

The Board of Directors of I&M Group PLC is pleased to announce audited results of the Group as at 31 December 2023

STATEMENT OF FINANCIAL POSITION	COMPANY		GROUP	
	AUDITED DEC 2022 (KSHS'000)	AUDITED DEC 2023 (KSHS'000)	AUDITED DEC 2022 (KSHS'000)	AUDITED DEC 2023 (KSHS'000)
A ASSETS				
1 Cash (both local and foreign)	-	-	5,186,177	6,501,173
2 Balances due from central banks	-	-	17,632,125	34,774,324
3 Kenya Government and other securities held for dealing purposes	-	-	-	-
4 Financial Assets at fair value through profit or loss (FVTPL)	-	-	16,402,892	2,779,798
5 Investment Securities:				
a) Held at amortised cost:				
a. Kenya Government securities	-	-	22,655,837	26,878,671
b. Other securities	-	-	21,062,484	27,471,365
b) Fair value through other comprehensive income (FVOCI):				
a. Kenya Government securities	925,055	876,832	45,465,083	51,224,351
b. Other securities	-	-	7,526,065	9,062,794
6 Deposits and Balances due from local banking institutions	864,255	3,576,645	3,211,983	4,279,293
7 Deposits and Balances due from banking institutions abroad	-	-	18,255,199	54,897,696
8 Tax recoverable	7,695	-	445,655	690,697
9 Loans and advances to customers (net)	-	-	238,590,143	311,330,840
10 Balances due from banking institutions in the Group	-	-	-	-
11 Investment in associates	-	-	-	-
12 Investment in subsidiary companies	31,336,158	32,298,390	-	-
13 Investment in joint ventures	2,515,591	2,515,591	5,570,240	7,878,467
14 Investment properties	-	-	-	-
15 Property and equipment	-	-	12,514,594	14,487,824
16 Prepaid lease rentals	-	-	-	-
17 Intangible assets	-	-	6,885,544	7,492,131
18 Deferred tax asset	-	523	9,206,853	11,913,221
19 Retirement benefit asset	-	-	-	-
20 Other assets	80,927	2,318	6,726,311	8,056,793
21 TOTAL ASSETS	35,729,681	39,270,299	437,337,185	579,719,438
B LIABILITIES				
22 Balances due to central banks	-	-	-	13,025,651
23 Customer deposits	-	-	312,335,932	416,674,435
24 Deposits and balances due to local banking institutions	-	-	6,803,763	4,685,311
25 Deposits and balances due to foreign banking institutions	-	-	11,349,566	21,788,127
26 Other money market deposits	-	-	-	-
27 Borrowed funds	-	-	16,794,713	18,271,289
28 Balances due to banking institutions in the Group	-	-	-	-
29 Tax payable	-	71,095	208,832	219,406
30 Dividends payable	-	-	-	-
31 Deferred tax liability	-	-	528,707	476,359
32 Retirement benefit liability	-	-	-	-
33 Other liabilities	91,448	148,744	7,666,084	8,878,605
34 TOTAL LIABILITIES	91,448	219,839	355,687,597	484,019,183
C SHAREHOLDERS' EQUITY				
35 Paid up/Assigned share capital	1,653,621	1,653,621	1,653,621	1,653,621
36 Share premium/(discount)	17,561,629	17,561,629	17,561,629	17,561,629
37 Revaluation reserves - (Buildings)	-	-	1,154,325	1,241,566
38 Retained earnings/(Accumulated losses)	16,464,597	19,925,168	53,674,183	57,859,356
39 Statutory loan loss reserves	-	-	6,993,268	11,249,371
40 Other reserves	(41,614)	(89,958)	(3,873,628)	(5,231,077)
41 Proposed dividends	-	-	-	-
42 Translation reserve	-	-	(645,903)	3,838,683
43 TOTAL SHAREHOLDERS' EQUITY	35,638,233	39,050,460	76,517,495	88,173,149
44 Non controlling interest	-	-	5,132,093	7,527,106
45 TOTAL LIABILITIES & SHAREHOLDERS' EQUITY	35,729,681	39,270,299	437,337,185	579,719,438

