

Standard Chartered Bank Kenya Limited

The Board of Directors of Standard Chartered Bank Kenya Limited is pleased to announce the un-audited results of the Bank and the Group for the six month period ended 30 June 2019



STATEMENT OF FINANCIAL POSITION					BANK	GROUP				OTHER DISCLOSURES				BANK			
	30.06.2019	31.03.2019	31.12.2018	30.06.2018	30.06.2019	31.03.2019	31.12.2018	30.06.2018		30.06.2019	31.03.2019	31.12.2018	30.06.2018				
	KShs. 000	KShs. 000	KShs. 000	KShs. 000	KShs. 000	KShs. 000	KShs. 000	KShs. 000		KShs. 000	KShs. 000	KShs. 000	KShs. 000				
	Un-audited	Un-audited	Audited	Un-audited	Un-audited	Un-audited	Audited	Un-audited		Un-audited	Un-audited	Audited	Un-audited				
ASSETS																	
Cash (both local and foreign)	2,763,647	2,723,967	3,579,449	5,768,666	2,763,647	2,723,967	3,579,449	5,768,666	1) NON-PERFORMING LOANS AND ADVANCES	19,788,405	21,208,732	21,660,851	18,547,487				
Balances due from Central Bank of Kenya	14,114,437	28,067,294	16,704,262	13,306,767	14,114,437	28,067,294	16,704,262	13,306,767	(a) Gross non-performing loans and advances	7,146,100	8,197,999	7,789,581	6,820,457				
Kenya Government securities and other securities held for dealing purposes	4,556,128	5,771,489	3,936,835	4,798,930	4,556,128	5,771,489	3,936,835	4,798,930	(b) Less: Interest in suspense								
Financial assets at fair value through profit and loss	452,755	460,995	393,620	989,781	452,755	460,995	393,620	989,781	(c) Total non-performing loans and advances (a-b)	12,642,305	13,010,733	13,871,270	11,727,030				
Investment securities:									(d) Less: Loan loss provisions	7,864,209	8,028,618	6,724,460	7,088,093				
a) Amortised Cost:									(e) Net non-performing loans and advances (c-d)	4,778,096	4,982,115	7,146,810	4,638,937				
i. Kenya Government securities	-	-	-	-	-	-	-	-	(f) Realizable value of securities	3,387,741	3,643,448	4,497,335	4,590,474				
ii. Other securities	-	-	-	-	-	-	-	-	(g) Net NPLs Exposure (e-f)	1,390,355	1,338,635	2,649,475	48,463				
b) Fair Value through other comprehensive income (FVOCI):									2) INSIDER LOANS AND ADVANCES								
i. Kenya Government securities	96,957,395	103,069,053	93,745,440	115,103,062	98,008,575	104,193,149	94,749,090	116,136,514	(a) Directors, shareholders and associates	51,447	57,997	46,134	48,276				
ii. Other securities	18,800	18,263	18,814	8,530	18,800	18,263	18,814	8,530	(b) Employees	6,518,468	6,314,183	6,582,941	6,198,871				
Deposits and balances due from local banking institutions	5,682,108	3,577,209	5,868,647	7,539,054	5,682,108	3,577,209	5,868,647	7,539,054	(c) Total insider loans and advances	6,569,915	6,372,180	6,629,075	6,247,147				
Deposits and balances due from banking institutions abroad	141,646	111,208	147,399	60,220	141,646	111,208	147,399	60,220	3) OFF-BALANCE SHEET ITEMS								
Tax recoverable	630,096	-	350,921	-	657,277	4,439	398,697	13,251	(a) Letters of credit, guarantees and acceptances	51,876,610	45,506,586	46,000,041	45,107,608				
Loans and advances to customers (net)	120,064,909	117,564,368	118,651,550	111,748,653	120,064,909	117,564,368	118,651,550	111,748,653	(b) Forwards, swaps and options	77,652,518	124,060,762	68,801,264	141,379,387				
