# The Board of Directors is pleased to announce the Audited results of the Group and the Bank for the Period ended 31 December 2022

1	STATEMENT OF FINANCIAL POSITION			VINCEON DANK		60.00 DANK		_							
		GROUP 31-Dec-22	31-Dec-21	KINGDOM BANK 31-Dec-22	31-Dec-21	CO-OP BANK 31-Dec-22	31-Dec-21			GROUP 31-Dec-22 KSHS.'000	31-Dec-21 KSHS.'000	KINGDOM BANK 31-Dec-22 KSHS.'000	31-Dec-21 KSHS.'000	CO-OP BANK 31-Dec-22 KSHS.'000	31-Dec-21 KSHS.'000
		KSHS.'000 Audited	KSHS.'000 Audited	KSHS.'000 Audited	KSHS.'000 Audited	KSHS.'000 Audited	KSHS.'000 Audited	6.9	Total other operating expenses	Audited	Audited 38,089,985	Audited	Audited 2,294,492	Audited 38,465,287	Audited 34,086,957
<b>A</b> 1	ASSETS Cash (local and foreign)	9,011,687	9,043,810	332,958	320,089	7,802,190	8,120,024	6.8 7	Profit/(Loss) before tax and exceptional items	<b>42,243,793</b> 29,011,082	22,343,283	<b>2,191,574</b> 803,773	512,441	26,871,741	21,325,328
2	Balances due from Central Bank Of Kenya	19,094,602	21,784,667	686,559	329,114	16,505,270	19,391,126	8	Exceptional items-Early Retirement Costs	-	-			-	-
3	Kenya Government and other securities held for dealing purposes							8.1	Exceptional items-Share of profit of associate	416,141	305,579			-	-
4	Financial Assets at Fair Value through profit and loss(FVTPL) Investment Securities: Held at	- 73,317,138	- 76,223,893	7,583,296	294,557	- 65,733,842	- 75,929,336	9 10	Profit/(Loss) before tax Current tax	<b>29,427,223</b> 8,296,906	<b>22,648,862</b> 7,221,238	803,773	<b>512,441</b> 14,648	<b>26,871,741</b> 7,880,725	<b>21,325,328</b> 6,824,650
5.a.a	Amortised Cost- Kenya Government Securities	75,517,150	10,223,033	7,505,250	257,557	03,733,042	13,929,330	11 12	Deferred tax Profit/(loss) after tax and exceptional	(907,851) 22,038,168	(1,116,278) 16,543,902	(126,396) <b>930,169</b>	- 497,793	(644,606) <b>19,635,622</b>	(1,097,586) <b>15,598,264</b>
a.b	Investment Securities: Held at Amortised Cost- Other Securities	-	-			-	-		items						
b.a	Investment Securities: Fair Value through other comprehensive income(-FVOCI)Kenya Government	99,963,950	107,837,175	16,582,711	23,356,065	83,381,239	84,481,110		<ul> <li>O OTHER COMPREHENSIVE INCOME:</li> <li>1 Gains/(Losses) from translating the financial statements of foreign</li> </ul>					-	-
b.b	Securities Investment Securities: Fair Value	1,871,681	1,701,775			1,795,981	1,614,880		operations 2 Fair value changes in available-for-	(8,605,319)	(559,225)	(996,589)	(104,228)	(7,598,110)	(405,484)
0.0	through other comprehensive income(FVOCI)-Other Securities	1,071,001	1,101,115			1,755,501	1,014,000		sale financial assets 3 Revaluation Surplus on property,	188,981	(333,223)	(330,303)	(101,220)	188,981	(105)101)
6	Deposits and balances due from local banking institutions	6,945,131	1,901,445	19,088	248,804	3,796,376	288,848	13.4	Plant and Equipment 4 Share of other comprehensive income of associates	(176,954)	4,050			-	-
7	Deposits and balances due from banking institutions abroad	3,027,129	6,634,528	4,862	69,712	3,040,487	6,681,238	13.	5 Income tax relating to components of other comprehensive income	-	-			-	-
8 9	Tax recoverable Loans and advances to customers (net)	330,854 339,390,039	310,195,297	109 6,205,715	109 4,432,541	326,217 331,323,038	- 304,584,437	14	OTHER COMPREHENSIVE INCOME	(8,593,292)	(555,175)	(996,589)	(104,228)	(7,409,129)	(405,484)
10 11	Balances due from banking institutions in the group	-	-	12 6 4 0	12 215	-	-		NET OF TAX	(-,,	(,,	(,,	(,,	(,,,,,,	(,,
12	Investments in associates Investments in subsidiary companies	2,483,303 -	2,146,675	12,640 6,039	13,215 1,139	706,444 3,884,925	706,444 3,884,925	15	TOTAL COMPREHENSIVE INCOME Basic Earnings per share	<b>13,444,876</b> 3.72	<b>15,988,727</b> 2.85	(66,420)	393,565	12,226,494 3.35	<b>15,192,780</b> 2.66
13 14	Investment in joint ventures Investment in properties	-	-	-	-	-	-		Diluted Earnings per share Dividend per share	3.72 1.50	2.85 1.00			3.35 1.50	2.66 1.00
	Property, plant and equipment Prepaid lease rentals	9,287,971 32,693	10,288,503 33,303	1,002,571	978,750	7,939,447 32,693	8,506,362 33,303	ш	OTHER DISCLOSURES	31-Dec-22	31-Dec-21	31-Dec-22	31-Dec-21	31-Dec-22	31-Dec-21
17 18	Intangible assets Deferred tax asset	5,987,191 6,044,575	5,828,335 5,360,047	91,277 351,903	29,965 225,506	2,539,611 5,643,960	2,442,970 5,080,346			KSHS.'000 Audited	KSHS.'000 Audited	KSHS.'000 Audited	KSHS.'000 Audited	KSHS.'000 Audited	KSHS.'000 Audited
19 20	Retirement benefit asset Other assets	۔ 30,409,775	۔ 20,792,531	1,780,167	1,391,102	- 27,630,771	- 18,641,390	1	NON PERFORMING LOANS AND ADVANCES	Auditeu	Auuneu	Auditeu	Auditeu	Auditeu	Auditeu
21 B	TOTAL ASSETS LIABILITIES	607,197,718	579,771,985	34,659,895	31,690,666	562,082,490	540,386,740	a)	Gross non-performing loans and advances	52,332,306	49,730,992	4,511,773	6,014,872	47,479,845	43,311,818
22	Balances due to Central Bank Of Kenya	-	-	1,419,804	1,734,856		-	b)	Less Interest in suspense	5,685,557	6,338,967	1,082,430	1,695,674	4,552,693	4,587,040
23 24	Customer deposits Deposits and balances due to local	423,802,668 1,087,501	407,725,765 792,102	9,641,403	6,380,193	410,187,854 981,637	398,686,293 754,572	c)	Total Non-performing loans and advances (a-b)	46,646,749	43,392,025	3,429,343	4,319,198	42,927,152	38,724,778
25	banking institutions Deposits and balances due to banking	-				-		d)	Less Loan loss provisions	28,408,618	24,791,016	1,866,317	2,675,806	26,328,854	21,940,149
26	institutions abroad Other money market deposits	-	-			-	-	e) f)	Net Non performing loans (c-d) Discounted Value of Securities	18,238,131 20,731,822	18,601,009 18,224,344	1,563,026 1,587,093	1,643,392 1,483,202	16,598,298 18,926,949	16,784,629 16,236,700
27 28	Borrowed funds Balances due to banking institutions	48,102,072	42,914,622	21,429,882	21,213,996	24,884,464	20,144,729	g)	Net NPLs Exposure (e-f)	(2,493,691)	376,665	(24,067)	160,190	(2,328,651)	547,929
29	in the group Tax payable		903,763	-	-	-	907,798	<b>2</b> a)	INSIDER LOANS AND ADVANCES Directors, shareholders and associates	6,679,296	7,710,169	-		6,679,296	7,710,169
30 31	Dividends payable Deferred tax liability		-				-	b) c)	Employees	12,353,751 <b>19,033,046</b>	11,827,617 <b>19,537,786</b>	149,424 <b>149,424</b>	92,192 <b>92,192</b>	12,204,327 18,883,622	11,735,425 19,445,594
32 33	Retirement benefit liability Other liabilities	۔ 26,258,295	- 26,689,802	351,134	477,529	- 24,768,174	- 24,973,828	c)	Total insider loans, advances and other facilities	15,055,040	15,551,700	143,424	52,152	10,003,022	
34	TOTAL LIABILITIES	499,250,536	479,026,054	32,842,223	29,806,575	460,822,129	445,467,220	<b>3</b> a)	OFF-BALANCE SHEET ITEMS Letters of credit,guarantees,	40,013,222	47,661,057	367,528	561,266	39,645,694	47,099,791
С	SHAREHOLDERS' FUNDS							b)	acceptances Forwards, swaps and options	10,073,270	9,921,834	1,304,970	1,203,500	8,768,300	8,718,334
35 36	Paid up/Assigned capital Share premium/(discount)	5,867,180 1,911,925	5,867,180 1,911,925	1,867,947 3,087,449	1,867,947 3,087,449	5,867,180 1,911,925	5,867,180 1,911,925	с) <b>d)</b>	Other contingent liabilities Total contingent liabilities	- 50,086,492	- 57,582,891	1,672,498	1,764,766	- 48,413,994	- 55,818,125
37 38	Revaluation reserve Retained earnings/ Accumulated	1,655,718 97,685,796	1,401,443 84,225,180	(2,151,804)	(3,772,019)	1,470,573 90,218,038	1,281,592 79,383,183	4	CAPITAL STRENGTH						
39	losses Statutory Loan Loss Reserve	67,286	624,079	- (2,131,004)	690,045			a) b)	Core capital Minimum Statutory Capital	92,869,389 1,000,000	80,111,777 1,000,000	2,451,690 1,000,000	1,051,430 1,000,000	89,090,841 1,000,000	78,843,481 1,000,000
40 41	Other Reserves Proposed dividends	(8,698,411) 8,800,770	(81,009) 5,867,180	(985,920)	10,669	(7,396,113) 8,800,770	201,997 5,867,180	c) d)	Excess/( deficiency) Supplementary capital	91,869,389 5,965,737	79,111,777 7,828,878	1,451,690 -	51,430 690,045	88,090,841 5,919,451	77,843,481 7,108,870
42 43	Capital grants TOTAL SHAREHOLDERS' FUNDS	387,987 107,678,252	406,463	1,817,672	1,884,091	387,987 101,260,360	406,463 94,919,520	e) f)	Total capital Total risk weighted assets	98,835,126 549,314,332	87,940,654 512,136,254	2,451,690 10,239,032	1,741,475 7,058,339	95,010,292 539,577,102	85,952,351 502,186,291
	Non-Controlling Interest TOTAL LIABILITIES &	268,930 607,197,718	523,490 579,771,985	34,659,895	31,690,666	- 562,082,490	540,386,740	g) h)	Core capital/total deposit liabilities Minimum Statutory Ratio	21.9% 8.0%	19.6% 8.0%	25.4% 8.0%	16.5% 8.0%	21.7% 8.0%	19.7% 8.0%
44	SHAREHOLDERS' FUNDS	007,197,718	579,771,965	34,039,093	31,090,000	502,002,490	540,560,740	i) i)	Excess/( deficiency) Core capital/total risk weighted assets	13.9% 16.9%	11.6% 15.6%	17.4% 23.9%	8.5% 14.9%	13.7% 16.5%	11.7% 15.7%
Ш	STATEMENT OF COMPREHENSIVE INCOME	31-Dec-22	31-Dec-21	31-Dec-22	31-Dec-21	31-Dec-22	31-Dec-21	) k) D	Minimum Statutory Ratio	10.5% 6.4%	10.5%	10.5%	10.5% 4.4%	10.5% 6.0%	10.5% 5.2%
		KSHS.'000 Audited	KSHS.'000 Audited	KSHS.'000 Audited	KSHS.'000 Audited	KSHS.'000 Audited	KSHS.'000 Audited	n)	Excess/( deficiency)(j-k) Total capital/total risk weighted assets	18.0%	17.2%	13.4% 23.9%	24.7%	17.6%	5.2% 17.1%
<b>1.0</b>	INTEREST INCOME Loans and advances	40,406,912	36,508,393	407,797	507,488	39,782,411	35,861,391	n) o)	Minimum Statutory Ratio Excess/( deficiency)(m-n)	14.5% 3.5%	14.5% 2.7%	14.5% 9.4%	14.5% 10.2%	14.5% 3.1%	14.5% 2.6%
	Government securities Deposits and placements with banking	20,868,011 471,201	18,728,870 410,882	2,868,338 8,024	2,630,661 20,104	17,999,673 242,747	16,098,210 284,986	p)	Adjusted Core Capital/Total Deposit Liabilities	21.9%	16.0%	J.+ 70	10.2 /0	21.7%	16.1%
1.5	Other Interest Income		- 10,002	1,306	20,104			q)	Adjusted Core Capital/Total Risk Weighted Assets	16.9%	12.8%			16.5%	12.8%
	Total Interest Income	61,746,124	55,648,145	3,285,466	3,158,253	58,024,831	52,244,587	r)	Adjusted Total Capital/Total Risk Weighted Assets	18.0%	14.3%			17.6%	14.2%
<b>2.0</b> 2.1	INTEREST EXPENSE Customer deposits	14,409,155	13,330,376	572,774	400,584	13,831,926	12,923,127	5	LIQUIDITY						
2.1	Deposits and placements from banking institutions	428,934	189,705	2,748	716	426,186	188,990	a) b)	Liquidity Ratio Minimum Statutory Ratio	48.3% 20.0%	53.8% 20.0%	246.7% 20.0%	358.8% 20.0%	41.9% 20.0%	47.6% 20.0%
2.3 <b>2.4</b>	Other Interest Expenses	1,383,093 <b>16,221,183</b>	1,091,150 <b>14,611,231</b>	22,769 <b>598,291</b>	39,024 <b>440,324</b>	1,327,316 <b>15,585,429</b>	1,040,747 <b>14,152,864</b>	c)	Excess/ (deficiency)(a-b) *The adjusted capital ratios include the	28.3% expected credit l	33.8% oss provisions ad	226.7% ded back to capi	338.8% tal in line with the	21.9% CBK quidance n	27.6% ote issued
	NET INTEREST INCOME/(LOSS)	45,524,941	41,036,913	2,687,174	2,717,929	42,439,402	38,091,723		in April 2018 on implementation of IF		,	a capi			
		1+6,1-26,5		2,007,174	2,1 1,223	12,199,402	20,00 1,120		<b>DIVIDENDS:</b> The Board of Directors recommend to for the year 2022 of Kebs 1.50 per e						
<b>4.0</b> 4.1	Fees and commissions on loans and advances	7,516,297	5,421,033	85,148	18,635	6,997,676	5,055,563		for the year 2022 of Kshs.1.50 per o registered on the Bank's register at the	close of business					
4.2 4.3	Other Fees and commissions Foreign exchange trading income/	12,563,042 4,717,290	9,812,650 2,849,297	107,983 43,394	95,298 5,544	10,825,331 4,551,793	8,396,993 2,703,646		for the preparation of the dividend wa ANNUAL GENERAL MEETING:						
4.5	(loss) Dividend income	4,717,290	2,649,297	+56,57	++0,0	4,551,795	2,703,040		A 'virtual' General Meeting will be held MESSAGE FROM THE DIRECTORS:	l on 19th May 202	23 as per the sep	arate notice to be	e issued.		
4.5 4.6	Other income Total Non-interest income	931,861 25,729,934	1,311,929 <b>19,396,354</b>	71,648 <b>308,172</b>	(30,473) <b>89,004</b>	521,382 22,897,626	1,163,512 17,320,561		The above Consolidated Statement of Statements which have been audited b						
	TOTAL OPERATING INCOME	71,254,875	60,433,268	2,995,347	2,806,933	65,337,029	55,412,284		at Co-operative House and online at w						
	OTHER OPERATING EXPENSES	.,	,,200	_,,	_,500,555				The financial statements were approv	ed by the Board a	f Directors on 15	th March 2022	and signed on its	hehalf by:	
6.1	Loan loss provision Staff costs	8,676,736 14,782,534	7,929,256 13,322,738	462,981 507,646	168,053 303,107	8,091,695 13,647,798	7,499,998 12,435,592		Signed: Mr. John Murugu, OGW	ca by the board 0	Sigr		and signed on its leon Muriuki - CB	,	
	Directors' emoluments Rentals charges	235,729 888,039	199,329 1,009,559	8,787 41,759	7,539 35,471	177,448	144,027 899,231		Chairman		Sigi		Managing Direct		
6.4 6.5	Depreciation charge on property and equipment	2,356,828	2,698,275	45,486	35,471 51,825	2,186,526	2,359,591		<b>CED</b> (		DED V.		BUVIL	(	
6.6 6.7	Amortisation charges Other operating expenses	805,835 14,498,092	782,850 12,147,979	26,446 1,098,468	10,893 1,717,605	771,253 12,770,455	737,993 10,010,524		BANK			l I V L			
			, ,	,	, ,		,.=.			The Co-operative Ba	ink is regulated by th	ne Central Bank of Ke	enya		

# **STANBIC HOLDINGS PLC**

The Board of Directors of Stanbic Holdings PLC is pleased to announce the Audited results of the group for the year ended 31 December 2022

#### SUMMARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	31 December 2022 KShs'000 (Audited)	31 December 2021 KShs'000 (Audited)
Assets		
Cash and balances with Central Bank of Kenya	20,771,423	15,402,613
Financial investments	83,551,131	59,535,536
Derivative assets	2,258,549	1,880,620
Current income tax	20,577	-
Loans and advances to banks and customers	266,828,379	229,321,277
Other assets and prepayments	6,101,430	3,704,205
Other investments	17,500	17,500
Property and equipment	1,901,393	1,914,909
Right-of-use leasehold land	36,180	39,133
Right-of-use assets (buildings)	924,353	1,037,233
Other intangible assets	837,049	1,020,514
Deferred income tax	7,231,897	5,648,510
Intangible assets - goodwill	9,349,759	9,349,759
Total assets	399,829,620	328,871,809
Equity and liabilities Liabilities		
Derivative liabilities	1.686.911	1.742.943
Financial liabilities	8.000.952	356.635
Current income tax	1.429.758	1.750.929
Deposits from banks and customers	304.316.954	254.588.381
Borrowings	10.140.539	5.699.641
Lease liabilities	1,156,970	1,131,658
Other liabilities and accrued expenses	10,899,118	7,148,595
Total liabilities	337,631,202	272,418,782
Ordinary share capital	1,976,598	1,976,608
Ordinary share premium	16,897,389	16,897,389
Revenue and other reserves	43,324,431	37,579,030
Total equity	62,198,418	56,453,027
Total equity and liabilities	399,829,620	328,871,809

### SUMMARY CONSOLIDATED INCOME STATEMENT

Net interest income	18,945,444	14,373,200
Non-interest revenue	13,137,570	10,616,945
Total income	32,083,014	24,990,145
Credit impairment charges	(4,943,581)	(2,523,546)
Income after impairment charges	27,139,433	22,466,599
Total operating expenses	(14,967,968)	(12,710,860)
Profit before taxation	12,171,465	9,755,739
Income tax expense	(3,111,812)	(2,547,649)
Profit for the year	9,059,653	7,208,090

#### SUMMARY CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

Profit for the year	9,059,653	7,208,090
Other comprehensive income		
Foreign currency translation differences for foreign operations	(370,215)	(324,108)
Fair value changes on FVOCI financial assets, net of tax	(58,199)	12,358
Other comprehensive income net of tax	(428,414)	(311,750)
Total comprehensive income	8,631,239	6,896,340
Earnings per share basic and diluted (in Shs):	22.92	18.23
Dividend per share (in Shs):	12.60	9.00

#### SUMMARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share capital	Share premium	Revenue and other reserves	Proposed Dividend	Total
	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000
At 1 January 2021	1,976,608	16,897,389	31,354,735	1,502,224	51,730,956
Profit for the year	-	-	7,208,090	-	7,208,090
Dividend paid in the year	-	-	(672,045)	(1,502,224)	(2,174,269)
Dividend proposed	-	-	(2,885,848)	2,885,848	-
Other equity components	-	-	(311,750)	-	(311,750)
At 31 December 2021	1,976,608	16,897,389	34,693,182	2,885,848	56,453,027
At 1 January 2022	1,976,608	16,897,389	34,693,182	2,885,848	56,453,027
Profit for the year	-	-	9,059,653	-	9,059,653
Dividend paid in the year	-	-	-	(2,885,848)	(2,885,848)
Dividend proposed	-	-	(4,981,053)	4,981,053	-
Other equity components	-	-	(428,414)	-	(428,414)
At 31 December 2022	1,976,608	16,897,389	38,343,368	4,981,053	62,198,418

#### SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS

	31 December	31 December
	2022	2021
	KShs'000	KShs'000
	(Audited)	(Audited)
Cash flows generated from operating activities	13,249,039	11,332,118
Interest paid on borrowings	(390,641)	(242,516)
Income tax paid	(4,994,599)	(2,012,359)
Net cash generated from operating activities before changes in operating assets	7,863,799	9,077,243
Changes in operating assets and liabilities	3,316,232	(40,043,375)
Net cash generated from/ (used in) operating activities	11,180,031	(30,966,132)
Cash flows (used in)/generated from investing activities	(5,126,952)	678,724
Cash flows generated from/ (used in) financing activities	538,356	(2,551,554)
Net increase/ (decrease) in cash and cash equivalents	6,591,435	(32,838,962)
Cash and cash equivalents at 1 January	62,597,797	95,436,759
Cash and cash equivalents at period end	69,189,232	62,597,797

#### MESSAGE FROM THE DIRECTORS

#### Proposed Dividend

The Directors of Stanbic Holdings Plc (the "Company") have recommended a final dividend of Kenya Shillings twelve and sixty cents (Kshs 12.60) for each ordinary share of Kshs 5 on the issued and paid up share capital of the Company. Subject to Shareholders' approval, the final dividend will be payable to the members of the Company registered on the share register of the Company (the "Share Register") on the closure date, 19 May 2023.

# REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY FINANCIAL STATEMENTS TO THE SHAREHOLDERS OF STANBIC HOLDINGS PLC

#### Opinion

KPMG

The summary consolidated financial statements, which comprise the summary consolidated statement of financial position as at 31 December 2022, and the summary consolidated income statement, the summary consolidated statement of other comprehensive income, the summary consolidated statement of changes in equity and the summary consolidated statement of cash flows for the year then ended and related notes (together "the summary financial statements"), are derived from the audited consolidated financial statements of Stanbic Holdings Plc for the year ended 31 December 2022.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited consolidated financial statements, in accordance with the Kenyan Companies Act, 2015 and the Capital Markets (Securities) (Public Offers, Listing and Disclosures) Regulations, 2002.

#### **Summary Financial Statements**

The summary financial statements do not contain all the disclosures required by IFRS Standards as issued by International Accounting Standards Board and the Kenyan Companies Act, 2015. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited consolidated financial statements and the auditor's report thereon.

#### The audited consolidated financial statements and our report thereon

We expressed an unmodified audit opinion on the audited consolidated financial statements in our report dated 08 March 2023. That 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 consolidated 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 in accordance with Kenyan Companies Act, 2015 and the Capital Markets (Securities) (Public Offers, Listing and Disclosures) Regulations, 2002

#### Auditor's responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited consolidated 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*.

The engagement partner responsible for the audit resulting in this report of the independent auditor is CPA Jacob Gathecha, Practicing Certificate No. P/1610.



For and on behalf of KPMG Kenya Certified Public Accountants, Nairobi P.O.Box 40612 - 00100 Nairobi 08 March 2023

#### Notes to the financial statements

Summary of Directors' renumeration report

During the year the Group paid Kshs 118,520,000 (2021: Kshs 82,706,000) as Directors emoluments.

Summary Key Audit Matters

The key audit matters raised by the auditor were on:-

i. Expected credit losses on financial assets.

ii. Goodwill impairment assessment.

The above financial statements are extracts from the records of the Group. They were approved by the Board of Directors on 08 March 2023 and signed on its behalf by:

Kitili Mbathi **Chairman**  Patrick Mweheire Chief Executive

Dorcas Kombo Director

Stanbic Bank Kenya Limited is licensed and regulated by the Central Bank of Kenya

EMENT OF FINANCIAL POSITION ITS ( both Local & Foreign)	KCB KEN 31-Dec-22 KShs 000 Audited	IYA BANK 31-Dec-21 KShs 000	NATIONAL BA 31-Dec-22 KShs 000	31-Dec-21	KCB GROUP P 31-Dec-22	LC COMPANY 31-Dec-21	KCB GROUP PLC 31-Dec-22	
TS				KShs 000	KShs 000	KShs 000	KShs 000	31-Dec-21 KShs 000
		Audited	Audited	Audited	Audited	Audited	Audited	Audited
nces due from Central Bank of Kenya	10,332,230 32,017,676	9,372,477 27,674,664	1,432,365 3,806,747	1,250,983 7,722,963	-		29,290,313 35,824,423	17,834,897 35,397,627
a Government and other securities held for dealing purposes ncial Assets at fair value through profit and loss tment securities:		2,583,083 -	-	-	-	-	17,403,315	5,462,059
eld at armotized cost: a. Kenya Government securities b. Other securities	126,184,144	88,570,009	24,564,568 295,081	33,049,950 295,081	-	-	151,200,443 13,321,996	122,014,917 9,111,638
ir value through OCI: a. Kenya Government securities b. Other securities sits and balances due from local banking institutions	77,640,039 2,065,406 1,700,652	94,334,482 2,065,054 4,046,727	23,831,380 - 1,722,415	20,024,351 - 1,852,529	711,662	- - 517,007	102,147,970 11,349,927 1,722,415	114,969,878 24,733,874 1,852,529
osits and balances due from banking institutions abroad ecoverable	23,430,225 2,306,005	4,317,828	856,588 35,633	496,359	90,291	93,053	187,926,359 336,465	43,169,681
s and advances to customers (net) nces due from group companies trients in associates	613,892,181 10,228,308 446,875	529,280,381 4,303,501 401,675	71,188,674 20,504 630,147	67,045,738 - 649,876	-	- 1,799,959 -	863,268,077 - 1,077,022	675,480,444 - 401,675
rtments in subsidiary companies rtments in joint ventures	-	-	24,963	24,963	114,270,238	87,963,501 -	-	-
	12,600,607 9,812,222 117,027	10,227,387 9,806,117 119,523	2,107,445	4,119,087	- 828,090	614,434	12,600,607 29,729,053 122,313	10,666,255 21,733,983 121,389
igible assets rred tax asset	3,439,459 20,130,483	3,771,158 18,473,135	413,519 4,423,855	612,378 3,317,439	3,545 109,865	5,571 -	21,214,824 25,757,832	7,010,170 22,381,701
r assets	- 25,009,222 971 352 761	- 17,047,723 826 394 924	- 7,415,390 <b>142 769 274</b>	- 6,081,608 <b>146 543 305</b>	- 61,405 <b>116 075 096</b>	- 3,703 90 997 228	- 49,736,614 1 554 029 968	- 27,329,848 <b>1,139,672,565</b>
LITIES nces due to Central Bank of Kenya	37,227,730	-	-	3,496,740	-	-	37,227,730	3,496,740
osits and balances due to local banking institutions	14,203,190	3,717,079	12,276,816	10,554,365	-	-	24,466,261	837,141,376 10,032,709 34,287,432
r money market deposits	54,574,726	33,621,640	628,790	-	-	-	63,609,957	37,561,033
bayable	-	- 5,287,663 5,938,471	38,104	- 215,227 274	2,360,330	-	-	5,644,087
rred tax liability	585,000	458,000	-		-	7,007	4,492,295 585,000	655,000 458,000
L LIABILITIES	30,928,460 <b>847,958,426</b>	23,007,626 702,571,459	2,846,796 <b>127,679,342</b>	2,353,257 130,178,583	765,947 <b>3,126,277</b>	605,261 <b>612,268</b>	50,861,910 <b>1,347,753,705</b>	36,888,581 966,164,958
up /Assigned capital	53,986,100 -	53,986,100 -	12,683,038 3,141,319	12,683,038 3,141,319	3,213,463 27,690,149	3,213,463 27,690,149	3,213,463 27,690,149	3,213,463 27,690,149
luation reserves ined earnings/ Accumulated losses	42,463,463	60,677,534	(4,324,159)	1,200,558 (5,190,271)	75,618,281	49,840,959	2,487,666 147,205,910	1,200,558 131,577,505
r Reserves/Re-measurement of defined benefit asset/liability	(4,195,571)	(1,045,618)	4,3/4,215 (784,481)	4,520,549 9,529	- - 6 426 926	- - 9.640.389	(13,530,926)	7,958,694 (9,567,560) 9,640,389
tal grants IL SHAREHOLDERS' FUNDS	123,394,335	123,823,465	15,089,932	- 16,364,722	112,948,819	90,384,960	200,200,416	171,713,198
L LIABILITIES AND SHAREHOLDERS' FUNDS	971,352,761	826,394,924	142,769,274	146,543,305	116,075,096	90,997,228	6,075,847 <b>1,554,029,968</b>	1,794,409 1,139,672,565
REST INCOME Dans and advances	59,625,463	59,273,049	7,499,952	6,301,436	-	140,487	84,174,056	73,973,640
eposits and placements with banking institutions	23,482,989 222,611	17,896,923 1,194,727	40,017	170,981	- 19,383	- 16,662	32,860,929 716,455	26,535,032 1,648,557
tal interest income	83,331,063	78,364,699	13,191,576	12,239,768	19,383	157,149	117,751,440	102,157,229
Sustomer deposits Deposits and placement from banking institutions	17,834,494 3,777,636	14,665,787 1,819,184	3,123,059 853,860	2,941,403 687,169	-	-	25,213,637 5,415,481	20,495,296 3,448,141
otal interest expenses	21,949,675	16,858,614	4,147,967	3,976,548	- - 19 383		31,098,131	519,776 24,463,213 77,694,016
ER OPERATING INCOME ees and commissions on loans and advances	9,687,992	8,278,303	182,740	84,686	-	32,385	10,639,803	8,820,394
oreign exchange trading income	7,489,825 8,916,989	6,648,903 3,951,977	/81,435 964,611	666,907	- 13,504 32 824 414	- 51,613 15,688,218	12,347,508 11,078,891	10,564,740 6,546,206
Other income Total other operating income	5,274,148 <b>31,368,954</b>	3,399,876 <b>22,279,059</b>	390,978 <b>2,319,764</b>	305,043 <b>1,847,807</b>	1,412,053 34,249,971	1,154,508 <b>16,926,724</b>	9,185,313 <b>43,251,515</b>	5,009,251 <b>30,940,591</b>
R OPERATING EXPENSES	<b>92,750,342</b>	<b>83,785,144</b>	<b>11,363,373</b>	<b>10,111,027</b>	34,269,354	17,083,873	13 206 881	108,634,607 12,988,101
itaff costs Directors' emoluments	18,518,101 433,849	16,915,986 542,156	4,694,743 35,038	4,266,885 26,719	1,210,780 78,244	1,044,027 46,920	30,262,179 536,697	24,729,046 597,594
Depreciation charge on property and equipment	2,169,789	2,145,492	589,774	762,341	- 15,693	- 13,669 2,026	3,990,091	351,110 3,856,739 2,170,842
Other operating expenses	12,453,787	11,185,470	2,783,626	2,147,992	840,816	447,212	21,488,259	16,126,871 60,820,303
t/(loss) before tax and exceptional items ptional items	48,910,949	40,503,233	847,630	1,386,957	32,121,795	15,530,019	57,331,353	47,814,304
ent tax	(14,684,118)	(16,203,222)	(553,222)	(531,628)	(34,419)	(22,289)	(17,034,861)	<b>47,814,304</b> (18,416,884) 4,775,023
t/(loss) after tax and exceptional items rity Interest	34,736,113	28,589,131	719,779	1,017,590	32,204,248	15,510,875	<b>40,837,735</b> 224,219	<b>34,172,443</b> 81,394
r Comprehensive income:	34,736,113	28,589,131	719,779	1,017,590	32,204,248	15,510,875		<b>34,091,049</b> (638,000)
Fair value changes in available-for-sale financial assets Re-measurement of defined benefit pension fund	(4,281,932) (218,000)	(896,372) (418,000)	(1,134,300) -	(62,663)	-		(4,218,406) (218,000)	(898,571) (418,000)
Income tax relating to components of other comprehensive income	- 1,349,980 (3149,952)	- 394,312 (920,060)	340,290	- 18,799 (43 864)	-	-	- 1,330,922 (2 318 484)	- 394,571 <b>(1,560,000)</b>
comprehensive income for the year IINGS PER SHARE- DILUTED & BASIC KSHS	31,586,161 0.64	27,669,071 0.53	(74,231) 0.11	973,726	32,204,248	15,510,875	38,295,032 12.71	32,612,443
ER DISCLOSURES	0.58	0.20	-				2.00	3.00
ross Non-performing loans and advances	129,110,413 10,700,324	92,193,441 7,693,505	18,495,986 2,434,820	26,541,854 4,391,263			161,204,092 13,847,979	122,850,349 12,720,069
ess Loan Loss Provision	118,410,089 52,055,838	84,499,936 38,766,900	16,061,166 10,227,482	22,150,591 11,782,093			147,356,113 70,613,860	110,130,280 52,307,984
iscounted Value of Securities	62,146,449	40,764,309	5,575,691	10,239,577			65,844,558	57,822,296 61,440,544 (3,618,248)
JER LOANS AND ADVANCES irectors, Shareholders and Associates	10,588,373	1,635,949	19	18			11,567,155	1,209,693
otal Insider Loans and Advances and other facilities	25,337,982	14,660,678 16,296,627	5,725,588 5,725,607	5,845,656 5,845,674			23,209,465 34,776,620	22,751,338 23,961,031
etters of credit,guarantees, acceptances prwards, swaps and options	111,462,201 4,928,705	74,967,657 20,040,940	8,622,735 6,121,453	4,514,574 5,204,900			157,031,406 12,399,606	91,241,390 26,997,359
otal Contingent Liabilities	116,390,906	95,008,597	14,744,188	9,719,474			169,431,012	118,238,749
ore capital inimum Statutory Capital	85,964,036 1,000,000	107,656,861 1,000,000	11,034,430 1,000,000	10,288,488 1,000,000			173,697,452 1,000,000	156,347,528 1,000,000
upplementary Capital	34,786,348	28,966,763	1,129,549	1,316,500			40,511,551	155,347,528 31,578,757 <b>187,926,285</b>
otal risk weighted assets ore Capital/Total deposits Liabilities	792,142,822 12.2%	676,510,774 17.1%	90,363,905 10.0%	81,308,855 9.1%			1,249,837,735 15.3%	866,573,168 18.7%
inimum statutory Ratio «cess	8.0% 4.2%	8.0% 9.1%	8.0% 2.0%	8.0% 1.1%			8.0% 7.3%	8.0% 10.7%
inimum Statutory Ratio	10.5% 10.5% 0.4%	10.5% 5.4%	12.2% 10.5% 1.7%	12.7% 10.5% 2.2%			13.9% 10.5% 3.4%	18.0% 10.5% 7.5%
otal Capital/total risk weighted assets inimum statutory Ratio	<b>15.2%</b> 14.5%	<b>20.2%</b> 14.5%	<b>13.5%</b> 14.5%	<b>14.3%</b> 14.5%			<b>17.1%</b> 14.5%	<b>21.7%</b> 14.5% 7.2%
djusted Core Capital/Total Deposit Liabilities*	12.2%	17.2%	10.1%	9.2%			15.3%	7.2% 18.8% 18.1%
djusted Total Capital/Total Risk Weighted Assets* IDITY	15.3%	20.3%	13.7%	14.5%			17.1%	21.8%
quidity Ratio	29.9% 20.0%	35.0% 20.0%	40.5% 20.0%	41.7% 20.0%			40.9% 20.0%	39.1% 20.0%
	sty and experience of the sector of the sect	and energy	al eac months and each		al or an antima	al han and be an	al bar and al an	al bandbarder beschart in besc

Proposed Dividend: The Directors of KCB Group PIc. (the "Group") have recommended a final dividend of KShs. 1.00 having paid an interim dividend of KShs. 1.00 for each ordinary share on the issued and paid up share capital of the company subject to shareholders approval. The final dividend will be payable to the members of the company on the share register at the close of business on Thursday 6 April 2023. If approved, the full dividend per share for the period ended 31 December 2022 will be KShs. 2.00 for each ordinary share. Message from the Directors: The above financial statements are extracts from the Group's, Bank's and Company'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 15 March 2023 and were signed on its behalf by: Andrew W. Kairu – Group Chairman | Paul Russo – Group Chair Executive Officer



www.kcbgroup.com

For People. For Better.

# **FKCB**

## KCB GROUP PLC ABRIDGED FINANCIAL RESULTS FOR THE YEAR ENDED 31 DECEMBER 2022

SUMMARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION		
AS AT	31 Dec 2022 KShs M	31 Dec 2021 KShs M
ASSETS Cash and bank balances	91,131	71,612
Loans and advances to banks	163,632	26,642
Financial assets at fair value through other comprehensive income	113,498	139,704
Financial assets at fair value through profit or loss	17,403	5,462
Investment accounted for using equity method	1,077	402
Other assets and prepayments	49,738	27,329
Current income tax	336	-
Loans and advances to customers at amortised cost	860,680	671,819
Loans and advances at fair value through profit and loss	2,588	3,662
Financial assets at amortized cost	164,522	131,127
Property and equipment	26,618	16,993
Investment property	12,601	10,666
Right-of-use assets	3,233	4,862
Intangible assets	21,215	7,010
Deferred income tax	25,758	22,382
TOTAL ASSETS	1,554,030	1,139,672
EQUITY AND LIABILITIES Liabilities		
Deposits from other banks	92,787	47,817
Deposits from customers	1,135,417	837,141
Payables and accrued expenses	44,990	30,208
Payables and accrued expenses	5,873	30,208
Lease liabilities Current income tax	5,673	5,644
Deferred income tax	- 4,492	5,644
Retirement benefit obligation	4,492	458
Borrowings	63,610	37,561
Total liabilities	1,347,754	966,165
Equity		,
Share capital	3,213	3,213
Share premium	27,690	27,690
Revenue and other reserves	169,297	140,810
Total equity attributable to equity holders of KCB Group PLC	200,200	171,713
Non-controlling interest	6,076	1,794
Total equity	206,276	173,507
TOTAL EQUITY AND LIABILITIES	1,554,030	1,139,672
SUMMARY CONSOLIDATED INCOME STATEMENT		
Net interest income	100,905	90,363
Non- interest revenue	27,307	18,960
Total income	128,212	109,323
Credit impairment losses	(10,300)	(13,998)
Net fair value gain on financial assets at fair value through profit or loss	(1,531)	284
Income after impairment charges	116,381	95,609
Total operating expenses	(59,366)	(48,050)
Profit before tax and loss on monetary position	57,015	47,559
Gain on monetary position	271	216
Share of net profit from associates accounted for using equity method	45	40
Profit before income tax	57,331	47,815
Income tax expense	(16,494)	(13,642)
Profit for the year	40,837	34,173
Profit is attributable to :		
Equity holders of KCB Group PLC	40,613	34,092
Non-controlling interest	224	81
SUMMARY CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME	40,837 31 Dec 2022	34,173 31 Dec 2021
	KShs M	KShs M
For the year ended		
Profit for the year	40,837	34,173
Other comprehensive income		
Re-measurement of post employment benefit obligation	(153)	(293)
Exchange differences on translation of foreign operations	787	(638)
Finacial assets at fair value through other comprehensive income	(2,952)	(629)
Other comprehensive income net of tax	(2,318)	(1,560)
Total comprehensive income for the year	38,519	32,613
Total comprehensive income for the year attributable to:		
Owners of KCB Group Plc	38,295	32,532
Non-controlling interest	224	81
Total comprehensive income for the year	38,519	32,613
Ferningen neuehauehauehauehau	12.71	10.64
Earnings per share basic (in Kshs)	12.71	10.64
Earnings per share diluted (in Kshs)		3.00
Earnings per share diluted (in Kshs) Dividend per share (in Kshs)	2.00	
Earnings per share diluted (in Kshs) Dividend per share (in Kshs) SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS	31 Dec 2022	31 Dec 2021 KShs M
Earnings per share diluted (in Kshs) Dividend per share (in Kshs) SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS AS AT	31 Dec 2022 KShs M	KShs M
Earnings per share diluted (in Kshs) Dividend per share (in Kshs) SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS AS AT Cashflows generated from operating activities	<b>31 Dec 2022</b> KShs M 51,244	<b>KShs M</b> 8,991
Earnings per share diluted (in Kshs) Dividend per share (in Kshs) SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS AS AT Cashflows generated from operating activities Cashflows used in investing activities	<b>31 Dec 2022</b> KShs M 51,244 96,254	KShs M 8,991 (8,615)
Earnings per share diluted (in Kshs) Dividend per share (in Kshs) SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS AS AT Cashflows generated from operating activities Cashflows used in investing activities Cash flows generated from/used in financing activities	<b>31 Dec 2022</b> KShs M 51,244 96,254 7,761	KShs M 8,991 (8,615) (7,521)
Earnings per share diluted (in Kshs) Dividend per share (in Kshs) SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS AS AT Cashflows generated from operating activities Cashflows used in investing activities	<b>31 Dec 2022</b> KShs M 51,244 96,254	KShs M 8,991 (8,615)

#### SUMMARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY ue and othei Share capital Kshs M -ntrolling Interest Kshs M Share reserves Kshs M premium Kshs M As at 31 December 2022 3,213 27,690 140,810 1,794 At 1 January 2022 Non-controlling interests from business acquisition 3,890 40,613 Profit for the year 224 (2.486) 168

At 31 December 2022

Dividend paid in the year

SUMMARY OF DIRECTORS REPORT During the year, the group paid KShs. 537m (2021: KShs. 598m) as Directors' emoluments.

