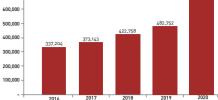
EQUITY GROUP HOLDINGS PLC AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE YEAR ENDED 31ST DECEMBER 2020

	EQUITY BANK (KENYA) LIMITED		EQUITY GROUP HOLDINGS PLC			
STATEMENT OF FINANCIAL POSITION AS AT	BA 31st Dec 2019	NK 31st Dec 2020	COM 31st Dec 2019	PANY 31st Dec 2020	GR(31st Dec 2019	OUP 31st Dec 2020
	Shs. '000' (Audited)	Shs. '000' (Audited)	Shs. '000' (Audited)	Shs. '000' (Audited)	Shs. '000' (Audited)	Shs. '000' (Audited)
 A. ASSETS 1. Cash (both local & foreign) 2. Balances due from Central Bank of Kenya 3. Kenya Government and other securities held for dealing purposes 	10,294,829 22,299,710	13,027,022 16,633,521	12,693,971	8,818,038	25,499,983 22,299,710	44,484,008 16,633,521
 Kenya Government and other securities held for dealing purposes Financial assets at fair value through profit and loss Investment securities: 	154,964,387	- 195,157,006	-	-	- - 172,208,187	217,407,885
 a) Held to maturity: a. Kenya Government securities 	15,798,028 15,183,690 614,338	13,390,327 13,390,327	:	:	21,572,268 15,183,690 6,388,578	15,842,417 13,390,327
 b. Othér securities b) Available for sale: a. Kenya Government securities 	614,338 139,166,359 123,389,271	- 181,766,679 162,290,072	-	-	6,388,578 150,635,919 123,389,271	2,452,090 201,565,468 162,309,318
 b. Other securities b. Deposits and balances due from local banking institutions c. Deposits and balances due from banking institutions abroad 	15,777,088 4,000,974 6,800,293	19,476,607 9,516,400 80,808,444	1	-	27,246,648 7,202,000 31,432,500	39,256,150 29,543,160 156,432,181 279,439 477,847,189
8. Tax recoverable 9. Loans and advances to customers (net)	276.863.043	313,065,151 1,493,361	36,935	54,326	31,432,500 152,328 366,440,456 19,100	477,847,181
11 Investments in associates	925,602	1,493,361	60,535 - 66,786,117	39,265 80,451,544	19,100	-
12. Investments in subsidiary companies 13. Investments in joint ventures 14. Investment properties 15. Property and equipment 16. Prepaid lease rentals	5,725,566	5,334,684	12,455	11,814	- 11,030,843	5,575,912 15,903,898
17. Intangible assets	6.191.571	6.496.942	1	1	7,244,414	9.621.193
19. Retirement benefit asset 20. Other assets	5,064,277 14,394,985	11,268,837 	84,481 	90,055 	6,491,884 	13,206,930
21. TOTAL ASSETS B. LIABILITIES	507,525,237	667,649,767	79,833,559	89,976,744	673,682,541	1,015,093,315
22. Balances due to Central Bank of Kenya 23. Customer deposits	380,603,583	496,748,100	1	1	482,752,134	740,800,779
24. Deposits and balances due to local banking institutions 25. Deposits and balances due to foreign banking institutions 26. Other money market deposits	534,216	5,674,800	-	-	113,414	9,927,450
27. Borrowed funds 28. Balances due to group companies 29. Tax payable	41,542,934 176,118 1,257,482	64,279,082 742,777 720,990	618,649	10,937,529 440,830	56,600,944 1,928,201	87,220,864 113,704 1,640,859
30. Dividends payable 31. Deferred tax läbility 32. Retirement benefit läbility	-	-	-	-	149,708	1,338,555 2,404,916
33. Other liabilities 34. TOTAL LIABILITIES	13,496,534 437,610,867	12,786,598 580,952,347	38,511 657,160	11,378,359	20,361,475 561,905,876	33,005,388 876,452,515
C. SHAREHOLDERS' FUNDS 35. Paid up / assigned capital			1,886,837			
35. Paid up / assigned capital 36. Share premium / (discount) 37. Revaluation reserve 38. Retained earnings / accumulated losses	30,000,000 9,964,132 2,380,913 27,569,325	30,000,000 9,964,132 5,160,545 41,572,743	16,062,607 61,226,955	1,886,837 15,325,264 61,386,284	1,886,837 16,062,607 (7,118,600) 99 149 659	1,886,837 15,325,264 (4,378,592) 118,765,898 576,960
39. Statutory loan loss reserve 40. Other reserves		41,372,743			99,149,659 738,780	576,960
41. Proposed dividends 42. Non controlling interests 43. TOTAL SHAREHOLDERS' FUNDS	69,914,370	86,697,420	79,176,399	78,598,385	1,057,382 111,776,665	<u>6,464,433</u> 138,640,800
44. TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	507,525,237	667,649,767	79,833,559	89,976,744	673,682,541	1,015,093,315
STATEMENT OF COMPREHENSIVE INCOME 1. INTEREST INCOME 1.1 Loans and advances	28 835 285	3/ 0/0 0/0			<u>/1 /58 520</u>	52 022 002
 1.2 Government securities 1.3 Deposits and placements with banking institutions 	28,835,285 15,658,672 799,441 190,439	34,069,068 19,086,254 247,435 264 308	181,752	422,924	41,458,529 16,872,322 1,201,517 190,439	52,033,992 20,936,048 548,485 246,308
1.4 Other interest Income 1.5 Total interest income	190,439 45,483,837	246,308 53,649,065	- 181,752	422,924	<u>190,439</u> 59,722,807	246,308 73,764,833
2. INTEREST EXPENSES 2.1 Customer deposits 2.2 Deposits and alsometric from banking institutions	7,908,835 139,496	10,602,273 69,538	-	-	11,072,280 698,524	13,717,169
2.2 Deposits and placements from banking institutions 2.3 Other interest expense 2.4 Total interest expenses	<u>3,020,094</u> 11,068,425	2,956,656 13,628,467	-	12,529 12,529	2,969,642 14,740,446	1,324,960 3,573,913 18,616,042
3. NET INTEREST INCOME	34,415,412	40,020,598	181,752	410,395	44,982,361	55,148,791
A. NON-INTEREST INCOME 4.1 Fees and commissions income on loans & advances 4.2 Other fees and commissions income	5,017,215 10,371,202 2,312,072	5,770,609 8,384,805	:	1	5,596,635 15,608,742	6,619,616 16,052,314
4.3 Foreign exchange trading income 4.4 Dividend income 4.5 Other income	2,312,072	3,690,302 5,932,193	12,500,000 58,586	606,800 10,046	3,503,661 6,071,015	6,210,112 9,626,039
