



# Habib Bank AG Zurich

## Kenya Branches

(Head Office : 59 Weinbergstrasse, Zurich, Switzerland )

Incorporated in Switzerland (1967)

### KENYA OPERATIONS QUARTERLY FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 30<sup>th</sup> JUNE 2021

I STATEMENT OF FINANCIAL POSITION	30.06.2020	31.12.2020	31.03.2021	30.06.2021
	Shs. 000 (Unaudited)	Shs. 000 (Audited)	Shs. 000 (Unaudited)	Shs. 000 (Unaudited)
<b>A. A. ASSETS</b>				
1 Cash (both local and foreign)	64,946	72,265	65,514	63,175
2 Balances due from Central Bank of Kenya	946,765	788,632	1,031,641	805,675
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:				
a. Kenya Government securities	16,696,891	18,140,960	18,689,262	19,445,909
b. Other securities	-	-	-	-
(b) Available for sale				
a. Kenya Government securities	-	-	-	-
b. Other securities	-	-	-	-
6 Deposits and balances due from local banking institutions	386,042	-	-	-
7 Deposits and balances due from banking institutions abroad	378,047	638,940	588,611	220,534
8 Tax recoverable	122,116	125,346	125,346	125,346
9 Loans and advances to customers (net)	6,531,223	6,373,424	6,259,212	5,956,309
10 Balances due from banking institutions in the group	287,845	279,605	267,090	380,015
11 Investment in associates	-	-	-	-
12 Investment in subsidiary companies	-	-	-	-
13 Investment in joint ventures	-	-	-	-
14 Investment properties	-	-	-	-
15 Property, plant and equipment	287,074	311,116	325,291	318,349
16 Prepaid lease rentals	69,194	59,306	57,972	39,445
17 Intangible assets	-	-	-	-
18 Deferred tax asset	143,662	206,492	206,492	206,492
19 Retirement benefit asset	-	-	-	-
20 Other assets	161,347	215,798	154,573	233,033
<b>21 TOTAL ASSETS</b>	<b>26,075,152</b>	<b>27,211,884</b>	<b>27,771,004</b>	<b>27,794,282</b>
<b>B. LIABILITIES</b>				
22 Balances due to Central Bank of Kenya	-	-	-	-
23 Customer deposits	20,550,867	21,749,013	22,412,638	22,911,168
24 Deposits and balances due to local banking institutions	447,606	104	328,535	300,425
25 Deposits and balances due to banking institutions abroad	789	333,189	18,631	15,550
26 Other money market deposits	-	-	-	-
27 Borrowed funds	-	-	-	-
28 Balances due to banking institutions in the group	1,912,248	1,725,727	1,598,308	955,695
29 Tax payable	-	-	-	-
30 Dividends payable	-	-	-	-
31 Deferred tax liability	-	-	-	-
32 Retirement benefit liability	9,383	13,741	11,545	11,370
33 Other liabilities	169,659	186,448	137,938	262,908
<b>34 TOTAL LIABILITY</b>	<b>23,090,552</b>	<b>24,008,222</b>	<b>24,507,595</b>	<b>24,457,116</b>
<b>C. SHAREHOLDERS' EQUITY</b>				
35 Paid up/Assigned capital	350,000	350,000	350,000	350,000
36 Share premium/(discount)	-	-	-	-
37 Revaluation reserves	-	-	-	-
38 Retained earnings/Accumulated losses	2,581,551	2,684,058	2,712,858	2,786,615
39 Statutory loan loss reserve	53,049	169,604	200,551	200,552
40 Other Reserves	-	-	-	-
41 Proposed dividends	-	-	-	-
42 Capital grants	-	-	-	-
