

IMPERIAL BANK LIMITED

Head Office, Imperial Court, Westlands, Tel: 020 287 4000, info@imperialbank.co.ke, www.imperialbank.co.ke



Looking after your interest!

AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE YEAR ENDED 31ST DECEMBER 2013

	BANK		GROUP			BANK		GROUP	
	31-Dec-12 Shs.'000' Audited	31-Dec-13 Shs.'000' Audited	31-Dec-12 Shs.'000' Audited	31-Dec-13 Shs.'000' Audited		31-Dec-12 Shs.'000' Audited	31-Dec-13 Shs.'000' Audited	31-Dec-12 Shs.'000' Audited	31-Dec-13 Shs.'000' Audited
I. STATEMENT OF FINANCIAL POSITION					III. STATEMENT OF COMPREHENSIVE INCOME				
1.0 ASSETS					4.0 INTEREST INCOME				
1.1 Cash (both Local & Foreign)	545,639	497,261	606,489	570,369	4.1 Loans and advances	5,927,799	6,168,488	6,160,794	6,615,903
1.2 Balances due from Central Bank of Kenya	1,829,284	1,420,337	2,166,922	1,907,121	4.2 Government securities	537,949	859,760	564,741	885,212
1.3 Kenya Government and other securities held for dealing purposes	-	-	-	-	4.3 Deposits and placements with banking institutions	2,900	3,767	131,111	72,290
1.4 Financial Assets at fair value through profit and loss	-	-	-	-	4.4 Other interest income	49,972	64,181	50,053	93,932
1.5 Investment Securities:					4.5 Total interest income	6,518,620	7,096,196	6,906,699	7,667,337
a) Held to Maturity:	5,740,391	5,844,744	5,983,151	6,201,710	5.0 INTEREST EXPENSE				
i) Kenya Government securities	5,740,391	5,844,744	5,740,391	5,844,744	5.1 Customer deposits	3,188,255	2,650,136	3,381,580	2,916,005
ii) Other securities	-	-	242,760	356,966	5.2 Deposits and placement from banking institutions	444,559	278,983	460,306	282,123
b) Available for sale:	2,593,314	5,104,944	2,593,313	5,104,944	5.3 Other interest expenses	-	-	-	-
i) Kenya Government securities	2,593,314	5,104,944	2,593,313	5,104,944	5.4 Total interest expenses	3,632,814	2,929,119	3,841,886	3,198,128
ii) Other securities	-	-	-	-	5.5 NET INTEREST INCOME	2,885,806	4,167,077	3,064,813	4,469,209
1.6 Deposits and balances due from local banking institutions	567,963	252,278	1,363,524	2,135,407	6.0 NON-INTEREST INCOME				
1.7 Deposits and balances due from banking institutions abroad	2,291,904	1,522,287	2,537,204	1,821,311	6.1 Fees and commissions on loans and advances	108,650	137,643	127,767	163,890
1.8 Tax recoverable	-	-	-	-	6.2 Other fees and commissions	619,869	543,925	649,433	600,173
1.9 Loans and advances to customers (net)	19,038,319	26,171,720	21,292,362	29,855,224	6.3 Foreign exchange trading income	300,170	314,222	327,543	362,311
1.10 Balances due from banking institutions in the group	-	-	-	-	6.4 Dividend income	-	-	-	-
1.11 Investments in associates	-	-	-	-	6.5 Other income	40,708	40,421	40,827	40,421
1.12 Investments in subsidiary companies	721,250	871,972	-	-	6.6 Total non-interest income	1,069,397	1,036,211	1,145,570	1,166,795
1.13 Investments in joint ventures	-	-	-	-	6.7 TOTAL OPERATING INCOME	3,955,203	5,203,288	4,210,383	5,636,004
1.14 Investment properties	-	-	-	-	7.0 OTHER OPERATING EXPENSES				
1.15 Property and equipment	363,092	548,290	482,557	680,689	7.1 Loan loss provision	136,518	191,327	156,636	263,863
1.16 Prepaid lease rentals	-	-	-	-	7.2 Staff costs	861,321	1,038,335	952,088	1,206,697
