

## The Board of Directors of National Bank of Kenya Limited hereby announce the audited results for the period ended 31 December 2021

### I. STATEMENT OF FINANCIAL POSITION as at 31 December 2021

	BANK	BANK	BANK	BANK	BANK	GROUP	GROUP	GROUP	GROUP	GROUP
	31-Dec-20 Shs'000	31-Mar-21 Shs'000	31-Jun-21 Shs'000	30-Sep-21 Shs'000	31-Dec-21 Shs'000	31-Dec-20 Shs'000	31-Mar-21 Shs'000	31-Jun-21 Shs'000	30-Sep-21 Shs'000	31-Dec-21 Shs'000
<b>A Assets</b>										
1 Cash (both Local & Foreign)	1,100,330	1,249,469	940,995	1,007,756	1,250,983	1,100,330	1,249,469	940,995	1,007,756	1,250,983
2 Balances due from Central Bank of Kenya	3,750,586	4,133,434	4,081,795	3,757,987	7,722,963	3,750,586	4,133,434	4,081,795	3,757,987	7,722,963
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>49,556,471</b>	<b>48,762,262</b>	<b>51,053,637</b>	<b>54,017,667</b>	<b>53,369,382</b>	<b>49,625,980</b>	<b>48,839,094</b>	<b>51,122,228</b>	<b>54,089,971</b>	<b>53,452,206</b>
<b>a) Held to Maturity:(i+ii)</b>	<b>34,460,222</b>	<b>33,614,230</b>	<b>33,356,840</b>	<b>33,234,414</b>	<b>33,345,031</b>	<b>34,460,222</b>	<b>33,614,230</b>	<b>33,356,840</b>	<b>33,234,414</b>	<b>33,345,031</b>
5.a.i Kenya Government securities	34,460,222	33,614,230	33,356,840	33,234,414	33,049,950	34,460,222	33,614,230	33,356,840	33,234,414	33,049,950
5.a.ii Other securities	-	-	-	-	295,081	-	-	-	-	295,081
<b>b) Available for sale:(i+ii)</b>	<b>15,096,249</b>	<b>15,148,032</b>	<b>17,696,797</b>	<b>20,783,253</b>	<b>20,024,351</b>	<b>15,165,758</b>	<b>15,224,864</b>	<b>17,765,388</b>	<b>20,855,557</b>	<b>20,107,175</b>
i. Kenya Government securities	15,096,249	15,148,032	17,696,797	20,783,253	20,024,351	15,165,758	15,224,864	17,765,388	20,855,557	20,107,175
ii. Other securities	-	-	-	-	-	-	-	-	-	-
6 Deposits and balances due from local banking institutions	1,357,790	1,367,120	1,352,368	6,955,814	1,852,529	1,357,790	1,367,120	1,352,368	6,955,814	1,852,529
7 Deposits and balances due from banking institutions abroad	755,496	1,234,389	2,622,821	1,021,973	496,359	755,496	1,234,389	2,622,821	1,021,973	496,359
8 Tax recoverable	304,692	306,432	295,415	78,984	-	314,986	300,584	292,926	58,721	-
9 Loans and advances to customers (net)	55,539,275	57,668,263	60,376,595	64,953,499	67,045,738	55,539,275	57,668,263	60,376,595	64,953,499	67,045,738
10 Balances due from banking institutions in the group	-	-	-	-	-	-	-	-	-	-
11 Investments in associates	630,353	616,044	670,824	657,458	649,876	630,353	616,044	670,824	657,458	649,876
12 Investments in subsidiary companies	24,963	24,963	24,963	24,963	24,963	-	-	-	-	-
13 Investments in joint ventures	-	-	-	-	-	-	-	-	-	-
14 Investment property	-	-	-	-	-	-	-	-	-	-
15 Property and equipment	4,374,108	4,213,320	4,076,935	4,274,938	4,119,087	4,374,661	4,213,836	4,078,439	4,276,383	4,120,549
16 Prepaid lease rentals	-	-	-	-	-	-	-	-	-	-
17 Intangible assets	744,446	665,434	634,903	568,933	612,378	773,348	693,853	661,877	594,462	636,462
18 Deferred tax asset	3,136,380	3,052,139	2,826,975	3,007,004	3,317,439	3,136,314	3,051,981	2,827,086	3,007,387	3,316,905
