



## 1. STATEMENT OF FINANCIAL POSITION

	30-Jun-20 Unaudited	31-Mar-20 Unaudited	31-Dec-19 Audited	30-Jun-19 Unaudited
<b>A ASSETS</b>	<b>Ksh'000'</b>	<b>Ksh'000'</b>	<b>Ksh'000'</b>	<b>Ksh'000'</b>
1 Cash balances ( both local & foreign)	941,029	1,356,160	1,174,945	774,269
2 Balances due from Central Bank of Kenya	2,255,485	239,909	1,973,662	2,133,196
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	1,274,605	189,943	2,215,670	2,179,016
7 Deposits and balances due from banking institutions abroad	1,958,922	102,172	1,141,192	1,463,201
8 Tax recoverable	107,327	99,641	119,645	116,161
9 Financing Activities (net)	10,404,312	10,113,290	9,909,696	9,410,840
10 Balances due from Banking instituion 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	874,128	866,295	846,829	515,875
16 Prepaid operating rental leases	4,922	4,922	-	6,461
17 Intangible assets	48,550	50,986	50,282	40,976
18 Deferred tax asset	555,748	555,748	555,748	529,176
19 Retirement benefit asset	-	-	-	-
20 Other assets	163,814	2,381,028	680,774	682,691
21 <b>TOTAL ASSETS</b>	<b>18,683,241</b>	<b>16,054,493</b>	<b>18,762,844</b>	<b>17,946,262</b>
<b>B LIABILITIES</b>				
22 Balances due to Central Bank of Kenya	-	-	-	-
23 Customer deposits	16,227,273	14,058,355	16,125,643	15,946,756
24 Deposits and balances due to local banking institutions	-	-	-	-
25 Deposits and balances due to foreign banking institutions	-	-	158,901	-
26 Other money market deposits	-	-	-	-
27 Borrowed funds	278,181	313,445	303,375	303,320
28 Balances due to Banking instituion in the group	-	-	-	-
29 Tax payable	-	-	-	-
30 Dividends payable	-	-	-	-
31 Deferred tax liability	-	-	-	-
32 Retirement benefit liability	-	-	-	-
33 Other liabilities	696,416	215,131	712,894	412,806
34 <b>TOTAL LIABILITIES</b>	<b>17,201,869</b>	<b>14,586,931</b>	<b>17,300,813</b>	<b>16,662,882</b>
<b>C SHAREHOLDERS' EQUITY</b>				
35 Paid up/Assigned capital	390,800	390,800	390,800	390,800
36 Share premium	1,172,401	1,172,401	1,172,401	1,172,401
37 Revaluation reserves	-	-	-	-
38 Retained earnings/ Accumulated losses	(586,399)	(511,686)	(411,112)	(279,821)
39 Statutory financing loss reserve	504,570	416,047	309,941	-
40 Other Reserves	-	-	-	-
41 Proposed dividends	-	-	-	-
42 Capital grants	-	-	-	-
43 <b>TOTAL SHAREHOLDERS' FUNDS</b>	<b>1,481,372</b>	<b>1,467,563</b>	<b>1,462,030</b>	<b>1,283,380</b>
44 <b>TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS</b>	<b>18,683,241</b>	<b>16,054,493</b>	<b>18,762,844</b>	<b>17,946,262</b>

## 2. STATEMENT OF COMPREHENSIVE INCOME

	Ksh'000'	Ksh'000'	Ksh'000'	Ksh'000'
<b>1 OPERATING INCOME</b>	<b>Ksh'000'</b>	<b>Ksh'000'</b>	<b>Ksh'000'</b>	<b>Ksh'000'</b>
1.1 Financing Activities (Deals)	367,393	190,213	879,061	378,904
1.2 Government securities	-	-	-	-
1.3 Deposits and placements with banking institutions	47,495	30,768	121,720	59,674
1.4 Other related income	-	-	-	-
1.5 Total Operating income	414,888	220,981	1,000,782	438,579
<b>2 EXPENSES ON DEPOSITS</b>				
2.1 Customer deposits	55,062	33,792	187,434	96,720
2.2 Deposits and placements from banking institutions	6,808	3,031	17,364	8,664
2.3 Other related expenses	20,148	10,070	40,435	20,074
2.4 Total Expenses on Deposits	82,019	46,893	245,233	125,458
<b>3 NET OPERATING INCOME</b>	<b>332,869</b>	<b>174,087</b>	<b>755,549</b>	<b>313,121</b>
<b>4 NON- OPERATING INCOME</b>				
4.1 Fees and commissions on financing activity's	39,219	18,081	65,601	32,562
4.2 Other fees and Commissions income	126,371	60,552	292,243	124,543
4.3 Foreign exchange income	33,647	25,251	79,272	91,191
4.4 Dividend Income	-	-	-	-
4.5 Other income.	3,488	2,016	3,389	10,466
4.6 Total Non Operating Income	202,726	105,900	440,506	258,762
<b>5 TOTAL INCOME</b>	<b>535,595</b>	<b>279,987</b>	<b>1,196,055</b>	<b>571,882</b>
<b>6 OPERATING EXPENSES</b>				
6.1 Financing loss provision	-	-	(345,152)	(3,257)
6.2 Staff costs	208,228	127,830	465,372	231,276
6.3 Directors' emoluments	1,500	1,500	18,500	9,500
6.4 Rental charges	34,877	17,139	405	32,353
6.5 Depreciation on property and equipment	27,150	12,733	50,239	30,339
6.6 Amortization charges	7,866	3,696	24,476	12,185
6.7 Other operating expenses	233,826	111,556	796,733	240,427
6.8 Total Other Operating Expenses	513,446	274,454	1,010,573	552,823
<b>7 Profit/(loss) before tax and exceptional items</b>	<b>22,149</b>	<b>5,533</b>	<b>185,482</b>	<b>19,059</b>
8 Exceptional items	-	-	-	-
9 Profit/(loss) before tax	22,149	5,533	185,482	19,059
10 Current tax	(2,806)	-	(21,127)	(6,812)
11 Deferred tax asset	-	-	26,572	-
12 Profit / (loss) after tax & exceptional items	19,343	5,533	190,927	12,248
13 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	-	-	-	-
14 Other comprehensive Income for the year net of tax	19,343	5,533	190,927	12,248
15 <b>Total Comprehensive Income for the year</b>	<b>19,343</b>	<b>5,533</b>	<b>190,927</b>	<b>12,248</b>

