

THE BOARD OF DIRECTORS OF SPIRE BANK LIMITED HEREBY ANNOUNCE THE UN-AUDITED FINANCIAL RESULTS OF THE BANK FOR THE PERIOD ENDING 30TH SEPTEMBER, 2017



I STATEMENT OF FINANCIAL POSITION	BANK	BANK	BANK	BANK	BANK
	30th September 2016 Un-audited Shs '000	31st December 2016 Audited Shs '000	31st March 2017 Un-audited Shs '000	30th June 2017 Un-audited Shs '000	30th September 2017 Un-audited Shs '000
A ASSETS					
1 Cash (both Local & Foreign)	241,741	234,567	294,197	251,610	162,284
2 Balances due from Central Bank of Kenya	861,190	748,462	690,603	734,059	43,223
3 Kenya Government and other securities held for dealing purposes	580	554	-	-	-
4 Financial Assets at fair value through profit and loss	-	-	-	-	-
5 Investment Securities:					
a) Held to Maturity:					
a. Kenya Government securities	2,886,163	2,881,337	2,861,793	2,855,919	2,836,624
b. Other securities	2,886,163	2,881,337	2,861,793	2,855,919	2,836,624
b) Available for sale:					
a. Kenya Government securities	-	-	-	-	-
b. Other securities	-	-	-	-	-
6 Deposits and balances due from local banking institutions	42,059	38,651	52,554	219,295	68,086
7 Deposits and balances due from banking institutions abroad	186,388	269,419	162,730	224,919	33,742
8 Tax recoverable	-	-	-	-	-
9 Loans and advances to customers (net)	7,867,343	7,433,605	6,767,311	6,411,120	6,279,027
10 Balances due from banking institutions in the group	-	-	-	-	-
11 Investments in associates	261,970	287,357	287,357	287,357	287,357
12 Investments in subsidiary companies	-	-	-	-	-
13 Investments in joint ventures	-	-	-	-	-
14 Investment properties	-	-	-	-	-
15 Property and equipment	391,151	373,254	377,413	374,103	356,492
16 Prepaid lease rentals	-	-	-	-	-
17 Intangible assets	97,116	89,937	82,829	77,622	76,435
18 Deferred tax asset	1,070,944	1,059,429	1,102,349	1,178,308	1,275,865
19 Retirement benefit asset	-	-	-	-	-
20 Other assets	297,360	385,926	506,480	459,794	267,340
21 TOTAL ASSETS	14,204,005	13,802,498	13,185,616	13,074,106	11,686,475
B LIABILITIES					
22 Balances due to Central Bank of Kenya	2,233,870	2,231,828	2,174,049	2,170,833	2,340,005
23 Customer deposits	8,696,208	8,542,839	7,954,513	7,684,750	6,750,093
24 Deposits and balances due to local banking institutions	-	-	100,000	300,000	-
25 Deposits and balances due to foreign banking institutions	-	-	-	-	-
26 Other money market deposits	-	-	-	-	-
27 Borrowed funds	900,000	900,000	900,000	900,000	900,000
28 Balances due to banking institutions in the group	-	-	-	-	-
29 Tax payable	-	-	-	-	-
30 Dividends payable	109	109	109	109	109
31 Deferred tax liability	-	-	-	-	-
32 Retirement benefit liability	-	-	-	-	-
33 Other liabilities	336,402	310,500	339,636	389,556	271,732
34 TOTAL LIABILITIES	12,166,589	11,985,276	11,468,307	11,445,248	10,261,939
C SHAREHOLDERS' FUNDS					
35 Paid up / Assigned capital	4,320,315	4,320,315	4,320,315	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	(2,580,577)	(2,754,423)	(2,884,696)	(2,948,312)	(3,273,647)
39 Statutory loan loss reserves	290,541	244,713	275,073	250,238	371,251
40 Other Reserves	-	-	-	-	-
41 Proposed dividends	-	-	-	-	-
42 Capital grants	-	-	-	-	-
43 TOTAL SHAREHOLDERS' FUNDS	2,037,416	1,817,222	1,717,309	1,628,858	1,424,536
44 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	14,204,005	13,802,498	13,185,616	13,074,106	11,686,475

