## KCB GROUP PLC UN AUDITED QUARTERLY FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 31ST MARCH 2017

STATEMENT OF PRANCIAL POSITION		BANK		COMPANY			GROUP			
1 STATEMENT OF PRINCING, POSTONO  A ASSETS  7.74.227  1. Carel (For Line)  7.74.227  1. Carel (For Line)  7. Carel		31-Mar-16	31-Dec-16	31-Mar-17	31-Mar-16	31-Dec-16	31-Mar-17	31-Mar-16	31-Dec-16	31-Mar-17
A SASTEY 1 Coart (Not Lock of Foreign) 7,546,221 1 Coart (Not Lock of Foreign) 7,546,221 2 Baltisca due from Correl flore of Foreign (Not Service) 2 Baltisca due from Correl flore of Foreign (Not Service) 5 Incestment securities: a) Held blandly: a Kinga Counterment securities 5 Incestment securities: a) Held blandly: a Kinga Counterment securities 6 Dividiated for safe: a Kinga Counterment securities 7 Dividiated for safe: a Kinga Counterment securities 8 Dividiated for safe: a Kinga Counterment securities 9 Dividiated for safe		Kshs 000	Kshs 000	Kshs 000	Kshs 000	Kshs 000	Kshs 000	Kshs 000	Kshs 000	Kshs 000
1 Count (Cent Load & Founge) 2 All 14,080 278 3 Revision and from Certal Brain of Mary 3 A found (Cent Load & Founge) 3 A found (Cent Load & Founge) 4 All 14,080 278 5 Revision and Cent Revision field fooding purposes 4 All 15,085,178 5 Revision (Cent Load & Founge) 5 Revision (Cent Load & Founge) 5 Revision (Cent Load & Founge) 6 Revision (Cent Load & Founge) 6 Revision (Cent Load & Founge) 6 Revision (Cent Load & Founge) 7 Revision (Cent Load & Founge) 7 Revision (Cent Load & Founge) 8 Revision (Cent Load & Founge) 9 Revision (Cent Lo	I STATEMENT OF FINANCIAL POSITION	Un-Audited	Audited	Un-Audited	Un-Audited	Audited	Un-Audited	Un-Audited	Audited	Un-Audited
2 Battonic due from Coursel Batter of Kanga Sar Kanga Sa	A ASSETS									
3 Kmg Comments and data sources had for dusting purposes 4 Protroit Stacked in a fair with Introphy Protein and Interest State (1998) 1 (1	1 Cash (both Local & Foreign)	7,548,231	8,085,113	6,182,156	-	951,009	933,609	11,690,736	11,374,751	9,246,661
4 Frocincial Assets of fair which shough print and tools become securities (a) 4 Securities (b) Auxiliarity of the securities (b) Auxiliarity	2 Balances due from Central Bank of Kenya	29,413,682	18,055,378	22,621,216	-	-	-	29,413,682	18,055,378	22,621,216
5 Investments sourcistes: a) land shariny a. Kenya Commonst sourcistes (b) Assistant for sale a. Kenya Commonst sourcistes (b) (b) Available for sale a. Kenya Commonst sourcistes (b) (b) Available for sale a. Kenya Commonst sourcistes (b) (b) Available for sale a. Kenya Commonst sourcistes (b) (b) Available for sale a. Kenya Commonst sourcistes (b) (b) (b) (b) (c) (c) (c) (c) (c) (c) (c) (c) (c) (c	3 Kenya Government and other securities held for dealing purposes	755,513	-	-	-	-	-	755,513	-	-
b. Other securities 1) A validatior late at Anysia Government securities 2, 16,277,894 4,62,17,894 5,846,646 6,8033 5,507,712 6,0333 5,507,712 6,0333 5,507,712 6,0333 5,507,712 6,0333 5,507,712 6,0333 5,507,712 6,0333 5,507,712 6,0333 5,507,712 6,0333 5,507,712 6,0333 5,507,712 6,0333 5,507,712 6,0333 5,507,712 6,0333 5,507,712 6,0333 5,507,712 6,0333 5,507,712 6,0333 5,507,712 6,0333 5,507,712 6,0333 5,507,712 6,0333 6,035,740 5,035,900,055 5,036,900,057 6,03	4 Financial Assets at fair value through profit and loss	-	-	-	-	-	-	-	-	-
D) Available for size its. Forging Comment securities	5 Investment securities: a) Held to Maturity: a. Kenya Government securities	43,592,042	32,520,671	32,297,753	-	-	-	43,592,042	32,520,671	32,440,656