Balances due from banking institutions in the group	38,056,527	28,710,814	31,739,282	26,265,433	38,056,527	28,682,143	31,468,359	26,234,242	(c) Other contingent liabilities	-	-	-	-				
Investments in associates	-	-	-	-	-	-	-	-	(d) Total contingent liabilities	129,529,128	169,567,348	114,801,305	186,486,995				
Investments in subsidiary companies	141,243	141,243	141,243	141,243	-	-	-	-	4) CAPITAL STRENGTH								
Investments in joint ventures	-	-	-	-	-	-	-	-	(a) Core capital	36,137,129	36,425,604	35,459,462	34,731,286				
Investment properties	-	-	-	-	-	-	-	-	(b) Minimum statutory capital	1,000,000	1,000,000	1,000,000	1,000,000				
Property and equipment	3,699,871	3,669,827	3,071,308	3,192,926	3,699,871	3,669,827	3,071,308	3,192,926	(c) Excess / (deficiency) (a-b)	35,137,129	35,425,604	34,459,462	33,731,286				
Prepaid lease rentals	236,167	236,898	237,630	239,094	236,167	236,898	237,630	239,094	d) Supplementary capital	6,882,732	6,184,917	6,317,316	6,255,836				
Intangible assets	2,470,596	1,751,998	1,829,701	2,013,159	2,470,596	1,751,998	1,829,701	2,013,159	(e) Total capital (a+d)	43,019,861	42,610,521	41,776,778	40,987,122				
Deferred tax asset	1,036,854	1,225,996	1,082,980	1,349,558	1,100,711	1,287,367	1,144,461	1,356,574	(f) Total risk weighted assets	231,854,209	226,560,453	214,581,735	220,137,355				
Retirement benefit asset	-	-	-	-	-	-	-	-	(g) Core capital / total deposit liabilities	15.81%	15.65%	15.81%	15.05%				
Other assets	2,449,274	3,125,552	3,191,921	2,524,554	2,518,816	3,245,741	3,204,201	2,548,885	(h) Minimum statutory ratio	8.00%	8.00%	8.00%	8.00%				
TOTAL ASSETS	293,472,453	300,226,174	284,691,002	295,049,630	294,542,970	301,366,355	285,404,023	295,955,246	(i) Excess /(deficiency) (g-h)	7.81%	7.65%	7.81%	7.05%				
LIABILITIES																	
Balances due to Central Bank of Kenya	-	-	-	-	-	-	-	-	(j) Core capital / total risk weighted assets	15.59%	16.08%	16.52%	15.78%				
Customer deposits	228,499,892	232,774,655	224,284,420	230,845,308	228,499,892	232,774,655	224,284,420	230,845,308	(k) Minimum statutory ratio	10.50%	10.50%	10.50%	10.50%				
Deposits and balances due to local banking institutions	2,552,239	22,447	13,420	1,033,401	2,552,239	22,447	13,420	1,033,401	(l) Excess / (deficiency) (i-k)	5.09%	5.58%	6.02%	5.28%				
Deposits and balances due to foreign banking institutions	292,304	259,610	142,539	164,306	292,304	259,610	142,539	164,306	(m) Total capital/total risk weighted assets	18.55%	18.81%	19.47%	18.62%				
Other money market deposits	-	-	-	-	-	-	-	-	(n) Minimum statutory ratio	14.50%	14.50%	14.50%	14.50%				
Borrowed funds	-	-	-	-	-	-	-	-	(o) Excess / (deficiency) (m-n)	4.05%	4.31%	4.97%	4.12%				
Balances due to banking institutions in the group	10,017,850	8,697,866	9,220,590	9,713,692	9,396,304	8,189,006	8,546,722	9,109,542	(p) Adjusted core capital/ total deposit liabilities*	15.88%	15.70%	15.91%	15.32%				
Tax payable	-	871,321	-	92,832	-	994,469	69,699	142,410	(q) Adjusted core capital/ total risk weighted assets*	15.65%	16.13%	16.63%	16.07%				
Dividends payable	589,520	-	-	-	589,520	-	-	-	(r) Adjusted total capital/ total risk weighted liabilities*	18.62%	18.96%	19.68%	19.01%				
