KINGDOM BANK
A Subsidiary of The Co-operative Bank of Kenya

UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 30TH JUNE 2026

I STATEMENT OF FINANCIAL POSITION

	BANK 30-Jun 2026 Un-Audited Shs '000	BANK 31-Mar 2026 Un-Audited Shs '000	BANK 31-Dec 2025 Audited Shs '000	BANK 30-Jun 2025 Un-Audited Shs '000	GROUP 30-Jun 2026 Un-Audited Shs '000	GROUP 31-Dec 2025 Audited Shs '000	GROUP 30-Jun 2025 Un-Audited Shs '000
A. ASSETS							
1. Cash (both Local & Foreign)	739,561	613,912	691,317	637,507	739,561	691,317	637,507
2. Balances with Central Bank of Kenya	4,047,842	2,106,554	2,029,357	1,372,745	4,047,842	2,029,357	1,372,745
3. Kenya Government & other Securities held for dealing purposes	-	-	-	-	-	-	-
4. Financial Assets at Fair Value through Profit & Loss	-	-	-	-	-	-	-
5. Investment Securities:	-	-	-	-	-	-	-
(i) Held to Maturity:	-	-	-	-	-	-	-
(a) Kenya Government Securities	7,399,577	7,399,577	7,399,577	7,397,674	7,399,577	7,399,577	7,397,674
(b) Other Securities	-	-	-	-	-	-	-
(ii) Available for Sale:	-	-	-	-	-	-	-
(a) Kenya Government Securities	13,052,101	12,865,920	12,924,256	13,080,360	13,052,101	12,924,256	13,080,360
(b) Other Securities	-	-	-	-	-	-	-
6. Deposits and Balances due from Local Banking Institutions	1,094,634	864,787	1,451,558	2,249,111	1,104,634	1,461,558	2,259,111
7. Deposits and Balances due from Banking Institutions Abroad	168,562	73,925	78,527	65,845	168,562	78,527	65,845
8. Tax Recoverable	429,383	279,897	279,897	279,897	440,763	119,357	298,602
9. Loans and Advances to Customers (Net)	26,816,803	24,796,010	22,193,035	17,368,471	26,816,803	22,193,035	17,368,471
10. Balances due from Banking Institutions in the Group	-	-	-	-	-	-	-
11. Investments in Associates	54,008	54,008	54,008	9,767	54,008	54,008	9,767
12. Investments in Subsidiary Companies	255,039	255,039	255,039	255,039	-	-	-
13. Investments in Joint ventures	-	-	-	-	-	-	-
14. Investment Properties	-	-	-	-	-	-	-
15. Property, Plant and Equipment	1,660,052	1,542,470	1,372,668	1,202,528	1,785,140	1,483,976	1,308,530
16. Prepaid Lease Rentals	-	-	-	-	-	-	-
17. Intangible Assets	69,589	76,085	88,432	111,819	69,589	88,432	111,819
18. Deferred Tax Asset	-	-	-	-	-	-	-
