

<b>NAME OF INSTITUTION: STANDARD CHARTERED BANK KENYA LIMITED</b>		
<b>CONSOLIDATED FULL YEAR FINANCIAL STATEMENTS AND DISCLOSURES</b>		
<b>I BALANCE SHEET</b>	<b>31.12.2012</b>	<b>31.12.2013</b>
	<b>KShs '000</b>	<b>KShs '000</b>
<b>A. ASSETS</b>	<b>Audited</b>	<b>Audited</b>
1. Cash (both local and foreign)	3,158,221	3,991,672
2. Balances due from Central Bank of Kenya	10,417,233	10,053,561
3. Kenya Government and other securities held for dealing purposes	2,914,556	2,478,935
4. Financial Assets at fair value through profit and loss	356,588	241,102
5. Investment Securities:		
a) Held to Maturity:		
i. Kenya Government securities	-	-
ii. Other securities	-	-
b) Available for sale:		
i. Kenya Government securities	42,406,412	53,163,593
ii. Other securities	567,512	546,345
6. Deposits and balances due from local banking institutions	2,163,132	1,942,781
7. Deposits and balances due from banking institutions abroad	210,448	156,086
8. Tax recoverable	-	103,747
9. Loans and advances to customers (net)	112,694,523	129,672,004
10. Balances due from banking institutions in the group	10,158,076	8,465,151
11. Investments in associates	-	-
12. Investments in subsidiary companies	-	-
13. Investments in joint ventures	-	-
14. Investment properties	-	-
15. Property and equipment	4,034,210	3,809,048
16. Prepaid lease rentals	262,462	252,893
17. Intangible assets	3,999,563	3,593,003
18. Deferred tax asset	-	-
19. Retirement benefit asset	-	-
20. Other assets	2,009,820	1,921,259
<b>21. TOTAL ASSETS</b>	<b>195,352,756</b>	<b>220,391,180</b>
<b>B. LIABILITIES</b>		
22. Balances due to Central Bank of Kenya	-	2,030,804
23. Customer deposits	140,524,846	154,720,011
24. Deposits and balances due to local banking institutions	1,147,931	2,984,036
25. Deposits and balances due to foreign banking institutions	2,366,313	3,575,974
26. Other money market deposits	-	-
27. Borrowed funds	-	-
28. Balances due to banking institutions in the group	13,751,932	15,029,481
29. Tax payable	932,068	-
30. Dividends payable	-	-
31. Deferred tax liability	337,865	450,634
32. Retirement benefit liability	25,000	9,000
33. Other liabilities	5,513,987	5,384,839
<b>34. TOTAL LIABILITIES</b>	<b>164,599,942</b>	<b>184,184,779</b>
<b>C. SHAREHOLDERS' FUNDS</b>		
35. Paid up/Assigned Capital	1,825,798	1,825,798
36. Share premium/ (discount)	7,792,427	7,792,427
37. Revaluation reserves	454,054	606,181
38. Retained earnings/ Accumulated losses	14,304,972	18,119,239
39. Statutory loan loss reserves	454,017	1,323,070
40. Other Reserves	-	-
41. Proposed dividends	4,032,494	4,650,813
42. Capital grants	1,889,052	1,888,873
<b>43. TOTAL SHAREHOLDERS' EQUITY</b>	<b>30,752,814</b>	<b>36,206,401</b>
44. Minority Interest	-	-
<b>45. TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>195,352,756</b>	<b>220,391,180</b>

**STANDARD CHARTERED BANK KENYA LIMITED  
CONSOLIDATED PROFIT AND LOSS STATEMENT  
FULL YEAR FINANCIAL STATEMENTS AND OTHER DISCLOSURES**