STATEMENT OF COMPREHENSIVE INCOME	COMPANY		GROUP	
	AUDITED DEC 2022 (KSHS'000)	AUDITED DEC 2023 (KSHS'000)	AUDITED DEC 2022 (KSHS'000)	AUDITED DEC 2023 (KSHS'000)
1 INTEREST INCOME				
1.1 Loans and advances	-	-	26,259,209	36,469,404
1.2 Government securities	86,040	117,944	10,477,135	11,954,812
1.3 Deposits and placements with banking institutions	33,356	149,318	569,978	1,959,987
1.4 Other interest income	-	-	44,875	74,371
1.5 Total interest income	119,396	267,262	37,351,197	50,458,574
2 INTEREST EXPENSE				
2.1 Customer deposits	-	-	11,597,717	17,622,668
2.2 Deposits and placements from banking institutions	-	-	1,430,228	2,365,188
2.3 Other interest expenses	-	-	1,378,731	1,840,252
2.4 Total interest expense	-	-	14,406,676	21,828,108
3 NET INTEREST INCOME/(LOSS)	119,396	267,262	22,944,521	28,630,466
4 OTHER OPERATING INCOME				
4.1 Fees and commissions on loans and advances	-	-	2,185,691	2,748,749
4.2 Other fees and commissions	-	-	3,700,780	4,120,082
4.3 Foreign exchange trading income/(loss)	-	-	5,042,627	5,484,746
4.4 Dividend income	6,073,676	6,929,595	-	-
4.5 Other income	10,768	132,594	1,794,453	1,697,688
4.6 Total non-interest income	6,084,444	7,062,189	12,723,551	14,051,265
5 TOTAL OPERATING INCOME	6,203,840	7,329,451	35,668,072	42,681,731
6 OTHER OPERATING EXPENSES				
6.1 Loan loss provisions	-	-	5,245,020	6,869,542
6.2 Staff costs	-	-	6,472,873	7,477,130
6.3 Directors' emoluments	13,779	14,956	114,322	177,419
6.4 Rentals charges	-	-	716,283	818,821
6.5 Depreciation charge on property and equipment	-	-	1,597,298	1,773,714
6.6 Amortisation charges	-	-	873,728	1,098,527
6.7 Other operating expenses	40,342	44,835	6,318,366	8,989,896
6.8 Total other Operating Expenses	54,121	59,791	21,337,890	27,205,049
7 PROFIT/(LOSS) BEFORE TAX AND EXCEPTIONAL ITEMS	6,149,719	7,269,660	14,330,182	15,476,682
8 Share of profit of joint Venture	-	-	662,150	1,203,644
9 PROFIT/(LOSS) AFTER EXCEPTIONAL ITEMS	6,149,719	7,269,660	14,992,332	16,680,326
10 Current tax	(7,075)	(88,441)	(4,642,909)	(4,765,100)
11 Deferred tax	-	-	1,234,275	1,429,993
12 PROFIT/(LOSS) AFTER TAX AND EXCEPTIONAL ITEMS	6,142,644	7,181,219	11,583,698	13,345,219
13 Non controlling interest	-	-	(390,209)	(730,042)
14 PROFIT/(LOSS) AFTER TAX, EXCEPTIONAL ITEMS AND NON CONTROLLING INTEREST	6,142,644	7,181,219	11,193,489	12,615,177
15 OTHER COMPREHENSIVE INCOME				
15.1 Gains/(Losses) from translating the financial statements of foreign operations	-	-	1,365,147	5,367,493
15.2 Fair value changes in financial assets at FVOCI	(41,101)	(48,344)	(3,007,013)	(1,331,423)
15.3 Statutory loan loss reserve	-	-	-	-
15.4 Fair value changes on employee benefits	-	-	(20,526)	(60,203)
15.5 Income tax relating to components of other comprehensive income	-	-	120,230	88,145
16 OTHER COMPREHENSIVE INCOME FOR THE YEAR NET OF TAX	(41,101)	(48,344)	(1,542,162)	4,064,012
17 TOTAL COMPREHENSIVE INCOME FOR THE YEAR	6,101,543	7,132,875	9,651,327	16,679,189
18 EARNING PER SHARE - DILUTED & BASIC (KSHS)	3.71	4.34	6.77	7.63
19 DIVIDEND PER SHARE - PROPOSED (KSHS)	2.25	2.55	2.25	2.55

OTHER DISCLOSURES	GROUP	
	AUDITED DEC 2022 (KSHS'000)	AUDITED DEC 2023 (KSHS'000)
1 NON - PERFORMING LOANS AND ADVANCES		
a) Gross Non- performing loans and advances	24,966,154	35,366,964
Less		
b) Interest in suspense	4,268,439	4,237,429
c) Total Non- performing loans and advances (a-b)	20,697,715	31,129,535
Less		
d) Loan loss provisions	13,690,454	15,483,060
e) Net Non Performing Loans(c-d)	7,007,261	15,646,475
f) Discounted value of securities	7,007,261	15,646,475
g) Net NPLs exposure (e-f)	-	-
2 INSIDER LOANS AND ADVANCES		
a) Directors, shareholders and associates	2,876,868	4,600,536
b) Employees	2,788,888	3,914,017
c) Total Insider Loans and Advances	5,665,756	8,514,553
3 OFF- BALANCE SHEET ITEMS		
a) Letters of credit, guarantees, acceptances	72,390,417	105,916,170
b) Forwards, swaps and options	42,105,420	50,337,467
c) Other contingent liabilities	4,949,387	5,632,726
d) Total Contingent liabilities	119,445,224	161,886,363
4 CAPITAL STRENGTH		
a) Core capital	70,667,086	80,139,808
b) Minimum statutory capital	1,000,000	1,000,000
c) Excess/ (deficiency)	69,667,086	79,139,808
d) Supplementary capital	18,313,434	24,091,953
e) Total capital (a+d)	88,980,520	104,231,761
f) Total risk weighted assets	433,713,270	551,385,301
g) Core capital/Total deposit liabilities	22.63%	19.23%
h) Minimum statutory ratio	8.00%	8.00%
i) Excess/(Deficiency) (g-h)	14.63%	11.23%
j) Core capital/Total risk weighted assets	16.29%	14.53%
k) Minimum statutory ratio	10.50%	10.50%
l) Excess/(Deficiency) (j-k)	5.79%	4.03%
m) Total capital/Total risk weighted assets	20.52%	18.90%
n) Minimum statutory ratio	14.50%	14.50%
o) Excess/(Deficiency) (m-n)	6.02%	4.40%
5 LIQUIDITY		
a) Liquidity ratio	46.13%	44.70%
b) Minimum statutory ratio	20.00%	20.00%
c) Excess/(Deficiency) (a-b)	26.13%	24.70%

