PARAMOUNT BANK

Enabling You To Reach Your Peak

QUARTERLY FINANCIAL STATEMENTS AND DISCLOSURES

I. STATEMENT OF FINANCIAL POSITION AS AT 30TH SEPTEMBER 2026

		Group			Bank				
		Previous Year Same Quarter Shs '000' Un-Audited	31st Dec 25 Previous Year Shs '000' Audited	3rd Quarter Current Year Shs '000' Un-Audited	Previous Year Same Quarter Shs '000' Un-Audited	31st Dec 25 Previous Year Shs '000' Audited	1st Quarter Current Year Shs '000' Un-Audited	2nd Quarter Current Year Shs '000' Un-Audited	3rd Quarter Current Year Shs '000' Un-Audited
A	**ASSETS**								
1	Cash (both local & foreign)	188,401	139,368	152,143	188,401	139,368	147,063	168,044	152,143
2	Balances due from Central Bank of Kenya	894,136	1,773,837	1,710,392	894,136	1,773,837	1,173,661	863,784	1,710,392
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	4,060,553	3,941,658	3,396,149	4,050,317	3,931,717	1,422,136	1,783,838	3,386,208
	b. Other Securities	100,300	162,260	3,195,610	100,300	162,260	2,461,475	2,478,755	3,195,610
	b). Available for sale			-			-	-	-
	a. Kenya Government Securities	431,808	387,825	532,882	431,808	387,825	579,548	778,035	532,882
	b. Other Securities	-	-	163,297	-	-	185,473	180,984	163,297
6	Deposits and balances due from local banking institutions	79,049	13,560	2,422	79,049	13,560	11,142	10,166	2,422
7	Deposits and balances due from banking institutions abroad	1,380,148	1,143,442	221,390	1,380,148	1,143,442	773,809	963,007	221,390
8	Tax Recoverable	72,329	43,810	36,678	71,838	42,951	45,751	42,951	35,962
9	Loans and advances to customers (net)	8,594,682	8,790,714	9,027,523	8,594,682	8,790,714	9,084,722	9,153,087	9,027,523
10	Balances due from group companies	-	-	-	-	-	-	-	-
11	Investments in associates	-	-	-	-	-	-	-	-
12	Investments in subsidiary companies	-	-	-	11,000	11,000	11,000	11,000	11,000
13	Investments in joint ventures	-	-	-	-	-	-	-	-
14	Investment properties	-	-	-	-	-	-	-	-
15	Property and Equipment	25,699	24,746	38,473	25,699	24,746	23,116	22,466	38,473
16	Prepaid lease rentals / Right of Use Assets	71,276	63,338	45,827	71,276	63,338	57,505	51,667	45,827
17	Intangible assets	7,084	6,220	14,753	7,084	6,220	5,358	15,956	14,753
18	Deffered Tax asset	234,282	298,304	298,304	234,247	298,224	298,224	305,758	298,224
19	Retirement benefit asset			-					
20	Other assets	353,503	316,740	501,339	347,600	315,067	391,712	426,817	488,568
21	**TOTAL ASSETS**	**16,493,250**	**17,105,822**	**19,337,182**	**16,487,585**	**17,104,269**	**16,671,695**	**17,256,315**	**19,324,674**
B	**LIABILITIES**			-					
22	Balances due to Central Bank of Kenya	-	-	-	-	-	-	-	-
23	Customer deposits	12,855,450	13,348,074	13,628,688	12,864,902	13,358,799	12,855,394	13,367,700	13,640,508
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	Deffered Tax liability	-	-	-	-	-	-	-	-
32	Lease Obligation	86,052	79,794	59,041	86,052	79,794	73,535	66,048	59,041
33	Other liabilities	60,907	51,549	71,923	55,110	49,673	46,408	58,971	58,154
34	**TOTAL LIABILITIES**	**13,002,409**	**13,479,417**	**13,759,652**	**13,006,064**	**13,488,266**	**12,975,337**	**13,492,719**	**13,757,703**
C	**SHAREHOLDERS' EQUITY**	-		-					-
35	Paid up/Assigned capital	1,332,000	1,332,000	3,040,218	1,332,000	1,332,000	1,332,000	1,332,000	3,040,218
36	Share premium/(discount)	-	-	-	-	-	-	-	-
37	Fair value reserve	-	-	-	-	-	-	-	-
38	Retained earnings/Accumulated losses	2,158,841	2,294,405	2,537,312	2,149,521	2,284,003	2,364,358	2,431,596	2,526,753
39	Statutory Reserves	-	-	-	-	-	-	-	-
40	Proposed dividends	-	-	-	-	-	-	-	-
41	Capital grants	-	-	-	-	-	-	-	-
42	**TOTAL SHAREHOLDERS' EQUITY**	**3,490,841**	**3,626,405**	**5,577,530**	**3,481,521**	**3,616,003**	**3,696,358**	**3,763,596**	**5,566,971**
43	**TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY**	**16,493,250**	**17,105,822**	**19,337,182**	**16,487,585**	**17,104,269**	**16,671,695**	**17,256,315**	**19,324,674**

II. STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30TH SEPTEMBER 2026

		Group			Bank				
		Previous Year Same Quarter Shs '000' Un-Audited	31st Dec 25 Previous Year Shs '000' Audited	3rd Quarter Current Year Shs '000' Un-Audited	Previous Year Same Quarter Shs '000' Un-Audited	31st Dec 25 Previous Year Shs '000' Audited	1st Quarter Current Year Shs '000' Un-Audited	2nd Quarter Current Year Shs '000' Un-Audited	3rd Quarter Current Year Shs '000' Un-Audited
1	**INTEREST INCOME**			-			-	-	-
	1.1 Loans and advances	827,729	948,969	855,683	827,729	948,969	287,505	571,963	855,683
	1.2 Government securities	453,197	783,109	389,622	452,597	781,909	132,597	237,601	389,022
	1.3 Deposits and placements with banking institutions	36,808	51,113	31,645	36,808	51,113	11,079	15,849	31,645
	1.4 Other Interest Income	2,605	1,676	1,390	2,605	1,676	906	1,131	1,390
	1.5 Total Interest Income	**1,320,339**	**1,784,867**	**1,278,340**	**1,319,739**	**1,783,667**	**432,087**	**826,544**	**1,277,740**
2	**INTEREST EXPENSES**			-			-	-	-
	2.1 Customer deposits	845,501	1,103,814	690,852	845,501	1,103,814	232,428	454,463	690,852
	2.2 Deposits and placements from banking Institutions			-			-	-	-
	2.3 Other Interest Expenses			-			-	-	-
	2.4 Total Interest Expenses	**845,501**	**1,103,814**	**690,852**	**845,501**	**1,103,814**	**232,428**	**454,463**	**690,852**
3	**NET INTEREST INCOME/(LOSS)**	**474,838**	**681,053**	**587,488**	**474,238**	**679,853**	**199,659**	**372,081**	**586,888**
4	**OTHER OPERATING INCOME**			-			-	-	-
	4.1 Fees and commissions on loans & advances	7,836	5,922	7,910	7,836	5,922	2,613	5,249	7,910
	4.2 Other fees & commissions	(5,964)	15,072	13,000	(5,964)	10,819	(9,302)	6,958	9,988
	4.3 Foreign exchange trading income(Loss)	9,964	13,965	17,870	9,964	13,965	1,186	5,710	17,870
	4.4 Other Income	268,148	272,966	57,744	264,915	272,928	31,095	47,703	57,744
	4.5 Total Non-Interest Income	279,984	307,925	96,524	276,751	303,634	25,592	65,620	93,512
5	**TOTAL OPERATING INCOME**	**754,822**	**988,978**	**684,012**	**750,989**	**983,487**	**225,251**	**437,701**	**680,400**
6	**OTHER OPERATING EXPENSES**			-			-	-	-
	6.1 Loan loss provisions	144,003	144,003	25,451	144,003	144,003	20,000	25,451	25,451
	6.2 Staff costs	144,205	189,094	153,408	144,205	189,094	49,000	99,898	153,408
	6.3 Directors' emoluments	24,560	33,386	28,301	24,560	33,386	8,480	16,520	28,301
	6.4 Rentals charges	7,271	10,769	9,665	7,271	10,769	3,132	6,539	9,665
	6.5 Depreciation charge on property and equipment	26,739	5,519	22,855	26,739	5,519	7,612	15,230	22,855
	6.6 Amortisation charges	2,588	3,451	2,248	2,588	3,451	863	1,725	2,248
	6.7 Other operating expenses	199,419	296,464	192,237	195,848	292,094	58,612	132,278	188,732
	6.8 Total Other Operating expenses	**548,785**	**682,686**	**434,165**	**545,214**	**678,316**	**147,699**	**297,641**	**430,660**
7	**Profit/(Loss) before tax and exceptional items**	**206,037**	**306,292**	**249,847**	**205,775**	**305,171**	**77,552**	**140,060**	**249,740**
8	Exceptional items								
9	**Profit/(Loss) after Exceptional items**	**206,037**	**306,292**	**249,847**	**205,775**	**305,171**	**77,552**	**140,060**	**249,740**
10	Current tax	(28,711)	-	6,941	(28,887)	-	-	-	6,989
11	Deffered tax	-	(64,023)	-		(63,977)	(2,800)	(7,534)	-
12	**Profit/(Loss) after tax and exceptional items**	**234,748**	**370,315**	**242,906**	**234,662**	**369,148**	**80,352**	**147,594**	**242,751**
13	**Other Comprehensive Income :**			-			-	-	-
	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	-	-	-	-	-	-	-	-
14	**Other Comprehensive Income for the year net of tax**	-	-	-	-	-	-	-	-
15	**Total Comprehensive income for the year**	**234,748**	**370,315**	**242,906**	**234,662**	**369,148**	**80,352**	**147,594**	**242,751**

