

The Board of Directors of I&M Holdings PLC is pleased to announce unaudited consolidated results for the period ended 30 September 2019

STATEMENT OF FINANCIAL POSITION	COMPANY					GROUP				
	UNAUDITED SEP 2018 (KSHS'000)	AUDITED DEC 2018 (KSHS'000)	UNAUDITED MAR 2019 (KSHS'000)	UNAUDITED JUN 2019 (KSHS'000)	UNAUDITED SEP 2019 (KSHS'000)	UNAUDITED SEP 2018 (KSHS'000)	AUDITED DEC 2018 (KSHS'000)	UNAUDITED MAR 2019 (KSHS'000)	UNAUDITED JUN 2019 (KSHS'000)	UNAUDITED SEP 2019 (KSHS'000)
A ASSETS										
01. Cash (both local and foreign)	-	-	-	-	-	2,269,117	2,409,004	2,251,722	3,143,220	2,313,162
02. Balances due from central banks	-	-	-	-	-	13,506,394	12,458,135	17,132,942	16,999,221	15,778,289
03. Kenya Government and other securities held for dealing purposes	-	-	-	-	-	-	-	-	-	-
04. Financial Assets at Fair Value Through Profit or Loss (FVTPL)	-	-	-	-	-	10,471,248	13,145,126	13,132,072	9,098,293	12,757,446
05. Investment Securities:										
a) Held at amortised cost:										
a. Kenya Government securities	-	-	-	-	-	20,552,748	18,306,701	21,471,173	22,228,552	17,908,239
b. Other securities	-	-	-	-	-	11,388,259	9,851,400	9,148,032	10,484,834	6,534,966
b) Fair Value through Other Comprehensive Income (FVOCI):										
a. Kenya Government securities	137,425	133,223	137,295	337,279	451,760	10,465,403	9,647,876	10,144,499	11,215,300	
b. Other securities	-	-	-	-	-	983,004	1,205,495	1,606,401	2,486,706	5,492,538
06. Deposits and balances due from local banking institutions	-	-	-	-	-	975,863	1,892,921	1,142,853	1,039,819	9,009
07. Deposits and balances due from banking institutions abroad	-	-	-	-	-	33,135,360	31,782,272	31,794,231	42,927,804	51,980,458
08. Tax recoverable	4,843	6,347	6,291	3,488	3,299	884,497	126,609	57,411	524,676	
09. Loans and advances to customers (net)	-	-	-	-	-	163,327,426	166,736,729	168,936,685	172,163,870	174,111,284
10. Balances due from banking institutions in the Group	-	-	-	-	-	-	-	-	-	-
11. Investment in associates	-	-	-	-	-	-	-	-	-	-
12. Investment in subsidiary companies	23,790,896	25,662,294	25,662,294	25,662,294	25,662,294	-	-	-	-	
13. Investment in joint ventures	1,679,971	1,679,971	1,679,971	1,679,971	1,679,971	4,485,139	4,535,205	4,714,233	4,833,842	
14. Investment properties	-	-	-	-	-	-	-	-	-	-
15. Property and equipment	-	-	-	-	-	6,288,782	6,724,561	7,783,791	8,428,171	8,583,933
16. Prepaid lease rentals	-	-	-	-	-	251,187	244,271	241,535	235,618	230,291
17. Intangible assets	-	-	-	-	-	4,378,297	4,872,194	4,995,471	4,888,511	5,021,624
18. Deferred tax asset	-	-	-	-	-	1,075,491	1,929,345	1,932,553	1,952,072	1,954,603
