

	KCB BANK KENYA				NATIONAL BANK OF KENYA				COMPANY				KCB GROUP PLC			
	30-Jun-20 Kshs 000 Un-audited	31-Mar-20 Kshs 000 Un-audited	31-Dec-19 Kshs 000 Audited	30-Jun-19 Kshs 000 Un-audited	30-Jun-20 Kshs 000 Un-audited	31-Mar-20 Kshs 000 Un-audited	31-Dec-19 Kshs 000 Audited	30-Jun-19 Kshs 000 Un-audited	30-Jun-20 Kshs 000 Un-audited	31-Mar-20 Kshs 000 Un-audited	31-Dec-19 Kshs 000 Audited	30-Jun-19 Kshs 000 Un-audited	30-Jun-20 Kshs 000 Un-audited	31-Mar-20 Kshs 000 Un-audited	31-Dec-19 Kshs 000 Audited	30-Jun-19 Kshs 000 Un-audited
I STATEMENT OF FINANCIAL POSITION																
A ASSETS																
1 Cash (both Local & Foreign)	6,074,983	7,012,397	8,412,261	5,876,137	1,292,929	1,736,165	1,333,800	1,040,460	-	-	-	-	12,213,526	15,564,160	15,604,680	10,388,163
2 Balances due from Central Bank of Kenya	39,115,841	36,538,551	33,809,960	36,967,985	9,456,491	3,800,171	11,346,712	15,966,321	-	-	-	-	48,572,332	40,338,722	45,156,672	36,967,985
3 Kenya Government and other securities held for dealing purposes	-	1,018,114	-	-	-	-	-	-	-	-	-	-	-	1,018,114	-	-
4 Financial Assets at fair value through profit and loss	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Investment securities:																
5 a) Held at amortized cost: a. Kenya Government securities	51,069,643	53,226,189	53,102,746	54,945,590	34,555,655	37,231,962	37,116,751	17,904,188	-	-	-	-	85,625,298	90,458,151	90,182,021	56,554,157
b. Other securities	-	-	-	-	-	-	-	-	-	-	-	-	7,710,337	8,051,064	8,409,396	7,114,504
b) Fair value through OCI: a. Kenya Government securities	96,905,532	89,878,296	63,639,829	62,991,869	9,445,632	7,417,750	-	16,139,541	-	-	-	-	106,351,164	97,325,778	63,711,225	69,252,495
b. Other securities	1,724,468	1,698,705	1,613,175	2,057,650	-	-	-	24,473	25,240	25,356	27,896	-	8,836,162	6,807,967	6,940,734	2,085,546
6 Deposits and balances due from local banking institutions	4,991,259	6,077,642	10,276,990	2,662,400	1,054,278	1,051,419	1,050,939	2,687,208	1,535,438	1,432,715	1,177,914	901,605	6,045,537	7,129,061	11,290,453	2,662,400
7 Deposits and balances due from banking institutions abroad	15,080,084	15,603,672	4,108,445	7,696,175	1,181,205	395,444	1,606,864	395,728	-	-	-	-	47,282,144	42,943,498	36,356,464	32,992,305
8 Tax recoverable	-	-	458,286	23,081	304,204	231,360	237,713	458,685	28,743	27,834	27,352	68,638	-	-	551,675	130,388
9 Loans and advances to customers (net)	464,006,913	463,085,623	447,154,955	435,726,167	50,273,213	47,879,059	45,871,701	47,332,487	-	-	-	-	559,884,343	553,861,270	535,370,260	478,730,510
10 Balances due from group companies	4,926,699	3,892,669	4,818,740	4,049,464	-	-	-	-	-	5,997,303	6,335,793	8,253,259	-	-	-	-
11 Investments in associates	-	-	-	-	547,967	480,881	515,910	474,569	-	-	-	125	-	-	-	-
12 Investments in subsidiary companies	-	-	-	-	19,963	19,963	19,963	19,963	79,227,397	79,227,397	79,227,397	68,036,500	-	-	-	-
13 Investments in joint ventures	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14 Investment properties	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15 Property and equipment	10,023,093	10,359,302	10,104,529	7,604,029	4,337,707	4,432,535	4,547,631	4,367,117	616,984	611,821	606,651	655,951	20,238,654	20,683,599	20,163,379	13,551,623
16 Prepaid lease rentals	123,268	123,894	124,516	125,765	-	-	-	-	-	-	-	-	125,256	125,899	126,522	127,771
