

UNAUDITED QUARTERLY FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 30 SEPTEMBER 2022

	30 Sep 2021 Unaudited	31 Dec 2021 Audited	31 Mar 2022 Unaudited	30 Jun 2022 Unaudited	30 Sep 2022 Unaudited
I. STATEMENT OF FINANCIAL POSITION					
	SHS '000	SHS '000	SHS '000	SHS '000	SHS '000
A Assets					
1 Cash (both local and foreign)	107,746	87,765	127,304	138,670	118,029
2 Balances due from Central Bank of Kenya	1,823,317	2,296,680	2,346,100	1,970,094	2,224,757
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:	2,735,427	2,625,261	2,706,843	2,527,033	3,180,306
a. Kenya Government securities	2,326,857	2,216,691	2,298,646	2,118,649	2,771,736
b. Other securities	408,570	408,570	408,197	408,384	408,570
b) Available for sale:	6,097,385	5,973,989	5,890,181	5,530,569	5,622,078
a. Kenya Government securities	5,941,260	5,812,918	5,723,519	5,355,007	5,437,558
b. Other securities	156,125	161,071	166,662	175,562	184,520
6 Deposits and balances due from local banking institutions	674	2,840	103,723	351,933	2,797
7 Deposits and balances due from banking institutions abroad	847,295	882,954	809,990	975,468	1,452,490
8 Tax recoverable	76,352	49,305	49,305	139,275	205,223
9 Loans and advances to customers (Net)	27,170,883	28,605,469	30,345,531	31,972,620	33,352,413
10 Balances due from banking institutions in the group	-	-	-	-	-
11 Investments in associates	558,813	556,610	556,610	556,610	567,768
12 Investments in subsidiary companies	-	-	-	-	-
13 Investments in joint ventures	-	-	-	-	-
14 Investment properties	-	-	-	-	-
15 Property and equipment	336,793	324,102	328,842	320,777	307,049
16 Prepaid lease rentals	-	-	-	-	-
17 Intangible assets	53,280	48,377	45,163	40,391	35,835
18 Deferred tax asset	717,432	1,070,089	1,077,725	1,131,296	1,134,411
19 Retirement benefit asset	-	-	-	-	-
20 Other assets	923,508	947,486	1,129,052	1,223,459	1,532,254
21 Total assets	41,448,905	43,470,927	45,516,369	46,878,195	49,735,410
B Liabilities					
22 Balances due to Central Bank of Kenya	-	-	599,573	-	-
23 Customer deposits	30,620,853	32,364,457	32,776,071	34,431,806	36,296,289
24 Deposits and balances due to local banking institutions	696,880	1,111,784	1,463,256	1,088,425	282,156
25 Deposits and balances due to foreign banking institutions	555,211	571,402	923,867	955,091	1,353,341
26 Other money market deposits	-	-	-	-	-
27 Borrowed funds	2,210,837	2,048,357	2,057,799	3,051,099	4,311,102
28 Balances due to banking institutions in the group	-	-	-	-	-
29 Tax payable	-	171,626	239,001	-	-
30 Dividends payable	-	-	-	-	-
31 Deferred tax liability	-	-	-	-	-
32 Retirement benefit liability	-	-	-	-	-
33 Other liabilities	333,819	215,543	303,744	210,269	287,045
34 Total liabilities	34,417,600	36,483,169	38,363,311	39,736,690	42,529,933
C Shareholders' funds					
35 Paid up / Assigned share capital	838,494	838,494	838,494	838,494	838,494
36 Share premium / (discount)	1,321,289	1,321,289	1,321,289	1,321,289	1,321,289
37 Revaluation reserves	137,000	137,000	137,000	137,000	137,000
38 Retained earnings/Accumulated losses	4,926,654	4,976,674	5,159,791	5,273,236	5,344,476
