## **HF Group PLC**

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## UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 30 SEPTEMBER 2024

		BANK							
	STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2024	30th Sep 2023 UnAudited (Ksh'000)	31st Dec 2023 Audited (Ksh'000)	31st Mar 2024 UnAudited (Ksh'000)	30th June 2024 UnAudited (Ksh'000)	30th Sep 2024 UnAudited (Ksh'000)	30th Sep 2023 Un Audited (Ksh'000)	31st Dec 2023 Audited (Ksh'000)	30th 9 20 UnAudi (Ksh'0
۹.	ASSETS	` `							
1	Cash balances (both local and foreign)	452,402	367,507	332,693	399,858	349,972	452,402	367,507	349,9
2	Balances due from Central Bank of Kenya	1,342,273	1,475,340	2,320,513	2,257,873	2,092,451	1,342,273	1,475,340	2,092,4
3	Kenya Governmentand other securities held for dealing purposes	-	-		-	-	-	-	
4	Financial Assets at fair value through profit and loss	-					-		
5	Investment Securities:	-	-		-	-	-	-	
	a) Held to Maturity:	3,750,704	4,036,868	3,247,859	3,225,683	3,188,943	3,750,704	4,036,868	3,188,9
	a. Kenya Government securities	3,750,704	4,036,868	3,247,859	3,225,683	3,188,943	3,750,704	4,036,868	3,188,
	b. Other securities	-	-	-	-			-	
	b) Available for sale:	5,290,694	5,645,273	6,847,803	8,968,631	9,967,778	5,290,694	5,645,273	9,967,
	a. Kenya Government securities	5,290,694	5,645,273	6,847,803	8,968,631	9,967,778	5,290,694	5,645,273	9,967
	b. Other securities	-	-	-	-	-	-	-	
5	Deposits and balances due from local banking institutions	873,733	547,903	1,321,741	175,019	238,396	873,733	547,903	238,
7	Deposits and balances due from banking institutions abroad	632,102	361,791	138,452	335,309	739,890	632,102	361,791	739
3	Tax recoverable	221,254	219,180	229,621	219,970	220,908	357,669	367,255	368
9	Loans and advances to customers (net)	38,587,013	38,787,793	38,128,098	37,916,739	39,004,865	38,462,925	38,787,793	38,195
0	Balances due from banking institutions in the group		-			-			
1			-						
2		-							
3	Investment in Joint ventures	194,220	189,558	189,558	189,558	189,558	1,752,570	1,645,120	1,778
	Investment properties	780,000	810,000	810,000	810,000	810,000	1,849,400	1,885,000	1,885
5		616,709	768,530	770,035	825,800	823,256		792,635	852
6	Prepaid operating lease rentals	0.0,7 07	, 00,000	,,,,,,,,	020,000	020,200	027,114	7 72,000	002
7	Intangible assets	223,137	277,353	304,707	295,419	299,859	223,725	277,897	308
8		1,390,825	1,533,269	1,541,134	1,457,963	1,711,891	1,622,536	1,764,469	1,943
9	Retirement benefit asset	1,070,023	1,500,207	1,541,104	1,407,700	1,711,071	1,022,000	1,704,407	1,740
0	Other assets	3,946,386	4,125,606	3,628,616	4,037,676	3,264,290	3,479,520	3,595,579	3,692
	TOTAL ASSETS						60,717,368		
	LIABILITIES								
2	Balances due to Central Bank of Kenya	1,000,000	1,500,000	2,815,463	2,005,939	3,912,880	1,000,000	1,500,000	3,912
3	Customer deposits	43,846,880	43,868,949	43,876,573	45,210,128	45,184,795	43,827,936	43,847,644	45,002
4	Deposits and balances due to local banking institutions	193,208	3,193	395,250	606,635	710,119	193,208	3,193	710