II STATEMENT OF COMPREHENSIVE INCOME	BANK	BANK	BANK	BANK	BANK
	30th September 2016 Un-audited Shs '000	31st December 2016 Audited Shs '000	31st March 2017 Un-audited Shs '000	30th June 2017 Un-audited Shs '000	30th September 2017 Un-audited Shs '000
1.0 INTEREST INCOME					
1.1 Loans and advances	974,764	1,185,032	231,039	445,296	652,781
1.2 Government securities	191,219	248,223	55,576	111,514	167,882
1.3 Deposits and placements with banking institutions	1,076	1,081	16	159	770
1.4 Other Interest Income	4,620	4,855	174	310	385
1.5 TOTAL INTEREST INCOME	1,171,679	1,439,191	286,805	557,279	821,818
2.0 INTEREST EXPENSE					
2.1 Customer deposits	559,247	693,115	125,849	234,164	332,954
2.2 Deposits and placement from banking institutions	9,789	209,732	60,325	115,558	176,705
2.3 Other interest expenses	180,907	62,488	23,548	47,358	71,429
2.4 TOTAL INTEREST EXPENSE	749,943	965,335	209,722	397,080	581,088
3.0 NET INTEREST INCOME	421,736	473,856	77,083	160,199	240,730
4.0 OTHER OPERATING INCOME					
4.1 Fees and commissions on loans and advances	45,829	66,828	16,758	33,802	51,591
4.2 Other fees and commissions	106,639	134,045	26,235	54,407	84,200
4.3 Foreign exchange trading income/(Loss)	37,802	49,019	1,210	6,383	9,825
4.4 Dividend Income	75	-	-	-	-
4.5 Other income	83,737	118,353	7,694	25,179	32,211
4.6 TOTAL NON-INTEREST INCOME	274,082	368,320	51,897	119,771	177,827
5.0 TOTAL OPERATING INCOME	695,818	842,176	128,980	279,970	418,557
6.0 OPERATING EXPENSES					
6.1 Loan loss provision	517,636	667,172	14,330	66,049	247,959
6.2 Staff costs	318,165	414,401	104,630	204,355	295,300
6.3 Directors' emoluments	26,745	34,035	9,040	16,960	25,050
6.4 Rental charges	145,004	194,522	50,428	94,556	126,118
6.5 Depreciation charge on property and equipment	39,084	51,858	12,658	32,338	57,404
6.6 Amortisation charges	22,971	30,558	7,542	7,542	2,439
6.7 Other operating expenses	331,431	417,526	72,881	165,317	273,309
6.8 TOTAL OPERATING EXPENSES	1,455,036	1,810,072	271,713	587,117	1,027,579
7.0 Profit before tax and exceptional items	(759,218)	(967,896)	(142,733)	(307,147)	(609,022)
8.0 Exceptional items	-	-	-	-	-
9 PROFIT / (LOSS) AFTER EXCEPTIONAL ITEMS	(759,218)	(967,896)	(142,733)	(307,147)	(609,022)
10.0 Current tax	-	-	-	-	-
11.0 Deferred tax	227,708	216,273	(42,820)	(118,783)	(216,337)
12.0 PROFIT / (LOSS) AFTER TAX AND EXCEPTIONAL ITEMS	(967,068)	(1,184,169)	(99,913)	(188,364)	(392,685)
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	(987,066)	(1,184,169)	(99,913)	(188,364)	(392,685)
16.0 EARNINGS PER SHARE - BASIC & DILUTED					
17.0 DIVIDEND PER SHARE - DECLARED					

