

# COMMERCIAL BANK OF AFRICA LIMITED

## FINANCIAL STATEMENTS & DISCLOSURES - 30 SEPTEMBER 2014

### I. STATEMENT OF FINANCIAL POSITION

	GROUP				BANK					
	30 Sept 2013 Unaudited Kes. 000	31 Dec 2013 Audited Kes. 000	31 Mar 2014 Unaudited Kes. 000	30 June 2014 Unaudited Kes. 000	30 Sept 2014 Unaudited Kes. 000	30 Sept 2013 Unaudited Kes. 000	31 Dec 2013 Audited Kes. 000	31 Mar 2014 Unaudited Kes. 000	30 June 2014 Unaudited Kes. 000	30 Sept 2014 Unaudited Kes. 000
<b>A ASSETS</b>										
1. Cash (both local and foreign)	2,499,019	2,333,013	2,574,689	2,794,470	2,998,206	1,763,690	1,492,211	1,932,833	1,990,088	2,224,530
2. Balances due from Central Banks	6,003,903	10,472,550	5,181,855	4,746,372	8,821,990	4,664,625	8,221,033	3,249,460	2,764,886	6,433,898
3. Kenya Government and other securities held for dealing purposes	-	-	-	-	-	-	-	-	-	-
4. Financial assets at fair value through profit and loss	121,393	179,059	179,059	179,059	179,059	121,393	179,059	179,059	179,059	179,059
5. Investment securities										
<b>a) Held to maturity:</b>										
a. Kenya government securities	28,860,912	27,856,802	29,924,225	25,572,255	29,444,735	28,860,912	27,856,802	29,629,720	25,442,388	29,177,920
b. Other securities	3,691,031	3,358,199	2,243,590	2,496,641	4,236,017	173,056	175,691	-	-	712,059
<b>b) Available for sale</b>										
a. Kenya government securities	6,031,387	7,100,722	4,043,401	10,465,961	17,185,107	6,031,387	7,100,722	4,043,401	10,465,961	17,185,107
b. Other securities	961,316	932,437	686,059	1,057,489	1,720,783	38,941	42,774	42,774	42,774	42,774
6. Deposits and balances due from local banking institutions	4,458,636	527,340	5,655,482	2,305,821	2,673,384	4,458,636	527,340	5,338,211	1,622,874	1,087,097
7. Deposits and balances due from banking institutions abroad	9,346,321	16,379,983	7,948,660	18,360,073	7,171,735	7,631,240	13,808,777	6,344,817	16,342,655	4,330,338
8. Tax recoverable	123,687	85,198	-	231,715	70,140	104,165	-	-	48,214	-
9. Loans and advances to customers (net)	58,585,971	68,640,329	71,475,566	86,374,842	94,059,971	48,458,415	57,180,199	60,262,902	75,320,820	83,415,849
10. Balances due from banking institutions in the group	-	-	-	-	-	-	43,733	52,308	292,214	159,057
11. Investment in associates	614,155	722,955	722,955	656,355	656,355	332,593	332,593	332,593	332,593	332,593
12. Investment in subsidiary companies	-	-	-	-	-	805,340	1,680,340	1,680,340	1,680,340	1,980,340
13. Investments in joint ventures	-	-	-	-	-	-	-	-	-	-
14. Investment properties	-	-	-	-	-	-	-	-	-	-
15. Property and equipment	3,751,018	3,710,028	3,889,432	3,952,149	4,082,698	907,130	817,958	828,399	855,056	858,547
16. Prepaid lease rentals	15,538	15,538	15,538	15,538	15,538	-	-	-	-	-
17. Intangible assets	1,302,819	1,340,699	1,292,016	1,477,533	1,309,521	1,239,770	1,280,066	1,236,664	1,280,828	1,214,378
18. Deferred tax asset	77,183	111,589	211,667	147,278	140,198	-	103,683	70,255	70,255	99,927
19. Retirement benefit asset	-	-	-	-	-	-	-	-	-	-
