## **Stanbic Bank**

## The Board of Directors of Stanbic Bank Kenya Limited is pleased to announce the audited results of the Bank for the year ended 31 December 2018



	STATEMENT OF FINANCIAL POSITION	December 2018 SHS '000 (Audited)	December 2017 SHS '000 (Audited)
Α	ASSETS		
1 2	Cash (local and foreign) Balances due from Central Bank of Kenya	2,024,503 20,037,372	1,586,469 6,458,315
3	Kenya Government securities held for dealing purposes	31,202,021	29,806,020
4 5	Financial assets at fair value through profit and loss Investment securities:	14	-
	a) Held to maturity:	22 401 845	4 694 793
	a. Kenya Government securities b. Other securities	22,491,845 709,111	4,684,783 759,395
	b) Available for sale: a. Kenya Government securities	17,851,517	40,988,774
	b. Other securities	-	-
5 7	Deposits and balances due from local banking institutions Deposits and balances due from banking institutions abroad	661,520 6,673,823	33,156 8,159,869
3	Tax recoverable	-	16,667
9 10	Loans and advances to customers (net) Balances due from banking institutions in the group	146,604,117 20,959,233	130,535,810 4,447,484
l1 l2	Investment in associates Investment in subsidiary companies	2	2
13	Investment in joint ventures	-	-
l4 l5	Investment properties Property and equipment	2,186,264	2,251,519
l6 l7	Prepaid lease rentals Intangible assets	47,993 1,032,610	53,901 1,080,513
18	Deferred tax asset	3,205,939	2,488,760
19 20	Retirement benefit asset Other assets	5,265,128	6,056,440
21	TOTAL ASSETS	280,953,012	239,407,877
В	LIABILITIES		
22 23	Balances due to Central Bank of Kenya Customer deposits	197,914,513	153,008,573
24	Deposits and balances due to local banking institutions	643	4,924,408
25 26	Deposits and balances due to banking institutions abroad Other money markets deposits	14,366,503	20,762,786
27 28	Borrowed funds Balances due to banking institutions in the group	10,728,180 15,926,194	7,160,030 12,609,173
29	Taxation payable	1,097,202	12,003,173
30 31	Dividends payable Deferred tax liability	-	38,859
32 33	Retirement benefit liabilities Other liabilities	6 220 061	7.852.854
34	TOTAL LIABILITIES	6,329,061 <b>246,362,296</b>	206,356,683
3	CAPITAL RESOURCES		
35 36	Paid up / assigned capital Share premium / (discount)	3,411,549 3,444,639	3,411,549 3,444,639
37	Revaluation reserve	122,598	122,598
38 39	Retained earnings Statutory loan loss reserve	26,381,053 938,245	24,908,793 73
40	Other reserves	(1,007,368)	(436,458)
41 42	Proposed dividends Capital grants	1,300,000	1,600,000
<b>43</b> 44	SHAREHOLDERS' FUNDS Minority interest	34,590,716	33,051,194
45	TOTAL LIABILITIES & SHAREHOLDERS' FUNDS	280,953,012	239,407,877
I	STATEMENT OF COMPREHENSIVE INCOME		
1	INTEREST INCOME Loans and advances	14.200.051	12,061,634
1.1	Government securities		
		4,344,018	4,267,470
l.2 l.3	Deposits and placements with banking institutions	4,344,018 335,152	4,267,470 263,396
1.2 1.3 1.4			
1.2 1.3 1.4 <b>1.5</b>	Deposits and placements with banking institutions Other interest income	335,152	263,396
1.2 1.3 1.4 <b>1.5</b> <b>2</b> 2.1	Deposits and placements with banking institutions Other interest income Total interest income INTEREST EXPENSES Customer deposits	335,152 - 18,879,221 4,538,917	263,396 16,592,500 3,744,566
1.2 1.3 1.4 <b>1.5</b> <b>2</b> 2.1 2.2	Deposits and placements with banking institutions Other interest income Total interest income INTEREST EXPENSES	335,152 - 18,879,221	263,396 - 16,592,500
1.2 1.3 1.4 1.5 2 2.1 2.2 2.3 2.4	Deposits and placements with banking institutions Other interest income  Total interest income  INTEREST EXPENSES Customer deposits Deposits and placements from banking institutions Other interest expenses  Total interest expenses	335,152 18,879,221 4,538,917 1,935,371 682,725 7,157,013	263,396 16,592,500 3,744,566 1,738,995 521,104 6,004,665