#### MESSAGE FROM THE DIRECTORS

Other comprehensive income net of tax

Proposed Dividend The Directors of KCB Group Plc. (the "Group") have recommended a final dividend of KShs. 1.00 having paid an interim dividend of KShs. 1.00

for each ordinary share on the issued and paid up share capital of the company subject to shareholders approval.

3,213

27,690

Total Shs'000

173,507

3 890

40,837

(2.318)

(9.639)

206,277

6,076

🕒 f 🎔 🛅 🛈 in

(9.639)

169,298

The final dividend will be payable to the members of the company on the share register at the close of business on Thursday 6 April 2023. If approved, the full dividend will be payable to the members of the company on the single register of the close of basiless of the full dividend per share for the year ended 31 December 2022 will be KShs. 2.00 for each ordinary share.

#### Summary Directors' Remuneration Report and Summary Financial Statements mary directors' remuneration report is derived from the directors' remuneration report for the year ended 31 December 2022.

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 Act, 2015 (General) (Amendment) Regulation 2017.

#### Message from the Directors

The above summary consolidated financial statements are derived from the Group's and Company'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, 15 March 2023 and were signed on its behalf by:

Andrew W. Kairu – Group Chairman | Paul Russo – Group Chief Executive Officer

Anne Eriksson – Director | Bonnie Okumu – Group Company Secretary





## NAME OF INSTITUTION: STANDARD CHARTERED BANK KENYA LIMITED

## CONSOLIDATED FINANCIAL STATEMENTS AND DISCLOSURES

I BALANCE SHEET	31.12.2021	31.12.2022
	KShs. '000	KShs. '000
A. ASSETS	Audited	Audited
1. Cash (both local and foreign)	3,623,968	3,457,845
2. Balances due from Central Bank of Kenya	20,076,483	19,799,461
3. Kenya Government and other securities held for dealing purposes	4,580,708	965,720
4. Financial Assets at fair value through profit and loss	486,538	421,705
5. Investment Securities:		
a) Amortised cost:		
i. Kenya Government securities	· ·	-
ii. Other securities		-
b) Fair Value through other comprehensive income (FVOCI)		
i. Kenya Government securities	91,014,905	104,731,162
ii. Other securities		-
6. Deposits and balances due from local banking institutions	2,195,493	-
7. Deposits and balances due from banking institutions abroad	233,558	428,089
8. Tax recoverable	1,007,877	1,022,677
9. Loans and advances to customers (net)	125,974,590	139,412,560
10. Balances due from banking institutions in the group	71,991,928	96,121,186
11. Investments in associates		-
12. Investments in subsidiary companies		-
13. Investments in joint ventures	-	-
14. Investment properties		-
15. Property and equipment	3,418,034	3,182,732
16. Prepaid lease rentals	_	-
17. Intangible assets	3,898,841	4,103,224
18. Deferred tax asset	2,479,484	4,117,708
19. Retirement benefit asset	-	-
20. Other assets	3,889,531	3,495,946
21.TOTAL ASSETS	334,871,938	381,260,015
B. LIABILITIES		
22. Balances due to Central Bank of Kenya		6,992,340
23. Customer deposits	265,469,114	278,879,309
24. Deposits and balances due to local banking institutions	109,570	6,286,259
25. Deposits and balances due to foreign banking institutions	273,644	201,865
26. Other money market deposits	-	-
27. Borrowed funds	· ·	-
28. Balances due to banking institutions in the group	9,631,154	12,717,385
29. Tax payable	361,913	2,655,065
30. Dividends payable	239,936	211,412
31. Deferred tax liability		-
32. Retirement benefit liability	32,277	96,428
33. Other liabilities	5,540,224	17,083,222
	281,657,832	325,123,285
C. SHAREHOLDERS' FUNDS		
35. Paid up/Assigned Capital	2,169,253	2,169,253
36. Share premium/ (Discount)	7,792,427	7,792,427
37. Revaluation reserves	889,290	878,959
38. Retained earnings/ (Accumulated losses)	33,301,033	35,842,755
39. Statutory loan loss reserves	1,249,844	2,255,690
40. Other Reserves (Fair value)	526,664	(871,188)
41. Proposed dividends	5,374,599	6,130,300
42.Capital grants	1,910,996	1,938,534
43. TOTAL SHAREHOLDERS' EQUITY	53,214,106	56,136,730
44 Minority Interest		

1



## NAME OF INSTITUTION: STANDARD CHARTERED BANK KENYA LIMITED

## COMPANY FINANCIAL STATEMENTS AND DISCLOSURES

COMPANY FINANCIAL STATEMENTS AND DISCLOSURES	31.12.2021	31.12.2022
	KShs. '000	KShs. '000
A. ASSETS	Audited	Audited
1. Cash (both local and foreign)	3,623,968	3,457,845
2. Balances due from Central Bank of Kenya	20,076,483	19,799,461
3. Kenya Government and other securities held for dealing purposes	4,580,708	965,720
4. Financial Assets at fair value through profit and loss	486,538	421,705
5. Investment Securities:		· · · ·
a) Amortised cost:		
i. Kenya Government securities		-
ii. Other securities	-	-
b) Fair Value through other comprehensive income (FVOCI)		
i. Kenya Government securities	91,014,905	104,731,162
ii. Other securities	-	-
6. Deposits and balances due from local banking institutions	2,195,493	-
7. Deposits and balances due from banking institutions abroad	233,558	428,089
8. Tax recoverable	913,568	913,568
9. Loans and advances to customers (net)	125,974,590	139,412,560
10. Balances due from banking institutions in the group	72,303,668	96,602,123
11. Investments in associates		-
12. Investments in subsidiary companies	145,243	145,243
13. Investments in joint ventures		-
14. Investment properties		-
15. Property and equipment	3,418,034	3,182,732
16. Prepaid lease rentals	- 1	-
17. Intangible assets	3,898,841	4,103,224
18. Deferred tax asset	2,417,167	4,027,556
19. Retirement benefit asset	-	-
20. Other assets	3,828,722	3,439,658
21.TOTAL ASSETS	335,111,486	381,630,646
B. LIABILITIES		
22. Balances due to Central Bank of Kenya		6,992,340
23. Customer deposits	265,469,114	278,879,309
24. Deposits and balances due to local banking institutions	109,570	6,286,259
25. Deposits and balances due to foreign banking institutions	273,644	201,865
26. Other money market deposits	· · · ·	-
27. Borrowed funds	-	-
28. Balances due to banking institutions in the group	10,714,736	13,459,665
29. Tax payable	274,868	2,654,111
30. Dividends payable	239,936	211,412
31. Deferred tax liability 32. Retirement benefit liability	- 32,277	- 96,428
32. Retrement benefit liability 33. Other liabilities	5,517,946	17,068,249
33. Other habilities 34. TOTAL LIABILITIES	282,632,091	325,849,638
C. SHAREHOLDERS' FUNDS	202,032,091	525,045,030
35. Paid up/Assigned Capital	2,169,253	2,169,253
36. Share premium/ (Discount)	7,792,427	7,792,427
37. Revaluation reserves	889,290	878,959
38. Retained earnings/ (Accumulated losses)	32,566,322	35,487,033
39. Statutory loan loss reserves	1,249,844	2,255,690
40. Other Reserves (Fair value)	526,664	(871,188)
41. Proposed dividends	5,374,599	6,130,300
42.Capital grants	1,910,996	1,938,534
43. TOTAL SHAREHOLDERS' EQUITY	52,479,395	55,781,008
44 Minority Interest	-	-
45. TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	335,111,486	381,630,646



## CONSOLIDATED FINANCIAL STATEMENTS AND OTHER DISCLOSURES

II PROFIT AND LOSS ACCOUNT	31.12.2021	31.12.2022
	KShs. '000	KShs. '000
	Audited	Audited
	Addited	Addited
1.1 Loans and advances	11,795,572	12,731,113
1.2 Government securities	9,153,619	10,298,361
1.3 Deposits and placements with banking institutions	1,309,460	2,422,813
1.4 Other Interest Income	25,900	20,757
1.5 Total Interest Income	22,284,551	25,473,044
2 INTEREST EXPENSES	22,204,331	23,473,044
2.1 Customer deposits	3,121,588	2,594,501
2.2 Deposits and placements from banking institutions	80,299	279,267
2.3 Other Interest Expenses	273,240	376,211
· · · · · · · · · · · · · · · · · · ·	3,475,127	
2.4 Total Interest Expenses		3,249,979
3 NET INTEREST INCOME/(LOSS)	18,809,424	22,223,065
4 NON-INTEREST INCOME	261 771	224.096
<ul><li>4.1 Fees and commissions on loans and advances</li><li>4.2 Other fees and commissions</li></ul>	361,771 5.074.450	221,886
	5,074,450	4,251,977
4.3 Foreign Exchange trading income/ (loss)	3,770,583	5,973,243
4.4 Dividend Income	-	-
4.5 Other income	1,148,191	1,306,877
4.6 Total Non-Interest Income 5 TOTAL OPERATING INCOME	10,354,995	11,753,983
	29,164,419	33,977,048
6 OTHER OPERATING EXPENSES	2 091 629	1 220 450
6.1 Loan loss provision 6.2 Staff costs	2,081,628	1,328,458
	6,272,205 264,864	6,788,892
6.3 Directors' emoluments		252,155
6.4 Rental charges	259,841	257,877
6.5 Depreciation charge on property and equipment	553,946	435,961
6.6 Amortisation charges	936,026 6,197,856	820,529
6.7 Other operating expenses 6.8 Total Other Operating Expenses		6,989,977
	16,566,366	16,873,849
<ul> <li>7 Profit/ (loss) before tax and exceptional items</li> <li>8 Exceptional items</li> </ul>	12,598,053	17,103,199
9 Profit/ (loss) after exceptional items	- 12,598,053	
10 Current tax	(3,224,275)	<b>17,103,199</b> (6,067,273)
11 Deferred tax	(329,939)	1,022,009
12 Profit/ (loss) after tax and exceptional items	9,043,839	12,057,935
13 Minority Interest	3,043,033	12,007,900
14 Profit/ (loss) after tax,exceptional items and minority interest	9,043,839	- 12,057,935
15 Other Comprehensive Income	3,043,033	12,007,000
15.1 Gains/(Losses) from translating the financial statements of foreign operations		_
15.2 Fair value changes in financial assets at FVOCI	- (910,725)	- (2,054,052)
15.3 Revaluation surplus on Property, plant and equipment	(310,723)	(2,004,002)
15.4 Share of other comprehensive income of associates		
15.5 Income tax relating to components of other comprehensive income	273,217	616,215
16 Other Comprehensive Income for the period net of tax	(637,508)	(1,437,837)
17 Total comprehensive income for the period	8,406,331	10,620,098
	0,400,331	10,020,090
18 EARNINGS PER SHARE- BASIC & DILUTED	23.49	31.47
19 DIVIDEND PER SHARE -DECLARED (KShs)	19.00	22.00



## COMPANY FINANCIAL STATEMENTS AND OTHER DISCLOSURES

11	PROFIT AND LOSS ACCOUNT	31.12.2021	31.12.202
		KShs. '000	KShs. '0
		Audited	Audit
1	INTEREST INCOME		
	1.1 Loans and advances	11,795,572	12,731,1
	1.2 Government securities	9,153,619	10,298,3
	1.3 Deposits and placements with banking institutions	1,309,460	2,422,8
	1.4 Other Interest Income	25,900	20,7
	1.5 Total Interest Income	22,284,551	25,473,0
2	INTEREST EXPENSES		
	2.1 Customer deposits	3,148,625	2,611,5
	2.2 Deposits and placements from banking institutions	80,299	279,2
	2.3 Other Interest Expenses	273,240	376,2
	2.4 Total Interest Expenses	3,502,164	3,266,9
	NET INTEREST INCOME/(LOSS)	18,782,387	22,206,0
	NON-INTERESTINCOME	10,702,007	
	4.1 Fees and commissions on loans and advances	361,771	221,8
-	4.2 Other fees and commissions	3,418,457	2,641,9
F	4.2 Other rees and commissions 4.3 Foreign Exchange trading income/ (loss)	3,770,583	5,973,2
	4.4 Dividend Income		
		747,137	1,160,3
-	4.5 Other income	1,148,193	1,306,8
-	4.6 Total Non-Interest Income	9,446,141	11,304,2
_		28,228,528	33,510,3
-			
	6.1 Loan loss provision	2,081,628	1,328,4
F	6.2 Staff costs	6,169,873	6,689,1
	6.3 Directors' emoluments	264,584	251,5
-	6.4 Rental charges	259,841	257,8
	6.5 Depreciation charge on property and equipment	553,946	435,9
	6.6 Amortisation charges	936,026	820,5
	6.7 Other operating expenses	5,821,126	6,588,3
	6.8 Total Other Operating Expenses	16,087,024	16,371,9
7	Profit/ (loss) before tax and exceptional items	12,141,504	17,138,4
8	Exceptional items	· ·	-
9	Profit/ (loss) after exceptional items	12,141,504	17,138,4
10	Current tax	(2,847,546)	(5,695,6
11	Deferred tax	(313,422)	994,1
12	Profit/ (loss) after tax and exceptional items	8,980,536	12,436,9
13	Minority Interest	· ·	-
14	Profit/ (loss) after tax,exceptional items and minority interest	8,980,536	12,436,9
15	Other Comprehensive Income		
	15.1 Gains/(Losses) from translating the financial statements of foreign operations	-	-
	15.2 Fair value changes in financial assets at FVOCI	(910,725)	(2,054,0
	15.3 Revaluation surplus on Property,plant and equipment	-	-
	15.4 Share of other comprehensive income of associates	-	-
	15.5 Income tax relating to components of other comprehensive income	273,217	616,2
	Other Comprehensive Income for the period net of tax	(637,508)	(1,437,8
	Total comprehensive income for the period	8,343,028	10,999,0
18	EARNINGS PER SHARE- BASIC & DILUTED	23.32	32.
10	DIVIDEND PER SHARE -DECLARED (KShs)	19.00	22.



## STANDARD CHARTERED BANK KENYA LIMITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES

III. OTHER DISCLOSURES	31.12.2021	31.12.2022
	KShs. '000	KShs. '000
	Audited	Audited
1) NON-PERFORMING LOANS AND ADVANCES		
a) Gross non-performing loans and advances	23,283,164	22,577,388
Less		
b) Interest in suspense	9,536,615	9,539,146
c) Net Non-Performing Loans and Advances (a-b)	13,746,549	13,038,242
Less		
d) Loan loss Provisions	10,116,212	10,131,278
e) Net Non-Performing Loans (c-d)	3,630,337	2,906,964
f) Realizable Value of Securities	3,207,852	2,268,159
g) Net NPLs Exposure (e-f)	422,485	638,805
2) INSIDER LOANS AND ADVANCES		
a) Directors, shareholders and associates	76,112	55,704
b) Employees	6,506,261	6,398,783
c) Total Insider Loans, Advances and Other Facilities	6,582,373	6,454,487
3) OFF-BALANCE SHEET ITEMS		
a) Letters of credit,guarantees, acceptances	67,705,074	71,140,599
b) Forwards, swaps, and options	48,525,676	25,759,087
c) Other contingent Liabilities		-
d) Total Contingent Liabilities	116,230,750	96,899,686
4) CAPITAL STRENGTH		
a) Core Capital	40,822,397	42,132,719
b) Minimum Statutory Capital	1,000,000	1,000,000
c) Excess/ (Deficiency)	39,822,397	41,132,719
d) Supplementary Capital	5,847,299	5,271,363
e) Total capital (a+d)	46,669,696	47,404,082
f) Total risk weighted assets	262,840,012	274,257,322
g) Core capital/total deposit liabilities	15.37%	15.11%
h) Minimum Statutory Ratio	8.00%	8.00%
i) Excess/ (Deficiency) (g-h)	7.37%	7.11%
j)Core capital/total risk weighted assets	15.53%	15.36%
k) Minimum Statutory Ratio	10.50%	10.50%
I) Excess/ (Deficiency) (j-k)	5.03%	4.86%
m)Total capital/total risk weighted assets	17.76%	17.28%
n) Minimum Statutory Ratio	14.50%	14.50%
o) Excess/ (Deficiency) (m-n)	3.26%	2.78%
(p) Adjusted Core Capital/Total Deposit Liabilities*	15.42%	15.14%
(q) Adjusted Core Capital/Total Risk Weighted Assets*	15.57%	15.40%
(r) Adjusted Total Capital/Total Risk Weighted Assets*	17.80%	17.32%
5) LIQUIDITY		
a) Liquidity Ratio	70.73%	73.03%
b) Minimum Statutory Ratio	20.00%	20.00%
c) Excess/ (Deficiency) (a-b)	50.73%	53.03%



## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2022

	Paid up capital KShs '000	Share premium KShs '000	Revaluation reserves KShs '000	Retained earnings KShs '000	Statutory Ioan Ioss reserve KShs '000	Other reserves (fair value) KShs '000	Proposed dividends KShs '000	Capital grants KShs '000
At 1 January 2022	2,169,253	7,792,427	889,290	33,301,033	1,249,844	526,664	5,374,599	1,910,996
Profit for the year	-	-	-	12,057,935	-	-	-	-
Transfer to statutory credit risk reserve	-	-	-	(1,005,846)	1,005,846	-	-	-
Other comprehensive income								
Remeasurement of retirement benefit obligation	-	-	-	(57,121)	-	-	-	-
Related deferred tax	-	-	-	17,136	-	-		-
Change in fair value of FVOCI investments	-	-	-	-	-	(1,900,361)	-	-
Related deferred tax	-	-	-	-	-	570,107	-	-
Excess depreciation transfer	-	-	(14,759)	14,759	-	-	-	-
Related deferred tax	-	-	4,428	(4,428)	-	-	-	-
Accumulated Impairment on FVOCI investments	-	-	-	-	-	(96,570)	-	-
Related deferred tax	-	-	-	-	-	28,972	-	-
Total other comprehensive loss	-	-	(10,331)	(29,654)	-	(1,397,852)	-	-
Total comprehensive income/(loss) for the year	-	-	(10,331)	11,022,435	1,005,846	(1,397,852)	-	-
Transactions with owners, recorded directly in equity								
Share based payments:								
- 2021 paid	-	-	-	-	-	-	-	(87,323)
- 2022 accrued	-	-	-	-	-	-	-	114,861
Dividends Paid:								
- Ordinary shares - Final 2021	-	-	-	-	-	-	(5,289,909)	-
- Preference Shares - Final 2021	-	-	-	-	-	-	(84,690)	-
- Ordinary shares - 2022 Interim	-	-	-	(2,267,103)	-	-	,	-
- Preference Shares - 2022 Interim	-	-	-	(83,310)	-	-		-
Proposed dividends:				,				
- Ordinary shares	-	-	-	(6,045,610)	-	-	6,045,610	-
- Preference Shares	-	-	-	(84,690)	-	-	84,690	-
Total contributions by and distributions to owners	-	-	-	(8,480,713)	-	-	755,701	27,538
At 31 December 2022	2,169,253	7,792,427	878,959	35,842,755	2,255,690	(871,188)	6,130,300	1,938,534

Total KShs '000
53,214,106
12,057,935
-
(57,121) 17,136 (1,900,361) 570,107
(96,570) 28,972 <b>(1,437,837)</b>
10,620,098
(87,323) 114,861
(5,289,909) (84,690) (2,267,103) (83,310)
-
(7,697,474)
56,136,730