20. Other assets	2,663,095	2,231,837	2,557,397	3,114,118	3,158,388	4,019,939	4,038,983	4,559,740	5,070,261	5,277,391
<b>21. Total assets</b>	<b>129,107,384</b>	<b>145,998,378</b>	<b>138,601,591</b>	<b>163,975,929</b>	<b>178,193,825</b>	<b>109,611,232</b>	<b>124,881,964</b>	<b>119,783,476</b>	<b>143,801,266</b>	<b>154,710,864</b>
<b>B LIABILITIES</b>										
22. Balances due to Central Banks	-	2,700,000	-	-	-	-	2,700,000	-	-	-
23. Customer deposits	99,511,760	104,715,681	106,574,494	122,094,956	128,720,588	86,838,067	90,992,899	93,263,367	109,069,655	113,115,609
24. Deposits and balances due to local banking institutions	5,169,372	8,023,123	4,105,210	8,837,686	16,599,584	5,169,372	8,023,123	4,105,210	8,836,727	16,596,768
25. Deposits and balances due to foreign banking institutions	6,925,621	14,289,629	10,440,575	15,389,720	14,052,216	2,608,562	8,071,512	6,124,349	10,244,444	8,677,623
26. Other money market deposits	-	-	-	-	-	-	-	-	-	-
27. Borrowed funds	-	-	-	-	-	-	-	-	-	-
28. Balances due to banking institutions in the group	12,758	-	-	-	-	-	-	-	-	-
29. Tax payable	82,623	23,237	374,789	2,425	-	-	69,579	407,031	-	20,983
30. Dividends payable	-	-	-	-	-	-	-	-	-	-
31. Deferred tax liability	551,098	87,268	120,696	120,696	91,024	387,898	-	-	-	-
32. Retirement benefit liability	-	-	-	-	-	-	-	-	-	-
33. Other liabilities	2,314,518	820,865	1,118,264	2,003,433	2,542,760	1,535,833	1,275,570	1,311,724	1,282,705	1,345,542
<b>34. Total liabilities</b>	<b>114,567,750</b>	<b>130,659,803</b>	<b>122,734,028</b>	<b>148,448,916</b>	<b>162,006,172</b>	<b>96,539,732</b>	<b>111,132,683</b>	<b>105,211,681</b>	<b>129,433,531</b>	<b>139,756,525</b>
<b>C SHAREHOLDERS' FUNDS</b>										
35. Paid up capital	4,915,402	4,915,402	4,915,402	4,915,402	4,915,402	4,915,402	4,915,402	4,915,402	4,915,402	4,915,402
36. Share premium	1,275,622	1,275,622	1,275,622	1,275,622	1,275,622	1,275,622	1,275,622	1,275,622	1,275,622	1,275,622
37. Revaluation reserves	1,110,131	1,180,089	1,180,089	1,180,089	1,180,089	-	-	-	-	-
38. Retained earnings	6,720,813	6,326,067	6,788,734	7,286,750	7,539,431	6,475,186	6,023,368	6,767,881	7,535,821	8,024,517
39. Statutory loan loss reserve	541,668	643,949	641,074	874,815	1,343,536	446,084	548,377	548,377	653,665	820,808
40. Other reserves	(24,002)	(79,842)	(10,646)	(5,665)	(66,427)	(40,794)	(10,776)	(12,775)	(12,775)	(82,010)
41. Proposed dividends	-	1,077,288	1,077,288	-	-	-	1,077,288	1,077,288	-	-
42. Capital grants	-	-	-	-	-	-	-	-	-	-
<b>43. Total shareholders' funds</b>	<b>14,539,634</b>	<b>15,338,575</b>	<b>15,867,563</b>	<b>15,527,013</b>	<b>16,187,653</b>	<b>13,071,500</b>	<b>13,749,281</b>	<b>14,571,795</b>	<b>14,367,735</b>	<b>14,954,339</b>
<b>44. Total liabilities and shareholders' funds</b>	<b>129,107,384</b>	<b>145,998,378</b>	<b>138,601,591</b>	<b>163,975,929</b>	<b>178,193,825</b>	<b>109,611,232</b>	<b>124,881,964</b>	<b>119,783,476</b>	<b>143,801,266</b>	<b>154,710,864</b>