5	Deposits and balances due to foreign banking institutions		-	-					
6		-							
7	Borrowed funds	4,074,006	3,793,292	3,388,480	3,077,916	2,965,063	4,074,006	3,793,292	2,965
8	Balances due to banking institutions in the group	-	-					-	
9	Tax payable		-	-		-			
0	Dividends payable	_	_	-		-	246	246	
1	Deferred tax liability	_						487	
	Retirementbenefitliability	_	_	-		-			
12	Other liabilities	1,025,387	1,678,714	1,000,394	1,632,613	1,488,162	2,916,149	3,540,238	3,624
							52,011,545		
}		50,139,481							
1	TOTAL LIABILITIES	50,139,481	50,044,143						
3 <b>4</b>		50,139,481	30,044,147						
3 <b>4</b>	TOTAL LIABILITIES	5,090,000	5,090,000	5,090,000	5,090,000	5,090,000	1,923,071	1,923,071	1,923
3 <b>4</b>	TOTAL LIABILITIES  SHAREHOLDERS' FUNDS  Paid up / Assigned capital			5,090,000 3,513,662	5,090,000 3,513,662	5,090,000 3,513,662	1,923,071 4,343,512	1,923,071 4,343,512	1,923 4,343
3 4	TOTAL LIABILITIES  SHAREHOLDERS' FUNDS  Paid up /Assigned capital	5,090,000	5,090,000						4,343
3 4 5 6 7	TOTAL LIABILITIES  SHAREHOLDERS' FUNDS  Poid up / Assigned capital  Share premium/(discount)	5,090,000 3,513,662	5,090,000 3,513,662	3,513,662	3,513,662	3,513,662	4,343,512	4,343,512	4,343 1,312
3 4 5 6 7 8	TOTAL LIABILITIES  SHAREHOLDERS' FUNDS  Poid up /Assigned capital  Share premium/(discount)  Revaluation reserves	5,090,000 3,513,662 593,667	5,090,000 3,513,662 610,667	3,513,662 610,667	3,513,662 610,667	3,513,662 610,667	4,343,512 1,295,128	4,343,512 1,312,129	4,343 1,312 (3,104,
3 <b>4</b>	TOTAL LIABILITIES  SHAREHOLDERS' FUNDS  Paid up /Assigned capital  Share premium/(discount)  Revaluation reserves  Retained earnings/Accumulated losses	5,090,000 3,513,662 593,667 (5,293,359) 4,617,435	5,090,000 3,513,662 610,667 (5,442,593) 4,854,473	3,513,662 610,667 (5,502,565) 4,960,310	3,513,662 610,667 (5,659,972) 5,167,524	3,513,662 610,667 (5,465,683) 5,179,981	4,343,512 1,295,128 (3,132,896) 4,617,435	4,343,512 1,312,129 (3,262,477) 4,854,473	4,343 1,312 (3,104, 5,179
3 4 5 6 7 8 9	TOTAL LIABILITIES  SHAREHOLDERS' FUNDS  Poid up / Assigned capital Share premium/(discount) Revaluation reserves Retained earnings/Accumulated losses Statutory loan loss reserves Other Reserves	5,090,000 3,513,662 593,667 (5,293,359)	5,090,000 3,513,662 610,667 (5,442,593)	3,513,662 610,667 (5,502,565)	3,513,662 610,667 (5,659,972)	3,513,662 610,667 (5,465,683)	4,343,512 1,295,128 (3,132,896)	4,343,512 1,312,129 (3,262,477)	4,343 1,312 (3,104, 5,179
3 4 . 5 . 5 . 7 . 8 . 9 . 0	TOTAL LIABILITIES  SHAREHOLDERS' FUNDS  Poid up /Assigned capital  Share premium/(discount)  Revaluation reserves  Retained earnings/Accumulated losses  Statutory loan loss reserves	5,090,000 3,513,662 593,667 (5,293,359) 4,617,435	5,090,000 3,513,662 610,667 (5,442,593) 4,854,473	3,513,662 610,667 (5,502,565) 4,960,310	3,513,662 610,667 (5,659,972) 5,167,524	3,513,662 610,667 (5,465,683) 5,179,981	4,343,512 1,295,128 (3,132,896) 4,617,435	4,343,512 1,312,129 (3,262,477) 4,854,473	

