

Standard Chartered Bank Kenya Limited



The Board of Directors of Standard Chartered Bank Kenya Limited is pleased to announce the audited results of the Bank and the Group for the year ended 31 December 2014

STATEMENT OF FINANCIAL POSITION	BANK		GROUP	
	2014 KShs. 000 Audited	2013 KShs. 000 Audited	2014 KShs. 000 Audited	2013 KShs. 000 Audited
ASSETS				
Cash (both local and foreign)	3,742,061	3,991,672	3,742,061	3,991,672
Balances due from Central Bank of Kenya	11,641,251	10,053,561	11,641,251	10,053,561
Kenya Government securities and other securities held for dealing purposes	3,076,047	2,478,935	3,076,047	2,478,935
Financial assets at fair value through profit and loss	100,242	241,102	100,242	241,102
Investment securities:				
a) Held to Maturity:				
i. Kenya Government securities	-	-	-	-
ii. Other securities	-	-	-	-
b) Available for sale:				
i. Kenya Government securities	55,139,813	53,163,593	55,139,813	53,163,593
ii. Other securities	539,193	546,345	539,193	546,345
Deposits and balances due from local banking institutions	4,641,765	1,942,781	4,641,765	1,942,781
Deposits and balances due from banking institutions abroad	161,171	156,086	161,171	156,086
Tax recoverable	75,699	96,193	77,058	103,747
Loans and advances to customers (net)	122,749,233	129,672,004	122,749,233	129,672,004
Balances due from banking institutions in the group	11,004,805	8,465,151	11,004,805	8,465,151
Investments in associates	-	-	-	-
Investments in subsidiary companies	140,243	140,243	-	-
Investments in joint ventures	-	-	-	-
Investment properties	-	-	-	-
Property and equipment	3,669,669	3,809,048	3,669,669	3,809,048
Prepaid lease rentals	249,832	252,893	249,832	252,893
Intangible assets	3,180,133	3,593,003	3,180,133	3,593,003
Deferred tax asset	-	-	-	-
Retirement benefit asset	-	-	-	-
Other assets	2,524,836	1,921,259	2,523,551	1,921,259
TOTAL ASSETS	222,635,993	220,523,869	222,495,824	220,391,180
LIABILITIES				
Balances due to Central Bank of Kenya	5,454,382	2,030,804	5,454,382	2,030,804
Customer deposits	154,066,931	154,720,011	154,066,931	154,720,011
Deposits and balances due to local banking institutions	89,365	2,984,036	89,365	2,984,036
Deposits and balances due to foreign banking institutions	3,562,579	3,575,974	3,562,579	3,575,974
Other money market deposits	-	-	-	-
Borrowed funds	-	-	-	-
Balances due to banking institutions in the group	13,728,277	15,356,138	13,359,389	15,029,481
Tax payable	-	-	-	-
Dividends payable	-	-	-	-
Deferred tax liability	470,381	454,187	463,637	450,634
Retirement benefit liability	4,700	9,000	4,700	9,000
Other liabilities	4,809,525	5,363,735	4,836,667	5,384,839
TOTAL LIABILITIES	182,186,140	184,493,885	181,837,650	184,184,779
SHAREHOLDERS' FUNDS				
Paid up / Assigned capital	1,825,798	1,825,798	1,825,798	1,825,798
Share premium / (discount)	7,792,427	7,792,427	7,792,427	7,792,427
Revaluation reserves	583,707	450,223	583,707	450,223
Retained earnings / (Accumulated losses)	20,606,128	17,942,822	20,814,449	18,119,239
Statutory loan loss reserve	3,679,423	1,323,070	3,679,423	1,323,070
Other reserves (Available for Sale)	108,271	155,958	108,271	155,958
Proposed dividends	3,949,184	4,650,813	3,949,184	4,650,813
Capital grants	1,904,915	1,888,873	1,904,915	1,888,873
TOTAL SHAREHOLDERS' EQUITY	40,449,853	36,029,984	40,658,174	36,206,401
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	222,635,993	220,523,869	222,495,824	220,391,180