17 Intangible assets	5,177,506	4,992,174	4,918,474	3,769,978	882,274	975,331	1,041,333	1,241,539	8,610	9,117	9,623	-	7,312,992	6,301,879	6,337,138	2,523,758
18 Deferred tax asset	9,232,651	9,216,872	8,684,284	9,221,805	2,472,655	3,024,490	3,103,595	2,198,433	9,906	69	1,221	140,453	12,353,946	13,051,236	12,861,416	9,929,624
19 Retirement benefit asset	-	-	-	658,000	-	-	-	-	-	-	-	-	-	-	-	658,000
20 Other assets	21,840,874	26,189,737	23,074,530	18,682,327	3,401,285	5,120,226	4,235,835	4,696,079	309,365	326,992	38,354	8,188	30,519,821	43,407,837	45,510,178	22,850,037
21 TOTAL ASSETS	730,292,814	728,913,837	674,301,720	653,058,422	119,225,458	113,796,756	112,028,747	114,922,318	81,760,916	87,658,488	87,449,661	78,092,615	953,071,512	947,068,235	898,572,213	746,519,266
B LIABILITIES																
22 Balances due to Central Bank of Kenya	4,914,250	-	-	-	-	-	-	7,448,550	-	-	-	-	4,914,250	-	-	-
23 Customer deposits	587,038,471	580,142,217	528,114,597	502,762,380	99,627,153	92,000,375	87,091,263	91,771,954	-	-	-	-	758,241,255	740,444,394	686,583,179	563,236,258
24 Deposits and balances due to local banking institutions	1,070,475	1,606,534	7,522,635	5,587,598	1,280,280	3,581,037	5,983,472	3,606,812	-	-	-	-	2,350,755	5,187,571	9,509,090	5,587,598
25 Deposits and balances due to foreign banking institutions	1,829,756	1,541,324	1,192,971	3,133,868	4,180,994	3,289,035	4,003,782	1,518,028	-	-	-	-	11,011,347	8,092,433	10,861,504	13,251,212
26 Other money market deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
27 Borrowed funds	18,663,750	19,222,105	18,463,923	19,037,455	-	-	-	-	-	-	-	-	21,376,783	21,969,872	21,485,494	22,418,516
28 Balances due to group companies	-	-	-	-	-	-	-	-	2,211,844	-	-	109,474	-	-	-	-
29 Tax payable	472,400	2,007,973	-	-	-	-	-	-	-	-	-	-	519,323	2,108,655	135,791	1,654
30 Dividends payable	-	8,097,915	8,097,915	6,387,716	5,811	5,811	5,819	24,315	-	-	-	6,321,696	-	-	-	6,321,696
31 Deferred tax liability	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
32 Retirement benefit liability	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
33 Other liabilities	15,195,414	18,123,042	18,302,045	15,480,000	2,792,287	3,061,076	3,239,991	3,308,785	182,523	197,393	4,368	79,776	22,519,128	33,719,230	40,256,047	18,178,520
34 TOTAL LIABILITIES	629,184,516	630,741,110	581,694,086	552,389,017	107,886,525	101,937,334	100,324,327	107,678,444	2,394,367	197,393	4,368	6,510,946	820,932,841	811,522,155	768,831,105	628,995,454
C SHAREHOLDERS' FUNDS																
35 Paid up /Assigned capital	53,986,100	53,986,100	53,986,100	53,986,100	12,368,906	12,368,906	12,368,906	7,368,906	3,213,456	3,213,456	3,213,456	3,066,057	3,213,456	3,213,456	3,213,456	3,066,057
36 Share premium/(discount)	-	-	-	-	-	-	-	-	27,690,149	27,690,149	27,690,149	21,646,777	27,690,149	27,690,149	27,690,149	21,646,777
37 Revaluation reserves	393,771	(752,698)	(858,082)	1,186,440	1,255,687	1,255,693	1,255,687	1,250,390	(52,270)	(51,503)	(51,387)	(48,847)	1,654,512	403,794	553,547	1,142,982
38 Retained earnings/ Accumulated losses	46,728,427	41,143,497	36,214,366	42,213,599	(6,228,546)	(5,565,416)	(5,455,648)	(5,913,102)	48,515,214	48,575,353	48,559,435	43,851,625	105,218,406	98,809,635	93,318,092	94,839,017
39 Statutory loan loss reserve	-	3,795,828	3,265,250	-	3,864,058	3,800,239	3,535,475	4,456,204	-	-	-	-	3,329,760	6,685,208	5,914,702	1,222,095
