

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 2020



STATEMENT OF FINANCIAL POSITION									BANK				GROUP				OTHER DISCLOSURES				BANK			
	30.06.2020 KShs. 000	31.03.2020 KShs. 000	31.12.2019 KShs. 000	30.06.2019 KShs. 000	30.06.2020 KShs. 000	31.03.2020 KShs. 000	31.12.2019 KShs. 000	30.06.2019 KShs. 000		30.06.2020 KShs. 000	31.03.2020 KShs. 000	31.12.2019 KShs. 000	30.06.2019 KShs. 000											
	Un-audited	Un-audited	Audited	Un-audited	Un-audited	Un-audited	Audited	Un-audited		Un-audited	Un-audited	Audited	Un-audited											
ASSETS													1) NON-PERFORMING LOANS AND ADVANCES											
Cash (both local and foreign)	3,556,797	3,067,013	3,288,211	2,763,647	3,556,797	3,067,013	3,288,211	2,763,647	(a) Gross non-performing loans and advances	20,902,985	20,022,480	20,057,683	19,788,405											
Balances due from Central Bank of Kenya	24,915,890	26,084,004	17,333,002	14,114,437	24,915,890	26,084,004	17,333,002	14,114,437	(b) Less: Interest in suspense	8,287,008	7,830,322	7,788,053	7,146,100											
Kenya Government securities and other securities held for dealing purposes	3,549,885	5,700,682	1,938,728	4,556,128	3,549,885	5,700,682	1,938,728	4,556,128	(c) Total non-performing loans and advances (a-b)	12,615,977	12,192,158	12,269,630	12,642,305											
Financial assets at fair value through profit and loss	789,511	1,136,077	809,581	452,755	789,511	1,136,077	809,581	452,755	(d) Less: Loan loss provisions	8,064,247	7,797,795	8,004,255	7,864,209											
Investment securities:									(e) Net non-performing loans and advances (c-d)	4,551,730	4,394,363	4,265,375	4,778,096											
a) Amortised cost:									(f) Realizable value of securities	3,319,354	3,220,026	3,218,283	3,387,741											
i. Kenya Government securities	-	-	-	-	-	-	-	-	(g) Net NPLs Exposure (e-f)	1,232,376	1,174,337	1,047,092	1,390,355											
ii. Other securities	-	-	-	-	-	-	-	-	2) INSIDER LOANS AND ADVANCES															
b) Fair Value through other comprehensive income (FVOCI):									(a) Directors, shareholders and associates	91,250	42,706	47,149	51,447											
i. Kenya Government securities	101,176,614	89,265,796	96,545,418	96,957,395	101,176,614	89,265,796	97,671,849	98,008,575	(b) Employees	6,503,774	6,581,931	7,066,418	6,518,468											
ii. Other securities	-	-	18,354	18,800	-	-	18,354	18,800	(c) Total insider loans, advances and other facilities	6,595,024	6,624,637	7,113,567	6,569,915											
Deposits and balances due from local banking institutions	4,063,784	5,426,208	7,580,585	5,682,108	4,063,784	5,426,208	7,580,585	5,682,108	3) OFF-BALANCE SHEET ITEMS															
Deposits and balances due from banking institutions abroad	413,958	372,310	153,871	141,646	413,958	372,310	153,871	141,646	(a) Letters of credit, guarantees and acceptances	58,767,950	52,647,111	52,218,765	51,876,610											
Tax recoverable	295,781	521,253	1,025,900	630,096	391,291	542,086	1,091,528	657,277	(b) Forwards, swaps and options	57,432,884	130,490,897	78,653,950	77,652,518											
Loans and advances to customers (net)	134,317,139	125,536,619	128,690,341	120,064,909	134,317,139	125,536,619	128,690,341	120,064,909	(c) Other contingent liabilities	-	-	-	-											
Balances due from banking institutions in the group	42,633,765	42,588,217	33,118,334	38,056,527	42,584,188	42,563,715	31,799,225	38,056,527	(d) Total contingent liabilities	116,200,834	183,138,008	130,872,715	129,529,128											
Investments in associates	-	-	-	-	-	-	-	-	4) CAPITAL STRENGTH															
