

# 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 2020



		December 2020	December 2019
		SHS '000	SHS '000
		(Audited)	(Audited)
I	<b>STATEMENT OF FINANCIAL POSITION</b>		
A	<b>Assets</b>		
1	Cash (local and foreign)	2,876,827	2,737,198
2	Balances due from Central Bank of Kenya	15,200,110	24,021,388
3	Kenya Government securities held for dealing purposes	33,714,671	24,654,477
4	Financial assets at fair value through profit and loss	-	-
5	Investment securities:	-	-
	a) Held to maturity:	-	-
	a. Kenya Government securities	23,038,739	14,803,464
	b. Other securities	166,500	661,295
	b) Available for sale:	-	-
	a. Kenya Government securities	30,663,749	20,403,544
	b. Other securities	-	-
6	Deposits and balances due from local banking institutions	28	7,124,815
7	Deposits and balances due from banking institutions abroad	8,909,870	3,712,601
8	Tax recoverable	-	-
9	Loans and advances to customers (net)	158,182,120	152,813,955
10	Balances due from banking institutions in the group	29,201,885	27,515,448
11	Investment in associates	-	-
12	Investment in subsidiary companies	2	2
13	Investment in joint ventures	-	-
14	Investment properties	-	-
15	Property and equipment	3,720,963	3,617,011
16	Prepaid lease rentals	42,087	45,040
17	Intangible assets	751,496	862,394
18	Deferred tax asset	4,862,896	4,396,400
19	Retirement benefit asset	-	-
20	Other assets	7,654,234	5,336,104
21	<b>Total Assets</b>	<b>318,986,177</b>	<b>292,705,136</b>
B	<b>Liabilities</b>		
22	Balances due to Central Bank of Kenya	-	-
23	Customer deposits	216,804,637	193,513,508
24	Deposits and balances due to local banking institutions	12,676,026	103,620
25	Deposits and balances due to banking institutions abroad	4,012,719	11,898,768
26	Other money markets deposits	-	-
27	Borrowed funds	8,355,438	13,952,672
28	Balances due to banking institutions in the group	26,216,224	18,550,455
29	Taxation payable	591,961	388,812
30	Dividends payable	-	-
31	Deferred tax liability	1,253	-
32	Retirement benefit liabilities	-	-
33	Other liabilities	8,470,562	15,357,461
34	<b>Total Liabilities</b>	<b>277,128,820</b>	<b>253,765,296</b>
C	<b>Capital Resources</b>		
35	Paid up / assigned capital	3,411,549	3,411,549
36	Share premium / (discount)	3,444,639	3,444,639
37	Revaluation reserve	107,274	114,936
38	Retained earnings	34,783,263	30,010,858
39	Statutory loan loss reserve	-	938,245
40	Other reserves	(1,289,368)	(1,080,387)
41	Proposed dividends	1,400,000	2,100,000
42	Capital grants	-	-
43	<b>Shareholders' Funds</b>	<b>41,857,357</b>	<b>38,939,840</b>
44	Minority interest	-	-
45	<b>Total Liabilities &amp; Shareholders' Funds</b>	<b>318,986,177</b>	<b>292,705,136</b>
II	<b>STATEMENT OF COMPREHENSIVE INCOME</b>		
1	<b>Interest Income</b>		
1.1	Loans and advances	14,372,463	15,737,457
1.2	Government securities	4,526,354	4,089,916
1.3	Deposits and placements with banking institutions	810,219	578,009
1.4	Other interest income	-	-
1.5	<b>Total Interest income</b>	<b>19,709,036</b>	<b>20,405,382</b>
2	<b>Interest Expenses</b>		
2.1	Customer deposits	6,253,991	5,293,550
2.2	Deposits and placements from banking institutions	564,975	1,399,439
2.3	Other interest expenses	722,169	972,109
2.4	<b>Total interest expenses</b>	<b>7,541,135</b>	<b>7,665,098</b>
3	<b>Net Interest Income</b>	<b>12,167,901</b>	<b>12,740,284</b>
4	<b>Non-Interest Income</b>		
4.1	Fees and commissions on loans and advances	241,311	346,969
4.2	Other fees and commissions	3,403,821	4,137,469
4.3	Foreign exchange trading income	5,548,217	4,863,775
4.4	Dividend income	-	-
4.5	Other income	611,452	1,457,835
4.6	<b>Total non-Interest Income</b>	<b>9,804,801</b>	<b>10,806,048</b>
5	<b>Total Operating Income</b>	<b>21,972,702</b>	<b>23,546,332</b>
6	<b>Other Operating Expenses</b>		
6.1	Loan loss provision	4,307,051	2,614,456
6.2	Staff costs	5,682,366	5,564,545
6.3	Directors emoluments	124,948	134,879
6.4	Rental charges	-	67,399
6.5	Depreciation on property and equipment	933,461	805,348
6.6	Amortisation charges	278,506	198,343
6.7	Other expenses	4,409,636	5,921,700
6.8	<b>Total other operating expenses</b>	<b>15,735,968</b>	<b>15,306,670</b>
7	<b>Profit / (loss) before tax and exceptional items</b>	<b>6,236,734</b>	<b>8,239,662</b>
8	Exceptional items	-	(773,162)
9	<b>Profit / (loss) after exceptional items</b>	<b>6,236,734</b>	<b>7,466,500</b>
10	Current tax	(1,337,155)	(2,442,274)
11	Deferred tax	324,422	1,197,918
12	<b>Profit / (loss) after tax and exceptional items</b>	<b>5,224,001</b>	<b>6,222,144</b>
13	Minority interest	-	-
14	<b>Profit / (loss) after tax, exceptional items and minority interest</b>	<b>5,224,001</b>	<b>6,222,144</b>
15	<b>Other comprehensive income</b>		
15.1	Gains / (losses) from translating the financial statements of foreign operations	(175,896)	(86,015)
15.2	Fair value changes in available for sale financial assets	(47,665)	11,723
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	14,690	-
16	<b>Other comprehensive income for the year net of tax</b>	<b>(208,871)</b>	<b>(74,292)</b>
17	<b>Total comprehensive income for the year</b>	<b>5,015,130</b>	<b>6,147,852</b>
18	Earnings Per Share - Basic & Diluted	30.63	36.48
19	Dividend Per Share	8.21	15.24

