

# AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 31 DECEMBER 2021



DIB Bank Kenya

A subsidiary of Dubai Islamic Bank PJSC

I STATEMENT OF FINANCIAL POSITION		Dec 2021 Shs '000 (Audited)	Dec 2020 Shs '000 (Audited)
<b>A ASSETS</b>			
1 Cash (both Local & Foreign)		158,352	135,288
2 Balances due from Central Bank of Kenya		1,373,399	969,378
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		-	-
b. Other securities		-	-
b) Available for sale:		-	-
a. Kenya Government securities		-	-
b. Other securities		-	-
6 Deposits and balances due from local banking institutions		228,693	1,092,726
7 Deposits and balances due from banking institutions abroad		1,863,117	425,996
8 Tax recoverable		433	433
9 Financing arrangements to customers (net)		9,713,511	8,746,618
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		351,086	204,547
16 Prepaid lease rentals		-	-
17 Intangible assets		341,499	366,209
18 Deferred tax asset		1,370,601	1,183,711
19 Retirement benefit asset		-	-
20 Other assets		122,019	138,438
<b>21 TOTAL ASSETS</b>		<b>15,522,711</b>	<b>13,263,344</b>
<b>B LIABILITIES</b>			
22 Balances due to Central Bank of Kenya		-	-
23 Customer deposits		11,925,689	10,149,323
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		-	-
31 Deferred tax liability		-	-
32 Retirement benefit liability		-	-
33 Other liabilities		433,669	267,264
<b>34 TOTAL LIABILITIES</b>		<b>12,359,358</b>	<b>10,416,587</b>
<b>C SHAREHOLDERS' FUNDS</b>			
35 Paid up /Assigned capital		6,650,439	5,839,614
36 Share premium/(discount)		-	-
37 Revaluation reserves		-	-
38 Retained earnings/Accumulated losses		(3,487,086)	(3,035,939)
39 Statutory loan loss reserves		-	43,082
40 Other Reserves		-	-
41 Proposed dividends		-	-
42 Capital grants		-	-
<b>43 TOTAL SHAREHOLDERS' FUNDS</b>		<b>3,163,353</b>	<b>2,846,757</b>
44 Minority Interest		-	-
<b>45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS</b>		<b>15,522,711</b>	<b>13,263,344</b>

  

II STATEMENT OF COMPREHENSIVE INCOME		Dec 2021 Shs '000 (Audited)	Dec 2020 Shs '000 (Audited)
<b>1.0 PROFIT INCOME</b>			
1.1 Financing activities		1,079,091	688,645
1.2 Government securities		-	-
1.3 Deposits and placements with banking institutions		3,751	29,716
1.4 Other profit Income		-	-
<b>1.5 Total profit income</b>		<b>1,082,842</b>	<b>718,361</b>
<b>2.0 PROFIT EXPENSE</b>			
2.1 Customer deposits		675,623	486,638
2.2 Deposits and placements from banking institutions		8,084	16,651
2.3 Other related expenses		-	-
<b>2.4 Total profit expenses</b>		<b>683,707</b>	<b>503,289</b>
<b>3.0 NET PROFIT INCOME/(LOSS)</b>		<b>399,135</b>	<b>215,072</b>
<b>4.0 OTHER OPERATING INCOME</b>			
4.1 Fees and commissions on financing arrangement		18,376	29,420
4.2 Other fees and commissions		14,290	15,164
4.3 Foreign exchange trading income/(loss)		62,581	77,725
4.4 Dividend Income		-	-
4.5 Other income		(9,103)	166
<b>4.6 Total other operating income</b>		<b>86,145</b>	<b>122,474</b>
<b>5.0 TOTAL OPERATING INCOME</b>		<b>485,280</b>	<b>337,546</b>
<b>6.0 OTHER OPERATING EXPENSES</b>			
6.1 Financing arrangements Loss Provision		157,929	34,905
6.2 Staff costs		431,758	429,762
6.3 Directors' emoluments		9,350	8,800
6.4 Rental charges		14,388	14,929
6.5 Depreciation charge on property and equipment		136,524	163,965
6.6 Amortisation charges		72,268	69,318
6.7 Other operating expenses		344,182	308,581
<b>6.8 Total Other Operating Expenses</b>		<b>1,166,399</b>	<b>1,030,260</b>
<b>7.0 Profit/(Loss) before tax and exceptional items</b>		<b>(681,119)</b>	<b>(692,714)</b>
8.0 Exceptional items		-	-
<b>9.0 Profit/(Loss) after exceptional items</b>		<b>(681,119)</b>	<b>(692,714)</b>
10.0 Current tax		-	-
11.0 Deferred tax		186,890	190,749
<b>12.0 Profit/(Loss) after tax and exceptional items</b>		<b>(494,229)</b>	<b>(501,965)</b>
13.0 Minority Interest		-	-
<b>14.0 Profit/(Loss) after tax, exceptional items and Minority Interest</b>		<b>(494,229)</b>	<b>(501,965)</b>
15.0 Other Comprehensive Income		-	-
15.1 Gains/(Losses) from translating the financial statements of foreign operations		-	-
15.2 Fair value changes in available for sale financial assets		-	-
15.3 Revaluation surplus on Property, plant and equipment		-	-
15.4 Share of other comprehensive income of associates		-	-
15.5 Income tax relating to components of other comprehensive income		-	-
16.0 Other Comprehensive Income for the year net of tax		-	-
<b>17.0 Total comprehensive income for the year</b>		<b>(494,229)</b>	<b>(501,965)</b>