Exposits and bilances due from local brighing institutions 1	b. Other securities	-	-	142,903	-	-	-	15,937,605	7,981,800	8,704,021
6 Deposits and balances due from Incult barriang mathlurines and reads of the Popular barriang mathlurines and an advanced to customers (red) 8 Tax recoverable 9 Lorse and advanced to customers (red) 10 Balanced due from group comparises 2,768,443 436,130 2,256,665 6,368,660 6,062,972 6,7130,100 67,130,10	<li>b) Available for sale: a. Kenya Government securities</li>	45,217,894	58,466,646	60,799,938	-	-	-	45,217,894	58,466,646	60,799,938
7 Poposits and balances do not having netitutions acrosed 8 Tax recovered 9 Ta	b. Other securities	68,033	-	-	56,636	56,719	47,971	68,033	3,501,732	4,029,334
8 Tai recoverable 9 Loses and advances to customers (vel) 9 Loses and advances to customers (vel) 9 Loses and advances to customers (vel) 10 Balances due from group companies 1 2,786,443 436,130 2,256,855 125 125 125 125 125 125 125 125 125 1	6 Deposits and balances due from local banking institutions	-	1,627,573	-	-	-	-	-	1,627,573	
9 Loss and administros founds and administros for the first and administrations and administration associates 2,786,443 436,130 2,259,685 6,388,980 807,828 9,90,222 125 125 125 125 125 125 125 125 125	7 Deposits and balances due from banking institutions abroad	1,041,836	4,466,863	6,155,161	-	-	-	36,080,572	41,879,570	38,858,626
10 Balances due from group companies 2,786,443 436,130 2,256,685 10 months in secuciation 11 months in secuciation 125 12 months in secuciation 14 months in secuciation 14 months in secuciation 14 months in subscission 15 months in secuciation 15 months in subscission 16 months in subscission 16 months in subscission 16 months in subscission 16 months in subscission 17 months in subscission 17 months in subscission 18 months in	8 Tax recoverable	· · · · ·			-	-	-	203,486	216,993	226,861
11 Investment in associates	9 Loans and advances to customers (net)	313,053,740	353,900,051	362,922,411	-	-	-	345,943,452	385,745,331	395,491,270
11 Investment in associates	10 Balances due from group companies	2,786,443	436,130	2,259,685	6,388,960	807,828	9,900,292		-	-
13 Investments in jint ventures 14 Investments prior treatures 15 Property and equipment 6,245,233 6,036,806 6,062,972 580,751 564,997 563,900 8,383,551 9,372,595 9,453,81 17 Intrapple assets 1,907,044 3,340,42,27 3,340,422 3,372,191		-	-	-	125	125	125	-	-	-
14 Investment properties   6,245,322   6,038,806   6,069,972   580,751   564,597   563,900   8,383,551   9,372,955   9,453,616   Prepaid kases retriats   133,880   132,006   131,383   134,046   133,4173   134,046   134,000	12 Investments in subsidiary companies	-	-	-	67,130,100	67,130,100	67,130,100	-	-	-
15 Proporty and equipment   6,245,223   6,036,806   6,062,972   580,751   564,597   563,900   8,335,551   9,372,955   9,453,61   1,000	13 Investments in joint ventures	-	-	-		· · · · ·		-	-	-
16 Prepad lasear rentals 1 133,880 1 132,006 1 131,383 1 134,046 1 133,4783 1 134,046 1 133,4783 1 134,046 1 133,4783 1 134,046 1 132,072,191 1 131,000 1 13	14 Investment properties	-	-	-		-	-	-	-	-
17 Interple assets 1,907 044 3,046,237 2,945,452 - 2,028,543 3,166,913 3,057.8 1 0 Deferred tax asset 3,344,452 3,072.191 - 3,865,137 3,732.100 3,517.9 1 0 0,980,000 811,000 811,000 811,000 811,000 1 1,4,131,441 - 12,267,75 16,652.184 16,367.5 1 12,296,745 16,652.184 16,367.5 12,296,745 16,652.184 16,367.5 12,366,745 16,652.184 16,367.5 12,366,745 16,652.184 16,367.5 12,366,745 16,367.5 12,366,745 16,367.5 12,366,745 16,367.5 12,366,745 16,367.5 12,366,745 16,367.5 12,366,745 16,367.5 12,36	15 Property and equipment	6,245,323	6,036,806	6,062,972	580,751	564,597	563,900	8,383,551	9,372,955	9,453,613
