

## The Board of Directors of National Bank of Kenya Limited hereby announce the un-audited results for the period ended 30 June 2021

### I. STATEMENT OF FINANCIAL POSITION as at 30 June 2021

	BANK 30-Jun-20 Shs'000	BANK 30-Sep-20 Shs'000	BANK 31-Dec-20 Shs'000	BANK 31-Mar-21 Shs'000	BANK 31-Jun-21 Shs'000	GROUP 30-Jun-20 Shs'000	GROUP 30-Sep-20 Shs'000	GROUP 31-Dec-20 Shs'000	GROUP 31-Mar-21 Shs'000	GROUP 31-Jun-21 Shs'000
	Un-audited	Un-audited	Audited	Un-audited	Un-audited	Un-audited	Un-audited	Audited	Un-audited	Un-audited
<b>A Assets</b>										
1 Cash (both Local & Foreign)	1,292,929	1,160,787	1,100,330	1,249,469	940,995	1,292,929	1,160,787	1,100,330	1,249,469	940,995
2 Balances due from Central Bank of Kenya	9,456,491	4,799,532	3,750,586	4,133,434	4,081,795	9,456,491	4,799,532	3,750,586	4,133,434	4,081,795
3 Kenya Government and other securities held for dealing purposes	-	-	-	-	-	-	-	-	-	-
4 Financial Assets at fair value through profit and loss	-	-	-	-	-	-	-	-	-	-
<b>5 Investment Securities:(a+b)</b>	<b>44,001,287</b>	<b>52,218,434</b>	<b>49,556,471</b>	<b>48,762,262</b>	<b>51,053,637</b>	<b>44,037,051</b>	<b>52,252,393</b>	<b>49,625,980</b>	<b>48,839,094</b>	<b>51,122,228</b>
<b>a) Held to Maturity:(i+ii)</b>	<b>34,555,655</b>	<b>34,621,205</b>	<b>34,460,222</b>	<b>33,614,230</b>	<b>33,356,840</b>	<b>34,555,655</b>	<b>34,621,205</b>	<b>34,460,222</b>	<b>33,614,230</b>	<b>33,356,840</b>
5.a.i. Kenya Government securities	34,555,655	34,621,205	34,460,222	33,614,230	33,356,840	34,555,655	34,621,205	34,460,222	33,614,230	33,356,840
5.a.ii. Other securities	-	-	-	-	-	-	-	-	-	-
<b>b) Available for sale:(i+ii)</b>	<b>9,445,632</b>	<b>17,597,229</b>	<b>15,096,249</b>	<b>15,148,032</b>	<b>17,696,797</b>	<b>9,481,396</b>	<b>17,631,188</b>	<b>15,165,758</b>	<b>15,224,864</b>	<b>17,765,388</b>
i. Kenya Government securities	9,445,632	17,597,229	15,096,249	15,148,032	17,696,797	9,481,396	17,631,188	15,165,758	15,224,864	17,765,388
ii. Other securities	-	-	-	-	-	-	-	-	-	-
6 Deposits and balances due from local banking institutions	1,054,278	1,322,196	1,357,790	1,367,120	1,352,368	1,054,278	1,362,981	1,357,790	1,367,120	1,352,368
7 Deposits and balances due from banking institutions abroad	1,181,205	1,583,817	755,496	1,234,389	2,622,821	1,181,205	1,583,817	755,496	1,234,389	2,622,821
8 Tax recoverable	304,204	421,939	304,692	306,432	295,415	321,113	419,147	314,986	300,584	292,926
9 Loans and advances to customers (net)	50,273,213	53,380,947	55,539,275	57,668,263	60,376,595	50,273,213	53,380,947	55,539,275	57,668,263	60,376,595
10 Balances due from banking institutions in the group	-	-	-	-	-	-	-	-	-	-
11 Investments in associates	547,967	574,177	630,353	616,044	670,824	547,967	574,177	630,353	616,044	670,824
12 Investments in subsidiary companies	19,963	19,963	24,963	24,963	24,963	-	-	-	-	-
13 Investments in joint ventures	-	-	-	-	-	-	-	-	-	-
14 Investment properties	-	-	-	-	-	-	-	-	-	-
15 Property and equipment	4,337,707	4,273,791	4,374,108	4,213,320	4,076,935	4,337,942	4,274,007	4,374,661	4,213,836	4,078,439
16 Prepaid lease rentals	-	-	-	-	-	-	-	-	-	-
17 Intangible assets	882,274	782,983	744,446	665,434	634,903	896,725	797,434	773,348	693,853	661,877
