

## QUARTERLY FINANCIAL STATEMENTS AND DISCLOSURES

I STATEMENT OF FINANCIAL POSITION AS AT 31ST MAR 2026	Group			Bank		
	Previous Year Same Quarter	31st Dec 25 Previous Year	1st Quarter Current Year	Previous Year Same Quarter	31st Dec 25 Previous Year	1st Quarter Current Year
	Shs '000' Un-Audited	Shs '000' Audited	Shs '000' Un-Audited	Shs '000' Un-Audited	Shs '000' Audited	Shs '000' Un-Audited
<b>A ASSETS</b>						
1 Cash (both local & foreign)	194,090	139,368	147,063	194,090	139,368	147,063
2 Balances due from Central Bank of Kenya	1,677,847	1,773,837	1,173,661	1,677,847	1,773,837	1,173,661
3 Kenya Government and other securities held for dealing purposes	-	-	-	-	-	-
4 Financial Assets at fair value through the profit and loss	-	-	-	-	-	-
5 Investment Securities:						
a. Held to Maturity:						
a. Kenya Government Securities	3,566,414	3,941,658	1,432,077	3,566,178	3,931,717	1,422,136
b. Other Securities	1,120,435	162,260	2,461,475	1,120,435	162,260	2,461,475
b. Available for sale						
a. Kenya Government Securities	305,213	387,825	579,548	305,213	387,825	579,548
b. Other Securities	-	-	185,473	-	-	185,473
6 Deposits and balances due from local banking institutions	22,278	13,560	11,142	22,784	13,560	11,142
7 Deposits and balances due from banking institutions abroad	944,279	1,143,442	773,809	944,279	1,143,442	773,809
8 Tax Recoverable	57,745	43,810	46,475	56,873	42,951	45,751
9 Loans and advances to customers (net)	8,186,287	8,790,714	9,084,722	8,186,287	8,790,714	9,084,722
10 Balances due from group companies	-	-	-	-	-	-
11 Investments in associates	-	-	-	-	-	-
12 Investments in subsidiary companies	-	-	-	11,000	11,000	11,000
13 Investments in joint ventures	-	-	-	-	-	-
14 Investment properties	-	-	-	-	-	-
15 Property and Equipment	16,565	24,742	23,116	16,565	24,742	23,116
16 Prepaid lease rentals / Right of Use Assets	88,770	63,337	57,505	88,770	63,337	57,505
17 Intangible assets	8,515	6,221	5,358	8,504	6,221	5,358
18 Deferred Tax asset	234,282	298,304	298,304	234,247	298,224	298,224
19 Retirement benefit asset	314,942	-	-	314,942	-	-
20 Other assets	316,745	391,125	307,381	315,071	391,712	307,381
<b>21 TOTAL ASSETS</b>	<b>16,738,168</b>	<b>17,105,823</b>	<b>16,676,853</b>	<b>16,730,453</b>	<b>17,104,269</b>	<b>16,671,695</b>
<b>B LIABILITIES</b>						
22 Balances due to Central Bank of Kenya	-	-	-	-	-	-
23 Customer deposits	13,535,016	13,348,074	12,837,521	13,549,364	13,358,799	12,855,394
24 Deposits and balances due to banking institutions	-	-	-	-	-	-
25 Deposits and balances due to foreign banking institutions	-	-	-	-	-	-
26 Other money market deposits	-	-	-	-	-	-
27 Borrowed funds	-	-	-	-	-	-
28 Balances due to group companies	-	-	-	-	-	-
29 Tax payable	-	-	-	-	-	-
30 Dividends payable	-	-	-	-	-	-
31 Deferred Tax liability	-	-	-	-	-	-
32 Lease Obligation	104,827	79,794	73,535	104,827	79,794	73,535
33 Other liabilities	81,021	51,547	58,510	88,828	49,670	46,408
<b>34 TOTAL LIABILITIES</b>	<b>13,720,864</b>	<b>13,479,415</b>	<b>12,969,566</b>	<b>13,722,817</b>	<b>13,488,263</b>	<b>12,975,337</b>
<b>C SHAREHOLDERS' EQUITY</b>						
35 Paid up/Assigned capital	1,000,000	1,332,000	1,332,000	1,000,000	1,332,000	1,332,000
36 Share premium / discount	-	-	-	-	-	-
37 Fair value reserve	-	-	-	-	-	-
38 Retained earnings/Accumulated losses	2,017,304	2,294,408	2,375,287	2,007,636	2,284,006	2,364,358
39 Statutory Reserves	-	-	-	-	-	-
40 Proposed dividends	-	-	-	-	-	-
41 Capital grants	-	-	-	-	-	-
<b>42 TOTAL SHAREHOLDERS' EQUITY</b>	<b>3,017,304</b>	<b>3,626,408</b>	<b>3,707,287</b>	<b>3,007,636</b>	<b>3,616,006</b>	<b>3,696,358</b>
<b>43 TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>16,738,168</b>	<b>17,105,823</b>	<b>16,676,853</b>	<b>16,730,453</b>	<b>17,104,269</b>	<b>16,671,695</b>

II STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31ST MAR 2026	Group			Bank		
	Previous Year Same Quarter	31st Dec 25 Previous Year	1st Quarter Current Year	Previous Year Same Quarter	31st Dec 25 Previous Year	1st Quarter Current Year
	Shs '000' Un-Audited	Shs '000' Audited	Shs '000' Un-Audited	Shs '000' Un-Audited	Shs '000' Audited	Shs '000' Un-Audited
<b>1 INTEREST INCOME</b>						
1.1 Loans and advances	354,639	948,969	287,505	354,639	948,969	287,505
1.2 Government securities	144,373	783,109	132,597	144,373	781,909	132,597
1.3 Deposits and placements with banking institutions	7,753	51,113	11,079	7,753	51,113	11,079
1.4 Other Interest Income	1,151	1,678	906	1,151	1,678	906
<b>1.5 Total Interest Income</b>	<b>507,916</b>	<b>1,784,867</b>	<b>432,087</b>	<b>507,916</b>	<b>1,783,667</b>	<b>432,087</b>
<b>2 INTEREST EXPENSES</b>						
2.1 Customer deposits	295,904	1,103,814	232,428	295,904	1,103,814	232,428
2.2 Deposits and placements from banking institutions	-	-	-	-	-	-
2.3 Other Interest Expenses	-	-	-	-	-	-
<b>2.4 Total Interest Expenses</b>	<b>295,904</b>	<b>1,103,814</b>	<b>232,428</b>	<b>295,904</b>	<b>1,103,814</b>	<b>232,428</b>
<b>3 NET INTEREST INCOME/(LOSS)</b>	<b>212,012</b>	<b>681,053</b>	<b>199,659</b>	<b>212,012</b>	<b>679,853</b>	<b>199,659</b>
<b>4 OTHER OPERATING INCOME</b>						
4.1 Fees and commissions on loans & advances	2,617	5,922	2,613	2,617	5,922	2,613
4.2 Other fees & commissions	2,015	15,072	(7,705)	(249)	10,819	(9,302)
4.3 Foreign exchange trading income/(Loss)	3,210	13,965	1,186	3,210	13,965	1,186
4.4 Other Income	141,575	272,966	31,095	141,575	272,928	31,095
4.5 Total Non-Interest Income	149,417	307,925	27,189	147,153	303,634	25,592
<b>5 TOTAL OPERATING INCOME</b>	<b>361,429</b>	<b>988,978</b>	<b>226,846</b>	<b>359,165</b>	<b>983,497</b>	<b>225,251</b>
<b>6 OTHER OPERATING EXPENSES</b>						
6.1 Loan loss provisions	132,003	144,003	20,000	132,003	144,003	20,000
6.2 Staff costs	45,497	189,094	49,000	45,497	189,094	49,000
6.3 Directors' emoluments	8,260	33,386	8,480	8,260	33,386	8,480
6.4 Rentals charges	10,376	10,769	3,132	10,376	10,769	3,132
6.5 Depreciation charge on property and equipment	1,397	5,519	7,612	1,397	5,519	7,612
6.6 Amortisation charges	863	3,451	863	863	3,451	863
6.7 Other operating expenses	83,322	296,464	59,455	81,914	292,094	58,612
<b>6.8 Total Other Operating expenses</b>	<b>281,711</b>	<b>682,686</b>	<b>148,542</b>	<b>280,310</b>	<b>678,316</b>	<b>147,699</b>
<b>7 Profit/(Loss) before tax and exceptional items</b>	<b>79,711</b>	<b>306,292</b>	<b>78,306</b>	<b>78,855</b>	<b>305,171</b>	<b>77,552</b>
8 Exceptional Items	-	-	-	-	-	-
<b>9 Profit/(Loss) after Exceptional Items</b>	<b>79,711</b>	<b>306,292</b>	<b>78,306</b>	<b>78,855</b>	<b>305,171</b>	<b>77,552</b>
10 Current tax	(13,665)	-	226	(13,922)	0	-
11 Deferred tax	-	(64,023)	(2,800)	-	(63,977)	(2,800)
<b>12 Profit/(Loss) after tax and exceptional items</b>	<b>93,376</b>	<b>370,315</b>	<b>80,880</b>	<b>92,777</b>	<b>369,148</b>	<b>80,352</b>
<b>13 Other Comprehensive Income :</b>						
13.1 Gains / (Losses) from translating financial statements of foreign operations	-	-	-	-	-	-
13.2 Fair value changes in available for sale financial assets	-	-	-	-	-	-
13.4 Revaluation Surplus on Property, plant and equipments	-	-	-	-	-	-
13.5 Share of other comprehensive income of associates	-	-	-	-	-	-
13.6 Income tax relating to components of other comprehensive income	-	-	-	-	-	-
<b>14 Other Comprehensive Income for the year net of tax</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>15 Total Comprehensive Income for the year</b>	<b>93,376</b>	<b>370,315</b>	<b>80,880</b>	<b>92,777</b>	<b>369,148</b>	<b>80,352</b>

III. OTHER DISCLOSURES	Group			Bank		
