

AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 31ST DECEMBER 2024
1. STATEMENT OF FINANCIAL POSITION

	31.12.2023 Kshs.'000. Audited	31.12.2024 Kshs.'000. Audited
A. ASSETS		
1 Cash balances (both local and foreign)	189,862	168,249
2 Balances with Central Bank of Kenya	547,739	581,695
3 Kenya Government and other securities held for dealing purposes	-	-
4 Financial Assets at fair value through profit and loss	6,281	12,389
5 Investment Securities:		
a). Held to Maturity:		
a. Kenya Government Securities	4,423,826	4,552,930
b. Other securities	-	-
b) Available for sale:		
a. Kenya Government Securities	-	-
b. Other securities	-	-
6 Deposits and balances due from local banking institutions	1,381,446	1,385,969
7 Deposits and balances due from banking institutions abroad	150,419	35,695
8 Tax recoverable	23,079	912
9 Loans and advances to customers (net)	6,609,514	6,405,961
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	29,008	24,059
16 Prepaid lease rentals	-	-
17 Intangible assets	1,396	13,496
18 Deferred tax asset	269,803	292,881
19 Retirement benefit assets	-	-
20 Other assets	227,485	314,326
21 TOTAL ASSETS	13,859,858	13,788,562
B. LIABILITIES		
22 Balances due to Central Bank of Kenya	-	-
23 Customer deposits	10,326,600	10,099,351
24 Deposits and balances due to local banking institutions	-	-
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	148,793	146,756
34 TOTAL LIABILITIES	10,475,393	10,246,107
C. SHAREHOLDERS' FUNDS		
35 Paid up/ Assigned capital	2,491,031	2,491,031
Scheme Conversions & Contributions pending allotments	8,969	8,969
36 Share premium (discount)	412,819	412,819
37 Revaluation reserve	-	-
38 Retained earnings/ (Accumulated losses)	(73,913)	33,548
39 Statutory loan loss reserve	545,559	571,177
40 Other Reserves	-	-
41 Proposed dividends	-	24,910
42 Capital grants	-	-
43 TOTAL SHAREHOLDERS' FUNDS	3,384,465	3,542,455
44 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	13,859,858	13,788,562

2. STATEMENT OF COMPREHENSIVE INCOME

1.0 INTEREST INCOME		
1.1 Loans and advances	1,006,236	1,074,731
1.2 Government securities	472,582	641,040
1.3 Deposits and placements with banking institutions	49,499	75,884
1.4 Other interest income	-	-
1.5 Total interest income	1,528,317	1,791,655
2.0 INTEREST EXPENSES		
2.1 Customer deposits	688,002	897,184
2.2 Deposits and placements from banking institutions	12,087	3,994
2.3 Other interest expenses	10,521	9,162
2.4 Total Interest Expenses	710,610	910,377
3.0 NET INTEREST INCOME (LOSS)	817,707	881,285
4.0 OTHER OPERATING INCOME		
4.1 Fees and commissions on loans & advances	52,835	54,973
4.2 Other fees and commissions	16,252	19,864
4.3 Foreign exchange trading income (loss)	65,031	49,066
4.4 Dividend income	1,555	2,833
4.5 Other income	(1,826)	10,218
4.6 Total other operating income	133,847	136,954
5.0 TOTAL OPERATING INCOME	951,554	1,018,239
6.0 OPERATING EXPENSES		
6.1 Loan loss provision	284,665	286,265
6.2 Staff costs	252,466	271,524
6.3 Directors' emoluments	7,161	6,800
6.4 Rental charges	1,453	2,264
6.5 Depreciation charge on property and equipment	7,774	9,070
6.6 Amortisation charges	14,181	12,270
6.7 Other operating expenses	195,269	208,467
6.8 Total Operating Expenses	782,969	796,667
7.0 Profit/(loss) before tax and exceptional items	168,585	221,570
8.0 Exceptional items	-	-
9.0 Profit/(loss) after exceptional items	168,585	221,570
10.0 Current tax	76,655	86,667
11.0 Deferred tax	(25,152)	(23,078)
12.0 Profit/(loss) after tax and exceptional items	137,082	157,990
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	137,082	157,990

3. OTHER DISCLOSURES

1.0 NON-PERFORMING LOANS AND ADVANCES		
a) Gross non-performing loans and advances	1,867,529	1,972,598
b) Less interest in suspense	84,519	84,519
c) Total Non-Performing Loans and Advances (a-b)	1,783,010	1,888,079
d) Less loan loss provisions	1,013,804	1,048,347
e) Net non-performing loans and advances (c-d)	769,206	839,732
f) Discounted value of securities	769,206	839,732
g) Net NPLs exposure (e-f)	-	-
2.0 INSIDER LOANS AND ADVANCES		
a) Directors, shareholders and associates	670,679	421,257
b) Employees	120,093	107,754
c) Total Insider Loans, Advances & Other Facilities	790,772	529,011
3.0 OFF-BALANCE SHEET ITEMS		
a) Letters of credit, guarantees and acceptances	1,779,067	3,231,420
b) Forwards, swaps and options	-	-
c) Other contingent liabilities	421,604	504,113
c) Total Contingent Liabilities	2,200,671	3,735,533
4.0 CAPITAL STRENGTH		
a) Core capital	2,569,103	2,653,486
b) Minimum statutory capital	1,000,000	1,000,000
c) Excess (deficiency) (a-b)	1,569,103	1,653,486
d) Supplementary capital	113,339	134,144
e) Total capital (a+d)	2,682,442	2,787,630
f) Total risk weighted assets	9,067,153	10,731,535
g) Core capital/ total deposit liabilities	24.88%	26.27%
h) Minimum statutory ratio	8.00%	8.00%
i) Excess (deficiency) (g-h)	16.88%	18.27%
j) Core capital/ total risk weighted assets	28.33%	24.73%
k) Minimum statutory ratio	10.50%	10.50%
l) Excess (deficiency) (j-k)	17.83%	14.23%
m) Total capital/ total risk weighted assets	29.58%	25.98%
n) Minimum statutory ratio	14.50%	14.50%
o) Excess (deficiency) (m-n)	15.08%	11.48%
5.0 LIQUIDITY		
a) Liquidity Ratio	64.55%	66.22%
b) Minimum statutory ratio	20.00%	20.00%
c) Excess or deficiency (a-b)	44.55%	46.22%

The above financial statements are extracts from the books of the institution as audited by RSM Eastern Africa LLP and received an unqualified opinion. The complete set of audited financial statements, statutory and qualitative disclosures can be accessed on the institution's website: www.moriental.co.ke.

The board of directors recommend a first and final dividend of KSh 0.20 per share for the year.

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Regulated by the Central Bank of Kenya

NITIN SHENDYE

MANAGING DIRECTOR & CEO

RUPEN HARIA

DIRECTOR