



PUBLIC NOTICE

Revision of Base Lending Rate

Following the recent adjustment of the Central Bank Rate (CBR) by the Central Bank of Kenya (CBK) to 9.0%, and in line with the Risk-Based Credit Pricing Model (RBCPM) issued by CBK, Paramount Bank Limited hereby notifies its customers and the general public as follows:

- All new Kenya Shilling-denominated variable-rate loan facilities, approved from 01 December 2025, will be priced based on a benchmark Base Lending Rate of the prevailing CBR (9.0% as at the date of this notice).
- The final lending rate applicable to each customer will comprise the Base Lending Rate plus a customer-specific risk premium, determined in accordance with the Bank's approved credit pricing model and credit policies.
- All existing Kenya Shilling-denominated variable-rate loan facilities approved on or after 1 December 2025 will be adjusted accordingly upon expiry of the 30-day notice period, as required under CBK guidelines.
- All existing Kenya Shilling-denominated variable-rate loan facilities approved before 1 December 2025 shall continue under the prevailing terms and shall transition to the new pricing framework by 28 February 2026, in line with the CBK-mandated transition period.
- All applicable fees, charges, and the Total Cost of Credit (TCC) will be fully disclosed to customers in compliance with Section 44A of the Banking Act (Cap 488) and applicable CBK Prudential Guidelines.

Paramount Bank remains committed to transparent pricing and responsible lending practices.

For further clarification, customers are advised to contact their Branch Manager or call our Contact Centre.

Paramount Bank Limited
Regulated by the Central Bank of Kenya