

BARCLAYS BANK KENYA LIMITED
(Incorporated in the Republic of Kenya)
(Registration number: 18208)

CAUTIONARY ANNOUNCEMENT

Barclays Bank of Kenya Limited ("BBK") refers to the announcement made by Barclays PLC at 18h00 (BST) time (21h00 EAST) on Sunday February 28 2016. The full text of the statement appears below: -

"Barclays PLC notes the recent press speculation regarding a potential sale of its shareholding in Barclays Africa Group Limited ("BAGL"). The Board continues to evaluate its strategic options in relation to its BAGL shareholding and expects to update the market at the time of its 2015 Full Year Results Announcement on 1 March 2016." (end of quote)

BBK also refers to the announcement made by BAGL (which owns 68.5% of BBK's shareholding) at 07h00 (SAST) time (08h00 EAST) on Monday February 29 2016. An extract of the Statement appears below: -

'BAGL is an independent entity listed on the Johannesburg Stock Exchange that is well capitalized with a track record of generating strong returns. It is delivering on its strategy, has a strong and independent board, and is a bank regulated by the South African Reserve Bank. The BAGL Board confirms that BAGL will continue to operate in the normal course of business.

BAGL is the majority (and in some cases sole) shareholder of the BAGL operations in South Africa, Kenya, Botswana, Ghana, Zambia, Mauritius, Mozambique, Seychelles, Uganda and Tanzania (Barclays Bank Tanzania Limited and National Bank of Commerce Limited). BAGL confirms that any announcement relating to PLC's shareholding in BAGL does not impact the shareholding and ownership of these operations." (end of quote)

Consequently, BBK shareholders are advised to exercise caution when dealing in BBK shares.

We confirm that any change in the shareholding of BAGL shall not impact the day to day operations of BBK. BBK is a profitable business currently in its 100th year of operation in Kenya. BBK has a strong capital base and liquidity position that ensures we are able to deliver service and value to all our stakeholders. We have continued to grow our Kenyan business, offering our customers access to cutting edge financial solutions. Only last week we launched the first to market Mobile Point of Sale (mPOS) payment solution. This is a solution that enables customers to pay for products and services using their debit or credit card on the go. This week we will launch our agency banking proposition to give our customers easier access to our services. BBK has a clear strategy and for now we are focused on executing that strategy. Ultimately we remain focused on providing the highest level of service.

The BAGL 2015 Full Year Results will be released in the ordinary course tomorrow (March 1 2016) at 08h00 EAST or shortly thereafter while the BBK 2015 Full Year Results will be released in due course.

Nairobi

February 29, 2016

Enquiries:

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