18 Deferred tax asset	2,472,655	2,626,271	3,136,380	3,052,139	2,826,975	2,472,980	2,626,556	3,136,314	3,051,981	2,827,086
19 Retirement benefit asset	-	-	-	-	-	-	-	-	-	-
20 Other assets	3,401,285	6,425,548	5,566,730	6,294,900	4,675,744	3,229,788	6,265,790	5,368,576	6,301,551	4,526,436
<b>21 TOTAL ASSETS</b>	<b>119,225,458</b>	<b>129,590,385</b>	<b>126,841,620</b>	<b>129,588,169</b>	<b>133,633,970</b>	<b>119,101,682</b>	<b>129,497,568</b>	<b>126,727,695</b>	<b>129,669,618</b>	<b>133,554,390</b>
<b>B Liabilities</b>										
22 Balances due to Central Bank of Kenya	-	3,295,197	-	-	-	-	3,295,197	-	-	-
23 Customer deposits	99,627,153	102,617,657	99,229,389	99,090,859	99,913,441	99,395,838	102,386,342	99,066,580	98,857,733	99,716,681
24 Deposits and balances due to local banking institutions	1,280,280	3,280,280	6,460,632	8,137,398	7,485,321	1,280,280	3,280,280	6,460,632	8,137,398	7,485,321
25 Deposits and balances due to foreign banking institutions	4,180,994	5,151,596	6,981,903	7,941,366	7,712,427	4,180,994	5,151,596	6,981,903	7,941,366	7,712,427
26 Other money market deposits	-	-	-	-	-	-	-	-	-	-
27 Borrowed funds	-	-	-	-	3,237,000	-	-	-	-	3,237,000
28 Balances due to banking institutions in the group	-	-	-	-	-	-	-	-	-	-
29 Tax payable	-	-	-	-	-	-	-	-	-	(297)
30 Dividends payable	5,811	5,811	5,681	5,681	5,681	5,811	5,811	5,681	5,681	5,681
31 Deferred tax liability	-	-	-	-	-	-	-	-	-	297
32 Retirement benefit liability	-	-	-	-	-	-	-	-	-	-
33 Other liabilities	2,792,287	3,326,454	2,228,471	2,227,454	2,634,480	2,815,482	3,346,749	2,180,761	2,357,357	2,619,747
<b>34 TOTAL LIABILITIES</b>	<b>107,886,525</b>	<b>117,676,995</b>	<b>114,906,076</b>	<b>117,402,758</b>	<b>120,988,350</b>	<b>107,678,405</b>	<b>117,465,975</b>	<b>114,695,557</b>	<b>117,299,535</b>	<b>120,776,857</b>
<b>C Shareholders' Funds</b>										
35 Paid up /Assigned capital	12,368,906	12,368,906	12,368,906	12,368,906	12,368,906	12,368,906	12,368,906	12,368,906	12,368,906	12,368,906
36 Share premium/(discount)	-	-	-	-	-	-	-	-	-	-
37 Revaluation reserves	1,255,687	1,255,687	1,225,905	1,225,905	1,225,905	1,255,687	1,255,687	1,225,907	1,225,905	1,225,905
38 Retained earnings/Accumulated losses	(6,228,546)	(5,624,763)	(5,502,873)	(5,602,693)	(5,671,226)	(6,144,566)	(5,506,817)	(5,410,487)	(5,418,276)	(5,538,562)
39 Statutory loan loss reserves	3,864,058	3,762,684	3,794,213	4,074,991	4,590,726	3,864,058	3,762,684	3,794,213	4,074,991	4,590,726
40 Other Reserves	78,828	150,876	53,393	118,302	131,309	79,192	151,133	53,599	118,557	130,558
41 Proposed dividends	-	-	-	-	-	-	-	-	-	-
42 Capital grants	-	-	-	-	-	-	-	-	-	-
<b>43 TOTAL SHAREHOLDERS' FUNDS</b>	<b>11,338,933</b>	<b>11,913,390</b>	<b>11,935,544</b>	<b>12,185,411</b>	<b>12,645,620</b>	<b>11,423,277</b>	<b>12,031,593</b>	<b>12,032,138</b>	<b>12,370,083</b>	<b>12,777,533</b>
44 Minority interest	-	-	-	-	-	-	-	-	-	-
<b>45 Total Liabilities &amp; Shareholders' Funds</b>	<b>119,225,458</b>	<b>129,590,385</b>	<b>126,841,620</b>	<b>129,588,169</b>	<b>133,633,970</b>	<b>119,101,682</b>	<b>129,497,568</b>	<b>126,727,695</b>	<b>129,669,618</b>	<b>133,554,390</b>