4.6 Total non-interest income 5. TOTAL OPERATING INCOME	20,732,856 55,148,268	23,777,909 63,798,507	12,558,586 12,740,338	616,846 1,027,241	30,780,053 75,762,414	38,508,081 93,656,872
6. OPERATING EXPENSES				1,027,241		
6.1 Loan loss provision 6.2 Staff costs 6.3 Directors' emoluments	3,969,783 8,579,853 18,865 180,994	23,357,937 9,694,384 22,685 212,461 2,897,288	960 11,073 75,631	28,328 24,906	5,302,566 12,808,766 143,460	26,631,273 15,418,429 123,778
6.4 Rental charges 6.5 Depreciation on property and equipment 6.6 Ammortisation charges	180,994 2,918,655 1,111,474	212,461 2,897,288 1,014,002	2,058 354	3,530 1,797	425,178 4,754,343 1,266,816 19,583,855	26,631,273 15,418,429 123,778 5,349,609 1,251,548 23,512,357
6.7 Other operating expenses 6.8 Total operating expenses	12,394,979 29,174,603	12,392,407 49,591,164	320,014 410,090	753,238 811,799	19,583,855 44,284,984	23,512,357 72,664,472
7. Profit / (loss) before tax and exceptional items 8. Exceptional items-Gain on bargain purchase	25,973,665	14,207,343	12,330,248	215,442	31,477,430	20,992,400 1,177,390
9. Profit / (loss) after exceptional items 10. Current tax 11. Deferred tax	25,973,665 (8,476,145) 1,246,224	14,207,343 (7,599,106) 7,395,831	12,330,248 [68,255] 1,485	215,442 (61,687) 5,574	31,477,430 (10,023,375) 1,106,659	22,169,790 (10,306,675) 8,236,431
11. Deferred tax 12. Profit / (loss) after tax and exceptional items 12.1 Minority Interest	18,743,744	14,004,068	12,263,478	159,329	22,560,714 (174,737)	20,099,546 [310,148]
Profit / (loss) after tax and exceptional items and minority interest	18,743,744	14,004,068	12,263,478	159,329	22,385,977	19,789,398
 Other comprehensive income 14.1 Gains / (losses) from translating the financial statements of foreign operations 14.2 Fair value changes in available-for-sale financial assets 	2,584,056	2,779,632	1	-	(824,487) 2,630,066	(224,348) 2,964,356
14. Other comprehensive income 14.1 Gains / [losses] from translating the financial statements of foreign operations 14.2 Fair value changes in available-for-sale financial assets 14.3 Revaluation surplus on property and equipment 14.4 Share of other comprehensive income of associates 14.5 Income tax relating to components of other comprehensive income	,,	-	-	:	-	-
 Other comprehensive income for the year net of tax 16. Total comprehensive income for the year 	2,584,056 21,327,800	2,779,632	12,263,478	159,329	1,805,579 24,366,293	2,740,008
Earnings per share - basic & diluted Dividend per share - declared	624.79 400.00	466.80	3.25	0.04	5.93	5.24
OTHER DISCLOSURES 1) NON PERFORMING LOANS AND ADVANCES						
a) Gross non performing loans and advances b) Less interest in suspense c) Total non-performing loans and advances (a-b)	26,184,843 3,595,537	42,824,644 6,157,258	1	1	36,273,992 4,299,222	59,392,899 8,765,884
d) Less loan loss provision	22,589,306 10,105,423 12,483,883	36,667,386 22,350,223 16,317,163	-	-	31,974,770 12,937,708 19,037,062	50,627,015 28,296,995 22,330,020
e) Net non- performing loans (c-d) f) Discounted value of securities c) Net NBIs concerves (c.d.)	12,483,883 11,341,973	14,317,163 14,317,163	-		19,037,062 17,897,872	22,330,020 22,330,020
g) Net NPLs exposure (e-f) 2) INSIDER LOANS AND ADVANCES	1,141,910	-	-	-	1,139,190	-
a) Directors, shareholders and associates b) Employees	3,001,441 4,997,039 7,998,480	4,635,346 5,776,376 10,611,722	-	:	3,188,958 6,484,656 9,673,614	5,484,014 7,919,910 13,403,924
c) Total insider loans and advances and other facilities 3) OFF-BALANCE SHEET ITEMS before for the contraction and acceptances		72 979 049	-	-		13,403,924
a) Letter of credit, guarantees and acceptances b) Forwards,swaps and options c) Other contigent liabilities	72,277,376 32,137,299	73,879,069 35,124,888 -	-		83,225,929 32,809,333 -	104,002,031 35,124,888 -
d) Total contigent liabilities 4) CAPITAL STRENGTH	104,414,675	109,003,957	-	-	116,035,262	139,126,919
a) Correcapital b) Minimum statutory capital c) Excess / (deficiency)	62,469,024 1,000,000	70,268,038 1,000,000		:	107,504,675 4,173,124	119,668,525 4,173,124
c) Excess / (deficiency) d) Supplementary capital e) Total capital (a+d)	61,469,024 20,270,000	69,268,038 21,850,000	:	:	103,331,551 21,032,684	115,495,401 33,609,907
f) Total risk weighted assets	82,739,024 475,759,743	92,118,038 566,959,169	:	:	128,537,359 601,744,216	153,278,432 809,585,432
Ratios g) Core capital / total deposit liabilities h) Minimum statutory ratio	16.4% 8.0%	14.1% 8.0%	-	-	22.3% 8.0%	16.2% 8.0%
i) Excess / (deficiency) (g-h) j) Core capital / total risk weighted assets	8.0% 8.4% 13.1%	6.1% 12.4%	-	-	8.0% 14.3% 17.9%	8.0% 8.2% 14.8%
k) Minimum statutory ratio l) Excess / (deficiency) (j-k)	10.5% 2.6%	10.5% 1.9%	-		10.5% 7.4%	10.5% 4.3%
m) Total capital/ total risk weighted assets n) Minimum statutory ratio o) Excess / (deficiency) (m-n)	17.4% 14.5% 2.9%	16.2% 14.5% 1 7%	-	:	21.4% 14.5%	18.9% 14.5%
p) Adjusted core capital / total deposit liabilities*	2.9% 16.7%	1.7% 14.2%	-		6.9% 22.7%	4.4% 16.2%
q) Adjusted core capital / total risk weighted assets* r) Adjusted total capital / total risk weighted assets*	13.3% 17.6%	12.5% 16.3%	-	-	18.2% 21.7%	14.8% 19.0%
5) LIQUIDITY a) Liquidity ratio	54.7%	73.1%	-	-	52.1%	59.3%
 b) Minimum statutory ratio c) Excess / [deficiency] (a-b] 	20.0% 34.7%	20.0% 53.1%	-		20.0% 32.1%	20.0% 39.3%
	E	-quity Bank (Kenya) Limited a	ind Equity Group Holdings Plc	are regulated by the Central	Bank of Kenya.	

