

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 six month period ended 30 June 2016

STATEMENT OF FINANCIAL POSITION	BANK				GROUP			
	30.06.2016 KShs. 000 Un-audited	31.03.2016 KShs. 000 Un-audited	31.12.2015 KShs. 000 Audited	30.06.2015 KShs. 000 Un-audited	30.06.2016 KShs. 000 Un-audited	31.03.2016 KShs. 000 Un-audited	31.12.2015 KShs. 000 Audited	30.06.2015 KShs. 000 Un-audited
ASSETS								
Cash (both local and foreign)	2,483,970	3,005,837	3,791,248	3,289,589	2,483,970	3,005,837	3,791,248	3,289,589
Balances due from Central Bank of Kenya	11,260,716	15,067,123	10,449,333	9,926,817	11,260,716	15,067,123	10,449,333	9,926,817
Kenya Government securities and other securities held for dealing purposes	6,892,276	4,804,038	5,709,525	1,296,155	6,892,276	4,804,038	5,709,525	1,296,155
Financial assets at fair value through profit and loss	1,014,144	934,894	688,538	1,282,672	1,014,144	934,894	688,538	1,282,672
Investment securities:								
a) Held to Maturity:								
i. Kenya Government securities	-	-	-	-	-	-	-	-
ii. Other securities	-	-	-	-	-	-	-	-
b) Available for sale:								
i. Kenya Government securities	85,253,589	68,547,131	67,416,543	62,688,909	85,402,418	68,688,685	67,416,543	62,688,909
ii. Other securities	516,350	521,848	494,879	514,119	516,350	521,848	494,879	514,119
Deposits and balances due from local banking institutions	4,323,521	11,139,297	2,979,530	3,915,213	4,323,521	11,139,297	2,979,530	3,915,213
Deposits and balances due from banking institutions abroad	240,011	321,995	211,385	255,094	240,011	321,995	211,385	255,094
Tax recoverable	-	-	173,246	461,423	-	-	178,494	440,845
Loans and advances to customers (net)	114,265,013	109,787,058	115,125,427	123,256,075	114,265,013	109,787,058	115,125,427	123,256,075
Balances due from banking institutions in the group	20,733,712	24,631,599	17,890,777	11,461,288	20,733,712	24,631,669	17,857,239	11,461,288
Investments in associates	-	-	-	-	-	-	-	-
Investments in subsidiary companies	141,243	141,243	141,243	140,243	-	-	-	-
Investments in joint ventures	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-
Property and equipment	3,085,002	3,176,233	3,265,044	3,440,232	3,085,002	3,176,233	3,265,044	3,440,232
Prepaid lease rentals	245,445	246,177	246,908	248,368	245,445	246,177	246,908	248,368
Intangible assets	2,675,942	2,791,300	2,905,991	2,975,432	2,675,942	2,791,300	2,905,991	2,975,432
Deferred tax asset	-	-	-	-	-	-	-	-
Retirement benefit asset	-	-	-	-	-	-	-	-
Other assets	2,772,793	4,594,905	2,640,939	3,186,465	2,809,631	4,640,945	2,645,363	3,202,700
TOTAL ASSETS	255,903,727	249,710,651	234,130,556	228,338,094	255,948,220	249,757,072	233,965,447	228,193,508
LIABILITIES								
Balances due to Central Bank of Kenya	-	-	-	5,959,963	-	-	-	5,959,963
Customer deposits	190,872,512	184,533,840	172,036,056	163,211,762	190,872,512	184,533,840	172,036,056	163,211,762
Deposits and balances due to local banking institutions	2,039,842	152,559	2,885,506	55,426	2,039,842	152,559	2,885,506	55,426
Deposits and balances due to foreign banking institutions	3,803,667	3,828,152	1,407,907	1,259,127	3,803,667	3,828,152	1,407,907	1,259,127
Other money market deposits	-	-	-	-	-	-	-	-
Borrowed funds	-	-	-	-	-	-	-	-
Balances due to banking institutions in the group	10,354,428	11,226,840	10,898,963	12,877,044	9,865,351	10,761,466	10,355,723	12,418,368
Tax payable	73,747	91,1868	-	-	97,152	980,643	37,049	-
Dividends payable	-	-	1,474,527	-	-	-	1,474,527	-
Deferred tax liability	961,632	195,815	37,323	290,201	961,981	194,770	29,036	283,572
Retirement benefit liability	16,354	14,279	12,204	7,709	16,354	14,279	12,204	7,709
Other liabilities	4,699,447	4,996,344	4,463,587	4,828,084	4,709,732	5,012,290	4,475,854	4,855,459
TOTAL LIABILITIES	212,820,629	205,859,697	193,216,073	188,489,316	212,366,591	205,477,999	192,713,662	188,051,386
SHAREHOLDERS' FUNDS								
Paid up / Assigned capital	1,825,798	1,825,798	1,825,798	1,825,798	1,825,798	1,825,798	1,825,798	1,825,798
Share premium / (discount)	7,792,427	7,792,427	7,792,427	7,792,427	7,792,427	7,792,427	7,792,427	7,792,427
Revaluation reserves	459,490	461,938	515,790	549,658	459,490	461,938	515,790	549,658
Retained earnings / (Accumulated losses)	27,186,888	26,706,311	24,518,834	25,984,477	27,684,602	27,134,430	24,856,136	26,277,821
Statutory loan loss reserve	928,112	977,303	618,797	2,127,366	928,112	977,303	618,797	2,127,366
Other reserves (Available for Sale)	902,947	264,103	(172,831)	(287,411)	903,764	264,103	(172,831)	(287,411)
Proposed dividends	2,144,833	3,949,184	3,949,184	-	2,144,833	3,949,184	3,949,184	-
Capital grants	1,842,603	1,873,890	1,866,484	1,856,463	1,842,603	1,873,890	1,866,484	1,856,463
TOTAL SHAREHOLDERS' EQUITY	43,083,098	43,850,954	40,914,483	39,848,778	43,581,629	44,279,073	41,251,785	40,142,122
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	255,903,727	249,710,651	234,130,556	228,338,094	255,948,220	249,757,072	233,965,447	228,193,508