Investments in subsidiary companies	141,243	141,243	141,243	141,243	-	-	-	-	(a) Core capital	40,128,004	36,801,741	35,701,874	36,137,129											
Investments in joint ventures	-	-	-	-	-	-	-	-	(b) Minimum statutory capital	1,000,000	1,000,000	1,000,000	1,000,000											
Investment properties	-	-	-	-	-	-	-	-	(c) Excess / (deficiency) (a-b)	39,128,004	35,801,741	34,701,874	35,137,129											
Property and equipment	3,715,016	3,771,025	3,893,947	3,699,871	3,715,016	3,771,025	3,893,947	3,699,871	d) Supplementary capital	6,832,330	7,446,116	7,336,051	6,882,732											
Prepaid lease rentals	-	-	-	236,167	-	-	-	236,167	(e) Total capital (a+d)	46,960,334	44,247,857	43,037,925	43,019,861											
Intangible assets	3,208,924	3,149,574	2,731,693	2,470,596	3,208,924	3,149,574	2,731,693	2,470,596	(f) Total risk weighted assets	254,848,969	245,559,880	242,802,511	231,854,209											
Deferred tax asset	1,431,488	1,192,521	1,537,998	1,036,854	1,499,273	1,279,662	1,641,887	1,100,711	(g) Core capital / total deposit liabilities	15.64%	15.11%	15.63%	15.81%											
Retirement benefit asset	-	-	-	-	-	-	-	-	(h) Minimum statutory ratio	8.00%	8.00%	8.00%	8.00%											
Other assets	3,004,331	3,479,471	3,488,697	2,449,274	3,016,241	3,582,654	3,496,254	2,518,816	(i) Excess /(deficiency) (g-h)	7.64%	7.11%	7.63%	7.81%											
TOTAL ASSETS	327,214,126	311,432,013	302,295,903	293,472,453	327,198,511	311,477,425	302,139,056	294,542,970	(j) Core capital / total risk weighted assets	15.75%	14.99%	14.70%	15.59%											
LIABILITIES									(k) Minimum statutory ratio	10.50%	10.50%	10.50%	10.50%											
Balances due to Central Bank of Kenya	-	-	-	-	-	-	-	-	(l) Excess / (deficiency) (j-k)	5.25%	4.49%	4.20%	5.09%											
Customer deposits	256,496,288	243,550,712	228,433,515	228,499,892	256,496,288	243,550,712	228,433,515	228,499,892	(m) Total capital/total risk weighted assets	18.43%	18.02%	17.73%	18.55%											
Deposits and balances due to local banking institutions	1,841,392	209,368	7,817,724	2,552,239	1,841,392	209,368	7,817,724	2,552,239	(n) Minimum statutory ratio	14.50%	14.50%	14.50%	14.50%											
Deposits and balances due to foreign banking institutions	452,415	474,818	209,980	292,304	452,415	474,818	209,980	292,304	(o) Excess / (deficiency) (m-n)	3.93%	3.52%	3.23%	4.05%											
Other money market deposits	-	-	-	-	-	-	-	-	(p) Adjusted core capital/ total deposit liabilities*	15.69%	15.15%	15.68%	15.88%											
Borrowed funds	-	-	-	-	-	-	-	-	(q) Adjusted core capital/ total risk weighted assets*	15.79%	15.03%	14.75%	15.65%											
Balances due to banking institutions in the group	12,056,644	11,857,831	11,837,084	10,017,850	11,147,383	11,089,621	11,122,125	9,396,304	(r) Adjusted total capital/ total risk weighted liabilities*	18.47%	18.06%	17.77%	18.62%											
Tax payable	-	-	-	-	-	31,107	-	-	5) LIQUIDITY															
Dividends payable	403,225	404,429	412,358	589,520	403,225	404,429	412,358	589,520	(a) Liquidity ratio	66.77%	67.58%	62.57%	67.23%											
Deferred tax liability	-	-	-	-	-	-	-	-	(b) Minimum statutory ratio	20.00%	20.00%	20.00%	20.00%											
Retirement benefit liability	132,432	274,162	267,394	230,207	132,432	274,162	267,394	230,207	(c) Excess / (deficiency) (a-b)	46.77%	47.58%	42.57%	47.23%											
Other liabilities	4,985,178	5,591,805	6,096,338	6,096,076	5,004,765	5,611,177	6,115,433	6,108,799	*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.															
