

# Standard Chartered Bank Kenya Limited

The Board of Directors of Standard Chartered Bank Kenya Limited is pleased to announce the un-audited results of the Bank and the Group for the three month period ended 31 March 2019

STATEMENT OF FINANCIAL POSITION	BANK			GROUP		
	31.03.2019 KShs. 000 Un-audited	31.12.2018 KShs. 000 Audited	31.03.2018 KShs. 000 Un-audited	31.03.2019 KShs. 000 Un-audited	31.12.2018 KShs. 000 Audited	31.03.2018 KShs. 000 Un-audited
<b>ASSETS</b>						
Cash (both local and foreign)	2,723,967	3,579,449	4,287,831	2,723,967	3,579,449	4,287,831
Balances due from Central Bank of Kenya	28,067,294	16,704,262	12,671,049	28,067,294	16,704,262	12,671,049
Kenya Government securities and other securities held for dealing purposes	5,771,489	3,936,835	8,566,271	5,771,489	3,936,835	8,566,271
Financial assets at fair value through profit and loss	460,995	393,620	734,197	460,995	393,620	734,197
Investment securities:						
a) Amortised Cost						
i. Kenya Government securities	-	-	-	-	-	-
ii. Other securities	-	-	-	-	-	-
b) Fair Value through other comprehensive Income (FVOCI)						
i. Kenya Government securities	103,069,053	93,745,440	111,281,205	104,193,149	94,749,090	112,074,426
ii. Other securities	18,263	18,814	9,037	18,263	18,814	9,037
Deposits and balances due from local banking institutions	3,577,209	5,868,647	4,253,789	3,577,209	5,868,647	4,253,789
Deposits and balances due from banking institutions abroad	111,208	147,399	64,604	111,208	147,399	64,604
Tax recoverable	-	350,921	355,762	4,439	398,697	367,748
Loans and advances to customers (net)	117,564,368	118,651,550	113,847,613	117,564,368	118,651,550	113,847,613
Balances due from banking institutions in the group	28,710,814	31,739,282	26,585,962	28,682,143	31,468,359	26,552,898
Investments in associates	-	-	-	-	-	-
Investments in subsidiary companies	141,243	141,243	141,243	-	-	-
Investments in joint ventures	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-
Property and equipment	3,669,827	3,071,308	3,269,642	3,669,827	3,071,308	3,269,642
Prepaid lease rentals	236,898	237,630	239,825	236,898	237,630	239,825
Intangible assets	1,751,998	1,829,701	2,113,523	1,751,998	1,829,701	2,113,523
Deferred tax asset	1,225,996	1,082,980	1,591,780	1,287,367	1,144,461	1,598,841
Retirement benefit asset	-	-	-	-	-	-
Other assets	3,125,552	3,191,921	3,293,338	3,245,741	3,204,201	3,343,534
<b>TOTAL ASSETS</b>	<b>300,226,174</b>	<b>284,691,002</b>	<b>293,306,671</b>	<b>301,366,355</b>	<b>285,404,023</b>	<b>293,994,828</b>
<b>LIABILITIES</b>						
Balances due to Central Bank of Kenya	-	-	-	-	-	-
Customer deposits	232,774,655	224,284,420	231,986,234	232,774,655	224,284,420	231,986,234
Deposits and balances due to local banking institutions	22,447	13,420	463,714	22,447	13,420	463,714
Deposits and balances due to foreign banking institutions	259,610	142,539	1,267,568	259,610	142,539	1,267,568
Other money market deposits	-	-	-	-	-	-
Borrowed funds	-	-	-	-	-	-
Balances due to banking institutions in the group	8,697,866	9,220,590	9,467,858	8,189,006	8,546,722	8,831,642
Tax payable	871,321	-	-	994,469	69,699	61,837
Dividends payable	-	-	-	-	-	-
Deferred tax liability	-	-	-	-	-	-
Retirement benefit liability	222,691	215,175	169,336	222,691	215,175	169,336
Other liabilities	9,756,239	5,478,579	4,923,687	9,770,050	5,492,660	4,952,762
<b>TOTAL LIABILITIES</b>	<b>252,604,829</b>	<b>239,354,723</b>	<b>248,278,397</b>	<b>252,232,928</b>	<b>238,764,635</b>	<b>247,733,093</b>
<b>SHAREHOLDERS' FUNDS</b>						
Paid up / Assigned capital	1,997,553	1,997,553	1,997,553	1,997,553	1,997,553	1,997,553
Share premium / (Discount)	7,792,427	7,792,427	7,792,427	7,792,427	7,792,427	7,792,427
Revaluation reserves	739,377	741,771	748,953	739,377	741,771	748,953
Retained earnings / (Accumulated Losses)	28,815,089	26,663,820	27,036,848	30,338,196	27,977,099	28,285,546
Statutory loan loss reserve	51,103	-	-	51,103	-	-
Other reserves (Fair Value)	1,449,512	1,315,278	1,189,438	1,438,487	1,305,108	1,174,201
Proposed dividends	4,893,838	4,893,838	4,378,573	4,893,838	4,893,838	4,378,573
Capital grants	1,882,446	1,931,592	1,884,482	1,882,446	1,931,592	1,884,482
<b>TOTAL SHAREHOLDERS' EQUITY</b>	<b>47,621,345</b>	<b>45,336,279</b>	<b>45,028,274</b>	<b>49,133,427</b>	<b>46,639,388</b>	<b>46,261,735</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>300,226,174</b>	<b>284,691,002</b>	<b>293,306,671</b>	<b>301,366,355</b>	<b>285,404,023</b>	<b>293,994,828</b>