17 Irangble assets 1,907,044 3,046,237 2,945,452 - 2,028,543 3,166,913 3,057,8 10 Deferred tasset 3,340,452 3,072,191 - 3,865,137 3,732,100 3,517,2191 - 3,865,137 3,732,100 3,517,2191 - 3,865,137 3,732,100 3,517,2191 - 3,865,137 3,732,100 3,517,2191 - 3,865,137 3,732,100 3,517,2191 - 1,817,210,210,210,210,210,210,210,210,210,210		133,880	132,006	131,383	, .	-	-	343,783	134,046	133,423
18 Deferred two asset 1980,000 19.956,179 14.121,009 14.131,441 10.956,179 14.121,009 14.131,441 10.956,179 14.121,009 14.131,441 10.956,179 14.121,009 14.131,441 10.956,179 14.121,009 14.131,441 10.956,179 14.121,009 14.131,441 10.956,179 1556,800,774 1520,535,661 174,156,572 174,156,572 175,997 175,		1.907.044	3.046.237	2,945,452		_	-	2.028.543	3,166,913	3,057,898
19 Referement benefit asset 20 Other rasets 21 Dys6,179   14,121,009   14,121,009   14,121,009   16,652,184   16,352,184   16,357,52   16,652,184   16,357,52   16,652,184   16,357,52   16,652,184   16,357,52   16,652,184   16,357,52   16,652,184   16,357,52   16,652,184   16,357,52   16,652,184   16,357,52   16,652,184   16,357,52   16,652,184   16,357,52   16,652,184   16,357,54,7   16,557,597   16,652,184   16,357,54,7   16,557,597   16,652,184   16,357,54,7   16,557,597   16,652,184   16,357,54,7   16,557,597   16,652,184   16,357,54,7   16,557,597   16,652,184   16,357,54,7   16,557,597   16,652,184   16,357,54,7   16,557,597   16,652,184   16,357,54,7   16,557,597   16,652,184   16,357,54,7   16,557,597   16,652,184   16,357,54,7   16,557,597   16,652,184   16,357,54,7   16,557,597   16,652,184   16,357,54,7   16,557,597   16,652,184   16,357,54,7   16,557,597   16,552,184   16,357,54,7   16,557,597   16,552,184   16,357,54,7   16,557,597   16,552,184   16,357,54,7   16,557,597   16,552,184   16,357,54,7   16,557,597   16,552,184   16,357,54,7   16,557,597   16,552,184   16,357,54,7   16,557,597   16,552,184   16,357,54,7   16,557,597   16,552,184   16,357,54,7   16,557,597   16,552,184   16,357,54,7   16,557,597   16,552,184   16,357,54,7   16,557,597   16,552,184   16,357,54,7   16,557,597   16,552,184   16,357,597   16,552,184   16,357,54,7   16,557,597   16,552,184   16,357,597   16,552,184   16,357,54,7   16,557,597   16,552,184   16,357,54,7   16,557,597   16,552,184   16,357,54,7   16,557,597   16,552,184   16,357,54,7   16,557,597   16,552,184   16,357,54,7   16,557,597   16,552,184   16,357,54,7   16,557,597   16,552,184   16,357,54,7   16,557,597   16,552,184   16,357,54,7   16,557,597   16,552,184   16,357,54,7   16,557,597   16,552,184   16,357,54,7   16,557,597   16,552,184   16,357,54,7   16,557,597   16,552,184   16,357,54,7   16,557,597   16,552,184   16,357,597   16,552,184   16,357,54,7   16,557,597   16,552,184   16,357,54,7   16,557,597   16,552,184   16,357,54,7   16,557,597   16,552,1		3,340,452	3.072.191	3,072,191		_	-	3.865.137	3,732,100	3,512,755
## A Franchists   ## A Franchi	19 Retirement benefit asset	980,000	811,000			-	-	980,000		811,000
## A Franchists   ## A Franchi	20 Other assets	10.956.179	14.121.009	14.131.441	_	_	-	12.296.745	16,652,184	16,367,514
B LIABILITES 22 Balances due to Central Bark of Kerya 356,567,591 356,567,591 356,567,591 356,567,591 356,567,591 356,675,591 356,691 356,692,792 356,693,692 356,693,692 356,693,693 356,693,693 356,693,693 356,					74450570	CO 540 070	70 575 007			