1.2 1.3 1.4 1.5 2 2.1 2.2 2.3 2.4	Deposits and placements with banking institutions Other interest income  Total interest income  INTEREST EXPENSES Customer deposits Deposits and placements from banking institutions Other interest expenses Total interest expenses NET INTEREST INCOME	335,152 18,879,221 4,538,917 1,935,371 682,725	263,396 16,592,500 3,744,566 1,738,995 521,104
1.2 1.3 1.4 1.5 2 2.1 2.2 2.3 2.4 3	Deposits and placements with banking institutions Other interest income  INTEREST EXPENSES Customer deposits Deposits and placements from banking institutions Other interest expenses Total interest expenses NET INTEREST INCOME NON-INTEREST INCOME	335,152 18,879,221 4,538,917 1,935,371 682,725 7,157,013 11,722,208	263,396 16,592,500 3,744,566 1,738,995 521,104 6,004,665 10,587,835
1.2 1.3 1.4 1.5 2 2.1 2.2 2.3 2.4 3 4.1 4.2	Deposits and placements with banking institutions Other interest income  INTEREST EXPENSES Customer deposits Deposits and placements from banking institutions Other interest expenses Total interest expenses NET INTEREST INCOME NON-INTEREST INCOME Fees and commissions on loans and advances Other fees and commissions	335,152 18,879,221 4,538,917 1,935,371 682,725 7,157,013 11,722,208 286,904 3,727,237	263,396 16,592,500 3,744,566 1,738,995 521,104 6,004,665 10,587,835 304,349 3,227,273
1.2 1.3 1.4 1.5 2 2.1 2.2 2.3 2.4 3 4 4.1 4.2 4.3	Deposits and placements with banking institutions Other interest income  Total interest income  INTEREST EXPENSES Customer deposits Deposits and placements from banking institutions Other interest expenses Total interest expenses NET INTEREST INCOME NON-INTEREST INCOME Fees and commissions on loans and advances	335,152 18,879,221 4,538,917 1,935,371 682,725 7,157,013 11,722,208 286,904	263,396 16,592,500 3,744,566 1,738,995 521,104 6,004,665 10,587,835 304,349
1.2 1.3 1.4 1.5 2 2.1 2.2 2.3 2.4 3 4.1 4.2 4.3 4.4 4.5	Deposits and placements with banking institutions Other interest income  Total interest income  INTEREST EXPENSES Customer deposits Deposits and placements from banking institutions Other interest expenses Total interest expenses NET INTEREST INCOME NON-INTEREST INCOME Fees and commissions on loans and advances Other fees and commissions Foreign exchange trading income Dividend income Other income	335,152 18,879,221 4,538,917 1,935,371 682,725 7,157,013 11,722,208 286,904 3,727,237 3,057,889 2,353,017	263,396 16,592,500 3,744,566 1,738,995 521,104 6,004,665 10,587,835 304,349 3,227,273 2,681,992 1,846,148
1.2 1.3 1.4 1.5 2 2.1 2.2 2.3 2.4 4.1 4.2 4.3 4.4 4.5 4.6	Deposits and placements with banking institutions Other interest income  Total interest income  INTEREST EXPENSES Customer deposits Deposits and placements from banking institutions Other interest expenses Total interest expenses NET INTEREST INCOME NON-INTEREST INCOME Fees and commissions on loans and advances Other fees and commissions Foreign exchange trading income Dividend income Other income Total non-interest income	335,152 18,879,221 4,538,917 1,935,371 682,725 7,157,013 11,722,208 286,904 3,727,237 3,057,889 2,353,017 9,425,047	263,396 16,592,500 3,744,566 1,738,995 521,104 6,004,665 10,587,835 304,349 3,227,273 2,681,992 1,846,148 8,059,762
1.2 1.3 1.4 1.5 2 2 2.1 2.2 2.3 2.4 4.1 4.2 4.3 4.4 5 5	Deposits and placements with banking institutions Other interest income  INTEREST EXPENSES Customer deposits Deposits and placements from banking institutions Other interest expenses Total interest expenses NET INTEREST INCOME NON-INTEREST INCOME Fees and commissions on loans and advances Other fees and commissions Foreign exchange trading income Dividend income Other income Total non-interest income  Total non-interest income	335,152 18,879,221 4,538,917 1,935,371 682,725 7,157,013 11,722,208 286,904 3,727,237 3,057,889 2,353,017	263,396 16,592,500 3,744,566 1,738,995 521,104 6,004,665 10,587,835 304,349 3,227,273 2,681,992 1,846,148