OTHER DISCLOSURES	BANK			
	30.06.2016 KShs. 000 Un-audited	31.03.2016 KShs. 000 Un-audited	31.12.2015 KShs. 000 Audited	30.06.2015 KShs. 000 Un-audited
1) NON-PERFORMING LOANS AND ADVANCES				
(a) Gross non-performing loans and advances	15,360,300	15,409,376	14,697,920	8,347,026
(b) Less: Interest in suspense	4,025,674	3,516,438	3,016,256	2,309,337
(c) Total non-performing loans and advances (a-b)	11,334,626	11,892,938	11,681,664	6,037,689
(d) Less: Loan loss provisions	5,510,145	5,417,586	4,763,351	3,196,008
(e) Net non-performing loans and advances (c-d)	5,824,481	6,475,352	6,918,313	2,841,681
(f) Realizable value of securities	4,955,321	5,645,197	6,129,712	2,538,269
(g) Net NPLs Exposure (e-f)	869,160	830,155	788,601	303,412
2) INSIDER LOANS AND ADVANCES				
(a) Directors, shareholders and associates	19,660	31,128	28,252	32,080
(b) Employees	5,867,918	5,793,925	5,918,281	5,444,426
(c) Total insider loans and advances	5,887,578	5,825,053	5,946,533	5,476,506
3) OFF-BALANCE SHEET ITEMS				
(a) Letters of credit, guarantees and acceptances	36,744,694	37,646,975	34,386,994	41,803,102
(b) Forwards, swaps and options	72,714,823	71,189,769	47,792,560	59,226,944
(c) Other contingent liabilities	-	-	-	-
(d) Total contingent liabilities	109,459,517	108,836,744	82,179,554	101,030,046
4) CAPITAL STRENGTH				
(a) Core capital	34,645,917	34,290,023	33,258,825	32,627,308
(b) Minimum statutory capital	1,000,000	1,000,000	1,000,000	1,000,000
(c) Excess / (deficiency) (a-b)	33,645,917	33,290,023	32,258,825	31,627,308
(d) Supplementary capital	7,117,927	7,188,941	6,888,466	7,837,268
(e) Total capital (a+d)	41,763,844	41,478,964	40,147,291	40,464,576
(f) Total risk weighted assets	193,809,794	194,703,736	189,747,429	188,569,669
(g) Core capital / total deposit liabilities	18.15%	18.58%	19.33%	19.99%
(h) Minimum statutory ratio	8.00%	8.00%	8.00%	8.00%
(i) Excess / (deficiency) (g-h)	10.15%	10.58%	11.33%	11.99%
(j) Core capital / total risk weighted assets	17.88%	17.61%	17.53%	17.30%
(k) Minimum statutory ratio	10.50%	10.50%	10.50%	10.50%
(l) Excess / (deficiency) (j-k)	7.38%	7.11%	7.03%	6.80%
(m) Total capital / total risk weighted assets	21.55%	21.30%	21.16%	21.46%
(n) Minimum statutory ratio	14.50%	14.50%	14.50%	14.50%
(o) Excess / (deficiency) (m-n)	7.05%	6.80%	6.66%	6.96%
5) LIQUIDITY				
(a) Liquidity ratio	61.93%	60.67%	53.74%	47.98%
(b) Minimum statutory ratio	20.00%	20.00%	20.00%	20.00%
(c) Excess / (deficiency) (a-b)	41.93%	40.67%	33.74%	27.98%