## **COMPANY STATEMENT OF CHANGES IN EQUITY**

	Paid up capital KShs '000	Share premium KShs '000	Revaluation reserves KShs '000	Retained earnings KShs '000	Statutory Ioan Ioss reserve KShs '000	Other reserves (fair value) KShs '000	Proposed dividends KShs '000	Capital grants KShs '000	Total KShs '000
At 1 January 2022	2,169,253	7,792,427	889,290	32,566,322	1,249,844	526,664	5,374,599	1,910,996	52,479,395
Profit for the year	-	-	-	12,436,924	-	-	-	-	12,436,924
Transfer to statutory credit risk reserve	-	-	-	(1,005,846)	1,005,846	-	-	-	-
Other comprehensive income									
Remeasurement of retirement benefit obligation	-	-	-	(57,121)	-	-	-	-	(57,121)
Related deferred tax	-	-	-	17,136	-	-	-	-	17,136
Change in fair value of FVOCI investments	-	-	-	-	-	(1,900,361)	-	-	(1,900,361)
Related deferred tax	-	-	-	-	-	570,107	-	-	570,107
Excess depreciation transfer	-	-	(14,759)	14,759	-	-	-	-	-
Related deferred tax	-	-	4,428	(4,428)	-	-	-	-	-
Accumulated Impairment on FVOCI investments	-	-	-	-	-	(96,570)	-	-	(96,570)
Related deferred tax	-	-	-	-	-	28,972	-	-	28,972
Total other comprehensive loss	-	-	(10,331)	(29,654)	-	(1,397,852)	-	-	(1,437,837)
Total comprehensive income/(loss) for the year	-	-	(10,331)	11,401,424	1,005,846	(1,397,852)	-	-	10,999,087
Transactions with owners, recorded directly in equity									
Share based payments:	-	-	-	-	-	-	-	-	-
- 2021 paid	-	-	-	-	-	-	-	(87,323)	(87,323)
- 2022 accrued	-	-	-	-	-	-	-	114,861	114,861
Dividends Paid									
- Ordinary shares - Final 2021	-	-	-	-	-	-	(5,289,909)	-	(5,289,909)
- Preference Shares - Final 2021	-	-	-	-	-	-	(84,690)	-	(84,690)
- Ordinary shares - 2022 Interim	-	-	-	(2,267,103)	-	-	-	-	(2,267,103)
- Preference Shares - 2022 Interim	-	-	-	(83,310)	-	-	-	-	(83,310)
Proposed dividends:									
- Ordinary shares	-	-	-	(6,045,610)	-	-	6,045,610	-	-
- Preference Shares	-	-	-	(84,690)	-	-	84,690	-	-
Total contributions by and distributions to owners	-	-	-	(8,480,713)	-	-	755,701	27,538	(7,697,474)



## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2021

	Paid up capital KShs '000	Share premium KShs '000	Revaluation reserves KShs '000	Retained earnings KShs '000	Statutory Ioan Ioss reserve KShs '000	Other reserves (fair value) KShs '000	Proposed dividends KShs '000	Capital grants KShs '000
At 1 January 2021	2,169,253	7,792,427	899,621	31,880,197	969,283	1,158,562	4,135,431	1,885,264
Profit for the year	-	-	-	9,043,839	-	-	-	-
Transfer to statutory credit risk reserve	-	-	-	(280,561)	280,561	-	-	-
Other comprehensive income								
Remeasurement of retirement benefit obligation	-	-	-	(8,014)	-	-	-	-
Related deferred tax	-	-	-	2,404	-	-		-
Change in fair value of FVOCI investments	-	-	-	-	-	(890,788)	-	-
Related deferred tax	-	-	-	-	-	267,237	-	-
Revaluation surplus	-	-	-	-	-	-	-	-
Related deferred tax	-	-	-	-	-	-	-	-
Excess depreciation transfer	-	-	(14,759)	14,759	-	-	-	-
Related deferred tax	-	-	4,428	(4,428)	-	-	-	-
Accumulated Impairment on FVOCI investments	-	-	-	-	-	(11,923)	-	-
Related deferred tax	-	-	-	-	-	3,576	-	-
Total other comprehensive loss	-	-	(10,331)	4,721	-	(631,898)	-	-
Total comprehensive income/(loss) for the year	-	-	(10,331)	8,767,999	280,561	(631,898)	-	-
Transactions with owners, recorded directly in equity								
Share based payments:								
- 2020 paid	-	-	-	-	-	-	-	(61,591)
- 2021 accrued	-	-	-	-	-	-	-	87,323
Dividends paid:								-
- Ordinary shares - Final 2020	-	-	-	-	-	-	(3,967,431)	-
- Preference Shares - Final 2020	-	-	-	-	-	-	(168,000)	-
- Ordinary shares - 2021 Interim	-	-	-	(1,889,254)	-	-		-
- Preference Shares - 2021 Interim	-	-	-	(83,310)	-	-		-
Proposed dividends:								
- Ordinary shares	-	-	-	(5,289,909)	-	-	5,289,909	-
- Preference Shares	-	-	-	(84,690)	-	-	84,690	-
Total contributions by and distributions to owners	-	-	-	(7,347,163)	-	-	1,239,168	25,732
At 31 December 2021	2,169,253	7,792,427	889,290	33,301,033	1,249,844	526,664	5,374,599	1,910,996

tal	
ts 00	Total KShs '000
64	50,890,038
	9,043,839 -
	(8,014) 2,404 (890,788) 267,237 -
	-
	(11,923) 3,576
	(637,508) 8,406,331
91) 23	(61,591) 87,323
	(3,967,431) (168,000) (1,889,254) (83,310)
32	-
32 96	(6,082,263) 53,214,106
	33,214,100



COMPANY STATEMENT OF CHANGES IN EQUITY									
FOR THE YEAR ENDED 31 DECEMBER 2021									
	Paid up capital KShs '000	Share premium KShs '000	Revaluation reserves KShs '000	Retained earnings KShs '000	Statutory Ioan loss reserve KShs '000	Other reserves (fair value) KShs '000	Proposed dividends KShs '000	Capital grants KShs '000	Tota KShs '000
At 1 January 2021	2,169,253	7,792,427	899,621	31,208,789	969,283	1,158,562	4,135,431	1,885,264	50,218,630
Profit for the year	-	-	-	8,980,536	-	-	-	-	8,980,536
Transfer from statutory credit risk reserve	-	-	-	(280,561)	280,561	-	-	-	-
Other comprehensive income									
Remeasurement of retirement benefit obligation	-	-	-	(8,014)	-	-	-	-	(8,014
Related deferred tax	-	-	-	2,404	-	-	-	-	2,404
Change in fair value of FVOCI investments	-	-	-	-	-	(890,788)	-	-	(890,788
Related deferred tax	-	-	-	-	-	267,237	-	-	267,237
Revaluation surplus	-	-	-	-	-	-	-	-	-
Related deferred tax	-	-	-	-	-	-	-	-	-
Excess depreciation transfer	-	-	(14,759)	14,759	-	-	-	-	-
Related deferred tax	-	-	4,428	(4,428)	-	-	-	-	-
Accumulated Impairment on FVOCI investments	-	-	-	-	-	(11,923)	-	-	(11,923
Related deferred tax	-	-	-	-	-	3,576	-	-	3,576
Total other comprehensive loss	-	-	(10,331)	4,721	-	(631,898)	-	-	(637,508
Total comprehensive income/(loss) for the year	-	-	(10,331)	8,704,696	280,561	(631,898)	-	-	8,343,028
Transactions with owners, recorded directly in equity									
Share based payments:	-	-	-	-	-	-	-	-	-
- 2020 paid	-	-	-	-	-	-	-	(61,591)	(61,591
- 2021 accrued	-	-	-	-	-	-	-	87,323	87,323
Dividends paid:									
- Ordinary shares - Final 2020	-	-	-	-	-	-	(3,967,431)	-	(3,967,431
- Preference Shares - Final 2020	-	-	-	-	-	-	(168,000)	-	(168,000
- Ordinary shares - 2021 Interim	-	-	-	(1,889,254)	-	-	-	-	(1,889,254
- Preference Shares - 2021 Interim	-	-	-	(83,310)	-	-	-	-	(83,310
Proposed dividends:									
- Ordinary shares	-	-	-	(5,289,909)	-	-	5,289,909	-	-
- Preference Shares		-	-	(84,690)	-	-	84,690	-	-
Total contributions by and distributions to owners		-	-	(7,347,163)	-	-	1,239,168	25,732	(6,082,263
At 31 December 2021	2,169,253	7,792,427	889,290	32,566,322	1,249,844	526,664	5,374,599	1,910,996	52,479,395



## STANDARD CHARTERED BANK KENYA LIMITED CONSOLIDATED AND COMPANY STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2022

	Consolic	lated	Compa	any
	31-Dec-22 KShs '000	31-Dec-21 KShs '000	31-Dec-22 KShs '000	31-Dec-21 KShs '000
Cash flows from operating activities				
Profit before tax Adjustments for non-cash items and other adjustments	17,103,199	12,598,053	17,138,414	12,141,504
included within profit and loss account	1,424,216	1,674,428	1,424,216	1,674,428
Change in operating assets	(16,392,751)	(3,237,853)	(16,397,272)	(3,219,090
Change in operating liabilities	23,241,932	7,426,099	22,907,935	7,548,208
Cash generated from operating activities	25,376,596	18,460,727	25,073,293	18,145,050
Income taxes paid	(3,788,921)	(3,429,043)	(3,316,421)	(3,146,130
Net cash generated from operating activities	21,587,675	15,031,684	21,756,872	14,998,920
Cash flows from investing activities				
Purchase of property and equipment	(211,242)	(154,903)	(211,242)	(154,903
Proceeds from sale of property and equipment	5,916	31,688	5,916	31,688
Purchase of intangible assets	(1,137,471)	(1,830,703)	(1,137,471)	(1,830,703
Investment in subsidiary	-	-	-	(4,000
Net cash used in investing activities	(1,342,797)	(1,953,918)	(1,342,797)	(1,957,918
Cash flows from financing activities				
Lease liability principal payments	(169,705)	(143,030)	(169,705)	(143,030
Share based payments:	(07.000)	(04 504)	(07.000)	(04 504
<ul> <li>2021/2020 settled</li> <li>Dividends paid on ordinary shares:</li> </ul>	(87,323)	(61,591)	(87,323)	(61,591
– Final 2021/2020	(5,289,909)	(3,967,431)	(5,289,909)	(3,967,431
– Interim 2022/2021	(2,267,103)	(1,889,254)	(2,267,103)	(1,889,254
Dividends paid on preference shares:	(0, 1, 0, 0, 0)	((	(24,222)	(
- Final 2021/2020	(84,690)	(168,000)	(84,690)	(168,000
- Interim 2022/2021	(83,310)	(83,310)	(83,310)	(83,310
Net cash used in financing activities	(7,982,040)	(6,312,616)	(7,982,040)	(6,312,616
Increase in cash and cash equivalents	12,262,838	6,765,150	12,432,035	6,728,38
Cash and cash equivalents at 1 January	62,312,958	55,547,808	62,624,698	55,896,312
Cash and cash equivalents at 31 December	74,575,796	62,312,958	75,056,733	62,624,698
Analysis of cash and cash equivalents Cash on hand	2 457 045	2 602 000	2 457 045	2 602 00
Unrestricted cash balances with Central Bank of Kenya	3,457,845 7,113,673	3,623,969 8,692,812	3,457,845 7,113,673	3,623,96 8,692,81
Loans and advances to local banks	7,113,073	2,195,493	113,073	2,195,49
Loans and advances to foreign banks	428,089	233,558	428,089	233,55
Deposits from local banks	(13,278,599)	(109,570)	(13,278,599)	(109,570
Deposits from foreign banks	(201,865)	(273,644)	(201,865)	(273,644
Amounts due from group companies	84,812,301	50,792,494	85,293,238	51,104,23
Amounts due to group companies	(7,755,648)	(2,842,154)	(7,755,648)	(2,842,154
	74,575,796	62,312,958	75,056,733	62,624,69



## Absa Bank Kenya PLC

The Board of Directors of Absa Bank Kenya PLC is pleased to announce the audited group results for the year ended 31 December 2022

	Bank		Gro	ир
	December	December December		December
	2021	2022	December 2021	2022
	Shs '000 Audited	Shs '000 Audited	Shs '000 Audited	Shs '000 Audited
I Statement of financial position	Auditeu	Addited	Auditeu	Addited
A Assets 1 Cash balances (both local and foreign)	7,730,114	11,464,397	7,730,114	11,464,397
2 Balances due from Central Bank of Kenya	13,279,265	12,746,777	13,279,265	12,746,777
<ul> <li>3 Kenya Government and other securities held for dealing purposes</li> <li>4 Financial assets at fair value through profit and loss</li> </ul>	44,195,668	42,905,378	44,195,668	42,905,378
<ul> <li>Financial assets at fair value through profit and loss</li> <li>Investment Securities:</li> </ul>	-	-	-	-
a) Held to Maturity:	-	-	-	-
a. Kenya Government securities b. Other securities	-	1	-	1
<li>b) Fair value through other comprehensive income (FVOCI)</li>	87,972,113	90,192,869	88,380,436	90,584,670
a. Kenya Government securities b. Other securities	87,972,113	90,192,869 -	88,380,436	90,584,670
6 Deposits and balances due from local banking Institutions	1,113,150	843,225	1,113,150	843,225
7 Deposits and balances due from banking Institutions abroad 8 Tax recoverable	1,894,090	4,113,673 537,355	1,894,090	4,113,673 747,970
9 Loans and advances to customers(net)	- 234,234,076	283,578,543	- 234,234,076	283,578,543
10 Balances due from banking institutions in the group 11 Investment in Associates	19,057,979	8,726,287	19,057,979	8,726,287
12 Investment in Associates 12 Investment in Subsidiary Companies	- 462,751	- 462,751	-	-
13 Investment in joint Ventures	-	-	-	-
14 Investment properties 15 Property and equipment	- 2,416,109	- 2,674,477	- 2,416,200	- 2,675,951
16 Prepaid operating rental leases	33,173	32,116	33,173	32,116
17 Intangible assets 18 Deferred Tax	417,271 4,677,328	461,929 5,834,288	480,728 4,737,959	515,795 5,924,099
19 Retirement benefit asset			-	-
20 Other assets 21 Total asset	11,263,131	12,716,483 477,290,548	11,136,765 428,689,603	12,375,056
	428,746,218	777270,340	720,007,003	477,233,937
B Liabilities				
22 Balances due to Central Bank of Kenya 23 Customers' deposits	- 270,737,198	- 306,662,590	- 268,716,653	- 303,751,003
24 Deposits and balances due to banking institutions (local)	4,301,166	8,375,258	4,301,166	8,375,258
25 Deposits and balances due to banking institutions (foreign) 26 Other money market deposits	507,750	642,615	507,750	642,615
27 Borrowed funds		4,266,919	-	4,266,919
28 Balances due to banking institutions in the group 29 Tax payable	75,647,688 2,749,546	76,303,685	75,647,933 2,520,991	76,303,685
30 Dividends payable	2,747,340	-	2,320,391	-
31 Deferred tax liability 32 Retirement benefit liability	- 363,000	- 121,000	- 363,000	- 121,000
33 Other liabilities	20,087,231	20,107,180	20,184,718	20,160,439
34 Total liabilities	374,393,579	416,479,247	372,242,211	413,620,919
C Shareholders' Funds				
35 Paid up/Assigned capital	2,715,768	2,715,768	2,715,768	2,715,768
36 Share premium/(discount) 37 Revaluation reserves	- 396,310	- (1,536,412)	- 393,663	- (1,551,380)
38 Retained earnings/(Accumulated losses)	45,154,608	53,163,772	47,252,008	55,980,457
39 Statutory loan loss reserve 40 Other reserves	- 111,263	-	- 111 742	-
40 Other reserves 41 Proposed dividend	5,974,690	221,907 6,246,266	111,263 5,974,690	221,907 6,246,266
42 Capital grants	-		-	-
43 Total shareholders' funds 44 Minority Interest	54,352,639	60,811,301	56,447,392	63,613,018
45 Total liabilities and total shareholders funds	428,746,218	477,290,548	428,689,603	477,233,937
II Statement of comprehensive income				
1.0 Interest income		20 402	22.005	20 402
1.1 Loans and advances to customers 1.2 Government securities	23,095,489 8,246,019	30,681,559 9,375,735	23,095,489 8,296,579	30,681,559 9,420,791
1.3 Deposits and placements with banking institutions	646,242	750,751	646,242	750,751
1.4 Other interest income 1.5 Total interest income	31,987,750	40,808,045	32,038,310	40,853,101
2.0 Interest expenses	51,707,730	+0,000,045	32,030,310	40,035,101
2.1 Customer deposits	6,094,471	7,114,100	5,998,294	6,975,120
2.2 Deposits and placements with banking institutions 2.3 Other interest expenses	653,160 128,541	1,448,752 113,871	653,160 129,944	1,448,752 113,871
2.4 Total interest expenses	6,876,172	8,676,723	6,781,398	8,537,743
3.0 Net interest income 4.0 Non - interest income	25,111,578	32,131,322	25,256,912	32,315,358
4.1 Fees and commissions income on loans & advances	1,731,947	1,382,234	1,731,947	1,382,234
4.2 Other fees and commissions 4.3 Foreign exchange trading income	3,363,198 4,161,703	3,524,336 6,646,031	4,423,785 4,161,698	4,790,442 6,646,029
4.4 Dividend income	-	-	-	-
4.5 Other income 4.6 Total non-interest income	1,362,065	871,842	1,347,100	853,875 13,672,580
4.6 Total non-interest income 5.0 Total operating income	10,618,913 35,730,491	12,424,443 44,555,765	11,664,530 36,921,442	13,672,580 45,987,938
6.0 Operating expenses				
6.1 Loan loss provision 6.2 Staff costs	4,708,276 9,147,632	6,401,737 10,226,482	4,709,210 9,434,639	6,479,523 10,487,747
6.3 Directors emoluments	148,564	178,713	156,893	187,396
6.4 Rental charge 6.5 Depreciation on property and equipment	94,875 768,840	113,116 755,924	94,875 768,916	113,252 756,025
6.6 Amortisation charges	119,404	116,220	131,335	127,377
6.7 Other operating expenses 6.8 Total operating expenses	6,018,044 21,005,635	6,931,142	6,076,620 <b>21,372,488</b>	6,987,304
7.0 Profit before tax and exceptional items	21,005,635 14,724,856	24,723,334 19,832,431	21,372,488 15,548,954	25,138,624 20,849,314
8.0 Exceptional items 9.0 Profit after exceptional items	-	-	-	-
9.0 Profit after exceptional items 10 Current tax	14,724,856 (5,547,509)	19,832,431 (6,255,473)	15,548,954 (5,803,620)	20,849,314 (6,576,739)
11 Deferred tax	1,119,868	290,928	1,124,635	314,591
12 Profit after tax and exceptional items 13 Other comprehensive income	10,297,215	13,867,886	10,869,969	14,587,166
13.1 Gains/(Losses) from translating the financial statements of foreign				
operations 13.2 Fair value changes in FVOCI financial assets	(964,181)	(2,897,985)	(983,238)	(2,916,370)
13.3 Revaluation surplus on property, plant and equipment	(204,101)	(2,057,700)	(202,230)	(2,910,370)
13.4 Share of other comprehensive income of associates	200 254	960.206	204 072	074 011
13.5 Income tax relating to components of other comprehensive income 14 Other comprehensive income for the year net of tax	289,254 (674,927)	869,396 (2,028,589)	294,972 (688,266)	874,911 (2,041,459)
15 Total comprehensive income for the year	9,622,288	11,839,297	10,181,703	12,545,707
Earnings per Share (Shs)	1.90	2.55	2.00	2.69
Dividends per share (Shs)	1.10	1.35	1.10	1.35
<u>L</u>				

	December 2021 Shs '000 Audited	Decembo 202 Shs '00 Audite
II Other disclosures		
L) Non-performing loans and advances	10.017.024	22 510 24
a) Gross non-performing loans and advances	19,817,024	22,519,24
<ul> <li>b) Less: Interest in suspense</li> <li>c) Total non performing loans and advances</li> </ul>	2,495,443 17,321,581	4,794,15
d) Less: loan loss provisions	12,908,863	13,344,49
e) Net non performing loans(c-d)	4,412,718	4,380,59
Discounted value of securities	3,326,376	3,257,84
z) Net NPLs (Excess)/Exposure (e-f)	1,086,342	1,122,74
2) Insider loans and advances	1,000,542	1,122,7-
<ul> <li>Directors ,shareholders and associates</li> </ul>	35,033	33,03
) Employees	9,884,384	10,258,37
) Total insider loans and advances	9,919,417	10,291,41
B) Off Balance sheet items		,,
<ul> <li>Letters of credit, guarantees, acceptances</li> </ul>	41,450,324	57,644,59
) Forwards, swaps and options	90,454,228	141,534,02
) Other contingent liabilities		//-
I) Total Contingent liabilities	131,904,552	199,178,61
4) Capital Strength	- , ,	,
i) Core capital	47,870,376	55,606,04
<ul> <li>Minimum statutory capital</li> </ul>	1,000,000	1,000,00
:) Excess/(Deficiency)	46,870,376	54,606,04
l) Supplementary capital	8,486,247	15,505,69
e) Total capital	56,356,623	71,111,74
) Total risk weighted assets	328,712,458	382,149,72
g) Core capital/total deposit liabilities	17.9%	18.4
n) Minimum statutory ratio	8.0%	8.0
) Excess/(Deficiency)	9.9%	10.4
) Core capital/total risk weighted assets	14.6%	14.6
() Minimum statutory ratio	10.5%	10.5
) Excess/(Deficiency)	4.1%	4.1
n) Total capital/total risk weighted assets	17.1%	18.6
) Minimum statutory ratio	14.5%	14.5
) Excess/(Deficiency)	2.6%	4.1
) Adjusted Core Capital/Total Deposit Liabilities*	18.0%	18.4
<ol> <li>Adjusted Core Capital/Total Risk Weighted Assets*</li> <li>Adjusted Total Capital/Total Bisk Weighted Assets*</li> </ol>	14.7%	14.6
<ul> <li>Adjusted Total Capital/Total Risk Weighted Assets*</li> <li>Liquidity</li> </ul>	17.2%	18.6
) Liquidity ratio		
a) Liquidity ratio b) Minimum statutory ratio	38.3%	33.6
) Minimum statutory ratio	20.0% 18.3%	20.0 13.6

#### Proposed Dividend:

The Board of Directors has recommended a final dividend of Kenya Shillings one and fifteen cents (Kshs 1.15), for each ordinary share on the issued and paid up share capital of the Company for the Financial Year ended 31 December 2022. Subject to Shareholders' approval, the dividend will be payable on or about May 25, 2023, to the members of the Company on the share register of the Company on the closure date of 28 April, 2023.