STATEMENT OF COMPREHENSIVE INCOME	BANK			GROUP		
	31.03.2019 KShs. 000 Un-audited	31.12.2018 KShs. 000 Audited	31.03.2018 KShs. 000 Un-audited	31.03.2019 KShs. 000 Un-audited	31.12.2018 KShs. 000 Audited	31.03.2018 KShs. 000 Un-audited
<b>INTEREST INCOME</b>						
Loans and advances	3,423,371	13,127,082	3,426,216	3,423,371	13,127,082	3,426,216
Government securities	2,700,789	12,376,736	3,092,343	2,726,778	12,459,334	3,112,323
Deposits and placements with banking institutions	208,631	650,145	93,432	208,631	650,145	93,432
Other interest income	29,733	634,363	192,941	29,733	634,363	192,941
<b>Total interest income</b>	<b>6,362,524</b>	<b>26,788,326</b>	<b>6,804,932</b>	<b>6,388,513</b>	<b>26,870,924</b>	<b>6,824,912</b>
<b>INTEREST EXPENSES</b>						
Customer deposits	1,299,708	6,458,457	1,694,241	1,294,375	6,435,688	1,688,527
Deposits and placements from banking institutions	3,314	62,679	16,951	3,314	62,679	16,951
Other interest expenses	111,567	976,260	274,117	111,567	976,260	274,117
<b>Total interest expenses</b>	<b>1,414,589</b>	<b>7,497,396</b>	<b>1,985,309</b>	<b>1,409,256</b>	<b>7,474,627</b>	<b>1,979,595</b>
<b>NET INTEREST INCOME / (LOSS)</b>	<b>4,947,935</b>	<b>19,290,930</b>	<b>4,819,623</b>	<b>4,979,257</b>	<b>19,396,297</b>	<b>4,845,317</b>
<b>NON-INTEREST INCOME</b>						
Fees and commissions on loans and advances	76,362	326,081	72,183	76,362	326,081	72,183
Other fees and commissions	944,444	4,081,334	1,129,444	1,232,874	5,077,993	1,383,199
Foreign exchange trading income / (Loss)	817,773	2,843,768	595,890	817,773	2,843,768	595,890
Dividend income	-	208,460	-	-	-	-
Other income	263,640	953,777	212,432	263,615	953,381	212,372
<b>Total Non-Interest income</b>	<b>2,102,219</b>	<b>8,413,420</b>	<b>2,009,949</b>	<b>2,390,624</b>	<b>9,201,223</b>	<b>2,263,644</b>
<b>TOTAL OPERATING INCOME</b>	<b>7,050,154</b>	<b>27,704,350</b>	<b>6,829,572</b>	<b>7,369,881</b>	<b>28,597,520</b>	<b>7,108,961</b>
<b>OTHER OPERATING EXPENSES</b>						
Loan loss provision	415,139	1,930,511	1,065,080	415,139	1,930,511	1,065,080
Staff costs	1,812,815	7,185,924	1,571,738	1,841,163	7,365,038	1,611,507
Directors' emoluments	65,786	299,160	79,707	65,786	299,160	79,707
Rental charges	77,692	563,191	144,998	77,656	564,142	145,280
Depreciation charge on property and equipment	153,202	441,602	105,925	153,202	441,602	105,925
Amortisation charges	78,435	397,107	107,870	78,435	397,107	107,870
Other operating expenses	1,219,472	5,453,288	1,207,393	1,194,804	5,753,344	1,221,231
<b>Total other operating expenses</b>	<b>3,822,541</b>	<b>16,270,783</b>	<b>4,282,711</b>	<b>3,826,185</b>	<b>16,750,900</b>	<b>4,336,600</b>
<b>Profit / (loss) before tax and exceptional items</b>	<b>3,227,613</b>	<b>11,433,567</b>	<b>2,546,861</b>	<b>3,543,696</b>	<b>11,846,616</b>	<b>2,772,361</b>
Exceptional items	-	-	-	-	-	-
<b>Profit / (loss) after exceptional items</b>	<b>3,227,613</b>	<b>11,433,567</b>	<b>2,546,861</b>	<b>3,543,696</b>	<b>11,846,616</b>	<b>2,772,361</b>
Current tax	(1,228,180)	(3,343,244)	(1,040,932)	(1,333,959)	(3,587,864)	(1,109,060)
Deferred tax	200,545	(215,231)	173,699	200,069	(159,559)	173,699
<b>Profit / (loss) after tax and exceptional items</b>	<b>2,199,978</b>	<b>7,875,092</b>	<b>1,679,628</b>	<b>2,409,806</b>	<b>8,099,193</b>	<b>1,837,000</b>
<b>OTHER COMPREHENSIVE INCOME</b>						
Gains / (losses) from translating the financial statements of foreign operations	-	-	-	-	-	-
Fair value changes in financial assets at FVOCI	191,763	571,930	111,723	210,156	569,533	160,791
Revaluation surplus on property, plant and equipment	-	-	-	-	-	-
Share of other comprehensive income of associates	-	-	-	-	-	-
Income tax relating to components of other comprehensive income	(57,529)	(171,579)	(33,517)	(63,047)	(170,859)	(48,237)
<b>Other comprehensive income for the period / year net of tax</b>	<b>134,234</b>	<b>400,351</b>	<b>78,206</b>	<b>147,109</b>	<b>398,674</b>	<b>112,554</b>
<b>Total comprehensive income for the period / year</b>	<b>2,334,212</b>	<b>8,275,443</b>	<b>1,757,834</b>	<b>2,556,915</b>	<b>8,497,867</b>	<b>1,949,554</b>
<b>EARNINGS PER SHARE - BASIC AND DILUTED (KShs)</b>	<b>6.28</b>	<b>22.44</b>	<b>4.77</b>	<b>6.89</b>	<b>23.09</b>	<b>5.23</b>
<b>DIVIDEND PER SHARE - DECLARED (KShs)</b>	<b>-</b>	<b>19.00</b>	<b>-</b>	<b>-</b>	<b>19.00</b>	<b>-</b>