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III	<b>OTHER DISCLOSURES</b>		
1)	<b>NON-PERFORMING LOANS AND ADVANCES ( NPLs )</b>		
a)	Gross non-performing loans and advances	25,038,324	19,345,012
b)	Less: Interest in suspense	5,335,309	4,096,473
c)	<b>Total non-performing loans and advances (a-b)</b>	<b>19,703,015</b>	<b>15,248,539</b>
d)	Less: loan loss provision	9,841,755	6,948,155
e)	<b>Net non-performing Loans (c-d )</b>	<b>9,861,260</b>	<b>8,300,384</b>
f)	Discounted value of securities	9,861,260	8,300,384
g)	<b>Net NPLs exposure (e-f)</b>	<b>-</b>	<b>-</b>
2)	<b>INSIDER LOANS, ADVANCES AND OTHER FACILITIES</b>		
a)	Directors, shareholders and associates	248,622	86,615
b)	Employees	3,798,229	3,894,366
c)	<b>Total Insider loans, advances and other facilities</b>	<b>4,046,851</b>	<b>3,980,981</b>
3)	<b>OFF BALANCE SHEET</b>		
a)	Letters of credit, guarantees, acceptances	70,924,391	69,391,552
b)	Forwards, swaps and options	149,393,736	179,895,845
c)	Other contingent liabilities	-	-
d)	<b>Total contingent liabilities</b>	<b>220,318,127</b>	<b>249,287,397</b>
4)	<b>CAPITAL STRENGTH</b>		
a)	Core capital	40,940,499	36,148,884
b)	Minimum statutory capital	1,000,000	1,000,000
c)	<b>Excess / (Deficiency)</b>	<b>39,940,499</b>	<b>35,148,884</b>
d)	Supplementary capital	5,503,735	7,537,732
e)	<b>Total capital (a + d)</b>	<b>46,444,234</b>	<b>43,686,616</b>
f)	<b>Total risk weighted assets</b>	<b>256,471,668</b>	<b>238,222,002</b>
g)	<b>Core capital / total deposit liabilities</b>	<b>18.50%</b>	<b>18.40%</b>
h)	Minimum statutory ratio	8.00%	8.00%
i)	<b>Excess / (Deficiency)</b>	<b>10.50%</b>	<b>10.40%</b>
j)	<b>Core capital / total risk weighted assets</b>	<b>16.00%</b>	<b>15.20%</b>
k)	Minimum statutory ratio	10.50%	10.50%
l)	<b>Excess / (Deficiency)</b>	<b>5.50%</b>	<b>4.70%</b>
m)	<b>Total capital / total risk weighted assets</b>	<b>18.10%</b>	<b>18.30%</b>
n)	Minimum statutory ratio	14.50%	14.50%
o)	<b>Excess / (Deficiency)</b>	<b>3.60%</b>	<b>3.80%</b>
p)	Adjusted Core Capital/Total Deposit Liabilities*	19.70%	19.70%
q)	Adjusted Core Capital/Total Risk Weighted Assets*	17.00%	16.20%
r)	Adjusted Total Capital/Total Risk Weighted Assets*	19.10%	19.40%
5)	<b>LIQUIDITY</b>		
a)	<b>Liquidity ratio</b>	<b>56.40%</b>	<b>58.40%</b>
b)	Minimum statutory ratio	20.00%	20.00%
c)	<b>Excess / (Deficiency)</b>	<b>36.40%</b>	<b>38.40%</b>

\*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. This set of audited financial statements, statutory and qualitative disclosures can be accessed on the institution's website [www.stanbicbank.co.ke](http://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 4th March 2021 and signed on its behalf by:

Charles Mudiwa  
**Chief Executive**

Kitili Mbathi  
**Chairman**

Dorcas Kombo  
**Director**

Lillian Mbindyo  
**Company Secretary**

**BRIGID KOSGEI**  
WORLD RECORD HOLDER  
**2:14:04**

From simply Kenyan to Kenyan hero  
**IT CAN BE™**

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