#### Message from the Directors:

We are pleased to release our full year 2022 results which demonstrate remarkable success in executing the concluded horizon of our strategy from the year 2017 to 2022; on three key priorities- Growth, Transformation and Returns, and its positive impact on our financial performance.

**On Growth:** Compared to the same period last year, revenue increased by 25% to KES 46 billion driven by strong organic growth as well as strategic investments in new growth areas. Customer assets increased by 21% to KES 284 billion with total assets at KES 477 billion and customer deposits growing by 13% to KES 304 billion. This has supported a strong growth of 34% in Profit after Tax compared to the same period last year, and further demonstrates the continued resilience of our business.

**On Transformation:** The bank further improved its efficiency ratio (Cost to Income Ratio) to 41%, demonstrating the ongoing payoffs from previous transformational investments. Furthermore, we have consistently re-invested the capacity generated by increased efficiencies to support our growth strategy and customer experience. Our transformation is focused on the customer, ensuring that their interactions with our channels are seamless. This has resulted in a significant adoption of our alternative channels, with more than 92% of all transactions now taking place outside the branch.

**On Returns:** The bank's Return on Equity grew to 23% in the period under review, having improved from 19.3% the same period last year. The improvement in returns and profitability supported a total dividend per share of KES 1.35, an increase of 23% over the previous year.

Our capital position remains strong allowing us to continue supporting our customers, and we remain cognizant of the challenges and opportunities presented by our operating environment.

We have reached the logical end of our second strategic horizon in 2022 by implementing Growth, Transformation, and Returns strategy (GTR) where we made significant transformation investments to support our growth ambition. The next strategic horizon from 2023 and beyond is premised on "out-performance" through a transformed organization anchored in our purpose.

We would like to thank our customers, colleagues, shareholders and all our stakeholders for their support as we continue supporting the growth and development of our nation.

The statements of financial position and comprehensive income, as well as the disclosures presented above have been prepared from the financial records of the bank and its subsidiaries. These published statements and disclosures are available on the bank's website **www.absabank.co.ke** and at the institution's head office at Absa Headquarters, Waiyaki Way, Nairobi. They were approved by the Board on Tuesday 14 March, 2023 and signed on its behalf by:

Charles MucheneYusuf OmChairmanInterim M

Yusuf Omari Interim Managing Director



### Website: www.imbankgroup.com | Email: investor-relations@imgroup-plc.com

## The Board of Directors of I&M Group PLC is pleased to announce audited results of the Group as at 31 December 2022

		COMPANY		GRC	DUP
TA	TEMENT OF FINANCIAL POSITION	AUDITED DEC 2021 (KSHS'000)	AUDITED DEC 2022 (KSHS'000)	AUDITED DEC 2021 (KSHS'000)	AUDITED DEC 2022 (KSHS'000)
	ASSETS	(			
1	Cash (both local and foreign)	834,431	864,255	6,202,636	5,186,177
2	Balances due from central banks	-	-	21,343,955	17,632,12
3	Kenya Government and other securities held for dealing purposes	-	-	-	16 402 00
)4 )5	Financial Assets at fair value through profit or loss (FVTPL) Investment Securities:	-	-	16,368,165	16,402,89
5	a) Held at amortised cost:		-	-	
	a. Kenya Government securities	-	-	30,605,205	22,655,833
	b. Other securities	-	-	14,551,505	21,062,484
	b) Fair value thorugh other comprehensive income (FVOCI):	-	-	-	
	a. Kenya Government securities	27,019	925,055	57,101,222	45,465,08
	b. Other securities	-	-	6,909,050	7,526,06
)6	Deposits and Balances due from local banking institutions	-	-	62,774	3,211,98
07 08	Deposits and Balances due from banking institutions abroad Tax recoverable	3,463	- 7,695	15,455,050 459,760	18,255,199 236,823
)9	Loans and advances to customers (net)			210,619,661	238,590,14
10	Balances due from banking institutions in the Group	-	-		
11	Investment in associates	-	-	-	
2	Investment in subsidiary companies	30,435,895	31,336,158	-	
13	Investment in joint ventures	2,515,591	2,515,591	5,226,107	5,570,24
14	Investment properties	-	-	-	
5	Property and equipment	-	-	12,883,629	12,514,594
16 17	Prepaid lease rentals Intangible assets	-	-	6,579,059	6,885,544
8	Deferred tax asset	_	-	6,104,185	8,678,14
19	Retirement benefit asset	-	-	-	0,070,771
20	Other assets	229,786	80,927	4,708,714	6,726,31
21	TOTAL ASSETS	34,046,185	35,729,681	415,151,367	436,599,64
3	LIABILITIES				
22.	Balances due to central banks	-	-	-	
23.	Customer deposits	-	-	296,746,509	312,335,93
24.	Deposits and balances due to local banking institutions	-	-	2,854,277	6,803,76
25. 26.	Deposits and balances due to foreign banking institutions Other money market deposits	-	-	16,260,030	11,349,56
27.	Borrowed funds	_	_	19,546,073	16,794,71
28.	Balances due to banking institutions in the Group	-	-		
29.	Tax payable	-	-	-	
30.	Dividends payable	-	-	-	
31.	Deferred tax liability	-	-	-	
32. 33.	Retirement benefit liability Other liabilities	2,029,063	- 91,448	- 5,696,401	7,666,08
34.	TOTAL LIABILITIES	2,029,063	91,448	341,103,290	354,950,05
:	SHAREHOLDERS' EQUITY				
35.	Paid up/Assigned share capital	1,653,621	1,653,621	1,653,621	1,653,62
36.	Share premium/(discount)	17,561,629	17,561,629	17,561,629	17,561,62
37.	Revaluation reserves - (Buildings)	-	-	1,036,048	1,154,32
8.	Retained earnings/(Accumulated losses)	12,802,385	16,464,597	43,903,009	53,674,18
39.	Statutory loan loss reserves	-	-	8,051,567	6,993,26
0.	Other reserves	(513)	(41,614)	(856,084)	(3,873,628
1. 2.	Proposed dividends Translation reserve		-	- (1,756,759)	(645,903
12. 13.		32,017,122	35,638,233	69,593,031	76,517,49
+3. 14.	TOTAL SHAREHOLDERS' EQUITY Non controlling interest	52,017,122		4,455,046	5,132,09
15.	TOTAL LIABILITIES & SHAREHOLDERS' EQUITY	34,046,185	35,729,681	415,151,367	436,599,640
		5 .,0 .0,05	55,. 25,501		100,000,04
		СОМ	PANY	GRC	OUP

		СОМ	COMPANY		GROUP		
STA	TEMENT OF COMPREHENSIVE INCOME	AUDITED DEC 2021 (KSHS'000)	AUDITED DEC 2022 (KSHS'000)	AUDITED DEC 2021 (KSHS'000)	AUDITED DEC 2022 (KSHS'000)		
01.	INTEREST INCOME 11 Loans and advances 1.2 Government securities 1.3 Deposits and placements with banking institutions 1.4 Other interest income	- 3,028 33,963 -	- 86,040 33,356 -	23,769,022 9,070,237 231,501 10,708	26,259,209 10,477,135 569,978 44,875		
	I.5 Total interest income	36,991	119,396	33,081,468	37,351,197		
02.	INTEREST EXPENSE 2.1 Customer deposits 2.2 Deposits and placements from banking institutions 2.3 Other interest expenses			10,256,364 961,451 986,759	11,597,717 1,430,228 1,378,731		
	2.4 Total interest expense	-	-	12,204,574	14,406,676		
03.	NET INTEREST INCOME <mark>/ (LOSS)</mark>	36,991	119,396	20,876,894	22,944,521		
04.	OTHER OPERATING INCOME 4.1 Fees and commissions on loans and advances 4.2 Other fees and commissions 4.3 Foreign exchange trading income/(loss) 4.4 Dividend income 4.5 Other income	- - - 6,778,527 2,817	- - - 6,073,676 10,768	1,938,483 2,937,743 1,732,746 - 2,126,648	2,185,691 3,700,780 5,042,627 - 1,794,453		
	4.6 Total non-inte <mark>rest income</mark>	6,781,344	6,084,444	8,735,620	12,723,551		
05.	TOTAL OPERATING INCOME	6,818,335	6,203,840	29,612,514	35,668,072		
06.	OTHER OPERATING EXPENSES 6.1 Loan loss provisions 6.2 Staff costs 6.3 Directors' emoluments 6.4 Rentals charges 6.5 Depreciation charge on property and equipment 6.6 Amortisation charges		- - - -	4,199,601 5,896,892 105,021 568,098 1,320,783 702,187	5,245,020 6,472,873 114,322 716,283 1,597,298 873,728 6,738,265		
	6.7 Other operating expenses 6.8 Total other Operating Expenses	114,249 114,249	54,121 54,121	4,955,916 17,748,498	6,318,366 21,337,890		
07.	PROFIT/ (LOSS) BEFORE TAX AND EXCEPTIONAL ITEMS	6,704,086	6,149,719	11,864,016	14,330,182		
08.	Share of profit of Joint venture	-		548,890	662,150		
<b>09.</b> 10. 11.	PROFIT/(LOSS ) AFTER EXCEPTIONAL ITEMS Current tax Deferred tax	<b>6,704,086</b> (8,118) -	<b>6,149,719</b> (7,075) -	<b>12,412,906</b> (3,883,574) 94,604	<b>14,992,332</b> (4,642,909) 1,234,275		
12.	PROFIT/ (LOSS) AFTER TAX AND EXCEPTIONAL ITEMS	6,695,968	6,142,644	8,623,936	11,583,698		
13.	Non controlling interest	-	-	(493,194)	(390,209)		
14.	PROFIT/ (LOSS ) AFTER TAX, EXCEPTIONAL ITEMS AND NON-CONTROLLING INTEREST	6,695,968	6,142,644	8,130,742	11,193,489		
15.	OTHER COMPREHENSIVE INCOME 15.1 Cains/(Losses) from translating the financial statements of foreign operations 15.2 Fair value changes in financial assets at FVOCI 15.3 Statutory loan loss reserve 15.4 Fair value changes on employee benefits	(1,275)	(41,101) - -	(515,333) (752,181) - 35,022	1,365,147 (3,007,013) - (20,526)		
	15.5 Income tax relating to components of other comprehensive income	-	-	111,898	120,230		
16.	OTHER COMPREHENSIVE INCOME FOR THE YEAR NET OF TAX	(1,275)	(41,101)	(1,120,594)	(1,542,162)		
17.	TOTAL COMPREHENSIVE INCOME FOR THE YEAR	6,694,693	6,101,543	7,503,342	10,041,536		
18.	EARNING PER SHARE - DILUTE & BASIC (KSHS)	4.05	3.71	4.92	6.77		
19.	DIVIDEND PER SHARE - PROPOSED (KSHS)	1.50	2.25	1.50	2.25		

_		GRO	Ur
		AUDITED	AUDITE
ווע	HER DISCLOSURES	DEC 2021 (KSHS'000)	DEC 202 (KSHS'00)
)1.	NON-PERFORMING LOANS AND ADVANCES	(1.5115-000)	(10110-00
<i>'</i> .	a) Gross Non- performing loans and advances	21,448,072	24,966,1
	Less	21,440,072	24,500,1
	b) Interest in suspense	3,677,075	4,268,4
	c) Total Non- performing loans and advances (a-b)	17,770,997	20,697,7
	Less		
	d) Loan loss provisions	11,640,501	13,690,4
	e) Net Non Performing Loans(c-d)	6,130,496	7,007,2
	f) Discounted value of securities	6,130,496	7,007,2
		6,156,156	1,001,1
	g) Net NPLs exposure (e-f)	· ·	
2.	INSIDER LOANS AND ADVANCES		
	a) Directors, shareholders and associates	4,673,365	2,876,8
	b) Employees	2,498,739	2,788,8
	c) Total Insider Loans and Advances	7,172,104	5,665,7
3.	OFF- BALANCE SHEET ITEMS		
	a) Letters of credit, guarantees, acceptances	67,686,750	72,390,
	b) Forwards, swaps and options	21,704,283	42,105,4
	c) Other contingent liabilities	4,068,916	4,949,3
	d) Total Contingent liabilities	93,459,949	119,445,2
4.	CAPITAL STRENGTH		
	a) Core capital	62,133,314	70,667,0
	b) Minimum statutory capital	1,000,000	1,000,0
	c) Excess/ (deficiency)	61,133,314	69,667,0
	d) Supplementary capital	18,339,954	18,313,4
	e) Total capital (a+d)	80,473,268	88,980,
	f) Total risk weighted assets	375,078,849	433,713,2
	g) Core capital/Total deposit liabilities	20.94%	22.6
	h) Minimum statutory ratio	8.00%	8.0
	i) Excess /(Deficiency) (g-h)	12.94%	14.6
	j) Core capital/Total risk weighted assets	16.57%	16.2
	k) Minimum statutory ratio	10.50%	10.5
	l) Excess /(Deficiency) (j-k)	6.07%	5.7
	m) Total capital/Total risk weighted assets	21.46%	20.5
	n) Minimum statutory ratio	14.50%	14.5
1	o) Excess /(Deficiency) (m-n)	6.96%	6.0
	(p) Adjusted Core Capital/Total Deposit Liabilities*	20.98%	22.6
_	(q) Adjusted Core Capital/Total Risk Weighted Assets*	16.60%	16.3
	(r) Adjusted Total Capital/Total Risk Weighted Assets*	21.49%	20.5
5.	LIQUIDITY		
	a) Liquidity ratio	52.26%	46.1
	b) Minimum statutory ratio	20.00%	20.0
_	c) Excess /(Deficiency) (a-b)	32.26%	26.1

\*The adjusted capital ratios include the expected credit loss provisions added back to capital in line with the CBK Guidance Note issued in April 2018 on implementation of IFRS 9. Т

		СОМ	PANY	GROUP			
	SUMMARY OF CONSOLIDATED STATEMENT OF CASH FLOWS	AUDITED DEC 2021 (KSHS'000)	AUDITED DEC 2022 (KSHS'000)	AUDITED DEC 2021 (KSHS'000)	AUDITED DEC 2022 (KSHS'000)		
	Net cash generated from / (used in) operating activities	6,534,777	3,410,519	(14,406,479)	2,943,827		
)	Cash flows used in investing activities	(4,284,013)	(900,263)	138,984	(1,814,953)		
5	Net cash used in financing activities	(1,862,392)	(2,480,432)	3,456,805	(1,600,044)		
3	Net increase / (decrease) in cash and cash equivalents	388,372	29,824	(10,810,690)	(471,170)		
<u> </u>	Cash and cash equivalents at beginning of period	446,059	834,431	21,472,404	10,661,714		
<u> </u>	Cash and cash equivalents at end of period	834,431	864,255	10,661,714	10,190,544		

SUMMARY OF CONSOLIDATED STATEMENT OF CHANGES IN EQU	SHARE CAPITAL (KSHS'000)	SHARE PREMIUM (KSHS'000)	RETAINED EARNINGS (KSHS'000)	OTHER RESERVES (KSHS'000)	NON CONTROLLING INTEREST (KSHS'000)	TOTAL (KSHS'000)
At 1 January 2021	826,811	18,390,507	39,610,553	5,361,472	3,873,796	68,063,139
Other comprehensive income		-	5,963,553	1,047,899	491,890	7,503,342
Transactions with owners	826,810	(828,878)	(1,671,097)	65,401	89,360	(1,518,404)
Audited at 31 December 20	21 1,653,621	17,561,629	43,903,009	6,474,772	4,455,046	74,048,077
At 1 January 2022	1,653,621	17,561,629	43,903,009	6,474,772	4,455,046	74,048,077
Other comprehensive income	· -	-	12,253,374	(2,846,710)	634,872	10,041,536
Transactions with owners	-	-	(2,482,200)	-	42,175	(2,440,025)
Audited at 31 December 20	22 1,653,621	17,561,629	53,674,183	3,628,062	5,132,093	81,649,588

### MESSAGE FROM THE DIRECTORS

#### **Basis of Preparation**

These financial statements are an extract from audited financial statements for the period ended 31 December 2022 which have been prepared in accordance with International Financial Reporting Standards [IFRSs] and Kenyan Company Act, 2015. The principal risks and uncertainties facing the Group and Company as well as the risk management framework are outlined in Note 5 of the consolidated and separate financial statements.

The financial statements were audited by KPMG Kenya and received an unqualified opinion. The financial statements were approved by the Board of Directors on 28 March 2023 and were signed by Messrs Daniel Ndonye. Sarit S. Raja Shah and Sachit S. Raja Shah.

Dividend The Directors recommend payment of a first and final dividend of KShs. 2.25 per share amounting to KShs. 3,720,648,321 for the year ended 31 December 2022. A dividend of KShs. 1.50 per share amounting to KShs. 2,480,432,214 in respect of the year ended 31 December 2021 was paid on the 26 May 2022.

The dividend will be payable to shareholders registered on the Company's Register at the close of business on Thursday 20 April 2023 and will be paid on or around Thursday, 25 May 2023. The Register of Members will be closed from Friday, 21 April 2023 to Monday, 24 April 2023 (both days inclusive) for the purpose of processing the dividend.

The complete set of financial statements can be accessed from the institution's website www.imbankgroup.com.