  

III OTHER DISCLOSURES		Dec 2021 Shs '000 (Audited)	Dec 2020 Shs '000 (Audited)
<b>1.0 NON-PERFORMING FINANCING ARRANGEMENTS</b>			
(a) Gross Non-performing Financing arrangements		1,491,931	124,519
(b) Less Profit in Suspense		8,880	4,916
<b>(c) Total Non-Performing financing arrangements (a-b)</b>		<b>1,483,051</b>	<b>119,603</b>
(d) Less Financing arrangements Loss Provision		72,891	37,538
<b>(e) Net Non-Performing financing arrangements (c-d)</b>		<b>1,410,160</b>	<b>82,066</b>
(f) Discounted Value of Securities		1,929,305	157,652
<b>(g) Net NPLs Exposure (e-f)</b>		<b>(519,145)</b>	<b>(75,586)</b>
<b>2.0 INSIDER FINANCING ARRANGEMENTS</b>			
(a) Directors, Shareholders and Associates		-	-
(b) Employees		288,699	295,889
<b>(c) Total Insider financing arrangements and other facilities</b>		<b>288,699</b>	<b>295,889</b>
<b>3.0 OFF-BALANCE SHEET ITEMS</b>			
(a) Letters of credit, guarantees, acceptances		873,787	866,928
(b) Forwards, swaps and options		-	-
(c) Other contingent liabilities		-	-
<b>(d) Total Contingent Liabilities</b>		<b>873,787</b>	<b>866,928</b>
<b>4.0 CAPITAL STRENGTH</b>			
(a) Core capital		1,792,753	1,619,964
(b) Minimum statutory capital		1,000,000	1,000,000
<b>(c) Excess (a-b)</b>		<b>792,753</b>	<b>619,964</b>
(d) Supplementary capital		-	43,082
<b>(e) Total capital (a+d)</b>		<b>1,792,753</b>	<b>1,663,046</b>
(f) Total risk weighted assets		11,378,508	10,291,272
<b>(g) Core capital / Total deposits liabilities</b>		<b>15.0%</b>	<b>16.0%</b>
(h) Minimum statutory Ratio		8.0%	8.0%
<b>(i) Excess/(Deficiency)</b>		<b>7.0%</b>	<b>8.0%</b>
<b>(j) Core capital / Total risk weighted assets</b>		<b>15.8%</b>	<b>15.7%</b>
(k) Minimum statutory Ratio		10.5%	10.5%
<b>(l) Excess (Deficiency) [j-k]</b>		<b>5.3%</b>	<b>5.2%</b>
<b>(m) Total capital / Total risk weighted assets</b>		<b>15.8%</b>	<b>16.2%</b>
(n) Minimum statutory Ratio		14.5%	14.5%
<b>(o) Excess/ (Deficiency) [m-n]</b>		<b>1.3%</b>	<b>1.7%</b>
(p) Adjusted Core Capital/Total Deposit Liabilities*		15.0%	16.0%
(q) Adjusted Core Capital/Total risk weighted assets*		15.8%	15.8%
(r) Adjusted Total Capital/Total risk weighted assets*		15.8%	16.2%
<b>5.0 LIQUIDITY</b>			
<b>(a) Liquidity Ratio</b>		<b>30.4%</b>	<b>25.8%</b>
(b) Minimum statutory Ratio		20.0%	20.0%
<b>(c) Excess/ (Deficiency) [a-b]</b>		<b>10.4%</b>	<b>5.8%</b>

\* The Adjusted Capital Ratios include 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.

The above Statement of Financial Position and Statement of Comprehensive Income are extracts from the institution's financial statements which have been audited by KPMG and received an unqualified opinion. These financial statements and other disclosures can be accessed on the institution's website; [www.dibkenya.co.ke](http://www.dibkenya.co.ke). They may also be accessed at the Registered Office of DIB Bank Kenya Ltd located at Upper Hill Building, Junction of Bunyala Road / Lower Hill Road, Nairobi.



Peter Makau  
MD/Chief Executive Officer



Mohamed Al Sharif  
Director

DIB Bank is regulated by the Central Bank of Kenya

## Dubai Islamic Bank Group Full Year 2021 Financial Performance Snapshot



Total Income  
**USD 3.2 billion**

Group Net Profit  
**USD 1.2 billion**



Net Profit Margin  
**2.6%**

Return on Equity  
**11.8%**

Return on Assets  
**1.53%**

Strong recovery in profitability with **39%** ↑ YoY growth supported by disciplined cost management and prudent risk approach



Net Financing & Sukuk Investments  
**USD 62.2 billion**

Deposits  
**USD 56.1 billion**

Total Assets  
**USD 76.0 billion**

Balance sheet remains resilient with healthy liquidity supported by growing CASA. Robust growth in sukuk investments of **18%** ↑



Cost to Income Ratio  
**26.8%**

Financing to Deposit Ratio  
**91%**

Capital Adequacy Ratio  
**17.1%**

Capitalization remains robust with key metrics well above minimum regulatory requirement