

CfC Stanbic Bank Limited

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

	December 2014 Shs '000 (Audited)	December 2013 Shs '000 (Audited)
I STATEMENT OF FINANCIAL POSITION		
A ASSETS		
1 Cash (local and foreign)	1,945,769	2,213,041
2 Balances due from Central Bank of Kenya	7,567,922	7,205,118
3 Kenya Government securities held for dealing purposes	23,561,380	23,019,740
4 Financial assets at fair value through profit or loss	275,547	57,299
5 Investment securities:		
a) Held to maturity:		
a. Kenya Government securities	-	-
b. Other securities	-	-
b) Available for sale:		
a. Kenya Government securities	27,891,698	24,574,609
b. Other securities	242,743	743,971
6 Deposits and balances due from local banking institutions	815,027	467,513
7 Deposits and balances due from banking institutions abroad	9,369,315	19,600,208
8 Tax recoverable	72,548	-
9 Loans and advances to customers (net)	88,347,438	69,133,492
10 Balances due from banking institutions in the group	2,678,330	14,646,478
11 Investment in associates	-	-
12 Investment in subsidiary companies	2	2
13 Investment in joint ventures	-	-
14 Investment properties	-	-
15 Property and equipment	2,345,930	2,170,890
16 Prepaid lease rentals	59,808	62,761
17 Intangible assets	107,455	332,008
18 Deferred tax asset	1,523,970	1,071,026
19 Retirement benefit asset	-	-
20 Other assets	4,542,270	5,428,304
21 TOTAL ASSETS	171,347,152	170,726,460
B LIABILITIES		
22 Balances due to Central Bank of Kenya	-	-
23 Customer deposits	96,830,280	95,708,406
24 Deposits and balances due to local banking institutions	499,292	7,962,993
25 Deposits and balances due to banking institutions abroad	18,353,112	11,517,981
26 Other money markets deposits	-	259,676
27 Borrowed funds	6,513,417	5,847,752
28 Balances due to banking institutions in the group	14,717,863	16,077,172
29 Taxation payable	-	188,627
30 Dividends payable	-	-
31 Deferred tax liability	-	-
32 Retirement benefit liabilities	-	-
33 Other liabilities	7,788,980	10,810,394
34 TOTAL LIABILITIES	144,702,944	148,373,001
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	160,036	465,353
38 Retained earnings	17,451,742	14,353,393
39 Statutory loan loss reserve	129,649	-
40 Other reserves	130,993	110,316
41 Proposed dividends	1,915,600	568,209
42 Capital grants	-	-
43 SHAREHOLDERS' FUNDS	26,644,208	22,353,459
44 Minority interest	-	-
45 TOTAL LIABILITIES & SHAREHOLDERS' FUNDS	171,347,152	170,726,460
II STATEMENT OF COMPREHENSIVE INCOME		
1 INTEREST INCOME		
1.1 Loans and advances	8,507,782	7,533,054
1.2 Government securities	2,845,086	2,262,189
1.3 Deposits and placements with banking institutions	285,902	538,862
1.4 Other interest income	-	-
1.5 Total interest income	11,638,770	10,334,105
2 INTEREST EXPENSES		
2.1 Customer deposits	2,227,946	2,190,545
2.2 Deposits and placements from banking institutions	497,114	87,357
2.3 Other interest expenses	531,754	546,806
2.4 Total interest expenses	3,256,814	2,824,708
3 NET INTEREST INCOME	8,381,956	7,509,397
4 NON-INTEREST INCOME		
4.1 Fees and commissions on loans and advances	363,612	405,961
4.2 Other fees and commissions	2,452,104	2,117,830
4.3 Foreign exchange trading income	2,838,560	3,685,615
4.4 Dividend income	-	-
4.5 Other income	2,302,901	2,057,597
4.6 Total non-interest income	7,957,177	8,267,003
5 TOTAL OPERATING INCOME	16,339,133	15,776,400
6 OPERATING EXPENSES		
6.1 Loan loss provision	803,355	854,372
6.2 Staff costs	4,144,450	3,787,135
6.3 Directors emoluments	167,216	98,908
6.4 Rental charges	363,456	289,076
6.5 Depreciation on property and equipment	278,602	296,603
6.6 Amortisation charges	230,455	225,478
6.7 Other expenses	2,960,403	3,219,812
6.8 Total operating expenses	8,947,937	8,771,384
7 Profit / (loss) before tax and exceptional items	7,391,196	7,005,016
8 Exceptional items	-	-
9 Profit / (loss) after exceptional items	7,391,196	7,005,016
10 Current tax	2,362,496	2,428,456
11 Deferred tax	(449,996)	(382,426)
12 Profit / (loss) after tax and exceptional items	5,478,696	4,958,986
13 Minority interest	-	-
14 Profit / (loss) after tax, exceptional items and minority interest	5,478,696	4,958,986
15 Other comprehensive income		
15.1 (Losses) / gains from translating the financial statements of foreign operations	(59,542)	29,540
15.2 Fair value changes in available for sale financial assets	(308,265)	179,361
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	2,948	77,134
16 Other comprehensive income for the year net of tax	(364,859)	286,035
17 Total comprehensive income for the year	5,113,837	5,245,021
18 EARNINGS PER SHARE - BASIC & DILUTED	32.12	29.07
19 DIVIDEND PER SHARE - DECLARED	1.62	4.80