1.2 1.3 1.4 1.5 2 2 2.1 2.2.2 2.3 2.4 4.4 4.1 4.2 4.3 4.4 4.5 5 6 6 6 6 6 6 6 6 6 6 6 6 6	Deposits and placements with banking institutions Other interest income  INTEREST EXPENSES Customer deposits Deposits and placements from banking institutions Other interest expenses Total interest expenses NET INTEREST INCOME NON-INTEREST INCOME Fees and commissions on loans and advances Other fees and commissions Foreign exchange trading income Dividend income Other income Total non-interest income TOTAL OPERATING INCOME OTHER OPERATING EXPENSES Loan loss provision	335,152 18,879,221 4,538,917 1,935,371 682,725 7,157,013 11,722,208 286,904 3,727,237 3,057,889 2,353,017 9,425,047 21,147,255 1,734,296	263,396 16,592,500 3,744,566 1,738,995 521,104 6,004,665 10,587,835 304,349 3,227,273 2,681,992 1,846,148 8,059,762 18,647,597 2,761,325
1.2 1.3 1.4 1.5 2 2 2 2.1 2.2 2.3 3 4 4.1 4.2 4.3 4.4 4.5 5 6 6 6 6.1 6.2	Deposits and placements with banking institutions Other interest income  INTEREST EXPENSES Customer deposits Deposits and placements from banking institutions Other interest expenses Total interest expenses NET INTEREST INCOME NON-INTEREST INCOME Fees and commissions on loans and advances Other fees and commissions Foreign exchange trading income Dividend income Other income Total non-interest income TOTAL OPERATING INCOME OTHER OPERATING EXPENSES Loan loss provision Staff costs	335,152 18,879,221 4,538,917 1,935,371 682,725 7,157,013 11,722,208 286,904 3,727,237 3,057,889 2,353,017 9,425,047 21,147,255 1,734,296 5,595,977	263,396 16,592,500 3,744,566 1,738,995 521,104 6,004,665 10,587,835 304,349 3,227,273 2,681,992 1,846,148 8,059,762 18,647,597
1.2 1.3 1.4 1.5 2 2.1 2.2 2.3 3 4 4.1 4.2 4.3 4.4 4.5 6.6 6.1 6.1 6.2 6.3 6.4	Deposits and placements with banking institutions Other interest income  INTEREST EXPENSES Customer deposits Deposits and placements from banking institutions Other interest expenses Total interest expenses NET INTEREST INCOME NON-INTEREST INCOME Fees and commissions on loans and advances Other fees and commissions Foreign exchange trading income Dividend income Other income Total non-interest income TOTAL OPERATING INCOME OTHER OPERATING EXPENSES Loan loss provision Staff costs Directors emoluments Rental charges	335,152 18,879,221 4,538,917 1,935,371 682,725 7,157,013 11,722,208 286,904 3,727,237 3,057,889 2,353,017 9,425,047 21,147,255 1,734,296 5,995,977 87,634 402,745	263,396 16,592,500 3,744,566 1,738,995 521,104 6,004,665 10,587,835 304,349 3,227,273 2,681,992 1,846,148 8,059,762 18,647,597 2,761,325 5,437,478 131,843 430,157
1.2 1.3 1.4 1.5 2 2 2.1 2.2 2.3 3 4 4.1 4.2 4.3 4.4 4.5 6.6 6.1 6.6 6.3 6.4 6.5	Deposits and placements with banking institutions Other interest income  INTEREST EXPENSES Customer deposits Deposits and placements from banking institutions Other interest expenses Total interest expenses  NET INTEREST INCOME  NON-INTEREST INCOME Fees and commissions on loans and advances Other fees and commissions or loans and advances Other fees and commissions Foreign exchange trading income Dividend income Other income Total non-interest income  TOTAL OPERATING INCOME  OTHER OPERATING EXPENSES Loan loss provision Staff costs Directors emoluments	335,152 18,879,221 4,538,917 1,935,371 682,725 7,157,013 11,722,208 286,904 3,727,237 3,057,889 2,353,017 9,425,047 21,147,255 1,734,296 5,595,977 87,634	263,396  16,592,500  3,744,566 1,738,995 521,104 6,004,665 10,587,835  304,349 3,227,273 2,681,992 1,846,148 8,059,762 18,647,597  2,761,325 5,437,478 131,843
1.2 1.3 1.4 1.5 2 2 2.1 2.2 2.3 4.4 4.1 4.2 4.4 4.5 6 6.1 6.6 6.1 6.6 6.6 6.6 6.6 6.7	Deposits and placements with banking institutions Other interest income  INTEREST EXPENSES Customer deposits Deposits and placements from banking institutions Other interest expenses Total interest expenses NET INTEREST INCOME NON-INTEREST INCOME Fees and commissions on loans and advances Other fees and commissions Foreign exchange trading income Dividend income Other income Total non-interest income TOTAL OPERATING INCOME OTHER OPERATING EXPENSES Loan loss provision Staff costs Directors emoluments Rental charges Depreciation on property and equipment Amortisation charges Other expenses	335,152  18,879,221  4,538,917 1,935,371 682,725 7,157,013  11,722,208  286,904 3,727,237 3,057,889 2,353,017 9,425,047 21,147,255  1,734,296 5,595,977 87,634 402,745 415,413 191,804 3,921,424	263,396  16,592,500  3,744,566 1,738,995 521,104 6,004,665  10,587,835  304,349 3,227,273 2,681,992 1,846,148 8,059,762 18,647,597  2,761,325 5,437,478 131,843 430,157 378,666 178,580 3,730,096
