



	Dec 2016 Shs '000 (Audited)	Dec 2015 Shs '000 (Audited)
I STATEMENT OF FINANCIAL POSITION		
A ASSETS		
1 Cash (local and foreign)	1,571,640	2,626,011
2 Balances due from Central Bank of Kenya	7,049,588	8,653,871
3 Kenya Government securities held for dealing purposes	15,851,696	16,065,972
4 Financial assets at fair value through profit and loss	143,498	185,072
5 Investment securities:		
a) Held to maturity:		
a. Kenya Government securities	-	-
b. Other securities	-	-
b) Available for sale:		
a. Kenya Government securities	36,925,608	32,328,600
b. Other securities	6,386	58,752
6 Deposits and balances due from local banking institutions	1,191,886	10,155,629
7 Deposits and balances due from banking institutions abroad	5,929,689	8,357,211
8 Tax recoverable	33,965	365,574
9 Loans and advances to customers (net)	115,587,723	101,576,227
10 Balances due from banking institutions in the group	9,762,676	8,074,088
11 Investment in associates	-	-
12 Investment in subsidiary companies	12	12
13 Investment in joint ventures	-	-
14 Investment properties	-	-
15 Property and equipment	2,203,745	2,237,967
16 Prepaid lease rentals	53,901	56,854
17 Intangible assets	823,213	413,660
18 Deferred tax asset	1,475,972	434,248
19 Retirement benefit asset	-	-
20 Other assets	6,283,959	6,988,266
21 TOTAL ASSETS	204,895,157	198,578,014
B LIABILITIES		
22 Balances due to Central Bank of Kenya	-	-
23 Customer deposits	121,989,234	108,130,026
24 Deposits and balances due to local banking institutions	2,091,634	281,369
25 Deposits and balances due to banking institutions abroad	30,696,014	32,869,447
26 Other money markets' deposits	-	-
27 Borrowed funds	6,608,082	6,482,063
28 Balances due to banking institutions in the group	4,146,682	14,813,449
29 Taxation payable	1,384,938	80,305
30 Dividends payable	-	-
31 Deferred tax liability	7,699	-
32 Retirement benefit liabilities	-	-
33 Other liabilities	7,733,370	7,670,805
34 TOTAL LIABILITIES	174,657,653	170,327,464
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	21,734,588	19,024,785
39 Statutory loan loss reserve	65,597	195,697
40 Other reserves	58,533	116,545
41 Proposed dividends	1,400,000	1,934,737
42 Capital grants	-	-
43 SHAREHOLDERS' FUNDS	30,237,504	28,250,550
44 Minority interest	-	-
45 TOTAL LIABILITIES & SHAREHOLDERS' FUNDS	204,895,157	198,578,014
II STATEMENT OF COMPREHENSIVE INCOME		
1 INTEREST INCOME		
1.1 Loans and advances	12,106,859	10,486,033
1.2 Government securities	4,682,207	2,842,722
1.3 Deposits and placements with banking institutions	324,610	1,336,788
1.4 Other interest income	-	-
1.5 Total interest income	17,113,676	14,665,543
2 INTEREST EXPENSES		
2.1 Customer deposits	3,699,303	3,300,543
2.2 Deposits and placements from banking institutions	1,958,959	1,351,727
2.3 Other interest expenses	685,049	838,413
2.4 Total interest expenses	6,343,311	5,490,683
3 NET INTEREST INCOME	10,770,365	9,174,860
4 NON-INTEREST INCOME		
4.1 Fees and commissions on loans and advances	299,101	175,346
4.2 Other fees and commissions	2,248,241	2,446,021
4.3 Foreign exchange trading income	3,361,113	3,098,093
4.4 Dividend income	-	-
4.5 Other income	1,461,471	1,454,689
4.6 Total non-interest income	7,369,926	7,174,149
5 TOTAL OPERATING INCOME	18,140,291	16,349,009
6 OTHER OPERATING EXPENSES		
6.1 Loan loss provision	1,835,947	1,000,743
6.2 Staff costs	5,005,272	4,580,477
6.3 Directors' emoluments	259,312	289,374
6.4 Rental charges	428,661	389,697
6.5 Depreciation on property and equipment	347,253	344,955
6.6 Amortisation charges	120,495	110,349
6.7 Other expenses	2,956,557	2,556,395
6.8 Total other operating expenses	10,953,497	9,271,990
7 Profit / (loss) before tax and exceptional items	7,186,794	7,077,019
8 Exceptional items	1,150,687	-
9 Profit / (loss) after exceptional items	6,036,107	7,077,019
10 Current tax	2,897,817	1,360,980
11 Deferred tax	(1,287,112)	1,019,003
12 Profit / (loss) after tax and exceptional items	4,425,402	4,697,036
13 Minority interest	-	-
14 Profit / (loss) after tax, exceptional items and minority interest	4,425,402	4,697,036
15 Other comprehensive income		
15.1 Gains / (losses) from translating the financial statements of foreign operations	224,680	(1,025,822)
15.2 Fair value changes in available for sale financial assets	(69,471)	(33,995)
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	39,981	70,719
16 Other comprehensive income for the year net of tax	195,190	(989,098)
17 Total comprehensive income for the year	4,620,592	3,707,938
18 EARNINGS PER SHARE - BASIC & DILUTED	25.94	27.54
19 DIVIDEND PER SHARE	12.31	11.34

