



**UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 30TH SEPT 2022**

<b>I STATEMENT OF FINANCIAL POSITION</b>					
	<b>30-Sep-22</b>	<b>30-Jun-22</b>	<b>31-Mar-22</b>	<b>31-Dec-21</b>	<b>30-Sep-21</b>
	<b>Unaudited</b>	<b>Unaudited</b>	<b>Unaudited</b>	<b>Audited</b>	<b>Unaudited</b>
	<b>Ksh'000'</b>	<b>Ksh'000'</b>	<b>Ksh'000'</b>	<b>Ksh'000'</b>	<b>Ksh'000'</b>
<b>A ASSETS</b>					
1 Cash balances ( both local & foreign)	54,714	720,314	815,107	826,973	1,112,073
2 Balances due from Central Bank of Kenya	1,141,005	2,285,691	28,626	694,417	1,032,915
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	647,021	1,841,522	3,138,385	1,884,610	1,555,824
7 Deposits and balances due from banking institutions abroad	5,801	9,026	11,756	932,924	939,987
8 Tax recoverable	62,461	17,745	-	-	-
9 Financing Activities (net)	18,154,024	18,634,692	16,721,027	17,212,651	15,072,941
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	94,400
13 Investment in joint ventures	-	-	-	-	-
14 Investment properties	-	-	-	-	-
15 Property and equipment	785,558	818,351	832,230	837,536	831,370
16 Prepaid operating rental leases	-	-	-	-	-
17 Intangible assets	81,871	70,886	76,693	76,238	64,509
18 Deferred tax asset	628,114	628,114	628,114	628,114	603,341
19 Retirement benefit asset	-	-	-	-	-
20 Other assets	470,581	1,088,607	1,573,306	1,513,250	843,371
<b>21 TOTAL ASSETS</b>	<b>22,125,549</b>	<b>26,209,349</b>	<b>23,919,643</b>	<b>24,701,113</b>	<b>22,150,730</b>
<b>B LIABILITIES</b>					
22 Balances due to Central Bank of Kenya	-	-	-	-	-
23 Customer deposits	18,174,697	22,209,267	21,117,717	21,479,164	19,411,846
24 Deposits and balances due to local banking institutions	-	-	-	-	-
25 Deposits and balances due to foreign banking institutions	-	-	-	34,206	-
26 Other money market deposits	-	-	-	-	-
27 Borrowed funds	-	-	-	-	-
28 Balances due to Banking institution in the group	-	-	-	-	-
29 Tax payable	-	-	136,225	77,637	73,091
30 Dividends payable	-	-	-	-	-
31 Deferred tax liability	-	-	-	-	-
32 Retirement benefit liability	-	-	-	-	-
33 Other liabilities	767,425	836,968	113,697	642,754	390,860
<b>34 TOTAL LIABILITIES</b>	<b>18,942,122</b>	<b>23,046,235</b>	<b>21,367,639</b>	<b>22,233,762</b>	<b>19,875,797</b>
<b>C SHAREHOLDERS' EQUITY</b>					
35 Paid up/Assigned capital	651,078	651,078	491,578	491,578	491,578
36 Share premium	1,825,635	1,825,635	1,474,735	1,474,735	1,474,735
37 Revaluation reserves	-	-	-	-	-
38 Retained earnings/ Accumulated losses	(221,221)	(172,455)	(260,885)	(295,062)	(379,792)
39 Statutory financing loss reserve	927,935	858,856	846,576	796,100	688,413
40 Other Reserves	-	-	-	-	-
41 Proposed dividends	-	-	-	-	-
42 Capital grants	-	-	-	-	-
<b>43 TOTAL SHAREHOLDERS' FUNDS</b>	<b>3,183,427</b>	<b>3,163,114</b>	<b>2,552,004</b>	<b>2,467,351</b>	<b>2,274,933</b>
<b>44 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS</b>	<b>22,125,549</b>	<b>26,209,349</b>	<b>23,919,643</b>	<b>24,701,113</b>	<b>22,150,730</b>
<b>II STATEMENT OF COMPREHENSIVE INCOME</b>					
<b>OPERATING INCOME</b>					