44	TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	58,301,452	59,145,971	59,810,830	61,115,498	62,902,057	60,717,368	61,550,430	65,602,055
				BANK				GROUP	
	STATEMENT OF COMPREHENSIVE INCOME	30th Sep	31st Dec	31st Mar	30th June	30th Sep	30th Sep	31st Dec	30th Se
	FOR THE PERIOD ENDED 30 SEPTEMBER 2024	2023	2023	2024	2024	2024	2023	2023	202
	THE PERSON ENDED GO DEL TEMBER 2027	UnAudited (Ksh'000)	Audited (Ksh'000)	UnAudited (Ksh'000)	UnAudited (Ksh'000)	UnAudited (Ksh'000)	Un Audited (Ksh'000)	Audited (Ksh'000)	UnAudite (Ksh'000
1	INTEREST INCOME								
1.1	Loans and advances	2,978,235	4,086,150	1,166,542	2,327,840	3,536,881	2,945,426	4,020,677	3,521,51
1.2	Government securities	833,521	1,145,637	317,942	675,995	1,106,166	833,521	1,145,637	1,106,16
1.3	Deposits and placements with banking institutions	16,661	27,413	31,631	40,403	44,869	19,566	38,096	44,86
1.4	Other Interest Income		-		-	-	-	-	
1.5	Total interest income	3,828,417	5,259,200	1,516,115	3,044,238	4,687,916	3,798,513	5,204,410	4,672,54
2	INTEREST EXPENSES								
2.1	Customer deposits	1,424,974	2,016,876	656,686	1,329,250	2,114,966	1,422,069	2,013,449	2,109,77
	Deposits and placement from banking institutions	173,856	255,476	89,738	200,814	324,447	173,856	255,476	324,44
	Other interest expenses	293,553	387,832	91,118	181,982	278,556	293,553	385,900	278,76
	Total interest expenses	1,892,383	2,660,184	837,542	1,712,046	2,717,969	1,889,478	2,654,824	2,712,98
3	NET INTEREST INCOME/(LOSS)	1,936,034	2,599,016	678,573	1,332,192	1,969,947	1,909,035	2,549,585	1,959,56
4	OTHER OPERATING INCOME								
	Fees and commissions on loans and advances	162,497	222,214	59,091	119,234	170,490	162,497	222,214	170,49
	Other fees and commissions	113,586	140,053	45,866	99,944	123,688	174,072	192,555	246,96
	Foreign exchange trading income/(Loss)	119,497	174,407	48,127	91,508	139,576	119,497	174,407	139,57
	Dividend Income	-				-	-		150.00
	Other income	60,892	200,905	25,520	40,816	96,603	452,368	653,930	450,00
	Total Non-interest income TOTAL OPERATING INCOME	456,473	737,579	178,604	351,502	530,357	908,435	1,242,806	1,007,03
5	OPERATING INCOME OPERATING EXPENSES	2,392,505	3,336,595	857,177	1,683,694	2,500,304	2,817,469	3,792,391	2,966,60
-		237,053	309,299	109,086	167,375	248,807	237,053	309,299	248,80
	Loan loss provision Staff costs	1,043,214	1,441,417	384,787	768,627	1,194,809	1,174,175	1,625,812	1,370,95
	Directors' emoluments	17,649	20,930	4,510	10,667	17,335	31,228	38,684	30,20
	Rental charges	46,190	61,179	15,735	30,545	46,820	49,120	65,047	46,82
	Depreciation charge on property and equipment	118,592	153,827	38,591	76,421	119,799	120,318	156,085	122,49
	Amortisation charges	157,304	212,907	22,370	45,475	62,223	157,423	213,093	62,34
	Other operating expenses	662,197	971,317	232,843	482,851	694,366	785,483	1,081,833	772,72
	Total operating expenses	2,282,200	3,170,876	807,922	1,581,960	2,384,159	2,554,800	3,489,852	2,654,34
7	Profit/(loss) before tax and exceptional items	110,305	165,719	49,255	101,734	116,146	262,669	302,538	312,25
8	Exceptional items		(4,662)					31,946	
9	Profit/(loss) after exceptional items	110,305	161,057	49,255	101,734	116,146	262,669	334,484	312,25
10	Current tax	(10,965)	(13,464)	(3,391)	(6,062)	(8,855)	(26,422)	(29,687)	(23,919
11	Deferred tax	-	39,554			195,137	-	83,359	195, 13
12	Profit/(loss) after tax and exceptional items	99,340	187,147	45,864	95,672	302,428	236,247	388,156	483,47
	Other Comprehensive Income								
	Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	-	-	-	-	
13.2	Fair value changes in available for sale financial assets	(431,193)	(378,578)	(20,114)	256,354	52,552	(431,193)	(378,578)	52,55
	Revaluation surplus on Property, plant and equipment		20,000					20,000	
	Share of other comprehensive income of associates		-		-			-	
	Income tax relating to components of other comprehensive income	129,358	110,573	6,034	- 76,906	(15,765)	129,358	110,573	(15,76
	Other Comprehensive Income for the year net of tax	(301,835)	(248,005)	(14,080)	179,448	36,787	(301,835)	(248,005)	36,78
15	Total comprehensive income for the year	(202,494)	(60,858)	31,784	275,119	339,215	(65,588)	140,152	520,26
	Farmings Day Chang	24.02	24 77	24.04	27.50	44.54	0.00	1.01	1.4

