Stanbic Bank Kenya Limited The Board of Directors of Stanbic Bank Kenya Limited is pleased to announce the unaudited results of the Bank for the period ended

30th September 2019

i.	STATEMENT OF FINANCIAL POSITION	September 2019 SHS '000 (Unaudited)	June 2019 SHS '000 (Unaudited)	March 2019 SHS '000 (Unaudited)	December 2018 SHS '000 (Audited)	September 2018 SHS '000 (Unaudited)
A 1	ASSETS Cash (local and foreign)	2,290,718	2,137,826	1.870.567	2.024.503	1,663,635
2	Balances due from Central Bank of Kenya Kenya Government securities held for	36,005,474	16,123,999	14,972,697	20,037,372	19,150,788
3	dealing purposes Financial assets at fair value through profit	24,489,998	46,545,206	40,331,296	31,202,021	41,953,411
4 5	and loss Investment securities:	7	7	14	14	21
5	a) Held to maturity: a. Kenya Government securities	11,759,581	22,567,727	21,409,914	22,491,845	16,669,144
	b. Other securities b) Available for sale:	664,073	683,960	689,428	709,111	715,172
	a. Kenya Government securities b. Other securities	14,620,847	24,254,932	25,110,827	17,851,517	23,112,716
6	Deposits and balances due from local bank- ing institutions	53	1,501,436	615,102	661,520	3,532,210
7	Deposits and balances due from banking institutions abroad	4,483,727	4,359,043	4,174,168	6,673,823	3,266,917
8 9	Tax recoverable Loans and advances to customers (net)	- 161,745,349	161,912,225	- 144,703,701	146,604,117	281,841 141,111,350
10	Balances due from banking institutions in	23,149,795	9,253,899	16,817,452	20,959,233	22,518,354
11	the group Investment in associates Investment in subsidiary companies	2	2	2	2	2
12 13 14	Investment in joint ventures Investment properties	-	-	2	-	2
15 16	Property and equipment Prepaid lease rentals	3,581,999 45,779	3,259,258 46,517	3,265,262 47,256	2,186,264 47,993	2,146,694 48,732
17 18	Intangible assets Deferred tax asset	924,594 4,770,640	991,265 3,632,895	1,013,789 3,288,638	1,032,610 3,205,939	979,329 3,735,181
19 20	Retirement besefit asset Other assets	5,769,593	6,392,961	6,557,839	5,265,128	5,422,792
21 B	TOTAL ASSETS LIABILITIES	294,302,229	303,663,158	284,867,952	280,953,012	286,308,290
22 23	Balances due to Central Bank of Kenya Customer deposits	191,255,506	204,988,550	190,578,499	197,914,513	181,458,031
24	Deposits and balances due to local banking institutions	186,230	4,607,650	5,609,377	643	9,048,899
25	Deposits and balances due to banking	20,642,503	17,747,157	16,244,645	14,366,503	22,309,176
26 27	institutions abroad Other money markets deposits Borrowed funds	12,415,425	13,233,337	11,651,429	10,728,180	12.313.694
28	Balances due to banking institutions in the	20,068,828	14,078,291	13,784,745	15,926,194	13,064,434
29 30	group Taxation payable Dividends payable	1,113,075	1,710,405 500,000	2,009,705	1,097,202	1,845,833
31 32	Dividends payable Deferred tax liability Retirement benefit liabilities		500,000			
33 34	Other liabilities TOTAL LIABILITIES	10,838,733 256,520,300	10,008,515 266,873,905	8,153,500 248,031,900	6,329,061 246,362,296	13,128,010 253,168,077
<u>с</u>	CAPITAL RESOURCES	230,320,300	200,873,905	240,031,900	240,302,290	253,108,077
35	Paid up / assigned capital Share premium / (discount)	3,411,549 3,444,639	3,411,549 3,444,639	3,411,549 3,444,639	3,411,549 3,444,639	3,411,549 3,444,639
36 37 38	Revaluation reserve Retained earnings	122,598 30,840,727	122,598 29,840,302	122,598 28,444,577	122,598 26,381,053	122,598 26,297,729
39 40	Statutory loan loss reserve Other reserves	938,245 (975,829)	938,245 (968,080)	938,245 (825,556)	938,245 (1,007,368)	722,156 (858,458)
41	Proposed dividends Capital grants	(0/0,020)	(000,000)	1,300,000	1,300,000	(000,100)
