



STATEMENT OF FINANCIAL POSITION

	BANK			GROUP				
	30-Jun-19 Shs '000 (Un - Audited)	31-Dec-19 Shs '000 (Audited)	31-Mar-20 Shs '000 (Un-Audited)	30-Jun-20 Shs '000 (Un - Audited)	30-Jun-19 Shs '000 (Un - Audited)	31-Dec-19 Shs '000 (Audited)	31-Mar-20 Shs '000 (Un-Audited)	30-Jun-20 Shs '000 (Un - Audited)
A. ASSETS								
1 Cash (both Local & Foreign)	3,401,332	1,278,352	1,763,117	1,987,335	3,401,332	1,278,352	1,763,117	1,987,335
2 Balances with Central Bank of Kenya	2,925,423	2,969,996	4,295,097	2,783,160	2,925,423	2,969,996	4,295,097	2,783,160
3 Kenya Government & other Securities held for dealing purposes	411,152	301,538	204,310	1,413,240	411,152	301,538	204,310	1,413,240
4 Financial Assets at Fair Value through Profit & Loss	233,592	1,552,811	1,460,545	1,413,094	233,592	1,552,811	1,460,545	1,413,094
5 Investment Securities:								
a). Held to Maturity:								
i). Kenya Government securities	30,088,257	15,385,838	15,528,559	15,452,851	30,088,257	15,385,838	15,528,559	15,452,851
ii). Other securities	300,146	295,140	71,350	-	300,146	295,140	71,350	-
b). Available for sale:								
i). Kenya Government securities.	16,251,075	27,133,666	26,303,108	27,561,939	16,251,075	27,133,666	26,303,108	27,561,939
ii). Other securities.	2,113	2,416	2,416	2,416	2,113	2,416	2,416	2,416
6 Deposits and balances due from local banking institutions	1,213,460	2,857,914	2,086,721	516,582	1,213,460	2,857,914	2,086,721	516,582
7 Deposits and balances due from banking institutions abroad	1,228,332	1,719,084	1,152,090	1,680,236	1,228,332	1,719,084	1,152,090	1,680,236
8 Tax recoverable	60,108	-	-	126,739	62,783	-	-	126,739
9 Loans and advances to customers (net)	13,489,594	15,463,645	20,872,597	22,665,168	13,489,594	15,463,645	20,872,597	22,665,168
10 Balances due from banking institutions in the group	-	-	-	-	-	-	-	-
11 Investments in associates	-	-	-	-	-	-	-	-
12 Investments in subsidiary companies	-	-	-	-	-	-	-	-
13 Investments in Joint Ventures	-	-	-	-	-	-	-	-
14 Investment properties	-	-	-	-	-	-	-	-
15 Property, plant and equipment	1,308,978	1,892,928	1,785,955	1,979,831	1,314,682	1,898,632	1,791,638	1,985,514
16 Prepaid lease rentals	-	-	-	-	-	-	-	-
17 Intangible assets	300,823	203,385	174,994	137,880	300,823	203,385	174,994	137,880
18 Deferred tax asset	-	377,082	438,410	398,828	-	377,082	438,410	398,828
19 Retirement benefit asset	-	-	-	-	-	-	-	-
20 Other assets	1,317,951	1,085,561	2,000,375	1,565,312	1,319,122	1,086,732	2,001,546	1,566,482
21 TOTAL ASSETS	72,532,337	72,519,356	78,139,646	79,684,610	72,541,938	72,527,197	78,147,528	79,692,492
B. LIABILITIES								
22 Balances due to Central Bank of Kenya	9,423,405	9,743,979	9,909,190	10,076,483	9,423,405	9,743,979	9,909,190	10,076,483
23 Customer deposits	52,105,523	50,561,335	55,715,613	57,475,064	52,087,082	50,546,108	55,700,673	57,460,127
24 Deposits and balances due to local banking institutions	-	-	347,183	-	-	-	347,183	-
25 Deposits and balances due to foreign banking institutions	17,271	11,515	18,231	11,658	17,271	11,515	18,231	11,658
26 Other money market deposits	-	-	-	-	-	-	-	-
27 Borrowed funds	-	-	-	-	-	-	-	-
28 Balances due to banking institutions in the group	-	-	-	-	-	-	-	-
29 Tax payable	-	594,484	657,854	65,116	-	591,907	655,276	62,539
30 Dividends Payable	-	-	-	-	-	-	-	-
31 Deferred tax liability	176,999	-	-	-	176,021	-	-	-
32 Retirement benefit liability	-	-	-	-	-	-	-	-
33 Other liabilities	2,761,441	3,730,867	3,607,546	3,856,026	2,797,221	3,763,569	3,640,247	3,888,727
34 TOTAL LIABILITIES	64,484,640	64,642,180	70,255,616	71,484,347	64,501,002	64,657,078	70,270,800	71,499,534
C. SHAREHOLDERS' EQUITY								
35 Paid up/Assigned capital	2,265,500	2,265,500	2,265,500	2,265,500	2,265,500	2,265,500	2,265,500	2,265,500
36 Share Premium (Discount)	6,701,945	6,701,945	6,701,945	6,701,945	6,701,945	6,701,945	6,701,945	6,701,945
37 Revaluation Reserves	510,356	21,092	(35,946)	245,676	510,356	21,092	(35,946)	245,676
38 Retained earnings/Accumulated Losses	(1,430,104)	(1,136,650)	(1,713,374)	(1,983,646)	(1,436,865)	(1,143,707)	(1,720,675)	(1,990,951)
39 Statutory Loan Reserves	-	25,289	665,904	970,787	-	25,289	665,904	970,787
40 Other Reserves	-	-	-	-	-	-	-	-
41 Proposed dividends	-	-	-	-	-	-	-	-
42 Non controlling Interest	-	-	-	-	-	-	-	-
43 Capital grants	-	-	-	-	-	-	-	-
44 TOTAL SHAREHOLDERS' EQUITY	8,047,697	7,877,176	7,884,030	8,200,262	8,040,936	7,870,119	7,876,728	8,192,958
45 TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	72,532,337	72,519,356	78,139,646	79,684,610	72,541,938	72,527,197	78,147,528	79,692,492