19 Retirement benefit asset	-	-	-	-	-	-	-	-	-	-
20 Other assets	5,566,730	6,294,900	4,675,744	5,924,482	6,081,608	5,368,576	6,301,551	4,526,436	5,806,337	5,910,476
<b>21 TOTAL ASSETS</b>	<b>126,841,620</b>	<b>129,588,169</b>	<b>133,633,970</b>	<b>146,251,458</b>	<b>146,543,305</b>	<b>126,727,695</b>	<b>129,669,618</b>	<b>133,554,390</b>	<b>146,187,748</b>	<b>146,454,956</b>
<b>B Liabilities</b>										
22 Balances due to Central Bank of Kenya	-	-	-	-	3,496,740	-	-	-	-	3,496,740
23 Customer deposits	99,229,389	99,090,859	99,913,441	115,424,152	106,103,099	99,066,580	98,857,733	99,716,681	115,135,108	105,786,296
24 Deposits and balances due to local banking institutions	6,460,632	8,137,398	7,485,321	3,310,433	10,554,365	6,460,632	8,137,398	7,485,321	3,310,433	10,554,365
25 Deposits and balances due to foreign banking institutions	6,981,903	7,941,366	7,712,427	7,532,793	7,455,621	6,981,903	7,941,366	7,712,427	7,532,793	7,455,621
26 Other money market deposits	-	-	-	-	-	-	-	-	-	-
27 Borrowed funds	-	-	3,237,000	3,315,000	-	-	-	3,237,000	3,315,000	-
28 Balances due to banking institutions in the group	-	-	-	-	-	-	-	-	-	-
29 Tax payable	-	-	-	-	215,227	-	-	(297)	-	237,067
30 Dividends payable	5,681	5,681	5,681	5,681	274	5,681	5,681	5,681	5,681	274
31 Deferred tax liability	-	-	-	-	-	-	-	297	-	-
32 Retirement benefit liability	-	-	-	-	-	-	-	-	-	-
33 Other liabilities	2,228,471	2,227,454	2,634,480	3,637,747	2,353,257	2,180,761	2,357,357	2,619,747	3,683,694	2,409,259
<b>34 TOTAL LIABILITIES</b>	<b>114,906,076</b>	<b>117,402,758</b>	<b>120,988,350</b>	<b>133,225,806</b>	<b>130,178,583</b>	<b>114,695,557</b>	<b>117,299,535</b>	<b>120,776,857</b>	<b>132,982,709</b>	<b>129,939,622</b>
<b>C Shareholders' Funds</b>										
35 Paid up /Assigned capital	12,368,906	12,368,906	12,368,906	12,368,906	12,683,038	12,368,906	12,368,906	12,368,906	12,368,906	12,683,038
36 Share premium/(discount)	-	-	-	-	3,141,319	-	-	-	-	3,141,319
37 Revaluation reserves	1,225,905	1,225,905	1,225,905	1,225,905	1,200,558	1,225,907	1,225,905	1,225,905	1,225,905	1,200,560
38 Retained earnings/Accumulated losses	(5,506,873)	(5,602,693)	(5,671,226)	(5,503,011)	(5,190,271)	(5,410,487)	(5,418,276)	(5,538,562)	(5,322,506)	(5,038,471)
39 Statutory loan loss reserves	3,794,213	4,074,991	4,590,726	4,781,842	4,520,549	3,794,213	4,074,991	4,590,726	4,781,842	4,520,549
40 Other Reserves	53,393	118,302	131,309	152,010	9,529	53,599	118,557	130,558	150,892	8,339
41 Proposed dividends	-	-	-	-	-	-	-	-	-	-
42 Capital grants	-	-	-	-	-	-	-	-	-	-
<b>43 TOTAL SHAREHOLDERS' FUNDS</b>	<b>11,935,544</b>	<b>12,185,411</b>	<b>12,645,620</b>	<b>13,025,652</b>	<b>16,364,722</b>	<b>12,032,138</b>	<b>12,370,083</b>	<b>12,777,533</b>	<b>13,205,039</b>	<b>16,515,334</b>
44 Minority interest	-	-	-	-	-	-	-	-	-	-
<b>45 Total Liabilities &amp; Shareholders' Funds</b>	<b>126,841,620</b>	<b>129,588,169</b>	<b>133,633,970</b>	<b>146,251,458</b>	<b>146,543,305</b>	<b>126,727,695</b>	<b>129,669,618</b>	<b>133,554,390</b>	<b>146,187,748</b>	<b>146,454,956</b>