22 Balances due to Central Bank of Kenya 23 Customer deposits 366,567,591 366,	21 TOTAL ASSETS	467,040,289	304,777,674	320,333,001	74,136,372	69,510,378	78,575,997	556,800,774	595,239,643	603,734,786
22 Balances due to Central Bank of Kenya 23 Customer deposits 366,567,591 366,										
23 Customer deposits		0.000.000						0.000.000		
24 Deposits and balances due to local banking institutions 25 Deposits and balances due to foreign banking institutions 26 Other morely market deposits 27 Borrowed funds 28 Balances due to group companies 29 Tax payable 30 Dividends payable 31 Deferred tax liability 32 Retirement benefit liability 31 Other liabilities 40 18,025,600 40,802,802 401,802,604 401,802,604 423,787,786 444,036,867 35,986,000 4,693,827 5,500,000 4,693,827 5,500,000 4,693,827 5,500,000 4,693,827 5,500,000 4,693,827 5,908,279 7,622,786 3,686,3 62,277,380 10,729 36,153 36,153 2,055,370 870,488 2,466,1 17,14,320 10,729 36,153 36,153 2,055,370 870,488 2,466,1 17,14,320 10,729 36,153 36,153 2,055,370 870,488 2,466,1 17,14,320 10,729 36,153 36,15			-	-	-	-	-			-
25 Deposits and balances due to foreign banking institutions 26 Other money market deposits 27 Borrowed funds 28 Balances due to group companies 29 Tax payable 30 Dividends payable 31 Dividends payable 31 Dividends payable 32 Deferred tax liability 31 Deferred tax liability 32 Retirement benefit liability 33 Other liabilities 41 A 795,118 40 1,802,604 423,787,786 444,036,667 444,036,667 444,036,667 444,036,667 45,948,949,949 472,841,168 498,673,668 40 3,665,3 40,653,306 40,654,306 40,655,306 40,656,30				, . , .	-	-	-	-,,	-, -, -	, , .
26 Other money market deposits 27 Borrowed funds 28 Balances due to group companies 29 Tax payable 30 Dividends payable 31 Deferred tax liability 31 Deferred tax liability 32 Retirement benefit liability 33 Other idenders and the stabilities 41,795,118 40,802,604 423,787,786 444,036,867 444,03					-	-	-			
27 Borrowed funds 28 Balances due to group companies 2 Balances due to group companies 2 Galances 2 Gala		5,084,104	122,729	131,615	-	-	-	9,908,279	7,622,786	3,665,380
28 Balances due to group companies 29 Tax psyable 20 Tax psyable 20 Tax psyable 21 Deferred tax liability 21 Deferred tax liability 22 Retirement benefit liability 23 Other liabilities 24 Light Ligh					-	-	-			
29 Tax psychole 2,045,457 531,825 2,277,380 10,729 36,153 36,153 2,055,370 870,488 2,466,1 9,178,000 120,208 166,150 171,4 122 Retirement benefit liability 1 1,358,299 13,131,4 14,795,118 10,458,489 10,000,180 813,683 739,845 739,845 11,340,194 13,358,299 13,131,4 14,795,118 10,458,489 10,000,180 813,683 739,845 739,845 11,340,194 13,358,299 13,131,4 14,795,118 10,458,489 10,000,180 813,683 739,845 739,845 11,340,194 13,358,299 13,131,4 14,795,118 10,458,489 10,000,180 813,683 739,845 739,845 11,340,194 13,358,299 13,131,4 14,795,118 10,458,489 10,000,180 813,683 739,845 739,845 11,340,194 13,358,299 13,131,4 14,795,118 10,458,489 10,000,180 813,683 739,845 11,340,194 13,358,299 13,131,4 14,795,118 10,458,489 10,000,180 813,683 739,845 11,340,194 13,358,299 13,131,4 14,795,198 11,340,194 13,358,299 13,131,4 14,795,198 11,340,194 13,358,299 13,131,4 14,795,198 11,340,194 13,358,299 13,131,4 14,795,198 11,340,194 13,358,299 13,131,4 14,795,198 11,340,194 13,358,299 13,131,4 14,795,198 11,340,194 13,358,299 13,131,4 14,795,198 11,340,194 13,358,299 13,131,4 14,795,198 11,799,999 13,96,000 13,025,213 3,066,057 3,		17,116,330	20,563,556	19,883,118	-	-	-	19,604,344	22,982,348	23,595,619