TOTAL LIABILITIES	276,367,574	262,363,125	255,074,393	248,278,088	275,477,900	261,645,394	254,378,529	247,669,265																
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																
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	727,226	729,801	732,195	736,983	727,226	729,801	732,195	736,983																
Retained earnings/(Accumulated Losses)	32,805,717	28,736,546	27,129,743	28,449,892	33,679,776	29,499,689	27,690,235	30,127,641																
Statutory loan loss reserve	1,302,223	1,681,216	1,477,402	759,286	1,302,223	1,681,216	1,477,402	759,286																
Other reserves (Fair Value)	1,657,914	1,009,793	924,070	1,763,683	1,657,914	1,009,793	902,595	1,765,274																
Proposed dividends	2,661,020	5,237,349	5,237,349	1,800,862	2,661,020	5,237,349	5,237,349	1,800,862																
Capital grants	1,902,472	1,884,203	1,930,771	1,893,679	1,902,472	1,884,203	1,930,771	1,893,679	At 31 December 2019	1,997,553	7,792,427	5,042,963	27,690,235	5,237,349	47,760,527									
TOTAL SHAREHOLDERS' EQUITY	50,846,552	49,068,888	47,221,510	45,194,365	51,720,611	49,832,031	47,760,527	46,873,705	Adjustment for tax rate change on deferred tax opening balances	-	-	64,470	-	-	64,470									
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	327,214,126	311,432,013	302,295,903	293,472,453	327,198,511	311,477,425	302,139,056	294,542,970	At 1 January 2020	1,997,553	7,792,427	5,107,433	27,690,235	5,237,349	47,824,997									
STATEMENT OF COMPREHENSIVE INCOME									CONSOLIDATED SUMMARISED STATEMENT OF CHANGES IN EQUITY															
INTEREST INCOME									FOR THE PERIOD ENDED							30.06.2020 KShs. 000	31.12.2019 KShs. 000	30.06.2019 KShs. 000						
Loans and advances	6,289,825	3,183,421	13,406,673	6,737,713	6,289,825	3,183,421	13,406,673	6,737,713	Net profit for the period	-	-	-	3,233,064	-	3,233,064									
Government securities	4,743,995	2,508,367	10,484,602	5,391,914	4,756,869	2,521,241	10,596,127	5,445,787	Other comprehensive income	-	-	510,701	180,148	-	690,849									
Deposits and placements with banking institutions	685,217	336,081	1,078,961	472,676	685,217	336,081	1,078,961	472,676	Total comprehensive income for the period	-	-	510,701	3,413,212	-	3,923,913									
Other interest income	200,331	73,762	190,691	76,156	200,331	73,762	190,691	76,156	Total contributions by and distributions to owners	-	-	(28,299)	2,576,329	(2,576,329)	(28,299)									
Total interest income	11,919,368	6,101,631	25,160,927	12,678,459	11,932,242	6,114,505	25,272,452	12,732,332	At 30 June 2020	1,997,553	7,792,427	5,589,835	33,679,776	2,661,020	51,720,611									
INTEREST EXPENSES									CONSOLIDATED SUMMARISED STATEMENT OF CASH FLOWS															
Customer deposits	2,328,487	1,203,930	5,174,332	2,612,996	2,319,326	1,199,348	5,155,004	2,602,577	FOR THE PERIOD ENDED							30.06.2020 KShs. 000	31.12.2019 KShs. 000	30.06.2019 KShs. 000						
Deposits and placements from banking institutions	39,279	28,938	61,015	7,654	39,279	28,938	61,015	7,654	Net cash from/(used in) operating activities															
Other interest expenses	179,688	163,065	583,940	276,074	179,688	163,065	583,940	276,074	Net cash used in investing activities															
Total interest expenses	2,547,454	1,395,933	5,819,287	2,896,724	2,538,293	1,391,351	5,799,959	2,886,305	Net cash used in financing activities															
NET INTEREST INCOME/(LOSS)	9,371,914	4,705,698	19,341,640	9,781,735	9,393,949	4,723,154	19,472,493	9,846,027	Increase / (decrease) in cash and cash equivalents															
NON-INTEREST INCOME									CASH AND CASH EQUIVALENTS AT 1 JANUARY							24,567,244	38,202,592	38,202,592						
Fees and commissions on loans and advances	152,518	73,474	256,718	160,858	152,518	73,474	256,718	160,858	Cash and cash equivalents															
Other fees and commissions	1,528,319	806,437	3,882,408	1,866,920	2,101,994	1,167,862	4,892,262	2,410,907																
Foreign exchange trading income/(Loss)	1,478,829	695,237	3,174,026	1,595,430	1,478,829	695,237	3,174,026	1,595,430																
Dividend income	-	-	1,294,374	-	-	-	-	-																
Other income	700																							