BARCLAYS BANK OF KENYA LIMITED FINANCIAL STATEMENTS

The Board of Directors of Barclays Bank of Kenya Limited is pleased to announce the unaudited Group results for the period ended 30 September 2016

I STATEMENT OF FINANCIAL POSITION

		BANK					GROUP				
		September 2015 Shs '000 Unaudited	December 2015 Shs '000 Audited	March 2016 Shs '000 Unaudited	June 2016 Shs '000 Unaudited	September 2016 Shs '000 Unaudited	September 2015 Shs '000 Unaudited	December 2015 Shs '000 Audited	March 2016 Shs '000 Unaudited	June 2016 Shs '000 Unaudited	September 2016 Shs '000 Unaudited
A	ASSETS										
1	Cash balances (both local and foreign)	5,975,686	6,126,056	4,899,751	3,605,575	3,726,482	5,975,686	6,126,056	4,899,751	3,605,575	3,726,482
2	Balances with Central Bank of Kenya	12,558,802	12,054,439	11,521,115	19,493,837	14,075,713	12,558,802	12,054,439	11,521,115	19,493,837	14,075,713
3	Kenya Government and other securities held for dealing purposes	4,144,736	2,245,258	5,666,694	7,339,521	9,982,402	4,144,736	2,245,258	5,666,694	7,339,521	9,982,402
4	Financial Assets at fair value through profit and loss	-	-	-	-	-	-	-	-	-	-
a)	Investment Securities:	-	-	-	-	-	-	-	-	-	-
	Held to Maturity:	-	-	-	-	-	-	-	-	-	-
	a. Kenya Government securities	-	-	-	-	-	-	-	-	-	-
	b. Other securities	-	-	-	-	-	-	-	-	-	-
b)	Available for sale:	40,848,029	45,805,987	46,012,853	47,569,434	56,700,690	40,848,029	45,805,987	46,012,853	47,569,434	56,700,690
	a. Kenya Government securities	40,389,479	45,347,437	45,611,622	47,225,521	56,356,777	40,389,479	45,347,437	45,611,622	47,225,521	56,356,777
	b. Other securities	458,550	458,550	401,231	343,913	343,913	458,550	458,550	401,231	343,913	343,913
6	Deposits and balances due from local banking Institutions	-	-	43,775	1,600,000	-	-	-	43,775	1,600,000	-
7	Deposits and balances due from banking Institutions abroad	363,174	252,867	338,156	405,909	311,718	363,174	252,867	338,156	405,909	311,718
8	Tax recoverable	24,030	134,397	-	-	-	24,030	134,397	-	-	-
9	Loans and advances to customers(net)	138,997,894	145,378,553	152,442,482	153,304,211	158,843,058	138,997,894	145,378,553	152,442,482	153,304,212	158,843,058
10	Balances due from banking institutions in the group	4,451,124	13,951,455	5,040,505	6,130,352	4,853,524	4,451,124	13,951,455	5,040,505	6,130,352	4,853,524
11	Investment in Associates	-	-	-	-	-	-	-	-	-	-
12	Investment in Subsidiary Companies	275,678	275,678	275,678	275,678	275,678	-	-	-	-	-
13	Investment in joint Ventures	-	-	-	-	-	-	-	-	-	-
14	Investment properties	-	-	-	-	-	-	-	-	-	-
15	Property and equipment	3,124,151	3,324,019	3,421,874	3,351,384	3,269,495	3,124,151	3,324,019	3,421,874	3,351,384	3,269,495
16	Prepaid Operating Rental Leases	57,329	56,329	56,329	56,329	56,329	57,329	56,329	56,329	56,329	56,329
17	Intangible Assets	2,101,579	1,987,740	1,848,708	1,710,063	1,596,344	2,101,579	1,987,740	1,848,708	1,710,063	1,596,344