CROUP

The Board of Directors of Diamond Trust Bank Kenya Limited is pleased to announce the audited Group and Bank results for the year ended 31 December 2022

The Board of Directors of Diamond Tr	ust Bank K	enya Limit	ed is pleas	sed to annou		
	GR	OUP	BANK			
STATEMENT OF FINANCIAL POSITION	Dec. 2022	Dec. 2021	Dec. 2022	Dec. 2021		
	Shs 000	Shs 000	Shs 000	Shs 000		
ASSETS Cost (both local and favoire)	Audited	Audited	Audited	Audited		
Cash (both local and foreign) Balances due from Central Banks	9,610,935 27,381,187					
Kenya Government and other securities held for dealing	27,501,107	20,551,002	10,000,509	13,033,998		
purposes	509,115	-	509,115	-		
Investment Securities:						
(a) Held to Maturity: a. Kenya Government securities	73,529,470	83,286,893	73,529,470	92 296 902		
b. Other securities	39,557,546			83,286,893		
(b) At Fair Value:	,,-	,,				
a. Kenya Government securities	59,655,225					
b. Other securities Deposits and balances due from local banking institutions	15,081,978 75,225					
Deposits and balances due from banking institutions	13,225	104,032	13,225	104,032		
abroad	19,377,907	16,031,591	8,314,603	3,746,020		
Income tax recoverable	156,874					
Loans and advances to customers (net) Balances due from group companies	253,674,906	220,425,335	177,757,616	159,180,869		
Investments in associate	70,453	- 62,756	- 1	- 1		
Investment in subsidiary companies			5,752,701	5,752,701		
Investments in joint ventures	-	-	-	-		
Investment properties Property and equipment	6 221 764	- 	-	-		
Property and equipment Right of use asset	6,221,764 5,107,693					
Prepaid lease rentals						
Intangible assets	919,193			356,697		
Goodwill Deferred tax asset	173,372			-		
Retirement benefit asset	11,945,520	9,279,037	8,205,242	6,449,795		
Other assets	3,934,906	2,574,967	1,971,439	1,480,866		
Total Assats						
Total Assets	526,983,269	456,842,717	359,269,886	326,376,730		
LIABILITIES						
Balances due to Central Bank of Kenya	-	-	-	-		
Customer deposits Deposits and balances due to local banking institutions	387,562,471			225,782,765		
Deposits and balances due to banking institutions abroad	18,821,857 7,857,089					
Other money market deposits				- 2,751,550		
Borrowed funds	25,512,526					
Lease liability Balances due to group companies	4,303,857	4,378,520	2,552,003	2,478,269		
Tax payable	66,329	-	_	_		
Dividends payable		-	-	-		
Deferred income tax liability	-	-	-	-		
Retirement benefit liability Other liabilities	-	-	-	-		
	5,197,438	11,493,514	2,934,930	9,670,690		
Total Liabilities	449,321,567	382,289,733	302,992,804	268,809,346		
SHAREHOLDERS' EQUITY Paid up capital	1 118 /09	1 118 /00	1,118,409	1 118 /09		
Share premium	1,118,409 9,006,569					
Revaluation and other reserves	(2,004,468)					
Retained earnings	58,900,970		48,531,609	45,384,579		
Statutory loan loss reserve Proposed dividends	542,996 1,398,011		- 1,398,011	- 838,807		
Capital grants	1,556,011		1,590,011			
Total Shareholders' Equity	68,962,487	67,294,138	56,277,082	57,567,384		
Non controlling interests	8,699,215	7,258,846		-		
Total Equity	77,661,702		56,277,082	57,567,384		
Total Liabilities and Shareholders' Equity	526,983,269	456,842,717	359,269,886	326,376,730		
OTHER DISCLOSURES						
(1) NON -PERFORMING LOANS AND ADVANCES						
(a) Gross non-performing loans and advances	32,230,341		28,167,392			
(b) Interest in suspense	1,199,151					
(c) Total Non-Performing Loans and Advances (a-b)	31.031,190	28.854.848	21.094.507	26.057.876		

(1) NON -PERFORMING LOANS AND ADVANCES	22 220 241	20.056.025	20 167 202	27 150 722
(a) Gross non-performing loans and advances		30,056,035		27,150,732
(b) Interest in suspense	1,199,151			1,092,856
(c) Total Non-Performing Loans and Advances (a-b)			27,094,507	
(d) Loan loss provisions		11,354,391		9,733,402
(e) Net Non-Performing Loans (c-d)	17,314,431			
(f) Discounted Value of Securities	17,314,431	17,500,457	14,868,709	16,324,474
(g) Net NPLs Exposure (e-f)		-	-	-
(2) INSIDER LOANS AND ADVANCES				
(a) Directors, shareholders and associates	3,533,808		2,261,141	2,054,185
(b) Employees	2,134,085		1,615,114	1,477,106
(c) Total Insider Loans and Advances	5,667,893	4,798,727	3,876,255	3,531,291
(3) OFF-BALANCE SHEET ITEMS				
(a) Letters of credit, guarantees, acceptances		40,329,759		
(b) Forwards, swaps, and options	16,433,914	21,114,779	12,661,618	15,353,857
(c) Other contingent liabilities		-	-	-
(d) Total Contingent Liabilities	44,468,145	61,444,538	31,332,876	48,167,907
(4) CAPITAL STRENGTH				
(a) Core Capital			52,984,880	
(b) Minimum Statutory Capital			1,000,000	1,000,000
(c) Excess/(Deficiency)			51,984,880	
(d) Supplementary capital			2,349,408	3,240,675
(e) Total capital (a+d)			55,334,288	53,031,018
(f) Total risk weighted assets			267,006,899	250,695,308
(g) Core capital/total deposit liabilities			21.1%	22.0%
(h) Minimum Statutory Ratio			8.0%	8.0%
(i) Excess/(Deficiency) (g-h)			13.1%	14.0%
(j) Core capital/total risk weighted assets			19.8%	19.9%
(k) Minimum Statutory Ratio			10.5%	10.5%
(l) Excess/(Deficiency) (j-k)			9.3%	9.4%
(m) Total capital/total risk weighted assets			20.7%	21.2%
(n) Minimum Statutory Ratio			14.5%	14.5%
(o) Excess/(Deficiency) (m-n)			6.2%	6.7%
(p) Adjusted Core capital/total deposit liabilities*			21.1%	22.1%
(q) Adjusted Core capital/total risk weighted assets*			19.8%	20.0%
r) Adjusted Total capital/total risk weighted assets*			20.7%	21.3%
(5) LIQUIDITY				
(a) Liquidity Ratio			58.2%	61.6%
(b) Minimum Statutory Ratio			20.0%	20.0%
(c) Excess/(Deficiency) (a-b)			38.2%	41.6%

	GRO	DUP	BANK		
STATEMENT OF COMPREHENSIVE INCOME	Dec. 2022	Dec. 2021	Dec. 2022	Dec. 2021	
	Shs 000	Shs 000	Shs 000	Shs 000	
INTEREST INCOME	Audited	Audited	Audited	Audited	
Loans and advances	21,070,891	18,586,241	14,091,521	12,928,806	
Government securities	18,692,325		13,546,387		
Deposits and placements with banking institutions	303,671		54,887	86,585	
Other interest income	-	-	-	-	
Total interest income	40,066,887	33,904,379	27,692,795	23,648,195	
INTEREST EXPENSES					
Customer deposits	14,636,005	12,399,992	11,239,814	9,757,426	
Deposits and placements from banking institutions	1,051,438	374,293	780,032	214,118	
Other interest expenses	1,492,347	1,137,521	1,301,198	931,450	
Total interest expenses	17,179,790	13,911,806	13,321,044	10,902,994	
NET INTEREST INCOME	22,887,097	19,992,573	14,371,751	12,745,201	
OTHER OPERATING INCOME					
Fees and commissions on loans and advances	1,684,793		1,245,073	925,453	
Other fees and commissions income	2,580,423		919,065	727,011	
Foreign exchange trading income	4,304,957	2,448,624	3,368,585	1,818,437	
Dividend income	-		150,000	300,000	
Other income	482,649	234,733	87,709	306,137	
Total Non-Interest Income	9,052,822	6,239,853	5,770,432	4,077,038	
	21 020 010	26 222 426	20 1 42 102	16 022 220	
TOTAL OPERATING INCOME	31,939,919	26,232,426	20,142,183	16,822,239	
OPERATING EXPENSES Loan loss provision	7 1 41 776	7 550 110	4 000 762	F 766 27F	
Staff costs	7,141,776		4,989,763	5,766,375	
Directors' emoluments	6,142,788 236,594		3,550,484 145,996	2,785,987 134,854	
Rentals charges	456,477		154,988	148,455	
Depreciation charge on property and equipment	1,447,240		644,254	663,404	
Amortisation charges	352,580		176,407	164,569	
Other operating expenses	6,304,584	4,966,055	3,576,519	2,743,347	
Other operating expenses	0,504,584	4,900,033	5,570,515	2,145,541	
Total operating expenses	22,082,039	19,883,833	13,238,411	12,406,991	
Profit before tax and exceptional items	9,857,880	6,348,593	6,903,772	4,415,248	
Exceptional items	-		-	- 4 415 2 40	
Profit after exceptional items	9,857,880	6,348,593	6,903,772	4,415,248	
Share of associate results Gain/(loss) on modified assets	16,963		- (212 226)	-	
Gailly (1055) off filodified assets	(349,910)	256,000	(313,326)	280,822	
PROFIT BEFORE TAX	9,524,933	6,625,657	6,590,446	4,696,070	
Current tax	(5,671,332)	(4,210,195)	(3,981,647)		
Deferred tax credit	2,940,277	1,998,011	1,910,395	1,505,294	
Profit after tax and exceptional items	6,793,878		4,519,194		
Non controlling interests	732,861			_,	
Profit for the year after tax and non controlling interests	6,061,017		4,519,194	2,963,147	
	-,,-		.,,		
OTHER COMPREHENSIVE INCOME					
Gain from translating the financial statements of foreign					
operations	1,610,626	1,067,279	-	-	
Gain on revaluation of land and buildings	95,186	820,872	-	705,235	
Net loss from changes in fair value of Government					
securities	(2,780,733)	(90,633)	(3,526,050)	(184,771)	
Net (loss)/gain from changes in fair value of equity					
investments	(1,289,691)	87,121	(1,289,691)	87,121	
Income tax relating to these items	(431,490)	(59,260)		(35,262)	
Other comprehensive income for the year net of tax	(2,796,102)	1,825,379	(4,815,741)	572,323	
Total computer income for the second	2 007 770	C 330 0F5		2 525 474	
Total comprehensive income for the year	3,997,776	6,238,852	(296,547)	3,535,470	
Earnings per Share (She per share) basis and diluted	21.69	13.98	16.16	10 60	
Earnings per Share (Shs per share) - basic and diluted Dividend per Share (Shs per share)	21.68 5.00	3.00	16.16 5.00	10.60 3.00	
	5.00	5.00	5.00	5.00	

#### **DECLARATION OF DIVIDEND**

Based on the year-end results achieved, the Directors will recommend to the Shareholders at the Annual General Meeting payment of a first and final dividend of 125.0% (i.e. at Shs 5.00 per share) for the year 2022 on the issued and paid-up share capital of Shs 1,118,408,880, subject to witholding tax, where applicable.

For purposes of payment of the dividend, the Share Register of the Bank will be closed on 12 May 2023 and payment of dividend due to Shareholders on the Register as at the close of business on 12 May 2023, will be made from 15 June 2023.

By order of the Board Stephen Kodumbe Company Secretary

27 March 2023

### MESSAGE FROM THE DIRECTORS

These financial statements are extracts from the books of the institution as audited by KPMG, Kenya and received an unqualified opinion.

The complete set of these financial statements will be available at our registered office at DTB Centre Mombasa Road and online at www.dtbafrica.com for inspection after approval at the Annual General Meeting to be held on 2 June 2023.

Linus GitahiChairmanNasim DevjiManaging DirectorIsmail MawjiDirectorStephen KodumbeCompany Secretary

\* The adjusted Capital Ratios include the expected credit loss provisions added back to Capital in line with the CBK Guidance Note issued in April 2018 on implementation of IFRS9

## **GROUP STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2022**

	Share capital	Share premium	Statutory loan loss reserve	Other reserves	Retained earnings	Proposed dividend	Attributable to equity holders of the Bank	Non controlling interests	Total
	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000
At 1 January 2022	1,118,409	9,006,569	-	1,476,079	54,854,274	838,807	67,294,138	7,258,846	74,552,984
Profit for the year	-	-	-	-	6,061,017	-	6,061,017	732,861	6,793,878
Other comprehensive income	-	-	-	(3,408,262)	-	-	(3,408,262)	700,478	(2,707,784)
Net revaluation surplus on property & equipment	-	-	-	43,763	-	-	43,763	22,867	66,630
Transfer of excess depreciation	-	-	-	(35,609)	35,609	-	-	-	-
Deferred tax on transfer of excess depreciation	-	-	-	6, 121	(6,121)	-	-	-	-
Increase in deferred tax on revaluation following change in tax rate from 5% to 15%	-	-	-	(154,948)	-	-	(154,948)	-	(154,948)
Statutory loan loss reserve	-	-	542,996	-	(542,996)	-	-	-	-
Legal and public investment reserve	-	-	-	68,388	(68,388)	-	-	-	-
Total comprehensive income	-	-	542,996	(3,480,547)	5,479,121	-	2,541,570	1,456,206	3,997,776
Transactions with owners in their capacity as owners:									
Dividends:									
- Final for 2021 paid	-	-	-	-	-	(838,807)	(838,807)	-	(838,807)
- Proposed for 2022	-	-	-	-	(1,398,011)	1,398,011	-	-	-
Expenses related to issue of bonus shares in DTB Uganda	-	-	-	-	(34,414)		(34,414)	(15,837)	(50,251)
Total transactions with owners, recognised directly in equity	-	-	-	-	(1,432,425)	559,204	(873,221)	(15,837)	(889,058)
At end of year	1,118,409	9,006,569	542,996	(2,004,468)	58,900,970	1,398,011	68,962,487	8,699,215	77,661,702

## **GROUP STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2021**

	Share capital Shs'000	Share premium Shs'000	Statutory loan loss reserve Shs'000	Other reserves Shs'000	Retained earnings Shs'000	Proposed dividend Shs'000	Attributable to equity holders of the Bank Shs'000	Non controlling interests Shs'000	Total Shs'000
At 1 January 2021	1,118,409	9,006,569	789,473	53,331	51,002,806	-	61,970,588	6,343,544	68,314,132
Profit for the year	-	-	-	-	3,908,411	-	3,908,411	505,062	4,413,473
Other comprehensive income	-	-	-	671,691	-	-	671,691	386,605	1,058,296
Net revaluation surplus on property & equipment	-	-	-	743,448	-	-	743,448	23,635	767,083
Transfer of excess depreciation	-	-	-	(33, 114)	33, 114	-	-	-	-
Deferred tax on transfer of excess depreciation	-	-	-	2,332	(2,332)	-	-	-	-
Statutory loan loss reserve	-	-	(789,473)	-	789,473	-	-	-	-
Legal and public investment reserve	-	-	-	38,391	(38,391)	-	-	-	-
Total comprehensive income	-	-	(789,473)	1,422,748	4,690,275	-	5,323,550	915,302	6,238,852
Transactions with owners in their capacity as owners:									
Dividends:									
- Proposed for 2021	-	-	-	-	(838,807)	838,807	-	-	-
Total transactions with owners, recognised directly in equity	-	-	-		(838,807)	838,807	-	-	-
At end of year	1,118,409	9,006,569	-	1,476,079	54,854,274	838,807	67,294,138	7,258,846	74,552,984

## **BANK STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2022**

	Share capital	Share premium	Other reserves	Retained earnings	Proposed dividend	Total
	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000
At 1 January 2022	1,118,409	9,006,569	1,219,020	45,384,579	838,807	57,567,384
Profit for the year	-	-	-	4,519,194	-	4,519,194
Net loss from changes in fair value of government securities	-	-	(3,526,050)		-	(3,526,050)
Net gain from changes in fair value of equity investments	-	-	(1,289,691)	-	-	(1,289,691)
Transfer of excess depreciation	-	-	(30,408)	30,408	-	-
Deferred tax on transfer of excess depreciation	-	-	4,561	(4,561)	-	-
Increase in deferred tax on revaluation following change in tax rate from 5% to 15%	-	-	(154,948)	-	-	(154,948)
Total comprehensive income	-	-	(4,996,536)	4,545,041	-	(451,495)
Transactions with owners in their capacity as owners:						
Dividends:						
- Final for 2021 paid	-	-	-	-	(838,807)	(838,807)
- Proposed for 2022	-	-	-	(1,398,011)	1,398,011	-
Total transactions with owners, recognised directly in equity		-	-	(1,398,011)	559,204	(838,807)
At end of year	1,118,409	9,006,569	(3,777,516)	48,531,609	1,398,011	56,277,082

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## **BANK STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2021**

	Share capital	Share premium	Other reserves	Retained earnings	Proposed dividend	Total
	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000
At 1 January 2021	1,118,409	9,006,569	675,585	43,231,351	-	54,031,914
Profit for the year	-	-	-	2,963,147	-	2,963,147
Net revaluation surplus on property & equipment	-	-	669,973	-	-	669,973
Net loss from changes in fair value of government securities	-	-	(184,771)	-	-	(184,771)
Net gain from changes in fair value of equity investments	-	-	87, 121	-	-	87, 121
Transfer of excess depreciation	-	-	(30,408)	30,408	-	-
Deferred tax on transfer of excess depreciation	-	-	1,520	(1,520)	-	-
Total comprehensive income	-	-	543,435	2,992,035	-	3,535,470
Transactions with owners in their capacity as owners:						
Dividends:						
- Proposed for 2021	-	-	-	(838,807)	838,807	-
Total transactions with owners, recognised directly in equity	-	-	-	(838,807)	838,807	-
At end of year	1,118,409	9,006,569	1,219,020	45,384,579	838,807	57,567,384

## **GROUP AND BANK STATEMENTS OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2022**

		Group	В	ank	
	2022	2021	2022	2021	
	Shs'000	Shs'000	Shs'000	Shs'000	
Cash flows (used in)/generated from operating activities					
Cash (used in)/generated from operating activities	(22,769,556)	(13,552,526)	(23,502,896)	(1,592)	
Interest received	40, 129, 625	32,615,973	28,054,856	22,735,728	
Interest paid	(14,271,594)	(12,372,396)	(11,026,414)	(9,667,366)	
Income taxes paid	(5, 190, 971)	(3,544,020)	(4,080,585)	(2,719,708)	
Net cash (used in)/ generated from operating activities	(2,102,496)	3,147,031	(10,555,039)	10,347,062	
Cash flows (used in)/generated from investing activities					
Purchase of property and equipment	(1,774,397)	(762,109)	(963,154)	(215,528)	
Purchase of intangible assets - software costs	(516,785)	(155,761)	(296,601)	(121,239)	
Net proceeds from sale of investment in Government securities	(10,594)	215,285	(10,594)	215,285	
Proceeds from sale of property and equipment	6,818	9,960	742	7,381	
Dividend received	-	-	150,000	300,000	
Net cash (used in)/generated from investing activities	(2,294,958)	(692,625)	(1,119,607)	185,899	
Cash flows generated from/(used in) financing activities					
Proceeds from borrowings	12,437,500	3,276,000	12,437,500	3,276,000	
Payment of principal portion of borrowings	(7,354,414)	(2,853,739)	(7, 196, 921)	(2,555,483)	
Interest paid on borrowings	(1,234,359)	(728,338)	(764,471)	(675,627)	
Payments for principal and interest portions of the lease liability	(948,915)	(858,975)	(397,521)	(370,609)	
Dividends paid to equity holders of the bank	(838,807)		(838,807)	-	
Net cash generated from/(used in) financing activities	2,061,005	(1,165,052)	3,239,780	(325,719)	
Net (decrease)/increase in cash and cash equivalents	(2,336,449)	1,289,354	(8,434,866)	10,207,242	
Cash and cash equivalents at start of year	12,774,268	10,543,897	(54,650)	(10,261,892)	
Effect of exchange rate fluctuations	(1,169,988)	941,017	-	-	
	11,604,280	11,484,914	(54,650)	(10,261,892)	
Cash and cash equivalents at end of year	9,267,831	12,774,268	(8,489,516)	(54,650)	



# DTB's profit grows 54%, increases dividend by 67%, on course to expand East African branch footprint to 150+ in 2023.

**Nairobi, March 27, 2023:** Diamond Trust Bank (DTB) has announced pretax profits of KShs 9.5 billion for the year ended 31 December 2022, a significant 44% increase from the previous year. The East African banking group's 2022 after-tax profits also grew by 54% during the year to KShs 6.8 billion. This was on the back of enhanced interest income earnings and fee income growth during the year.

The Group's asset base crossed the half a trillion mark to close at KShs 527 billion, growing by 15% in 2022. Customer deposits closed at a record Kshs 388 billion, which was 17% above the previous year. As a testimony to the Group's strong and diverse market presence and performance in East Africa, the contribution of DTB's subsidiaries to the overall results of the Group continues to grow, with the banking subsidiaries in Tanzania, Uganda and Burundi making up one third of the Group's assets and profitability.

Following this strong performance, the Board has proposed a dividend of KShs 1.4 billion, or KShs 5.00 per share, reflecting a 67% growth in the dividends paid last year.

DTB Chairman Linus Gitahi said that the Board will continue to progressively increase the dividend pay outs, on the back of an improving performance by the Group as well as ensuring that there is an equitable balance between rewarding shareholders and retaining capital to fund DTB's ambitious growth aspirations.

"We continue to maintain our strategic focus of pivoting DTB as a socioeconomically relevant corporate citizen of East Africa and this is characterised by the significant investments we have been making, particularly since last year, in expanding our geographic and digital footprint in the region." said Mr Gitahi.

DTB is implementing a rapid and aggressive branch expansion strategy. The Group has opened 10 new branches since July last year in Kenya alone and

plans to open another 20 branches over the next nine months. This will increase DTB's footprint in East Africa to over 150 branches by the end of the year.

DTB is also pursuing an ambitious digital transformation journey since 2022, anchored on building capacity, fostering partnerships with fintechs and other tech-enabled entities, and offering innovative and diverse digital solutions to its growing customer base.

DTB Group has set aside over KShs 3 billion to fund the investments it has initiated since last year to augment its branch footprint and implement its digital transformation agenda.

Nasim Devji, DTB's Chief Executive Officer, said the Group is confident that the investments it is making in expanding its traditional branch footprint as well as in its digital transformation journey will deliver value to its customers as well as shareholders.

"We believe that the investments we are making in our people, branch and digital platforms will deliver not just convenience and ease of access to our customers, but also provide them with innovative value propositions which speak to their needs. That is what being customer-centric is all about." said Ms Devji.

Ms. Devji added that the results of implementing these strategic growth objectives are already beginning to be seen, judging by the 54% growth in DTB's customer base across East Africa last year, as well as the growth in the Group's financial performance in 2022.

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## About DTB

Diamond Trust Bank Kenya Limited (DTB) is a leading regional bank listed on the Nairobi Securities Exchange (NSE). An affiliate of the Aga Khan Development Network (AKDN), DTB has operated in East Africa for in East Africa for over 75 years. DTB Provides an extensive range of innovative banking solutions through its 135-plus branch network and digital channels across East Africa, anchoring its reputation as an award-winning superior customer experience financial services provider.

