



## **PRESS RELEASE**

### **IMPERIAL BANK LIMITED (IN RECEIVERSHIP)**

Following the granting by the High Court of a 90-day extension of the receivership over Imperial Bank Limited (In Receivership) (IBLR) on June 19, 2017, the Central Bank of Kenya (CBK) and Kenya Deposit Insurance Corporation (KDIC) [announced](#) that they will issue a tentative timeline and prospective milestones for the resolution of IBLR's receivership. The objective of such a resolution would be safeguarding the interest of depositors, creditors, and the wider public interest.

Attached is the tentative timeline and prospective milestones for the resolution. As indicated, after initial preparations, the formal process will commence with an invitation for Expressions of Interest ("EOI") from potential strategic investors, and the Bank's shareholders if they so wish, in taking an interest in the Bank. The EOIs will be evaluated and a shortlist of qualifying investors ("Shortlisted Investors") determined in a fair process using appropriate and objective criteria based on, *inter alia*, regulatory imperatives and prudential guidelines which will ensure the speedy recovery for depositors, creditors and other stakeholders of the Bank, whilst also mindful of seeking to preserve and develop a sound and innovative banking system in Kenya.

Shortlisted Investors will be invited to pursue a more detailed engagement and will be granted access to a comprehensive confidential "Data Room" of financial, legal and business performance information to develop their formal offer to take an interest in the Bank ("Investor Proposal"). A preferred investor would be selected based on the Investor Proposals, which would lead to final negotiations and completion of the transaction.

Mindful of the concerns by depositors and the need for the process to be fully credible to potential strategic investors in order to maximize the value for depositors, the entire process is anticipated to be about 48 weeks.

To ensure that the process is fully credible from the start, CBK and KDIC intend to seek an extension of the receivership of IBLR for up to 12 months.

CBK and KDIC will continue to engage all stakeholders concerning the next steps in the resolution of IBLR's receivership, as permitted by the law.

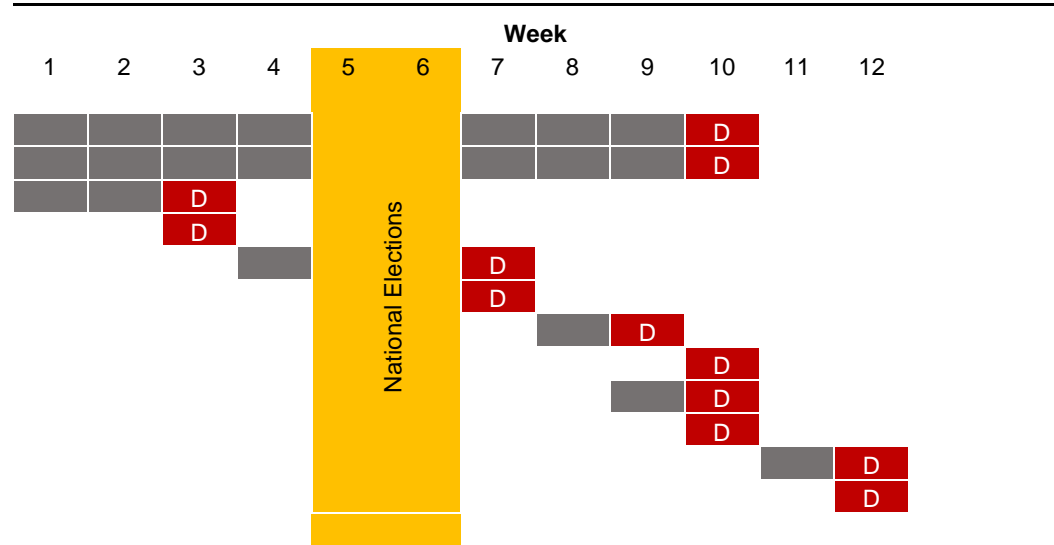
**CENTRAL BANK OF KENYA**

June 23, 2017

## Imperial Bank Limited (In Receivership) Indicative Timeline and Milestones for Resolution

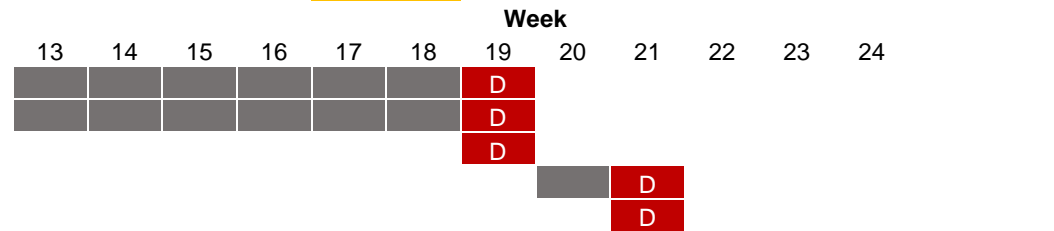
### Process preparation

- Preparation of data room
- Preparation of Information Memorandum ("IM")
- Preparation of the Public Expression of Interest ("EOI") invitation
- Publish EOI invitation
- Potential investors review the EOI invitation
- Receipt of EOI's from potential investors
- Evaluation of EOI's and selection of Shortlisted Investors
- Communication to Shortlisted Investors
- Preparation of Confidentiality Undertaking ("CU")
- Shortlisted Investors are sent the CU
- Shortlisted Investors sign the CU
- Send IM to Shortlisted Investors



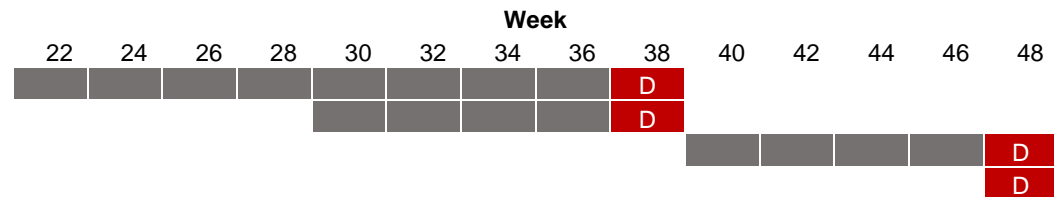
### Non-binding offer

- Review of Information Memorandum
- Due diligence and Q&A in virtual data room
- Shortlisted Investors submit Non Binding Offers
- Evaluation of Non Binding Offers
- Selection of Final Investor



### Transaction finalisation

- Negotiation with Final Investor and Stakeholders
- Finalisation of legal documents
- Finalisation of Conditions Precedent
- Transaction finalisation



Source: Central Bank of Kenya and KDIC