

COMMERCIAL BANK OF AFRICA LIMITED

FINANCIAL STATEMENTS & DISCLOSURES - 31 MARCH 2015

I. STATEMENT OF FINANCIAL POSITION

	GROUP			BANK		
	31 Mar 2014 Unaudited Shs 000	31 Dec 2014 Audited Shs 000	31 Mar 2015 Unaudited Shs 000	31 Mar 2014 Unaudited Shs 000	31 Dec 2014 Audited Shs 000	31 Mar 2015 Unaudited Shs 000
A. ASSETS						
1 Cash (both local and foreign)	2,574,689	3,048,907	3,487,031	1,932,833	2,332,007	2,765,565
2 Balances due from Central Banks	5,181,855	10,571,486	8,307,081	3,249,460	8,922,811	7,161,675
3 Kenya Government and other securities held for dealing purposes	179,059	221,074	221,074	179,059	221,074	221,074
4 Financial assets at fair value through profit and loss	-	-	-	-	-	-
5 Investment securities						
a) Held to maturity:	29,924,225	23,121,765	23,822,780	29,629,720	23,121,765	23,822,780
a. Kenya government securities	2,243,590	6,505,483	6,795,553	-	841,590	1,464,606
b. Other securities	-	-	-	-	-	-
b) Available for sale						
a. Kenya government securities	4,043,401	22,689,080	23,433,792	4,043,401	22,689,080	23,433,792
b. Other securities	686,059	2,173,731	2,749,030	42,774	46,014	1,058,149
6 Deposits and balances due from local banking institutions	5,655,482	5,676,664	4,225,494	5,338,211	660,649	1,033,397
7 Deposits and balances due from banking institutions abroad	7,948,660	13,295,134	14,211,801	6,344,817	8,912,237	9,303,695
8 Tax recoverable	-	95,137	-	-	16,265	-
9 Loans and advances to customers (net)	71,475,566	99,674,489	97,025,550	60,262,902	89,362,297	86,742,770
10 Balances due from banking institutions in the group	-	-	-	52,308	2,251,645	3,546,985
11 Investment in associates	722,955	2,998,130	2,998,130	332,593	2,497,563	2,497,563
12 Investment in subsidiary companies	-	-	-	1,680,340	2,788,795	2,788,795
13 Investments in joint ventures	-	-	-	-	-	-
14 Investment properties	-	-	-	-	-	-
15 Property and equipment	3,889,432	1,505,264	1,510,908	828,399	825,832	889,190
16 Prepaid lease rentals	15,538	-	-	-	-	-
17 Intangible assets	1,292,016	1,353,864	1,366,101	1,236,664	1,168,459	1,163,548
18 Deferred tax asset	211,667	536,454	607,043	70,255	252,895	311,831
19 Retirement benefit asset	-	-	-	-	-	-
20 Other assets	2,557,397	3,997,042	4,256,900	4,559,740	8,897,850	6,778,252
21 Total assets	138,601,591	197,463,704	195,018,268	119,783,476	175,808,828	174,983,667
B. LIABILITIES						
Balances due to Central Banks	-	-	-	-	-	-
23 Customer deposits	106,574,494	138,557,177	135,550,708	93,263,367	122,044,136	119,399,712
24 Deposits and balances due to local banking institutions	4,105,210	15,551,917	15,690,363	4,105,210	15,551,917	15,690,363
25 Deposits and balances due to foreign banking institutions	10,440,575	16,014,057	14,539,782	6,124,349	11,537,537	12,310,648
26 Other money market deposits	-	-	-	-	-	-
27 Borrowed funds	-	7,024,475	7,245,148	-	7,024,475	7,245,148
28 Balances due to banking institutions in the group	-	-	-	-	125,465	-
29 Tax payable	374,789	9,670	318,952	407,031	-	304,969
30 Dividends payable	-	-	-	-	-	-
31 Deferred tax liability	120,696	-	-	-	-	-
32 Retirement benefit liability	-	-	-	-	-	-
33 Other liabilities	1,118,264	1,806,058	2,668,070	1,311,724	1,668,654	1,521,612
34 Total liabilities	122,734,028	178,963,354	176,013,023	105,211,681	157,952,184	156,472,452
C. SHAREHOLDERS' FUNDS						
35 Paid up capital	4,915,402	5,300,923	5,300,923	4,915,402	5,300,923	5,300,923
36 Share premium	1,275,622	2,991,194	2,991,194	1,275,622	2,991,194	2,991,194
37 Revaluation reserves	1,180,089	-	-	-	-	-
38 Retained earnings	6,788,734	8,599,866	9,268,474	6,767,881	8,610,958	9,403,046
39 Statutory loan loss reserve	641,074	1,228,385	1,216,289	548,377	926,472	926,472
40 Other reserves	(10,646)	379,982	228,365	(12,775)	27,097	(110,420)
41 Proposed dividends	1,077,288	-	-	1,077,288	-	-
42 Capital grants	-	-	-	-	-	-
43 Total shareholders' funds	15,867,563	18,500,350	19,005,245	14,571,795	17,856,644	18,511,215
44 Total liabilities and shareholders' funds	138,601,591	197,463,704	195,018,268	119,783,476	175,808,828	174,983,667