MESSAGE FROM THE DIRECTORS

The Directors are pleased to announce the payment of an interim dividend of KShs 6.00 per ordinary share of KShs 5.00. The Directors are also pleased to announce the payment of an interim dividend on the non-redeemable, non-cumulative, non-voting, non-participating and non-convertible preference shares for the period 31 December 2015 to 29 June 2016 at the rate of 6% per annum on the issue price of each share. Both dividends will be paid on or after 26 September 2016 to the shareholders on the share register at the close of business on 31 August 2016.

These financial statements are extracts from the books of the institution and can be accessed on the institution's website www.sc.com/ke/investor-relations. They may also be accessed at the institution's head office located at StandardChartered@Chiro, 48 Westlands Road.

Mr. Lamin Manjang
Managing Director & Chief Executive Officer
17 August 2016

Mrs. Anne Mutahi
Chair to the Board

Standard Chartered Bank Kenya Limited is regulated by the Central Bank of Kenya.

STATEMENT OF COMPREHENSIVE INCOME								
	30.06.2016	31.03.2016	31.12.2015	30.06.2015	30.06.2016	31.03.2016	31.12.2015	30.06.2015
INTEREST INCOME								
Loans and advances	7,778,323	3,904,096	14,914,705	7,176,185	7,778,323	3,904,096	14,914,705	7,176,185
Government securities	4,765,641	2,272,039	6,973,609	3,197,925	4,773,341	2,273,632	6,973,609	3,197,925
Deposits and placements with banking institutions	298,270	141,544	754,560	336,806	298,270	141,544	754,560	336,806
Other interest income	193,969	84,829	234,211	80,961	193,969	84,829	234,211	80,961
Total interest income	13,036,203	6,402,508	22,877,085	10,791,877	13,043,903	6,404,101	22,877,085	10,791,877
INTEREST EXPENSES								
Customer deposits	2,754,187	1,362,394	4,014,212	1,674,448	2,740,122	1,353,854	3,982,472	1,659,231
Deposits and placements from banking institutions	78,492	46,763	301,746	301,746	78,492	46,763	510,951	301,746
Other interest expenses	265,497	119,939	267,630	77,861	265,497	119,939	267,630	77,861
Total interest expenses	3,098,176	1,529,096	4,792,793	2,054,055	3,084,111	1,520,556	4,761,053	2,038,838
NET INTEREST INCOME / (LOSS)	9,938,027	4,873,412	18,084,292	8,737,822	9,959,792	4,883,545	18,116,032	8,753,039
NON-INTEREST INCOME								
Fees and commissions on loans and advances	121,683	76,902	339,578	131,894	121,683	76,902	339,578	131,894
Other fees and commissions	1,827,044	747,412	3,568,445	1,761,520	2,094,797	905,077	3,809,834	1,882,998
Foreign exchange trading income / (loss)	1,567,336	825,987	2,331,776	1,053,645	1,567,336	825,987	2,331,776	1,053,645
Dividend income	-	-	-	-	-	-	-	-
Other income	751,838	557,506	767,929	365,788	751,807	557,475	767,	