



III OTHER DISCLOSURES								
	30-Jun-15 Kshs 000	31-Dec-15 Kshs 000	31-Mar-16 Kshs 000	30-Jun-16 Kshs 000	30-Jun-15 Kshs 000	31-Dec-15 Kshs 000	31-Mar-16 Kshs 000	30-Jun-16 Kshs 000
	Un-Audited	Audited	Un-Audited	Un-Audited	Un-Audited	Audited	Un-Audited	Un-Audited
<b>1 NON-PERFORMING LOANS AND ADVANCES</b>								
a) Gross Non-performing loans and advances	18,809,920	19,289,119	26,135,275	27,680,305	24,183,168	23,477,475	30,436,873	32,978,280
b) Less Interest in Suspense	2,457,536	2,815,766	3,561,768	3,709,468	3,319,798	3,310,816	4,074,524	4,269,838
<b>c) Total Non-Performing Loans and Advances (a-b)</b>	<b>16,352,384</b>	<b>16,473,353</b>	<b>22,573,507</b>	<b>23,970,837</b>	<b>20,863,370</b>	<b>20,166,659</b>	<b>26,362,349</b>	<b>28,708,442</b>
d) Less Loan Loss Provision	7,227,377	9,387,792	10,842,355	12,648,423	9,896,799	11,292,003	12,603,423	14,533,676
<b>e) Net Non-Performing Loans and Advances(c-d)</b>	<b>9,125,007</b>	<b>7,085,561</b>	<b>11,731,152</b>	<b>11,322,414</b>	<b>10,966,571</b>	<b>8,874,656</b>	<b>13,758,926</b>	<b>14,174,766</b>
f) Discounted Value of Securities	9,125,007	6,068,222	7,613,893	6,853,209	10,966,571	11,867,690	10,654,600	11,535,277
<b>g) Net NPLs Exposure (e-f)</b>	<b>-</b>	<b>1,017,339</b>	<b>4,117,259</b>	<b>4,469,205</b>	<b>-</b>	<b>(2,993,034)</b>	<b>3,104,326</b>	<b>2,639,489</b>
<b>2 INSIDER LOANS AND ADVANCES</b>								
a) Directors, Shareholders and Associates	93,520	592,219	608,812	2,465,849	438,843	689,698	687,083	1,617,355
b) Employees	9,087,749	10,673,477	10,920,602	10,907,471	10,063,566	11,588,774	11,886,193	11,949,868
<b>c) Total Insider Loans and Advances and other facilities</b>	<b>9,181,269</b>	<b>11,265,696</b>	<b>11,529,414</b>	<b>13,373,320</b>	<b>10,502,409</b>	<b>12,278,472</b>	<b>12,573,276</b>	<b>13,567,223</b>
<b>3 OFF-BALANCE SHEET ITEMS</b>								
a) Letters of credit, guarantees, acceptances	67,831,261	57,786,037	58,567,508	62,205,612	69,927,355	60,635,178	61,155,145	64,802,260
b) Forwards, swaps and options	17,340,061	12,072,941	11,423,393	2,654,471	18,084,883	13,268,058	12,380,294	4,105,106
c) Other contingent liabilities	-	-	-	-	-	-	-	-
<b>d) Total Contingent Liabilities</b>	<b>85,171,322</b>	<b>69,858,978</b>	<b>69,990,901</b>	<b>64,860,083</b>	<b>88,012,238</b>	<b>73,903,236</b>	<b>73,535,439</b>	<b>68,907,365</b>
<b>4 CAPITAL STRENGTH</b>								
a) Core capital	54,388,927	56,103,143	54,789,410	57,579,883	67,124,098	73,340,524	75,655,525	75,902,992
b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	6,742,200	6,803,947	6,733,314	6,692,054
c) Excess (a-b)	53,388,927	55,103,143	53,789,410	56,579,883	60,381,898	66,536,577	68,922,211	69,210,938
d) Supplementary Capital	5,034,506	4,969,281	4,890,563	4,893,883	5,510,140	5,840,576	5,778,802	5,717,572
<b>e) Total Capital (a+d)</b>	<b>59,423,433</b>	<b>61,072,424</b>	<b>59,679,973</b>	<b>62,473,766</b>	<b>72,634,238</b>	<b>79,181,100</b>	<b>81,434,327</b>	<b>81,620,564</b>
f) Total risk weighted assets	372,940,833	397,490,368	391,245,046	391,510,613	440,811,213	467,246,047	462,304,131	459,909,760
<b>g) Core Capital/Total deposits Liabilities</b>	<b>17.2%</b>	<b>16.1%</b>	<b>15.4%</b>	<b>15.7%</b>	<b>15.2%</b>	<b>17.3%</b>	<b>17.9%</b>	<b>17.5%</b>
h) Minimum statutory Ratio	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%
i) Excess	9.2%	8.1%	7.4%	7.7%	7.2%	9.3%	9.9%	9.5%
<b>j) Core Capital / total risk weighted assets</b>	<b>14.6%</b>	<b>14.1%</b>	<b>14.0%</b>	<b>14.7%</b>	<b>15.2%</b>	<b>15.7%</b>	<b>16.4%</b>	<b>16.5%</b>
k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%
l) Excess (j-k)	4.1%	3.6%	3.5%	4.1%	4.7%	5.2%	5.9%	6.0%
<b>m) Total Capital/total risk weighted assets</b>	<b>15.9%</b>	<b>15.4%</b>	<b>15.3%</b>	<b>16.0%</b>	<b>16.5%</b>	<b>16.9%</b>	<b>17.6%</b>	<b>17.7%</b>
n) Minimum statutory Ratio	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%
o) Excess (m-n)	1.4%	0.9%	0.8%	1.4%	2.0%	2.4%	3.1%	3.2%
<b>5 LIQUIDITY</b>								
a) Liquidity Ratio	32.2%	30.0%	32.7%	34.6%	47.9%	48.3%	38.8%	41.8%
b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%
c) Excess (a-b)	12.2%	10.0%	12.7%	14.6%	27.9%	28.3%	18.8%	21.8%

#### INTERIM DIVIDEND

The Directors do not recommend payment of interim dividend.

#### MESSAGE FROM THE DIRECTORS

These financial statements are extracts from the books of the institution. The complete set of quarterly financial statements, statutory and qualitative disclosures can be accessed on the institutions website [www.kcbbankgroup.com](http://www.kcbbankgroup.com)

They may also be accessed at the institution's head office located at Kencom House, Moi Avenue

Ngonyi Biwott- Group Board Chairman

Joshua Oigara- Group Chief Executive Officer