1.1 Financing Activities (Deals)	1,164,461	741,758	349,011	1,593,047	875,933
1.2 Government securities	-	-	-	-	-
1.3 Deposits and placements with banking institutions	57,234	39,853	20,031	142,266	103,809
1.4 Other related income	-	-	-	-	-
<b>1.5 Total Operating Income</b>	<b>1,221,695</b>	<b>781,612</b>	<b>369,042</b>	<b>1,735,313</b>	<b>979,742</b>
<b>EXPENSES ON DEPOSITS</b>					
2.1 Customer deposits	96,420	59,289	30,825	74,715	49,961
2.2 Deposits and placements from banking institutions	5,212	2,744	1,561	2,280	1,075
2.3 Other related expenses	-	-	-	6,981	6,981
<b>2.4 Total Expenses on Deposits</b>	<b>101,633</b>	<b>62,033</b>	<b>32,386</b>	<b>83,976</b>	<b>58,017</b>
<b>NET OPERATING INCOME</b>	<b>1,120,063</b>	<b>719,579</b>	<b>336,656</b>	<b>1,651,337</b>	<b>921,725</b>
<b>NON- OPERATING INCOME</b>					
4.1 Fees and commissions on financing activity's	47,872	38,242	12,692	56,073	97,470
4.2 Other fees and Commissions income	261,493	181,387	87,683	385,601	215,112
4.3 Foreign exchange income	(26,719)	45,665	653	106,198	76,112
4.4 Dividend Income	-	-	-	-	-
4.5 Other income	2,421	1,655	2,222	14,787	3,551
<b>4.6 Total Non Operating Income</b>	<b>285,067</b>	<b>266,949</b>	<b>103,250</b>	<b>562,559</b>	<b>392,245</b>
<b>TOTAL INCOME</b>	<b>1,405,130</b>	<b>986,528</b>	<b>439,905</b>	<b>2,213,996</b>	<b>1,313,970</b>
<b>OPERATING EXPENSES</b>					
6.1 Financing loss provision	27,382	22,382	4,704	524,670	107,797
6.2 Staff costs	444,553	281,752	128,300	487,008	318,695
6.3 Directors' emoluments	16,230	11,763	4,980	14,626	9,628
6.4 Rental charges	51,979	34,715	17,402	-	53,533
6.5 Depreciation on property and equipment	44,151	28,259	14,361	56,364	43,442
6.6 Amortization charges	17,826	11,618	5,811	18,879	13,810
6.7 Other operating expenses	481,550	311,398	139,567	510,582	388,394
<b>6.8 Total Other Operating Expenses</b>	<b>1,083,671</b>	<b>701,886</b>	<b>315,123</b>	<b>1,612,129</b>	<b>935,298</b>
<b>Profit/(loss) before tax and exceptional items</b>	<b>321,459</b>	<b>284,642</b>	<b>124,782</b>	<b>601,867</b>	<b>378,671</b>
Exceptional items	-	-	-	-	-
<b>Profit/(loss) before tax</b>	<b>321,459</b>	<b>284,642</b>	<b>124,782</b>	<b>601,867</b>	<b>378,671</b>
Current tax	(115,782)	(99,278)	(40,129)	(215,450)	(154,533)
Deferred tax asset	-	-	-	30,138	-
<b>Profit / (loss) after tax &amp; exceptional items</b>	<b>205,677</b>	<b>185,364</b>	<b>84,653</b>	<b>416,555</b>	<b>224,138</b>
<b>Other Comprehensive Income</b>					
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	-	-	-	-	-
<b>Total Comprehensive Income for the year</b>	<b>205,677</b>	<b>185,364</b>	<b>84,653</b>	<b>416,555</b>	<b>224,138</b>
<b>III OTHER DISCLOSURES</b>					
<b>I NON PERFORMING FACILITIES</b>					
a) Gross Non-Performing Facilities	5,530,594	5,656,801	5,287,749	5,487,106	5,237,715
b) Less suspended Income	1,087,244	1,118,388	1,039,718	1,015,797	987,731
<b>c) Total Non Performing Facilities (a-b)</b>	<b>4,443,350</b>	<b>4,538,413</b>	<b>4,248,031</b>	<b>4,471,309</b>	<b>4,249,984</b>
d) Less financing loss provisions	1,952,348	1,898,818	1,864,292	1,822,407	1,696,308