II. STATEMENT OF COMPREHENSIVE INCOME

	GROUP			BANK		
	31 Mar 2014 Unaudited Shs 000	31 Dec 2014 Audited Shs 000	31 Mar 2015 Unaudited Shs 000	31 Mar 2014 Unaudited Shs 000	31 Dec 2014 Audited Shs 000	31 Mar 2015 Unaudited Shs 000
1 INTEREST INCOME						
1.1 Loans and advances	2,069,797	9,824,206	3,051,219	1,639,053	8,098,320	2,630,020
1.2 Government securities	952,359	4,624,828	1,424,798	850,697	4,100,863	1,209,456
1.3 Deposits and placements from banking institutions	79,885	381,148	74,044	66,261	240,906	40,663
1.4 Other interest income	1,023	22,296	5,919	1,023	22,296	399
1.5 Total interest income	3,103,064	14,852,478	4,555,980	2,557,034	12,462,385	3,880,538
2 INTEREST EXPENSES						
2.1 Customer deposits	1,208,687	6,525,812	1,973,306	942,405	5,388,099	1,682,731
2.2 Deposits and placements from banking institutions	326,820	1,298,186	332,323	193,991	899,673	259,497
2.3 Other interest expenses	-	-	220,673	-	-	220,673
2.4 Total interest expenses	1,535,507	7,823,998	2,526,302	1,136,396	6,287,772	2,162,901
3 NET INTEREST INCOME	1,567,557	7,028,480	2,029,678	1,420,638	6,174,613	1,717,637
4 OTHER OPERATING INCOME						
4.1 Fees and commissions on loans and advances	334,473	1,678,372	598,923	312,060	1,531,777	562,895
4.2 Other fees and commissions	328,489	1,469,915	348,891	255,555	1,149,820	294,355
4.3 Foreign exchange trading income	397,571	1,606,710	298,566	328,924	1,381,450	389,189
4.4 Dividend income	-	-	-	-	66,660	-
4.5 Other income	115,219	457,450	63,846	90,079	290,537	11,948
4.6 Total Non-interest income	1,175,752	5,212,447	1,310,226	986,618	4,420,244	1,258,387
5 TOTAL OPERATING INCOME	2,743,309	12,240,927	3,339,904	2,407,256	10,594,857	2,976,024
6 OPERATING EXPENSES						
6.1 Loan loss provision	399,688	1,728,434	205,134	141,382	970,853	330,057
6.2 Staff costs	704,645	2,702,031	763,986	539,754	2,025,732	591,782
6.3 Directors' emoluments	36,900	182,664	38,224	35,173	165,360	34,588
6.4 Rental charges	76,561	338,227	223,656	81,799	333,798	145,977
6.5 Depreciation charge on property and equipment	79,701	400,773	135,718	58,564	252,205	72,365
6.6 Amortisation charges	85,015	330,974	92,636	80,621	299,743	82,090
6.7 Other operating expenses	567,895	2,821,370	541,363	384,326	2,025,266	396,903
6.8 Total other operating expenses	1,950,405	8,504,473	2,000,717	1,321,619	6,072,957	1,653,762
7 PROFIT BEFORE TAX AND EXCEPTIONAL ITEMS	792,904	3,736,454	1,339,187	1,085,637	4,521,900	1,322,262
8 Exceptional items	-	586,040	-	-	586,040	-
9 PROFIT AFTER EXCEPTIONAL ITEMS	792,904	4,322,494	1,339,187	1,085,637	5,107,940	1,322,262
Share of associate profit	-	238,825	-	-	-	-
PROFIT BEFORE TAX	792,904	4,561,319	1,339,187	1,085,637	5,107,940	1,322,262
10 Current tax	353,625	1,704,178	511,306	341,123	1,533,114	530,172
11 Deferred tax	(100,322)	(527,080)	-	-	(199,729)	-
12 PROFIT AFTER TAX AND EXCEPTIONAL ITEMS	539,607	3,330,061	827,881	744,514	3,775,117	792,090
OTHER COMPREHENSIVE INCOME						
13.1 Exchange differences on translating foreign operations	(80,137)	(135,251)	(185,468)	-	-	-
13.2 Available-for-sale financial assets	99,324	657,499	(196,453)	111,429	168,390	(196,453)
13.3 Gains on property revaluations	-	-	-	-	-	-
13.4 Share of other comprehensive income of associates	-	-	-	-	-	-
13.5 Income tax relating to components of other comprehensive income	(29,797)	(197,250)	58,936	(33,429)	(50,517)	58,936
	(10,610)	324,498	(322,985)	78,000	117,873	(137,517)
Other comprehensive income for the year net of tax	528,991	3,708,719	504,896	822,514	3,892,428	654,573
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	1,068,601	8,039,210	3,344,083	1,908,151	9,000,375	2,046,835
EARNINGS PER SHARE - BASIC & DILUTED	KShs 2.20	KShs 13.59	KShs 3.12	KShs 3.03	KShs 15.16	KShs 2.99