30 Dividends payable 31 Deferred tax liability 32 Retirement benefit liability 33 Other liabilities 31 Other liabilities 31 Other liabilities 32 Retirement benefit liability 33 Other liabilities 34 TOTAL LIABILITIES 401,802,604 423,787,786 444,036,867 424,412 775,998 775,998 775,998 775,998 775,998 472,841,168 498,673,868 504,539,0 53,986,000 53,986,										
31 Deferred tax liability 32 Retirement benefit liability 33 Other liabilities 401,802,604 423,787,786 444,036,867 824,412 775,998 775,998 775,998 775,998 472,841,168 498,673,868 504,539,0  C SHAREHOLDERS' FUNDS 35 Paid up /Assigned capital 3,066,057 3,066		2,045,457	531,825		10,729	36,153	36,153	2,055,370	870,488	2,466,139
32 Retirement benefit fiability 33 Other liabilities 401,802,604 423,787,786 444,036,867 824,412 775,998 775,998 472,841,168 498,673,868 504,539,0  C SHAREHOLDERS' FUNDS 35 Paid up /Assigned capital 55,986,000 53,986,000		-	-	9,178,000	-	-	-			
33 Other liabilities		-	-	-	-	-	-	120,208	166,150	171,450
34 TOTAL LIABILITIES  401,802,604 423,787,786 444,036,867 824,412 775,998 775,998 472,841,168 498,673,868 504,539,0  C SHAREHOLDERS' FUNDS 35 Paid up /Assigned capital 36 Share premium/(discount) 37 Revaluation reserves (1,579,892) 38 Retained earnings/ Accumulated losses 38 Paid up /Assigned capital 39 Statutory loan loss reserve 48,443,919 9,681,660 12,848,076 12,1646,776 12,646,7	· · · · · · · · · · · · · · · · · · ·	-	-	-	-	-	-	-	-	-
C SHAREHOLDERS' FUNDS 35 Paid up /Assigned capital 36 Share premium/(dscount) 37 Revaluation reserves 38 Retained earnings/ Accumulated losses 3,443,919 3,886,000 3,025,213 3,066,057 21,646,776 2										
35 Paid up //Assigned capital 53,986,000 53,986,000 3,025,213 3,066,057 3,06	34 TOTAL LIABILITIES	401,802,604	423,787,786	444,036,867	824,412	775,998	775,998	472,841,168	498,673,868	504,539,050
35 Paid up //Assigned capital 53,986,000 53,986,000 3,025,213 3,066,057 3,06										
36 Share premium/(discount) 37 Revaluation reserves 38 Retained earnings/ Accumulated losses 3,443,919 9,681,660 9,981,660 12,838,079 44,120,960 34,823,376 43,888,995 46,075,340 52,248,726 52,248,726 52,200 314,300 41 Proposed dividends 42 Capital grants 42 Capital grants 43 TOTAL SHAREHOLDERS' FUNDS 44 Minority Interest 45 Mare premium/(discount) 21,646,776 21										
37 Revaluation reserves (1,579,892) (1,134,529) (936,194) (1,579,992) (1,148,761) (1,040,3 8 Retained earnings Accumulated losses 3,443,919 (9,81,660 12,838,079 44,120,960 34,823,376 43,888,995 46,075,340 53,248,726 56,360,1 10,240,506 10,040,3 11,300 10		53,986,000	53,986,000	53,986,000						
38 Retained earnings/ Accumulated losses 3,443,919 9,681,660 12,838,079 44,120,960 34,823,376 43,888,995 46,075,340 53,248,726 56,360,1 9,100,100,100 loss reserve 8,865,457 8,964,457 10,296,609 - 522,200 14,300 522,200 14,300 522,200 14,300 522,200 14,300 522,200 54,000,100 14,300 522,200 54,000 14,000			4		20,135,561	21,646,776	21,646,776			21,646,776
39 Statutory loon loss reserve 40 Other Reserves/Remeasurement of defined asset/liability 522,200 314,300 41 Proposed dividends 42 Capital grants 43 TOTAL SHAREHOLDERS' FUNDS 65,237,684 80,389,888 76,498,794 73,332,160 68,734,380 77,799,999 83,959,606 96,565,775 101,215,7 101,215,7					-	-	-			(1,040,394)
40 Other Reserves/Remeasurement of defined asset/liability 522,200 314,300 314,300 41 Proposed dividends 9,178,000 - 6,050,426 9,198,171 9,198,171 6,050,426 9,198,171					44,120,960	34,823,376	43,888,995			56,360,182