1.17 Intangible assets	142,132	143,393	180,514	184,270	7.3 Directors' emoluments	95,436	162,561	123,027	206,902
1.18 Deferred tax asset	142,662	176,008	207,874	273,262	7.4 Rental charges	153,768	279,825	192,100	325,564
1.19 Retirement benefit asset	-	-	-	-	7.5 Depreciation charge on property and equipment	120,678	169,503	157,266	209,637
1.20 Other assets	613,659	452,994	634,699	572,718	7.6 Amortization charges	22,490	25,129	27,517	30,621
1.21 TOTAL ASSETS	34,589,609	43,006,228	38,048,609	49,307,025	7.7 Other operating expenses	652,544	842,854	767,824	990,880
2.0 LIABILITIES					7.8 Total other operating expenses	2,042,755	2,709,534	2,376,458	3,234,164
2.1 Balances due to Central Bank of Kenya	-	-	-	-	7.9 Profit before tax and exceptional items	1,912,448	2,493,754	1,833,925	2,401,840
2.2 Customer deposits	27,581,361	34,064,967	30,703,750	39,644,528	7.10 Exceptional items	-	-	-	-
2.3 Deposits and balances due to local banking institutions	1,124,621	2,031,772	1,158,733	2,255,691	7.11 Profit after exceptional items	1,912,448	2,493,754	1,833,925	2,401,840
2.4 Deposits and balances due to foreign banking institutions	889,365	537,052	890,350	363,360	7.12 Current tax	518,149	673,105	518,149	673,105
2.5 Other money market deposits	-	-	-	-	7.13 Deferred tax	(9,003)	(33,345)	(26,579)	(61,724)
2.6 Borrowed funds	-	-	-	-	7.14 Profit after tax and exceptional items	1,403,302	1,853,994	1,342,355	1,790,459
2.7 Balances due to banking institutions in the group	-	-	-	-	7.15 Minority interest	-	-	-	-
2.8 Tax payable	1,760	103,141	1,760	103,141	7.16 Profit after tax, exceptional items and minority interest	1,403,302	1,853,994	1,342,355	1,790,459
2.9 Dividends payable	-	-	-	-	7.17 Other comprehensive income				
2.10 Deferred tax liability	-	-	-	-	7.18 Gains/(losses) from translating the financial statements of foreign operations	-	-	(37,783)	63,141
2.11 Retirement benefit liability	-	-	-	-	7.19 Fair value changes in available for sale financial assets	(84,263)	(89,691)	(84,263)	(89,691)
2.12 Other liabilities	438,235	550,726	528,956	923,750	7.20 Revaluation surplus on Property, Plant and Equipment	-	-	-	-
2.13 TOTAL LIABILITIES	30,035,342	37,287,658	33,283,549	43,290,470	7.21 Share of other comprehensive income of associates	-	-	-	-
3.0 SHAREHOLDERS' FUNDS					7.22 Income tax relating to components of other comprehensive income	-	-	-	-
3.1 Paid up/Assigned capital	1,248,400	1,248,400	1,248,400	1,248,400	7.23 Other comprehensive income for the year net of tax	(84,263)	(89,691)	(122,046)	(26,550)
3.2 Share premium/(discount)	-	-	-	-	7.24 Total comprehensive income for the year	1,319,039	1,764,303	1,220,309	1,763,909
3.3 Revaluation reserves	(119,044)	(208,735)	(119,044)	(208,735)	8.0 EARNINGS PER SHARE - BASIC & DILUTED	1,124	1,485	1,075	1,434
3.4 Retained earnings	3,121,240	4,286,894	3,031,457	4,057,024	9.0 DIVIDEND PER SHARE - DECLARED	360	560	360	560
3.5 Statutory loan loss reserves	103,671	92,011	103,671	192,555					
3.6 Other reserves	-	-	(39,619)	277					
3.7 Proposed dividends	200,000	300,000	200,000	300,000					
3.8 Capital grants	-	-	-	-					
3.9 TOTAL SHAREHOLDERS' FUNDS	4,554,267	5,718,570	4,424,865	5,589,521					
3.10 Minority interest	-	-	340,195	427,034					
