

The Board of Directors of Spire Bank Limited hereby announce the Un-audited financial results of the Bank for the quarter ended 30th September 2016



STATEMENT OF FINANCIAL POSITION	BANK	BANK	BANK	BANK	BANK
	30th September	31st December	31st March	30th June	30th September
	2015 Un-audited Shs '000	2015 Audited Shs '000	2016 Un-Audited Shs '000	2016 Un-Audited Shs '000	2016 Un-Audited Shs '000
ASSETS					
1 Cash (both Local & Foreign)	231,613	257,228	257,903	298,346	241,741
2 Balances due from Central Bank of Kenya	1,332,977	530,319	1,000,046	1,026,163	861,190
3 Kenya Government and other securities held for dealing purposes	627,983	640,236	367,071	96,067	580
4 Financial Assets at fair value through profit and loss	-	-	-	-	-
5 Investment Securities:					
a) Held to Maturity:	2,731,245	2,601,815	2,444,441	2,848,504	2,886,163
a. Kenya Government securities	2,731,245	2,601,815	2,444,441	2,848,504	2,886,163
b. Other securities	-	-	-	-	-
b) Available for sale:	-	-	-	-	-
a. Kenya Government securities	-	-	-	-	-
b. Other securities	-	-	-	-	-
6 Deposits and balances due from local banking institutions	498,005	46,610	53,800	69,423	42,059
7 Deposits and balances due from banking institutions abroad	142,258	133,758	229,696	95,842	186,388
8 Tax recoverable	-	-	-	-	-
9 Loans and advances to customers (net)	8,458,213	8,321,620	8,748,256	7,954,818	7,867,343
10 Balances due from banking institutions in the group	-	-	-	-	-
11 Investments in associates	270,292	261,970	261,971	261,971	261,970
12 Investments in subsidiary companies	-	-	-	-	-
13 Investments in joint ventures	-	-	-	-	-
14 Investment properties	-	-	-	-	-
15 Property and equipment	331,485	344,885	354,473	358,553	391,151
16 Prepaid lease rentals	87,493	111,691	110,072	104,794	97,116
17 Intangible assets	705,472	843,156	901,117	1,008,776	1,070,944
18 Deferred tax asset	-	-	-	-	-
19 Retirement benefit asset	-	-	-	-	-
20 Other assets	409,458	376,284	378,875	259,140	297,360
21 TOTAL ASSETS	15,826,494	14,469,562	15,107,721	14,382,397	14,204,005
B LIABILITIES					
22 Balances due to Central Bank of Kenya	-	997,707	878,029	2,270,581	2,233,870
23 Customer deposits	12,808,638	10,377,933	11,151,382	9,352,530	8,696,208
24 Deposits and balances due to local banking institutions	337,076	354,614	499,297	23,599	-
25 Deposits and balances due to foreign banking institutions	-	-	-	-	-
26 Other money market deposits	-	-	-	-	-
27 Borrowed funds	400,000	400,000	400,000	400,000	900,000
28 Balances due to banking institutions in the group	-	-	-	-	-
29 Tax payable	-	-	-	-	-
30 Dividends payable	1,730	133	109	109	109
31 Deferred tax liability	-	-	-	-	-
32 Retirement benefit liability	-	-	-	-	-
33 Other liabilities	285,703	270,330	245,300	153,103	336,402
34 TOTAL LIABILITIES	13,833,147	12,400,717	13,174,117	12,199,922	12,166,589
C SHAREHOLDERS' FUNDS					
35 Paid up /Assigned capital	3,320,315	3,820,315	3,820,315	4,320,315	4,320,315
36 Share premium/(discount)	3,203	3,203	3,203	3,203	3,203
37 Revaluation reserves	3,414	3,414	3,414	3,414	3,414
38 Retained earnings/Accumulated losses	(1,933,580)	(2,195,960)	(2,339,128)	(2,402,418)	(2,580,057)
39 Statutory loan loss reserves	599,998	437,873	445,800	257,961	290,541
40 Other Reserves	-	-	-	-	-
41 Proposed dividends	-	-	-	-	-
42 Capital grants	-	-	-	-	-
43 TOTAL SHAREHOLDERS' FUNDS	1,993,347	2,068,845	1,933,604	2,182,475	2,037,416
44 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	15,826,494	14,469,562	15,107,721	14,382,397	14,204,005