<b>II PROFIT AND LOSS ACCOUNT</b>	<b>31.12.2012</b>	<b>31.12.2013</b>
	<b>KShs '000</b>	<b>KShs '000</b>
	<b>Audited</b>	<b>Audited</b>
<b>1 INTEREST INCOME</b>		
1.1 Loans and advances	14,902,560	15,528,161
1.2 Government securities	4,372,271	5,941,674
1.3 Deposits and placements with banking institutions	253,140	112,700
1.4 Other Interest Income	170,350	97,179
<b>1.5 Total Interest Income</b>	<b>19,698,321</b>	<b>21,679,714</b>
<b>2 INTEREST EXPENSES</b>		
2.1 Customer deposits	3,786,251	3,367,559
2.2 Deposits and placements from banking institutions	1,624,349	1,487,502
2.3 Other Interest Expenses	45,270	64,322
<b>2.4 Total Interest Expenses</b>	<b>5,455,870</b>	<b>4,919,383</b>
<b>3 NET INTEREST INCOME/(LOSS)</b>	<b>14,242,451</b>	<b>16,760,331</b>
<b>4 NON-INTEREST INCOME</b>		
4.1 Fees and commissions on loans and advances	622,115	900,162
4.2 Other fees and commissions	2,711,389	2,941,094
4.3 Foreign Exchange trading income/ (loss)	2,570,732	2,278,145
4.4 Dividend Income	-	-
4.5 Other income	867,271	947,645
<b>4.6 Total Non-Interest Income</b>	<b>6,771,507</b>	<b>7,067,046</b>
<b>5 TOTAL OPERATING INCOME</b>	<b>21,013,958</b>	<b>23,827,377</b>
<b>6 OTHER OPERATING EXPENSES</b>		
6.1 Loan loss provision	881,763	987,134
6.2 Staff costs	4,533,907	4,964,048
6.3 Directors' emoluments	124,138	142,356
6.4 Rentals charges	409,501	499,277
6.5 Depreciation charge on property and equipment	493,354	544,604
6.6 Amortisation charges	405,218	438,845
6.7 Other operating expenses	2,609,886	2,896,148
<b>6.8 Total Other Operating Expenses</b>	<b>9,457,767</b>	<b>10,472,412</b>
<b>7 Profit/ (loss) before tax and exceptional items</b>	<b>11,556,191</b>	<b>13,354,965</b>
<b>8 Exceptional items</b>	-	-
<b>9 Profit/ (loss) after exceptional items</b>	<b>11,556,191</b>	<b>13,354,965</b>
<b>10 Current tax</b>	<b>3,785,427</b>	<b>4,074,992</b>
<b>11 Deferred tax</b>	<b>(298,769)</b>	<b>17,052</b>
<b>12 Profit/ (loss) after tax and exceptional items</b>	<b>8,069,533</b>	<b>9,262,921</b>
<b>13 Minority Interest</b>	-	-
<b>14 Profit/ (loss) after tax,exceptional items and minority interest</b>	<b>8,069,533</b>	<b>9,262,921</b>
<b>15 Other Comprehensive Income</b>		
15.1 Gains/(losses) from translating the financial statements of foreign operations	-	-
15.2 Fair value changes in available for sale financial assets	3,212,461	319,056
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	(963,738)	(95,717)
<b>16 Other Comprehensive Income for the year net of tax</b>	<b>2,248,723</b>	<b>223,339</b>
<b>17 Total comprehensive income for the year</b>	<b>10,318,256</b>	<b>9,486,260</b>
<b>18 EARNINGS PER SHARE- BASIC &amp; DILUTED</b>	<b>26.60</b>	<b>29.42</b>
<b>19 DIVIDEND PER SHARE - DECLARED</b>	<b>12.50</b>	<b>14.50</b>