Deferred tax liability	-	-	-	-	-	-	-	-	5) LIQUIDITY								
Retirement benefit liability	230,207	222,691	215,175	176,817	230,207	222,691	215,175	176,817	(a) Liquidity ratio	67.23%	71.72%	66.61%	71.31%				
Other liabilities	6,096,076	9,756,239	5,478,579	9,806,209	6,108,799	9,770,050	5,492,660	9,841,948	(b) Minimum statutory ratio	20.00%	20.00%	20.00%	20.00%				
TOTAL LIABILITIES	248,278,088	252,604,829	239,354,723	251,832,565	247,669,265	252,232,928	238,764,635	251,313,732	(c) Excess / (deficiency) (a-b)	47.23%	51.72%	46.61%	51.31%				
SHAREHOLDERS' FUNDS																	
Paid up / Assigned capital	1,997,553	1,997,553	1,997,553	1,997,553	1,997,553	1,997,553	1,997,553	1,997,553	*The adjusted capital ratios include the expected credit loss provisions added back to capital in line with the Central Bank of Kenya guidance note issued in April 2018 on implementation of IFRS 9.								
Share premium/(Discount)	7,792,427	7,792,427	7,792,427	7,792,427	7,792,427	7,792,427	7,792,427	7,792,427									
Revaluation reserves	736,983	739,377	741,771	746,559	736,983	739,377	741,771	746,559									
Retained earnings/(Accumulated Losses)	28,449,892	28,815,089	26,663,820	27,672,658	30,127,641	30,338,196	27,977,099	29,113,477									
Statutory loan loss reserve	759,286	51,103	-	-	759,286	51,103	-	-									
Other reserves (Fair Value)	1,763,683	1,449,512	1,315,278	1,306,352	1,765,274	1,438,487	1,305,108	1,289,982									
Proposed dividends	1,800,862	4,893,838	4,893,838	1,800,862	1,800,862	4,893,838	4,893,838	1,800,862									
Capital grants	1,893,679	1,882,446	1,931,592	1,900,654	1,893,679	1,882,446	1,931,592	1,900,654									
TOTAL SHAREHOLDERS' EQUITY	45,194,365	47,621,345	45,336,279	43,217,065	46,873,705	49,133,427	46,639,388	44,641,514									
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	293,472,453	300,226,174	284,691,002	295,049,630	294,542,970	301,366,355	285,404,023	295,955,246									
STATEMENT OF COMPREHENSIVE INCOME																	
INTEREST INCOME																	
Loans and advances	6,737,713	3,423,371	13,127,082	6,747,971	6,737,713	3,423,371	13,127,082	6,747,971									
Government securities	5,391,914	2,700,789	12,376,736	6,386,119	5,445,787	2,726,778	12,459,334	6,420,541									
Deposits and placements with banking institutions	472,676	208,631	650,145	223,223	472,676	208,631	650,145	223,223									
Other interest income	76,156	29,733	634,363	350,013	76,156	29,733	634,363	350,013									
Total interest income	12,678,459	6,362,524	26,788,326	13,707,326	12,732,332	6,388,513	26,870,924	13,741,748									
INTEREST EXPENSES																	
Customer deposits	2,612,996	1,299,708	6,458,457	3,370,293	2,602,577	1,294,375	6,435,688	3,358,699									
Deposits and placements from banking institutions	7,654	3,314	62,679	31,214	7,654	3,314	62,679	31,214									
Other interest expenses	276,074	111,567	976,260	508,960	276,074	111,567	976,260	508,960									
Total interest expenses	2,896,724	1,414,589	7,497,396	3,910,467	2,886,305	1,409,256	7,474,627	3,898,873									
NET INTEREST INCOME/(LOSS)	9,781,735	4,947,935	19,290,930	9,796,859	9,846,027	4,979,257	19,396,297	9,842,8									