

CfC Stanbic Holdings Limited

ABRIDGED GROUP RESULTS

The Board of Directors of CfC Stanbic Holdings Limited is pleased to announce the abridged audited results of the Group for the year ended 31 December 2014

Summary Consolidated Statement of Financial Position

	31 December 2014 Shs'000	31 December 2013 Shs'000
Assets		
Cash, banks and balances with Central Bank of Kenya	9,555,580	9,466,550
Financial investments	49,283,320	45,153,463
Pledged assets	2,884,293	3,391,972
Derivative assets	1,960,415	3,003,522
Loans and advances	101,210,110	103,847,691
Other assets and prepayments	2,417,387	2,352,592
Property and equipment	2,348,229	2,175,185
Prepaid operating lease	59,807	62,761
Other intangible assets	490,565	759,289
Current tax recoverable	4,294	-
Deferred income tax	1,435,226	949,013
Intangible assets - Goodwill	9,349,759	9,349,759
Total assets	180,998,985	180,511,797
Equity and liabilities		
Liabilities		
Derivative liabilities	2,232,264	2,777,183
Trading liabilities	-	259,676
Deposits and current accounts	129,409,143	130,285,985
Borrowings	6,513,417	5,847,752
Other liabilities and accrued expenses	5,948,968	8,683,721
Current income tax	-	231,689
Total liabilities	144,103,792	148,086,006
Equity		
Ordinary share capital	1,976,608	1,976,608
Ordinary share premium	16,897,389	16,897,389
Retained earnings and other reserves	15,965,523	12,950,905
Proposed dividend	2,055,673	600,889
Equity attributable to equity holders of the parent	36,895,193	32,425,791
Total equity and liabilities	180,998,985	180,511,797

Summary Consolidated Statement of Comprehensive Income

	2014	2013
Net interest income	8,461,945	7,542,114
Non-interest revenue	8,408,553	8,660,968
Total income	16,870,498	16,203,082
Credit impairment charges	(702,822)	(766,601)
Income after impairment charges	16,167,676	15,436,481
Total operating expenses	(8,467,430)	(8,212,476)
Profit before taxation	7,700,246	7,224,005
Income tax expense	(2,013,585)	(2,096,849)
Profit for the year	5,686,661	5,127,156
Other comprehensive (loss)/income net of tax	(261,498)	286,719
Total comprehensive income	5,425,163	5,413,875
Total Comprehensive income attributable to:		
Equity holders of the parent	5,425,163	5,413,875

Earnings per share - basic and diluted (in Shs):	2014	2013
	14.38	12.97

Summary Consolidated Statement of Changes in Equity

	Share Capital Shs'000	Share Premium Shs'000	Revenue and other Reserves Shs'000	Proposed Dividend Shs'000	Total Shs'000
At 1 January 2014	1,976,608	16,897,389	12,950,905	600,889	32,425,791
Total comprehensive income	-	-	5,425,163	-	5,425,163
Dividend paid	-	-	(375,556)	(600,889)	(976,445)
Proposed dividend	-	-	(2,055,673)	2,055,673	-
Share based payment reserve	-	-	20,684	-	20,684
At 31 December 2014	1,976,608	16,897,389	15,965,523	2,055,673	36,895,193

Summary Consolidated Statement of Cash Flows

	2014 Shs'000	2013 Shs'000
Cash flows (used in)/generated from operating activities	(18,209,678)	37,289,957
Cash flows used in investing activities	(460,597)	(348,213)
Cash flows used in financing activities	(310,780)	(1,099,032)
Net (decrease)/increase in cash and cash equivalents	(18,981,055)	35,842,712
Foreign currency translation differences	(65,586)	4,312
Cash and cash equivalents at 1 January	41,656,793	5,809,769
Cash and cash equivalents at 31 December	22,610,152	41,656,793

The above financial statements are extracts from the records of the Group. They were approved by the Board of Directors on 25 February 2015 and signed on its behalf by:-


F N Ojiambo MBS, SC
Chairman


K. Mbathi
Chief Executive


G R May
Director


L N Mbindyo
Company Secretary

REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS TO THE MEMBERS OF CfC STANBIC HOLDINGS LIMITED

The accompanying summary Group financial statements, which comprise the summary consolidated statement of financial position at 31 December 2014, summary consolidated statement of comprehensive income, summary consolidated statement of changes in equity and the summary consolidated statement of cash flows for the year then ended are derived from the audited financial statements of CfC Stanbic Holdings Limited for the year ended 31 December 2014. We expressed an unqualified audit opinion on those financial statements in our report dated 25 February 2015. Those financial statements, and the summary financial statements, do not reflect the effects of events that occurred subsequent to the date of our report on those Group financial statements.