SUMMARY OF CONSOLIDATED STATEMENT OF CASH FLOWS	COMPANY		GROUP	
	AUDITED DEC 2022 (KSHS'000)	AUDITED DEC 2023 (KSHS'000)	AUDITED DEC 2022 (KSHS'000)	AUDITED DEC 2023 (KSHS'000)
Cash flows generated from operating activities	3,410,519	7,082,944	8,804,790	37,814,516
Cash flows used in investing activities	(900,263)	(962,232)	(1,814,953)	(2,603,472)
Net cash used in financing activities	(2,480,432)	(3,720,648)	(7,461,007)	(7,046,767)
Net increase/(decrease) in cash and cash equivalents	29,824	2,400,064	(471,170)	28,164,277
Cash and cash equivalents at beginning of period	834,431	864,255	10,661,714	10,190,544
Cash and cash equivalents at end of period	864,255	3,264,319	10,190,544	38,354,821

SUMMARY OF CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	SHARE CAPITAL		SHARE PREMIUM		RETAINED EARNINGS		OTHER RESERVES		NON-CONTROLLING INTEREST		TOTAL	
	[KSHS'000]	[KSHS'000]	[KSHS'000]	[KSHS'000]	[KSHS'000]	[KSHS'000]	[KSHS'000]	[KSHS'000]	[KSHS'000]	[KSHS'000]	[KSHS'000]	[KSHS'000]
At 1 January 2022	1,653,621	17,561,629	43,903,009	6,474,772	4,455,046	74,048,077	-	-	-	-	-	-
Other comprehensive income	-	-	12,253,374	(2,846,710)	634,872	10,041,536	-	-	-	-	-	-
Transactions with owners	-	-	(2,482,200)	-	42,175	(2,440,025)	-	-	-	-	-	-
Audited at 31 December 2022	1,653,621	17,561,629	53,674,183	3,628,062	5,132,093	81,649,588						
At 1 January 2023	1,653,621	17,561,629	53,674,183	3,628,062	5,132,093	81,649,588	-	-	-	-	-	-
Other comprehensive income	-	-	8,360,188	7,469,367	1,579,676	17,409,231	-	-	-	-	-	-
Transactions with owners	-	-	(4,175,015)	1,114	815,337	(3,358,564)	-	-	-	-	-	-
Audited at 31 December 2023	1,653,621	17,561,629	57,859,356	11,098,543	7,527,106	95,700,255						

MESSAGE FROM THE DIRECTORS

Basis of Preparation

These condensed financial statements are an extract from the audited financial statements for the period ended 31 December 2023 which have been prepared in accordance with IFRS Accounting Standards and in a manner required by the Kenya Companies Act, 2015. The principal risks and uncertainties facing the Group and Company as well as the risk management framework are outlined in Note 4 of the consolidated and separate financial statements.

The financial statements were audited by KPMG Kenya and received an unqualified opinion. The financial statements were approved by the Board of Directors on 22 March 2024 and were signed on its behalf by Messrs. Oliver Fowler, Sarit S.Raja Shah and Ms. Rose Kinuthia.

Dividend

The Directors recommend payment of a first and final dividend of KShs. 2.55 per share amounting to KShs. 4,216,734,764 for the year ended 31 December 2023. A dividend of KShs. 2.25 per share amounting to KShs.3,720,648,321 in respect of the year ended 31 December 2022 was paid on the 25 May 2023.

The dividend will be payable to shareholders registered on the Company's Register at the close of business on Thursday 18 April 2024 and will be paid on or around Friday, 24 May 2024. The Register of Members will be closed from Friday, 19 April 2024 to Monday, 22 April 2024 (both days inclusive) for the purpose of processing the dividend.

These statements can be accessed from the institution's website: www.imbankgroup.com

BY ORDER
OF THE BOARD } OLIVER FOWLER
CHAIRMAN
22 MARCH 2024