OTHER DISCLOSURES	BANK	
	2014 KShs. 000 Audited	2013 KShs. 000 Audited
1) NON-PERFORMING LOANS AND ADVANCES		
a) Gross non-performing loans and advances	10,752,493	3,848,116
b) Less: Interest in suspense	1,864,929	741,290
(c) Total non-performing loans and advances (a-b)	8,887,564	3,106,826
(d) Less: Loan loss provisions	4,153,415	1,509,561
(e) Net non-performing loans and advances (c-d)	4,734,149	1,597,265
(f) Realizable value of securities	4,407,151	1,386,964
(g) Net NPLs Exposure (e-f)	326,998	210,301
2) INSIDER LOANS AND ADVANCES		
(a) Directors, shareholders and associates	33,787	46,353
(b) Employees	5,188,206	4,208,868
(c) Total insider loans and advances	5,221,993	4,255,221
3) OFF-BALANCE SHEET ITEMS		
(a) Letters of credit, guarantees and acceptances	48,672,342	36,849,251
(b) Forwards, swaps and options	45,836,304	66,097,262
(c) Other contingent liabilities	-	-
(d) Total contingent liabilities	94,508,646	102,946,513
4) CAPITAL STRENGTH		
(a) Core capital	28,944,042	25,830,792
(b) Minimum statutory capital	1,000,000	1,000,000
(c) Excess / (deficiency) (a-b)	27,944,042	24,830,792
(d) Supplementary capital	7,344,145	4,889,731
(e) Total capital (a+d)	36,288,187	30,720,523
(f) Total risk weighted assets	183,104,659	147,682,332
(g) Core capital / total deposit liabilities	19%	17%
(h) Minimum statutory ratio	8%	8%
(i) Excess / (deficiency) (g-h)	11%	9%
(j) Core capital / total risk weighted assets	16%	17%
(k) Minimum statutory ratio	8%	8%
(l) Excess / (deficiency) (j-k)	8%	9%
(m) Total capital / total risk weighted assets	20%	21%
(n) Minimum statutory ratio	12%	12%
(o) Excess / (deficiency) (m-n)	8%	9%
5) LIQUIDITY		
(a) Liquidity ratio	46%	38%
(b) Minimum statutory ratio	20%	20%
(c) Excess / (deficiency) (a-b)	26%	18%

DIVIDENDS

The Board has resolved to recommend to the shareholders at the forthcoming Annual General Meeting, the payment of a final dividend for the year of KShs 12.50 for every ordinary share of KShs 5.00. One interim dividend of KShs 4.50 for every ordinary share of KShs 5.00 was paid in December 2014. The total dividend therefore, is KShs 17.00 (2013 - KShs 14.50).

The dividend will be payable to shareholders registered on the Company's Register at the close of business on 29 April 2015 and will be paid on or after 29 May 2015.

The Directors are also pleased to announce the payment of the final dividend on the non-cumulative non-redeemable, non-participating, non-voting and non-convertible preference shares for the period 30 June 2014 to 30 December 2014 at the rate of 6% per annum on the issue price of each share.

The Register will remain closed on 30 April 2015 for the preparation of dividend warrants.

NOTICE OF THE ANNUAL GENERAL MEETING

Notice is hereby given that the twenty ninth Annual General Meeting of the shareholders of the Company will be held at the Safari Park Hotel, on 28 May 2015 at 11.30 a.m.

MESSAGE FROM THE DIRECTORS

The above Statement of Comprehensive Income and Statement of Financial Position are extracts of financial statements audited by KPMG Kenya and can be accessed on the Company's website www.sc.com/ke/investor-relations. To get a full picture of the Group's performance, the set of published financial statements will be available from the Company Secretary at our offices at StandardChartered@Chiro, 48 Westlands Road, after approval by members at the Annual General Meeting.

