

The Board of Directors of Spire Bank Limited hereby announce the un-audited financial results of the Bank for the period ending 30th June, 2022



I STATEMENT OF FINANCIAL POSITION	BANK 30th June 2021 Un-audited Shs '000	BANK 31st December 2021 Audited Shs '000	BANK 31st March 2022 Un-audited Shs '000	BANK 30th June 2022 Un-audited Shs '000
A ASSETS				
1 Cash (both Local & Foreign)	27,849	17,512	20,957	16,015
2 Balances due from Central Bank of Kenya	57,986	20,568	25,787	20,334
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	1,389,068	1,372,562	1,255,390	1,251,415
b. Other securities	1,389,068	1,372,562	1,255,390	1,251,415
b) Available for sale:				
a. Kenya Government securities	-	-	-	-
b. Other securities	-	-	-	-
6 Deposits and balances due from local banking institutions	45,714	41,961	41,640	41,789
7 Deposits and balances due from banking institutions abroad	2,401	6,152	1,204	1,969
8 Tax recoverable	-	-	-	-
9 Loans and advances to customers (net)	2,326,988	1,883,728	1,846,345	1,745,240
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 and equipment	382,449	304,723	276,458	247,919
16 Prepaid lease rentals	-	-	-	-
17 Intangible assets	112,887	103,096	93,496	85,568
18 Deferred tax asset	-	-	-	-
19 Retirement benefit asset	-	-	-	-
20 Other assets	168,806	105,160	152,413	135,818
21 TOTAL ASSETS	4,514,148	3,855,462	3,713,690	3,546,067
B LIABILITIES				
22 Balances due to Central Bank of Kenya	1,298,944	1,300,000	1,200,000	1,200,000
23 Customer deposits	5,176,805	1,781,489	1,916,043	1,938,431
24 Deposits and balances due to local banking institutions	-	-	-	-
25 Deposits and balances due to foreign banking institutions	-	-	-	-
26 Other money market deposits	-	-	-	-
27 Borrowed funds	-	-	-	-
28 Balances due to banking institutions in the group	-	-	-	-
29 Tax payable	-	-	-	-
30 Dividends payable	104	104	104	104
31 Deferred tax liability	-	-	-	-
32 Retirement benefit liability	-	-	-	-
33 Other liabilities	362,865	361,287	373,060	397,978
34 TOTAL LIABILITIES	6,838,718	3,442,880	3,489,207	3,536,313
C SHAREHOLDERS' FUNDS				
35 Paid up / Assigned capital	5,770,315	9,170,315	9,170,315	9,170,315
36 Share premium/(discount)	3,203	3,203	3,203	3,203
37 Revaluation reserves	-	-	-	-
38 Retained earnings/Accumulated losses	(8,918,714)	(9,492,823)	(9,723,814)	(9,963,494)
39 Statutory loan loss reserves	820,626	731,887	774,779	799,530
40 Other Reserves	-	-	-	-
41 Proposed dividends	-	-	-	-
42 Capital grants	-	-	-	-
43 TOTAL SHAREHOLDERS' FUNDS	(2,324,570)	412,582	224,483	9,554
44 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	4,514,148	3,855,462	3,713,690	3,546,067

II STATEMENT OF COMPREHENSIVE INCOME	BANK 30th June 2021 Un-audited Shs '000	BANK 31st December 2021 Audited Shs '000	BANK 31st March 2022 Un-audited Shs '000	BANK 30th June 2022 Un-audited Shs '000
1.0 INTEREST INCOME				
1.1 Loans and advances	114,289	169,927	35,116	63,824
1.2 Government securities	61,817	122,652	28,573	55,847
1.3 Deposits and placements with banking institutions	-	-	-	-
1.4 Other Interest Income	1	1	-	-
1.5 TOTAL INTEREST INCOME	176,107	292,580	63,689	119,671
2.0 INTEREST EXPENSE				
2.1 Customer deposits	172,173	349,335	17,824	32,556
2.2 Deposits and placement from banking institutions	48,918	98,568	19,988	44,816
2.3 Other interest expenses	-	17,031	3,819	7,638
2.4 TOTAL INTEREST EXPENSE	221,091	464,934	41,631	85,010
3.0 NET INTEREST INCOME	(44,984)	(172,354)	22,058	34,661
4.0 OTHER OPERATING INCOME				
4.1 Fees and commissions on loans and advances	5,839	8,946	1,875	3,351
4.2 Other fees and commissions	20,206	39,186	7,462	13,865
4.3 Foreign exchange trading income/(Loss)	6,477	10,273	2,337	5,481
4.4 Dividend Income	-	-	-	3,606
4.5 Other income	7,923	12,113	6,710	9,295
4.6 TOTAL NON-INTEREST INCOME	40,445	70,518	18,384	35,598
5.0 TOTAL OPERATING INCOME	(4,539)	(101,836)	40,442	70,259
6.0 OPERATING EXPENSES				
6.1 Loan loss provision	107,806	251,372	9,094	49,017
6.2 Staff costs	143,074	286,205	68,144	135,484
6.3 Directors' emoluments	6,285	12,883	3,195	5,850
6.4 Rental charges	82,443	63,806	12,773	25,377
6.5 Depreciation charge on property and equipment	20,781	118,765	29,901	59,031
6.6 Amortisation charges	19,033	38,026	9,600	18,887
6.7 Other operating expenses	128,365	293,197	95,214	177,251
6.8 TOTAL OPERATING EXPENSES	507,787	1,064,254	227,921	470,897
7.0 Profit before tax and exceptional items	(512,326)	(1,166,090)	(187,479)	(400,638)
8.0 Exceptional items	(537)	(1,367)	(625)	(2,390)
9 PROFIT / (LOSS) AFTER EXCEPTIONAL ITEMS	(512,863)	(1,167,457)	(188,104)	(403,028)
10.0 Current tax	-	-	-	-
11.0 Deferred tax	-	-	-	-
12.0 PROFIT / (LOSS) AFTER TAX AND EXCEPTIONAL ITEMS	(512,863)	(1,167,457)	(188,104)	(403,028)
13.0 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	-	-	-	-
14.0 Other comprehensive income for the year net of tax	-	-	-	-
15.0 TOTAL COMPREHENSIVE INCOME FOR THE YEAR	(512,863)	(1,167,457)	(188,104)	(403,028)
16.0 EARNINGS PER SHARE- BASIC & DILUTED	-	-	-	-
17.0 DIVIDEND PER SHARE - DECLARED	-	-	-	-