**NAME OF INSTITUTION: STANDARD CHARTERED BANK KENYA LIMITED  
COMPANY FULL YEAR FINANCIAL STATEMENTS AND DISCLOSURES**

<b>I BALANCE SHEET</b>	<b>31.12.2012</b>	<b>31.12.2013</b>
	<b>KShs '000</b>	<b>KShs '000</b>
<b>A. ASSETS</b>	<b>Audited</b>	<b>Audited</b>
1. Cash (both local and foreign)	3,158,221	3,991,672
2. Balances due from Central Bank of Kenya	10,417,233	10,053,561
3. Kenya Government and other securities held for dealing purposes	2,914,556	2,478,935
4. Financial Assets at fair value through profit and loss	356,588	241,102
5. Investment Securities:		
a) Held to Maturity:		
i. Kenya Government securities	-	-
ii. Other securities	-	-
b) Available for sale:		
i. Kenya Government securities	42,406,412	53,163,593
ii. Other securities	567,512	546,345
6. Deposits and balances due from local banking institutions	2,163,132	1,942,781
7. Deposits and balances due from banking institutions abroad	210,448	156,086
8. Tax recoverable	-	96,193
9. Loans and advances to customers (net)	112,694,523	129,672,004
10. Balances due from banking institutions in the group	10,158,076	8,465,151
11. Investments in associates	-	-
12. Investments in subsidiary companies	140,243	140,243
13. Investments in joint ventures	-	-
14. Investment properties	-	-
15. Property and equipment	4,034,210	3,809,048
16. Prepaid lease rentals	262,462	252,893
17. Intangible assets	3,999,563	3,593,003
18. Deferred tax asset	-	-
19. Retirement benefit asset	-	-
20. Other assets	2,009,820	1,921,259
<b>21. TOTAL ASSETS</b>	<b>195,492,999</b>	<b>220,523,869</b>
<b>B. LIABILITIES</b>		
22. Balances due to Central Bank of Kenya	-	2,030,804
23. Customer deposits	140,524,846	154,720,011
24. Deposits and balances due to local banking institutions	1,147,931	2,984,036
25. Deposits and balances due to foreign banking institutions	2,366,313	3,575,974
26. Other money market deposits	-	-
27. Borrowed funds	-	-
28. Balances due to banking institutions in the group	14,049,030	15,356,138
29. Tax payable	939,368	-
30. Dividends payable	-	-
31. Deferred tax liability	341,592	454,187
32. Retirement benefit liability	25,000	9,000
33. Other liabilities	5,495,838	5,363,735
<b>34. TOTAL LIABILITIES</b>	<b>164,889,918</b>	<b>184,493,885</b>
<b>C. SHAREHOLDERS' FUNDS</b>		
35. Paid up/Assigned Capital	1,825,798	1,825,798
36. Share premium/ (discount)	7,792,427	7,792,427
37. Revaluation reserves	454,054	606,181
38. Retained earnings/ Accumulated losses	14,155,239	17,942,822
39. Statutory loan loss reserves	454,017	1,323,070
40. Other Reserves	-	-
41. Proposed dividends	4,032,494	4,650,813
42. Capital grants	1,889,052	1,888,873
<b>43. TOTAL SHAREHOLDERS' EQUITY</b>	<b>30,603,081</b>	<b>36,029,984</b>
44. Minority Interest	-	-
<b>45. TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>195,492,999</b>	<b>220,523,869</b>