41 Proposed dividends 4 Proposed dividends 4 Proposed dividends 4 Proposed dividends 4 Proposed dividends 5 Proposed dividends 4 Proposed dividends 5 Proposed dividends 6 Propos					-	-	-			11,670,644
42 Capital grants 43 TOTAL SHAREHOLDERS' FUNDS 65,237,684 80,989,888 76,498,794 73,332,160 68,734,380 77,799,999 83,959,606 96,565,775 101,215,7 44 Minority Interest		522,200	. ,	. ,	-	-	-		. ,	314,300
43 TOTAL SHAREHOLDERS' FUNDS 65,237,684 80,989,888 76,498,794 73,332,160 68,734,380 77,799,999 83,959,606 96,565,775 101,215,7 44 Minority Interest		-	9,178,000	-	6,050,426	9,198,171	9,198,171	6,050,426	9,198,171	9,198,171
44 Minority Interest		-	-	-	-	-	-	-	-	-
THIRDING INCOM	43 TOTAL SHAREHOLDERS' FUNDS	65,237,684	80,989,888	76,498,794	73,332,160	68,734,380	77,799,999	83,959,606	96,565,775	101,215,736
	44 Minority Interest	-	-	-		-	-	-	-	-
45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS 467,040,289 504,777,674 520,535,661 74,156,572 69,510,378 78,575,997 556,800,774 595,239,643 605,754,7	45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	467,040,289	504,777,674	520,535,661	74.156.572	69.510.378	78,575,997	556.800.774	595,239,643	605,754,786

INTEREST INCOME     1.1 Loans and advances     1.2 Government securities     1.3 Deposits and placements with banking institutions     1.4 Other Interest Income     1.5 Total Interest income	31-Mar-16 Kshs 000 Un-Audited 11,629,597 2,631,915 128,421	31-Dec-16 Kshs 000 Audited 46,484,722 9,134,775 559,038	31-Mar-17 Kshs 000 Un-Audited 10,249,230	31-Mar-16 Kshs 000 Un-Audited	31-Dec-16 Kshs 000	31-Mar-17 Kshs 000	31-Mar-16 Kshs 000	31-Dec-16 Kshs 000	31-Mar-17 Kshs 000
1.1 Loans and advances 1.2 Government securities 1.3 Deposits and placements with banking institutions 1.4 Other Interest Income 1.5 Total Interest income	Un-Audited 11,629,597 2,631,915 128,421	Audited 46,484,722 9,134,775	Un-Audited			Kshs 000	Kshs 000	Kshs 000	Kshs 000
1.1 Loans and advances 1.2 Government securities 1.3 Deposits and placements with banking institutions 1.4 Other Interest Income 1.5 Total Interest income	11,629,597 2,631,915 128,421	46,484,722 9,134,775		Un-Audited					
Government securities     Deposits and placements with banking institutions     Other Interest Income     Total interest income	2,631,915 128,421 -	9,134,775	10,249,230		Audited	Un-Audited	Un-Audited	Audited	Un-Audited
Deposits and placements with banking institutions     House Interest Income     Total interest income	128,421			-	-	-	12.763.702	51,208,848	11.343.854
1.4 Other Interest Income 1.5 Total Interest Income			2,176,968	_	_	-	3.087.368	10.866.512	2,568,537
1.4 Other Interest Income 1.5 Total Interest Income	14,389,933		142,725	_	_	-	189,238	696,275	201,285
1.5 Total interest income	14,389,933	649	· -	_	_	_	,	34,439	
		56.179.184	12.568.922				16.040.308	62.806.074	14.113.676
			, , , ,						
2 INTEREST EXPENSE									
2.1 Customer deposits	4,317,495	12.391.402	2.695.372	_	_	-	4.784.991	14.481.365	3.198.170
2.2 Deposits and placement from banking institutions	229,485	862,815	248.019	_	_	-	396,140	1,298,065	570.695
2.3 Other interest expenses	-	-	-	_	_	_	-	-	-
2.4 Total interest expenses	4.546.980	13.254.217	2.943.391				5,181,131	15,779,430	3.768.865
3 NET INTEREST INCOME/(LOSS)	9.842.953	42,924,967	9,625,531	•	-	•	10.859.177	47.026.644	10.344.811
		, , , , ,					,,,,,,,	, , , ,	
4 OTHER OPERATING INCOME									
4.1 Fees and commissions on loans and advances	949.645	4.621.797	1.133.666	_	_	_	1.114.941	6.560.093	1.429.651
4.2 Other fees and commissions	1,210,546	4,468,925	1,179,904	_	_	_	1,910,832	6,064,473	2,025,496