III OTHER DISCLOSURES	BANK 30th June 2021 Un-audited Shs '000	BANK 31st December 2021 Audited Shs '000	BANK 31st March 2022 Un-audited Shs '000	BANK 30th June 2022 Un-audited Shs '000
1.0 NON-PERFORMING LOANS AND ADVANCES				
(a) Gross Non-performing loans and advances	2,639,820	2,586,533	2,629,547	2,641,098
(b) Less Interest in Suspense	311,099	306,448	314,237	319,295
(c) TOTAL NON-PERFORMING LOANS AND ADVANCES (a-b)	2,328,721	2,280,085	2,315,310	2,321,803
(d) Less Loan Loss Provision	1,877,697	1,935,102	1,966,710	2,016,297
(e) NET NON-PERFORMING LOANS AND ADVANCES (c-d)	451,024	344,983	348,600	305,506
(f) Discounted Value of Securities	451,024	344,983	348,600	305,506
(g) NET NPLS EXPOSURE (e-f)	-	-	-	-
2.0 INSIDER LOANS AND ADVANCES				
(a) Directors, Shareholders and Associates	65	135	42	47
(b) Employees	16,942	15,388	14,228	13,342
(c) TOTAL INSIDER LOANS AND ADVANCES AND OTHER FACILITIES	17,007	15,523	14,270	13,389
3.0 OFF-BALANCE SHEET ITEMS				
(a) Letters of credit, guarantees, acceptances	206,444	152,494	147,767	237,135
(b) Forwards, swaps and options	-	-	-	-
(c) Other contingent liabilities	-	-	-	-
(d) TOTAL CONTINGENT LIABILITIES	206,444	152,494	147,767	237,135
4.0 CAPITAL STRENGTH				
(a) Core capital	(3,145,196)	(319,305)	(550,296)	(789,976)
(b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000
(c.) Excess (a-b)	(4,145,196)	(1,319,305)	(1,550,296)	(1,789,976)
(d) Supplementary Capital	43,647	32,969	31,017	29,549
(e) TOTAL CAPITAL (a-d)	(3,101,549)	(286,336)	(519,279)	(760,427)
(f) TOTAL RISK WEIGHTED ASSETS	3,491,795	2,637,520	2,637,520	2,363,893
(g) Core Capital / Total deposits liabilities	-60.76%	-17.92%	-28.72%	-40.75%
(h) Minimum statutory ratio	8.00%	8.00%	8.00%	8.00%
(f) Excess (g-h)	-68.76%	-25.92%	-36.72%	-48.75%
(j) Core Capital / Total risk weighted assets	-90.07%	-12.11%	-22.18%	-33.42%
(k) Minimum statutory ratio	10.50%	10.50%	10.50%	10.50%
(f) Excess (j-k)	-100.57%	-22.61%	-32.68%	-43.92%
(m) Total Capital / Total risk weighted assets	-88.82%	-10.86%	-20.93%	-32.17%
(n) Minimum statutory ratio	14.50%	14.50%	14.50%	14.50%
(o) Excess (m-n)	-103.32%	-25.36%	-35.43%	-46.67%
(p) Adjusted Core Capital/Total Deposit Liabilities*	-58.30%	-11.17%	-22.63%	-35.07%
(q) Adjusted Core Capital/Total Risk Weighted Assets*	-86.43%	-7.55%	-17.47%	-28.76%
(r) Adjusted Total Capital/Total Risk Weighted Assets*	-85.18%	-6.30%	-16.22%	-27.51%
5.0 LIQUIDITY				
(a) Liquidity Ratio	4.33%	8.91%	7.56%	6.78%
(b) Minimum statutory ratio	20.00%	20.00%	20.00%	20.00%
(c) Excess (a-b)	-15.67%	-11.09%	-12.44%	-13.22%

* The adjusted capital ratio includes the expected credit loss provisions added back to capital in line with CBK Guidance. Note issued in April 2018 on implementation of IFRS 9.

The financial statements were approved by the Directors on 16th August 2022 and signed on its behalf by:

MESSAGE FROM THE DIRECTORS

These financial statements are extracts from the books of the institution. The complete set of un-audited financial statements, statutory and qualitative disclosures can be accessed on the institutions website www.spirebank.co.ke. They may also be accessed at the institutions head office located at Mwalimu Towers Upper Hill.

William Rahedi
Chairperson

Brian Kilonzo
Ag. Managing Director