<b>STANDARD CHARTERED BANK KENYA LIMITED</b>			
<b>COMPANY PROFIT AND LOSS STATEMENT</b>			
<b>FULL YEAR FINANCIAL STATEMENTS AND OTHER DISCLOSURES</b>			
<b>II</b>	<b>PROFIT AND LOSS ACCOUNT</b>	<b>31.12.2012</b>	<b>31.12.2013</b>
		<b>KShs '000</b>	<b>KShs '000</b>
		<b>Audited</b>	<b>Audited</b>
<b>1</b>	<b>INTEREST INCOME</b>		
1.1	Loans and advances	14,902,560	15,528,161
1.2	Government securities	4,372,271	5,941,674
1.3	Deposits and placements with banking institutions	253,140	112,700
1.4	Other Interest Income	170,350	97,179
	<b>1.5 Total Interest Income</b>	<b>19,698,321</b>	<b>21,679,714</b>
<b>2</b>	<b>INTEREST EXPENSES</b>		
2.1	Customer deposits	3,812,581	3,390,131
2.2	Deposits and placements from banking institutions	1,624,349	1,487,502
2.3	Other Interest Expenses	45,270	64,322
	<b>2.4 Total Interest Expenses</b>	<b>5,482,200</b>	<b>4,941,955</b>
<b>3</b>	<b>NET INTEREST INCOME/(LOSS)</b>	<b>14,216,121</b>	<b>16,737,759</b>
<b>4</b>	<b>NON-INTEREST INCOME</b>		
4.1	Fees and commissions on loans and advances	622,115	900,162
4.2	Other fees and commissions	2,687,412	2,900,056
4.3	Foreign Exchange trading income/ (loss)	2,570,732	2,278,145
4.4	Dividend Income	-	-
4.5	Other income	867,271	947,645
	<b>4.6 Total Non-Interest Income</b>	<b>6,747,530</b>	<b>7,026,008</b>
<b>5</b>	<b>TOTAL OPERATING INCOME</b>	<b>20,963,651</b>	<b>23,763,767</b>
<b>6</b>	<b>OTHER OPERATING EXPENSES</b>		
6.1	Loan loss provision	881,763	987,134
6.2	Staff costs	4,523,565	4,944,460
6.3	Directors' emoluments	124,138	142,356
6.4	Rentals charges	409,499	499,277
6.5	Depreciation charge on property and equipment	493,354	544,604
6.6	Amortisation charges	405,218	438,845
6.7	Other operating expenses	2,607,532	2,890,886
	<b>6.8 Total Other Operating Expenses</b>	<b>9,445,069</b>	<b>10,447,562</b>
<b>7</b>	<b>Profit/ (loss) before tax and exceptional items</b>	<b>11,518,582</b>	<b>13,316,205</b>
<b>8</b>	<b>Exceptional items</b>	-	-
<b>9</b>	<b>Profit/ (loss) after exceptional items</b>	<b>11,518,582</b>	<b>13,316,205</b>
<b>10</b>	<b>Current tax</b>	<b>3,775,602</b>	<b>4,063,090</b>
<b>11</b>	<b>Deferred tax</b>	<b>(300,270)</b>	<b>16,878</b>
<b>12</b>	<b>Profit/ (loss) after tax and exceptional items</b>	<b>8,043,250</b>	<b>9,236,237</b>
<b>13</b>	<b>Minority Interest</b>	-	-
<b>14</b>	<b>Profit/ (loss) after tax, exceptional items and minority interest</b>	<b>8,043,250</b>	<b>9,236,237</b>
<b>15</b>	<b>Other Comprehensive Income</b>		
15.1	Gains/(losses) from translating the financial statements of foreign operations	-	-
15.2	Fair value changes in available for sale financial assets	3,212,461	319,056
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	(963,738)	(95,717)
<b>16</b>	<b>Other Comprehensive Income for the year net of tax</b>	<b>2,248,723</b>	<b>223,339</b>
<b>17</b>	<b>Total comprehensive income for the year</b>	<b>10,291,973</b>	<b>9,459,576</b>
<b>18</b>	<b>EARNINGS PER SHARE- BASIC &amp; DILUTED</b>	<b>26.51</b>	<b>29.33</b>
<b>19</b>	<b>DIVIDEND PER SHARE - DECLARED</b>	<b>12.50</b>	<b>14.50</b>

