

CFC Stanbic Holdings Limited

The Board of Directors of CFC Stanbic Holdings Limited is pleased to announce the unaudited results of the company for the half year period ended 30 June 2011

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	30 Jun 2010 Shs'000	31 Dec 2010 Shs'000	30 Jun 2011 Shs'000
Assets			
Cash, banks and Central Bank of Kenya balances	7,122,578	5,444,892	5,693,238
Pledged assets	12,770,041	2,940,007	3,116,716
Derivative assets	-	29,508	2,566,443
Financial investments	18,745,673	19,058,210	13,639,699
Loans and advances	73,835,799	75,224,630	88,417,941
Loans and advances to banks	24,334,328	16,239,669	20,255,925
Loans and advances to customers	49,501,471	58,984,961	68,162,016
Other assets	5,887,480	1,446,115	1,462,011
Investment in subsidiaries and associates	409,641	100,111	84,074
Property and equipment	2,869,157	1,911,102	1,988,629
Investment properties	412,000	-	-
Prepaid operating lease	77,636	71,622	70,685
Intangible assets - Goodwill	10,434,405	10,434,405	9,349,759
Other intangible assets	2,153,437	1,726,053	1,537,052
Current tax recoverable	248,371	158,846	168,687
Deferred income tax asset	61,860	-	198,660
Assets classified as held for distribution	-	21,534,701	-
Total assets	135,028,078	140,080,202	128,293,794
Equity and Liabilities			
Derivative liabilities	-	-	2,430,483
Deposits and current accounts	83,438,910	85,694,598	95,167,961
Borrowings	4,654,362	7,066,362	7,374,273
Other liabilities	21,848,747	3,847,734	3,925,189
Balances due to group companies	-	-	-
Current income tax payable	279,370	246,827	88,358
Deferred income tax liability	466,906	200,443	222,213
Liabilities directly associated with assets classified as held for distribution	-	18,255,623	-
Total liabilities	110,688,295	115,311,587	109,208,478
Ordinary share capital	1,368,421	1,368,421	1,368,421
Ordinary share premium	13,586,847	13,586,847	13,586,847
Revenue and other reserves	6,488,760	6,878,493	4,130,048
Equity attributable to company's equity holders	21,444,048	21,833,761	19,085,316
Minority interest	2,895,735	2,934,854	-
Total equity and liabilities	135,028,078	140,080,202	128,293,794

CONDENSED STATEMENT OF CASH FLOWS

	30 Jun 2010 Shs '000	31 Dec 2010 Shs '000	30 Jun 2011 Shs '000
Cash flows from operating activities	1,670,086	3,073,328	1,198,231
Income tax paid	(296,347)	(575,383)	(817,820)
Net cash generated from operating activities	1,373,739	2,497,945	380,411
Changes in operating assets and liabilities	20,802,237	(6,471,699)	1,279,264
Cash flows generated from operating activities	22,175,976	(3,973,754)	1,659,675
Cash flows generated/(used) in investing activities	522,826	332,415	(122,391)
Cash flows generated/(used) in financing activities	(745,936)	2,166,064	(118,256)
Currency translation differences	(13,587)	(8,654)	-
Net increase in cash and cash equivalents	21,939,279	(1,484,129)	1,419,028
Cash equivalents from discontinued Operations	-	-	(4,335,905)
Cash and cash equivalents at 1 January	10,088,244	10,088,244	8,604,115
Cash and cash equivalents	32,027,523	8,604,115	5,687,238

CONDENSED STATEMENT OF CHANGES IN EQUITY

	Share capital Shs '000	Share premium Shs '000	Revenue & other reserves Shs '000	Non-controlling Interest Shs '000	Total Shs '000
At 1 January 2011	1,368,421	13,586,847	6,878,493	2,934,854	24,768,615
Net profit for the period	-	-	834,857	67,376	902,233
Dividend paid	-	-	(1,087,672)	-	(1,087,672)
Other comprehensive income	-	-	(957,866)	-	(957,866)
Other owner and demerger related transactions	-	-	(1,537,764)	(3,002,230)	(4,539,994)
At 30 June 2011	1,368,421	13,586,847	4,130,048	-	19,085,316

