

COMMERCIAL BANK OF AFRICA LIMITED

FINANCIAL STATEMENTS & DISCLOSURES - 31 MARCH 2016

I. STATEMENT OF FINANCIAL POSITION

	GROUP			BANK		
	31 Mar 2015	31 Dec 2015	31 Mar 2016	31 Mar 2015	31 Dec 2015	31 Mar 2016
	Unaudited Kes 000	Audited Kes 000	Unaudited Kes 000	Unaudited Kes 000	Audited Kes 000	Unaudited Kes 000
A ASSETS						
1. Cash (both local and foreign)	3,487,031	4,022,655	5,251,538	2,765,565	3,167,331	4,286,838
2. Balances due from Central Banks	8,307,081	13,441,203	14,800,274	7,161,675	11,713,660	12,764,894
3. Kenya Government and other securities held for dealing purposes	-	-	-	-	-	-
4. Financial assets at fair value through profit and loss	221,074	294,851	294,851	221,074	294,851	294,851
5. Investment securities						
a) Held to maturity						
a. Kenya government securities	23,822,780	23,380,526	27,286,152	23,822,780	23,380,526	27,286,152
b. Other securities	6,795,553	8,805,144	7,903,358	1,464,606	5,116,300	3,129,507
b) Available for sale						
a. Kenya government securities	23,433,792	19,291,151	23,344,873	23,433,792	19,291,151	23,344,873
b. Other securities	2,749,030	1,826,119	1,683,345	1,058,149	51,082	51,082
6. Deposits and balances due from local banking institutions	4,225,494	5,362,949	2,297,770	1,033,397	3,362,949	2,297,870
7. Deposits and balances due from banking institutions abroad	14,211,801	13,691,118	7,554,981	9,303,695	9,361,571	4,317,658
8. Tax recoverable	-	135,906	22,409	-	-	-
9. Loans and advances to customers (net)	97,025,550	112,925,594	108,127,681	86,742,770	103,519,861	98,957,882
10. Balances due from banking institutions in the group	-	-	-	3,546,985	2,078,967	2,053,763
11. Investment in associates	2,998,130	3,040,326	3,040,326	2,497,563	2,497,563	2,497,563
12. Investment in subsidiary companies	-	-	-	2,788,795	4,100,390	4,529,806
13. Investments in joint ventures	-	-	-	-	-	-
14. Investment properties	-	-	-	-	-	-
15. Property and equipment	1,510,908	2,434,464	2,546,874	889,190	1,897,583	2,086,644
16. Prepaid lease rentals	-	-	-	-	-	-
17. Intangible assets ⁹	1,366,101	1,967,494	2,081,497	1,163,548	1,919,202	2,006,332
18. Deferred tax asset	607,043	1,825,803	1,818,502	311,831	967,805	903,282
19. Retirement benefit asset	-	-	-	-	-	-
20. Other assets	4,256,900	3,179,879	3,145,583	6,778,252	5,763,478	5,153,090
21 Total assets	195,018,268	215,625,182	211,200,114	174,983,667	198,484,270	195,962,086
B LIABILITIES						
22. Balances due to Central Banks	-	-	-	-	-	-
23. Customer deposits	135,550,708	164,468,970	158,666,192	119,399,712	148,537,412	144,244,940
24. Deposits and balances due from local banking institutions	15,690,363	6,793,027	5,319,313	15,690,363	6,793,027	3,957,656
25. Deposits and balances due from foreign banking institutions	14,539,782	13,067,955	12,455,528	12,310,648	10,891,987	12,454,080
26. Other money market deposits	-	-	-	-	-	-
27. Borrowed funds	7,245,148	7,026,971	7,250,096	7,245,148	7,026,971	7,250,096
28. Balances due to banking institutions in the group	-	-	-	-	109,771	565,377
29. Tax payable	318,952	4,565	476,664	304,969	78,326	545,918
30. Dividends payable	-	-	-	-	-	-
31. Deferred tax liability	-	-	-	-	-	-
32. Retirement benefit liability	-	-	-	-	-	-
33. Other liabilities	2,668,070	2,581,796	4,190,544	1,521,612	2,338,696	2,994,334
34 Total liabilities	176,013,023	193,943,284	188,358,337	156,472,452	175,776,190	172,012,401
C SHAREHOLDERS' FUNDS						
35. Paid up capital	5,300,923	5,755,468	5,755,468	5,300,923	5,755,468	5,755,468
36. Share premium	2,991,194	5,036,649	5,036,649	2,991,194	5,036,649	5,036,649
37. Revaluation reserves	-	-	-	-	-	-
38. Retained earnings	9,268,474	9,482,911	10,496,823	9,403,046	10,908,687	11,999,735
39. Statutory loan loss reserve	1,216,289	1,574,398	1,568,344	926,472	1,101,848	1,101,848
40. Other reserves	228,365	(1,355,158)	(1,203,137)	(110,420)	(1,282,202)	(1,131,645)
41. Proposed dividends	-	1,187,630	1,187,630	-	1,187,630	1,187,630
42. Capital grants	-	-	-	-	-	-
43 Total shareholders' funds	19,005,245	21,681,898	22,841,777	18,511,215	22,708,080	23,949,685
44 Total liabilities and shareholders' funds	195,018,268	215,625,182	211,200,114	174,983,667	198,484,270	195,962,086