40 Other Reserves/Re-measurement of defined benefit asset/liability	-	-	-	44,100	78,828	-	-	81,476	-	-	-	-	(8,967,612)	(9,289,802)	(8,982,478)	(7,459,173)
41 Proposed dividends	-	-	-	3,239,166	-	-	-	-	-	8,033,640	8,033,640	3,066,057	-	8,033,640	8,033,640	3,066,057
42 Capital grants	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
43 TOTAL SHAREHOLDERS' FUNDS	101,108,298	98,172,727	92,607,634	100,669,405	11,338,933	11,859,422	11,704,420	7,243,874	79,366,549	87,461,095	87,445,293	71,581,669	132,138,671	135,546,080	129,741,108	117,523,812
44 Minority Interest	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	730,292,814	728,913,837	674,301,720	653,058,422	119,225,458	113,796,756	112,028,747	114,922,318	81,760,916	87,658,488	87,449,661	78,092,615	953,071,512	947,068,235	898,572,213	746,519,266
II STATEMENT OF COMPREHENSIVE INCOME																
1 INTEREST INCOME																
1.1 Loans and advances	24,720,409	11,896,104	50,614,710	24,084,553	2,312,683	1,268,617	4,606,559	2,195,733	-	-	-	-	29,987,544	14,663,657	59,011,291	26,792,447
1.2 Government securities	7,606,469	3,683,039	12,010,200	5,662,047	2,329,695	1,162,797	4,386,171	2,209,500	-	-	-	-	10,818,280	5,274,889	14,066,479	6,555,058
1.3 Deposits and placements with banking institutions	352,471	190,164	1,124,242	193,887	40,999	19,312	35,648	18,190	21,129	14,425	-	-	576,303	268,430	1,272,851	255,278
1.4 Other Interest Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
1.5 Total interest income	32,679,349	15,769,307	63,749,152	29,940,487	4,683,377	2,450,726	9,028,378	4,423,423	21,129	14,425	-	-	41,382,127	20,206,976	74,350,621	33,602,783
2 INTEREST EXPENSE																
2.1 Customer deposits	7,010,682	3,531,341	13,434,169	6,213,287	1,233,676	596,326	2,131,853	1,208,346	-	-	-	-	9,318,023	4,685,278	16,	

KCB GROUP PLC UN-AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 30 JUNE 2020

	KCB BANK KENYA				NATIONAL BANK OF KENYA				COMPANY			KCB GROUP PLC			GROUP	
	30-Jun-20 Kshs 000 Un-audited	31-Mar-20 Kshs 000 Un-audited	31-Dec-19 Kshs 000 Audited	30-Jun-19 Kshs 000 Un-audited	30-Jun-20 Kshs 000 Un-audited	31-Mar-20 Kshs 000 Un-audited	31-Dec-19 Kshs 000 Audited	30-Jun-19 Kshs 000 Un-audited	30-Jun-20 Kshs 000 Un-audited	31-Mar-20 Kshs 000 Un-audited	31-Dec-19 Kshs 000 Audited	30-Jun-19 Kshs 000 Un-audited	30-Jun-20 Kshs 000 Un-audited	31-Mar-20 Kshs 000 Un-audited	31-Dec-19 Kshs 000 Audited	30-Jun-19 Kshs 000 Un-audited
II STATEMENT OF COMPREHENSIVE INCOME																
6.2 Staff costs	6,852,603	4,123,350	15,644,172	7,672,552	1,953,757	1,001,102	4,026,922	2,072,847	101,300	85,099	66,500	23,826	10,098,346	5,811,719	19,459,349	8,946,745
6.3 Directors' emoluments	60,235	24,710	323,366	50,628	12,106	4,761	41,449	17,745	31,016	10,041	38,611	27,924	153,522	61,083	356,030	151,614
6.4 Rental charges	61,594	16,821	132,753	69,036	73,344	34,280	127,190	99,535	-	-	-	-	172,146	109,662	98,083	184,713
6.5 Depreciation charge on property and equipment	772,186	514,120	1,944,821	952,001	332,618	168,044	704,351	380,901	5,747	2,781	8,610	3,838	1,398,996	832,029	2,761,425	1,216,887
6.6 Amortisation charges	893,204	433,055	1,432,055	629,034	200,508	99,768	408,226	194,920	1,013	506	506	-	1,152,365	554,047	1,625,137	666,209
6.7 Other operating expenses	5,629,678	2,634,622	11,016,949	5,131,180	1,130,082	510,543	1,872,835	860,641	174,959	122,381	560,077	155,936	8,205,821	3,762,502	14,216,218	6,443,384