1.2 1.3 1.5 2 2 2.1 2.2 2.3 3 4 4.1 4.1 4.5 5 6 6 6.1 5.5 6.5 5.6 6.7 7 5.8	Deposits and placements with banking institutions Other interest income  INTEREST EXPENSES Customer deposits Deposits and placements from banking institutions Other interest expenses Total interest expenses NET INTEREST INCOME NON-INTEREST INCOME Fees and commissions on loans and advances Other fees and commissions Foreign exchange trading income Dividend income Other income Total non-interest income TOTAL OPERATING INCOME OTHER OPERATING EXPENSES Loan loss provision Staff costs Directors emoluments Rental charges Depreciation on property and equipment Amortisation charges Other expenses Total other operating expenses	335,152  18,879,221  4,538,917 1,935,371 682,725 7,157,013  11,722,208  286,904 3,727,237 3,057,889 2,353,017 9,425,047  21,147,255  1,734,296 5,595,977 87,634 402,745 415,413 191,804 3,921,424 12,349,293	263,396  16,592,500  3,744,566 1,738,995 521,104 6,004,665  10,587,835  304,349 3,227,273 2,681,992 1,846,148 8,059,762 18,647,597  2,761,325 5,437,478 131,843 430,157 378,666 178,580 3,730,096 13,048,145
1.2 1.3 1.4 1.5 2 2 2 2.1 2.2 2.2 3 2.4 4.1 4.2 4.3 4.4 4.5 6.6 6.6 6.6 6.6 6.6 6.6 6.6 7 7 8	Deposits and placements with banking institutions Other interest income  INTEREST EXPENSES Customer deposits Deposits and placements from banking institutions Other interest expenses Total interest expenses  NET INTEREST INCOME  NON-INTEREST INCOME Fees and commissions on loans and advances Other fees and commissions Foreign exchange trading income Dividend income Other income Total non-interest income  TOTAL OPERATING INCOME  OTHER OPERATING EXPENSES Loan loss provision Staff costs Directors emoluments Rental charges Depreciation on property and equipment Amortisation charges Other expenses Total other operating expenses  Profit / (loss) before tax and exceptional items Exceptional items	335,152  18,879,221  4,538,917 1,935,371 682,775,013  11,722,208  286,904 3,727,237 3,057,889 2,353,017 2,425,047 21,147,255  1,734,296 5,595,977 87,634 402,745 415,413 191,804 3,921,424 12,349,293 8,797,962 (12,744)	263,396  16,592,500  3,744,566 1,738,995 521,104 6,004,665  10,587,835  304,349 3,227,273 2,681,992 1,846,148 8,059,762 18,647,597  2,761,325 5,437,478 131,843 430,157 378,666 178,580 3,730,096 13,048,145 5,599,452 (186,502)
1.2 1.3 1.4 1.5 2 2.1 2.2.2 2.3 4 4.1 4.2 4.3 4.4 5 6.6 6.1 6.6 6.5 6.6 6.7 7 8 8 9 9	Deposits and placements with banking institutions Other interest income  INTEREST EXPENSES Customer deposits Deposits and placements from banking institutions Other interest expenses Total interest expenses NET INTEREST INCOME NON-INTEREST INCOME Fees and commissions on loans and advances Other fees and commissions Foreign exchange trading income Dividend income Other income Total non-interest income TOTAL OPERATING INCOME OTHER OPERATING EXPENSES Loan loss provision Staff costs Directors emoluments Rental charges Depreciation on property and equipment Amortisation charges Other expenses Total other operating expenses Profit / (loss) before tax and exceptional items Exceptional items Profit / (loss) after exceptional items	335,152  18,879,221  4,538,917 1,935,371 682,725 7,157,013  11,722,208  286,904 3,727,237 3,057,889 2,353,017 9,425,047  21,147,255  1,734,296 5,595,977 87,634 402,745 415,413 191,804 3,921,424 12,349,293 8,797,962 (12,744) 8,785,218	263,396  16,592,500  3,744,566 1,738,995 521,104 6,004,665  10,587,835  304,349 3,227,273 2,681,992 1,846,148 8,059,762 18,647,597  2,761,325 5,437,478 131,843 430,157 378,666 178,580 3,730,096 13,048,145 5,599,452 (186,502) 5,412,950
