

**KCB GROUP PLC**  
**UN AUDITED QUARTERLY FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

	BANK					COMPANY					GROUP				
	30-Sep-16 Kshs 000 Un-Audited	31-Dec-16 Kshs 000 Audited	31-Mar-17 Kshs 000 Un-Audited	30-Jun-17 Kshs 000 Un-Audited	30-Sep-17 Kshs 000 Un-Audited	30-Sep-16 Kshs 000 Un-Audited	31-Dec-16 Kshs 000 Audited	31-Mar-17 Kshs 000 Un-Audited	30-Jun-17 Kshs 000 Un-Audited	30-Sep-17 Kshs 000 Un-Audited	30-Sep-16 Kshs 000 Un-Audited	31-Dec-16 Kshs 000 Audited	31-Mar-17 Kshs 000 Un-Audited	30-Jun-17 Kshs 000 Un-Audited	30-Sep-17 Kshs 000 Un-Audited
<b>I STATEMENT OF FINANCIAL POSITION</b>															
<b>A ASSETS</b>															
1 Cash (both Local & Foreign)	6,535,156	8,085,113	6,182,156	6,850,236	6,119,496	-	951,009	933,609	913,056	913,056	9,898,376	11,374,751	9,246,661	9,886,863	9,443,239
2 Balances due from Central Bank of Kenya	16,709,811	18,055,378	22,621,216	18,456,216	33,080,707	-	-	-	-	-	16,709,811	18,055,378	22,621,216	20,006,048	33,080,707
3 Kenya Government and other securities held for dealing purposes	8,772	-	-	-	-	-	-	-	-	-	8,772	-	-	-	-
4 Financial Assets at fair value through profit and loss	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5 Investment securities: a) Held to Maturity: a. Kenya Government securities	42,127,026	32,520,671	32,297,753	32,829,060	30,257,322	-	-	-	-	-	42,127,026	32,520,671	32,440,656	32,877,060	30,410,462
b. Other securities	-	-	142,903	133,742	97,013	-	-	-	-	-	11,028,785	7,981,800	8,704,021	9,427,454	12,797,011
b) Available for sale: a. Kenya Government securities	46,967,903	58,466,646	60,799,938	68,789,446	60,092,326	-	-	-	-	-	46,967,903	58,466,646	60,799,938	68,842,956	60,388,247
b. Other securities	-	-	-	-	-	51,608	56,719	47,971	53,510	51,301	-	-	4,029,334	4,647,254	51,301
6 Deposits and balances due from local banking institutions	5,700,000	1,627,573	-	-	-	-	-	-	-	-	5,700,000	1,627,573	-	-	-
7 Deposits and balances due from banking institutions abroad	3,386,799	4,466,863	6,155,161	9,042,873	5,756,667	-	-	-	-	-	32,911,358	41,879,570	38,858,626	43,271,021	42,279,530
8 Tax recoverable	-	-	-	1,250,023	92,748	-	-	-	-	-	56,037	-	-	-	-
9 Loans and advances to customers (net)	332,283,047	353,900,051	362,922,411	373,809,148	384,993,749	-	-	-	-	-	364,332,066	385,745,331	395,491,270	406,975,972	419,494,427
10 Balances due from group companies	708,539	436,130	2,259,685	2,417,097	2,476,433	2,406,146	807,828	9,900,292	8,560,954	8,838,411	-	-	-	-	-
11 Investments in associates	-	-	-	-	-	125	125	125	125	125	-	-	-	-	-
12 Investments in subsidiary companies	-	-	-	-	-	66,695,167	67,130,100	67,130,100	67,130,100	67,130,100	-	-	-	-	-
13 Investments in joint ventures	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14 Investment properties	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15 Property and equipment	6,224,587	6,036,806	6,062,972	5,939,653	5,847,484	581,449	564,597	563,292	562,593	562,593	9,787,262	9,372,955	9,453,613	9,493,791	9,307,081
16 Prepaid lease rentals	132,632	132,006	131,383	130,759	130,135	-	-	-	-	-	132,632	134,046	133,423	130,759	130,135
