



KENYA AIRWAYS PLC

The Capital Markets Act

(Chapter 485A of the Laws of Kenya)
The Capital Markets (Securities)(Public Offers, Listing and Disclosures) Regulations, 2002

PROFIT WARNING ANNOUNCEMENT

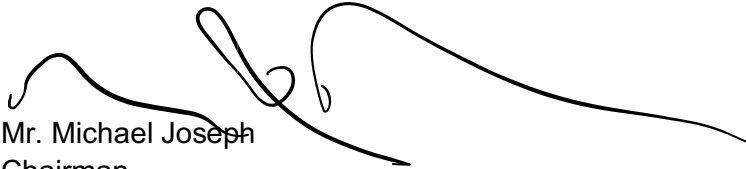
The Board of Directors of Kenya Airways Plc (the “Company”) makes this announcement pursuant to Rule G.05 (1) (f) & (2) of the Fifth Schedule of the Capital Markets (Securities) (Public Offers, Listing and Disclosures) Regulations, 2002 and for the information of investors and the general public.

The Board brings to the attention of the public that the earnings for the current financial year are expected to be lower by at least 25% than the earnings reported for the same period in 2018. This announcement is based on the forecasted financial results of the Group for the year ending 31st December 2019.

Although Kenya Airways realized improved revenue growth in the year, profitability was constrained by the increased competition in the airline area of operations, which, in turn, has increased pressure on pricing in order to remain competitive. In addition, the adoption of new IFRS 16 rules in 2019, has required significant adjustments to both the profit and loss statements and balance sheets for the current financial year.

The Board and Management are undertaking several key strategic initiatives to improve the financial results of the Company going forward both in 2019 and in the years ahead.

By order of the Board,



Mr. Michael Joseph
Chairman.

17th December 2019

DISCLAIMER:

This announcement has been issued with the approval of the Capital Markets Authority pursuant to the Capital Markets ((Securities)(Public Offers, Listing and Disclosures) Regulations, 2002 as amended. As a matter of policy, the Capital Markets Authority assumes no responsibility for the correctness of the statements appearing in this announcement.