OTHER DISCLOSURES

	BANK			GROUP				
	30-Jun-19 Shs '000 (Un - Audited)	31-Dec-19 Shs '000 (Audited)	31-Mar-20 Shs '000 (Un-Audited)	30-Jun-20 Shs '000 (Un - Audited)	30-Jun-19 Shs '000 (Un - Audited)	31-Dec-19 Shs '000 (Audited)	31-Mar-20 Shs '000 (Un-Audited)	30-Jun-20 Shs '000 (Un - Audited)
1) NON-PERFORMING LOANS AND ADVANCES								
a) Gross Non-performing loans and advances	15,853,610	14,980,134	15,654,147	16,071,469	15,853,610	14,980,134	15,654,147	16,071,469
b) Less: Interest in Suspense	1,723,542	1,803,949	2,004,411	2,201,758	1,723,542	1,803,949	2,004,411	2,201,758
c) Total Non-Performing Loans and Advances (a-b)	14,130,068	13,176,185	13,649,736	13,869,710	14,130,068	13,176,185	13,649,736	13,869,710
d) Less: Loan Loss Provisions	10,102,034	9,958,623	10,443,585	10,475,920	10,102,034	9,958,623	10,443,585	10,475,920
e) Net Non-Performing Loans (c-d)	4,028,034	3,217,562	3,206,151	3,393,790	4,028,034	3,217,562	3,206,151	3,393,790
f) Discounted Value of Securities	4,028,034	3,103,550	3,187,210	3,356,245	4,028,034	3,103,550	3,187,210	3,356,245
g) Net NPLs Exposure (e-f)	-	114,012	18,940	37,544	-	114,012	18,940	37,544
2) Insider Loans and Advances								
a) Directors, Shareholders and Associates	144,393	142,148	140,762	139,251	144,393	142,148	140,762	139,251
b) Employees	1,116,959	1,175,865	1,184,306	1,441,077	1,116,959	1,175,865	1,184,306	1,441,077
c) Total Insider Loans and Advances and Other	1,261,352	1,318,012	1,325,068	1,580,327	1,261,352	1,318,012	1,325,068	1,580,327
3) Off-Balance Sheet Items								
a) Letters of credit, guarantees, acceptances	1,881,081	1,723,296	1,669,796	1,366,670	1,881,081	1,723,296	1,669,796	1,366,670
b) Forwards, swaps and options	4,401,404	24,529	5,271,158	7,356,509	4,401,404	24,529	5,271,158	7,356,509
c) Other contingent liabilities	-	-	-	-	-	-	-	-
d) Total Contingent Liabilities	6,282,485	1,747,825	6,940,954	8,723,179	6,282,485	1,747,825	6,940,954	8,723,179
4) Capital Strength								
a) Core capital	7,244,775	7,830,795	7,222,126	6,934,548	7,244,775	7,830,795	7,222,126	6,934,548
b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
c) Excess/(Deficiency)	6,244,775	6,830,795	6,222,126	5,934,548	6,244,775	6,830,795	6,222,126	5,934,548
d) Supplementary Capital	-	25,289	539,580	567,370	-	25,289	539,580	567,370
e) Total capital (a+d)	7,244,775	7,856,083	7,761,706	7,501,919	7,244,775	7,856,083	7,761,706	7,501,919
f) Total risk weighted assets	32,602,287	33,983,208	43,166,365	45,389,616	32,602,287	33,983,208	43,166,365	45,389,616