### III. OTHER DISCLOSURES

	BANK 30-Jun-20 Shs'000	BANK 30-Sep-20 Shs'000	BANK 31-Dec-20 Shs'000	BANK 31-Mar-21 Shs'000	BANK 30-Jun-21 Shs'000
	Un-audited	Un-audited	Audited	Un-audited	Un-audited
<b>1 Non-performing loans and advances</b>					
a Gross non-performing loans and advances	28,659,573	29,326,125	26,438,040	26,360,967	27,447,135
b Less:Interest in suspense	5,381,122	5,930,707	4,290,607	4,734,041	4,548,725
<b>c Total Non-performing loans and advances (a-b)</b>	<b>23,278,451</b>	<b>23,395,418</b>	<b>22,147,433</b>	<b>21,626,926</b>	<b>22,898,410</b>
d Less:Loan loss Provisions	10,281,702	10,645,056	11,322,528	11,503,961	12,098,852
<b>e Net NPLs exposure (c-d)</b>	<b>12,996,749</b>	<b>12,750,362</b>	<b>10,824,905</b>	<b>10,122,965</b>	<b>10,799,557</b>
f Discounted Value of Securities	12,711,844	12,390,155	10,330,933	9,325,185	10,736,740
<b>g Net NPLs exposure (e-f)</b>	<b>284,905</b>	<b>360,207</b>	<b>493,972</b>	<b>797,780</b>	<b>62,818</b>
<b>2 Insider loans and Advances</b>					
a Directors,Shareholders and associates	1	19	-	4	21
b Employees	5,544,249	5,669,261	5,872,627	5,941,974	5,905,135
c Total insider loans, advances and other facilities	<b>5,544,249</b>	<b>5,669,261</b>	<b>5,872,627</b>	<b>5,941,978</b>	<b>5,905,156</b>
<b>3 Off-Balance sheet items</b>					
a Letters of credit, guarantees and acceptances	7,007,850	6,989,341	4,996,228	5,055,196	4,798,015
b Forwards, swaps and options	174,158	177,343	11,351,200	4,179	4,967,095
c Other contingent liabilities	-	-	-	-	-
<b>d Total contingent liabilities</b>	<b>7,182,008</b>	<b>7,166,684</b>	<b>16,347,428</b>	<b>5,059,375</b>	<b>9,765,110</b>
<b>4 Capital Strength</b>					
<b>a Core capital</b>	<b>6,139,193</b>	<b>6,565,072</b>	<b>6,578,405</b>	<b>6,463,711</b>	<b>6,164,098</b>
b Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
<b>c Excess/(Deficiency) (a-b)</b>	<b>5,139,193</b>	<b>5,565,072</b>	<b>5,578,405</b>	<b>5,463,711</b>	<b>5,164,098</b>
d Supplementary capital	1,190,008	1,264,293	1,256,934	1,268,343	4,368,809
<b>e Total capital (a+d)</b>	<b>7,329,201</b>	<b>7,829,365</b>	<b>7,835,339</b>	<b>7,732,054</b>	<b>10,532,906</b>
<b>f Total risk weighted assets</b>	<b>70,086,927</b>	<b>76,029,719</b>	<b>76,036,622</b>	<b>77,691,953</b>	<b>78,422,698</b>