III OTHER DISCLOSURES	BANK	BANK	BANK	BANK	BANK
	30th September 2016 Un-audited Shs '000	31st December 2016 Audited Shs '000	31st March 2017 Un-audited Shs '000	30th June 2017 Un-audited Shs '000	30th September 2017 Un-audited Shs '000
1.0 NON-PERFORMING LOANS AND ADVANCES					
(a) Gross Non-performing loans and advances	2,967,696	1,322,135	1,299,577	1,383,715	1,704,623
(b) Less Interest in Suspense	604,349	75,710	76,303	74,713	89,854
(c) TOTAL NON-PERFORMING LOANS AND ADVANCES (a-b)	2,363,347	1,246,425	1,223,454	1,309,002	1,614,769
(d) Less Loan Loss Provision	1,737,395	809,997	856,590	893,105	1,175,026
(e) NET NON-PERFORMING LOANS AND ADVANCES (c-d)	625,952	436,428	366,864	415,897	439,743
(f) Discounted Value of Securities	625,952	436,428	366,864	385,825	439,498
(g) NET NPLS EXPOSURE (e-f)	-	-	-	30,072	245
2.0 INSIDER LOANS AND ADVANCES					
(a) Directors, Shareholders and Associates	73,620	68,305	54,172	74,668	74,172
(b) Employees	198,654	156,493	145,718	120,418	112,172
(c) TOTAL INSIDER LOANS AND ADVANCES AND OTHER FACILITIES	272,274	224,798	199,890	195,086	186,344
3.0 OFF-BALANCE SHEET ITEMS					
(a) Letters of credit, guarantees, acceptances	649,428	493,532	480,358	576,002	571,552
(b) Forwards, swaps and options	-	-	-	-	-
(c) Other contingent liabilities	54,384	39,321	51,803	73,311	90,649
(d) TOTAL CONTINGENT LIABILITIES	703,812	532,853	532,161	649,313	662,201
4.0 CAPITAL STRENGTH					
(a) Core capital	1,743,461	1,569,095	1,438,822	1,375,206	1,049,871
(b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
(c) Excess (a-b)	743,461	569,095	438,822	375,206	49,871
(d) Supplementary Capital	350,439	325,571	296,126	273,501	248,517
(e) TOTAL CAPITAL (a+d)	2,093,900	1,894,666	1,734,948	1,648,707	1,298,388
(f) TOTAL RISK WEIGHTED ASSETS	12,035,113	11,645,709	12,035,113	10,680,089	10,281,380
(g) Core Capital / Total deposits liabilities	20.05%	18.37%	18.09%	17.90%	15.55%
(h) Minimum statutory ratio	8.00%	8.00%	8.00%	8.00%	8.00%
(i) Excess (g-h)	12.05%	10.37%	10.09%	9.90%	7.55%
(j) Core Capital / Total risk weighted assets	14.99%	13.47%	13.21%	12.88%	10.21%
(k) Minimum statutory ratio	10.50%	2.97%	10.50%	2.38%	10.50%
(l) Excess (j-k)	3.99%	10.50%	2.71%	10.50%	-0.29%
(m) Total Capital / Total risk weighted assets	17.40%	16.27%	15.93%	15.44%	12.63%
(n) Minimum statutory ratio	14.50%	14.50%	14.50%	14.50%	14.50%
(o) Excess (m-n)	2.90%	1.77%	1.43%	0.94%	-1.87%
5.0 LIQUIDITY					
(a) Liquidity Ratio	22.82%	22.72%	22.48%	23.48%	11.91%
(b) Minimum statutory ratio	20.00%	20.00%	20.00%	20.00%	20.00%
(c) Excess (a-b)	2.82%	2.72%	2.48%	3.48%	-8.09%

MESSAGE FROM THE DIRECTORS

These financial statements are extracts from the books of the institution.

Signed on behalf of the board of directors by:

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 Mwalimu Towers Upper Hill

Teresa Mutegi
Chairperson

Tim Gitonga
Managing Director