

CITIBANK N.A. KENYA BRANCHES

Audited financial statements and disclosures for the year ended 31 December 2013



I. STATEMENT OF FINANCIAL POSITION AS AT	DEC 2012 AUDITED SHS.000	DEC 2013 AUDITED SHS.000
A. ASSETS		
1. Cash (both local and foreign)	713,579	1,424,481
2. Cash and balances with Central Bank of Kenya	6,270,041	4,464,279
3. Kenya Government securities and other securities held for dealing purposes	-	-
4. Financial assets at fair value through profit and loss	-	-
5. Investment securities	-	-
a) Held to maturity	-	-
a) Kenya Government securities	-	-
b) Other securities	-	-
b) Available for sale	-	-
a) Kenya Government securities	24,820,628	26,840,655
b) Other securities	-	-
6. Deposits and balances due from local banking institutions	214,220	3,988,765
7. Deposits and balances due from banking institutions abroad	94,379	23,876
8. Tax recoverable	-	1,119,816
9. Loans and advances to customers (net)	23,331,003	24,337,983
10. Balances due from banking institutions in the group	12,134,940	6,372,373
11. Investments in associates	-	-
12. Investments in subsidiary companies	-	-
13. Investments in joint ventures	-	-
14. Investment properties	-	-
15. Property, plant and equipment	541,002	498,436
16. Prepaid lease rentals	44,234	43,466
17. Intangible assets	-	-
18. Deferred tax asset	132,231	138,322
19. Retirement benefit assets	-	-
20. Other assets	1,283,538	1,990,207
21. TOTAL ASSETS	69,579,795	71,242,659
B. LIABILITIES		
22. Balances due to Central Bank of Kenya	-	2,995,011
23. Customer deposits	44,012,192	43,761,732
24. Deposit and balances due to local banking institutions	1,294,519	2,942,019
25. Deposit and balances due to banking institutions abroad	1,295,011	904,502
26. Other money market deposits	-	-
27. Borrowed funds	-	-
28. Balances due to banking institutions in the group	2,162,444	2,115,273
29. Tax payable	787,730	-
30. Dividends payable	-	-
31. Deferred tax liability	-	-
32. Retirement benefit liability	-	-
33. Other liabilities	2,681,446	2,560,249
34. TOTAL LIABILITIES	52,233,342	55,278,786
C. SHAREHOLDERS' EQUITY		
35. Paid up/assigned capital	4,582,973	4,582,973
36. Share premium/(discount)	-	-
37. Revaluation reserves	-	-
38. Retained earnings/accumulated losses	12,347,585	10,847,623
39. Statutory loan loss reserve	294,258	355,004
40. Other reserves	121,637	178,273
41. Proposed dividends	-	-
42. Capital grants	-	-
43. TOTAL SHAREHOLDERS' FUNDS	17,346,453	15,963,873
44. TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	69,579,795	71,242,659
II. STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED	DEC 2012 AUDITED SHS.000	DEC 2013 AUDITED SHS.000
1. INTEREST INCOME:		
1.1. Loans and advances	3,183,922	2,227,362
1.2. Government securities	2,958,844	2,938,588
1.3. Deposits and placements with banking institutions	781,316	352,676
1.4. Other interest income	177,585	111,383
1.5. TOTAL INTEREST INCOME	7,101,667	5,630,009
2. INTEREST EXPENSE:		
2.1. Customer deposits	1,634,826	1,299,820
2.2. Deposits and placements from banking institutions	94,050	92,270
2.3. Other interest expenses	-	42,077
2.4. TOTAL INTEREST EXPENSES	1,728,876	1,434,167
3. NET INTEREST INCOME/(LOSS)	5,372,791	4,195,842
4. OTHER OPERATING INCOME		
4.1. Fees and commissions on loans and advances	45,980	72,329
4.2. Other fees and commissions	1,036,671	1,072,519
4.3. Foreign exchange trading income (loss)	2,433,930	1,879,833
4.4. Dividend income	-	-
4.5. Other income	606,769	357,059
4.6. TOTAL OTHER OPERATING INCOME	4,123,350	3,381,740
5. TOTAL OPERATING INCOME	9,496,141	7,577,582
6. OPERATING EXPENSES		
6.1. Loan loss provision	-	1
6.2. Staff costs	1,176,213	1,372,580
6.3. Directors' emoluments	-	-
6.4. Rental charges	53,099	38,577
6.5. Depreciation charge on property and equipment	135,820	126,228
6.6. Amortisation charges	-	-
6.7. Other operating expenses	902,433	1,055,921
6.8. TOTAL OPERATING EXPENSES	2,267,565	2,593,307
7. PROFIT/(LOSS) BEFORE TAX AND EXCEPTIONAL ITEMS	7,228,576	4,984,275
8. EXCEPTIONAL ITEMS		
9. PROFIT/(LOSS) AFTER EXCEPTIONAL ITEMS	7,228,576	4,984,275
10. CURRENT TAX	(2,799,989)	(1,985,690)
11. DEFERRED TAX		
12. PROFIT/(LOSS) AFTER TAX AND EXCEPTIONAL ITEMS	4,428,587	2,998,585
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	1,075,070	53,640
13.4. Revaluation surplus on property, plant and equipment	-	-
13.5. Share of other comprehensive income of associates	-	-
13.6. Income tax relating to components of other comprehensive income	(403,151)	(20,115)
14. OTHER COMPREHENSIVE INCOME FOR THE YEAR NET OF TAX	671,919	33,525
15. TOTAL COMPREHENSIVE INCOME FOR THE YEAR	5,100,506	3,032,110