<b>e) Net NPLs (c-d)</b>	<b>2,491,002</b>	<b>2,639,595</b>	<b>2,383,739</b>	<b>2,648,902</b>	<b>2,553,675</b>
f) Discounted value of securities	2,299,862	2,434,008	2,269,856	2,136,426	2,542,449
<b>g) Net NPLs exposure (e-f)</b>	<b>191,140</b>	<b>205,587</b>	<b>113,883</b>	<b>512,476</b>	<b>112,226</b>
<b>2 INSIDER FACILITY</b>					
a) Directors, shareholders and associates	478,963	478,963	466,338	400,341	427,772
b) Employees	486,963	486,963	427,724	440,737	437,224
<b>c) Total Insider Facility</b>	<b>965,926</b>	<b>965,926</b>	<b>894,062</b>	<b>841,078</b>	<b>864,996</b>
<b>3 OFF BALANCE SHEET ITEMS</b>					
a) Letter of Credit, guarantees, acceptances	277,043	285,831	310,227	130,540	264,220
b) Forward, swaps & Options	-	-	-	-	-
c) Other contingent Liabilities	-	-	-	-	-
<b>d) Total Contingent Liabilities</b>	<b>277,043</b>	<b>285,831</b>	<b>310,227</b>	<b>130,540</b>	<b>264,220</b>
<b>4 CAPITAL STRENGTH</b>					
a) Core Capital	1,645,406	1,710,220	1,106,898	1,115,862	924,156
b) Minimum statutory capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
<b>c) Excess/ deficiency (a-b)</b>	<b>645,406</b>	<b>710,220</b>	<b>106,898</b>	<b>115,862</b>	<b>(75,844)</b>
d) Supplementary capital	927,935	858,856	846,576	796,100	688,413
<b>e) Total Capital (a+d)</b>	<b>2,573,341</b>	<b>2,569,076</b>	<b>1,953,474</b>	<b>1,911,962</b>	<b>1,612,569</b>
f) Total Risk Weighted Assets	23,318,679	23,138,390	22,469,295	21,511,035	20,602,260
g) Core Capital/ Total Deposit Liabilities	9.1%	5.2%	5.2%	5.2%	4.8%
h) Minimum Statutory ratio	8.0%	8.0%	8.0%	8.0%	8.0%
i) Excess/deficiency (g-h)	1.1%	-2.8%	-2.8%	-2.8%	-3.2%
j) Core Capital/ Total Risk Weighted Assets	7.1%	5.0%	4.9%	5.2%	4.5%
k) Minimum statutory ratio	10.5%	10.5%	10.5%	10.5%	10.5%
l) Excess/deficiency (j-k)	-3.4%	-5.5%	-5.6%	-5.3%	-6.0%
m) Total Capital/ Total Risk Weighted assets	11.0%	8.7%	8.7%	8.9%	7.8%
n) Minimum statutory ratio	14.5%	14.5%	14.5%	14.5%	14.5%
o) Excess/deficiency (m-n)	-3.5%	-5.8%	-5.8%	-5.6%	-6.7%
p) Adjusted Core Capital/Total Deposit Liabilities	9.4%	5.5%	5.6%	5.5%	5.1%
q) Adjusted Core Capital/Total Risk Weighted Assets	7.3%	5.3%	5.2%	5.5%	4.8%
r) Adjusted Total Capital/Total Risk Weighted Assets	11.3%	9.0%	9.0%	9.2%	8.2%
<b>5 LIQUIDITY</b>					
a) Liquidity ratio	14.5%	22.3%	22.5%	21.0%	28.2%
b) Minimum statutory ratio	20.0%	20.0%	20.0%	20.0%	20.0%
<b>c) Excess/deficiency (a-b)</b>	<b>-5.5%</b>	<b>2.3%</b>	<b>2.5%</b>	<b>1.0%</b>	<b>8.2%</b>

**Notes:**

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 above Statement of Financial Position and Statement of Comprehensive Income are extracts from the Bank's unaudited Financial Statements for the period ended 30th Sept. 2022. The complete set of the unaudited Statements, Statutory and qualitative disclosures can be accessed on the institution's website [www.firstcommunitybank.co.ke](http://www.firstcommunitybank.co.ke) or at our Headoffice located at FCB Mihrab Building, Mezzanine 1, Lenana Road/Ring Road Kilimani, Nairobi.

Abdullatif Essajee : Chairman

Dr. Hussein Hassan : Chief Executive Officer