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards and in the manner required by the Kenyan Companies Act applied in preparation of the audited financial statements of CfC Stanbic Holdings Limited. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of CfC Stanbic Holdings Limited.

Directors' responsibility for the summary financial statements

The directors are responsible for the preparation and fair presentation of the summary Group financial statements.


Auditor's responsibility

Our responsibility is to express an opinion on the summary Group financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810, "Engagements to Report on Summary Financial Statements".

Opinion

In our opinion, the summary Group financial statements derived from the audited Group financial statements of CfC Stanbic Holdings Limited for the year ended 31 December 2014 are consistent, in all material respects, with those Group financial statements.

The engagement partner responsible for the audit resulting in this independent auditor's report is CPA Peter Ngahu - P/No 1458.


Certified Public Accountants, Nairobi
25 February 2015

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the Sixtieth Annual General Meeting of the Members of CfC Stanbic Holdings Limited will be held on 21 May 2015, at Louis Leakey Memorial Hall, at the National Museum, Nairobi, at 12.00 noon to transact the following business:

- The Secretary to read the notice convening the meeting and confirm the presence of a quorum.
- To receive and consider the Audited Financial Statements for the year ended 31 December 2014, and the Directors' and Auditor's Report thereon.
- To consider and approve the payment of a final dividend of KShs 5.20 per ordinary share of KShs 5 each.
- To elect Directors:
 - In accordance with Article 110 of the Company's Articles of Association, Mr Fred N Ojiambo retires by rotation and, being eligible, offers himself for re-election.
 - In accordance with Article 110 of the Company's Articles of Association, Mrs Jane Babsa-Nzibo retires by rotation and though being eligible, she does not offer herself for re-election.
 - In accordance with Article 110 of the Company's Articles of Association and Section 186 (2) of the Companies Act (Cap 486), Mr Gayling R May retires by rotation and, being over seventy years of age, does not offer himself for re-election.
 - In accordance with Article 109 of the Company's Articles of Association, Mr. Christopher B Newson, a director appointed as an addition to the Board retires at the dissolution of the meeting and having been recommended by the Board, offers himself for re-election.
- To approve the Directors' remuneration for the year ended 31 December 2014, as provided in the Audited Financial Statements.
- To note that Messrs PricewaterhouseCoopers have indicated their willingness to continue in office as the auditors under Section 159(2) of the Companies Act and to authorise the Directors to fix their remuneration.
- To ratify the incorporation of a subsidiary company of CfC Stanbic Bank to be set up as a bancassurance business.
- To consider and, if thought fit, to pass an ordinary resolution to increase the number of directors of the Company from a maximum of 12 to a maximum of 15 directors, pursuant to Article 99 of the Company's Articles of Association; and accordingly, to authorise for Article 99 of the Company's Articles of Association to be amended to read as follows: "The number of Directors shall not be less than seven (7) and, unless and until otherwise determined by ordinary resolution of the Company in general meeting, shall not exceed fifteen (15)".
- Any other business for which due notice has been given.

BY ORDER OF THE BOARD


Lillian Mbindyo
Company Secretary
Date: 25 February, 2015

NOTE:

- In accordance with section 136(2) of the Companies Act, every member entitled to attend and vote at the above meeting and any adjournment thereof is entitled to appoint a proxy to attend and vote on his/her behalf. A proxy need not be a Member of the Company. A proxy form can be downloaded from the Company's website, www.cfcstanbicbank.co.ke, or obtained from the Registered Office of the Company at CfC Stanbic Centre, Chiromo Road, Westlands, Nairobi.
- Completed proxy forms should be returned to the Company Secretary by delivery to the Registered Office or by post to P.O. Box 72833-00200 Nairobi, to arrive not later than 48 hours before the meeting.
- In accordance with Article 165 of the Company's Articles of Association, a copy of the Annual Report may be obtained from the website stated above or from the Company Secretary at the Registered Office.
- Shareholders wishing to receive a proxy form and/or a copy of the Annual Report by e-mail may send a request, quoting their full name and account number, to registrar@stanbic.com