<b>43 TOTAL SHAREHOLDERS' FUNDS</b>	<b>2,984,600</b>	<b>3,203,662</b>	<b>3,263,409</b>	<b>3,337,167</b>
<b>44 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS</b>	<b>26,075,152</b>	<b>27,211,884</b>	<b>27,771,004</b>	<b>27,794,282</b>
<b>II STATEMENT OF COMPREHENSIVE INCOME</b>	<b>30.06.2020</b>	<b>31.12.2020</b>	<b>31.03.2021</b>	<b>30.06.2021</b>
	Shs. 000 (Unaudited)	Shs. 000 (Audited)	Shs. 000 (Unaudited)	Shs. 000 (Unaudited)
1 INTEREST INCOME				
1.1 Loans and advances	252,828	575,623	113,458	223,681
1.2 Government securities	775,424	1,626,902	432,551	890,547
1.3 Deposits and placements with banking institutions	4,075	8,222	156	657
1.4 Other interest income	-	-	-	-
<b>1.5 Total Interest Income</b>	<b>1,032,327</b>	<b>2,210,747</b>	<b>546,165</b>	<b>1,114,885</b>
2 INTEREST EXPENSES				
2.1 Customer deposits	520,732	1,002,581	252,030	507,950
2.2 Deposits and placements from banking institutions	13,207	51,049	9,979	19,562
2.3 Other Interest Expenses	16,612	5,334	1,334	1,334
<b>2.4 Total Interest Expenses</b>	<b>550,551</b>	<b>1,058,964</b>	<b>263,343</b>	<b>528,845</b>
<b>3 NET INTEREST INCOME/(LOSS)</b>	<b>481,776</b>	<b>1,151,783</b>	<b>282,822</b>	<b>586,040</b>
4 OTHER OPERATING INCOME				
4.1 Fees and Commissions on loans and advances	7,983	16,121	879	2,594
4.2 Other fees and Commissions	14,909	26,151	7,627	15,783
4.3 Foreign exchange trading income/(Loss)	9,992	34,783	6,620	14,675
4.4 Dividend income	-	-	-	-
4.5 Other income	8,782	27,194	5,519	8,189
<b>4.6 Total Other Operating Income</b>	<b>41,666</b>	<b>104,249</b>	<b>20,645</b>	<b>41,242</b>
<b>5 TOTAL OPERATING INCOME</b>	<b>523,442</b>	<b>1,256,032</b>	<b>303,467</b>	<b>627,281</b>
6 OPERATING EXPENSES				
6.1 Loan loss provision	24,708	65,950	10,950	21,372
6.2 Staff costs	173,805	330,789	83,552	163,635
6.3 Directors' emoluments	-	-	-	-
6.4 Rental charges	9,372	3,035	2,794	5,769
6.5 Depreciation charge on property and equipment	21,283	43,288	10,171	20,013
6.6 Amortisation charges	450	857	225	354
6.7 Other operating expenses	153,039	361,188	101,767	202,532
<b>6.8 Total Operating Expenses</b>	<b>382,657</b>	<b>805,107</b>	<b>209,459</b>	<b>413,676</b>
<b>7 PROFIT/(LOSS) BEFORE TAX AND EXCEPTIONAL ITEMS</b>	<b>140,785</b>	<b>450,925</b>	<b>94,008</b>	<b>213,606</b>
8 EXCEPTIONAL ITEMS				
8.1	140,785	450,925	94,008	213,606
8.2	-	-	-	-
8.3	-	-	-	-
8.4	-	-	-	-
8.5	-	-	-	-
8.6	-	-	-	-
8.7	-	-	-	-
8.8	-	-	-	-
8.9	-	-	-	-
8.10	-	-	-	-
8.11	-	-	-	-
8.12	-	-	-	-
8.13	-	-	-	-
8.14	-	-	-	-
8.15	-	-	-	-
8.16	-	-	-	-
8.17	-	-	-	-
8.18	-	-	-	-
8.19	-	-	-	-
8.20	-	-	-	-
8.21	-	-	-	-
8.22	-	-	-	-
8.23	-	-	-	-
8.24	-	-	-	-
8.25	-	-	-	-
8.26	-	-	-	-
8.27	-	-	-	-
8.28	-	-	-	-
8.29	-	-	-	-
8.30	-	-	-	-
8.31	-	-	-	-
8.32	-	-	-	-
8.33	-	-	-	-
8.34	-	-	-	-
8.35	-	-	-	-
8.36	-	-	-	-
8.37	-	-	-	-
8.38	-	-	-	-
8.39	-	-	-	-
8.40	-	-	-	-
8.41	-	-	-	-
8.42	-	-	-	-
8.43	-	-	-	-
8.44	-	-	-	-
8.45	-	-	-	-
8.46	-	-	-	-
8.47	-	-	-	-