1.2 1.3 1.4 1.5 2 2.1 2.2 2.3 3 4 4.1 4.2 4.4 5 6 6.1 6.1 6.1 6.1 6.1 6.1 6.1 6.1 6.1 6	Deposits and placements with banking institutions Other interest income  INTEREST EXPENSES Customer deposits Deposits and placements from banking institutions Other interest expenses Total interest expenses  NET INTEREST INCOME  NON-INTEREST INCOME Fees and commissions on loans and advances Other fees and commissions Foreign exchange trading income Dividend income Other income Total non-interest income  TOTAL OPERATING INCOME  OTHER OPERATING EXPENSES Loan loss provision Staff costs Directors emoluments Rental charges Depreciation on property and equipment Amortisation charges Other expenses Total other operating expenses  Profit / (loss) before tax and exceptional items Exceptional items Profit / (loss) after exceptional items Current tax Deferred tax	335,152  18,879,221  4,538,917 1,935,371 682,725 7,157,013  11,722,208  286,904 3,727,237 3,057,889 2,353,017 9,425,047 21,147,255  1,734,296 5,595,977 87,634 402,745 415,413 191,804 3,921,424 12,349,293 8,797,962 (12,744) 8,785,218 (2,586,360) (22,786)	263,396  16,592,500  3,744,566 1,738,995 521,104 6,004,665  10,587,835  304,349 3,227,273 2,681,99 1,846,148 8,059,762 18,647,597  2,761,325 5,437,478 131,843 430,157 378,666 178,580 3,730,096 13,048,145 5,599,452 (186,502) 5,412,950 (2,061,861) 988,047
1.2 1.3 1.4 1.5 2 2 2.1 2.2.1 2.2.3 3 4 4.1 4.4 4.5 5 6 6 6.1 6.6 6.3 6.6 6.6 7 7 7 8 9 9 9 9 9 9 9 9 9 9 9 9 9 9 9 9	Deposits and placements with banking institutions Other interest income  INTEREST EXPENSES Customer deposits Deposits and placements from banking institutions Other interest expenses Total interest expenses NET INTEREST INCOME NON-INTEREST INCOME Fees and commissions on loans and advances Other fees and commissions Foreign exchange trading income Dividend income Other income Total non-interest income TOTAL OPERATING INCOME  OTHER OPERATING EXPENSES Loan loss provision Staff costs Directors emoluments Rental charges Depreciation on property and equipment Amortisation charges Other expenses Total other operating expenses Profit / (loss) before tax and exceptional items Exceptional items Profit / (loss) after exceptional items Deferred tax Profit / (loss) after tax and exceptional items	335,152  18,879,221  4,538,917 1,935,371 682,725 7,157,013  11,722,208  286,904 3,727,237 3,057,889 2,353,017 9,425,047 21,147,255  1,734,296 5,595,977 87,634 402,745 415,413 191,804 3,921,424 12,349,293 8,797,962 (12,744) 8,785,218 (2,586,360)	263,396  16,592,500  3,744,566 1,738,995 521,104 6,004,665 10,587,835  304,349 3,227,273 2,681,992 1,846,148 8,059,762 18,647,597  2,761,325 5,437,478 131,843 430,157 378,666 178,580 3,730,996 13,048,145 5,599,452 (186,502) 5,412,950 (2,061,861)
1.2 1.3 1.4 1.5 2 2 2.1 2.2.3 3 4 4.1 4.5 5 6 6.3 4.4 4.5 6.6 6.6 7 6.8 7 8 8 9 10 11 12 13 14 4 4 5 14 6 15 16 6 11 12 13 14 14 15 16 16 17 18 18 18 18 18 18 18 18 18 18 18 18 18	Deposits and placements with banking institutions Other interest income  INTEREST EXPENSES Customer deposits Deposits and placements from banking institutions Other interest expenses Total interest expenses  NET INTEREST INCOME  NON-INTEREST INCOME  NON-INTEREST INCOME Fees and commissions on loans and advances Other fees and commissions Foreign exchange trading income Dividend income Other income Total non-interest income  TOTAL OPERATING INCOME  OTHER OPERATING EXPENSES Loan loss provision Staff costs Directors emoluments Rental charges Depreciation on property and equipment Amortisation charges Other expenses Total other operating expenses  Profit / (loss) before tax and exceptional items Exceptional items Profit / (loss) after exceptional items Minority interest Profit / (loss) after tax, exceptional