### II. STATEMENT OF COMPREHENSIVE INCOME

	GROUP				BANK					
	30 Sept 2013 Unaudited Kes. 000	31 Dec 2013 Audited Kes. 000	31 Mar 2014 Unaudited Kes. 000	30 June 2014 Unaudited Kes. 000	30 Sept 2014 Unaudited Kes. 000	30 Sept 2013 Unaudited Kes. 000	31 Dec 2013 Audited Kes. 000	31 Mar 2014 Unaudited Kes. 000	30 June 2014 Unaudited Kes. 000	30 Sept 2014 Unaudited Kes. 000
<b>1 INTEREST INCOME</b>										
1.1 Loans and advances	5,248,468	7,389,815	2,069,797	4,415,034	7,062,423	4,097,744	5,712,429	1,639,053	3,534,142	5,759,315
1.2 Government securities	3,081,025	4,230,617	952,359	1,956,524	3,217,236	2,557,624	3,576,462	850,697	1,747,923	2,873,156
1.3 Deposits and placements from banking institutions	201,726	230,935	79,885	181,992	286,511	173,165	178,937	66,261	132,811	199,370
1.4 Other interest income	-	7,539	1,023	1,185	1,349	-	7,539	1,023	1,185	1,349
<b>1.5 Total interest income</b>	<b>8,531,219</b>	<b>11,858,906</b>	<b>3,103,064</b>	<b>6,554,735</b>	<b>10,567,519</b>	<b>6,828,533</b>	<b>9,475,367</b>	<b>2,557,034</b>	<b>5,416,061</b>	<b>8,833,190</b>
<b>2 INTEREST EXPENSES</b>										
2.1 Customer deposits	3,042,691	4,472,135	1,208,687	2,598,264	4,472,729	2,455,279	3,394,525	942,405	2,057,068	3,650,506
2.2 Deposits and placements from banking institutions	806,862	1,013,783	326,820	706,626	1,007,423	249,892	569,304	193,991	468,830	672,593
2.3 Other interest expenses	-	-	-	-	-	-	-	-	-	-
<b>2.4 Total interest expenses</b>	<b>3,849,553</b>	<b>5,485,918</b>	<b>1,535,507</b>	<b>3,304,890</b>	<b>5,480,152</b>	<b>2,705,171</b>	<b>3,963,829</b>	<b>1,136,396</b>	<b>2,525,898</b>	<b>4,323,099</b>
<b>3 NET INTEREST INCOME</b>	<b>4,681,666</b>	<b>6,372,988</b>	<b>1,567,557</b>	<b>3,249,845</b>	<b>5,087,367</b>	<b>4,123,362</b>	<b>5,511,538</b>	<b>1,420,638</b>	<b>2,890,163</b>	<b>4,510,091</b>
<b>4 OTHER OPERATING INCOME</b>										
4.1 Fees and commissions on loans and advances	666,456	1,028,338	334,473	763,479	1,185,103	534,345	831,698	312,060	697,932	1,079,174
4.2 Other fees and commissions	964,288	1,284,772	328,489	671,359	1,071,709	773,620	1,030,144	255,555	520,351	842,836
4.3 Foreign exchange trading income	1,068,388	1,593,452	397,571	985,721	1,211,568	941,677	1,420,257	328,924	867,544	1,038,283
4.4 Dividend income	-	-	-	-	-	-	-	-	-	66,600
4.5 Other income	372,968	454,533	115,219	175,218	312,749	175,695	332,688	90,079	130,140	181,759
<b>4.6 Total Non-interest income</b>	<b>3,072,100</b>	<b>4,361,095</b>	<b>1,175,252</b>	<b>2,595,777</b>	<b>3,781,129</b>	<b>2,425,337</b>	<b>3,614,787</b>	<b>986,618</b>	<b>2,282,567</b>	<b>3,208,652</b>
<b>5 TOTAL OPERATING INCOME</b>	<b>7,753,766</b>	<b>10,734,083</b>	<b>2,743,309</b>	<b>5,845,622</b>	<b>8,868,696</b>	<b>6,548,699</b>	<b>9,126,325</b>	<b>2,407,256</b>	<b>5,172,730</b>	<b>7,718,743</b>
<b>6 OPERATING EXPENSES</b>										
6.1 Loan loss provision	351,879	488,003	399,688	789,036	1,076,580	312,474	397,129	141,382	378,123	595,696
6.2 Staff costs	1,780,064	2,509,589	704,645	1,436,486	2,131,686	1,413,219	1,860,588	539,754	1,106,692	1,639,619
6.3 Directors' emoluments	98,332	149,066	36,900	83,780	133,715	95,625	146,194	35,173	73,233	117,861
6.4 Rental charges	326,491	337,277	76,561	154,891	235,743	241,114	317,976	81,799	163,903	247,219
6.5 Depreciation charge on property and equipment	176,665	261,109	79,701	185,896	282,968	131,424	204,575	58,564	118,190	182,499
6.6 Amortisation charges	76,208	245,307	85,015	148,303	228,918	46,621	227,542	80,621	139,196	220,564
6.7 Other operating expenses	1,622,139	2,081,499	567,895	1,206,735	1,925,969	1,269,129	1,508,579	384,326	837,952	1,330,132
<b>6.8 Total other operating expenses</b>	<b>4,431,778</b>	<b>6,071,850</b>	<b>1,950,405</b>	<b>4,005,127</b>	<b>6,015,579</b>	<b>3,509,606</b>	<b>4,662,583</b>	<b>1,321,619</b>	<b>2,817,289</b>	<b>4,333,590</b>
<b>7 PROFIT BEFORE TAX AND EXCEPTIONAL ITEMS</b>	<b>3,321,988</b>	<b>4,662,233</b> </								