4.3 Foreign exchange trading income	446,624	2,204,062	588,564	_	_	_	746,686	5,493,696	1,285,092
4.4 Dividend Income	69	-	-	_	87.233	9.177.620	69	-	- 1,200,002
4.5. Other income	736,943	3,965,077	719,266	36,460	120,509	25,073	852,691	4,331,744	823,553
4.6 Total non-interest income	3.343.827	15,259,861	3,621,400	36,460	207,742	9.202,693	4.625.219	22,450,006	5.563.792
5 TOTAL OPERATING INCOME	13,186,780	58,184,828	13,246,930	36,460	207,742	9,202,693	15,484,396	69,476,650	15,908,603
O TOTAL OF ELECTRIC INCOME	10,100,100	50,101,020	10,240,000	00,100	201,1-12	0,202,000	10,101,000	00,110,000	10,000,000
6 OTHER OPERATING EXPENSES									
6.1 Loan loss provision	1,240,334	3,759,049	773.760	_	_	_	1.369.225	3.823.759	958.134
6.2 Staff costs	3,355,475	14,560,447	3,719,060	_	249.013	62,179	4.081.913	17,719,037	4,444,809
6.3 Directors' emoluments	29,696	113,978	4,280	_	44,617	33,674	67.012	283,722	67.151
6.4 Rental charges	176,598	721.563	181,292	_		-	294.644	1.247.256	312.520
6.5 Depreciation charge on property and equipment	358,788	1,240,066	326.388	698	2.795	698	448.836	1,598,776	413.352
6.6 Amortisation charges	103.381	760.744	231,182	-	2,700	-	119.880	829,460	248.003
6.7 Other operating expenses	1,930,967	8.546.656	1,776,843	_	_	31.776	2,488,598	14,883,515	2,872,616
6.8 Total other operating expenses	7,195,238	29,702,503	7,012,805	698	296,425	128,327	8,870,108	40.385.525	9,316,585
7 Profit/(loss) before tax and exceptional items	5,991,542	28,482,325	6,234,125	35.762	(88.683)	9.074.366	6,614,288	29.091.125	6,592,018
8 Exceptional items		-	-	-	(00,000)	-	-	20,001,120	
9 Profit/(loss) after exceptional items	5,991,542	28,482,325	6.234.125	35.762	(88,683)	9.074.366	6,614,288	29,091,125	6,592,018
10 Current tax	(1,797,463)	(8,591,333)	(1.745.555)	(10,729)	(00,000)	(2,722,310)	(1,984,286)	(9,171,465)	(2,049,691)
11 Deferred tax	(1,707,100)	(111,678)	(1,7 10,000)	(10,720)	(36,153)	(2,722,010)	(1,001,200)	(197,213)	(2,010,001)
12 Profit/(loss) after tax and exceptional items	4,194,079	19,779,314	4,488,570	25,033	(124.836)	6,352,056	4,630,002	19,722,447	4,542,327
13 Minority Interest		-	-,100,010	-	(121,000)	-	-,000,002	-	1,012,027
14 Profit/(loss) after tax and exceptional items and Minority Interest	4.194.079	19,779,314	4.488.570	25,033	(124.836)	6.352.056	4.630.002	19.722.447	4.542.327
15 Other Comprehensive income:	4,104,070	10,110,014	-1,100,010	20,000	(124,000)	0,002,000	4,000,002	10,122,111	1,012,021
15.1 Gains/(Losses) from translating the financial statements of foreign operations	_	-	_	_	_	_	(1,377,155)	317.968	(89,967)
15.2 Fair value changes in available-for-sale financial assets	1,463,324	(108,355)	283.334	_	_	_	(1,180,666)	(55,355)	283,334
15.3 Re-measurement of defined benefit pension fund	1,100,021	(297,000)	200,001	_	_	_	(1,100,000)	(297,000)	200,00 1
15.4 Share of other comprehensive income of associates	_	(207,500)	_	_	_			(201,300)	
15.5 Income tax relating to components of other comprehensive income	_	121,606	(85,000)	_	_	_	-	121,606	(85,000)
16 Other comprehensive income for the year net of tax	1,463,324	(283,749)	198,334				(2,557,821)	87,219	108,367
17 Total comprehensive income for the year	5.657.403	19,495,565	4.686.904	25.033	(124.836)	6.352.056	2.072.181	19.809.666	4.650.694
18 EARNINGS PER SHARE- DILUTED & BASIC KSHS	0.31	0.37	0.33	0.03	(0.16)	8.29	6.12	6.46	5.93
19 DIVIDEND PER SHARE - DECLARED KSHS	0.01	0.17	3.00	0.00	3.00	0.23	J.12	3.00	0.33
		V.11			5.50			5.00	

III OTHER DISCLOSURES		BANK			COMPANY			GROUP	