19. Retirement Benefit Asset	-	-	-	-	-	-	-
20. Other Assets	2,810,618	2,137,927	2,539,137	2,663,823	2,911,358	2,650,977	2,847,053
21. TOTAL ASSETS	**58,597,769**	**53,066,112**	**51,356,808**	**46,694,586**	**58,589,938**	**51,174,377**	**46,757,484**
B. LIABILITIES							
22. Balances due to Central Bank of Kenya	213,766	403,383	425,765	641,298	213,766	425,765	641,298
23. Customer Deposits	34,847,934	31,888,535	29,936,935	27,199,372	34,602,576	29,744,353	27,043,057
24. Deposits and Balances due to Local Banking Institutions	-	-	-	-	-	-	-
25. Deposits and Balances due to Foreign Banking Institutions	-	-	-	-	-	-	-
26. Other Money Market Deposits	-	-	-	-	-	-	-
27. Borrowed Funds	16,596,166	14,345,362	15,108,573	13,514,767	16,596,166	15,108,573	13,514,767
28. Balances due to Banking Institutions Group Companies	-	-	-	-	-	-	-
29. Tax Payable	385,082	263,209	138,887	168,785	398,709	-	177,468
30. Dividends Payable	-	-	-	-	-	-	-
31. Deferred Tax Liability	128,585	128,585	128,585	59,158	72,294	72,294	23,856
32. Retirement Benefit Liability	-	-	-	-	-	-	-
33. Other Liabilities	982,695	822,945	576,610	787,743	1,066,539	679,752	923,834
34. TOTAL LIABILITIES	**53,154,229**	**47,852,019**	**46,315,355**	**42,371,122**	**52,950,050**	**46,030,737**	**42,324,279**
C. SHAREHOLDERS' FUNDS							
35. Paid Up/ Assigned Capital	1,867,947	1,867,947	1,867,947	1,867,947	1,867,947	1,867,947	1,867,947
36. Share Premium (Discount)	3,087,449	3,087,449	3,087,449	3,087,449	3,087,449	3,087,449	3,087,449
37. Revaluation Reserves	-	-	-	-	-	-	-
38. Retained Earnings/Accumulated Losses	503,258	218,887	(71,198)	(642,453)	699,607	30,989	(532,711)
39. Statutory Loan Reserves	-	-	-	64,800	-	-	64,800
40. Other Reserves	(15,115)	39,809	157,255	(54,280)	(15,115)	157,255	(54,280)
41. Proposed Dividends	-	-	-	-	-	-	-
42. Capital Grants	-	-	-	-	-	-	-
43. TOTAL SHAREHOLDERS' FUNDS	**5,443,540**	**5,214,092**	**5,041,453**	**4,323,463**	**5,639,888**	**5,143,640**	**4,433,205**
44. Minority Interest	-	-	-	-	-	-	-
45. TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	**58,597,769**	**53,066,112**	**51,356,808**	**46,694,586**	**58,589,938**	**51,174,377**	**46,757,484**