18	Deferred Tax Assets	817,226	474,685	445,771	463,824	426,362	817,226	474,685	445,771	463,824	426,362
19	Retirement Benefit Asset	204,490	255,600	258,869	268,942	260,877	204,490	255,600	258,869	268,942	260,877
20	Other assets	7,097,595	8,829,635	9,640,580	10,567,512	9,629,899	7,100,586	8,829,635	9,637,585	10,842,843	9,900,137
21	TOTAL ASSET	221,041,523	241,152,698	241,913,140	256,142,570	264,008,571	220,768,836	240,877,020	241,634,467	256,142,225	264,003,131
B	LIABILITIES										
22	Balances due to Central Bank	-	-	-	-	1,727	-	-	-	-	1,727
23	Customers' deposits	159,448,264	165,358,507	169,211,271	182,875,680	180,862,519	159,448,264	165,082,830	168,932,598	182,875,680	180,862,520
24	Deposits and balances due to Banking institutions (Local)	700,000	-	-	-	4,900,000	700,000	-	-	-	4,900,000
25	Deposits and balances due to Banking institutions (Foreign)	210,902	187,385	192,447	163,145	162,916	210,902	187,385	192,447	163,145	162,916
26	Other money market deposits	-	-	-	-	-	-	-	-	-	-
27	Borrowed Funds	-	-	-	-	-	-	-	-	-	-
28	Balances due to banking institutions in the group	15,743,005	27,816,476	19,792,249	23,201,804	25,872,156	15,743,005	27,816,476	19,792,249	23,201,805	25,872,156
29	Tax payable	-	-	812,712	536,137	656,558	-	-	812,712	536,137	656,558
30	Dividends payable	1,086,307	-	-	1,086,307	-	1,086,307	-	-	1,086,307	-
31	Deferred tax liability	-	-	-	-	-	-	-	-	-	-
32	Retirement Benefit Liability	-	-	-	-	-	-	-	-	-	-
33	Other liabilities	7,000,881	8,073,958	9,588,978	9,175,913	10,081,823	6,728,194	8,073,958	9,588,978	9,175,914	10,081,823
34	TOTAL LIABILITIES	184,189,359	201,436,326	199,597,657	217,038,986	222,537,699	183,916,672	201,160,649	199,318,984	217,038,988	222,537,700
C	SHAREHOLDERS' FUNDS										
35	Paid up / Assigned capital	2,715,768	2,715,768	2,715,768	2,715,768	2,715,768	2,715,768	2,715,768	2,715,768	2,715,768	2,715,768
36	Share premium / (discount)	-	-	-	-	-	-	-	-	-	-
37	Revaluation reserves	(1,528,708)	(962,307)	(515,797)	(218,880)	157,997	(1,528,708)	(962,307)	(515,797)	(218,880)	157,997
38	Retained earnings / (Accumulated losses)	34,992,393	32,468,100	35,462,811	36,373,461	38,340,493	34,992,393	32,468,100	35,462,811	36,373,114	38,335,052
39	Statutory loan loss reserve	672,711	926,927	89,676	-	-	672,711	926,927	89,676	-	-
40	Other reserves	-	222,654	217,796	233,235	256,614	-	222,654	217,796	233,235	256,614
41	Proposed dividend	-	4,345,229	4,345,229	-	-	-	4,345,229	4,345,229	-	-
42	Capital Grants	-	-	-	-	-	-	-	-	-	-
43	TOTAL SHAREHOLDERS' FUNDS	36,852,164	39,716,371	42,315,483	39,103,584	41,470,872	36,852,164	39,716,371	42,315,483	39,103,237	41,465,431
44	TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	221,041,523	241,152,697	241,913,140	256,142,570	264,008,571	220,768,836	240,877,020	241,634,467	256,142,225	264,003,131