<b>STANDARD CHARTERED BANK KENYA LIMITED</b>		
<b>FULL YEAR FINANCIAL STATEMENTS AND OTHER DISCLOSURES</b>		
<b>III. OTHER DISCLOSURES</b>	<b>31.12.2012</b>	<b>31.12.2013</b>
	<b>KShs '000</b>	<b>KShs '000</b>
	<b>Audited</b>	<b>Audited</b>
<b>1) NON-PERFORMING LOANS AND ADVANCES</b>		
<b>a) Gross non-performing loans and advances</b>	<b>2,180,974</b>	<b>3,848,116</b>
Less		
b) Interest in suspense	488,781	741,290
<b>c) Net Non-Performing Loans and Advances (a-b)</b>	<b>1,692,193</b>	<b>3,106,826</b>
Less		
d) Loan loss Provisions	614,651	1,509,561
<b>e) Net Non-Performing Loans (c-d)</b>	<b>1,077,542</b>	<b>1,597,265</b>
f) Realizable Value of Securities	745,171	1,386,964
<b>g) Net NPLs Exposure (e-f)</b>	<b>332,371</b>	<b>210,301</b>
<b>2) INSIDER LOANS AND ADVANCES</b>		
a) Directors, shareholders and associates	52,748	46,353
b) Employees	3,204,531	4,208,868
<b>c) Total Insider Loans, Advances and Other Facilities</b>	<b>3,257,279</b>	<b>4,255,221</b>
<b>3) OFF-BALANCE SHEET ITEMS</b>		
a) Letters of credit, guarantees, acceptances	37,078,682	36,849,251
b) Forwards, swaps, and options	56,806,088	66,097,262
c) Other contingent Liabilities	-	-
<b>d) Total Contingent Liabilities</b>	<b>93,884,770</b>	<b>102,946,513</b>
<b>4) CAPITAL STRENGTH</b>		
a) Core Capital	21,623,209	25,830,792
b) Minimum Statutory Capital	1,000,000	1,000,000
c) Excess/ (Deficiency)	20,623,209	24,830,792
d) Supplementary Capital	2,305,500	4,889,731
<b>e) Total capital (a+d)</b>	<b>23,928,709</b>	<b>30,720,523</b>
f) Total risk weighted assets	132,651,732	147,682,332
g) Core capital/total deposit liabilities	15%	17%
h) Minimum Statutory Ratio	8%	8%
i) Excess/ (Deficiency) (g-h)	7%	9%
j) Core capital/total risk weighted assets	16%	17%
k) Minimum Statutory Ratio	8%	8%
l) Excess/ (Deficiency) (j-k)	8%	9%
m) Total capital/total risk weighted assets	18%	21%
n) Minimum Statutory Ratio	12%	12%
o) Excess/ (Deficiency) (m-n)	6%	9%
<b>5) LIQUIDITY</b>		
a) Liquidity Ratio	39%	38%
b) Minimum Statutory Ratio	20%	20%
c) Excess/ (Deficiency) (a-b)	19%	18%

STANDARD CHARTERED BANK KENYA LIMITED  
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 DECEMBER 2013  
KShs '000

2013:	Share capital	Share premium	Capital contribution reserve	Revaluation reserve	Fair value reserve	Statutory credit risk reserve	Retained earnings	Proposed dividends	Total
At 1 January 2013	1,825,798	7,792,427	1,889,052	521,435	(67,381)	454,017	14,304,972	4,032,494	30,752,814
Net profit for the year	-	-	-	-	-	-	9,262,921	-	9,262,921
<b>Other comprehensive income</b>									
Change in fair value of available-for-sale investments	-	-	-	-	319,056	-	-	-	319,056
Deferred tax on change in fair value of available-for-sale investments	-	-	-	-	(95,717)	-	-	-	(95,717)
Realised revaluation reserves on sale of property	-	-	-	(93,216)	-	-	93,216	-	-
Deferred tax on realised revaluation reserves on sale of property	-	-	-	27,965	-	-	(27,965)	-	-
Excess depreciation transfer	-	-	-	(8,316)	-	-	8,316	-	-
Deferred tax on excess depreciation transfer	-	-	-	2,355	-	-	(2,355)	-	-
Transfer to statutory credit risk reserve	-	-	-	-	-	869,053	(869,053)	-	-
<b>Total other comprehensive income</b>	-	-	-	<b>(71,212)</b>	<b>223,339</b>	<b>869,053</b>	<b>(797,841)</b>	-	<b>223,339</b>
<b>Total comprehensive income for the year</b>	-	-	-	<b>(71,212)</b>	<b>223,339</b>	<b>869,053</b>	<b>8,465,080</b>	-	<b>9,486,260</b>
<b>Transactions with owners, recorded directly in equity</b>									
Share based payments:									
- 2012 paid	-	-	(65,379)	-	-	-	-	-	(65,379)
- 2013 accrual	-	-	65,200	-	-	-	-	-	65,200
Dividends paid:									
- Final 2012	-	-	-	-	-	-	-	(4,032,494)	(4,032,494)
Proposed final dividends:									
- Ordinary shares	-	-	-	-	-	-	(4,482,813)	4,482,813	-
- Preference Shares	-	-	-	-	-	-	(168,000)	168,000	-
<b>Total contributions by and distributions to owners</b>	-	-	<b>(179)</b>	-	-	-	<b>(4,650,813)</b>	<b>618,319</b>	<b>(4,032,673)</b>
<b>At 31 December 2013</b>	<b>1,825,798</b>	<b>7,792,427</b>	<b>1,888,873</b>	<b>450,223</b>	<b>155,958</b>	<b>1,323,070</b>	<b>18,119,239</b>	<b>4,650,813</b>	<b>36,206,401</b>