# EQUITY GROUP HOLDINGS PLC AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2022



EQUITY BANK (KENYA) EQUITY GR LIMITED		EQUITY GROU	UP HOLDINGS PLC			EQUITY BAN Limi			EQUITY GROU	UP HOLDINGS PL	с		
	BA	NK		IPANY	GRO			BAI	NK		PANY	GRO	
STATEMENT OF FINANCIAL POSITION AS AT	31st Dec 2021 Shs. '000' (Audited)	31st Dec 2022 Shs. '000' (Audited)	31st Dec 2021 Shs. '000' (Audited)	31st Dec 2022 Shs. '000' (Audited)	31st Dec 2021 Shs. '000' (Audited)	31st Dec 2022 Shs. '000' (Audited)	OTHER DISCLOSURES	31st Dec 2021 Shs. '000' (Audited)	31st Dec 2022 Shs. '000' (Audited)	31st Dec 2021 Shs. '000' (Audited)	31st Dec 2022 Shs. '000' (Audited)	31st Dec 2021 Shs. '000' (Audited)	31st Dec 2022 Shs. '000' (Audited)
A. ASSETS 1. Cash (both local & foreign)	13,433,637	13,946,713	11,102,776	14,409,974	62,747,113	66,708,559	1) NON-PERFORMING LOANS AND ADVANCES			(Audited)	(Addited)		
<ol> <li>Cash (both local &amp; loreign)</li> <li>Balances due from Central Bank of Kenya</li> <li>Kenya Government and other securities held</li> </ol>	13,723,722	18,765,647			13,723,722	18,765,647	<ul> <li>a) Gross non performing loans and advances</li> <li>b) Less interest in suspense</li> </ul>	35,470,102 6,581,408	39,144,391 9,042,023		-	53,855,751 9,351,743	63,134,379 13,013,091
for dealing purposes 4. Financial assets at fair value through profit and	-	-	-	-	-	-	<ul> <li>c) Total non-performing loans and advances (a-b)</li> <li>d) Less loan loss provision</li> </ul>	<b>28,888,694</b> 19,055,037	<b>30,102,368</b> 19,735,572	-	-	<b>44,504,008</b> 27,663,281	50,121,288 31,512,828
loss 5. Investment securities:	339,082,615		-	-	394,101,448	393,983,864	e) Net non- performing loans (c-d) f) Discounted value of securities	<b>9,833,657</b> 9,833,657	<b>10,366,796</b> 10,366,796	-	-	16,840,727 16,840,727	<b>18,608,460</b> 17,039,445
a) Amortised Cost: a. Kenya Government securities b. Other securities	<b>12,605,835</b> 12,605,835	<b>9,571,137</b> 9,571,137	Ē	-	<b>13,707,113</b> 12,605,835 1 101 278	<b>19,448,083</b> 12,237,041 7,211,042	g) Net NPLs exposure (e-f)	-		-	-	-	1,569,015
<ul> <li>b) Uther securities</li> <li>b) Fair value through other comprehensive income (FVOCI):</li> </ul>	326,476,780	310,687,725	-	-	1,101,278 <b>380,394,335</b>	7,211,042 374,535,781	2) INSIDER LOANS AND ADVANCES a) Directors, shareholders and associates	5,448,385	6,442,159	-	-	7,872,267	7,961,065
a. Kenya Government securities b. Other securities	215,880,077 110,596,703	206,633,893 104,053,832	-	-	215,880,077 164,514,258	206,972,825 167,562,956	b) Employees c) Total insider loans and advances and other	6,949,088 12,397,473	8,080,930 14,523,089	-	-	9,838,368 17,710,635	14,232,484 22,193,549
<ol> <li>Deposits and balances due from local banking institutions</li> </ol>	10,579,240	18,438,640	-	-	71,016,771	81,095,947	facilities 3) OFF BALANCE SHEET ITEMS						
<ol> <li>Deposits and balances due from banking institutions abroad</li> </ol>	71,642,727	25,671,494	-	-	95,293,948	65,798,488	<ul> <li>a) Letter of credit, guarantees and acceptances</li> <li>b) Forwards, swaps and options</li> </ul>	84,420,733 31,858,978	113,169,840 14,333,691	-	-	118,887,152 31,858,978	162,553,364 25,753,954
<ol> <li>Tax recoverable</li> <li>Loans and advances to customers (net)</li> </ol>	239,076 381,742,909	850,525 429,821,383	-	147,360	562,166 587,775,071	1,727,814 706,588,156	<ul> <li>c) Other contigent liabilities</li> <li>d) Total contigent liabilities</li> </ul>	116,279,711	-	-	-	150,746,130	188,307,318
<ol> <li>Balances due from group companies</li> <li>Investments in associates</li> </ol>	607,160	959,928	-	-	-	-	4) CAPITAL STRENGTH a) Core capital	93,843,221	121,149,261			135,753,752	177,328,347
12. Investments in subsidiary companies 13. Investments in joint ventures	1	-	81,234,820 -	93,432,939	-	-	b) Minimum statutory capital	1,000,000	1,000,000 120,149,261	-	-	4,173,124 131,580,628	4,173,124 173,155,223
14. Investment properties 15. Property and equipment	- 4,446,229	- 5,764,696	- 10,473	8,876	5,580,558 15,199,979	6,115,091 18,898,943	<ul> <li>c) Excess / (deficiency)</li> <li>d) Supplementary capital</li> <li>e) Total capital (a+d)</li> </ul>	38,652,350 132,495,571	37,232,858 158,382,119	-	-	50,430,660 186,184,412	51,444,445 228,772,792
16. Prepaid lease rentals 17. Intangible assets	- 8,533,952	- 10,892,789	-	-	- 10,738,263	- 12,527,909	f) Total risk weighted assets	132,495,571 704,635,701	768,315,225	-	-	1,051,431,620	
18. Deferred tax asset 19. Retirement benefit asset	12,878,475	22,989,070	113,318	318,517	14,939,828	27,244,000	Ratios g) Core capital / total deposit liabilities	14.5%	18.7%	-	-	14.2%	16.9%
20. Other assets 21. TOTAL ASSETS	20,505,150 877,414,892	25,652,013 894,011,760	7,308,054 99,769,441	1,727,823 110,045,489	33,234,957 1,304,913,824	47,556,158 1,447,010,576	h) Minimum statutory ratio i) Excess / (deficiency) (g-h)	8.0% <b>6.5%</b>	8.0% <b>10.7%</b>	-	-	8.0% <b>6.2%</b>	8.0% <b>8.9%</b>
<ul> <li>B. LIABILITIES</li> <li>22. Balances due to Central Bank of Kenya</li> </ul>							<ul> <li>j) Core capital / total risk weighted assets</li> <li>k) Minimum statutory ratio</li> </ul>	<b>13.3%</b> 10.5%	<b>15.8%</b> 10.5%	-	-	<b>12.9%</b> 10.5%	<b>15.6%</b> 10.5%
<ul> <li>22. Balances due to Central Bank of Kenya</li> <li>23. Customer deposits</li> <li>24. Deposits and balances due to local banking</li> </ul>	469,671,798	517,217,504	-	-	958,977,000	1,052,161,597	l) Excess / (deficiency) [j-k) m) Total capital/ total risk weighted assets	2.8% 18.8%	5.3% 20.6%		-	2.4% 17.7%	5.1% 20.2%
<ol> <li>Deposits and balances due to local banking institutions</li> <li>Deposits and balances due to foreign banking</li> </ol>	170 704 454	120 150 (0)	-		-	-	n) Minimum statutory ratio o) Excess / (deficiency) (m-n)	14.5% 4.3%	14.5% 6.1%	-	-	14.5% 3.2%	14.5% 5.7%
institutions 26. Other money market deposits	178,781,156 3,751,309	130,153,486 43,849,440	_	_	4,427,745	- 43,849,440	(p) Adjusted core capital / total deposit liabilities*	4.5 <i>%</i>	18.7%	-	-	14.2%	16.9%
27. Borrowed funds 28. Balances due to group companies	95,333,081 12,397	88,174,860 -	11,461,062	12,629,259	123,912,325	113,692,466	(q) Adjusted core capital / total risk weighted assets* (r) Adjusted total capital / total risk weighted	13.3%	15.8%	-	-	12.9%	15.6%
29. Tax payable 30. Dividends payable	7,000,000	-	62,504 -	-	925,351	1,830,443	assets*	18.8%	20.6%	-	-	17.7%	20.2%
31. Deferred tax liability 32. Retirement benefit liability	-	-	-	-	970,766 1,268,608	1,642,018 1,856,467	5) LIQUIDITY a) Liquidity ratio b) Minimum statutory ratio	<b>92.4%</b> 20.0%	<b>67.5%</b> 20.0%	-	-	<b>63.4%</b> 20.0%	<b>52.1%</b> 20.0%
<ul><li>33. Other liabilities</li><li>34. TOTAL LIABILITIES</li></ul>	16,465,530 771,015,271	17,089,079 796,484,369	1,346,771 12,870,337	561,257 13,190,516	38,240,659 1,128,722,454	49,766,873 <b>1,264,799,304</b>	c) Excess / (deficiency) (a-b)	20.0% 72.4%	47.5%			20.0% 43.4%	20.0% 32.1%
C. SHAREHOLDERS' FUNDS							GROWTH IN DEPOSITS			GROW	TH IN TOTAL	ASSETS	
<ul> <li>35. Paid up / assigned capital</li> <li>36. Share premium / (discount)</li> <li>37. Bevaluation reserve</li> </ul>	30,000,000 9,964,132 (322,075)	30,000,000 9,964,132 (26,588,128)	1,886,837 15,325,264	1,886,837 15,325,264	1,886,837 15,325,264 (6,316,207)	1,886,837 15,325,264 (32,172,566)	(In Shs Millions)				In Shs Million		
<ol> <li>Revaluation reserve</li> <li>Retained earnings / accumulated losses</li> <li>Statutory loan loss reserve</li> </ol>	(322,075) 66,757,564 -	(24,588,128) 82,151,387 -	- 58,365,979 -	- 79,642,872 -	(6,316,207) 146,780,570 171,039	(32,172,564) 189,572,966 1,582,327	1,200,000 1,000,000 - 958,977	1,052,162	1,600,000 1,400,000			1,304,914	1,447,010
40. Other reserves 41. Proposed dividends	-	-	- 	-	-	-	800,000 - 740,801		1,200,000 - 1,000,000 -			,015,093	
41. Proposed dividends 42. Non controlling interests 43. TOTAL SHAREHOLDERS' FUNDS	106,399,621	- 97,527,391	-	96.854.070	11,321,024 7,022,843 <b>176,191,370</b>	6,016,442 182,211,272	600,000 - 422,758 482,752 400,000 -		800,000 -	573,385	673,683		
43. TOTAL SHAREHOLDERS' FUNDS 44. TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS		97,527,391 894,011,760		96,854,973 110,045,489	176,191,370 1,304,913,824		200,000 -		400,000 - 200,000 -				
STATEMENT OF COMPREHENSIVE INCOME							2018 2019 2020 2021	2022		2018	2019	2020 2021	2022
1. INTEREST INCOME 1.1 Loans and advances 1.2 Government acquisition	40,042,329	47,698,257	-	-	63,816,320	78,231,754	GROWTH IN PROFIT BEFORE TAX						
<ul> <li>1.2 Government securities</li> <li>1.3 Deposits and placements with banking institutions</li> </ul>	26,027,769 450,346	33,872,981 665,419	603,150	701,929	29,453,698 868,056	40,024,145 1,214,903	(In Shs Millions)						
1.4 Other interest Income	133,216	50,543	-	-	206,956	163,606	60,000 - 51,881	59,843					
1.5 Total interest income 2. INTEREST EXPENSES	66,653,660	82,287,200	603,150	701,929	94,345,030	119,634,408	50,000 - 40,000 - 21,477						
2.1 Customer deposits 2.2 Deposits and placements from banking	13,367,359 142,019	16,118,404 1,271,317	Ī	-	17,877,502 1,547,215	22,426,524 2,906,208	30,000 - 28,463 31,477 20,000 - 22,170						
2.3 Other interest expense	3,721,930	6,486,212	570,062	814,259	6,109,339	8,302,634	20,000 - 10,000 -						
2.4 Total interest expenses 3. NET INTEREST INCOME	17,231,308 49,422,352	23,875,933 58,411,267	570,062 33,088	814,259 (112,330)	25,534,056 68,810,974	33,635,366 85,999,042	2018 2019 2020 2021	2022					
4. NON-INTEREST INCOME			1,500	,,			*The adjusted capital ratios include the expected cred April 2018 on implementation of IFRS 9.	it loss provision	ns added back	to capital in i	line with the C	CBK guidance no	te issued in
<ul><li>4.1 Fees and commissions income on loans &amp; advances</li><li>4.2 Other fees and commissions income</li></ul>	6,766,149 8,959,322	7,554,588 9,581,330	-	-	7,743,510 21,601,439	8,893,241 28,126,834	Proposed Dividend						
4.2 Other rees and commissions income 4.3 Foreign exchange trading income 4.4 Dividend income	8,959,322 3,810,531	9,581,330 6,483,484 -	- - 8,703,347	- - 22,140,458	8,186,655	28,126,834 12,969,690	The Board of Directors has recommended a dividend of						
4.5 Other income 4.6 Total non-interest income	3,337,767 22,873,769	3,920,373 27,539,775	(97,023) 8,606,324	(549,130) <b>21,591,328</b>	7,043,811 <b>44,575,415</b>	9,946,415 <b>59,936,180</b>	share capital of the Company for the financial year endo on or before 30th June 2023, to the members of the Co						
5. TOTAL OPERATING INCOME	72,296,121	85,951,042	8,639,412	21,591,328	113,386,389	145,935,222	Annual General Meeting		5	,			-
6. OPERATING EXPENSES 6.1 Loan loss provision	2,359,783	7,836,716	(1,168)	-	5,844,707	15,414,322	A general meeting will be held on 21st June 2023. Deta	ails to be comm	nunicated in du	ie course			
<ul><li>6.2 Staff costs</li><li>6.3 Directors' emoluments</li></ul>	11,096,447 38,187	14,163,580 48,924	10,204 35,515	37,646 55,328	19,108,213 181,817	24,776,799 230,637	Message from the Directors						
6.4 Rental charges 6.5 Depreciation on property and equipment	285,475 2,684,601	255,920 2,484,836	1,174 1,779	3,262 1,821	460,985 5,240,378	429,879 5,289,202	The statement of financial position, the statement of co the financial records of the Company and its subsidiarie						
6.6 Ammortisation charges 6.7 Other operating expenses 6.8 Total operating expenses	971,519 13,817,798 31,253,810	1,014,627 18,144,384	- 153,261 200 765	- 309,598 <b>407,655</b>	1,987,182 28,682,087	2,082,281 37,868,317 <b>86,091,437</b>	issued an unqualified opinion on the Financials. These http:/www.equitygroupholdings.com/investor-relation	published state	ements are als	so available on	n the Group's w	website	
6.8 Total operating expenses 7.0 Profit / (loss) before tax and exceptional items	31,253,810 41,042,311	43,948,987 42,002,055	200,765 8,438,647	21,071,343	61,505,369 51,881,020	86,091,437 59,843,785	To get a full picture of the Group's performance, the co						
8.0 Exceptional items 9.0 Profit / (loss) after exceptional items 10 Current tax	41,042,311	42,002,055	- 8,438,647	21,071,343	51,881,020	<b>59,843,785</b>	http:/www.equitygroupholdings.com/investor-relation						
10. Current tax 11. Deferred tax 12. Profit / (loss) after tax and exceptional items	(8,117,434) (740,056) <b>32,184,821</b>	(8,319,090) (289,142) <b>33,393,823</b>	(161,189) 23,263 <b>8,300,721</b>	205,550 21,276,893	(11,425,908) (383,498) <b>40,071,614</b>	(12,689,391) (1,051,853) <b>46,102,541</b>	Equity Centre, 9th Floor, Hospital Road, Upper Hill.						
<ol> <li>Profit / (loss) after tax and exceptional items</li> <li>12.1 Non-controlling interest</li> <li>Profit / (loss) after tax and exceptional items and</li> </ol>	-	-	-	-	(897,185)	(1,208,545)	Banking						
<ol> <li>Profit / (loss) after tax and exceptional items and minority interest</li> <li>Other comprehensive income</li> </ol>	32,184,821	33,393,823	8,300,721	21,276,893	39,174,429	44,893,996	500 B	rand	Fin	anc	2		
14.1 Gains / (losses) from translating the financial statements of foreign operations	-	-	-	-	4,173,515	2,936,236		lost Valuable a					
14.2 Fair value changes in FVOCI financial assets 14.3 Remeasurement of defined benefit obligation	(5,482,620)	(24,266,053)	-	-	(7,098,035) 786,750	(29,019,919) (572,765)	2023						
14.4 Share of other comprehensive income of associates	-	-	-	-		-	World's strongest banking brands : • Position 4 - in the World	2023		00 most valuab 21 – in the wor		ands 2023	
14.5 Income tax relating to components of other comprehensive income	-	-	-	-	-	-	Brand Strength Rating (BSR) o	f AAA+	Position 3 -				
15. Other comprehensive income for the year, net of tax	(5,482,620)			-	(2,137,770)	(26,656,448)							
16. Total comprehensive income for the year Earnings per share - Basic & diluted	26,702,201 1,072.83	<b>9,127,770</b> 1,113.13	<b>8,300,721</b> 2.20	<b>21,276,893</b> 5.64 4.00	<b>37,933,844</b> 10.38	<b>19,446,093</b> 11.90	ର					11	
Dividend per share - Declared	233.33	600.00	3.00	4.00	3.00	4.00	Signed				Si	gned	
			}; <b>←</b>		• 📰 🐑		/~ Prof. Isaac Macharia				Dr	r. James Mwangi, (	<b>`</b> BC

Equity Group Holdings Plc and Equity Bank (Kenya) Limited are regulated by the Central Bank of Kenya.