II STATEMENT OF COMPREHENSIVE INCOME

1	INTEREST INCOME										
1.1	Loans and advances to customers	13,621,173	18,839,544	5,057,057	10,177,970	15,552,562	13,621,173	18,839,544	5,057,057	10,177,970	15,552,562
1.2	Government securities	4,059,631	5,140,534	1,248,557	2,573,410	4,097,187	4,059,631	5,140,534	1,248,557	2,573,410	4,097,187
1.3	Deposits and placements with banking institutions	92,174	103,354	28,945	86,484	140,950	92,174	103,354	28,945	86,484	140,950
1.4	Other Interest Income	768,241	1,202,316	407,672	1,065,593	1,314,795	768,241	1,202,316	407,672	1,065,593	1,314,795
1.5	Total Interest Income	18,541,219	25,285,748	6,742,231	13,903,457	21,105,494	18,541,219	25,285,748	6,742,231	13,903,457	21,105,494
2	INTEREST EXPENSES										
2.1	Customer deposits	2,884,678	4,275,161	1,108,667	2,209,507	3,392,228	2,884,678	4,275,161	1,108,667	2,209,507	3,392,228
2.2	Deposits and placements with banking institutions	366,526	554,602	214,354	273,494	371,769	366,526	554,602	214,354	273,494	371,769
2.3	Other interest expenses	88,202	45,464	-	323,335	484,978	88,202	45,464	-	323,335	484,978
2.4	Total Interest Expenses	3,339,406	4,875,227	1,323,021	2,806,336	4,248,975	3,339,406	4,875,227	1,323,021	2,806,336	4,248,975
3	Net Interest Income	15,201,813	20,410,521	5,419,210	11,097,121	16,856,519	15,201,813	20,410,521	5,419,210	11,097,121	16,856,519
4	NON-OPERATING INCOME										
4.1	Fees and commissions income on loans & Advances	1,188,856	1,563,814	402,919	828,135	1,058,972	1,188,856	1,563,814	402,919	828,135	1,058,972
4.2	Other fees and commissions	3,565,671	5,086,219	1,249,566	2,522,595	3,810,572	3,565,671	5,086,219	1,249,566	2,522,595	3,810,572
4.3	Foreign exchange trading income	1,409,264	2,033,747	676,605	1,348,595	1,951,827	1,409,264	2,033,747	676,605	1,348,595	1,951,827
4.4	Dividend income	-	-	-	-	-	-	-	-	-	-
4.5	Other income	354,665	367,459	241,173	438,572	759,967	354,665	367,459	241,173	438,572	759,967
4.6	Total non-interest income	6,518,456	9,051,239	2,570,263	5,137,897	7,581,338	6,518,456	9,051,239	2,570,263	5,137,897	7,581,338
5	Total Operating Income	21,720,269	29,461,760	7,989,473	16,235,018	24,437,857	21,720,269	29,461,760	7,989,473	16,235,018	24,437,857
6	OPERATING EXPENSES										
6.1	Loan loss provision	986,771	1,765,778	797,890	2,009,443	3,136,135	986,771	1,765,778	797,890	2,009,443	3,136,135
6.2	Staff costs	6,979,238	9,305,169	2,447,832	4,875,849	7,371,041	6,979,238	9,305,169	2,447,832	4,875,849	7,374,329