### III. OTHER DISCLOSURES

	BANK	BANK	BANK	BANK	BANK
	31-Dec-20 Shs'000	31-Mar-21 Shs'000	30-Jun-21 Shs'000	30-Sep-21 Shs'000	31-Dec-21 Shs'000
<b>1 Non-performing loans and advances</b>					
a Gross non-performing loans and advances	26,438,040	26,360,967	27,447,135	27,976,034	26,541,854
b Less:Interest in suspense	4,290,607	4,734,041	4,548,725	4,892,192	4,391,263
<b>c Total Non-performing loans and advances (a-b)</b>	<b>22,147,433</b>	<b>21,626,926</b>	<b>22,898,410</b>	<b>23,083,842</b>	<b>22,150,591</b>
d Less:Loan loss Provisions	11,322,528	11,503,961	12,098,852	12,228,074	11,782,093
<b>e Net NPLs exposure (c-d)</b>	<b>10,824,905</b>	<b>10,122,965</b>	<b>10,799,557</b>	<b>10,855,768</b>	<b>10,368,498</b>
f Discounted Value of Securities	10,330,933	9,325,185	10,736,740	10,675,731	10,239,577
<b>g Net NPLs exposure (e-f)</b>	<b>493,972</b>	<b>797,780</b>	<b>62,818</b>	<b>180,037</b>	<b>128,920</b>
<b>2 Insider loans and Advances</b>					
a Directors,Shareholders and associates	-	4	21	18	18
b Employees	5,872,627	5,941,974	5,905,135	5,867,903	5,845,656
c Total insider loans, advances and other facilities	<b>5,872,627</b>	<b>5,941,978</b>	<b>5,905,156</b>	<b>5,867,921</b>	<b>5,845,674</b>
<b>3 Off-Balance sheet items</b>					
a Letters of credit, guarantees and acceptances	4,996,228	5,055,196	4,798,015	4,549,513	4,514,574
b Forwards, swaps and options	11,351,200	4,179	4,967,095	5,359,250	5,204,900
c Other contingent liabilities	-	-	-	-	-
<b>d Total contingent liabilities</b>	<b>16,347,428</b>	<b>5,059,375</b>	<b>9,765,110</b>	<b>9,908,763</b>	<b>9,719,474</b>
<b>4 Capital Strength</b>					
<b>a Core capital</b>	<b>6,578,405</b>	<b>6,463,711</b>	<b>6,164,098</b>	<b>6,155,346</b>	<b>10,288,488</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>5,578,405</b>	<b>5,463,711</b>	<b>5,164,098</b>	<b>5,155,346</b>	<b>9,288,488</b>
d Supplementary capital	1,256,934	1,268,343	4,368,809	4,396,344	1,316,500
<b>e Total capital (a+d)</b>	<b>7,835,339</b>	<b>7,732,054</b>	<b>10,532,906</b>	<b>10,551,689</b>	<b>11,604,988</b>
<b>f Total risk weighted assets</b>	<b>76,036,622</b>	<b>77,691,953</b>	<b>78,422,698</b>	<b>80,975,578</b>	<b>81,308,855</b>
<b>g Core capital/total deposit liabilities</b>	<b>6.2%</b>	<b>6.0%</b>	<b>5.7%</b>	<b>5.0%</b>	<b>9.1%</b>
h Minimum Statutory Ratio	8.0%	8.0%	8.0%	8.0%	8.0%
<b>l Excess/(Deficiency) (g-h)</b>	<b>-1.8%</b>	<b>-2.0%</b>	<b>-2.3%</b>	<b>-3.0%</b>	<b>1.1%</b>
<b>j Core capital/total risk weighted assets</b>	<b>8.7%</b>	<b>8.4%</b>	<b>7.9%</b>	<b>7.6%</b>	<b>12.7%</b>
k Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%	10.5%
<b>l Excess/(Deficiency) (j-k)</b>	<b>-1.8%</b>	<b>-2.1%</b>	<b>-2.6%</b>	<b>-2.9%</b>	<b>2.2%</b>
<b>m Total capital/total risk weighted assets</b>	<b>10.3%</b>	<b>10.0%</b>	<b>13.4%</b>	<b>13.0%</b>	<b>14.3%</b>
n Minimum Statutory Ratio	14.5%	14.5%	14.5%	14.5%	14.5%
<b>o Excess/(Deficiency) (m-n)</b>	<b>-4.2%</b>	<b>-4.5%</b>	<b>-1.1%</b>	<b>-1.5%</b>	<b>-0.2%</b>
<b>p Adjusted core capital/total deposit liabilities*</b>	<b>6.2%</b>	<b>6.3%</b>	<b>5.9%</b>	<b>5.2%</b>	<b>9.2%</b>
<b>q Adjusted core capital/total risk weighted assets*</b>	<b>8.7%</b>	<b>8.7%</b>	<b>8.1%</b>	<b>7.9%</b>	<b>12.9%</b>
<b>r Adjusted total capital/total risk weighted assets*</b>	<b>10.3%</b>	<b>10.3%</b>	<b>13.7%</b>	<b>13.4%</b>	<b>14.5%</b>
<b>5 Liquidity</b>					
<b>a Liquidity Ratio</b>	<b>44.4%</b>	<b>42.7%</b>	<b>46.6%</b>	<b>49.6%</b>	<b>41.7%</b>
b Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%	20.0%
<b>c Excess/(Deficiency) (a-b)</b>	<b>24.4%</b>	<b>22.7%</b>	<b>26.6%</b>	<b>29.6%</b>	<b>21.7%</b>

### 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 audited financial statements are an extract from the books of the Financial statements and records of the bank and approved on 4th March 2022 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 :