42 43 44	SHAREHOLDERS' FUNDS Minority interest	37,781,929	36,789,253	36,836,052	34,590,716	33,140,213
45	TOTAL LIABILITIES & SHAREHOLDERS' FUNDS	294,302,229	303,663,158	284,867,952	280,953,012	286,308,290
	STATEMENT OF COMPREHENSIVE	-			1	
1	INCOME INTEREST INCOME					
1.1 1.2	Loans and advances Government securities	11,748,562 3,331,766	7,609,164 2,315,619	3,940,680 1,104,007	14,200,051 4,344,018	10,346,141 3,279,453
1.3	Deposits and placements with banking institutions	317,313	147,249	109,942	335,152	204,122
<u>1.4</u> 1.5	Other interest income Total interest income	15,397,641	10.072.032	5,154,629	18,879,221	13.829.717
2	INTEREST EXPENSES				-	-
2.1	Customer deposits Deposits and placements from banking	3,998,483	2,486,828	1,195,491	4,538,917	3,341,507
2.2	institutions Other interest expenses	1,158,523 642,105	811,720 422,129	330,490 203,399	1,935,371 682 725	1,463,448 501.089
<u>2.3</u> 2.4	Total interest expenses	5,799,111	3,720,677	1,729,380	682,725 7,157,013	5,306,044
3	NET INTEREST INCOME NON-INTEREST INCOME	9,598,530	6,351,355	3,425,249	11,722,208	8,523,673
4.1	Fees and commissions on loans and advances	283,881	216,978	96,619	286,904	216,833
4.2 4.3	Other fees and commissions Foreign exchange trading income	3,378,140 3,384,440	2,531,429 2,680,170	1,585,054 1,468,407	3,727,237 3,057,889	2,756,349 2,340,554
4.4 4.5	Dividend income Other income	- 1,721,983	376,907	- 122,637	2,353,017	2,100,095
<u>4.6</u>	Total non-interest income	8,768,444	5,805,484	3,272,717	9,425,047	7,413,831
5	TOTAL OPERATING INCOME OTHER OPERATING EXPENSES	18,366,974	12,156,839	6,697,966	21,147,255	15,937,504
6.1 6.2	Loan loss provision Staff costs	1,667,753 4,250,723	917,369 2,864,951	631,507 1,417,413	1,734,296 5,595,977	1,247,112 4,244,850
6.3 6.4	Directors emoluments Rental charges	80,714 74,798 578,797	68,787 76,528	1,417,413 41,254 37,650	87,634 402,745	54,073 290,826
6.5 6.6	Depreciation on property and equipment Amortisation charges	134,079	360,129 76,347 2,383,789	180,418 38,189	415,413 191,804	306,737 153,431
<u>6.7</u> 6.8	Other expenses Total other operating expenses	4,873,705 11,660,569	2,383,789 6,747,900	1,203,399 3,549,830	3,921,424 12,349,293	2,934,670 9,231,699
7	Profit / (loss) before tax and exceptional	6,706,406	5,408,939	3,148,136	8,797,962	6,705,805
8 9	items Exceptional items Profit / (loss) after exceptional items	(773,162) 5,933,244	5,408,939	3,148,136	(12,744) 8,785,218	(8,327) 6,697,478
10 11	Current tax Deferred tax	(2,421,399) 1,593,791	(1,908,539) 458,886	(936,941) 87,406	(2,586,360) (22,786)	(2,588,259) 624,089
12	Profit / (loss) after tax and exceptional items	5,105,636	3,959,286	2,298,601	6,176,072	4,733,308
13	Minority interest Profit / (loss) after tax, exceptional items	-	-	-	-	-
14 15	and minority interest Other comprehensive income	5,105,636	3,959,286	2,298,601	6,176,072	4,733,308
15.1	Gains / (losses) from translating the	(86,992)	(31,061)	(130,179)	(268,351)	(97,165)
15.2	financial statements of foreign operations Fair value changes in available for sale financial assets	117,262	100,335	87,517	(354,811)	(263,941)
15.3	Revaluation surplus on property, plant and	-	-	-	-	-
15.4	Share of other comprehensive income of	_	-	-	-	-
15.5	associates Income tax relating to components of other	(27,364)	(30,661)	(18,297)	33,451	5,042
15.5 16	comprehensive income Other comprehensive income for the year	2,906	38,613	(60,959)	(589,711)	(356,064)
10	net of tax Total comprehensive income for the year	5,108,542	3,997,899	2,237,642	5,586,361	4,377,244
18	EARNINGS PER SHARE - BASIC &	29.93	0 23.21	0 13.48	0 36.21	27.75
10	DILUTED DIVIDEND PER SHARE - DECLARED	0.00	2.93	0.00	12.90	5.28