17 Intangible assets	2,674,919	3,046,237	2,945,452	3,256,578	3,227,088	-	-	-	-	-	2,775,566	3,166,913	3,057,898	3,368,961	3,378,886
18 Deferred tax asset	3,340,452	3,072,191	3,072,191	2,593,679	3,891,365	-	-	-	-	-	3,741,598	3,732,100	3,512,755	3,254,264	4,203,188
19 Retirement benefit asset	980,000	811,000	811,000	811,000	811,000	-	-	-	-	-	980,000	811,000	811,000	811,000	811,000
20 Other assets	12,448,436	14,121,009	14,131,442	13,662,922	14,469,735	-	-	-	-	-	14,987,765	16,652,184	16,367,514	16,160,577	17,795,176
<b>21 TOTAL ASSETS</b>	<b>480,228,079</b>	<b>504,777,674</b>	<b>520,535,663</b>	<b>539,972,430</b>	<b>551,343,268</b>	<b>69,734,495</b>	<b>69,510,378</b>	<b>78,575,997</b>	<b>77,221,037</b>	<b>77,584,291</b>	<b>562,302,261</b>	<b>595,239,643</b>	<b>605,754,786</b>	<b>630,608,039</b>	<b>643,832,809</b>
<b>B LIABILITIES</b>															
22 Balances due to Central Bank of Kenya	-	-	-	-	4,989,950	-	-	-	-	-	-	-	-	-	4,989,950
23 Customer deposits	372,612,087	386,611,187	397,872,748	423,695,874	435,094,550	-	-	-	-	-	429,321,388	448,173,797	456,815,151	482,844,611	496,305,024
24 Deposits and balances due to local banking institutions	3,367,122	5,500,000	4,693,827	7,387,164	1,886,310	-	-	-	-	-	3,367,122	5,500,000	4,693,827	7,387,164	1,886,310
25 Deposits and balances due to foreign banking institutions	1,568,660	122,729	131,615	822,670	38,374	-	-	-	-	-	8,787,467	7,622,786	3,665,380	8,031,361	8,615,084
26 Other money market deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
27 Borrowed funds	14,732,631	20,563,556	19,883,118	11,974,090	11,877,205	-	-	-	7,710,000	7,710,000	15,968,268	22,982,348	23,595,619	16,732,935	14,423,505
28 Balances due to group companies	1,448,486	-	-	-	86,377	-	-	-	-	-	-	-	-	-	-
29 Tax payable	528,295	531,825	2,277,380	-	-	-	36,153	66,925	-	-	590,171	870,488	2,466,139	118,756	95,517
30 Dividends payable	-	-	9,178,000	-	-	-	-	-	-	-	-	-	-	-	-
31 Deferred tax liability	-	-	-	-	-	-	-	-	-	284,147	61,858	166,150	171,450	171,230	284,147
32 Retirement benefit liability	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
33 Other liabilities	6,857,864	10,458,489	10,000,180	13,705,021	9,827,047	978,070	739,845	709,073	1,017,798	1,133,936	12,892,030	13,358,299	13,131,484	16,990,721	14,040,271
<b>34 TOTAL LIABILITIES</b>	<b>401,115,145</b>	<b>423,787,786</b>	<b>444,036,869</b>	<b>457,584,819</b>	<b>463,799,813</b>	<b>978,070</b>	<b>775,998</b>	<b>775,998</b>	<b>8,727,798</b>	<b>9,128,083</b>	<b>470,988,305</b>	<b>498,673,868</b>	<b>504,539,050</b>	<b>532,276,778</b>	<b>540,639,808</b>
<b>C SHAREHOLDERS' FUNDS</b>															
35 Paid up/Assigned capital	53,986,100	53,986,100	53,986,100	53,986,100	53,986,100	3,066,057	3,066,057	3,066,057	3,066,057	3,066,057	3,066,057	3,066,057	3,066,057	3,066,057	3,066,057
36 Share premium/(discount)	-	-	-	-	-	21,646,777	21,646,776	21,646,776	21,646,777	21,646,777	21,646,777	21,646,777	21,646,776	21,646,776	21,646,776
37 Revaluation reserves	(421,544)	(1,134,529)	(936,194)	184,912	101,851	-	-	-	-	-	(489,645)	(1,148,761)	(1,040,394)	250,919	154,565
38 Retained earnings/ Accumulated losses	14,417,711	9,681,560	12,837,979	13,082,377	15,698,999	44,043,591	34,823,376	43,888,995	40,714,349	40,677,317	55,038,803	53,248,726	56,360,182	57,400,697	59,642,504