39 Statutory loan loss reserve	-	-	-	-	-
40 Other Reserves	(192,132)	(285,699)	(303,516)	(428,514)	(435,782)
41 Proposed dividends	-	-	-	-	-
42 Capital grants	-	-	-	-	-
43 Total shareholders' funds	7,031,305	6,987,758	7,153,058	7,141,505	7,205,477
44 Total liabilities and shareholders' funds	41,448,905	43,470,927	45,516,369	46,878,195	49,735,410
II. STATEMENT OF COMPREHENSIVE INCOME					
1 Interest income					
1.1 Loans and advances	1,832,520	3,010,697	762,980	1,645,187	2,608,779
1.2 Government securities	662,433	895,951	225,607	451,539	676,162
1.3 Deposits and placements with banking institutions	25,876	27,134	664	1,335	3,355
1.4 Other interest income	39,491	56,810	16,953	33,907	51,047
1.5 Total interest incomes	2,560,320	3,990,592	1,006,204	2,131,968	3,339,343
2 Interest expense					
2.1 Customer deposits	1,306,886	1,786,678	491,633	1,016,605	1,626,312
2.2 Deposits and placements from banking institutions	13,024	22,525	11,083	25,844	28,585
2.3 Other interest expense	107,952	147,453	54,858	115,449	211,840
2.4 Total interest expenses	1,427,862	1,956,656	557,574	1,157,898	1,866,737
3 Net interest income/(loss)	1,132,458	2,033,936	448,630	974,070	1,472,606
4 Non-interest Income					
4.1 Fees and commissions on loans and advances	132,865	221,304	82,581	159,859	221,633
4.2 Other fees and commissions	93,309	134,196	35,125	79,841	124,980
4.3 Foreign exchange trading income/(loss)	46,584	91,543	26,949	82,169	122,760
4.4 Dividend income	-	7,071	-	-	7,044
4.5 Other income	17,692	19,824	1,538	(10,650)	(23,442)
4.6 Total non-interest income	290,450	473,938	146,193	311,219	452,975
5 Total operating income	1,422,908	2,507,874	594,823	1,285,289	1,925,581
6 Other operating expenses					
6.1 Loan loss provisions	262,850	963,816	105,000	360,224	551,224
6.2 Staff costs	321,722	472,513	120,207	244,777	391,509
6.3 Directors' emoluments	101,621	125,302	39,384	79,167	118,951
6.4 Rental charges	18,574	25,754	7,209	14,499	35,551
6.5 Depreciation charge on property and equipment	54,639	70,949	16,476	32,372	54,215
6.6 Amortization charges	16,054	20,959	4,897	9,669	14,225
6.7 Other operating expenses	208,795	306,499	51,160	130,646	237,006
6.8 Total other operating expenses	984,255	1,985,792	344,333	871,354	1,402,681
7 Profit/(loss) before tax and exceptional items	438,653	522,082	250,490	413,935	522,900
8 Exceptional items	-	-	-	-	-
9 Profit/(loss) after exceptional items	438,653	522,082	250,490	413,935	522,900
10 Current tax	(126,976)	(376,990)	(67,375)	(117,375)	(155,100)
11 Deferred tax	-	321,419	-	-	-
12 Profit/(loss) after tax and exceptional items	311,677	466,511	183,115	296,560	367,800
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	(24,970)	(118,537)	(17,817)	(142,815)	(150,083)
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 Other Comprehensive Income for the year net of tax	(24,970)	(118,537)	(17,817)	(142,815)	(150,083)
15 Total comprehensive income for the year	286,707	347,974	165,298	153,745	217,717
16 Earnings per share - Basic	7.43	11.13	4.37	7.07	8.77
16 Earnings per share - Diluted	-	11.13	4.37	7.07	8.77
17 Dividend Per share	-	2.50	-	-	-

