



	June 2017 SHS '000 (Unaudited)	March 2017 SHS '000 (Unaudited)	December 2016 SHS '000 (Audited)	June 2016 SHS '000 (Unaudited)
I STATEMENT OF FINANCIAL POSITION				
A ASSETS				
1 Cash (local and foreign)	1,588,093	1,331,985	1,571,640	1,615,642
2 Balances due from Central Bank of Kenya	4,885,724	36,251,054	7,049,588	10,306,159
3 Kenya Government securities held for dealing purposes	28,595,709	3,848,646	15,851,696	25,901,678
4 Financial assets at fair value through profit and loss	130,051	147,983	143,498	164,741
5 Investment securities:				
a) Held to maturity:				
a. Kenya Government securities	-	-	-	-
b. Other securities	-	-	-	-
b) Available for sale:				
a. Kenya Government securities	43,092,335	25,495,284	36,925,608	33,362,699
b. Other securities	2,751	2,898	6,386	26,516
6 Deposits and balances due from local banking institutions	32,419	1,156,701	1,191,886	1,712,821
7 Deposits and balances due from banking institutions abroad	13,632,210	6,156,483	5,929,689	7,825,286
8 Tax recoverable	824,314	25,768	33,965	-
9 Loans and advances to customers (net)	117,944,960	115,365,303	115,587,723	108,486,104
10 Balances due from banking institutions in the group	1,906,284	13,717,413	9,762,676	2,662,511
11 Investment in associates	-	-	-	-
12 Investment in subsidiary companies	2	12	12	12
13 Investment in joint ventures	-	-	-	-
14 Investment properties	-	-	-	-
15 Property and equipment	2,270,724	2,219,465	2,203,745	2,234,158
16 Prepaid lease rentals	52,424	53,162	53,901	55,378
17 Intangible assets	898,896	906,965	823,213	374,704
18 Deferred tax asset	1,451,071	1,062,740	1,475,972	807,926
19 Retirement benefit asset	-	-	-	-
20 Other assets	7,496,461	4,891,340	6,283,959	6,796,276
21 TOTAL ASSETS	224,804,428	212,633,202	204,895,157	202,332,611
B LIABILITIES				
22 Balances due to Central Bank of Kenya	-	-	-	-
23 Customer deposits	130,163,885	130,558,353	121,989,234	114,780,743
24 Deposits and balances due to local banking institutions	7,824,695	27,622	2,091,634	269,086
25 Deposits and balances due to banking institutions abroad	30,587,985	32,162,361	30,696,014	30,662,579
26 Other money markets deposits	-	-	-	-
27 Borrowed funds	8,339,453	7,000,301	6,608,082	6,485,422
28 Balances due to banking institutions in the group	9,184,086	3,925,545	4,146,682	12,920,706
29 Taxation payable	-	1,416,293	1,384,938	795,836
30 Dividends payable	-	1,400,000	-	700,000
31 Deferred tax liability	-	9,123	7,699	11,805
32 Retirement benefit liabilities	-	-	-	-
33 Other liabilities	7,873,843	6,865,766	7,733,370	8,024,580
34 TOTAL LIABILITIES	193,973,947	183,365,364	174,657,653	174,650,757
C CAPITAL RESOURCES				
35 Paid up / assigned capital	3,411,549	3,411,549	3,411,549	3,411,549
36 Share premium / (discount)	3,444,639	3,444,639	3,444,639	3,444,639
37 Revaluation reserve	122,598	122,598	122,598	122,598
38 Retained earnings	23,521,943	22,726,543	21,734,588	20,408,639
39 Statutory loan loss reserve	-	-	65,597	-
40 Other reserves	329,752	(437,491)	58,533	294,429
41 Proposed dividends	-	-	1,400,000	-
42 Capital grants	-	-	-	-