6.3	Directors emoluments	16,725	21,625	4,192	65,324	96,844	16,725	21,625	4,192	65,324	96,844
6.4	Rental charge	851,915	1,202,064	323,909	643,241	983,099	851,915	1,202,064	323,909	643,241	983,164
6.5	Depreciation on property and equipment	360,862	486,871	143,188	308,805	487,222	360,862	486,871	143,188	308,805	487,222
6.6	Amortisation charges	421,757	566,765	137,773	280,066	404,709	421,757	566,765	137,773	280,066	404,709
6.7	Other operating expenses	2,987,400	4,039,908	1,092,047	2,229,166	3,238,873	2,987,400	4,039,908	1,092,047	2,229,166	3,241,209
6.8	Total Operating Expenses	12,604,668	17,388,180	4,946,831	10,411,894	15,717,923	12,604,668	17,388,180	4,946,831	10,411,894	15,723,612
7	Profit before tax and exceptional items	9,115,601	12,073,580	3,042,642	5,823,124	8,719,934	9,115,601	12,073,580	3,042,642	5,823,124	8,714,245
8	Exceptional items	-	-	-	-	-	-	-	-	-	-
9	Profit after exceptional items	9,115,601	12,073,580	3,042,642	5,823,124	8,719,934	9,115,601	12,073,580	3,042,642	5,823,124	8,714,245
10	Current tax	2,673,962	(3,612,757)	(933,130)	(1,953,910)	(2,996,000)	2,673,962	(3,612,757)	(933,130)	(1,953,910)	(2,996,000)
11	Deferred tax	37,157	(60,241)	72,172	217,475	341,532	37,157	(60,241)	72,172	217,475	341,532
12	Profit after tax and exceptional items	6,404,482	8,400,582	2,181,684	4,086,689	6,065,466	6,404,482	8,400,582	2,181,684	4,086,689	6,059,777
13	OTHER COMPREHENSIVE INCOME										
13.1	Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	-	-	-	-	-	-	-
13.2	Fair value changes in available for sale financial assets	(1,744,157)	(935,013)	637,871	1,062,039	1,600,435	(1,744,157)	(935,013)	637,871	1,062,039	1,600,435
13.3	Revaluation surplus on Property, plant and equipment	-	-	-			-	-	-		
13.4	Share of other comprehensive income of associates	-	-	-			-	-	-		
13.5	Income tax relating to components of other comprehensive income	523,247	280,504	(191,361)	(318,612)	(480,130)	523,247	280,504	(191,361)	(318,612)	(480,130)
14	Other Comprehensive Income for the year net of tax	(1,220,910)	(654,509)	446,510	743,427	1,120,305	(1,220,910)	(654,509)	446,510	743,427	1,120,305
15	Total comprehensive income for the year	5,183,572	7,746,073	2,628,194	4,830,116	7,185,771	5,183,572	7,746,073	2,628,194	4,830,116	7,180,082
	Earnings per Share (Shs)	1.18	1.55	0.40	0.75	1.12	1.18	1.55	0.40	0.75	1.12
	Dividends per share (Shs)	-	1.00	-	0.20	-	-	1.00	-	0.20	-