<b>g Core capital/total deposit liabilities</b>	<b>5.9%</b>	<b>6.1%</b>	<b>6.2%</b>	<b>6.0%</b>	<b>5.7%</b>
h Minimum Statutory Ratio	8.0%	8.0%	8.0%	8.0%	8.0%
i Excess/(Deficiency) (g-h)	-2.1%	-1.9%	-1.8%	-2.0%	-2.3%
<b>j Core capital/total risk weighted assets</b>	<b>8.8%</b>	<b>8.6%</b>	<b>8.7%</b>	<b>8.4%</b>	<b>7.9%</b>
k Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%	10.5%
l Excess/(Deficiency) (j-k)	-1.7%	-1.9%	-1.8%	-2.1%	-2.6%
<b>m Total capital/total risk weighted assets</b>	<b>10.5%</b>	<b>10.3%</b>	<b>10.3%</b>	<b>10.0%</b>	<b>13.4%</b>
n Minimum Statutory Ratio	14.5%	14.5%	14.5%	14.5%	14.5%
o Excess/(Deficiency) (m-n)	-4.0%	-4.2%	-4.2%	-4.5%	-1.1%
<b>p Adjusted core capital/total deposit liabilities*</b>	<b>6.0%</b>	<b>6.1%</b>	<b>6.2%</b>	<b>6.3%</b>	<b>5.9%</b>
<b>q Adjusted core capital/total risk weighted assets*</b>	<b>8.8%</b>	<b>8.7%</b>	<b>8.7%</b>	<b>8.7%</b>	<b>8.1%</b>
<b>r Adjusted total capital/total risk weighted assets*</b>	<b>10.5%</b>	<b>10.3%</b>	<b>10.3%</b>	<b>10.3%</b>	<b>13.7%</b>
<b>5 Liquidity</b>					
<b>a Liquidity Ratio</b>	<b>50.2%</b>	<b>47.3%</b>	<b>44.4%</b>	<b>42.7%</b>	<b>46.6%</b>
b Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%	20.0%
c Excess/(Deficiency)(a-b)	30.2%	27.3%	24.4%	22.7%	26.6%

### NOTES

\* The adjusted Capital Ratios includes 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.

### APPROVAL

The Un audited financial statements are an extract from the books of the Financial statements and records of the bank and approved on 6th August,2021 and signed on its behalf by:

J. Nzomo - Chairman, Board Audit Committee  
P. Russo - Managing Director

The complete set of quarterly financial statements, statutory and qualitative disclosures can be accessed on the Bank's website [www.nationalbank.co.ke](http://www.nationalbank.co.ke). They may also be accessed at the institutions head office located at Harambee Avenue.

This may be also accessed at the Bank's registered office listed hereunder.

### REGISTERED OFFICE

National Bank Building,  
18 Harambee Avenue, Nairobi.  
P.O. BOX 72866, 00200, Nairobi.  
Telephone: 2828000, 0711038000, 0732018000  
Fax : 311444  
E-Mail : [info@nationalbank.co.ke](mailto:info@nationalbank.co.ke)  
Website : [www.nationalbank.co.ke](http://www.nationalbank.co.ke)