



	Dec 2017 Shs '000 (Audited)	Dec 2016 Shs '000 (Audited)
I STATEMENT OF FINANCIAL POSITION		
A ASSETS		
1 Cash (local and foreign)	1,586,469	1,571,640
2 Balances due from Central Bank of Kenya	6,458,315	7,049,588
3 Kenya Government securities held for dealing purposes	29,806,020	15,851,696
4 Financial assets at fair value through profit and loss	-	143,498
5 Investment securities:		
a) Held to maturity:		
a. Kenya Government securities	4,684,783	-
b. Other securities	759,395	-
b) Available for sale:		
a. Kenya Government securities	40,988,774	36,925,608
b. Other securities	-	6,386
6 Deposits and balances due from local banking institutions	33,156	1,191,886
7 Deposits and balances due from banking institutions abroad	8,159,869	5,929,689
8 Tax recoverable	16,667	33,965
9 Loans and advances to customers (net)	130,535,810	115,587,723
10 Balances due from banking institutions in the group	4,447,484	9,762,676
11 Investment in associates	-	-
12 Investment in subsidiary companies	2	12
13 Investment in joint ventures	-	-
14 Investment properties	-	-
15 Property and equipment	2,251,519	2,203,745
16 Prepaid lease rentals	53,901	53,901
17 Intangible assets	1,080,513	823,213
18 Deferred tax asset	2,488,760	1,475,972
19 Retirement benefit asset	-	-
20 Other assets	6,056,440	6,283,959
21 TOTAL ASSETS	239,407,877	204,895,157
B LIABILITIES		
22 Balances due to Central Bank of Kenya	-	-
23 Customer deposits	153,008,573	121,989,234
24 Deposits and balances due to local banking institutions	4,924,408	2,091,634
25 Deposits and balances due to banking institutions abroad	20,762,786	30,696,014
26 Other money markets deposits	-	-
27 Borrowed funds	7,160,030	6,608,082
28 Balances due to banking institutions in the group	12,609,173	4,146,682
29 Taxation payable	-	1,384,938
30 Dividends payable	-	-
31 Deferred tax liability	38,859	7,699
32 Retirement benefit liabilities	-	-
33 Other liabilities	7,852,854	7,733,370
34 TOTAL LIABILITIES	206,356,683	174,657,653
C CAPITAL RESOURCES		
35 Paid up / assigned capital	3,411,549	3,411,549
36 Share premium / (discount)	3,444,639	3,444,639
37 Revaluation reserve	122,598	122,598
38 Retained earnings	24,908,793	21,734,588
39 Statutory loan loss reserve	73	65,597
40 Other reserves	(436,458)	58,533
41 Proposed dividends	1,600,000	1,400,000
42 Capital grants	-	-
43 SHAREHOLDERS' FUNDS	33,051,194	30,237,504
44 Minority interest	-	-
45 TOTAL LIABILITIES & SHAREHOLDERS' FUNDS	239,407,877	204,895,157
II STATEMENT OF COMPREHENSIVE INCOME		
1 INTEREST INCOME		
1.1 Loans and advances	12,061,634	12,106,859
1.2 Government securities	4,267,470	4,682,207
1.3 Deposits and placements with banking institutions	263,396	324,610
1.4 Other interest income	-	-
1.5 Total interest income	16,592,500	17,113,676
2 INTEREST EXPENSES		
2.1 Customer deposits	3,744,566	3,699,303
2.2 Deposits and placements from banking institutions	1,738,995	1,958,959
2.3 Other interest expenses	521,104	685,049
2.4 Total interest expenses	6,004,665	6,343,311
3 NET INTEREST INCOME	10,587,835	10,770,365
4 NON-INTEREST INCOME		
4.1 Fees and commissions on loans and advances	304,349	299,101
4.2 Other fees and commissions	3,227,273	2,248,241
4.3 Foreign exchange trading income	4,418,159	3,361,113
4.4 Dividend income	-	-
4.5 Other income	109,981	1,461,471
4.6 Total non-interest income	8,059,762	7,369,926
5 TOTAL OPERATING INCOME	18,647,597	18,140,291
6 OTHER OPERATING EXPENSES		
6.1 Loan loss provision	2,761,325	1,835,947
6.2 Staff costs	5,437,478	5,005,272
6.3 Directors emoluments	131,843	259,312
6.4 Rental charges	430,157	428,661
6.5 Depreciation on property and equipment	378,666	347,253
6.6 Amortisation charges	178,580	120,495
6.7 Other expenses	3,730,096	2,956,557
6.8 Total other operating expenses	13,048,145	10,953,497
7 Profit / (loss) before tax and exceptional items	5,599,452	7,186,794
8 Exceptional items	(186,502)	(1,150,687)
9 Profit / (loss) after exceptional items	5,412,950	6,036,107
10 Current tax	(2,061,861)	(2,897,817)
11 Deferred tax	988,047	1,287,112
12 Profit / (loss) after tax and exceptional items	4,339,136	4,425,402
13 Minority interest	-	-
14 Profit / (loss) after tax, exceptional items and minority interest	4,339,136	4,425,402
15 Other comprehensive income		
15.1 Gains / (losses) from translating the financial statements of foreign operations	73,788	224,680
15.2 Fair value changes in available for sale financial assets	299,969	(69,471)
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	(1,324)	39,981
16 Other comprehensive income for the year net of tax	372,433	195,190
17 Total comprehensive income for the year	4,711,569	4,620,592
18 EARNINGS PER SHARE - BASIC & DILUTED	27.62	25.94
19 DIVIDEND PER SHARE	12.31	12.31