19. Retirement benefit asset	-	-	-	-	-	-	-	-	-	-
20. Other assets	79,083	1,649,014	1,643,730	73,273	118,887	5,157,091	2,652,205	3,138,590	4,403,184	
21. TOTAL ASSETS	25,692,218	29,130,849	29,129,581	27,756,305	27,916,211	289,595,306	288,522,049	299,624,194	317,053,693	324,349,839
B LIABILITIES										
22. Balances due to central banks	-	-	-	-	-	-	-	-	-	-
23. Customer deposits	-	-	-	-	-	209,040,852	213,139,370	221,169,203	237,242,298	236,229,016
24. Deposits and balances due to local banking institutions	-	-	-	-	-	6,444,682	69,381	161,407	113,093	4,513,989
25. Deposits and balances due to foreign banking institutions	-	-	-	-	-	5,915,070	5,577,720	7,242,524	7,530,017	6,265,386
26. Other money market deposits	-	-	-	-	-	-	-	-	-	-
27. Borrowed funds	-	-	-	-	-	12,028,802	13,755,684	10,583,951	10,138,731	13,512,579
28. Balances due to banking institutions in the Group	-	-	-	-	-	-	-	-	-	-
29. Tax payable	-	-	-	-	-	259,286	130,130	833,098	135,513	96,508
30. Dividends Payable	-	-	-	-	-	-	-	-	-	-
31. Deferred tax liability	-	-	-	-	-	-	-	-	-	-
32. Retirement benefit liability	-	-	-	-	-	-	-	-	-	-
33. Other liabilities	92,516	3,569,262	3,566,071	1,988,403	1,972,163	6,126,366	4,975,316	6,463,128	6,459,562	
34. TOTAL LIABILITIES	92,516	3,569,262	3,566,071	1,988,403	1,972,163	239,815,058	237,647,601	246,453,311	261,619,214	266,731,368
C SHAREHOLDERS' EQUITY										
35. Paid up/ Assigned share capital	413,405	413,405	413,405	413,405	413,405	413,405	413,405	413,405	413,405	413,405
36. Share premium/ (discount)	18,805,359	18,805,359	18,805,359	18,805,359	18,803,912	18,805,359	18,805,359	18,805,359	18,803,912	18,803,912
37. Revaluation reserves - (Buildings)	-	-	-	-	-	801,637	820,277	820,277	820,277	820,277
38. Retained earnings/ (Accumulated losses)	6,380,938	6,339,846	6,339,977	6,539,417	6,712,839	26,560,886	26,931,401	29,279,609	30,525,741	31,652,494
39. Statutory Loan Loss Reserves	-	-	-	-	-	1,430,624	2,190,131	2,160,305	2,958,459	3,841,201
40. Other Reserves	-	2,977	4,769	9,721	13,892	(201,642)	(525,186)	(309,668)	(176,972)	(96,999)
41. Proposed dividends	-	-	-	-	-	-	-	-	-	-
42. Translation reserve	-	-	-	-	-	(801,147)	(766,356)	(1,041,025)	(969,423)	(915,511)
43. TOTAL SHAREHOLDERS' EQUITY	25,599,702	25,561,587	25,563,510	25,767,902	25,944,048	47,009,122	47,869,031	50,128,262	52,376,846	54,518,779
44. Non controlling interest	-	-	-	-	-	2,771,126	3,005,417	3,042,621	3,057,633	3,099,692
45. TOTAL LIABILITIES & SHAREHOLDERS' EQUITY	25,692,218	29,130,849	29,129,581	27,756,305	27,916,211	289,595,306	288,522,049	299,624,194	317,053,693	324,349,839