STANDARD CHARTERED BANK KENYA LIMITED  
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 DECEMBER 2012  
KShs '000

2012:	Share capital	Share premium	Capital contribution reserve	Revaluation reserve	Fair value reserve	Statutory credit risk reserve	Retained earnings	Proposed dividends	Total
At 1 January 2012	1,715,386	4,836,258	1,889,683	551,300	(2,316,104)	452,010	10,240,075	3,325,848	20,694,456
Net profit for the year	-	-	-	-	-	-	8,069,533	-	8,069,533
<b>Other comprehensive income</b>									
Change in fair value of available-for-sale investments	-	-	-	-	3,212,461	-	-	-	3,212,461
Deferred tax on change in fair value of available-for-sale investments	-	-	-	-	(963,738)	-	-	-	(963,738)
Realised revaluation reserves on sale of property	-	-	-	(33,470)	-	-	33,470	-	-
Deferred tax on realised revaluation reserves on sale of property	-	-	-	10,041	-	-	(10,041)	-	-
Excess depreciation transfer	-	-	-	(9,194)	-	-	9,194	-	-
Deferred tax on excess depreciation transfer	-	-	-	2,758	-	-	(2,758)	-	-
Transfer to statutory credit risk reserve	-	-	-	-	-	2,007	(2,007)	-	-
<b>Total other comprehensive income</b>	-	-	-	<b>(29,865)</b>	<b>2,248,723</b>	<b>2,007</b>	<b>27,858</b>	-	<b>2,248,723</b>
<b>Total comprehensive income for the year</b>	-	-	-	<b>(29,865)</b>	<b>2,248,723</b>	<b>2,007</b>	<b>8,097,391</b>	-	<b>10,318,256</b>
<b>Transactions with owners, recorded directly in equity</b>									
Shares issued, net of issue costs	110,412	2,956,169	-	-	-	-	-	-	3,066,581
Share based payments:									
- 2011 paid	-	-	(66,010)	-	-	-	-	-	(66,010)
- 2012 accrual	-	-	65,379	-	-	-	-	-	65,379
Dividends paid:									
- Final 2011	-	-	-	-	-	-	-	(3,325,848)	(3,325,848)
Proposed final dividends:									
- Ordinary shares	-	-	-	-	-	-	(3,864,494)	3,864,494	-
- Preference shares	-	-	-	-	-	-	(168,000)	168,000	-
<b>Total contributions by and distributions to owners</b>	<b>110,412</b>	<b>2,956,169</b>	<b>(631)</b>	-	-	-	<b>(4,032,494)</b>	<b>706,646</b>	<b>(259,898)</b>
<b>At 31 December 2012</b>	<b>1,825,798</b>	<b>7,792,427</b>	<b>1,889,052</b>	<b>521,435</b>	<b>(67,381)</b>	<b>454,017</b>	<b>14,304,972</b>	<b>4,032,494</b>	<b>30,752,814</b>

STANDARD CHARTERED BANK KENYA LIMITED  
COMPANY STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 DECEMBER 2013  
KShs '000

