

SUMMARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Audited 31 Dec 2020 Kes M	Audited 31 Dec 2019 Kes M
Assets		
Cash and balances with Central Banks	64,608	83,235
Loans and advances to banks	23,706	25,174
Financial assets at fair value through other comprehensive income	94,284	66,238
Investment in equity	600	600
Other assets and prepayments	43,162	39,142
Loans and advances to customers (Net)	595,255	539,747
Financial assets at amortised cost	111,357	96,977
Current income tax	426	552
Financial assets at fair value through profit or loss	5,143	1,651
Property and equipment	14,629	13,132
Investment property	6,035	5,642
Right-of-use-asset	5,459	7,284
Intangible assets	5,499	6,337
Deferred income tax asset	17,647	12,861
Total assets	987,810	898,572
EQUITY AND LIABILITIES		
Liabilities		
Deposits from banks	19,668	20,371
Deposits from customers	767,224	686,583
Lease liabilities	6,858	6,108
Payables and accrued expenses	14,428	33,956
Retirement benefits obligation	177	-
Borrowings	37,032	21,813
Total liabilities	845,387	768,831
Equity		
Share capital	3,213	3,213
Share premium	27,690	27,690
Revenue and other reserves	111,520	98,838
Total Equity	142,423	129,741
TOTAL EQUITY AND LIABILITIES	987,810	898,572
SUMMARY CONSOLIDATED INCOME STATEMENT		
Net interest income	72,144	61,424
Non-interest revenue	23,852	22,877
Total income	95,996	84,301
Credit impairment losses	(27,509)	(8,889)
Net fair value gain on financial assets at fair value through profit or loss	393	-
Income after impairment charges	68,880	75,412
Total operating expenses	(43,291)	(38,679)
Profit before tax and loss on monetary position	25,589	36,733
Gain on monetary position	130	164
Profit before income tax	25,719	36,897
Income tax expense	(6,115)	(11,732)
Profit for the year	19,604	25,165
SUMMARY CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME		
	31 Dec 2020 Kes M	31 Dec 2019 Kes M
Profit for the year	19,604	25,165
Re-measurement of post employment benefit obligation	(117)	(503)
Hyperinflation translation	(1,539)	443
Exchange differences on translation of foreign operations	584	(780)
Financial assets at fair value through other comprehensive income	2,183	(3,053)
Other comprehensive income net of tax	1,111	(3,893)
Total comprehensive income	20,715	21,272
Basic earnings per share (in Kes)	6.10	7.83
Diluted earnings per share (in Kes)	6.10	7.83
Dividend per share (in Kes)	1.00	3.50
SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS		
	31 Dec 2020 Kes M	31 Dec 2019 Kes M
Cashflows generated from operating activities	2,167	40,362
Cashflows used in investing activities	(4,651)	(14,926)
Cash flows generated from/(used in) financing activities	4,456	(12,863)
Net increase in cash and cash equivalents	1,972	12,573
Cash and cash equivalents at start of year	63,202	50,629
Cash and cash equivalents at end of year	65,174	63,202

SUMMARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share capital Kes M	Share premium Kes M	Revenue and other reserves Kes M	Total Kes M
At 1 January 2020	3,213	27,690	98,838	129,741
Profit for the year	-	-	19,604	19,604
Other comprehensive income net of tax	-	-	1,111	1,111
Dividend paid in the year	-	-	(8,033)	(8,033)
At 31 December 2020	3,213	27,690	111,520	142,423

	Share capital Kes M	Share premium Kes M	Revenue and other reserves Kes M	Total Kes M
At 1 January 2019	3,066	21,647	88,948	113,661
Adjustment of initial application of IFRS 16, net of taxes	-	-	(651)	(651)
Shares issued on NBK Transaction	147	6,043	-	6,190
Profit for the year	-	-	25,165	25,165
Other comprehensive income net of tax	-	-	(3,893)	(3,893)
Dividend paid in the year	-	-	(10,731)	(10,731)
At 31 December 2019	3,213	27,690	98,838	129,741

SUMMARY OF DIRECTORS REMUNERATION REPORT

During the year, the Group paid Kes 296m (2019: Kes 456m) as Directors' emoluments.

Independent Auditor's Report on the Summary Financial Statements to the Shareholders of KCB Group PLC

Opinion

We have audited the summary financial statements of KCB Group Plc, which comprise the summary consolidated statement of financial position at 31 December 2020 and the summary consolidated income statement, summary consolidated statements of other comprehensive income, changes in equity and cash flows for the year then ended which are derived from the audited financial statements of KCB Group Plc and its subsidiaries (together, the "Group") for the year ended 31 December 2020. The Group's financial statements are prepared in accordance with International Financial Reporting Standards and the Companies Act, 2015.

In our opinion the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements of the Group which are prepared in accordance with International Financial Reporting Standards (IFRS) and the Companies Act, 2015.

The summary directors' remuneration report is derived from the directors' remuneration report for the year ended 31 December 2020.

Summary financial statements and summary directors' remuneration report

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards and in the manner required by the Companies Act, 2015. In addition, the summary directors' remuneration report does not contain all the disclosures required by the Companies (General) (Amendment) (No. 2) Regulations, 2017.

Reading the summary financial statements, the summary directors' remuneration report and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements, the directors' remuneration report and the auditor's report thereon. The summary financial statements, the summary directors' remuneration report and the audited financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial statements.

The audited financial statements and our report thereon

We expressed an unmodified audit opinion on the audited financial statements in our audit report dated 17 March 2021 and also confirmed that the auditable part of the directors' remuneration report was prepared in accordance with the Companies Act, 2015. That audit report also includes the communication of key audit matters. Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period.

Directors' responsibility for the summary financial statements

The directors are responsible for the preparation of the summary financial statements and the summary directors' remuneration report in accordance with the International Financial Reporting Standards and Companies Act, 2015.

Auditor's responsibility

Our responsibility is to express an opinion on whether the summary financial statements and the summary directors' remuneration report are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), *Engagements to report on summary financial statements*.



FCPA Michael Mugasa, Practicing Certificate Number 1478
Engagement partner responsible for the audit

For and on behalf of PricewaterhouseCoopers LLP
Certified Public Accountants
Nairobi

4 May 2021

Proposed Dividend

The Directors of KCB Group Plc. (the "Group") have recommended a first and final dividend of Kes. 1.00 on the issued and paid up share capital of the company subject to shareholder approval. The final dividend will be payable to the members of the company on the share register at the close of business on Monday, 26 April 2021.

If approved, the full dividend for the year ended 31 December 2020 will be Kes. 1.00 for each ordinary share.

Message from the Directors

The above summary consolidated financial statements are derived from the Group's financial statements which have been audited by PricewaterhouseCoopers LLP and received an unqualified opinion. The complete set of audited financial statements, statutory and qualitative disclosures can be accessed on the institution's website www.kcbgroup.com. They may also be accessed from the institutions Head Office located at Kencom House, Moi Avenue, Nairobi.

The financial statements were approved by the Board of Directors on Wednesday, 17 March 2021 and were signed on its behalf by:

Andrew W. Kairu – Group Chairman | **Joshua N. Oigara** – Group Chief Executive Officer and Managing Director
Anne Eriksson – Director | **Bonnie Okumu** – Group Company Secretary

Regulated by the Central Bank of Kenya