

THE BOARD OF DIRECTORS OF SPIRE BANK LIMITED HEREBY ANNOUNCE THE UNAUDITED FINANCIAL RESULTS OF THE BANK FOR THE PERIOD ENDING 31ST MARCH, 2017



I STATEMENT OF FINANCIAL POSITION	BANK	BANK	BANK
	31 st Mar 2016 Un-audited Shs '000	31 st Dec 2016 Audited Shs '000	31 st Mar 2017 Un-audited Shs '000
A ASSETS			
1 Cash (both Local & Foreign)	257,903	234,567	294,197
2 Balances due from Central Bank of Kenya	1,000,046	748,462	690,603
3 Kenya Government and other securities held for dealing purposes	367,071	554	-
4 Financial Assets at fair value through profit and loss	-	-	-
5 Investment Securities:			
a) Held to Maturity:			
a. Kenya Government securities	2,444,441	2,881,337	2,861,793
b. Other securities	2,444,441	2,881,337	2,861,793
b) Available for sale:			
a. Kenya Government securities	-	-	-
b. Other securities	-	-	-
6 Deposits and balances due from local banking institutions	53,800	38,651	52,554
7 Deposits and balances due from banking institutions abroad	229,696	269,419	162,730
8 Tax recoverable	-	-	-
9 Loans and advances to customers (net)	8,748,256	7,433,605	6,767,311
10 Balances due from banking institutions in the group	-	-	-
11 Investments in associates	261,971	287,357	287,357
12 Investments in subsidiary companies	-	-	-
13 Investments in joint ventures	-	-	-
14 Investment properties	-	-	-
15 Property and equipment	354,473	373,254	377,413
16 Prepaid lease rentals	-	-	-
17 Intangible assets	110,072	89,937	82,829
18 Deferred tax asset	901,117	1,059,429	1,102,349
19 Retirement benefit asset	-	-	-
20 Other assets	378,875	385,926	506,480
21 TOTAL ASSETS	15,107,721	13,802,498	13,185,616
B LIABILITIES			
22 Balances due to Central Bank of Kenya	878,029	2,231,828	2,174,049
23 Customer deposits	11,151,382	8,542,839	7,954,513
24 Deposits and balances due to local banking institutions	499,297	-	100,000
25 Deposits and balances due to foreign banking institutions	-	-	-
26 Other money market deposits	-	-	-
27 Borrowed funds	400,000	900,000	900,000
28 Balances due to banking institutions in the group	-	-	-
29 Tax payable	-	-	-
30 Dividends payable	109	109	109
31 Deferred tax liability	-	-	-
32 Retirement benefit liability	-	-	-
33 Other liabilities	245,300	310,500	339,636
34 TOTAL LIABILITIES	13,174,117	11,985,276	11,468,307
C SHAREHOLDERS' FUNDS			
35 Paid up /Assigned capital	3,820,315	4,320,315	4,320,315
36 Share premium/(discount)	3,203	3,203	3,203
37 Revaluation reserves	3,414	3,414	3,414
38 Retained earnings/Accumulated losses	(2,339,128)	(2,754,423)	(2,884,696)
39 Statutory loan loss reserves	445,800	244,713	275,073
40 Other Reserves	-	-	-
41 Proposed dividends	-	-	-
42 Capital grants	-	-	-
43 TOTAL SHAREHOLDERS' FUNDS	1,933,604	1,817,222	1,717,309
44 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	15,107,721	13,802,498	13,185,616
II STATEMENT OF COMPREHENSIVE INCOME	BANK	BANK	BANK
	31 st Mar 2016 Un-audited Shs '000	31 st Dec 2016 Audited Shs '000	31 st Mar 2017 Un-audited Shs '000
1.0 INTEREST INCOME			
1.1 Loans and advances	321,206	1,185,032	231,039
1.2 Government securities	60,905	248,223	55,576
1.3 Deposits and placements with banking institutions	429	1,081	16
1.4 Other Interest Income	1,232	4,855	174
1.5 TOTAL INTEREST INCOME	383,772	1,439,191	286,805
2.0 INTEREST EXPENSE			
2.1 Customer deposits	230,934	693,115	125,849
2.2 Deposits and placement from banking institutions	6,655	209,732	60,325
2.3 Other interest expenses	42,672	62,488	23,548
2.4 TOTAL INTEREST EXPENSE	280,261	965,335	209,722
3.0 NET INTEREST INCOME	103,511	473,856	77,083
4.0 OTHER OPERATING INCOME			