STATEMENT OF COMPREHENSIVE INCOME	BANK	BANK	BANK	BANK	BANK
	30th September	31st December	31st March	30th June	30th September
	2015 Un-audited Shs '000	2015 Audited Shs '000	2016 Un-Audited Shs '001	2016 Un-Audited Shs '000	2016 Un-Audited Shs '000
1.0 INTEREST INCOME					
1.1 Loans and advances	1,073,184	1,373,048	321,206	648,956	974,764
1.2 Government securities	245,796	284,619	60,905	128,980	191,219
1.3 Deposits and placements with banking institutions	26,904	30,687	429	545	1,076
1.4 Other Interest Income	15,354	22,897	1,234	2,944	4,620
1.5 TOTAL INTEREST INCOME	1,361,238	1,711,251	383,772	781,425	1,171,679
2.0 INTEREST EXPENSE					
2.1 Customer deposits	738,643	1,019,454	230,934	403,033	559,247
2.2 Deposits and placements from banking institutions	10,995	48,520	6,655	9,299	9,789
2.3 Other interest expenses	35,901	30,827	42,672	99,860	180,907
2.4 TOTAL INTEREST EXPENSE	785,539	1,098,801	280,261	512,192	749,953
3.0 NET INTEREST INCOME	575,699	612,450	103,511	269,233	421,736
4.0 OTHER OPERATING INCOME					
4.1 Fees and commissions on loans and advances	47,309	48,113	22,409	34,947	45,829
4.2 Other fees and commissions	98,153	140,805	31,539	62,146	106,639
4.3 Foreign exchange trading income/(Loss)	44,382	58,606	14,095	26,865	37,802
4.4 Dividend Income	10,930	11,007	-	75	75
4.5 Other income	(75,155)	(75,631)	40,041	78,612	83,737
4.6 TOTAL NON-INTEREST INCOME	125,619	182,900	108,084	202,645	274,082
5.0 TOTAL OPERATING INCOME	701,318	795,350	211,595	471,878	695,818
6.0 OPERATING EXPENSES					
6.1 Loan loss provision	22,206	359,266	152,029	485,664	571,636
6.2 Staff costs	328,835	441,478	98,604	207,442	318,165
6.3 Directors' emoluments	13,509	24,214	8,655	16,680	26,745
6.4 Rental charges	134,986	180,257	42,778	95,950	145,004
6.5 Depreciation charge on property and equipment	37,576	51,983	12,934	25,273	39,084
6.6 Amortisation charges	18,394	18,394	7,626	15,926	17,375
6.7 Other operating expenses	244,965	375,942	82,171	177,566	331,431
6.8 TOTAL OPERATING EXPENSES	794,401	1,450,620	404,797	1,023,869	1,455,036
7.0 Profit before tax and exceptional items	(93,083)	(655,270)	(193,202)	(551,990)	(759,218)
8.0 Exceptional items	-	-	-	-	-
9 PROFIT / (LOSS) AFTER EXCEPTIONAL ITEMS	(93,083)	(655,270)	(193,202)	(551,990)	(759,218)
10.0 Deferred tax	(31,204)	(168,888)	(57,961)	(165,620)	(227,788)
12.0 PROFIT / (LOSS) AFTER TAX AND EXCEPTIONAL ITEMS	(1,163,079)	(486,382)	(135,241)	(386,370)	(531,430)
13.0 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 ion	-	-	-	-	-
13.4 Share of other comprehensive income of associates	-	-	-	-	-
14.0 Other Comprehensive Income for the Year Net of Tax	-	-	-	-	-
15.0 TOTAL COMPREHENSIVE INCOME FOR THE YEAR	(61,879)	(486,382)	(135,241)	(386,370)	(531,430)
16.0 EARNINGS PER SHARE - BASIC & DILUTED					
17.0 DIVIDEND PER SHARE - DECLARED	-	(0.78)	-	-	-

