

NCBA GROUP PLC SUMMARY AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31 DECEMBER 2023

SUMMARY CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME	2023 Shs '000	2022 Shs '000
Net interest income	47,288,055	42,386,630
Credit Impairment Charges	(7,441,230)	(12,465,743)
Net Interest income after credit impairment charges	39,846,825	29,920,887
Net fee and commission income	5,081,104	3,934,017
Net trading income	8,376,941	12,495,587
Other operating income	831,055	1,057,932
NET OPERATING INCOME	54,135,925	47,408,423
Operating expenses	(28,695,723)	(25,120,097)
PROFIT BEFORE SHARE OF ASSOCIATE'S PROFIT	25,440,202	22,288,326
Share of associates profit	41,704	203,200
PROFIT BEFORE INCOME TAX	25,481,906	22,491,526
Income tax expense	(4,025,273)	(8,713,501)
PROFIT FOR THE YEAR	21,456,633	13,778,025
OTHER COMPREHENSIVE INCOME FOR THE YEAR NET OF TAX	(625,069)	(2,186,227)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	20,831,564	11,591,798
EARNINGS PER SHARE - BASIC AND DILUTED	13.02	8.36

SUMMARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION	2023 Shs '000	2022 Shs '000
ASSETS		
Cash and balances with Central Banks	43,327,884	38,626,109
Due from banking institutions	66,749,065	25,692,842
Government securities	228,860,973	222,450,660
Loans and advances to customers	330,214,425	276,033,184
Current and deferred income tax	12,333,955	12,532,163
Investments	21,909,122	14,238,144
Property, equipment and Intangible assets	13,847,629	11,663,987
Others assets	17,378,355	18,424,555
TOTAL ASSETS	734,621,408	619,661,644
LIABILITIES		
Customer deposits	579,401,918	502,675,954
Due to banking institutions	26,680,557	5,914,127
Borrowings	6,411,971	4,206,965
Current and Deferred income tax	207,735	626,510
Other liabilities	25,256,049	23,816,397
TOTAL LIABILITIES	637,958,230	537,239,953
EQUITY		
Capital and reserves attributable to equity holders of the bank		
Share capital	8,237,598	8,237,598
Share premium	21,424,322	21,424,322
Revenue reserves	64,900,509	51,269,592
Proposed dividends	4,942,557	3,706,918
Other reserves	(2,841,808)	(2,216,739)
Total capital & reserves attributable to equity holders of the Group	96,663,178	82,421,691
TOTAL LIABILITIES AND EQUITY	734,621,408	619,661,644

SUMMARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	Share capital Shs'000	Share premium Shs'000	Revenue reserves Shs'000	Proposed dividends Shs'000	Other reserves Shs'000	Capital and reserves attributable to equity holders of the Group Shs'000	Non-controlling interests Shs'000	Total Shs'000
At 1 January 2022	8,237,598	21,424,322	44,201,725	3,706,918	292,532	77,863,095	123,934	77,987,029
Profit for the year	-	-	13,864,788	-	-	13,864,788	(86,763)	13,778,025
Other comprehensive income for the year:	-	-	(118,003)	-	(2,186,227)	(2,304,230)	(37,171)	(2,341,401)
Total comprehensive income for the year	-	-	13,746,785	-	(2,186,227)	11,560,558	(123,934)	11,436,624
2021 Final Dividend Paid	-	-	-	(3,706,918)	-	(3,706,918)	-	(3,706,918)
2022 Interim Dividend Paid	-	-	(3,295,044)	-	-	(3,295,044)	-	(3,295,044)
2022 Proposed final Dividend	-	-	(3,706,918)	3,706,918	-	-	-	-
Other transactions with owners, recorded directly through equity	-	-	323,044	-	(323,044)	-	-	-
At 31 December 2022	8,237,598	21,424,322	51,269,592	3,706,918	(2,216,739)	82,421,691	-	82,421,691
At 1 January 2023	8,237,598	21,424,322	51,269,592	3,706,918	(2,216,739)	82,421,691	-	82,421,691
Profit for the year	-	-	21,456,633	-	-	21,456,633	-	21,456,633
Other comprehensive income for the year:	-	-	-	-	(625,069)	(625,069)	-	(625,069)
Total comprehensive income for the year	-	-	21,456,633	-	(625,069)	20,831,564	-	20,831,564
2022 Final Dividend Paid	-	-	-	(3,706,918)	-	(3,706,918)	-	(3,706,918)
2023 Interim Dividend Paid	-	-	(2,883,159)	-	-	(2,883,159)	-	(2,883,159)
2023 Proposed Final Dividend	-	-	(4,942,557)	4,942,557	-	-	-	-
Other transactions with owners, recorded directly through equity	-	-	-	-	-	-	-	-
At 31 December 2023	8,237,598	21,424,322	64,900,509	4,942,557	(2,841,808)	96,663,178	-	96,663,178

SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS	2023 Shs '000	2022 Shs '000
Net cash generated from operating activities	45,769,418	8,479,836
Net cash used in investing activities	(14,273,602)	(25,298,784)
Net cash used in financing activities	(6,050,196)	(10,636,525)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	25,445,620	(27,455,473)
CASH AND CASH EQUIVALENTS AT 1 JANUARY	40,957,316	67,471,764
Foreign Currency exchange difference	2,639,204	941,025
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	69,042,140	40,957,316

The summary Group financial statements and summary directors' remuneration report are extracts from the audited Group financial statements and directors' remuneration report. They were approved by the Board of Directors on 26 March 2024.

A complete set of the audited Group financial statements including explanatory notes can be accessed on the institution's website www.ncbagroup.com.

BY ORDER OF THE BOARD
JOHN GACHORA
GROUP MANAGING DIRECTOR
NCBA GROUP PLC

Regulated by the Central Bank of Kenya

SUMMARY DIRECTORS' REMUNERATION REPORT

The directors' remuneration for the year was Shs 427,532,000 (2022: Shs 364,490,000).

INDEPENDENT AUDITOR'S REPORT ON THE SUMMARY FINANCIAL STATEMENTS TO THE SHAREHOLDERS OF NCBA GROUP PLC
Opinion

We have audited the summary financial statements of NCBA Group PLC, which comprise the summary consolidated statement of financial position, summary consolidated statements of comprehensive income, summary consolidated statement of changes in equity and summary consolidated statement of cash flows which are derived from the audited financial statements of NCBA Group PLC and its subsidiaries (together, the "Group") for the year ended 31 December 2023. The Group's financial statements are prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board and the Companies Act, 2015.

In our opinion the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements of the Group which are prepared in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board and the Companies Act, 2015.

The summary directors' remuneration report is derived from the directors' remuneration report for the year ended 31 December 2023.

Summary Financial Statements and directors' remuneration report

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 (General) (Amendment) (No. 2) Regulations, 2017.

Reading the summary financial statements, the summary directors' remuneration report and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements, the directors' remuneration report and the auditor's report thereon. The summary financial statements, the summary directors' remuneration report and the audited financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial statements.

The audited financial statements and our report thereon

We expressed an unmodified audit opinion on the audited financial statements in our audit report dated 27 March 2024 and also confirmed that the auditable part of the directors' remuneration report was prepared in accordance with the Kenyan Companies Act, 2015. That audit 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 financial statements of the current period.

Director's responsibility for the summary financial statements

The directors are responsible for the preparation of the summary financial statements and the summary director's remuneration report in accordance with the IFRS Accounting Standards as issued by the International Accounting Standards Board and Companies Act 2015.

Auditor's Responsibility

Our responsibility is to express an opinion on whether the summary financial statements and the summary directors' remuneration report are consistent, in all material respects, with the audited 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.

Charles Luo

CPA Charles Munkonge Luo, Practising certificate No. 2294
Engagement partner responsible for the audit
For and on behalf of Deloitte & Touche LLP
Certified Public Accountants (Kenya)
Nairobi

Deloitte.

Certified Public Accountants
Nairobi
27 March 2024

Summary of Key Audit Matters

The key audit matters raised by the auditor were on:

- Estimation of expected credit losses on loans and advances
- Information Technology systems