	Previous Year Same Quarter	31st Dec 25 Previous Year	1st Quarter Current Year	Previous Year Same Quarter	31st Dec 25 Previous Year	1st Quarter Current Year
	Shs '000' Un-Audited	Shs '000' Audited	Shs '000' Un-Audited	Shs '000' Un-Audited	Shs '000' Audited	Shs '000' Un-Audited
<b>1) NON-PERFORMING LOANS AND ADVANCES</b>						
a) Gross Non-Performing loans and advances	1,902,481	2,065,007	2,170,513	1,902,481	2,065,007	2,170,513
Less:						
b) Interest in suspense	807,834	217,896	316,451	807,834	217,896	316,451
<b>c) Total Non-Performing Loans &amp; Advances (a-b)</b>	<b>1,094,647</b>	<b>1,847,111</b>	<b>1,854,062</b>	<b>1,094,647</b>	<b>1,847,111</b>	<b>1,854,062</b>
Less:						
d) Loan loss provisions	333,459	926,360	946,360	333,459	926,360	946,360
<b>e) Net Non-Performing Loans (c-d)</b>	<b>761,188</b>	<b>920,751</b>	<b>907,702</b>	<b>761,188</b>	<b>920,751</b>	<b>907,702</b>
f) Realizable Value of Securities	761,188	920,751	907,702	761,188	920,751	907,702
g) Net NPLs Exposure (e-f)	-	-	-	-	-	-
<b>2) INSIDER LOANS AND ADVANCES</b>						
a) Directors, shareholders and associates	571,128	539,035	526,907	571,128	539,035	526,907
b) Employees	66,292	62,610	68,347	66,292	62,610	68,347
<b>c) Total Insider loans, advances &amp; Other Facilities</b>	<b>637,420</b>	<b>601,645</b>	<b>595,254</b>	<b>637,420</b>	<b>601,645</b>	<b>595,254</b>
<b>3) OFF-BALANCE SHEET ITEMS</b>						
a) Letters of credit, guarantees, acceptances	87,345	71,891	66,179	87,345	71,891	66,179
b) Other contingent liabilities	-	-	-	-	-	-
<b>c) Total contingent Liabilities</b>	<b>87,345</b>	<b>71,891</b>	<b>66,179</b>	<b>87,345</b>	<b>71,891</b>	<b>66,179</b>
<b>4) CAPITAL STRENGTH</b>						
a) Core capital	2,716,001	3,306,777	3,346,958	2,716,001	3,306,777	3,346,958
b) Minimum Statutory Capital	1,000,000	3,000,000	3,000,000	1,000,000	3,000,000	3,000,000
c) Excess/(Deficiency)	1,716,001	306,777	346,958	1,716,001	306,777	346,958
d) Supplementary capital	-	0	-	-	-	-
<b>e) Total Capital (a+d)</b>	<b>2,716,001</b>	<b>3,306,777</b>	<b>3,346,958</b>	<b>2,716,001</b>	<b>3,306,777</b>	<b>3,346,958</b>
f) Total risk weighted assets	8,482,147	9,674,694	9,891,417	8,482,147	9,674,694	9,891,417
g) Core capital/total deposit liabilities	20.1%	24.8%	26.0%	20.1%	24.8%	26.0%
h) Minimum Statutory Ratio	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%
i) Excess/(Deficiency)/(a-h)	13.1%	12.8%	18.0%	12.1%	12.8%	18.0%
j) Core Capital/total risk weighted assets	32.0%	34.2%	33.8%	32.0%	34.2%	33.8%
k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%
l) Excess/(Deficiency)/(j-k)	21.5%	23.7%	23.3%	21.5%	23.7%	23.3%
m) Total Capital/total risk weighted assets	32.0%	34.2%	33.8%	32.0%	34.2%	33.8%
n) Minimum Statutory Ratio	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%
o) Excess/(Deficiency)/(m-n)	17.5%	19.7%	19.3%	17.5%	19.7%	19.3%
<b>5) Liquidity</b>						
a) Liquidity Ratio	57.4%	56.2%	52.2%	57.4%	56.2%	52.2%
b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%
c) Excess/(Deficiency)/(a-b)	27.1%	34.3%	32.2%	37.4%	34.3%	32.2%
<b>OTHER EVENTS</b>						
Following the receipt of all requisite regulatory approvals, <b>ZENITH BANK PLC</b> successfully completed the full acquisition of Paramount Bank Limited subsequent to Quarter 1 of 2026.						
The transition process to the new ownership is now underway. The Bank remains committed to ensuring a seamless integration process and takes this opportunity to thank its customers, regulators, staff and all stakeholders for their continued support, trust and confidence.						
These financial statements are extracts from the books of the institution. The complete set of quarterly financial statements, statutory and qualitative disclosures can be accessed on the institution's website						