items and minority interest Profit / (loss) after tax, exceptional items and minority interest	335,152  18,879,221  4,538,917 1,935,371 682,725 7,157,013  11,722,208  286,904 3,727,237 3,057,889 2,353,017 9,425,047 21,147,255  1,734,296 5,595,977 87,634 402,745 415,413 191,804 3,921,424 12,349,293 8,797,962 (12,744) 8,785,218 (2,586,360) (22,786)	263,396  16,592,500  3,744,566 1,738,995 521,104 6,004,665  10,587,835  304,349 3,227,273 2,681,99 1,846,148 8,059,762 18,647,597  2,761,325 5,437,478 131,843 430,157 378,666 178,580 3,730,096 13,048,145 5,599,452 (186,502) 5,412,950 (2,061,861) 988,047
1.2 1.3 1.4 1.5 2 2 2.1 2.2.1 2.2.3 3 4 4.1 4.1 4.2 4.3 4.4 4.5 5 5 5 6.5 6.5 6.5 6.5 6.5 6.5 6.5 6.5	Deposits and placements with banking institutions Other interest income  INTEREST EXPENSES Customer deposits Deposits and placements from banking institutions Other interest expenses Total interest expenses  NET INTEREST INCOME  NON-INTEREST INCOME Fees and commissions on loans and advances Other fees and commissions Foreign exchange trading income Dividend income Other income Total non-interest income  TOTAL OPERATING INCOME  OTHER OPERATING EXPENSES Loan loss provision Staff costs Directors emoluments Rental charges Depreciation on property and equipment Amortisation charges Other expenses Total other operating expenses  Profit / (loss) before tax and exceptional items Exceptional items Profit / (loss) after tax, exceptional items and minority interest Other comprehensive income	335,152  18,879,221  4,538,917 1,935,371 682,725 7,157,013  11,722,208  286,904 3,727,237 3,057,889 2,353,017 9,425,047 21,147,255  1,734,296 5,595,977 87,634 402,745 415,419 412,349,293 8,797,962 (12,744) 8,785,218 (2,586,360) (22,786) 6,176,072	263,396  16,592,500  3,744,566 1,738,995 521,104 6,004,665  10,587,835  304,349 3,227,273 2,681,992 1,846,148 8,059,762  2,761,325 5,437,478 131,843 430,157 378,666 178,580 3,730,096 13,048,145 5,599,452 (186,502) 5,412,950 (2,061,861) 988,047 4,339,136
1.2 1.3 1.4 1.5 2 2 2.1 2.2.2 3 3 4 4.1 2.2.3 3 4.4 4.5 5 6 6 6 6 6 6 6 6 7 7 8 8 9 9 9 9 9 9 9 9 10 10 10 10 10 10 10 10 10 10 10 10 10	Deposits and placements with banking institutions Other interest income  INTEREST EXPENSES Customer deposits Deposits and placements from banking institutions Other interest expenses Total interest expenses  NET INTEREST INCOME  NON-INTEREST INCOME  Fees and commissions on loans and advances Other fees and commissions on loans and advances Other income Dividend income Other income Total non-interest income  TOTAL OPERATING INCOME  OTHER OPERATING EXPENSES Loan loss provision Staff costs Directors emoluments Rental charges Depreciation on property and equipment Amortisation charges Other expenses  Total other operating expenses  Profit / (loss) before tax and exceptional items Exceptional items Profit / (loss) after exceptional items Exception / (loss) after tax and exceptional items Minority interest Profit / (loss) after tax, exceptional items and minority interest  Profit / (loss) after tax, exceptional items and minority interest Profit / (loss) from translating the financial statements of foreign operations Fair value changes in available for sale financial assets	335,152  18,879,221  4,538,917 1,935,371 682,725 7,157,013  11,722,208  286,904 3,727,237 3,057,889 2,353,017 9,425,047  21,147,255  1,734,296 5,595,977 87,634 402,745 415,413 191,804 3,921,424 12,349,293 8,797,962 (12,744) 8,785,218 (2,586,360) (22,786) 6,176,072	263,396  16,592,500  3,744,566 1,738,995 521,104 6,004,665  10,587,835  304,349 3,227,273 2,681,992 1,846,148 8,059,762  18,647,597  2,761,325 5,437,478 131,843 430,157 378,666 178,580 3,730,096 13,048,145 5,599,452 (186,502) 5,412,950 (2,061,851) 988,047 4,339,136
