



Habib Bank AG Zurich

Kenya Branches

Incorporated in Switzerland (1967)

(Head Office : 59 Weinbergstrasse, Zurich, Switzerland)

QUARTERLY FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 31ST MARCH 2016

I BALANCE SHEET IN KENYA SHS. '000		31.03.2015 (Un-audited)	31.12.2015 (Audited)	31.03.2016 (Un-audited)
A. ASSETS				
1	Cash (both local and foreign)	101,676	88,292	72,728
2	Balances due from Central Bank of Kenya	510,136	520,002	667,193
3	Kenya Government and other securities held for for dealing purposes	-	-	-
4	Financial Assets at fair value through profit and loss	-	-	-
5	Investment securities:			
	(a) Held to Maturity:			
	a. Kenya Government securities	7,905,053	7,753,751	9,788,281
	b. Other securities	61,262	47,558	49,010
	(b) Available for sale:			
	a. Kenya Government securities	-	-	-
	b. Other securities	-	-	-
6	Deposits and balances due from local banking institutions	230,838	202,403	101,334
7	Deposits and balances due from banking institutions abroad	89,366	150,781	215,454
8	Tax recoverable	-	47,546	-
9	Loans and advances to customers (Net)	3,911,422	5,227,349	5,184,248
10	Balances due from banking institutions in the group	96,462	53,484	67,331
11	Investment in associates	-	-	-
12	Investment in subsidiary companies	-	-	-
13	Investment in joint ventures	-	-	-
14	Investment properties	-	-	-
15	Property, plant and equipment	154,007	185,561	182,913
16	Prepaid lease rentals	15,881	17,232	17,183
17	Intangible assets	-	-	-
18	Deferred tax asset	19,835	51,629	51,629
19	Retirement benefit assets	-	-	-
20	Other assets	197,244	94,363	93,652
21	TOTAL ASSETS	13,293,182	14,439,951	16,490,956
B. LIABILITIES				
22	Balances due to Central Bank of Kenya	-	-	-
23	Customer deposits	9,266,632	10,115,568	12,019,372
24	Deposits and balances due to local banking institutions	170,000	-	225,000
25	Deposits and balances due to banking institutions abroad	9,180	673	438
26	Other money market deposits	1,500	1,500	-
27	Borrowed funds	-	-	-
28	Balances due to banking institutions in the group	1,101,131	1,560,598	1,319,184
29	Tax Payable	90,415	-	12,756
30	Dividends payable	-	-	-
31	Deferred Tax liability	-	-	-
32	Retirement benefit liability	41,128	49,043	48,534
33	Other liabilities	302,413	139,839	199,369
34	TOTAL LIABILITIES	10,982,399	11,867,221	13,824,653
C. SHAREHOLDERS' EQUITY				
35	Paid up/Assigned Capital	350,000	350,000	350,000
36	Share premium/(discount)	-	-	-
37	Revaluation reserves	-	-	-
38	Retained earnings/Accumulated losses	1,896,360	2,144,814	2,238,387
39	Statutory loan loss reserve	64,423	77,916	77,916
40	Other Reserves	-	-	-
41	Proposed dividends	-	-	-
42	Capital grants	-	-	-
43	TOTAL SHAREHOLDERS' EQUITY	2,310,783	2,572,730	2,666,303
44	TOTAL LIABILITIES & SHARE HOLDERS' EQUITY	13,293,182	14,439,951	16,490,956
II PROFIT & LOSS ACCOUNT IN KENYA SHS.'000		31.03.2015 (Un-audited)	31.12.2015 (Audited)	31.03.2016 (Un-audited)
1	INTEREST INCOME			
1.1	Loans and Advances	101,739	488,874	144,852
1.2	Government Securities	185,122	825,356	290,900
1.3	Deposits and placements with banking institution	2,669	29,692	4,516
1.4	Other interest income	-	-	54
1.5	Total interest income	289,530	1,343,922	440,322
2	INTEREST EXPENSE			
2.1	Customer deposits	100,619	469,150	175,883
2.2	Deposits and placements with banking institutions	1,894	8,296	929
2.3	Other interest expense	2,227	11,777	7,382
2.4	Total interest expense	104,740	489,223	184,194
3	NET INTEREST INCOME	184,790	854,699	256,128
4	OTHER OPERATING INCOME			
4.1	Fees and commissions on loans and advances	3,209	17,239	2,946
4.2	Other fees and commissions	8,158	28,736	7,987