8.48	-	-	-	-
8.49	-	-	-	-
8.50	-	-	-	-
8.51	-	-	-	-
8.52	-	-	-	-
8.53	-	-	-	-
8.54	-	-	-	-
8.55	-	-	-	-
8.56	-	-	-	-
8.57	-	-	-	-
8.58	-	-	-	-
8.59	-	-	-	-
8.60	-	-	-	-
8.61	-	-	-	-
8.62	-	-	-	-
8.63	-	-	-	-
8.64	-	-	-	-
8.65	-	-	-	-
8.66	-	-	-	-
8.67	-	-	-	-
8.68	-	-	-	-
8.69	-	-	-	-
8.70	-	-	-	-
8.71	-	-	-	-
8.72	-	-	-	-
8.73	-	-	-	-
8.74	-	-	-	-
8.75	-	-	-	-
8.76	-	-	-	-
8.77	-	-	-	-
8.78	-	-	-	-
8.79	-	-	-	-
8.80	-	-	-	-
8.81	-	-	-	-
8.82	-	-	-	-
8.83	-	-	-	-
8.84	-	-	-	-
8.85	-	-	-	-
8.86	-	-	-	-
8.87	-	-	-	-
8.88	-	-	-	-
8.89	-	-	-	-
8.90	-	-	-	-
8.91	-	-	-	-
8.92	-	-	-	-
8.93	-	-	-	-
8.94	-	-	-	-
8.95	-	-	-	-
8.96	-	-	-	-
8.97	-	-	-	-
8.98	-	-	-	-
8.99	-	-	-	-
8.100	-	-	-	-
<b>9 PROFIT/(LOSS) AFTER TAX AND EXCEPTIONAL ITEMS</b>	<b>87,989</b>	<b>307,054</b>	<b>59,747</b>	<b>133,504</b>
10 Current tax	-	-	-	-
11 Deferred tax	-	-	-	-
<b>12 PROFIT/(LOSS) AFTER TAX AND EXCEPTIONAL ITEMS</b>	<b>87,989</b>	<b>307,054</b>	<b>59,747</b>	<b>133,504</b>
13 Other Comprehensive Income				
13.1 Gains/(Losses) from translating the financial statements 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	-	-	-	-
<b>14 Other comprehensive Income for the year net of tax</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>15 TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>	<b>87,989</b>	<b>307,054</b>	<b>59,747</b>	<b>133,504</b>
<b>III OTHER DISCLOSURES</b>	<b>30.06.2020</b>	<b>31.12.2020</b>	<b>31.03.2021</b>	<b>30.06.2021</b>
	Shs. 000 (Unaudited)	Shs. 000 (Audited)	Shs. 000 (Unaudited)	Shs. 000 (Unaudited)
<b>1) NON-PERFORMING LOANS AND ADVANCES</b>				
a) Gross Non-performing Loans and Advances	839,272	836,207	831,541	837,370
Less:				
b) Interest in suspense	213,093	180,487	194,415	208,357
<b>c) Total Non-performing Loans and Advances (a-b)</b>	<b>626,179</b>	<b>655,720</b>	<b>637,126</b>	<b>629,013</b>
Less:				
d) Loan loss provisions	231,154	215,335	228,842	242,245
e) Net Non-performing Loans (c-d)	395,025	440,385	408,644	386,768
f) Discounted Value of Securities	395,025	440,385	408,644	386,768
<b>g) Net NPLs Exposure (e-f)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>2) INSIDER LOANS AND ADVANCES</b>				
a) Directors, shareholders and associates	35,481	16,273	13,901	13,291
b) Employees	74,226	90,902	86,646	92,367
<b>c) Total Insider Loans, Advances and Other Facilities</b>	<b>109,707</b>	<b>107,175</b>	<b>100,547</b>	<b>105,658</b>
<b>3) OFF-BALANCE SHEET ITEMS</b>				
a) Letters of credit, guarantees, acceptances	583,948	896,179	736,346	715,569
b) Forwards, swaps, and options	-	-	-	-
c) Other contingent liabilities	327,700	527,013	29,085	21,093
<b>d) Total Contingent Liabilities</b>	<b>911,648</b>	<b>1,423,192</b>	<b>765,431</b>	<b>736,662</b>
<b>4) CAPITAL STRENGTH</b>				
a) Core Capital	2,741,531	2,825,502	2,824,467	2,856,338
b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000
c) Excess/(Deficiency) (a-b)	1,741,531	1,825,50		