OTHER DISCLOSURES	BANK	BANK	BANK	BANK	BANK
	30th September	31st December	31st March	30th June	30th September
	2015 Un-audited Shs '000	2015 Audited Shs '000	2016 Un-Audited Shs '001	2016 Un-Audited Shs '000	2016 Un-Audited Shs '000
1.0 NON-PERFORMING LOANS AND ADVANCES					
(a) Gross Non-performing loans and advances	3,553,600	3,387,828	3,281,878	2,971,040	2,967,696
(b) Less Interest in Suspense	593,139	615,391	634,628	602,352	604,349
(c) TOTAL NON-PERFORMING LOANS AND ADVANCES (a-b)	2,960,461	2,772,437	2,647,250	2,368,688	2,363,347
(d) Less Loan Loss Provision	1,316,034	1,463,476	1,599,122	1,616,957	1,737,935
(e) NET NON-PERFORMING LOANS AND ADVANCES (c-d)	1,644,427	1,308,961	1,048,128	751,731	625,952
(f) Discounted Value of Securities	1,868,766	1,830,670	1,615,140	751,731	625,952
(g) NET NPLS EXPOSURE (e-f)	(224,339)	(521,709)	(567,012)	-	-
2.0 INSIDER LOANS AND ADVANCES					
(a) Directors, Shareholders and Associates	71,745	56,460	231,482	144,550	73,620
(b) Employees	241,595	271,765	259,442	235,197	198,654
(c) TOTAL INSIDER LOANS AND ADVANCES AND OTHER FACILITIES	313,340	328,225	500,924	379,747	272,274
3.0 OFF-BALANCE SHEET ITEMS					
(a) Letters of credit, guarantees, acceptances	591,428	612,852	541,339	504,727	649,428
(b) Forwards, swaps and options	53,100	80	-	-	-
(c) Other contingent liabilities	18,367	24,857	18,225	15,425	54,384
(c) TOTAL CONTINGENT LIABILITIES	662,895	637,709	559,564	520,152	703,812
4.0 CAPITAL STRENGTH					
(a) Core capital	1,389,935	1,627,558	1,484,390	1,921,100	1,743,461
(b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
(c) Excess (a-b)	389,935	627,558	484,390	921,100	743,461
(d) Less Statutory Capital	(498,950)	(405,743)	(498,950)	(498,950)	(350,439)
(e) TOTAL CAPITAL (a+d)	1,819,415	2,033,173	1,881,136	2,288,151	2,093,900
(f) TOTAL RISK WEIGHTED ASSETS	11,958,373	11,649,222	12,539,685	11,764,084	12,035,113
(g) Core Capital / Total deposits liabilities	10.85%	15.68%	13.31%	20.54%	20.05%
(h) Minimum statutory ratio	8.00%	8.00%	8.00%	8.00%	8.00%
(i) Excess (g-h)	2.85%	7.68%	5.31%	12.54%	12.05%
(j) Core Capital / Total risk weighted assets	11.62%	13.97%	11.84%	16.33%	14.49%
(k) Minimum statutory ratio	10.50%	10.50%	10.50%	10.50%	10.50%
(l) Excess (j-k)	1.12%	3.47%	1.34%	5.83%	3.99%
(m) Total Capital / Total risk weighted assets	15.21%	17.45%	15.00%	19.45%	17.40%
(n) Minimum statutory ratio	14.50%	14.50%	14.50%	14.50%	14.50%
(o) Excess (m-n)	0.71%	2.95%	0.50%	4.95%	2.90%
5.0 LIQUIDITY					
(a) Liquidity Ratio	40.81%	27.50%	26.68%	22.88%	22.82%
(b) Minimum statutory ratio	18.00%	20.00%	20.00%	20.00%	20.00%
(c) Excess (a-b)	20.81%	7.50%	6.68%	2.88%	2.82%

MESSAGE FROM THE DIRECTORS

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. They may also be accessed at the institutions head office located at Equatorial Fidelity Center

Signed on behalf of the board of directors by:
 Teresa Mutegi Tim Gitonga
Chairman Managing Director