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III. OTHER DISCLOSURES					
	SHS '000	SHS '000	SHS '000	SHS '000	SHS '000
1 Non-performing loans and advances					
a) Gross non-performing loans and advances	3,087,468	4,342,373	4,422,638	4,511,022	4,589,718
b) Less: Interest in suspense	548,446	237,297	305,952	381,765	447,655
c) Total non-performing loans and advances (a - b)	2,539,022	4,105,076	4,116,686	4,129,257	4,142,063
d) Less: Loan loss provisions	1,412,822	2,112,379	2,217,379	2,442,379	2,593,379
e) Net non-performing loans and advances (c - d)	1,126,200	1,992,697	1,899,307	1,686,878	1,548,684
f) Less: Discounted value of securities	1,126,200	1,992,697	1,899,307	1,686,878	1,548,684
g) Net non-performing loans exposure (e - f)	-	-	-	-	-
2 Insider loans and advances					
a) Directors, shareholders and associates	312,459	736,414	734,700	758,113	680,329
b) Employees	92,887	94,817	89,672	87,214	81,904
c) Total insider loans, advances and other facilities	405,346	831,231	824,372	845,327	762,233
3 Off-balance sheet items					
a) Letters of credit, guarantees, acceptances	4,392,238	4,839,038	6,073,752	5,311,602	7,862,613
b) Forwards, swaps and options	-	-	-	500,788	397,960
c) Other contingent liabilities	183,555	99,874	260,858	262,214	315,678
d) Total contingent liabilities	4,575,793	4,938,912	6,334,610	6,074,604	8,576,251
4 Capital strength					
a) Core capital	6,237,538	6,422,811	6,505,215	6,556,265	6,588,323
b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
c) Excess (a-b)	5,237,538	5,422,811	5,505,215	5,556,265	5,588,323
d) Supplementary capital	430,121	411,349	388,645	1,546,393	1,553,426
e) Total capital (a + d)	6,667,659	6,834,160	6,893,860	8,102,658	8,141,749
f) Total risk weighted assets	38,511,364	41,194,116	44,172,809	45,169,618	49,274,245
g) Core capital / total deposit liabilities	20.40%	19.80%	19.80%	19.00%	18.20%
h) Minimum Statutory Ratio	8.00%	8.00%	8.00%	8.00%	8.00%
i) Excess (g - h)	12.40%	11.80%	11.80%	11.00%	10.20%
j) Core capital / total risk weighted assets	16.20%	15.60%	14.70%	14.50%	13.40%
k) Minimum Statutory Ratio	10.50%	10.50%	10.50%	10.50%	10.50%
l) Excess (j - k)	5.70%	5.10%	4.20%	4.00%	2.90%
m) Total capital / total risk weighted assets	17.30%	16.60%	15.60%	17.90%	16.50%
n) Minimum Statutory Ratio	14.50%	14.50%	14.50%	14.50%	14.50%
o) Excess (m - n)	2.80%	2.10%	1.10%	3.40%	2.00%
p) Adjusted Core capital/total deposit liabilities *	20.40%	19.90%	19.90%	19.00%	18.20%
q) Adjusted Core capital / total risk weighted assets*	16.20%	15.60%	14.70%	14.50%	13.40%
r) Adjusted Total capital / total risk weighted assets*	17.30%	16.60%	15.60%	17.90%	16.50%
5 Liquidity					
a) Liquidity Ratio	31.20%	28.90%	24.00%	25.30%	28.90%
b) Minimum Statutory Ratio	20.00%	20.00%	20.00%	20.00%	20.00%
c) Excess (a - b)	11.20%	8.90%	4.00%	5.30%	8.90%

* The Adjusted Capital Ratios includes 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.

MESSAGE FROM THE DIRECTORS

The above Statement of Financial Position and Statement of Comprehensive income are extracts from the financial records of the bank. The complete set of quarterly financial statements, statutory and qualitative disclosures can be accessed on the bank's website www.victoriabank.co.ke and at our head office located at Victoria Towers, Mezzanine Floor, Kilimanjaro Avenue Upper hill, Nairobi Kenya.

Ketaki Sheth
CHAIR OF THE BOARD

Yogesh K Pattni Ph.D
CHIEF EXECUTIVE OFFICER



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