Group Chairman

Dr. James Mwangi, CBS Group Managing Director & CEO



## Audited financial results of the Group and Bank for the year ended 31st December 2022

	Aud	dited fine	ancial	results	of the	Group c		
1	STATEMENT OF FINANCIAL POSITION	BAN	NK	_	MPANY		OUP	ļļ
		31st Dec, 2022 Audited Shs '000	Audited	2022 Audited	2 2021 Audited	2022 Audited	2021 Audited	
1 2	ASSETS Cash ( both Local & Foreign) Balances due from Central Banks Kon van Concementar to saw itijns hold for dealing purposes	11,601,111 19,269,770	8,926,168	- 8		14,595,005	10,643,165	5
4 5	Kenyan Government securities held for dealing purposes Financial assets at fair value through profit & loss <b>Investment Securities:</b> a) Held the Maturity	s - 953,929	- 911,863	-	:	953,929	911,863	
	a) Held to Maturity a. Kenya Government securities b. Other securities <b>b) Available for sale:</b>	123,454,078 5,803,816			. :	123,454,078 18,367,609		
	<ul> <li>b) Available for sale:         <ul> <li>a. Kenya Government securities</li> <li>b. Other securities</li> </ul> </li> <li>Deposits and balances due from local banking institutions</li> </ul>	81,918,941 50,769 4,659,010	49,526	- ,	-	81,918,941 5,036,976 4,659,010	4,418,432	2 2
7 8	Deposits and balances due from banking institutions abroad Tax recoverable	14,223,438 2,068,011	38,353,641 -		3 36,212	21,033,832 2,231,441	44,285,263 390,080	3
9	Loans and advances to customers (net) Balances due from banking institutions in the group	249,898,626 6,268,918	220,019,614	L	· · ·	278,920,795		
11	Investments in associates	2,432,436	2,432,436	332,593	332,593	4,069,660	3,956,460	
13	Investments in subsidiary companies Investments in joint ventures	23,002	23,002	74,081,089	70,608,568	-	-	
14 15	Investment properties Property and equipment	- 1,822,073	1		. :	2,357,377		
16	Prepaid lease rentals Intangible assets	6,125 5,397,874	6,250	) –	:	- 522,125 - 5,810,137	522,250	4
18	Deferred tax asset	5,397,874 9,019,522			24,491			
20		- 28,406,657						
<u>21</u> B	TOTAL ASSETS LIABILITIES							
22 23	Balances due to Central Banks Customer deposits	- 458,619,230	- 431,214,219		:	- 502.675,954	469,890,083	,
24	Deposits and balances due to local banking institutions	961,345	10,623,516	-	-	2,540,687	14,095,935	5
25	Deposits and balances due to foreign banking institutions	5,431,767	1,982,214	·	-	3,373,440	679,347	
26	Other money market deposits Borrowed funds	- 4,206,965	- 6,096,755		:	- - 4,206,965	6,096,755	
28	Balances due to banking institutions in the group	4,206,965 210,943 -	1,073,183	8,959,800	10,297,692	2 -	· · · -	•
30	Tax payable Dividends payable	-	2,437,351 -		 - 19,639	626,510	2,761,211 19,639	
31 32	Deferred tax İlability Retirement benefit liability		1				. 1	
33	Other liabilities	- 18,814,469 <b>488,244,719</b>	- 14,663,533 <b>468,090,771</b>					
	SHAREHOLDERS' FUNDS	488,244,719						
35 36	Paid up /Assigned capital Share Premium	10,859,384 33,406,022						
37	Revaluation reserves Retained earninas	-	-	· · · -	· · · -	· · · -	· · · -	-
39	Statutory loan reserves	32,984,679	-		27,215,242	· · · -	323,044	1 5
40 41	Other reserves Proposed dividends	(1,923,616) 3,706,918			 3 3,706,918	(2,216,739) 3,706,918	(30,512)	)
	Proposed dividends Capital grants		-	· · · -				
		79,033,387	78,642,779			·	123,934	1
	TOTAL SHAREHOLDERS' FUNDS TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	79,033,387 567,278,106	78,642,779 546,733,550					
11	STATEMENT OF COMPREHENSIVE INCOME							l
	INTEREST INCOME	2 251 903	- 104 477			1 227 485		1
1.2		23,351,803 22,823,692	19,192,854	- 1		26,837,485	20,339,834	1
1.3	Deposits and placements with banking institutions	583,194 137,843	479,473	33,214	36,707		518,741	1
1.5	TOTAL INTEREST INCOME	46,896,532			36,707			
2.1		18,845,828				20,753,003		
2.2 2.3	Deposits and placement from banking institutions Other interest expenses	445,630 178,233	108,758	- 3		685,030 287,662	266,832 682,459	2
2.4	TOTAL INTEREST EXPENSE NET INTEREST INCOME	19,469,691	17,620,975	i –		21,725,695	19,477,455	5
4	NON-INTEREST INCOME	27,426,841						
4.1 4.2	Fees and commissions on loans and advances Other fees and commissions	9,547,474 3,523,889	3,300,278	- 3		4,005,174	3,746,811	1
4.3		11,904,857	4,658,390		6,115,000	12,495,587		
4.5	Other income	- 1,057,419	1,391,064	273,054	225,793	2,504,905		
4.6 5	TOTAL NON-INTEREST INCOME TOTAL OPERATING INCOME	26,033,639 53,460,480	19,130,885		6,340,793	30,256,633	22,114,303	3
6	OPERATING EXPENSES	11,019,908				13,062,527		Т
6.2	Staff costs	7,870,746	6,072,301	260,236		10,124,836	7,959,949	
6.4	Rental charges	30,947 858,342	38,616 674,510	86,380 2,058		874,842	189,050 706,335	
6.5	Depreciation charge on property and equipment	388,997	550,540	) -	<u> </u>	966,435 1,246,319	780,195	5
6.7	Other operating expenses	1,045,063 9,684,346	8,158,881	102,258		11,450,907	9,833,224	1
<b>6.8</b> 7	TOTAL OPERATING EXPENSES Profit before tax and exceptional items	<b>30,898,349</b> 22,562,131	<b>26,886,408</b> 16,819,515	<b>450,932</b> 11,714,336	320,843	<b>37,922,272</b> 23,012,892	<b>33,449,887</b> 15,701,369	7
8	Exceptional items	531,125	755,864			724,565	755,864	ļ.
10	PROFIT AFTER EXCEPTIONAL ITEMS Share of associate profit DROELT REFORE TAX	22,031,006	-			203,200	89,485	5
11	PROFIT BEFORE TAX Current tax	22,031,006 (5,088,712)				22,491,527	15,034,990	)
13	Deferred tax	(2,863,472)	1,287,610	) -	- 1,025	(2,950,292)	1,319,627	7
15	PROFIT AFTER TAX AND EXCEPTIONAL ITEMS OTHER COMPREHENSIVE INCOME:	14,078,822	11,381,061	11,666,592	6,008,845	13,778,026	10,223,644	-
	Exchange differences on translation of foreign operations	-		-		305,230	169,607	
	Pair value changes in available-for-sale financial assets	(2,388,214)	(1,105,905)	Ţ	:	(2,491,457)		1
15.4	Revaluation surplus on property, plant and equipment Share of comprehensive income of associates	-					-	•
15.5	Income tax relating to components of other comprehensive income	-		-		-		
16	OTHER COMPREHENSIVE INCOME FOR THE YEAR NET OF TAX	(2,388,214)				(=)		<u> </u>
17		<b>11,690,608</b> 25.93	10,275,156	11,666,592		11,591,799	9,145,652	2
	EARNINGS PER SHARE - BASIC & DILUTED (Shs) INTERIM DIVIDEND PER SHARE - DECLARED (Shs)	25.93 9.76						

9.76 6.83

6.08 11.05

2.00 2.25

II	I OTHER DISCLOSURES	BA	NK	СОМ	PANY	GR	OUP
		31st Dec, 2022 Audited Shs '000	31st Dec, 2021 Audited Shs '000	31st Dec, 2022 Audited Shs '000	31st Dec, 2021 Audited Shs '000	31st Dec, 2022 Audited Shs '000	31st Dec, 2021 Audited Shs '000
1	NON-PERFORMING LOANS AND ADVANCES						
	(a) Gross Non-performing loans and advances	35,299,943	40,908,824	-	-	39,130,983	44,338,955
	(b) Less Interest in Suspense	6,970,900	7,946,907	-	-	7,276,183	8,250,128
	(c)TOTAL NON-PERFORMING LOANS AND ADVANCES (α-b)	28,329,043	32,961,917	-	-	31,854,800	36,088,827
	(d) Less Loan Loss Provision	13,230,614	22,504,842	-	-	15,603,793	24,400,779
	(e) NET NON-PERFORMING LOANS AND ADVANCES(c-d)	15,098,429	10,457,075	-	-	16,251,007	11,688,048
	(f) Discounted Value of Securities	15,098,429	10,457,075	-	-	16,251,007	11,688,048
	(g) NET NPLS EXPOSURE (e-f)	-	-	-	-	-	-
2	INSIDER LOANS AND ADVANCES						
	(a) Directors, shareholders and associates	18,013,553	15,504,466	-	-	18,095,641	15,936,887
	(b) Employees	5,083,949	4,735,411	-	-	5,797,856	5,040,542
	(c)TOTAL INSIDER LOANS AND ADVANCES AND OTHER FACILITIES	23,097,502	20,239,877	-	-	23,893,497	20,977,429
3	OFF-BALANCE SHEET ITEMS						
	(a) Letters of credit, guarantees, acceptances	53,501,383	50,984,049	-	-	58,585,015	55,433,070
	(b) Forwards, Swaps and options	24,898,291	5,951,107	-	-	24,898,291	5,951,107
	(c) Other contingent liabilities	-	-	-	-	2,074,597	1,663,074
	(d)TOTAL CONTINGENT LIABILITIES	78,399,674	56,935,156	-	-	85,557,903	63,047,251
4	CAPITAL STRENGTH						
	(a) Core capital	72,475,434	64,567,328	-	-	81,667,879	70,901,653
	(b) Minimum statutory capital	1,000,000	1,000,000	-	-	1,000,000	1,000,000
	(c) Excess (a-b)	71,475,434	63,567,328	-	-	80,667,879	69,901,653
	(d) Supplementary capital	-	90,776	-	-	265,766	249,768
	(e) TOTAL CAPITAL (a+d)	72,475,434	64,658,104	-	-	81,933,645	71,151,421
	(f)TOTAL RISK WEIGHTED ASSETS	404,040,200	351,786,715			444,759,800	372,970,126
	(g) Core capital / Total deposits liabilities	15.80%	14.97%	-	-	16.25%	16.82%
	(h) Minimum statutory ratio	8.00%	8.00%	-	-	8.00%	8.00%
	(i) Excess (g-h)	7.80%	6.97%	-	-	8.25%	8.82%
	(j) Core capital / Total risk weighted assets	17.94%	18.35%	_	-	18.36%	19.01%
	(k) Minimum statutory ratio	10.50%	10.50%	-	-	10.50%	10.50%
	(I) Excess (j-k)	7.44%	7.85%	-	-	7.86%	8.51%
	(m) Total capital / Total risk weighted assets	17.94%	18.38%	-	-	18.42%	19.08%
	(n) Minimum statutory ratio	14.50%	14.50%	-	-	14.50%	14.50%
	(o) Excess (m-n)	3.44%	3.88%	-	-	3.92%	4.58%
	(p) Adjusted core capital / Total deposits liabilities*	16.22%	15.72%	-	-	16.59%	17.53%
	(q) Adjusted core capital / Total risk weighted assets*	18.41%	19.27%	-	-	18.75%	19.81%
	(r) Adjusted total capital / Total risk weighted assets*	18.41%	19.30%	-	-	18.81%	19.87%
5	LIQUIDITY						
	(a) Liquidity ratio	55.61%	60.64%	-	-	53.20%	61.72%
	(u) Equilarly facto	00.0170	0010170				
	(b) Minimum statutory ratio	20.00%	20.00%	-	-	20.00%	20.00%

\* The adjusted capital ratios include the expected credit loss provisions added back to Capital in line with Central Bank of Kenya guidance note issued in April 2018 on implementation of IFRS 9.

#### MESSAGE FROM DIRECTORS

The Board has resolved to recommend to the shareholders for their approval at the forthcoming Annual General Meeting, scheduled for 31st May 2023, the payment of a final dividend for the year of KShs 2.25 per share which, together with the interim dividend of KShs 2.00 per share paid on 30th September 2022, brings the total dividend for the year 2022 to KShs 4.25 per share (2021: KShs 3.00 per share). The dividend will be payable to the shareholders registered on the Company's register at the close of business on 28th April 2023 and will be paid on or after 31st May 2023.

These financial statements are extracts from the books of NCBA Group PLC as audited by Deloitte & Touche 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.ncbagroup.com. They may also be accessed at the institution's head office located at NCBA Centre, Mara and Ragati Road, Upper Hill.

The above statement of comprehensive income, statement of financial position and other disclosures are extracts from the financial statements of the company which have been approved for publication by the directors.

BY ORDER OF THE BOARD WAWERU MATHENGE **GROUP COMPANY SECRETARY** NCBA GROUP PLC 28th March 2023

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NCBA Unit Trusts are regulated by the Capital Markets Authority NCBA Bank is regulated by the Central Bank of Kenya

6.21 0.75 2.25

0.75 2.25

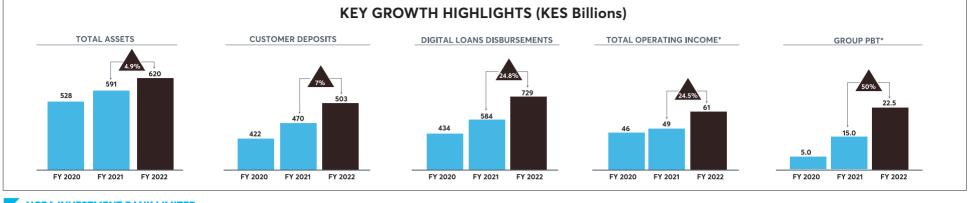
2.00 2.25



INTERIM DIVIDEND PER SHARE - DECLARED (Shs) FINAL DIVIDEND PER SHARE - DECLARED (Shs) Regulated by the Central Bank of Kenya



## Audited financial results of the Group and Bank for the year ended 31st December 2022



STATEMENT OF FINANCIAL POSITION

## NCBA INVESTMENT BANK LIMITED

INCOME	31st Dec 2022 Audited Shs '000	31st Dec 2021 Audited Shs '000
Brokerage Commissions	52,271	81,423
Advisory / Consultancy Fees	74,253	98,487
Interest income	39,600	38,672
Dividend income	-	77
Fund Management Fees Exchange gains /(loss)	461,885	358,296 148
Unrealized profits / (loss) on investments	(496)	(180)
Other income	6,680	2,765
Total income	634,193	579,688
Expenses		
Professional Fees	13,563	14,945
Employee costs	170,525	140,379
Directors emoluments	3,460	(1,064
Operational and Administartive expenses	34,721	71,764
Depreciation Expenses	2,877	3,581
Amortization Expenses	3,201	5,634
Other Expenses	23,726	4,726
Total expenses	252,073	239,966
Operating Profit / (Loss)	382,119	339,722
Finance Costs	-	-
Profit / (Loss) before tax and exceptional items	382,119	339,722
Exceptional Items	-	-
Profit before tax	382,119	339,722
Tax charge	113,840	102,73
Profit after tax	268,279	236,991
Other comprehensive income net of tax	(4,913)	(1,024
Total comprehensive income	263,366	235,967

	Audited Shs '000	Audited Shs '000	
Non-current assets			Current liabilities
Property Plant and Equipment	2,464	5,178	Clients Creditors
Deferred tax asset	32,662	38,093	Amounts due to related p
Intangible assets	7,330	8,853	Amounts due to other sto
Right of use assets	22,485	7,995	Lease Liability
Investments or deposits in CDSC/NSE	15,842	15,369	Current Tax Liability
Total non-current assets	80,784	75,488	Other current liabilities
Current assets			Total current liabilities
Client debtors	1,020	4,387	
Other trade receivables	118,667	103,986	TOTAL EQUITY AND LIA
Prepayments	92,030	67,802	OTHER DISCLOSURE
Investments in Equities / Fixed income securities	375,725	525,835	OTHER DISCLOSURE
Total Clients cash and bank balances	70,633	91,548	1. Capital Strength
Office cash and bank balances	208,146	82,397	a. Paid-up capital
Current tax asset	66,303	-	b. Minimum capital rec
Total current assets	932,525	875,955	c. Excess/(Deficiency) (
TOTAL ASSETS	1,013,308	951,443	2. Shareholders' funds
Share Capital And Reserves			a. Total shareholders
Paid-up ordinary share capital	300,000	300,000	b. Minimum sharehold
Preference Share Capital	200,000	200,000	c. Excess/(Deficiency)
Revenue reserves	7,072	6,793	3. Liquid capital
Revaluation reserves	(3,750)	(3,781)	a. Liquid capital
Proposed Dividends	268,000	269,000	b. Minimum Liquid Car
Total shareholders funds	771,322	772,012	30M and 8% of liabi
Current Liabilities			c. Excess/(Deficiency) (
Non-Current liabilities			6. Clients funds
Lease Liability	16,044	753	a. Total clients' creditors
Total Non-current liabilities	16,044	753	b. Total clients' cash and

## STATEMENT OF FINANCIAL POSITION CONTINUED

31st Dec 2022 Audited Shs '000	31st Dec 2021 Audited Shs '000		31st Dec 2022 Audited Shs '000	31st Dec 2021 Audited Shs '000
		Current liabilities		
2,464		Clients Creditors	50,233	55,822
32,662		Amounts due to related parties	39,330	6,250
7,330	8,853	Amounts due to other stockbrokers	2,951	1,902
22,485	7,995	Lease Liability	5,833	7,563
15,842	15,369	Current Tax Liability	-	28,437
80,784	75,488	Other current liabilities	127,595	78,704
		Total current liabilities	225,942	178,678
1,020	4,387		4 949 999	054.440
118,667	103,986	TOTAL EQUITY AND LIABILITIES	1,013,308	951,443
92,030	67,802	OTHER DISCLOSURES		
375,725				
70,633	91,548	1. Capital Strength		
208,146	82,397	a. Paid-up capital	300,000	300,000
66,303	-	b. Minimum capital required	250,000	250,000
932,525 1,013,308		c. Excess/(Deficiency) (a-b)	50,000	50,000
1,013,306	951,443	2. Shareholders' funds		
		a. Total shareholders' funds	771,322	772,012
300,000	300,000	b. Minimum shareholders' funds required	250,000	250,000
200,000	200,000	c. Excess/(Deficiency) (a-b)	521,322	522,012
7,072	6,793	3. Liquid capital		
(3,750)	(3,781)	a. Liquid capital	375,993	351,690
268,000	269,000	b. Minimum Liquid Capital ( the higher of Kshs		
771,322	772,012	30M and 8% of liabilities)	30,000	30,000
		c. Excess/(Deficiency) (a-b)	345,993	321,690
		6. Clients funds		
16.044	753	a. Total clients' creditors	50,233	55,822
	/55	b. Total clients' cash and bank balances		
16,044	753	D. IOTAI Clients cash and dank dalances	70,633	91,548

## NCBA UNIT TRUST FUNDS

	۲									
A) STATEMENT OF COMPREHENSIVE INCOME	EQUITY FUND		MONEY MARKET FUND		DOLLAR INVESTMENT FUND		BASKET FUND KES		BASKET FUND USD	
INCOME	31st Dec, 2022 Audited Shs '000	31st Dec, 2021 Audited Shs '000	31st Dec, 2022 Audited Shs '000	31st Dec, 2021 Audited Shs '000	31st Dec, 2022 Audited Usd	31st Dec, 2021 Audited Usd	31st Dec, 2022 Audited Shs '000	31st Dec, 2021 Audited Shs '000	31st Dec, 2022 Audited Usd	31st Dec, 2021 Audited Usd
Interest income	1,797	1,157	1,781,879	1,292,548	1,905,179	688,636	260,742	-	75,281	-
Dividend income	3,972	2,838	-	-	-	-	-	-	-	-
Total income	5,769	3,995	1,781,879	1,292,548	1,905,179	688,636	260,742	-	75,281	-
Fait value gains /(loss) on investments	(11,674)	7,304	(479,986)	(6,843)	(2,510,105)	(352,559)	(38,177)	-	1,687	-
Total comprehensive income	(5,905)	11,299	1,301,893	1,285,705	(604,926)	336,077	222,565	-	76,968	·
OPERATING EXPENSES										
Professional fees	2,836	3,0509	428,651	357,214	343,138	284,932	37,160	-	8,933	-
Operational and Administrative expenses	5	8	2,069	3,436	-	490	382	-	-	-
Total expenses Operating Profit (Loss)	2,841 (8,746)	3,058 8,241	430,720 871,173	925,055	(948,064)	50,655	37,542 185,023	-	8,933 68,034	-
	(0,/40)	0,241	0/1,1/3				105,023		66,034	
Provision for impaired assets	-	-	-	-	-	-	-	-	-	-
Profit(loss) before income tax expense	(8,746)	8,241	871,173	925,055	(948,064)	50,655	185,023	-	68,034	-
Income tax expense Profit (loss) after income tax expense	(8,746)	8,241	871,173	925,055	(948,064)	50,655	185,023	-	68,034	-
From (loss) after income tax expense	(0,740)	0,241	0/1,1/3	925,055	(940,004)	50,655	165,025	-	66,034	
<b>B) STATEMENT OF FINANCIAL POSITION</b>										
ASSETS										
Non-current assets										
Investment in quoted securities	55,429	64,128	-	-	-	-	-	-	-	-
Investment in government securities	1,873	-	12,435,944	10,765,632	9,988,485	8,702,173	2,289,407	-	901,953	-
Investment in corporate bonds	-	-	360,190	342,432	-	-	57,741	-	-	-
Investment in bank deposits	20,062	16,598	4,295,081	4,042,915	17,301,541	15,646,506	1,629,133	-	202,053	-
Investment in Mutual Funds Off Shore Investments	-	-	-	-	- 1,005,183	- 515.988	430,475	-	1,117,381	-
Total non-current assets	77.364	80,726	17,091,215	15,132,979	28,295,209	24,864,667	4,406,756	-	2,221,387	
	/1,304	00,720	17,091,215	13,132,979	20,295,209	24,004,007	4,400,750	-	2,221,307	
Current assets	F.44	500	24404	44.000	75 400	1015	0.407		462	
Clients cash and bank balances Client debtors	546 211	500 208	34,104	16,980	75,482 89,469	4,945	9,497	-	163	-
Total current assets	757	208 708	34,104	16,980	164,951	4,945	9,497	-	- 163	-
TOTAL ASSETS	78,121	81,434	17,125,319	15,149,959	28,460,160	24,869,612	4,416,253	-	2,221,550	
Non-current ligbilities		0.,.01				,	.,,200			
Unit holders' funds	77,879	81,189	17,086,287	15,115,008	28,422,238	24,809,184	4,398,067	-	2,212,617	-
Total non-current liabilities	77,879	81,189	17,086,287	15,115,008	28,422,238	24,809,184	4,398,067	-	2,212,617	
Current liabilities										
Accrued expenses	242	254	39,032	34,951	37,922	60,428	18,186	-	8,933	-
Total current liabilities	242	254	39,032	34,951	37,922	60,428	18,186	-	8,933	-
TOTAL UNIT HOLDERS' FUNDS AND LIABILITIES	78,121	81,434	17,125,319	15,149,959	28,460,160	24,869,612	4,416,253	-	2,221,550	-

Regulated by the Capital Markets Authority