1.2 1.3 1.4 1.5 2 2.1 2.2.3 3 4 4.1 4.2 4.3 4.4.5 5 6 6.1 6.6.6 6.7 8 9 111 12 15.2 15.3	Deposits and placements with banking institutions Other interest income  INTEREST EXPENSES Customer deposits Deposits and placements from banking institutions Other interest expenses Total interest expenses  NET INTEREST INCOME  NON-INTEREST INCOME Fees and commissions on loans and advances Other fees and commissions Foreign exchange trading income Dividend income Other income Total non-interest income  TOTAL OPERATING INCOME  OTHER OPERATING EXPENSES Loan loss provision Staff costs Directors emoluments Rental charges Depreciation on property and equipment Amortisation charges Other expenses Total other operating expenses  Profit / (loss) before tax and exceptional items Exceptional items Profit / (loss) after tax, exceptional items and minority interest Other comprehensive income Gains / (losses) from translating the financial statements of foreign operations Fair value changes in available for sale financial assets Revaluation surplus on property, plant and equipment	335,152  18,879,221  4,538,917 1,935,371 682,725 7,157,013  11,722,208  286,904 3,727,237 3,057,889 2,353,017 9,425,047  21,147,255  1,734,296 5,995,977 87,634 402,745 415,413 191,804 3,921,424 12,349,293 8,797,962 (12,744) 8,785,218 (2,586,360) (22,786) 6,176,072  6,176,072	263,396  16,592,500  3,744,566 1,738,995 521,104 6,004,665  10,587,835  304,349 3,227,273 2,681,992 1,846,148 8,059,762  18,647,597  2,761,325 5,437,478 131,843 430,157 378,666 178,580 3,730,096 13,048,145 5,599,452 (186,502) 5,412,950 (2,061,861) 988,047 4,339,136  73,788
1.2 1.3 1.4 1.5 2 2.1 2.2.3 3 4 4.1 4.5 4.6 6.6 6.6 6.6 6.6 6.6 6.6 6.6 6.6 6.6	Deposits and placements with banking institutions Other interest income  INTEREST EXPENSES Customer deposits Deposits and placements from banking institutions Other interest expenses Total interest expenses  NET INTEREST INCOME  NON-INTEREST INCOME  Fees and commissions on loans and advances Other fees and commissions on loans and advances Other income Dividend income Other income Total non-interest income  TOTAL OPERATING INCOME  OTHER OPERATING EXPENSES Loan loss provision Staff costs Directors emoluments Rental charges Depreciation on property and equipment Amortisation charges Other expenses  Total other operating expenses  Profit / (loss) after tax and exceptional items Exceptional items Profit / (loss) after tax and exceptional items Minority interest Profit / (loss) after tax, exceptional items and minority interest  Other comprehensive income  Gains / (losses) from translating the financial statements of foreign operations Fair value changes in available for sale financial assets Revaluation surplus on property, plant and equipment Share of other comprehensive income of associates Income tax relating to components of other comprehensive income	335,152  18,879,221  4,538,917 1,935,371 682,725 7,157,013  11,722,208  286,904 3,727,237 3,057,889 2,353,017 9,425,047 21,147,255  1,734,296 5,595,977 87,634 402,745 415,413 191,804 3,921,424 12,349,293 8,797,962 (12,744) 8,785,218 (2,586,360) (22,786) 6,176,072  (268,351) (354,811) 33,451	263,396  16,592,500  3,744,566 1,738,995 521,104 6,004,665  10,587,835  304,349 3,227,273 2,681,992 1,846,148 8,059,762  18,647,597  2,761,325 5,437,478 131,843 430,157 378,666 178,580 3,730,096 13,048,145 5,599,452 (186,502) 5,412,950 (2,061,861) 988,047 4,339,136  73,788 299,969
1.1 1.2 1.1.3 1.4 1.5 2 2.1 2.2.2 2.3 2.4 4.1 4.2 4.3 4.4.4 4.4 4.5 6 6.6 6.6 6.6 6.6 6.6 6.6 6.6 6.6 6.6	Deposits and placements with banking institutions Other interest income  INTEREST EXPENSES Customer deposits Deposits and placements from banking institutions Other interest expenses Total interest expenses NET INTEREST INCOME NON-INTEREST INCOME Fees and commissions on loans and advances Other fees and commissions Foreign exchange trading income Dividend income Other income Total non-interest income TOTAL OPERATING INCOME  OTHER OPERATING INCOME  OTHER OPERATING EXPENSES Loan loss provision Staff costs Directors emoluments Rental charges Depreciation on property and equipment