2013:	Share capital	Share premium	Capital contribution reserve	Revaluation reserve	Fair value reserve	Statutory credit risk reserve	Retained earnings	Proposed dividends	Total
At 1 January 2013	1,825,798	7,792,427	1,889,052	521,435	(67,381)	454,017	14,155,239	4,032,494	30,603,081
Net profit for the year	-	-	-	-	-	-	9,236,237	-	9,236,237
<b>Other comprehensive income</b>									
Change in fair value of available-for-sale investments	-	-	-	-	319,056	-	-	-	319,056
Deferred tax on change in fair value of available-for-sale investments	-	-	-	-	(95,717)	-	-	-	(95,717)
Realised revaluation reserves on sale of property	-	-	-	(93,216)	-	-	93,216	-	-
Deferred tax on realised revaluation reserves on sale of property	-	-	-	27,965	-	-	(27,965)	-	-
Excess depreciation transfer	-	-	-	(8,316)	-	-	8,316	-	-
Deferred tax on excess depreciation transfer	-	-	-	2,355	-	-	(2,355)	-	-
Transfer to statutory credit risk reserve	-	-	-	-	-	869,053	(869,053)	-	-
<b>Total other comprehensive income</b>	-	-	-	(71,212)	223,339	869,053	(797,841)	-	223,339
<b>Total comprehensive income for the year</b>	-	-	-	(71,212)	223,339	869,053	8,438,396	-	9,459,576
<b>Transactions with owners, recorded directly in equity</b>									
Share based payments:									
- 2012 paid	-	-	(65,379)	-	-	-	-	-	(65,379)
- 2013 accrual	-	-	65,200	-	-	-	-	-	65,200
Dividends paid:									
- Final 2012	-	-	-	-	-	-	-	(4,032,494)	(4,032,494)
Proposed final dividends:									
- Ordinary shares	-	-	-	-	-	-	(4,482,813)	4,482,813	-
- Preference Shares	-	-	-	-	-	-	(168,000)	168,000	-
<b>Total contributions by and distributions to owners</b>	-	-	(179)	-	-	-	(4,650,813)	618,319	(4,032,673)
<b>At 31 December 2013</b>	<b>1,825,798</b>	<b>7,792,427</b>	<b>1,888,873</b>	<b>450,223</b>	<b>155,958</b>	<b>1,323,070</b>	<b>17,942,822</b>	<b>4,650,813</b>	<b>36,029,984</b>



STANDARD CHARTERED BANK KENYA LIMITED  
COMPANY STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 DECEMBER 2012  
KShs '000

2012:	Share capital	Share premium	Capital contribution reserve	Revaluation reserve	Fair value reserve	Statutory credit risk reserve	Retained earnings	Proposed dividends	Total
At 1 January 2012	1,715,386	4,836,258	1,889,683	551,300	(2,316,104)	452,010	10,116,625	3,325,848	20,571,006
Net profit for the year	-	-	-	-	-	-	8,043,250	-	8,043,250
<b>Other comprehensive income</b>									
Change in fair value of available-for-sale investments	-	-	-	-	3,212,461	-	-	-	3,212,461
Deferred tax on change in fair value of available-for-sale investments	-	-	-	-	(963,738)	-	-	-	(963,738)
Realised revaluation reserves on sale of property	-	-	-	(33,470)	-	-	33,470	-	-
Deferred tax on realised revaluation reserves on sale of property	-	-	-	10,041	-	-	(10,041)	-	-
Excess depreciation transfer	-	-	-	(9,194)	-	-	9,194	-	-
Deferred tax on excess depreciation transfer	-	-	-	2,758	-	-	(2,758)	-	-
Transfer to statutory credit risk reserve	-	-	-	-	-	2,007	(2,007)	-	-
<b>Total other comprehensive income</b>	-	-	-	(29,865)	2,248,723	2,007	27,858	-	2,248,723
<b>Total comprehensive income for the year</b>	-	-	-	(29,865)	2,248,723	2,007	8,071,108	-	10,291,973
<b>Transactions with owners, recorded directly in equity</b>									
Shares issued, net of issue costs	110,412	2,956,169	-	-	-	-	-	-	3,066,581
Share based payments:									
- 2011 paid	-	-	(66,010)	-	-	-	-	-	(66,010)
- 2012 accrual	-	-	65,379	-	-	-	-	-	65,379
Dividends paid:									
- Final 2011	-	-	-	-	-	-	-	(3,325,848)	(3,325,848)
Proposed final dividends:									
- Ordinary shares	-	-	-	-	-	-	(3,864,494)	3,864,494	-
- Preference shares	-	-	-	-	-	-	(168,000)	168,000	-
<b>Total contributions by and distributions to owners</b>	<b>110,412</b>	<b>2,956,169</b>	<b>(631)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(4,032,494)</b>	<b>706,646</b>	<b>(259,898)</b>
<b>At 31 December 2012</b>	<b>1,825,798</b>	<b>7,792,427</b>	<b>1,889,052</b>	<b>521,435</b>	<b>(67,381)</b>	<b>454,017</b>	<b>14,155,239</b>	<b>4,032,494</b>	<b>30,603,081</b>