4.3	Foreign exchange trading income/(loss)	5,492	24,976	4,636
4.4	Dividend income	-	-	-
4.5	Other income	7,506	35,002	9,382
4.6	Total non-interest income	24,365	105,953	24,951
5	TOTAL OPERATING INCOME	209,155	960,652	281,079
6	OPERATING EXPENSES			
6.1	Loan loss provision	-	16,234	3,211
6.2	Staff Costs	60,071	248,205	69,485
6.3	Directors' emoluments	-	-	-
6.4	Rental charges	2,799	14,266	4,189
6.5	Depreciation charge on property and equipment	3,975	21,024	5,908
6.6	Amortisation charges	49	199	49
6.7	Other operating expenses	33,818	150,889	44,434
6.8	Total operating expenses	100,712	450,817	127,276
7	Profit/(Loss) before tax and exceptional items	108,443	509,835	153,803
8	Exceptional items	-	-	-
9	Profit/(Loss) after exceptional items	108,443	509,835	153,803
10	Current Tax	(41,102)	(212,341)	(60,230)
11	Deferred Tax	-	31,794	-
12	Profit/(Loss) after tax and exceptional items	67,341	329,288	93,573
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	-	-	-
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	-	-	-
14	Other comprehensive income for the year net of tax	-	-	-
15	TOTAL COMPREHENSIVE INCOME FOR THE YEAR	67,341	329,288	93,573
III OTHER DISCLOSURES		31.03.2015 (Un-audited)	31.12.2015 (Audited)	31.03.2016 (Un-audited)
1	NON PERFORMING LOANS AND ADVANCES			
a)	Gross non-performing loans and advances	80,129	115,605	119,723
	Less:			
b)	Interest in suspense	37,230	43,062	45,307
c)	Total non-performing loans and advances (a-b)	42,899	72,543	74,416
	Less:			
d)	Loan loss provisions	43,584	58,570	59,454
e)	Net Non-performing Loans (c-d)	(685)	13,973	14,962
f)	Realizable value of securities	(685)	13,973	14,962
g)	Net Non-Performing Loans Exposure (e-f)	0	0	0
2	INSIDER LOANS AND ADVANCES			
a)	Directors, Shareholders and associates	-	-	-
b)	Employees	64,974	66,407	66,220
c)	Total Insider Loans, Advances and Other Facilities	64,974	66,407	66,220
3	OFF BALANCE SHEET ITEMS			
a)	Letter of credits, guarantees, acceptances	592,854	798,174	801,085
b)	Forwards, swaps, and options	-	-	-
c)	Other Contingent Liabilities	541,231	586,803	587,856
d)	Total Contingent Liabilities	1,134,085	1,384,977	1,388,941
4	CAPITAL STRENGTH			
a)	Core Capital	2,212,689	2,494,813	2,541,601
b)	Minimum Statutory Capital	1,000,000	1,000,000	1,000,000
c)	Excess/(Deficiency) (a-b)	1,212,689	1,494,813	1,541,601
d)	Supplementary Capital	64,423	77,916	77,916
e)	Total Capital (a-d)	2,277,112	2,572,729	2,619,517
f)	Total Risk Weighted Assets	7,446,972	9,577,267	9,393,407
g)	Core Capital/Total Deposit liabilities	24.00%	24.70%	21.20%
h)	Minimum Statutory Ratio	8.00%	8.00%	8.00%
i)	Excess/(Deficiency) (g-h)	16.00%	16.70%	13.20%
j)	Core Capital/Total Risk Weighted Assets	29.70%	26.00%	27.10%
k)	Minimum Statutory Ratio	10.50%	10.50%	10.50%
l)	Excess/(Deficiency) (j-k)	19.20%	15.50%	16.60%
m)	Total Capital/Total Risk Weighted Assets	30.60%	26.90%	27.90%
n)	Minimum Statutory Ratio	14.50%	14.50%	14.50%
o)	Excess/(Deficiency) (m-n)	16.10%	12.40%	13.40%
5	LIQUIDITY			
a)	Liquidity Ratio	80.00%	70.30%	76.70%
b)	Minimum Statutory Ratio	20.00%	20.00%	20.00%
c)	Excess/(Deficiency) (a-b)	60.00%	50.30%	56.70%

These financial statements are extracts from the books of the institution. The complete set of quarterly financial statements, Statutory and qualitative disclosures can be accessed on the institutions website www.habibbank.com. They may also be accessed at the institutions head office located at Habib House, Koinange street, Nairobi.

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Country Manager

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Country Risk Manager

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