

QUARTERLY FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 30TH JUNE 2017

1. STATEMENT OF FINANCIAL POSITION

	30.06.2016 Kshs.'000. Un-Audited	31.12.2016 Kshs.'000. Audited	31.03.2017 Kshs.'000. Un-Audited	30.06.2017 Kshs.'000. Un-Audited
A. ASSETS				
1 Cash balances (both local and foreign)	201,508	233,405	170,197	161,388
2 Balances with Central Bank of Kenya	415,741	561,346	655,454	377,838
3 Kenya Government and other securities held for dealing purposes	-	-	-	-
4 Financial Assets at fair value through profit and loss	54,106	39,765	40,739	42,129
5 Investment Securities:				
a) Held to Maturity:				
a. Kenya Government Securities	832,471	1,485,402	1,117,649	1,366,761
b. Other securities	-	-	-	-
b) Available for sale:				
a. Kenya Government Securities	-	-	-	-
b. Other securities	-	-	-	-
6 Deposits and balances due from local banking institutions	480,099	350,629	516,105	665,689
7 Deposits and balances due from banking institutions abroad	40,680	95,102	121,405	117,666
8 Tax recoverable	-	-	-	-
9 Loans and advances to customers (net)	6,262,255	6,657,374	6,864,709	7,233,310
10 Balances due from banking institutions in the group	-	-	-	-
11 Investments in associates	-	-	-	-
12 Investments in subsidiary companies	-	-	-	-
13 Investment in joint ventures	-	-	-	-
14 Investment properties	-	-	-	-
15 Property plant and equipment	90,986	81,580	75,002	71,340
16 Prepaid lease rentals	-	-	-	-
17 Intangible assets	3,142	3,589	4,108	3,648
18 Deferred tax asset	324,684	323,672	318,103	310,637
19 Retirement benefit assets	-	-	-	-
20 Other assets	71,328	88,383	122,372	132,303
21 TOTAL ASSETS	8,776,999	9,920,247	10,005,843	10,482,709
B. LIABILITIES				
22 Balances due to Central Bank of Kenya	-	-	-	-
23 Customer deposits	5,792,340	6,936,717	6,997,988	7,432,707
24 Deposits and balances due to local banking institutions	25,835	-	5,532	11,495
25 Deposits and balances due to banking institutions abroad	-	-	-	-
26 Other money market deposits	-	-	-	-
27 Borrowed funds	-	-	-	-
28 Balances due to banking institutions in the group	-	-	-	-
29 Tax payable	-	-	-	-
30 Dividends payable	-	-	-	-
31 Deferred tax liability	-	-	-	-
32 Retirement benefit liability	-	-	-	-
33 Other liabilities	31,489	52,042	47,073	50,186
34 TOTAL LIABILITIES	5,849,665	6,988,759	7,050,593	7,494,388
C. SHAREHOLDERS' FUNDS				
35 Paid up/Assigned capital	2,491,151	2,490,811	2,490,811	2,491,151
36 Scheme Conversions & Contributions pending allotments	8,849	9,189	9,189	8,849
37 Share premium (discount)	412,819	412,819	412,819	412,819
38 Retained earnings/(Accumulated losses)	(194,263)	(214,709)	(190,946)	(160,876)
39 Statutory loan loss reserve	208,778	233,378	233,378	236,378
40 Other Reserves	-	-	-	-
41 Proposed dividends	-	-	-	-
42 Capital grants	-	-	-	-
43 TOTAL SHAREHOLDERS' FUNDS	2,927,334	2,931,488	2,955,250	2,988,321
44 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	8,776,999	9,920,247	10,005,843	10,482,709

2. STATEMENT OF COMPREHENSIVE INCOME

1.0 INTEREST INCOME				
1.1 Loans and advances	422,146	1,005,170	212,172	424,622
1.2 Government securities	40,999	101,694	29,786	63,247
1.3 Deposits and placements with banking institutions	32,276	64,583	19,031	30,950
1.4 Other interest income	1,206	2,219	508	1,033
1.5 Total interest income	496,625	1,173,666	261,497	519,852
2.0 INTEREST EXPENSES				
2.1 Customer deposits	307,814	590,611	133,108	273,770
2.2 Deposits and placements from banking institutions	33	1,377	0	639
2.3 Other interest expenses	-	-	-	-
2.4 Total interest expenses	307,847	591,988	133,108	274,409
3.0 NET INTEREST INCOME/(LOSS)	188,778	581,678	128,389	245,443
4.0 OTHER OPERATING INCOME				
4.1 Fees and commissions on loans & advances	54,734	137,941	28,587	82,156
4.2 Other fees and commissions	10,551	19,906	5,167	9,995
4.3 Foreign exchange trading income (loss)	3,464	8,816	4,468	8,223
4.4 Dividend income	1,912	2,111	1,232	1,232
4.5 Other income	7,077	(3,252)	6,623	13,353
4.6 Total other operating income	77,739	165,522	46,077	114,959
5.0 TOTAL OPERATING INCOME	266,516	747,200	174,466	360,402
6.0 OPERATING EXPENSES				
6.1 Loan loss provision	40,000	260,963	19,000	36,567
6.2 Staff costs	84,131	187,740	57,679	121,340
6.3 Directors' emoluments	4,384	7,635	2,400	5,976
6.4 Rental charges	20,721	45,493	11,097	20,894
6.5 Depreciation charge on property and equipment	16,521	33,510	7,742	14,717
6.6 Amortisation charges	1,011	1,723	409	869
6.7 Other operating expenses	69,310	174,631	45,996	90,174
6.8 Total Operating Expenses	236,178	711,695	144,323	290,537
7.0 Profit/(loss) before tax and exceptional items	30,338	35,505	30,143	69,865
8.0 Exceptional items	-	-	-	-
9.0 Profit/(loss) after exceptional items	30,338	35,505	30,143	69,865
10.0 Current tax	-	-	-	-
11.0 Deferred tax	807	1,819	5,569	13,035
12.0 Profit/(loss) after tax and exceptional items	29,532	33,686	24,574	56,830
13.0 Other Comprehensive Income:				
13.1 Gains/(Losses) from translating the financial statement of foreign operations	-	-	-	-
13.2 Fair value changes in available-for-sale financial assets	-	-	-	-
13.3 Revaluation surplus on Property, plant and equipment	-	-	-	-
13.4 Share of other comprehensive income of associates	-	-	-	-
13.5 Income tax relating to components of other comprehensive income	-	-	-	-
14.0 Other Comprehensive Income for the year net of tax	-	-	-	-
15.0 Total Comprehensive Income for the year net of tax	29,532	33,686	24,574	56,830