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ш	OTHER DISCLOSURES	September 2019 SHS '000 (Unaudited)	June 2019 SHS '000 (Unaudited)	March 2019 SHS '000 (Unaudited)	December 2018 SHS '000 (Audited)	September 2018 SHS '000 (Unaudited)
1)	NON-PERFORMING LOANS AND ADVANCES (NPLs)	(0.1.4441104)	(0114441104)	(011111111)	(,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
a)	Gross non-performing loans and advances	18,900,735	17,900,878	16,738,098	16,644,228	10,602,385
b)	Less: Interest in suspense	4,294,263	3,752,038	3,207,626	2,792,113	2,480,967
c)	Total non-performing loans and advances (a-b)	14,606,472	14,148,840	13,530,472	13,852,115	8,121,418
d)	Less: loan loss provision	6,836,949	6,532,102	6,236,158	6,101,974	3,939,297
e)	Net non-performing Loans (c-d)	7,769,523	7,616,738	7,294,314	7,750,141	4,182,121
f)	Discounted value of securities	7,769,523	7,616,738	7,294,314	7,750,141	4,182,121
g)	Net NPLs exposure (e-f)	-	-	-	-	-
2)	INSIDER LOANS, ADVANCES AND OTHER FACILITIES				-	-
a)	Directors, shareholders and associates	77,949	3,102,834	941,685	1,064,249	5,188,602
b)	Employees	3,959,919	4,141,234	4,148,310	4,194,627	3,997,650
c)	Total Insider loans, advances and other facilities	4,037,868	7,244,068	5,089,995	5,258,876	9,186,252
3)	OFF BALANCE SHEET				-	-
a)	Letters of credit, guarantees, acceptances	64,882,558	74,605,928	76,997,192	78,372,537	79,487,105
b)	Forwards, swaps and options	170,404,076	160,767,775	151,456,903	138,103,511	145,361,567
c)	Other contingent liabilities	-	-	-	-	-
d)	Total contingent liabilities	235,286,634	235,373,703	228,454,095	216,476,048	224,848,672
4)	CAPITAL STRENGTH				-	-
a)	Core capital	33,887,866	34,555,637	34,151,464	33,237,245	30,787,263
b)	Minimum statutory capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
c)	Excess / (Deficiency)	32,887,866	33,555,637	33,151,464	32,237,245	29,787,263
d)	Supplementary capital	7,922,661	8,111,763	8,129,609	6,319,131	6,579,852
e)	Total capital (a + d)	41,810,527	42,667,399	42,281,073	39,556,376	37,367,115
f)	Total risk weighted assets	243,456,071	243,922,304	229,803,668	227,294,207	221,683,341
g)	Core capital / total deposit liabilities	17.2%	16.6%	17.6%	16.5%	16.6%
h)	Minimum statutory ratio	8.0%	8.0%	8.0%	8.0%	8.0%
i)	Excess / (Deficiency)	9.2%	8.6%	9.6%	8.5%	8.6%
j)	Core capital / total risk weighted assets	13.9%	14.2%	14.9%	14.6%	13.9%
k)	Minimum statutory ratio	10.5%	10.5%	10.5%	10.5%	10.5%
I)	Excess / (Deficiency)	3.4%	3.7%	4.4%	4.1%	3.4%
m)	Total capital / total risk weighted assets	17.2%	17.5%	18.4%	17.4%	16.9%
n)	Minimum statutory ratio	14.5%	14.5%	14.5%	14.5%	14.5%
o)	Excess / (Deficiency)	2.7%	3.0%	3.9%	2.9%	2.4%
p)	Adjusted Core Capital/Total Deposit Liabilities*	18.7%	17.9%	18.4%	17.3%	17.7%
q)	Adjusted Core Capital/Total Risk Weight- ed Assets*	15.1%	15.3%	15.5%	15.3%	14.8%
r)	Adjusted Total Capital/Total Risk Weight- ed Assets*	18.7%	18.6%	19.1%	18.1%	17.7%
5)	LIQUIDITY					
a)	Liquidity ratio	55.5%	55.3%	55.9%	57.9%	61.2%
b)	Minimum statutory ratio	20.0%	20.0%	20.0%	20.0%	20.0%
c)	Excess / (Deficiency)	35.5%	35.3%	35.9%	37.9%	41.2%

*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.

In quarter 3, Stanbic Bank accepted voluntary retirement for 88 of its staff members. The exceptional item presented in the statement of comprehensive income relates to costs for the voluntary early retirement programe.

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 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 27th November 2019 and signed on its behalf by:-

Charles Mudiwa Chief Executive

Dorcas Kombo

Director

LN Mbindyo Company Secretary

Kitili Mbathi Chairman



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