6.8 Total other operating expenses	24,591,466	10,257,227	39,213,787	17,202,851	4,116,094	2,113,012	9,165,515	3,724,858	314,035	220,808	674,304	211,524	32,208,440	14,028,923	47,405,184	20,640,657
7 Profit/(loss) before tax and exceptional items	11,361,470	7,854,739	33,183,948	16,803,172	186,626	234,029	(821,245)	115,087	(50,369)	19,091	16,028,523	3,107,948	12,824,758	8,922,077	36,897,358	17,933,076
8 Exceptional items	-	-	-	-	-	-	137,713	-	-	-	-	-	-	-	-	-
9 Profit/(loss) after exceptional items	11,361,470	7,854,739	33,183,948	16,803,172	186,626	234,029	(958,958)	115,087	(50,369)	19,091	16,028,523	3,107,948	12,824,758	8,922,077	36,897,358	17,933,076
10 Current tax	(4,630,572)	(2,465,970)	(11,589,773)	(5,687,496)	-	-	(235,339)	9,633	-	479	(41,286)	-	(5,076,074)	(2,712,341)	(11,708,148)	(5,952,003)
11 Deferred tax	315,086	70,940	1,111,726	700,632	(567,930)	(79,105)	857,307	(2,316)	8,686	(1,151)	(100,948)	38,285	(171,079)	52,314	(24,042)	741,870
12 Profit/(loss) after tax and exceptional items	7,045,984	5,459,709	22,705,901	11,816,308	(381,304)	154,924	(336,990)	107,770	(41,683)	18,419	15,886,289	3,146,233	7,577,605	6,262,050	25,165,168	12,722,943
13 Minority Interest	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14 Profit/(loss) after tax and exceptional items and Minority Interest	7,045,984	5,459,709	22,705,901	11,816,308	(381,304)	154,924	(336,990)	107,770	(41,683)	18,419	15,886,289	3,146,233	7,577,605	6,262,050	25,165,168	12,722,943
15 Other Comprehensive Income:																
15.1 Gains/(Losses) from translating the financial statements of foreign operations	-	-	-	-	-	-	-	-	-	-	-	-	(111,624)	(307,324)	(337,000)	(362,138)
15.2 Fair value changes in available-for-sale financial assets	1,788,361	150,549	(3,612,287)	(1,305,873)	112,611	-	194,861	311,254	(1,261)	(166)	(12,653)	(9,024)	1,572,807	(213,933)	(3,746,701)	(1,012,348)
15.3 Re-measurement of defined benefit pension fund	-	-	(719,000)	-	-	-	(8,881)	-	-	-	-	-	-	-	(719,000)	-
15.4 Share of other comprehensive income of associates	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15.5 Income tax relating to components of other comprehensive income	(536,508)	(45,165)	869,353	391,762	(33,783)	-	(55,794)	(93,376)	378	50	3,796	2,707	(471,842)	64,180	909,550	303,704
16 Other comprehensive income for the year net of tax	1,251,853	105,384	(3,461,934)	(914,111)	78,828	-	130,186	217,878	(883)	(116)	(8,857)	(6,317)	989,341	(457,077)	(3,893,151)	(1,070,782)
17 Total comprehensive income for the year	8,297,837	5,565,093	19,243,967	10,902,197	(302,476)	154,924	(206,804)	325,648	(42,566)	18,303	15,877,432	3,139,916	8,566,946	5,804,973	21,272,017	11,652,161
18 EARNINGS PER SHARE - DILUTED & BASIC KSHS	0.26	0.40	0.40	0.44	-	0.05	-	0.04	-	0.02	5.12	2.05	4.72	7.79	8.11	8.30
19 DIVIDEND PER SHARE - DECLARED KSHS	-	-	0.30	0.06	-	-	-	-	-	-	3.50	1.00	-	-	3.50	1.00
III OTHER DISCLOSURES																
1 NON-PERFORMING LOANS AND ADVANCES																
a) Gross Non-performing loans and advances	50,442,944	37,422,149	34,786,250	35,865,746	28,659,573	25,078,227	25,175,371	32,410,269	-	-	-	-	83,884,432	66,200,990	63,396,118	39,110,920
b) Less Interest in Suspense	5,832,716	4,403,204	4,050,790	4,204,282	5,381,122	4,895,141	4,530,646	4,921,259	-	-	-	-	11,641,695	9,641,413	8,984,349	4,533,209