3.11 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	34,589,609	43,006,228	38,048,609	49,307,025					
II. OTHER DISCLOSURES									
10.0 NON-PERFORMING LOANS AND ADVANCES									
10.1 (a) Gross non-performing loans and advances	944,770	1,562,630	953,579	1,948,981					
10.2 (b) Less: interest in suspense	169,255	176,752	170,135	217,188					
10.3 (c) Total non-performing loans and advances (a-b)	775,515	1,385,878	783,444	1,731,793					
10.4 (d) Less: Loan Loss Provision	439,961	541,864	443,084	560,213					
10.5 (e) Net non-performing loans and advances (c-d)	335,554	844,014	340,360	1,171,580					
10.6 (f) Discounted value of securities	283,674	717,775	286,233	1,025,311					
10.7 (g) Net NPLs exposure (e-f)	51,880	126,239	54,127	146,269					
11.0 INSIDER LOANS AND ADVANCES									
11.1 (a) Directors, shareholders and associates	1,340,479	1,427,760	1,305,388	1,445,304					
11.2 (b) Employees	269,904	343,469	272,582	350,323					
11.3 (c) Total insider loans and advances and other facilities	1,610,383	1,771,229	1,577,970	1,795,627					
12.0 OFF-BALANCE SHEET ITEMS									
12.1 (a) Letters of credit, guarantees, acceptances	6,739,972	6,440,077	7,059,183	6,896,791					
12.2 (b) Forwards, swaps and options	-	-	-	-					
12.3 (c) Other contingent liabilities	1,715,823	3,102,009	1,828,824	4,181,675					
12.4 (d) Total contingent liabilities	8,455,795	9,542,086	8,888,007	11,078,466					
13.0 CAPITAL STRENGTH									
13.1 (a) Core capital	3,648,390	4,663,323	-	-					
13.2 (b) Minimum statutory capital	1,000,000	1,000,000	-	-					
13.3 (c) Excess/(Deficiency) (a-b)	2,648,390	3,663,323	-	-					
13.4 (d) Supplementary capital	103,671	92,011	-	-					
13.5 (e) Total capital (a+d)	3,752,061	4,755,334	-	-					
13.6 (f) Total risk weighted assets	20,056,689	31,708,993	-	-					
13.7 (g) Core capital/total deposits liabilities	12.3%	12.7%	-	-					
13.8 (h) Minimum statutory ratio	8.0%	8.0%	-	-					
13.9 (i) Excess/(Deficiency) (g-h)	4.3%	4.7%	-	-					
13.10 (j) Core capital/total risk weighted assets	18.2%	14.7%	-	-					
13.11 (k) Minimum statutory ratio	8.0%	8.0%	-	-					
13.12 (l) Excess (Deficiency) (j-k)	10.2%	6.7%	-	-					
13.13 (m) Total capital/total risk weighted assets	18.7%	15.0%	-	-					
13.14 (n) Minimum statutory ratio	12.0%	12.0%	-	-					
13.15 (o) Excess/(Deficiency) (m-n)	6.7%	3.0%	-	-					
14.0 LIQUIDITY									
14.1 (a) Liquidity ratio	39.3%	33.8%	-	-					
14.2 (b) Minimum statutory ratio	20.0%	20.0%	-	-					
14.3 (c) Excess (Deficiency) (a-b)	19.3%	13.8%	-	-					

These financial statements are extracts from the books of the institution as audited by PKF Kenya and received unqualified opinion. The complete set of audited financial statements, statutory and qualitative disclosures can be accessed on the Institution's website www.imperialbank.co.ke. They may also be accessed at the institutions head office located at Imperial court building, along Westlands road, Nairobi.

ALNASHIR POPAT
CHAIRMAN

ABDULMALEK JANMOHAMED
GROUP MANAGING DIRECTOR

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WE QUEUE UP TO SERVE YOU
THAT'S THE IMPERIAL BANK WAY**



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