**STANDARD CHARTERED BANK KENYA LIMITED  
CONSOLIDATED STATEMENT OF CASHFLOWS  
FOR THE YEAR ENDED 31 DECEMBER 2013**

	2012 KShs '000	2013 KShs '000
Profit before taxation	11,556,191	13,354,965
Depreciation	493,354	544,604
Amortisation of intangible assets	403,169	436,609
Profit on sale of non-current asset held for sale	(94,843)	(141,851)
(Profit)/loss on sale of property and equipment	(1,919)	13,270
Amortisation of prepaid operating lease rentals	2,049	2,236
Retirement benefit obligations	32,500	40,500
<b>(Increase)/decrease in operating assets</b>		
Balances with Central Bank of Kenya		
– Cash Reserve Ratio	19,579	(987,823)
Government and other securities held for trading	(2,873,334)	435,621
Derivative financial instruments	28,221	115,486
Loans and advances to banks	225,000	(9,096)
Loans and advances to customers	(16,596,700)	(16,977,481)
Investment securities	(17,152,430)	(10,416,958)
Amounts due from group companies	841,585	3,906,261
Other assets	354,037	88,561
<b>Increase/(decrease) in operating liabilities</b>		
Deposits from banks	1,745,400	(2,219,002)
Deposits from customers	18,201,797	14,195,165
Derivative financial instruments	(215,581)	(243,434)
Amounts due to group companies	2,114,978	(595,944)
Defined benefit obligations	(56,500)	(56,500)
Other liabilities	779,822	114,286
<b>Cash flows (used in)/from operating activities</b>	<b>(193,625)</b>	<b>1,599,475</b>
Income taxes paid	(2,961,531)	(5,110,807)
<b>Net cash flows used in operating activities</b>	<b>(3,155,156)</b>	<b>(3,511,332)</b>
<b>Cash flows from investing activities</b>		
Purchase of property and equipment	(471,797)	(449,656)
Purchase of prepaid operating lease rentals	(157,469)	-
Proceeds from sale of non-current asset held for sale	152,567	265,578
Proceeds from sale of property and equipment	1,919	550
Purchase of intangible assets	(29,425)	(30,049)
<b>Net cash used in investing activities</b>	<b>(504,205)</b>	<b>(213,577)</b>
<b>Cash flows from financing activities</b>		
Ordinary shares issued, net of issue costs	3,066,581	-
Share based payments:		
– 2011/2012 settled	(66,010)	(65,379)
– 2012/2013 allocated during the year	65,379	65,200
Dividends paid on ordinary shares:		
– Final 2011/2012	(3,157,848)	(3,864,494)
Dividends paid on preference shares:		
– Final 2011/2012	(168,000)	(168,000)
<b>Net cash used in financing activities</b>	<b>(259,898)</b>	<b>(4,032,673)</b>
Decrease in cash and cash equivalents	(3,919,259)	(7,757,582)
Cash and cash equivalents at 1 January	6,929,422	3,010,163
<b>Cash and cash equivalents at 31 December</b>	<b>3,010,163</b>	<b>(4,747,419)</b>
<b>Analysis of the balance of cash and cash equivalents</b>		
Cash on hand	3,158,221	3,991,672
Unrestricted cash balances with Central Bank of Kenya	3,307,054	1,955,559
Loans and advances to banks	1,048,580	764,771
Deposits from banks	(1,295,242)	(8,590,814)
Amounts due from group companies	3,661,315	5,874,651
Amounts due to group companies	(6,869,765)	(8,743,258)
	<b>3,010,163</b>	<b>(4,747,419)</b>