**Earnings Per Share** 

				BANK		GROUP			
	DISCLOSURES	30th Sep	31st Dec	31st Mar	30th June	30th Sep	30th Sep	31st Dec	30th Sep
	AS AT 30 SEPTEMBER 2024	2023 UnAudited	2023 Audited	2024 UnAudited	2024 UnAudited	2024 UnAudited	2023 Un Audited	2023 Audited	202 UnAudite
		(Ksh'000)	(Ksh'000)	(Ksh'000)	(Ksh'000)	(Ksh'000)	(Ksh'000)	(Ksh'000)	(Ksh'00
Ī	Non-Performing Loans and Advances								
	a) Gross non-performing loans and advances	10,555,822	10,819,714	11,200,531	11,205,402	11,457,891	10,555,822	10,819,714	11,457,8
	b) Less: Interest in Suspense	3,153,225	3,102,378	3,418,361	3,353,588	3,411,562	3,153,225	3,102,378	3,411,5
	c) Total non-Performing loans and advances (a-b)	7,402,597	7,717,337	7,782,169	7,851,814	8,046,329	7,402,597	7,717,337	8,046,3
	d) Less: Loan loss provisions	4,655,376	4,997,717	4,918,613	5,116,512	5,302,595	4,655,376	4,997,717	5,302,5
	e) Net non-performing loans and advance	s(c-d) 2,747,220	2,719,620	2,863,557	2,735,301	2,743,734	2,747,220	2,719,620	2,743,7
	f) Discounted value of securities	2,747,220	2,719,620	2,863,557	2,735,301	2,743,734	2,747,220	2,719,620	2,743,7
	g) Net Exposure(e-f)		-	-	-		-	-	
!	Insider loans and advances								
	a) Directors, shareholders and associates	1,197,948	1,009,689	1,005,291	916,969	918,350	1,197,948	1,009,689	918,3
	b) Employees	1,167,519	1,252,502	1,257,303	1,249,238	1,273,036	1,167,519	1,252,502	1,273,0
	c) Total insider Loans and Advances	2,365,467	2,262,191	2,262,594	2,166,207	2,191,386	2,365,467	2,262,191	2,191,3
	Off-Balance Sheet items								
	a) Letters of credit, guarantees and acceptances	2,258,477	2,468,039	2,224,325	1,460,409	1,423,856	2,258,477	2,468,039	1,423,8
	b) Forwards, swaps and options	2,028,588	289,511	440,811	688,763	764,140	2,028,588	289,511	764,
	c) Other contingent liabilities							-	
	c) Total contingent liabilities	4,287,065	2,757,550	2,665,135	2,149,172	2,187,996	4,287,065	2,757,550	2,187,9
ı	Capital Strength								
	a) Core capital	2,252,607	2,082,282	1,989,487	1,788,945	1,696,165			
	b) Minimum Statutory Capital	1,000,000	1,000,000	1.000.000	1.000.000	1,000,000			
	c) Excess/Deficiency	1,252,607	1,082,282	989,487	788,945	696,165			
	d) Supplementary capital	1,509,805	1,464,572	1,401,557	1,356,583	1,312,907			
	e) Total capital (a+d)	3,762,412	3,546,854	3,391,044	3,145,528	3,009,072			
	f) Total risk weighted assets	38,991,031	39,372,404	38,331,192	38,733,289	39,239,202			
	g) Core capital /Total deposit liabilities	5.1%	4.7%	4.5%	4.0%	3.7%			
	h) Minimum Statutory Ratio	8.0%	8.0%	8.0%	8.0%	8.0%			
	i) Excess/Deficiency	-2.9%	-3.3%	-3.5%	-4.0%	-4.3%			
	j) Core capital /Total risk weighted assets	5.8%	5.3%	5.2%	4.6%	4.3%			
	k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%	10.5%			
	<ol> <li>Excess/Deficiency(j-k)</li> </ol>	-4.7%	-5.2%	-5.3%	-5.9%	-6.2%			
	m) Total capital /Total risk weighted assets	9.6%	9.0%	8.8%	8.1%	7.7%			
	n) Minimum Statutory Ratio	14.5%	14.5%	14.5%	14.5%	14.5%			
	o) Excess/Deficiency(m-n)	-4.9%	-5.5%	-5.7%	-6.4%	-6.8%			
	p) Adjusted Core Capital/Total Deposit Liabilities*								
	q) Adjusted Core Capital/Total Risk Weighted Asse	ets*							
	r) Adjusted Total Capital/Total Risk Weighted Asse	ets*							
	Liquidity								
	a) Liquidity Ratio	25.1%	24.5%	24.9%	27.9%	26.1%			
	b) Minimum Statutory Ratio	20.0%	20.0%	20.0% 4.9%	20.0% 7.9%	20.0%			

## \*Notes

These financial statements are extracts from the books of the institution. The complete set of UnAudited can be accessed on the institutions website www.hfgroup.co.ke

They may also be accessed at the institutions head office located at Rehani House, Kenyatta Avenue/Koinange Street, Nairobi

Peter Mugeni **Managing Director - HFC Ltd** 

Robert Kibaara Group Chief Executive Officer Dr.Kaushik Manek **HFC Chairman** 