	31-Mar-16	31-Dec-16	31-Mar-17	31-Mar-16	31-Dec-16	31-Mar-17	31-Mar-16	31-Dec-16	31-Mar-17
	Kshs 000	Kshs 000	Kshs 000	Kshs 000	Kshs 000	Kshs 000	Kshs 000	Kshs 000	Kshs 000
1 NON-PERFORMING LOANS AND ADVANCES	Un-Audited	Audited	Un-Audited	Un-Audited	Audited	Un-Audited	Un-Audited	Audited	Un-Audited
a) Gross Non-performing loans and advances	26,135,275	28,333,247	29,830,144	-	-	-	30,436,873	31,812,856	32,151,386
b) Less Interest in Suspense	3,561,768	4,210,013	4,443,776	-	-	-	4,074,524	4,609,881	4,746,065
c)Total Non-Performing Loans and Advances (a-b)	22,573,507	24,123,234	25,386,367	-	-	-	26,362,349	27,202,975	27,405,321
d) Less Loan Loss Provision	10,842,355	14,921,244	18,220,729	-	-	-	12,603,423	16,460,084	19,250,483
e) Net Non-Performing Loans and Advances(c-d)	11,731,152	9,201,990	7,165,639	-	-	-	13,758,926	10,742,891	8,154,838
f) Discounted Value of Securities	7,613,893	9,362,800	5,155,858	-	-	-	10,654,600	9,455,231	6,169,886
g) Net NPLs Exposure (e-f)	4,117,259	(160,810)	2,009,781	-	-	-	3,104,326	1,287,660	1,984,952
2 INSIDER LOANS AND ADVANCES									
a) Directors, Shareholders and Associates	608.812	5.143.843	2.606.949	_	-	_	687.083	4.818.059	2.671.024
b) Employees	10.920.602	11,944,993	11.917.042	_	-		11.886.193	12.738.369	12.585.442
c)Total Insider Loans and Advances and other facilities	11,529,414	17,088,836	14,523,991	-	-	-	12,573,276	17,556,428	15,256,465
3 OFF-BALANCE SHEET ITEMS	58.567.508	52.197.440	60.455.126				60.998.007	54.949.849	62.937.121
a)Letters of credit, guarantees, acceptances		52,197,440	, , .	-	-	-			- 1 1
b) Forwards, swaps and options     c) Other contingent liabilities	11,423,393	5,087,011	9,626,333	-	-	-	6,940,268	6,114,779	10,596,655
c) Other contingent liabilities		-					-	-	-
d)Total Contingent Liabilities	69,990,901	57,885,051	70,081,459	-	-	-	67,938,275	61,064,628	73,533,776
4 CAPITAL STRENGTH									
a)Core capital	60.569.495	63.353.946	63.528.955	_ '	_	-	75.655.525	94.615.031	90.663.612
b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	_	-	_	6.803.947	6.713.989	6.718.624
c)Excess (a-b)	59.569.495	62,353,946	62.528.955	_	_	_	68.851.578	87,901,042	83.944.988
d) Supplementary Capital	3,584,577	13,080,489	13,338,149	-	-	-	5,776,258	6,414,324	6,494,557
e) Total Capital (a+d)	64,154,072	76,434,435	76,867,104	-	-	-	81,431,783	101,029,355	97,158,169
f)Total risk weighted assets	354,334,716	430,839,082	451,451,942	-	-	-	462,100,644	513,145,930	519,564,599
g) Core Capital/Total deposits Liabilities	17.0%	16.4%	16.0%	-	-	-	17.9%	21.1%	19.8%
h) Minimum statutory Ratio	8.0%	8.0%	8.0%	-	-	-	8.0%	8.0%	8.0%
I) Excess	9.0%	8.4%	8.0%	-	-	-	9.9%	13.1%	11.8%
j) Core Capital / total risk weighted assets	17.1%	14.7%	14.1%	-	-	-	16.4%	18.4%	17.4%
k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	-	-	-	10.5%	10.5%	10.5%
I) Excess (j-k)	6.6%	4.2%	3.6%	-	-	-	5.9%	7.9%	6.9%
m) Total Capital/total risk weighted assets	18.1%	17.7%	17.0%	-	-	-	17.6%	19.7%	18.7%
n) Minimum statutory Ratio	14.5%	14.5%	14.5%	-	-	-	14.5%	14.5%	14.5%
o) Excess (m-n)	3.6%	3.2%	2.5%	-	-	-	3.1%	5.2%	4.2%
5 LIQUIDITY									
a) Liquidity Ratio	31.4%	30.3%	30.6%	-	-	-	38.8%	37.5%	38.7%
b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	-	-	-	20.0%	20.0%	20.0%
c) Excess (a-b)	11.4%	10.3%	10.6%	-	-	-	18.8%	17.5%	18.7%

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

They may also be accessed at the institutions head office located at Kencom House, Moi avenue

Ngeny Biwott- Group Chairman

Joshua Oigara- Group Chief Executive Officer and Managing Director