OTHER DISCLOSURES	GROUP				
	UNAUDITED SEP 2018 (KSHS'000)	AUDITED DEC 2018 (KSHS'000)	UNAUDITED MAR 2019 (KSHS'000)	UNAUDITED JUN 2019 (KSHS'000)	UNAUDITED SEP 2019 (KSHS'000)
01. NON - PERFORMING LOANS AND ADVANCES					
a) Gross Non-performing Loans and advances	22,083,737	23,831,914	23,736,772	24,398,524	24,058,740
Less					
b) Interest in suspense	4,988,308	5,437,953	6,572,701	6,910,275	6,791,389
c) Total Non-performing loans and advances (a-b)	17,095,429	18,393,961	17,164,071	17,488,249	17,267,351
Less					
d) Loan loss provisions	5,882,132	8,016,530	7,053,718	8,323,320	8,250,996
e) Net Non Performing Loans (c-d)	11,213,297	10,377,431	10,110,353	9,164,929	9,016,355
f) Discounted value of securities	11,213,297	10,377,431	10,110,353	9,164,929	9,016,355
g) Net NPLs exposure (e-f)	-	-	-	-	-
02. INSIDER LOANS AND ADVANCES					
a) Directors, shareholders and associates	3,251,551	3,576,789	4,100,015	3,765,140	3,819,959
b) Employees	1,827,779	1,843,183	1,735,771	1,716,265	1,792,314
c) Total Insider Loans and Advances	5,079,330	5,419,972	5,835,786	5,481,405	5,612,273
03. OFF- BALANCE SHEET ITEMS					
a) Letters of Credit, Guarantees, Acceptances	44,563,789	43,320,098	46,949,160	45,247,571	44,132,069
b) Forwards, swaps and options	30,893,903	39,167,772	47,563,695	54,657,101	56,008,803
c) Other contingent liabilities	4,870,616	3,143,059	2,667,511	5,271,559	6,649,752
d) Total Contingent Liabilities	80,328,308	85,630,929	97,180,366	105,176,231	106,790,624
04. CAPITAL STRENGTH					
a) Core capital	42,277,988	45,548,005	46,503,301	47,076,054	47,316,027
b) Minimum statutory capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
c) Excess / (Deficiency) (a-b)	41,277,988	44,548,005	45,503,301	46,076,054	46,316,027
d) Supplementary capital	4,445,530	6,180,530	6,868,951	6,750,360	10,435,960
e) Total capital (a+d)	46,723,518	51,728,535	53,372,252	53,826,414	57,751,987
f) Total risk weighted assets	276,371,199	283,777,893	286,087,075	292,459,116	297,457,225
g) Core capital/ Total deposit liabilities	20.22%	21.37%	21.03%	19.84%	20.03%
h) Minimum statutory ratio	8.00%	8.00%	8.00%	8.00%	8.00%
i) Excess / (Deficiency) (g-h)	12.22%	13.37%	13.03%	11.84%	12.03%
j) Core capital/ Total risk weighted assets	15.30%	16.05%	16.25%	16.10%	15.91%
k) Minimum statutory ratio	10.50%	10.50%	10.50%	10.50%	10.50%
l) Excess / (Deficiency) (j-k)	4.80%	5.55%	5.75%	5.60%	5.41%
m) Total capital/ Total risk weighted assets	16.91%	18.23%	18.66%	18.40%	19.42%
n) Minimum statutory ratio	14.50%	14.50%	14.50%	14.50%	14.50%
o) Excess / (Deficiency) (m-n)	2.41%	3.73%	4.16%	3.90%	4.92%
(p) Adjusted Core Capital/ Total Deposit Liabilities*	20.25%	22.08%	20.60%	20.10%	20.18%
(q) Adjusted Core Capital/ Total Risk Weighted Assets*	15.31%	16.58%	16.46%	16.30%	16.03%
(r) Adjusted Total Capital/ Total Risk Weighted Assets*	17.33%	18.76%	18.86%	18.61%	19.54%
05. LIQUIDITY					
a) Liquidity ratio	47.78%	46.99%	46.54%	48.77%	48.69%
b) Minimum statutory ratio	20.00%	20.00%	20.00%	20.00%	20.00%
c) Excess / (Deficiency) (a-b)	27.78%	26.99%	26.54%	28.77%	28.69%

*The adjusted capital ratios include the expected credit loss provisions added back to capital in line with the CBK Guidance Note issued in April 2018 on implementation of IFRS 9.

Key Highlights September 2019 vs September 2018

Customer Deposits Growth

13% ↑

Loans & Advances Growth

7% ↑

Non-Funded Income Growth

14% ↑

PAT Growth

14% ↑

Cost/Income Ratio

41%

Message from the Directors

These condensed financial statements are an extract from the unaudited financial statements of the Group for the period ended 30 September 2019 which have been prepared in accordance with International Financial Reporting Standards (IFRS).

The financial statements were approved by the Board of Directors on 27 November 2019 and were signed on its behalf by Messrs Daniel Ndonge, Sarit S.Raja Shah and Micheal Turner. The complete set of financials statements can be accessed from the institution's website - <https://www.imbank.com>

BY ORDER OF THE BOARD } DANIEL NDONGE
CHAIRMAN
27 NOVEMBER 2019