43 SHAREHOLDERS' FUNDS	30,830,481	29,267,838	30,237,504	27,681,854
44 Minority interest	-	-	-	-
45 TOTAL LIABILITIES & SHAREHOLDERS' FUNDS	224,804,428	212,633,202	204,895,157	202,332,611
II STATEMENT OF COMPREHENSIVE INCOME				
1 INTEREST INCOME				
1.1 Loans and advances	5,843,565	2,902,546	12,106,859	6,120,422
1.2 Government securities	1,899,876	899,352	4,682,207	2,462,701
1.3 Deposits and placements with banking institutions	152,101	75,890	324,610	244,831
1.4 Other interest income	-	-	-	-
1.5 Total interest income	7,895,542	3,877,788	17,113,676	8,827,954
2 INTEREST EXPENSES				
2.1 Customer deposits	1,745,945	835,230	3,699,303	2,021,628
2.2 Deposits and placements from banking institutions	902,481	478,600	1,958,959	993,863
2.3 Other interest expenses	258,415	128,489	685,049	417,237
2.4 Total interest expenses	2,906,841	1,442,319	6,343,311	3,432,728
3 NET INTEREST INCOME	4,988,701	2,435,469	10,770,365	5,395,226
4 NON-INTEREST INCOME				
4.1 Fees and commissions on loans and advances	190,661	114,878	299,101	129,391
4.2 Other fees and commissions	1,709,038	710,206	2,248,241	1,140,222
4.3 Foreign exchange trading income	1,501,538	630,051	3,361,113	1,499,457
4.4 Dividend income	-	-	-	-
4.5 Other income	614,058	333,599	1,461,471	835,188
4.6 Total non-interest income	4,015,295	1,788,734	7,369,926	3,604,258
5 TOTAL OPERATING INCOME	9,003,996	4,224,203	18,140,291	8,999,484
6 OTHER OPERATING EXPENSES				
6.1 Loan loss provision	1,869,207	327,701	1,835,947	874,003
6.2 Staff costs	2,387,708	1,155,531	5,005,272	2,343,322
6.3 Directors emoluments	143,739	63,677	259,312	129,858
6.4 Rental charges	230,441	105,916	428,661	177,533
6.5 Depreciation on property and equipment	180,840	88,949	347,253	173,194
6.6 Amortisation charges	85,287	41,975	120,495	58,626
6.7 Other expenses	1,841,284	937,525	2,956,557	1,763,736
6.8 Total other operating expenses	6,738,506	2,721,274	10,953,497	5,520,272
7 Profit / (loss) before tax and exceptional items	2,265,490	1,502,929	7,186,794	3,479,212
8 Exceptional items	(74,897)	-	(1,150,687)	(340,265)
9 Profit / (loss) after exceptional items	2,190,593	1,502,929	6,036,107	3,138,947
10 Current tax	(518,997)	(32,895)	(2,897,817)	(1,556,529)
11 Deferred tax	57,645	(394,063)	1,287,112	361,343
12 Profit / (loss) after tax and exceptional items	1,729,241	1,075,971	4,425,402	1,943,761
13 Minority interest	-	-	-	-
14 Profit / (loss) after tax, exceptional items and minority interest	1,729,241	1,075,971	4,425,402	1,943,761
15 Other comprehensive income				
15.1 Gains / (losses) from translating the financial statements of foreign operations	(40,799)	(100,855)	224,680	1,332
15.2 Fair value changes in available for sale financial assets	287,603	(527,983)	(69,471)	209,199
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	(18,350)	25,442	39,981	(44,355)
16 Other comprehensive income for the year net of tax	228,454	(603,396)	195,190	166,176
17 Total comprehensive income for the year	1,957,695	472,575	4,620,592	2,109,937
18 EARNINGS PER SHARE - BASIC & DILUTED	10.14	6.31	25.94	11.40
19 DIVIDEND PER SHARE - DECLARED	0.00	0.00	12.31	4.10