4.1 Fees and commissions on loans and advances	22,409	66,828	16,758
4.2 Other fees and commissions	31,539	134,045	26,235
4.3 Foreign exchange trading income/(Loss)	14,095	49,019	1,210
4.4 Dividend Income	-	75	-
4.5 Other income	40,041	118,353	7,694
4.6 TOTAL NON-INTEREST INCOME	108,084	368,320	51,897
5.0 TOTAL OPERATING INCOME	211,595	842,176	128,980
6.0 OPERATING EXPENSES			
6.1 Loan loss provision	152,029	667,172	14,330
6.2 Staff costs	98,604	414,401	104,834
6.3 Directors' emoluments	8,655	34,035	9,040
6.4 Rental charges	42,778	194,522	50,428
6.5 Depreciation charge on property and equipment	12,934	51,858	12,658
6.6 Amortisation charges	7,626	30,558	7,542
6.7 Other operating expenses	82,171	417,526	72,881
6.8 TOTAL OPERATING EXPENSES	404,797	1,810,072	271,713
7.0 Profit before tax and exceptional items	(193,202)	(967,896)	(142,733)
8.0 Exceptional items	-	-	-
9 PROFIT / (LOSS) AFTER EXCEPTIONAL ITEMS	(193,202)	(967,896)	(142,733)
10.0 Current tax	-	-	-
11.0 Deferred tax	57,961	216,273	42,820
12.0 PROFIT / (LOSS) AFTER TAX AND EXCEPTIONAL ITEMS	(135,241)	(751,623)	(99,913)
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	-	-	-
13.5 Income tax relating to components of other comprehensive income	-	-	-
14.0 Other comprehensive income for the year net of tax	-	-	-
15.0 TOTAL COMPREHENSIVE INCOME FOR THE YEAR	(135,241)	(751,623)	(99,913)
16.0 EARNINGS PER SHARE- BASIC & DILUTED	-	-	-
17.0 DIVIDEND PER SHARE - DECLARED	-	-	-
III OTHER DISCLOSURES	BANK	BANK	BANK
	31 st Mar 2016 Un-audited Shs '000	31 st Dec 2016 Audited Shs '000	31 st Mar 2017 Un-audited Shs '000
1.0 NON-PERFORMING LOANS AND ADVANCES			
(a) Gross Non-performing loans and advances	3,281,878	1,322,135	1,299,757
(b) Less Interest in Suspense	634,628	75,710	76,303
(c) TOTAL NON-PERFORMING LOANS AND ADVANCES (a-b)	2,647,250	1,246,425	1,223,454
(d) Less Loan Loss Provision	1,599,122	809,997	856,590
(e) NET NON-PERFORMING LOANS AND ADVANCES(c-d)	1,048,128	436,428	366,864
(f) Discounted Value of Securities	1,615,140	436,428	366,864
(g) NET NPLS EXPOSURE (e-f)	(567,012)	-	-
2.0 INSIDER LOANS AND ADVANCES			
(a) Directors, Shareholders and Associates	231,482	68,305	54,172
(b) Employees	269,442	156,493	145,718
(c) TOTAL INSIDER LOANS AND ADVANCES AND OTHER FACILITIES	500,924	224,798	199,890
3.0 OFF-BALANCE SHEET ITEMS			
(a) Letters of credit, guarantees, acceptances	541,339	493,532	480,358
(b) Forwards, swaps and options	-	-	-
(c) Other contingent liabilities	18,225	39,321	51,803
(c) TOTAL CONTINGENT LIABILITIES	559,564	532,853	532,161
4.0 CAPITAL STRENGTH			
(a) Core capital	1,484,390	1,569,095	1,438,822
(b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000
(c) Excess (a-b)	484,390	569,095	438,822
(d) Supplementary Capital	396,746	325,571	296,126
(e) TOTAL CAPITAL (a+d)	1,881,136	1,894,666	1,734,948
(f) TOTAL RISK WEIGHTED ASSETS	12,539,685	11,645,709	12,539,685
(g) Core Capital / Total deposits liabilities	13.31%	18.37%	18.09%
(h) Minimum statutory ratio	8.00%	8.00%	8.00%
(i) Excess (g-h)	5.31%	10.37%	10.09%
(j) Core Capital / Total risk weighted assets	11.84%	13.47%	13.21%
(k) Minimum statutory ratio	10.50%	10.50%	10.50%
(l) Excess (j-k)	1.34%	2.97%	2.71%
(m) Total Capital / Total risk weighted assets	15.00%	16.27%	15.93%
(n) Minimum statutory ratio	14.50%	14.50%	14.50%
(o) Excess (m-n)	0.50%	1.77%	1.43%
5.0 LIQUIDITY			
(a) Liquidity Ratio	26.68%	22.72%	22.48%
(b) Minimum statutory ratio	20.00%	20.00%	20.00%
(c) Excess (a-b)	6.68%	2.72%	2.48%
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 Chairperson	Tim Gitonga Managing Director		