CONSOLIDATED INCOME STATEMENT

	30 Jun 2010 Shs'000	31 Dec 2010 Shs'000	30 Jun 2011 Shs'000
Net interest income	1,836,222	4,156,659	2,713,040
Non-interest revenue	2,817,746	4,335,008	2,027,940
Income from associates	19,112	44,016	27,980
Insurance underwriting income	-	-	-
Total Income	4,673,080	8,535,683	4,768,960
Credit impairment charges	(285,252)	(521,441)	(240,386)
Impairment loss on available-for-sale securities	-	(32,153)	-
Income after impairment charges	4,387,828	7,982,089	4,528,574
Staff costs	(1,115,715)	(2,509,024)	(1,433,047)
Other operating expenses	(2,334,300)	(3,723,418)	(1,790,777)
Profit before taxation	937,813	1,749,647	1,304,750
Income tax expense	(427,337)	(598,324)	(532,485)
Profit for the period	510,476	1,151,323	772,265
Discontinued Operations			
Profit for the period from discontinued operations	312,834	636,045	129,968
Profit for the period	823,310	1,787,368	902,233
Attributable to:			
Owners of parent			
Profit for the period from continuing operations	510,476	1,151,323	772,265
Profit for the period from discontinued operations	167,486	453,450	62,592
Profit for the period attributable to owners of the parent	677,962	1,604,773	834,857
Non-controlling interests			
Profit for the period from continuing operations	145,348	182,595	67,376
Profit for the period from discontinued operations	-	-	-
Profit for the period attributable to Non-controlling interest	145,348	182,595	67,376

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	30 Jun 2010 Shs'000	31 Dec 2010 Shs'000	30 Jun 2011 Shs'000
Profit for the year	823,310	1,787,368	902,233
Other comprehensive income:			
Exchange differences on translation of foreign operations	2,020	(3,437)	-
Gain/(loss) on fair valuation of available for sale financial assets	2,557,995	2,059,231	(1,368,380)
Deferred tax (charge) / credit on revaluation of AFS financial assets	(213,612)	(178,219)	410,514
Impairment loss on AFS equity securities charged through P&L	-	32,153	-
Gains/(Losses) on property revaluations	-	18,058	-
Other comprehensive income	-	(14,088)	-
Total other comprehensive income for the period	2,346,403	1,904,698	(957,866)
Total comprehensive income for the period	3,169,713	3,692,066	(55,633)
Attributable to:			
Owners of the parent	2,401,765	2,687,764	(123,009)
Non controlling interest	767,948	1,004,302	67,376
Total comprehensive income for the period	3,169,714	3,692,066	(55,633)
EPS basic and diluted (Shs)	2.48	5.86	2.82

MESSAGE FROM THE DIRECTORS

The consolidated statement of financial position, consolidated income statement, consolidated statement of comprehensive income, condensed statement of cash flows and condensed statement of changes in equity are extracts from the financial statements of CFC Stanbic Holdings Limited.

The financial statements include 3 months financial results for the demerged insurance subsidiaries and 6 months financial results for CFC Financial Services, CFC Stanbic Bank and CFC Stanbic Holdings.

Profit after tax for the half year period to June 2011 is Kenya Shillings 902,232,561 (June 2010- Shs. 823,310,382). As in previous periods, the comprehensive income includes a fair value adjustment in respect of available for sale securities.

Notwithstanding the demerger, earnings per share (EPS) increased by 13.7%.

The above financials were approved by the Board of Directors on 10th August 2011 and signed on its behalf by-

F N Ojamba, SC
Chairman

K Mbathi
Managing Director



CFC Stanbic

A member of Standard Bank Group