	June 2017 SHS '000 (Unaudited)	March 2017 SHS '000 (Unaudited)	December 2016 SHS '000 (Audited)	June 2016 SHS '000 (Unaudited)
III OTHER DISCLOSURES				
1) NON-PERFORMING LOANS AND ADVANCES (NPLs)				
a) Gross non-performing loans and advances	6,482,691	7,053,899	7,013,116	5,906,263
b) Less: Interest in suspense	1,202,180	1,296,077	1,178,513	939,254
c) Total non-performing loans and advances (a-b)	5,280,511	5,757,822	5,834,603	4,967,009
d) Less: loan loss provision	1,634,942	1,662,578	1,716,864	1,375,843
e) Net non-performing loans (c-d)	3,645,569	4,095,244	4,117,739	3,591,166
f) Discounted value of securities	3,645,569	4,095,244	4,117,739	3,591,166
g) Net NPLs exposure (e-f)	-	-	-	-
2) INSIDER LOANS, ADVANCES AND OTHER FACILITIES				
a) Directors, shareholders and associates	937,839	907,156	740,205	955,466
b) Employees	3,706,035	3,731,396	3,708,038	3,616,990
c) Total Insider loans, advances and other facilities	4,643,874	4,638,552	4,448,243	4,572,456
3) OFF BALANCE SHEET				
a) Letters of credit, guarantees, acceptances	39,554,138	42,030,159	30,206,709	29,897,409
b) Forwards, swaps and options	103,486,143	89,702,070	79,153,984	77,525,284
c) Other contingent liabilities	-	-	-	-
d) Total contingent liabilities	143,040,281	131,732,229	109,360,693	107,422,693
4) CAPITAL STRENGTH				
a) Core capital	29,513,510	29,044,746	28,590,776	26,292,947
b) Minimum statutory capital	1,000,000	1,000,000	1,000,000	1,000,000
c) Excess / (Deficiency)	28,513,510	28,044,746	27,590,776	25,292,947
d) Supplementary capital	3,522,453	3,840,317	3,985,298	4,026,248
e) Total capital (a + d)	33,035,963	32,885,063	32,576,074	30,319,195
f) Total risk weighted assets	191,693,554	193,523,197	179,751,303	174,081,717
g) Core capital / total deposit liabilities	20.8%	21.7%	23.1%	22.2%
h) Minimum statutory ratio	8.0%	8.0%	8.0%	8.0%
i) Excess / (Deficiency)	12.8%	13.7%	15.1%	14.2%
j) Core capital / total risk weighted assets	15.4%	15.0%	15.9%	15.1%
k) Minimum statutory ratio	10.5%	10.5%	10.5%	10.5%
l) Excess / (Deficiency)	4.9%	4.5%	5.4%	4.6%
m) Total capital / total risk weighted assets	17.2%	17.0%	18.1%	17.4%
n) Minimum statutory ratio	14.5%	14.5%	14.5%	14.5%
o) Excess / (Deficiency)	2.7%	2.5%	3.6%	2.9%
5) LIQUIDITY				
a) Liquidity ratio	52.6%	59.7%	54.6%	67.0%
b) Minimum statutory ratio	20.0%	20.0%	20.0%	20.0%
c) Excess / (Deficiency)	32.6%	39.7%	34.6%	47.0%

* The South Sudan economy was classified as hyperinflationary in 2016. Accordingly, the statement of comprehensive income and financial position of Stanbic South Sudan branch for the half year ended June 2016 has been restated in terms of the measuring unit current at 30 June 2016.

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 unaudited 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 11 August 2017 and signed on its behalf by:-

Philip Odera
Chief Executive

F N Ojiambo, MBS, SC
Chairman

Christopher Newson
Director

L N Mbindyo
Company Secretary

INTERIM DIVIDEND

Following the Board meeting held on 11 August 2017, the Board of Directors has considered and approved an Interim Dividend of Kenya Shillings five hundred million.