0%	8.0%	8.0%
i) Excess/deficiency (g-h)	-0.3%	-2.8%	-2.8%	-3.2%
j) Core Capital/ Total Risk Weighted Assets	7.2%	4.9%	5.2%	5.0%
k) Minimum statutory ratio	10.5%	10.5%	10.5%	10.5%
l) Excess/deficiency (j-k)	-3.3%	-5.6%	-5.3%	-5.5%
m) Total Capital/ Total Risk Weighted assets	10.9%	8.7%	8.9%	8.5%
n) Minimum statutory ratio	14.5%	14.5%	14.5%	14.5%
o) Excess/deficiency (m-n)	-3.6%	-5.8%	-5.6%	-6.0%
p) Adjusted Core Capital/Total Deposit Liabilities	8.0%	5.6%	5.5%	5.5%
q) Adjusted Core Capital/Total Risk Weighted Assets	7.5%	5.2%	5.5%	5.3%
r) Adjusted Total Capital/Total Risk Weighted Assets	11.1%	9.0%	9.2%	8.9%
5 LIQUIDITY				
a) Liquidity ratio	22.3%	22.5%	21.0%	29.8%
b) Minimum statutory ratio	20.0%	20.0%	20.0%	20.0%
c) Excess/deficiency (a-b)	2.3%	2.5%	1.0%	9.8%

The Adjusted Capital includes the expected credit loss provisions added back to Capital in line with CBK Guidance Note issued in April 2018 on implementation of IFRS 9.

The increase in capital of KES 510 Million relates to a rights issue that concluded on 30.06.2022

MESSAGE FROM DIRECTORS

The above Statement of Financial Position and Statement of Comprehensive income are extracts from the Bank's unaudited Financial Statements for the period ended 30th June 2022. The complete set of the unaudited Statements, Statutory and qualitative disclosures can be accessed on the institution's website www.firstcommunitybank.co.ke or at our Head office located at FCB Mihrab Building, Mezzanine I, Lenana Road/Ring Road Kilimani, Nairobi.

Abdullatif Essajee : Chairman

Dr. Hussein Hassan : Chief Executive Officer