The financial statements were approved by the Board of Directors on 26 March 2015 and signed on its behalf by:

Mrs. Anne Mutahi
Chair to the Board

Lamin Manjang
Managing Director & Chief Executive Officer

26 March 2015

The full Annual Report & Financial Statements will be available on www.sc.com/ke/investor-relations after 30 April 2015.

Standard Chartered Bank Kenya Limited is regulated by Central Bank of Kenya.

STATEMENT OF COMPREHENSIVE INCOME	BANK		GROUP	
	2014 KShs. 000 Audited	2013 KShs. 000 Audited	2014 KShs. 000 Audited	2013 KShs. 000 Audited
INTEREST INCOME				
Loans and advances	15,673,800	15,528,161	15,673,800	15,528,161
Government securities	5,945,728	5,941,674	5,945,728	5,941,674
Deposits and placements with banking institutions	333,440	112,700	333,440	112,700
Other interest income	167,058	97,179	167,058	97,179
Total interest income	22,120,026	21,679,714	22,120,026	21,679,714
INTEREST EXPENSES				
Customer deposits	3,055,238	3,390,131	3,030,399	3,367,559
Deposits and placements from banking institutions	1,088,630	1,487,502	1,088,630	1,487,502
Other interest expenses	96,276	64,322	96,276	64,322
Total interest expenses	4,240,144	4,941,955	4,215,305	4,919,383
NET INTEREST INCOME / (LOSS)	17,879,882	16,737,759	17,904,721	16,760,331
NON-INTEREST INCOME				
Fees and commissions on loans and advances	373,573	900,162	373,573	900,162
Other fees and commissions	3,441,529	2,900,056	3,496,930	2,941,094
Foreign exchange trading income / (loss)	2,017,484	2,278,145	2,017,484	2,278,145
Dividend income	-	-	-	-
Other income	2,281,970	947,645	2,281,970	947,645
Total Non-Interest income	8,114,556	7,026,008	8,169,957	7,067,046
TOTAL OPERATING INCOME	25,994,438	23,763,767	26,074,678	23,827,377
OTHER OPERATING EXPENSES				
Loan loss provision	1,308,416	987,134	1,308,416	987,134
Staff costs	5,600,237	4,944,460	5,612,984	4,964,048
Directors' emoluments	166,154	142,356	166,154	142,356
Rental charges	501,397	499,277	501,397	499,277
Depreciation charge on property and equipment	497,451	544,604	497,451	544,604
Amortisation charges	493,814	438,845	493,814	438,845
Other operating expenses	3,127,157	2,890,886	3,148,481	2,896,148
Total other operating expenses	11,694,626	10,447,562	11,728,697	10,472,412
Profit / (loss) before tax and exceptional items	14,299,812	13,316,205	14,345,981	13,354,965
Exceptional items	-	-	-	-
Profit / (loss) after exceptional items	14,299,812	13,316,205	14,345,981	13,354,965
Current tax	(3,923,309)	(4,063,090)	(3,940,765)	(4,074,992)
Deferred tax	27,773	(16,878)	30,964	(17,052)
Profit / (loss) after tax and exceptional items	10,404,276	9,236,237	10,436,180	9,262,921
OTHER COMPREHENSIVE INCOME				
Gains / (losses) from translating the financial statements of foreign operations	-	-	-	-
Fair value changes in available for sale financial assets	(60,925)	319,056	(60,925)	319,056
Revaluation surplus on property, plant and equipment	229,784	-	229,784	-
Share of other comprehensive income of associates	-	-	-	-
Income tax relating to components of other comprehensive income	(43,967)	(95,717)	(43,967)	(95,717)
Other comprehensive income for the year net of tax	124,892	223,339	124,892	223,339
Total comprehensive income for the year	10,529,168	9,459,576	10,561,072	9,486,260
EARNINGS PER SHARE - BASIC AND DILUTED (KShs)	33.11	29.33	33.21	29.42
DIVIDEND PER SHARE - DECLARED (KShs)	17.00	14.50	17.00	14.50



Here for visionaries
Here for good

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