II. STATEMENT OF COMPREHENSIVE INCOME

	GROUP			BANK		
	Quarter ended 31 Mar 2015	Year ended 31 Dec 2015	Quarter ended 31 Mar 2016	Quarter ended 31 Mar 2015	Year ended 31 Dec 2015	Quarter ended 31 Mar 2016
	Unaudited Kes 000	Audited Kes 000	Unaudited Kes 000	Unaudited Kes 000	Audited Kes 000	Unaudited Kes 000
1 INTEREST INCOME						
1.1 Loans and advances	3,480,935	15,612,095	4,733,617	3,059,736	14,381,318	4,309,633
1.2 Government securities	1,424,798	6,089,660	1,561,796	1,209,456	5,125,665	1,320,110
1.3 Deposits and placements from banking institutions	74,044	830,555	217,350	40,663	207,702	190,689
1.4 Other interest income	5,919	148,667	67,356	399	148,667	67,356
1.5 Total interest income	4,985,696	22,680,977	6,580,119	4,310,254	19,863,352	5,887,788
2 INTEREST EXPENSES						
2.1 Customer deposits	1,973,306	9,981,870	2,915,622	1,682,731	8,857,173	2,504,811
2.2 Deposits and placements from banking institutions	332,323	734,519	25,081	259,497	394,222	23,279
2.3 Other interest expenses	220,673	894,953	223,125	220,673	894,953	223,125
2.4 Total interest expenses	2,526,302	11,611,342	3,163,828	2,162,901	10,146,348	2,751,215
3 NET INTEREST INCOME	2,459,394	11,069,635	3,416,291	2,147,353	9,717,004	3,136,573
4 OTHER OPERATING INCOME						
4.1 Fees and commissions on loans and advances	169,207	658,043	173,747	133,179	468,473	104,330
4.2 Other fees and commissions	348,891	1,564,931	378,672	294,355	1,243,656	315,079
4.3 Foreign exchange trading income	298,566	953,210	431,036	389,189	1,704,983	394,357
4.4 Dividend income	-	-	-	-	66,660	-
4.5 Other income ⁷	63,846	389,557	93,282	11,948	108,872	29,488
4.6 Total Non-interest income	880,510	3,565,741	1,076,737	828,671	3,592,644	843,254
5 TOTAL OPERATING INCOME	3,339,904	14,635,376	4,493,028	2,976,024	13,309,648	3,979,827
6 OPERATING EXPENSES						
6.1 Loan loss provision	205,134	2,015,424	946,966	330,057	1,436,245	933,769
6.2 Staff costs	763,986	3,224,649	818,491	591,782	2,513,581	646,916
6.3 Directors' emoluments	38,224	178,549	42,335	34,588	149,175	32,371
6.4 Rental charges	223,656	631,386	163,837	145,977	417,320	113,783
6.5 Depreciation charge on property and equipment	135,718	429,566	103,524	72,365	293,206	72,066
6.6 Amortisation charges	92,636	365,951	109,188	82,090	346,379	103,235
6.7 Other operating expenses	541,363	2,738,223	676,777	396,903	1,926,622	519,046
6.8 Total other operating expenses	2,000,717	9,583,748	2,861,118	1,653,762	7,082,528	2,421,186
7 PROFIT BEFORE TAX AND EXCEPTIONAL ITEMS	1,339,187	5,051,628	1,631,910	1,322,262	6,227,120	1,558,641
8. Exceptional item	-	(314,531)	-	-	-	-
9 PROFIT AFTER EXCEPTIONAL ITEMS	1,339,187	4,737,097	1,631,910	1,322,262	6,227,120	1,558,641
Share of associate profit	-	115,515	-	-	-	-
PROFIT BEFORE TAX	1,339,187	4,852,612	1,631,910	1,322,262	6,227,120	1,558,641
10. Current tax	511,306	1,820,320	480,961	530,172	1,765,640	467,592
11. Deferred tax	-	(560,032)	(12,960)	-	(153,781)	-
12 PROFIT AFTER TAX AND EXCEPTIONAL ITEMS	827,881	3,592,324	1,138,989	792,090	4,461,261	1,091,049
OTHER COMPREHENSIVE INCOME						
13.1 Exchange differences on translating foreign operations	(185,468)	(247,850)	(154,586)	-	-	-
13.2 Available-for-sale financial assets	(196,453)	(2,431,058)	215,081	(196,453)	(1,870,427)	215,081
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	58,936	729,317	(64,524)	58,936	561,128	(64,524)
Other comprehensive income for the year net of tax	(322,985)	(1,949,591)	(4,029)	(137,517)	(1,309,299)	150,557
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	504,896	1,642,733	1,159,880	654,573	3,305,962	1,241,606
EARNINGS PER SHARE - BASIC & DILUTED	Kes 3.12	Kes 13.52	Kes 4.04	Kes 2.99	Kes 17.38	Kes 3.79