c) Total Non-Performing Loans and Advances (a-b)	44,610,228	33,018,945	30,735,460	31,661,464	23,278,451	20,183,086	20,644,725	27,489,010	-	-	-	-	72,242,737	56,559,577	54,411,769	34,577,711
d) Less Loan Loss Provision	24,379,566	19,516,138	17,052,633	15,405,091	10,281,702	10,490,396	10,274,767	15,124,451	-	-	-	-	36,103,733	30,937,749	28,716,020	16,080,637
e) Net Non-Performing Loans and Advances (c-d)	20,230,662	13,502,807	13,682,827	16,256,373	12,996,749	9,692,690	10,369,958	12,364,559	-	-	-	-	36,139,004	25,621,828	25,695,749	18,497,074
f) Discounted Value of Securities	17,302,378	11,473,497	11,604,247	14,228,392	12,711,844	9,291,633	10,066,760	11,627,745	-	-	-	-	39,320,649	28,300,710	26,065,820	19,393,193
g) Net NPLs Exposure (e-f)	2,928,284	2,029,310	2,078,580	2,027,981	284,905	401,057	303,198	736,814	-	-	-	-	(3,181,645)	(2,678,882)	(370,071)	(896,119)
2 INSIDER LOANS AND ADVANCES																
a) Directors, Shareholders and Associates	2,454,867	2,913,388	1,385,533	990,498	1	37	37	35,311	-	-	-	-	1,417,189	1,206,571	1,410,254	1,011,996
b) Employees	13,302,548	13,086,830	12,614,514	12,068,096	5,544,248	5,401,972	5,492,318	5,321,865	-	-	-	-	20,047,684	19,610,008	19,392,521	13,260,357
c) Total Insider Loans and Advances and other facilities	15,757,415	16,000,218	14,000,047	13,058,594	5,544,249	5,402,009	5,492,355	5,357,176	-	-	-	-	21,464,873	20,816,579	20,802,775	14,272,353
3 OFF-BALANCE SHEET ITEMS																
a) Letters of credit, guarantees, acceptances	76,782,495	79,374,884	76,191,558	71,301,258	7,007,850	7,547,409	6,396,276	6,043,674	-	-	-	-	93,455,265	98,351,717	91,779,400	77,029,779
b) Forwards, swaps and options	16,002,702	18,681,757	14,472,705	21,557,908	174,158	1,081,138	506,750	1,247,567	-	-	-	-	17,546,049	21,554,217	15,444,637	22,147,642
c) Other contingent liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
d) Total Contingent Liabilities	92,785,197	98,056,641	90,664,263	92,859,166	7,182,008	8,628,547	6,903,026	7,291,241	-	-	-	-	111,001,314	119,905,934	107,224,037	99,177,421
4 CAPITAL STRENGTH																
a) Core capital	97,191,535	92,399,743	90,200,466	90,335,643	6,139,193	6,400,196	6,579,626	1,243,932	-	-	-	-	132,333,209	126,582,215	124,221,697	113,108,596
b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	-	-	-	-	7,724,796	7,651,564	6,470,636	6,557,053
c) Excess (a-b)	96,191,535	91,399,743	89,200,466	89,335,643	5,139,193	5,400,196	5,579,626	243,932	-	-	-	-	124,608,413	118,930,651	117,751,061	106,551,543
d) Supplementary Capital	7,998,750	11,697,078	10,866,500	7,680,000	1,190,008	1,165,133	1,154,704	1,206,558	-	-	-	-	11,328,510	14,586,458	13,515,952	8,902,095
e) Total Capital (a+d)	105,190,285	104,096,821	101,066,966	98,015,643	7,329,201	7,565,329	7,734,330	2,450,490	-	-	-	-	143,661,719	141,168,673	137,737,649	122,010,691
f) Total risk weighted assets	603,667,601	606,969,620	577,236,270	559,531,486	70,086,927	65,953,814	67,262,493	83,111,042	-	-	-	-	737,289,354	741,289,624	723,921,493	627,324,755
g) Core Capital/Total deposits Liabilities	16.5%	15.9%	17.1%	17.9%	5.9%	6.7%	7.2%	1.3%	-	-	-	-	17.5%	17.1%	18.1%	20.1%
h) Minimum statutory Ratio	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	-	-	-	-	8.0%	8.0%	8.0%	8.0%
i) Excess	8.5%	7.9%	9.1%	9.9%	-2.1%	-1.3%	-0.8%	-6.7%	-	-	-	-	9.5%	9.1%	10.1%	12.1%
j) Core Capital / total risk weighted assets	16.1%	15.2%	15.6%	16.1%	8.8%	9.7%	9.8%	1.5%								