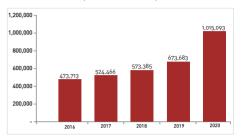




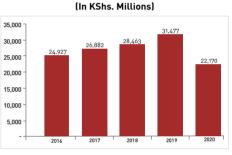
800,000 700,000

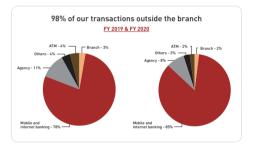


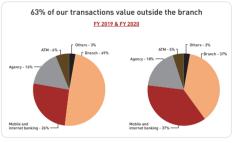
GROWTH IN TOTAL ASSETS (In KShs. Millions)



GROWTH IN PROFIT BEFORE TAX







*The adjusted capital ratios include 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.

Dividend

The Board of Directors do not recommend payment of a dividend in respect of the year ended 31 December 2020.

Message from the Directors

The above Statement of Comprehensive Income and Statement of Financial Position are extracts of financial statements audited by PricewaterhouseCoopers [PwC]. They can be assessed on the company's website www.equitygroupholdings.com/investor-relations. To get a full picture of the Group's performance, the complete set of audited financial statements will be available on www.equitygroupholdings. com/investor-relations after 15 April 2021 or from the Company Secretary at our offices at Equity Centre, 9th Floor, Hospital Road, Upper Hill.





Group Managing Director & CEO

*=