

KENYA DEPOSIT INSURANCE CORPORATION

(Formerly Deposit Protection Fund Board)

CBK Pension House, 1ST Floor, Harambee Avenue

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PRESS RELEASE

IMPERIAL BANK LTD (IN RECEIVERSHIP)

October 13, 2015, Nairobi: The Kenya Deposit Insurance Corporation (KDIC), formerly Deposit Protection Fund Board, was on October 13, 2015, appointed by the Central Bank of Kenya (CBK) as receivers of Imperial Bank Limited (the Bank) for a maximum period of twelve (12) months. The Bank was placed under receivership due to, amongst other reasons, irregularities and malpractices in the Bank which exposed depositors, creditors and the banking sector to financial risk.

KDIC has assumed control of the assets, liabilities, business and affairs of the Bank. Consequently, Mr. Peter Gatere has been appointed as Receiver Manager to carry out the business and manage the assets and liabilities of the Bank in the name of Imperial Bank Limited (In receivership). Other matters with regard to the receivership are as follows:

1. All powers of the Bank and of its directors under the constituent documents exercisable by the Bank or its directors under any law are now vested on KDIC and the Receiver Manager;
2. KDIC has declared a moratorium to business that shall apply equally and without discrimination for all stakeholders of the Bank during the receivership period. Accordingly, **normal operations** of the Bank are suspended except for collection of loan re-payments or any other payments into the Bank. Debtors are therefore encouraged to continue servicing their obligations. For this reason, KDIC will in the meantime keep all the branches of the Bank open for such transactions. Any new arrangements in this regard will be communicated;
3. KDIC shall immediately undertake due diligence to ascertain the veracity of irregularities and malpractices and determine the most appropriate resolution mechanism in the shortest time possible. All depositors are therefore requested to be patient as KDIC works closely with the Board of Directors of Imperial Bank

Limited to develop the most feasible resolution option for the benefit of all stakeholders;

4. KDIC will expeditiously deal with this matter and provide regular and timely updates to the general public;
5. KDIC wishes to assure the depositors, creditors and all other stakeholders, that it will do everything within its powers to protect their interests as it undertakes this receivership exercise; and
6. Stakeholders, customers or anyone with questions regarding the receivership can contact KDIC during office hours, Monday to Friday - 8.30 am to 4.30 pm, on telephone number 0770887992/2863813 or by e-mail address: customerservice@depositinsurance.go.ke

Aggrey Jonathan K. Bett
Acting Chief Executive Officer,
Kenya Deposit Insurance Corporation
(Formerly, Deposit Protection Fund Board)