Amortisation charges Other expenses Total other operating expenses  Profit / (loss) before tax and exceptional items Exceptional items Profit / (loss) after exceptional items Minority interest Profit / (loss) after tax, exceptional items and minority interest Other comprehensive income Gains / (losses) from translating the financial assets Revaluation surplus on property, plant and equipment Share of other comprehensive income Gains / (losses) from translating the financial assets Revaluation surplus on property, plant and equipment Share of other comprehensive income of associates	335,152  18,879,221  4,538,917 1,935,371 682,725 7,157,013  11,722,208  286,904 3,727,237 3,057,889 2,353,017 9,425,047  21,147,255  1,734,296 5,995,977 87,634 402,745 415,413 191,804 3,921,424 12,349,293 8,797,962 (12,744) 8,785,218 (2,586,360) (22,786) 6,176,072  (268,351) (354,811)	263,396  16,592,500  3,744,566 1,738,995 521,104 6,004,665  10,587,835  304,349 3,227,273 2,681,992 1,846,148 8,059,762 18,647,597  2,761,325 5,437,478 131,843 430,157 378,666 178,580 3,730,096 13,048,145 5,599,452 (186,502) 5,412,950 (2,061,861) 988,047 4,339,136  73,788 299,969

<u>III </u>	OTHER DISCLOSURES	December 2018 SHS '000 (Audited)	December 2017 SHS '000 (Audited)
1)	NON-PERFORMING LOANS AND ADVANCES ( NPLs)		
a)	Gross non-performing loans and advances	16,644,228	10,358,765
b)	Less: Interest in suspense	2,792,113	1,663,972
c)	Total non-performing loans and advances (a-b)	13,852,115	8,694,793
d)	Less: loan loss provision	6,101,974	3,243,601
e)	Net non-performing Loans (c-d )	7,750,141	5,451,192
<del>,</del> f)	Discounted value of securities	7,750,141	5,451,192
g)	Net NPLs exposure (e-f)	-	-
2)	INSIDER LOANS, ADVANCES AND OTHER FACILITIES		
<b>a</b> )	Directors, shareholders and associates	1,064,249	2,048,050
b)	Employees	4,194,627	3,866,766
c)	Total Insider loans, advances and other facilities	5,258,876	5,914,816
-		5,250,670	3,314,010
3)	OFF BALANCE SHEET	70.070.507	
a)	Letters of credit, guarantees, acceptances	78,372,537	38,664,416
b)	Forwards, swaps and options	138,103,511	112,347,281
c)	Other contingent liabilities	-	
<u>d)</u>	Total contingent liabilities	216,476,048	151,011,697
4)	CAPITAL STRENGTH		
a)	Core capital	33,237,245	31,764,981
b)	Minimum statutory capital	1,000,000	1,000,000
c)	Excess / (Deficiency)	32,237,245	30,764,981
d)	Supplementary capital	6,319,131	3,124,907
e)	Total capital (a + d)	39,556,376	34,889,888
f)	Total risk weighted assets	227,294,207	206,089,553
g)	Core capital / total deposit liabilities	16.5%	20.2%
h)	Minimum statutory ratio	8.0%	8.0%
i)	Excess / (Deficiency)	8.5%	12.2%
j)	Core capital / total risk weighted assets	14.6%	15.4%
k)	Minimum statutory ratio	10.5%	10.5%
l)	Excess / (Deficiency)	4.1%	4.9%
m)	Total capital / total risk weighted assets	17.4%	16.9%
n)	Minimum statutory ratio	14.5%	14.5%
0)	Excess / (Deficiency)	2.9%	2.4%
p)	Adjusted Core Capital/Total Deposit Liabilities*	17.3%	0.0%
q)	Adjusted Core Capital/Total Risk Weighted Assets*	15.3%	0.0%
r)	Adjusted Total Capital/Total Risk Weighted Assets*	18.1%	0.0%
5)	LIQUIDITY		
a)	Liquidity ratio	57.9%	52.4%
b)	Minimum statutory ratio	20.0%	20.0%
c)	Excess / (Deficiency)	37.9%	32.4%

\*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.

## MESSAGE FROM THE DIRECTORS

The above statement of financial position, statement of comprehensive income and other disclosures are extracts from the records of the Bank.

The complete set of audited financial statements, statutory and qualitative disclosures can be accessed on the institution's website www.stanbicbank.co.ke

They may also be accessed at the institution's Head Office located at Stanbic Bank Centre, Chiromo Road, Westlands.

The financial statements were approved by the Board of Directors on 28 February 2019 and signed on its behalf by:-

Charles Mudiwa Fred N. Ojiambo, MBS,SC
Chief Executive Chairman

 Christopher Newson
 Lillian Mbindyo

 Director
 Company Secretary