III OTHER DISCLOSURES

	Dec 2017 Shs '000 (Audited)	Dec 2016 Shs '000 (Audited)
1) NON-PERFORMING LOANS AND ADVANCES (NPLs)		
a) Gross non-performing loans and advances	10,358,765	7,013,116
b) Less: Interest in suspense	1,663,972	1,178,513
c) Total non-performing loans and advances (a-b)	8,694,793	5,834,603
d) Less: loan loss provision	3,243,601	1,716,864
e) Net non-performing loans (c-d)	5,451,192	4,117,739
f) Discounted value of securities	5,451,192	4,117,739
g) Net NPLs exposure (e-f)	-	-
2) INSIDER LOANS, ADVANCES AND OTHER FACILITIES		
a) Directors, shareholders and associates	2,048,050	740,205
b) Employees	3,866,766	3,708,038
c) Total insider loans, advances and other facilities	5,914,816	4,448,243
3) OFF BALANCE SHEET		
a) Letters of credit, guarantees, acceptances	38,664,416	30,206,709
b) Forwards, swaps and options	112,347,281	79,153,984
c) Other contingent liabilities	-	-
d) Total contingent liabilities	151,011,697	109,360,693
4) CAPITAL STRENGTH		
a) Core capital	31,764,981	28,590,776
b) Minimum statutory capital	1,000,000	1,000,000
c) Excess / (Deficiency)	30,764,981	27,590,776
d) Supplementary capital	3,124,907	3,985,298
e) Total capital (a + d)	34,889,888	32,576,074
f) Total risk weighted assets	206,089,553	179,751,303
g) Core capital / total deposit liabilities	20.2%	23.1%
h) Minimum statutory ratio	8.0%	8.0%
i) Excess / (Deficiency)	12.2%	15.1%
j) Core capital / total risk weighted assets	15.4%	15.9%
k) Minimum statutory ratio	10.5%	10.5%
l) Excess / (Deficiency)	4.9%	5.4%
m) Total capital / total risk weighted assets	16.9%	18.1%
n) Minimum statutory ratio	14.5%	14.5%
o) Excess / (Deficiency)	2.4%	3.6%
5) LIQUIDITY		
a) Liquidity ratio	52.4%	54.6%
b) Minimum statutory ratio	20.0%	20.0%
c) Excess / (Deficiency)	32.4%	34.6%

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 as audited by Pricewaterhousecoopers and have received an unqualified opinion. The Directors of Stanbic Bank Limited ("the Bank") have recommended a final dividend of Kenya Shilling nine and thirty eight cents (Kshs 9.38) having paid an interim dividend of Kenya Shillings two shillings and ninety three cents (Kshs 2.93) per ordinary share issued by the Bank. The total dividend per share for the year ended 31 December 2017 will be Kenya Shilling twelve and thirty one cents (Kshs 12.31). 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 Centre, Chiromo Road, Westlands.

The financial statements were approved by the Board of Directors on 2 March 2018 and signed on its behalf by:-

Charles Mudiwa
Chief Executive

F N Ojiambo, MBS, SC
Chairman

Christopher Newson
Director

L N Mbindyo
Company Secretary