g) Core capital/total deposit liabilities	13.9%	15.5%	13.0%	12.1%	13.9%	15.5%	13.0%	12.1%
h) Minimum Statutory Ratio	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%
i) Excess/(Deficiency)	5.9%	7.5%	5.0%	4.1%	5.9%	7.5%	5.0%	4.1%
j) Core capital/total risk weighted assets	22.2%	23.0%	16.7%	15.3%	22.2%	23.0%	16.7%	15.3%
k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%
l) Excess/(Deficiency) (j-k)	11.7%	12.5%	6.2%	4.8%	11.7%	12.5%	6.2%	4.8%
m) Total capital/total risk weighted assets	22.2%	23.1%	18.0%	16.5%	22.2%	23.1%	18.0%	16.5%
n) Minimum Statutory Ratio	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%
o) Excess/(Deficiency) (m-n)	7.7%	8.6%	3.5%	2.0%	7.7%	8.6%	3.5%	2.0%
p) Adjusted Core Capital / Total Deposit Liabilities	14.1%	15.5%	13.0%	12.1%	14.1%	15.5%	13.0%	12.1%
q) Adjusted Core Capital / Total Risk Weighted Assets	22.5%	23.1%	16.8%	15.3%	22.5%	23.1%	16.8%	15.3%
r) Adjusted Total Capital / Total Risk Weighted Assets	22.5%	23.2%	18.0%	16.6%	22.5%	23.2%	18.0%	16.6%
5) Liquidity								
a) Liquidity Ratio	83.7%	77.2%	68.9%	68.9%	83.7%	77.2%	68.9%	68.9%
b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%
c) Excess/(Deficiency) (a-b)	63.7%	57.2%	48.9%	48.9%	63.7%	57.2%	48.9%	48.9%

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

These financial statements are extracts from the books of the institution and have been approved by the Board of Directors. The complete set of un-audited financial statements, statutory and qualitative disclosures can be accessed on the institution's website www.smbank.co.ke. They may also be accessed at the institution's head office located on 14 Riverside Mews, Riverside, Nairobi Kenya

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Chief Executive Officer

Dr. James McFie
Chairman-Board Audit Committee

STATEMENT OF COMPREHENSIVE INCOME

	BANK			GROUP				
	30-Jun-19 Shs '000 (Un - Audited)	31-Dec-19 Shs '000 (Audited)	31-Mar-20 Shs '000 (Un-Audited)	30-Jun-20 Shs '000 (Un - Audited)	30-Jun-19 Shs '000 (Un - Audited)	31-Dec-19 Shs '000 (Audited)	31-Mar-20 Shs '000 (Un-Audited)	30-Jun-20 Shs '000 (Un - Audited)
1.0 INTEREST INCOME								
1.1 Loans and Advances	481,579	1,167,642	389,601	873,031	481,579	1,167,642	389,601	873,031
1.2 Government securities	2,227,390	4,508,663	1,161,748	2,392,941	2,227,390	4,508,663	1,161,748	2,392,941
1.3 Deposits and placements with banking institutions	83,219	215,363	28,785	32,554	83,219	2		