

PUBLIC NOTICE



Proposed Dividend - Update:

As announced during the release of the audited 2019 full year results, the Board of Directors ("Board") had resolved to recommend to the shareholders for their approval at the Annual General Meeting to be scheduled, the payment of a final dividend for the year of Shs 1.50 per share. The dividend was to be paid to the shareholders registered on the Company's register at the close of business on 23 April 2020.

The Board has considered events that have taken place since the financial results were published, particularly the unprecedented COVID-19 pandemic and its devastating effects to the world and the Kenyan economy. This has led to a reconsideration of the Board's decision as to the type of return to offer to the shareholders whilst ensuring the company continues to support its customers and the communities in which it operates.

The Board will therefore be varying its proposal and recommending to the shareholders the payment of a stock dividend (Bonus Issue) and not a cash dividend. The proposed Bonus issue is one (1) share for every ten (10) shares held. The Board views that this will place the shareholders in a better position than the earlier proposed cash dividend. The Bonus Shares will be issued to the shareholders registered on the Company's register at the close of business on 12th May 2020 and upon approval of the Capital Markets Authority and the shareholders of the Company.

The Group continues to offer relief to customers that have been affected by the Covid-19 pandemic. Furthermore, the Group has committed Kshs 100 million towards the Covid-19 Emergency Response Fund to support the humanitarian needs of the more vulnerable members of our communities.

The Board will continue to implement strategies to maximize and sustain corporate value by effectively utilizing internal reserves to build a strong financial base, strengthen existing businesses and progress with new investments.

By order of the Board
Livingstone Murage
Group Company Secretary
20th April 2020

DISCLAIMER:

This announcement has been issued with the approval of the Capital Markets Authority pursuant to The Capital Markets (Licensing Requirements) (General) Regulations, 2002. As a matter of policy, the Capital Markets Authority assumes no responsibility for the correctness of the statements appearing in this announcement.