II STATEMENT OF COMPREHENSIVE INCOME

	BANK 30-Jun 2026	BANK 31-Mar 2026	BANK 31-Dec 2025	BANK 30-Jun 2025	GROUP 30-Jun 2026	GROUP 31-Dec 2025	GROUP 30-Jun 2025
1. INTEREST INCOME							
1.1. Loans and Advances	1,947,409	901,550	2,578,934	1,095,136	1,947,409	2,578,934	1,095,136
1.2. Government Securities	1,333,219	580,396	2,412,110	1,212,976	1,333,219	2,412,110	1,212,976
1.3. Deposits and Placements with Banking Institutions	95,229	48,422	190,952	98,914	95,229	190,952	98,914
1.4. Other Interest Income	-	-	-	-	-	-	-
1.5. Total Interest Income	**3,375,857**	**1,530,368**	**5,181,996**	**2,407,026**	**3,375,857**	**5,181,996**	**2,407,026**
2. INTEREST EXPENSE							
2.1. Customer Deposits	1,259,454	616,199	2,451,877	1,212,572	1,259,454	2,451,877	1,212,572
2.2. Deposits and Placement from Banking Institutions	2,091	1,935	26,801	7,994	2,091	26,801	7,994
2.3. Other Interest Expenses	135,994	60,904	-	4,926	135,994	-	4,926
2.4. Total Interest Expenses	**1,397,538**	**679,039**	**2,478,678**	**1,225,492**	**1,397,538**	**2,478,678**	**1,225,492**
3. NET INTEREST INCOME /LOSS	**1,978,318**	**851,329**	**2,703,318**	**1,181,534**	**1,978,318**	**2,703,318**	**1,181,534**
4. NON INTEREST INCOME							
4.1. Fees and Commissions on Loans and Advances	216,127	112,005	388,364	157,628	216,127	388,364	157,628
4.2. Other Fees and Commissions	133,651	69,651	262,405	126,288	133,651	262,405	126,288
4.3. Foreign Exchange Trading Income (Loss)	29,560	17,544	102,965	64,285	29,560	102,965	64,285
4.4. Dividend Income	-	-	-	-	-	-	-
4.5. Other Income	60,153	43,838	76,298	9,758	160,642	244,837	77,730
4.6. Total Non-Interest Income	**439,491**	**243,037**	**830,032**	**357,959**	**539,980**	**998,570**	**425,932**
5. TOTAL OPERATING INCOME	**2,417,809**	**1,094,366**	**3,533,350**	**1,539,494**	**2,518,299**	**3,701,889**	**1,607,466**
6. OPERATING EXPENSES							
6.1. Loan Loss Provision	228,444	85,251	232,373	131,370	228,444	247,971	131,370
6.2. Staff Costs	524,008	252,755	836,195	476,409	535,849	853,623	485,092
6.3. Directors' Emoluments	5,525	2,396	12,817	6,423	5,525	12,817	6,423
6.4. Rental Charges	109,665	51,426	192,335	70,986	109,665	192,335	71,249
6.5. Depreciation Charge on Property and Equipment	42,470	21,235	87,907	39,443	73,472	126,649	55,014
6.6. Amortisation Charges	12,993	6,496	25,986	8,560	12,993	25,986	8,560
6.7. Other Operating Expenses	674,053	260,400	1,093,068	350,687	679,341	1,117,190	358,621
6.8. Total Operating Expenses	**1,597,158**	**679,959**	**2,480,681**	**1,083,879**	**1,645,289**	**2,576,571**	**1,116,329**
7. Profit/(Loss) Before Tax and Exceptional Items	**820,652**	**414,408**	**1,052,669**	**455,615**	**873,010**	**1,125,318**	**491,137**
8. Exceptional Items							
9. Profit/(Loss) After Exceptional Items	**820,652**	**414,408**	**1,052,669**	**455,615**	**873,010**	**1,125,318**	**491,137**
10. Current Tax	246,196	124,322	106,786	136,684	246,196	130,654	136,684
11. Deferred Tax	-	-	69,430	-	-	48,441	-
12. Profit/(Loss) After Tax and Exceptional Items	**574,456**	**290,085**	**876,453**	**318,930**	**626,814**	**946,223**	**354,453**
13. Minority Interest							
14. Profit/(Loss) After Tax, Exceptional Items & Minority Interest	**574,456**	**290,085**	**876,453**	**318,930**	**626,814**	**946,223**	**354,453**
15. Other Comprehensive Income:							
15.1. Gains/(Losses) from Translating the Financial Statements of Foreign Operations	-	-	-	-	-	-	-
15.2. Fair Value changes in Available-for-sale Financial Assets	(172,369)	(117,446)	1,119,877	908,342	(172,369)	1,119,877	908,342
15.3. Revaluation Surplus on Property, Plant and Equipment	-	-	-	-	-	-	-
15.4. Share of other Comprehensive Income of Associates	-	-	-	-	-	-	-
15.5. Income Tax Relating to Components of other Comprehensive Income	-	-	-	-	-	-	-
16. Other Comprehensive Income for the Year Net of Tax	**(172,369)**	**(117,446)**	**1,119,877**	**908,342**	**(172,369)**	**1,119,877**	**908,342**
17. TOTAL COMPREHENSIVE INCOME FOR THE YEAR	**402,087**	**172,639**	**1,996,330**	**1,227,272**	**454,445**	**2,066,100**	**1,262,794**