	December 2014 Shs '000 (Audited)	December 2013 Shs '000 (Audited)
III OTHER DISCLOSURES		
1) NON-PERFORMING LOANS AND ADVANCES (NPLs)		
a) Gross non-performing loans and advances	3,370,072	2,053,547
b) Less: Interest in suspense	346,342	268,700
c) Total non-performing loans and advances (a-b)	3,023,730	1,784,847
d) Less: loan loss provision	1,103,066	955,995
e) Net non-performing Loans (c-d)	1,920,664	828,852
f) Discounted value of securities	1,920,664	828,852
g) Net NPLs exposure (e-f)	-	-
2) INSIDER LOANS, ADVANCES AND OTHER FACILITIES		
a) Directors, shareholders and associates	768,048	940,453
b) Employees	3,680,248	3,218,622
c) Total Insider loans, advances and other facilities	4,448,296	4,159,075
3) OFF BALANCE SHEET		
a) Letters of credit, guarantees, acceptances	22,523,959	25,723,942
b) Forwards, swaps and options	42,299,347	51,444,683
c) Other contingent liabilities	-	-
d) Total contingent liabilities	64,823,306	77,168,625
4) CAPITAL STRENGTH		
a) Core capital	24,307,930	21,209,581
b) Minimum statutory capital	1,000,000	1,000,000
c) Excess / (Deficiency)	23,307,930	20,209,581
d) Supplementary capital	4,941,919	3,347,255
e) Total capital (a + d)	29,249,849	24,556,836
f) Total risk weighted assets	138,734,535	119,641,083
g) Core capital / total deposit liabilities	23.7%	18.7%
h) Minimum statutory ratio	10.5%	10.5%
i) Excess / (Deficiency)	13.2%	8.2%
j) Core capital / total risk weighted assets	17.5%	17.7%
k) Minimum statutory ratio	10.5%	10.5%
l) Excess/(Deficiency)	7.0%	7.2%
m) Total capital / total risk weighted assets	21.1%	20.5%
n) Minimum statutory ratio	14.5%	14.5%
o) Excess / (Deficiency)	6.6%	6.0%
5) LIQUIDITY		
a) Liquidity ratio	41.4%	67.9%
b) Minimum statutory ratio	20.0%	20.0%
c) Excess / (Deficiency)	21.4%	47.9%

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 as audited by PricewaterhouseCoopers and have received an unqualified opinion.

The directors of CfC Stanbic Bank Limited ("the Bank") have recommended a final dividend of Kenya Shillings eleven and twenty three cents (K.Shs 11.23) having paid an interim dividend of Kenya Shillings one and sixty two cents (K.Shs 1.62) 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 will be Kenya Shillings twelve and eighty five cents (K.Shs 12.85).

The complete set of audited financial statements, statutory and qualitative disclosures can be accessed on the institution's website www.cfcstanbicbank.co.ke

They may also be accessed at the institution's head office located at CfC Stanbic Bank Centre, Chiromo Road, Westlands.

The financial statements were approved by the Board of Directors on 25th February 2015 and signed on its behalf by:-

G R Brackenridge
Chief Executive

F N Ojiambo, MBS, SC
Chairman

G R May
Director

L N Mbindyo
Company Secretary

* CfC Stanbic Bank is licensed and regulated by the Central Bank of Kenya



CfC Stanbic Bank

A member of Standard Bank Group