III OTHER DISCLOSURES

		September 2015 Shs '000 Unaudited	December 2015 Shs '000 Audited	March 2016 Shs '000 Unaudited	June 2016 Shs '000 Unaudited	September 2016 Shs '000 Unaudited
1)	Non-performing loans and advances					
a)	Gross non-performing loans and advances	6,972,482	5,336,166	7,891,337	8,764,640	10,412,797
b)	Less: Interest in suspense	1,282,211	1,454,488	1,494,942	2,211,200	2,634,290
c)	Total non performing loans and advances	5,690,271	3,881,678	6,396,395	6,553,440	7,778,507
d)	less: loan loss provisions	3,136,010	2,012,924	3,504,980	3,849,515	4,578,571
e)	Net non performing loans(c-d)	2,554,261	1,868,754	2,891,415	2,703,925	3,199,936
f)	Discounted value of securities	764,955	811,108	948,786	957,527	875,295
g)	Net NPLs (Excess) / Exposure (e-f)	1,789,306	1,057,646	1,942,629	1,746,398	2,324,641
2)	Insider loans and advances					
a)	Directors ,shareholders and associates	49,802	48,868	48,123	47,914	47,409
b)	Employees	12,990,290	13,409,431	13,565,323	13,482,054	13,263,636
c)	Total insider loans and advances	13,040,092	13,458,299	13,613,446	13,529,968	13,311,045
3)	Off Balance sheet items					
a)	Letters of credit ,guarantees, acceptances	30,197,094	33,353,230	34,483,695	34,758,627	30,435,453
b)	Forwards, swaps and options	11,524,170	23,117,586	14,391,451	9,925,218	23,252,759
c)	Other contingent liabilities	3,450,800	4,662,700	-	-	-
	Total Contingent liabilities	45,172,064	61,133,516	48,875,146	44,683,845	53,688,212
4)	Capital Strength					
a)	Core capital	35,048,728	35,183,868	37,099,960	37,068,129	38,566,683
b)	Minimum statutory capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
c)	Excess / (Deficiency)	34,048,728	34,183,868	36,099,960	36,068,129	37,566,683
d)	Supplementary capital	5,900,031	6,037,786	5,158,639	5,048,135	5,059,882
e)	Total capital	40,948,759	41,221,654	42,258,599	42,116,264	43,626,565
f)	Total risk weighted assets	214,942,108	224,120,795	232,500,536	234,234,960	233,563,618
g)	Core capital / total deposit liabilities	22.0%	21.3%	21.9%	20.3%	21.3%
h)	Minimum statutory ratio	8.0%	8.0%	8.0%	8.0%	8.0%
i)	Excess / (Deficiency)	14.0%	13.3%	13.9%	12.3%	13.3%
j)	Core capital / total risk weighted assets	16.3%	15.7%	16.0%	15.8%	16.5%
k)	Minimum statutory ratio	10.5%	10.5%	10.5%	10.5%	10.5%
l)	Excess / (Deficiency)	5.8%	5.2%	5.5%	5.3%	6.0%
m)	Total capital / total risk weighted assets	19.1%	18.4%	18.2%	18.0%	18.7%
n)	Minimum statutory ratio	14.5%	14.5%	14.5%	14.5%	14.5%
o)	Excess / (Deficiency)	4.6%	3.9%	3.7%	3.5%	4.2%
5	Liquidity					
a)	Liquidity ratio	34.7%	34.1%	33.2%	36.6%	34.5%
b)	Minimum statutory ratio	20.0%	20.0%	20.0%	20.0%	20.0%
c)	Excess / (Deficiency)	14.7%	14.1%	13.2%	16.6%	14.5%

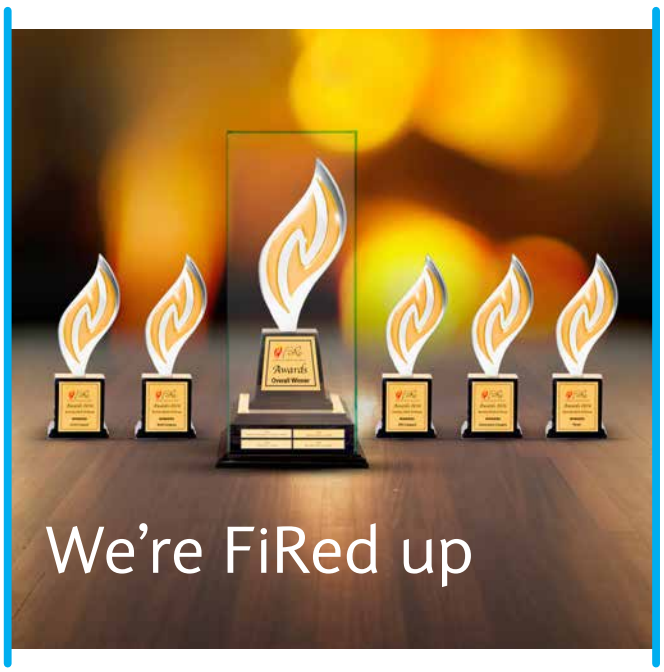
Message from the Directors:

These financial statements are extracts from the books of the institution. The complete quarterly financial statements, statutory and qualitative disclosures can be accessed on the institutions website www.barclays.co.ke. They may also be accessed at the institutions head office at The West End Building, Waiyaki way.

They were approved by the board on 15th November and signed on its behalf by:

Chairman Charles Muchene

Managing Director Jeremy Awori



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