## 3. OTHER DISCLOSURES

<b>1 NON PERFORMING FACILITIES</b>	<b>Ksh'000'</b>	<b>Ksh'000'</b>	<b>Ksh'000'</b>	<b>Ksh'000'</b>
a) Gross Non-Performing Facilities	5,040,475	4,800,671	4,699,124	4,711,796
b) Less suspended Income	674,677	629,996	591,373	614,702
<b>c) Total Non Performing Facilities (a-b)</b>	<b>4,365,798</b>	<b>4,170,676</b>	<b>4,107,751</b>	<b>4,097,094</b>
d) Less financing loss provisions	1,533,379	1,439,126	1,332,148	1,168,895
<b>e) Net NPLs (c-d)</b>	<b>2,832,419</b>	<b>2,731,550</b>	<b>2,775,603</b>	<b>2,928,199</b>
f) Discounted value of securities	2,790,704	2,710,679	2,685,833	2,761,539
<b>g) Net NPLs exposure (e-f)</b>	<b>41,715</b>	<b>20,871</b>	<b>89,770</b>	<b>166,660</b>
<b>2 INSIDER FACILITY</b>				
a) Directors, shareholders and associates	490,109	562,088	572,372	532,718
b) Employees	293,025	294,018	301,940	311,634
<b>c) Total Insider Facility</b>	<b>783,134</b>	<b>856,106</b>	<b>874,312</b>	<b>844,352</b>
<b>3 OFF BALANCE SHEET ITEMS</b>				
a) Letter of Credit, guarantees, acceptances	497,159	166,470	194,120	220,584
b) Forward, swaps & Options	-	-	-	-
c) Other contingent Liabilities	-	-	-	-
d) Total Contingent Liabilities	497,159	166,470	194,120	220,584
<b>4 CAPITAL STRENGTH</b>				
a) Core Capital	413,697	503,476	617,182	781,406
b) Minimum statutory capital	1,000,000	1,000,000	1,000,000	1,000,000
c) Excess/ deficiency (a-b)	586,303	(496,524)	(382,818)	(218,594)
d) Supplementary capital	682,750	629,491	513,316	303,320
<b>e) Total Capital (a+d)</b>	<b>1,096,447</b>	<b>1,132,967</b>	<b>1,130,498</b>	<b>1,084,726</b>
<b>f) Total Risk Weighted Assets</b>	<b>14,437,100</b>	<b>15,406,220</b>	<b>13,962,683</b>	<b>13,178,993</b>
g) Core Capital/ Total Deposit Liabilities	2.5%	3.6%	3.8%	4.9%
h) Minimum Statutory ratio	8.0%	8.0%	8.0%	8.0%
i) Excess/deficiency (g-h)	-5.5%	-4.4%	-4.2%	-3.1%
j) Core Capital/ Total Risk Weighted Assets	2.9%	3.3%	4.4%	5.9%
k) Minimum statutory ratio	10.5%	10.5%	10.5%	10.5%
l) Excess/deficiency (j-k)	-7.6%	-7.2%	-6.1%	-4.6%
m) Total Capital/ Total Risk Weighted assets	7.6%	7.4%	8.1%	8.2%
n) Minimum statutory ratio	14.5%	14.5%	14.5%	14.5%
o) Excess/deficiency (m-n)	-6.9%	-7.1%	-6.4%	-6.3%
p) Adjusted Core Capital/Total Deposit Liabilities*	3.2%	4.6%	4.2%	5.2%
q) Adjusted Core Capital/Total Risk Weighted Assets*	3.6%	4.2%	4.6%	6.2%
r) Adjusted Total Capital/Total Risk Weighted Assets*	8.3%	8.2%	8.5%	8.5%
<b>5 LIQUIDITY</b>				
a) Liquidity ratio	40.0%	28.0%	35.1%	42.3%
b) Minimum statutory ratio	20.0%	20.0%	20.0%	20.0%
c) Excess/deficiency (a-b)	20.0%	8.0%	15.1%	22.3%

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.

### MESSAGE FROM DIRECTORS

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 institution's website www.firstcommunitybank.co.ke or at our Headoffice located at FCB MihrabBuilding, Mezzanine I, Lenana Road/Ring Road Kilimani, Nairobi.

Mohamed Mbaye : Chairman  
Abdullatif Essajee : Director  
Dr. Hussein Hassan : Chief Executive Officer