III OTHER DISCLOSURES

	BANK 30-Jun 2026	BANK 31-Mar 2026	BANK 31-Dec 2025	BANK 30-Jun 2025	GROUP 30-Jun 2026	GROUP 31-Dec 2025	GROUP 30-Jun 2025
1.0. NON-PERFORMING LOANS AND ADVANCES							
(a). Gross Non-Performing Loans and Advances	5,397,787	3,955,326	3,376,944	3,460,221	5,397,787	3,376,944	3,460,221
(b). Less Interest in Suspense	527,052	551,548	524,655	506,294	527,052	524,655	506,294
(c).Total Non-Performing Loans and Advances (a-b)	**4,870,735**	**3,403,778**	**2,852,289**	**2,953,927**	**4,870,735**	**2,852,289**	**2,953,927**
(d). Less Loan Loss Provision	1,279,224	651,001	673,175	942,588	1,279,224	673,175	942,588
(e). Net Non-Performing Loans and Advances(c-d)	**3,591,511**	**2,752,777**	**2,179,114**	**2,011,339**	**3,591,511**	**2,179,114**	**2,011,339**
(f). Discounted Value of Securities	3,196,938	2,398,855	2,071,716	1,791,257	3,196,938	2,071,716	1,791,257
(g). Net NPLs Exposure (e-f)	**394,573**	**353,922**	**107,398**	**220,082**	**394,573**	**107,398**	**220,082**
2.0. INSIDER LOANS AND ADVANCES							
(a). Directors, Shareholders and Associates	10,687	11,418	12,134	13,484	10,687	12,134	13,484
(b.) Employees	503,374	446,114	481,064	443,175	503,374	481,064	443,175
(c).Total Insider Loans & Advances & other facilities	**514,061**	**457,532**	**493,198**	**456,659**	**514,061**	**493,198**	**456,659**
3.0. OFF-BALANCE SHEET ITEMS							
(a). Letters of Credit, Guarantees & Acceptances	1,187,021	901,440	657,622	835,173	1,187,021	657,622	835,173
(b). Forwards Swaps & Options	258,000	258,000	387,600	661,050	258,000	387,600	661,050
(c). Other Contingent Liabilities	-	-	-	-	-	-	-
(d).Total Contingent Liabilities	**1,445,021**	**1,159,440**	**1,045,222**	**1,496,223**	**1,445,021**	**1,045,222**	**1,496,223**
4.0. CAPITAL STRENGTH							
(a).Core Capital	5,171,427	5,029,241	4,884,199	4,153,479	5,171,427	4,884,199	4,153,479
(b). Minimum Statutory Capital	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
(c).Excess/ (Deficiency) (a-b)	2,171,427	2,029,241	1,884,199	1,153,479	2,171,427	1,884,199	1,153,479
(d). Supplementary Capital	2,442,099	2,442,099	2,442,099	64,800	2,442,099	2,442,099	64,800
(e). Total Capital (a+d)	**7,613,526**	**7,471,341**	**7,326,298**	**4,218,279**	**7,613,526**	**7,326,298**	**4,218,279**
(f).Total risk weighted assets	33,468,089	30,750,980	28,434,824	25,822,225	33,468,089	28,434,824	25,822,225
(g). Core Capital/Total Deposit Liabilities	**14.8%**	**15.8%**	**16.3%**	**15.3%**	**14.8%**	**16.3%**	**15.3%**
(h). Minimum Statutory Ratio	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%
(I). Excess/ (Deficiency) (g-h)	6.8%	7.8%	8.3%	7.3%	6.8%	8.3%	7.3%
(j). Core Capital / Total Risk Weighted Assets	**15.5%**	**16.4%**	**17.2%**	**16.1%**	**15.5%**	**17.2%**	**16.1%**
(k). Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%
(l). Excess/(Deficiency) (j-k)	5.0%	5.9%	6.7%	5.6%	5.0%	6.7%	5.6%
(m). Total Capital/Total Risk Weighted Assets	**22.7%**	**24.3%**	**25.8%**	**16.3%**	**22.7%**	**25.8%**	**16.3%**
(n). Minimum Statutory Ratio	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%
(o). Excess/(Deficiency) (m-n)	8.2%	9.8%	11.3%	1.8%	8.2%	11.3%	1.8%
5.0. LIQUIDITY							
5.1. (a). Liquidity Ratio	65%	64%	70%	77%	65%	70%	77%
5.2. (b). Minimum Statutory Ratio	20%	20%	20%	20%	20%	20%	20%
5.3. (c). Excess/(Deficiency) (a-b)	45%	44%	50%	57%	45%	50%	57%

The unaudited financial statements are extracts from the books of the institution which were approved by the Board of Directors on 11th August 2026

Mrs. Margaret Karangatha,
Chairlady

Mr. Anthony Mburu,
Managing Director and CEO