



STERLING CAPITAL LIMITED

Member of the Nairobi Securities Exchange

AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2019

STATEMENT OF COMPREHENSIVE INCOME

	Year ended 31st Dec 2019 Kshs	Year ended 31st Dec 2018 Kshs	Share Capital and Reserves		
Income			Paid Up Ordinary Share Capital	269,505,980	269,505,980
Brokerage Commission	97,528,434	77,806,354	Preference Share Capital	117,363,640	117,363,640
Advisory Fees	2,005,310	389,836	Share Premium	74,434,589	74,434,589
Interest Income	29,148,541	31,591,062	Revenue Reserves	22,339,090	7,478,991
Realized profit on investments	3,437,704	694,705	Revaluation Reserves	(18,715,107)	(1,841,657)
Gain on disposal of asset	4,000	16,200	Total Shareholders Funds	464,928,192	466,941,543
Dividend income	3,609,354	2,302,470	Current Liabilities		
Total Income	135,733,343	112,800,627	Client Creditors	134,112,827	44,478,413
Expenses			Amounts due to Stock Brokers	-	4,449,827
Direct Expenses	3,607,264	3,713,869	Trade Payables	12,115,479	16,508,766
Legal/Professional Fees	4,394,582	3,794,469	Accrued Expenses	7,045,539	8,458,663
Employee Costs	46,220,551	35,997,823	Proposed dividends	30,000,000	30,000,000
Rent Expense	5,191,696	6,064,074	Total Current Liabilities	183,273,845	103,895,669
Directors' Emoluments	3,021,816	1,071,942	TOTAL EQUITY AND LIABILITIES	648,202,037	570,837,212
Operational & Administrative Expenses	11,292,494	14,650,342	OTHER DISCLOSURES		
Depreciation Expense	610,554	784,104	Capital Strength		
Total Expenses	74,338,957	66,076,623	Paid up capital	461,304,209	461,304,209
Operating Loss/ Gain	61,394,386	46,724,004	Minimum capital required	250,000,000	250,000,000
Finance Costs	-	-	Excess/Deficiency	211,304,209	211,304,209
Profit/ Loss before Tax	61,394,386	46,724,004	Shareholders' Funds		
Tax income	(16,534,287)	(12,733,116)	Total shareholders' funds	464,928,192	466,941,543
Profit/ Loss after Tax	44,860,099	33,990,888	Minimum shareholders' funds required	250,000,000	250,000,000
			Excess/Deficiency	214,928,192	216,941,543

STATEMENT OF FINANCIAL POSITION

	As at 31st Dec 2019 Kshs	As at 31st Dec 2018 Kshs			
Non Current Assets			Liquid Capital		
Property, Plant and Equipment	1,929,112	1,702,915	Liquid Capital	362,211,132	302,795,028
Investment in associates	31,000,000	31,000,000	Minimum Liquid Capital (the higher of Kshs 30M and 8% of liabilities)	30,000,000	30,000,000
Deferred Tax Asset	2,530,805	3,017,635	Excess/Deficiency	332,211,132	272,795,028
Investment in CDSC/NSE	34,636,228	34,636,228	Client Funds		
Investment in quoted securities	86,450,000	101,850,000	Total client creditors	134,112,827	44,478,413
Total Non Current Assets	156,546,145	172,206,778	Total Clients' cash & bank balances	142,778,119	60,842,232
Current Assets			Excess/Deficiency	8,665,292	16,363,819
Client Debtors	11,286,846	25,097,050			
Amounts due from other Brokers	7,937,248	-			
Trade Receivables	6,378,940	8,327,164			
Investment in Equities/Fixed Income Securities	112,674,070	125,654,596			
Client's Cash & Bank Balances	142,778,119	60,842,232			
Office Cash & Bank Balances	209,493,622	167,940,297			
Tax Recoverable	1,107,047	10,769,095			
Total Current Assets	491,655,892	398,630,434			
TOTAL ASSETS	648,202,037	570,837,212			

The above statements of comprehensive income and financial position are extracts from the company's financial statements and have received an unqualified opinion. The financial statements were approved by the Board of Directors on 19th March 2020.

Stanley Ngaine
Chairman

David Ithanya
Chief Executive