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III OTHER DISCLOSURES		
1) NON-PERFORMING LOANS AND ADVANCES (NPLs)		
a) Gross non-performing loans and advances	7,013,116	4,858,392
b) Less: Interest in suspense	1,178,513	687,954
c) Total non-performing loans and advances (a-b)	5,834,603	4,170,438
d) Less: loan loss provision	1,716,864	1,271,153
e) Net non-performing loans (c-d)	4,117,739	2,899,285
f) Discounted value of securities	4,117,739	2,899,285
g) Net NPLs exposure (e-f)	-	-
2) INSIDER LOANS, ADVANCES AND OTHER FACILITIES		
a) Directors, shareholders and associates	740,205	1,549,089
b) Employees	3,708,038	3,710,047
c) Total insider loans, advances and other facilities	4,448,243	5,259,136
3) OFF BALANCE SHEET		
a) Letters of credit, guarantees, acceptances	30,206,709	26,588,363
b) Forwards, swaps and options	79,153,984	108,732,674
c) Other contingent liabilities	-	-
d) Total contingent liabilities	109,360,693	135,321,037
4) CAPITAL STRENGTH		
a) Core capital	28,590,776	25,880,973
b) Minimum statutory capital	1,000,000	1,000,000
c) Excess / (Deficiency)	27,590,776	24,880,973
d) Supplementary capital	3,985,298	4,470,255
e) Total capital (a + d)	32,576,074	30,351,228
f) Total risk weighted assets	179,751,303	162,284,163
g) Core capital / total deposit liabilities	23.1%	23.5%
h) Minimum statutory ratio	8.0%	8.0%
i) Excess / (Deficiency)	15.1%	15.5%
j) Core capital / total risk weighted assets	15.9%	15.9%
k) Minimum statutory ratio	10.5%	10.5%
l) Excess / (Deficiency)	5.4%	5.4%
m) Total capital / total risk weighted assets	18.1%	18.7%
n) Minimum statutory ratio	14.5%	14.5%
o) Excess / (Deficiency)	3.6%	4.2%
5) LIQUIDITY		
a) Liquidity ratio	54.6%	73.7%
b) Minimum statutory ratio	20.0%	20.0%
c) Excess / (Deficiency)	34.6%	53.7%

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 Kenya Limited ("The Bank") have recommended a final dividend of Kenya Shillings eight and twenty one cents (K.Shs 8.21) having paid an interim dividend of Kenya Shillings four and ten cents (K.Shs 4.10) for each ordinary share of Kenya Shillings twenty (K.Shs 20) on the issued and paid up share capital of the Bank. The dividend per share for the year ended 31 December 2016 will be Kenya Shillings twelve and thirty one cents (K.Shs 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 Bank Centre, Chiromo Road, Westlands. The financial statements were approved by the Board of Directors on 23 February 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