OTHER DISCLOSURES	BANK		
	31.03.2019 KShs. 000 Un-audited	31.12.2018 KShs. 000 Audited	31.03.2018 KShs. 000 Un-audited
<b>1) NON-PERFORMING LOANS AND ADVANCES</b>			
(a) Gross non-performing loans and advances	21,208,732	21,660,851	17,793,483
(b) Less: Interest in suspense	8,197,999	7,789,581	6,431,622
<b>(c) Total non-performing loans and advances (a-b)</b>	<b>13,010,733</b>	<b>13,871,270</b>	<b>11,361,861</b>
(d) Less: Loan loss provisions	8,028,618	6,724,460	6,945,964
<b>(e) Net non-performing loans and advances (c-d)</b>	<b>4,982,115</b>	<b>7,146,810</b>	<b>4,415,897</b>
(f) Realizable value of securities	3,643,480	4,497,335	4,169,294
<b>(g) Net NPLs Exposure (e-f)</b>	<b>1,338,635</b>	<b>2,649,475</b>	<b>246,603</b>
<b>2) INSIDER LOANS AND ADVANCES</b>			
(a) Directors, shareholders and associates	57,997	46,134	52,427
(b) Employees	6,314,183	6,582,941	6,076,512
<b>(c) Total insider loans and advances</b>	<b>6,372,180</b>	<b>6,629,075</b>	<b>6,128,939</b>
<b>3) OFF-BALANCE SHEET ITEMS</b>			
(a) Letters of credit, guarantees and acceptances	45,506,586	46,000,041	43,822,152
(b) Forwards, swaps and options	124,060,762	68,801,264	125,850,794
(c) Other contingent liabilities	-	-	-
<b>(d) Total contingent liabilities</b>	<b>169,567,348</b>	<b>114,801,305</b>	<b>169,672,946</b>
<b>4) CAPITAL STRENGTH</b>			
(a) Core capital	36,425,604	35,459,462	34,099,922
(b) Minimum statutory capital	1,000,000	1,000,000	1,000,000
(c) Excess / (deficiency) (a-b)	35,425,604	34,459,462	33,099,922
(d) Supplementary capital	6,184,917	6,317,316	6,262,260
<b>(e) Total capital (a+d)</b>	<b>42,610,521</b>	<b>41,776,778</b>	<b>40,362,182</b>
(f) Total risk weighted assets	226,560,453	214,581,735	226,678,875
(g) Core capital / total deposit liabilities	15.65%	15.81%	14.70%
(h) Minimum statutory ratio	8.00%	8.00%	8.00%
(i) Excess / (deficiency) (g-h)	7.65%	7.81%	6.70%
(j) Core capital / total risk weighted assets	16.08%	16.52%	15.04%
(k) Minimum statutory ratio	10.50%	10.50%	10.50%
(l) Excess / (deficiency) (j-k)	5.58%	6.02%	4.54%
(m) Total capital/total risk weighted assets	18.81%	19.47%	17.81%
(n) Minimum statutory ratio	14.50%	14.50%	14.50%
(o) Excess / (deficiency) (m-n)	4.31%	4.97%	3.31%
(p) Adjusted core capital/ total deposit liabilities*	15.70%	15.91%	15.12%
(q) Adjusted core capital/ total risk weighted assets*	16.13%	16.63%	15.48%
(r) Adjusted total capital/ total risk weighted liabilities*	18.96%	19.68%	18.34%
<b>5) LIQUIDITY&lt;/</b>			