39 Statutory loan loss reserve	10,608,467	8,964,457	10,296,609	11,580,756	14,203,039	-	-	-	-	-	11,529,764	10,240,506	11,670,644	12,586,455	15,302,741
40 Other Reserves/Reassessment of defined asset/liability	522,200	314,300	314,300	314,300	314,300	-	-	-	-	-	522,200	314,300	314,300	314,300	314,300
41 Proposed dividends	-	9,178,000	-	3,239,166	3,239,166	-	9,198,171	9,198,171	3,066,057	3,066,057	-	9,198,171	9,198,171	3,066,057	3,066,057
42 Capital grants	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>43 TOTAL SHAREHOLDERS' FUNDS</b>	<b>79,112,934</b>	<b>80,989,888</b>	<b>76,498,794</b>	<b>82,387,611</b>	<b>87,543,455</b>	<b>68,756,425</b>	<b>68,734,380</b>	<b>77,799,999</b>	<b>68,493,239</b>	<b>68,456,208</b>	<b>91,313,956</b>	<b>96,565,775</b>	<b>101,215,736</b>	<b>98,331,261</b>	<b>103,193,001</b>
44 Minority Interest	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS</b>	<b>480,228,079</b>	<b>504,777,674</b>	<b>520,535,663</b>	<b>539,972,430</b>	<b>551,343,268</b>	<b>69,734,495</b>	<b>69,510,378</b>	<b>78,575,997</b>	<b>77,221,037</b>	<b>77,584,291</b>	<b>562,302,261</b>	<b>595,239,643</b>	<b>605,754,786</b>	<b>630,608,039</b>	<b>643,832,809</b>

<b>II STATEMENT OF COMPREHENSIVE INCOME</b>															
	30-Sep-16 Kshs 000 Un-Audited	31-Dec-16 Kshs 000 Audited	31-Mar-17 Kshs 000 Un-Audited	30-Jun-17 Kshs 000 Un-Audited	30-Sep-17 Kshs 000 Un-Audited	30-Sep-16 Kshs 000 Un-Audited	31-Dec-16 Kshs 000 Audited	31-Mar-17 Kshs 000 Un-Audited	30-Jun-17 Kshs 000 Un-Audited	30-Sep-17 Kshs 000 Un-Audited	30-Sep-16 Kshs 000 Un-Audited	31-Dec-16 Kshs 000 Audited	31-Mar-17 Kshs 000 Un-Audited	30-Jun-17 Kshs 000 Un-Audited	30-Sep-17 Kshs 000 Un-Audited
	<b>1 INTEREST INCOME</b>														
1.1 Loans and advances	35,373,122	46,484,722	10,249,230	21,712,920	33,701,276	-	-	105,058	210,116	420,231	38,789,407	51,208,848	11,343,854	23,945,210	37,096,698
1.2 Government securities	7,772,854	9,134,775	2,176,968	5,257,164	7,858,040	-	-	-	-	-	9,078,243	10,866,512	2,568,537	6,113,635	9,252,715
1.3 Deposits and placements with banking institutions	542,227	559,038	142,725	204,128	257,158	-	-	-	-	3,668	628,375	696,275	201,285	304,649	415,001
1.4 Other Interest Income	-	649	-	-	-	-	-	-	-	-	-	34,439	-	-	-
<b>1.5 Total Interest Income</b>	<b>43,688,202</b>	<b>56,179,184</b>	<b>14,389,933</b>	<b>27,174,212</b>	<b>41,816,474</b>	<b>-</b>	<b>-</b>	<b>105,058</b>	<b>210,116</b>	<b>423,899</b>	<b>48,496,025</b>	<b>62,806,074</b>	<b>14,113,676</b>	<b>30,363,494</b>	<b>46,764,414</b>
<b>2 INTEREST EXPENSE</b>															
2.1 Customer deposits	9,800,684	12,391,402	2,695,372	5,514,756	8,340,396	-	-	-	-	-	11,404,315	14,481,365	3,198,170	6,533,803	9,901,835
2.2 Deposits and placements from banking institutions	641,087	862,815	248,019	459,358	794,981	-	-	98,523	197,046	394,091	1,042,541	1,298,065	570,695	680,530	1,189,514
2.3 Other interest expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>2.4 Total Interest Expenses</b>	<b>10,441,771</b>	<b>13,254,217</b>	<b>4,546,980</b>	<b>5,974,114</b>	<b>9,135,377</b>	<b>-</b>	<b>-</b>	<b>98,523</b>	<b>197,</b>						