III. OTHER DISCLOSURES

	GROUP			BANK		
	Quarter ended 31 Mar 2015	Year ended 31 Dec 2015	Quarter ended 31 Mar 2016	Quarter ended 31 Mar 2015	Year ended 31 Dec 2015	Quarter ended 31 Mar 2016
	Unaudited Kes 000	Audited Kes 000	Unaudited Kes 000	Unaudited Kes 000	Audited Kes 000	Unaudited Kes 000
1. NON-PERFORMING LOANS AND ADVANCES						
a) Gross non-performing loans and advances	7,030,031	7,614,397	10,842,580	4,715,640	4,722,934	8,320,257
b) Less interest in suspense	925,608	967,997	1,245,049	679,047	758,089	874,076
c) Total non-performing loans (a-b)	6,104,423	6,646,400	9,597,531	4,036,593	3,964,845	7,446,181
d) Specific provisions for bad debts	3,818,514	4,871,032	6,063,249	2,960,495	3,404,732	4,320,002
e) Net non-performing loans (c-d)	2,285,909	1,775,368	3,534,282	1,076,098	560,113	3,126,179
f) Realisable value of securities	2,285,909	1,679,398	3,446,048	1,076,098	464,143	3,037,945
g) Net NPLs Exposure (e-f)	-	95,970	88,234	-	95,970	88,234
2. INSIDER LOANS AND ADVANCES						
a) Directors, shareholders and associates	4,546,224	4,444,033	5,034,575	4,541,882	4,444,033	5,031,376
b) Employees	1,973,027	2,288,479	2,441,847	1,687,971	2,026,831	2,045,975
c) Total insider loans advances and other facilities	6,519,251	6,732,512	7,476,422	6,229,853	6,470,864	7,077,351
3. OFF-BALANCE SHEET ITEMS						
a) Letters of credit, guarantees and acceptances	25,745,155	24,066,646	23,533,049	23,871,165	22,257,145	21,369,652
b) Forward, swaps and options	4,008,689	4,595,371	3,901,264	4,008,689	4,595,371	3,901,264
c) Other contingent liabilities	-	-	-	-	-	-
d) Total contingent liabilities	29,753,844	28,662,017	27,434,313	27,879,854	26,852,516	25,270,916
4. CAPITAL STRENGTH						
a) Core capital	16,880,912	1				