3. OTHER DISCLOSURES

1.0 NON-PERFORMING LOANS AND ADVANCES				
a) Gross non-performing loans and advances	759,389	855,709	848,213	843,381
b) Less interest in suspense	90,378	86,552	86,552	86,552
c) Total Non-Performing Loans and Advances (a-b)	669,011	769,157	761,661	756,829
d) Less loan loss provisions	250,297	364,781	383,985	401,552
e) Net non-performing loans and advances (c-d)	418,714	404,376	377,676	355,277
f) Discounted value of securities	418,714	404,376	377,676	355,277
g) Net NPLs exposure (e-f)	-	-	-	-
2.0 INSIDER LOANS AND ADVANCES				
a) Directors, shareholders and associates	573,076	730,144	704,690	738,786
b) Employees	42,986	47,537	47,873	38,702
c) Total Insider Loans, Advances & Other Facilities	616,062	777,681	752,563	777,488
3.0 OFF-BALANCE SHEET ITEMS				
a) Letters of credit, guarantees and acceptances	407,440	516,408	502,858	517,221
b) Forwards, swaps and options	-	-	-	-
c) Other contingent liabilities	614,690	520,985	584,300	666,742
c) Total Contingent Liabilities	1,022,130	1,037,393	1,087,158	1,183,963
4.0 CAPITAL STRENGTH				
a) Core capital	2,703,790	2,698,110	2,709,585	2,723,527
b) Minimum statutory capital	1,000,000	1,000,000	1,000,000	1,000,000
c) Excess (deficiency) (a-b)	1,703,790	1,698,110	1,709,585	1,723,527
d) Supplementary capital	86,064	90,092	92,113	99,584
e) Total capital (a+d)	2,789,854	2,788,202	2,801,698	2,823,111
f) Total risk weighted assets	6,885,138	7,207,329	7,369,029	7,966,690
g) Core capital/ total deposit liabilities	46.68%	38.90%	38.72%	36.64%
h) Minimum statutory ratio	8.00%	8.00%	8.00%	10.50%
i) Excess (deficiency) (g-h)	36.18%	30.90%	30.72%	26.14%
j) Core capital/ total risk weighted assets	39.27%	37.44%	36.77%	34.19%
k) Minimum statutory ratio	10.50%	10.50%	10.50%	10.50%
l) Excess (deficiency) (j-k)	28.77%	26.94%	26.27%	23.69%
m) Total capital/ total risk weighted assets	40.52%	38.69%	38.02%	35.44%
n) Minimum statutory ratio	14.50%	14.50%	14.50%	14.50%
o) Excess (deficiency) (m-n)	26.02%	24.19%	23.52%	20.94%
5.0 LIQUIDITY				
a) Liquidity Ratio	33.60%	39.30%	36.80%	36.03%
b) Minimum statutory ratio	20.00%	20.00%	20.00%	20.00%
c) Excess or deficiency (a-b)	13.60%	19.30%	16.80%	16.03%

The above financial statements are extracts from the books of the institution.

For more information visit our **Head Office at Finance House, Koinange Street**, or our branches at:-

Nairobi- Finance House, Koinange Street
P.O. Box 44080-00100 Nairobi
Tel: 020 2228461/2

Westlands- Apollo Centre, Ring Road
P.O. Box 14357-00800
Tel: 020 3743429/3743412/5

Mombasa-Hassanali Building, Nkrumah Road
P.O. Box 2846-80100 Mombasa
Tel: 041 2220723/4

Nakuru -AFC Building, Kijabe Road
P.O. Box 1955-20100 Nakuru
Tel: 051 2211638/9

Eldoret-Muya house, Kenyatta Street
P.O. Box 3631-30100 Eldoret
Tel: 053 2062871/2

Kitale, Robert Ouko Street
P.O.Box 1521-407 Kitale
Tel:054 31984/6

Or visit our website at www.moriental.co.ke or contact us at info@moriental.co.ke

RAKESH KASHYAP
CHIEF EXECUTIVE OFFICER

J.C. PATEL
DIRECTOR