III. OTHER DISCLOSURES	DEC 2012 AUDITED SHS.000	DEC 2013 AUDITED SHS.000
1) NON-PERFORMING LOANS AND ADVANCES		
a) Gross non-performing loans and advances	428,402	436,969
Less:	-	-
b) Interest in suspense	(288,395)	(296,524)
c) Total non-performing loans and advances (a-b)	140,007	140,445
Less:	-	-
d) Loan loss provision	140,007	140,445
e) Net non-performing loans (c-d)	-	-
f) Discounted value of securities	-	-
g) Net NPLs exposure (e-f)	-	-
2) INSIDER LOANS AND ADVANCES		
a) Directors, shareholders and associates	-	-
b) Employees	1,149,319	1,335,428
c) TOTAL INSIDER LOANS, ADVANCES AND OTHER FACILITIES	1,149,319	1,335,428
3) OFF-BALANCE SHEET ITEMS		
a) Letters of credit, guarantees, acceptances	18,321,399	18,041,856
b) Forwards, swaps and options	10,545,969	8,796,432
c) Other contingent liabilities	-	-
D) TOTAL CONTINGENT LIABILITIES	28,867,368	26,838,288
4) CAPITAL STRENGTH		
a) Core capital	16,930,558	15,430,596
b) Minimum statutory capital	1,000,000	1,000,000
c) Excess/deficiency	15,930,558	14,430,596
d) Supplementary capital	294,258	355,004
e) Total capital (a+d)	17,224,816	15,785,600
f) Total risk weighted assets	41,192,490	44,599,896
g) Core capital/total deposit liabilities	35%	29%
h) Minimum statutory ratio	8%	8%
i) Excess/deficiency (g-h)	27%	21%
j) Core capital/total risk weighted assets	41%	35%
k) Minimum statutory ratio	8%	8%
l) Excess/deficiency(j-k)	33%	27%
m) Total capital/total risk weighted assets	42%	35%
n) Minimum statutory ratio	12%	12%
o) Excess/deficiency (m-n)	30%	23%
5) LIQUIDITY		
a) Liquidity ratio	82%	63%
b) Minimum statutory ratio	20%	20%
c) Excess/deficiency (a-b)	62%	43%

Signed: DANIEL J CONNELLY
MANAGING DIRECTOR

Signed: DAVID ABWOGA
CHIEF FINANCE OFFICER

WHY ENABLE EFFICIENT PAYMENTS FOR KENYAN TEA FARMERS?

To boost commerce, trade and how you start your day. At Citi, we're driven by more than our relentless commitment to innovation in financial services. Working with our clients to touch lives in a real way is what really keeps us going. And that's the philosophy we'll take forward to help Africa emerge.

Many are behind Africa's potential, Citi is behind Africa's progress.

NOTE: The audited financials reported above relate to the statement of affairs of Citibank, NA Kenya Branch, only under locally applicable accounting standards. They are not representative of the whole Citigroup franchise. The financial statements are extracts from the books of the institution as audited by KPMG Kenya and received an unqualified opinion. The complete set of financial statements, statutory and qualitative disclosures can be accessed on the institution's website <http://citigroup.com/citi/about/countrypresence/kenya.html>. They may also be accessed at the institution's head office located at Upperhill Road, Nairobi. Citibank N.A. Kenya is regulated by the Central Bank of Kenya.