III. OTHER DISCLOSURES

	BANK		
	31 Mar 2014 Unaudited Shs 000	31 Dec 2014 Audited Shs 000	31 Mar 2015 Unaudited Shs 000
1 NON-PERFORMING LOANS AND ADVANCES			
a) Gross non-performing loans and advances	2,601,096	3,770,428	4,715,640
b) Less interest in suspense	497,468	710,181	679,047
c) Total non-performing loans (a-b)	2,103,628	3,060,247	4,036,593
d) Specific provisions for bad debts	1,915,064	2,594,516	2,960,495
e) Net non-performing loans (c-d)	188,564	465,731	1,076,098
f) Realisable value of securities	188,564	465,731	1,076,098
g) Net NPLs Exposure (e-f)	-	-	-
2 INSIDER LOANS AND ADVANCES			
a) Directors, shareholders and associates	4,713,761	4,869,805	4,541,882
b) Employees	1,416,695	1,601,228	1,687,971
c) Total insider loans advances and other facilities	6,130,456	6,471,033	6,229,853
3 OFF-BALANCE SHEET ITEMS			
a) Letters of credit, guarantees and acceptances	21,206,002	20,146,629	23,871,165
b) Forward, swaps and options	15,257,229	3,756,504	4,008,689
c) Other contingent liabilities	-	-	-
d) Total contingent liabilities	36,463,231	23,903,133	27,879,854
4 CAPITAL STRENGTH			
a) Core capital	10,680,232	13,778,636	13,676,758
b) Minimum statutory capital	1,000,000	1,000,000	1,000,000
c) Excess / (deficiency)	9,680,232	12,778,636	12,676,758
d) Supplementary capital	548,377	7,926,472	7,764,851
e) Total capital (a+d)	11,228,609	21,705,108	21,441,609
f) Total risk weighted assets	85,432,783	121,179,833	119,714,363
g) Core capital / total deposit liabilities	11.55%	11.29%	11.45%
h) Minimum statutory ratio	8.00%	8.00%	10.50%
i) Excess / (deficiency) (g-h)	3.55%	3.29%	0.95%
j) Core capital / total risk weighted assets	12.50%	11.37%	11.42%
k) Minimum statutory ratio	8.00%	8.00%	10.50%
l) Excess / (deficiency) (j-k)	4.50%	3.37%	0.92%
m) Total capital / total risk weighted assets	13.14%	17.91%	17.91%
n) Minimum statutory ratio	12.00%	12.00%	14.50%
o) Excess / (deficiency) (m-n)	1.14%	5.91%	3.41%
5 LIQUIDITY			
a) Liquidity ratio	40.82%	34.00%	35.90%
b) Minimum statutory ratio	20.00%	20.00%	20.00%
c) Excess / (deficiency) (a-b)	20.82%</		