III. OTHER DISCLOSURES

		Group			Bank				
		Previous Year Same Quarter Shs '000' Un-Audited	31st Dec 25 Previous Year Shs '000' Audited	3rd Quarter Current Year Shs '000' Un-Audited	Previous Year Same Quarter Shs '000' Un-Audited	31st Dec 25 Previous Year Shs '000' Audited	1st Quarter Current Year Shs '000' Un-Audited	2nd Quarter Current Year Shs '000' Un-Audited	3rd Quarter Current Year Shs '000' Un-Audited
1)	**NON-PERFORMING LOANS AND ADVANCES**								
	a) Gross Non-Performing loans and advances	2,238,761	2,065,007	1,766,797	2,238,761	2,065,007	2,170,513	2,287,555	1,766,797
	Less:								
	b) Interest in suspense	1,007,102	217,896	305,142	1,007,102	217,896	316,451	421,338	305,142
	c) Total Non-Performing Loans & Advances (a-b)	**1,231,659**	**1,847,111**	**1,461,655**	**1,231,659**	**1,847,111**	**1,854,062**	**1,866,217**	**1,461,655**
	Less:								
	d) Loan loss provisions	346,279	926,360	400,810	346,279	926,360	946,360	926,360	400,810
	e) Net Non-Performing Loans (c-d)	**885,380**	**920,751**	**1,060,845**	**885,380**	**920,751**	**907,702**	**939,857**	**1,060,845**
	f) Realizable Value of Securities	885,380	920,751	1,060,845	885,380	920,751	907,702	939,857	1,060,845
	g) Net NPLs Exposure (e-f)	-	-	-	-	-	-	-	-
2)	INSIDER LOANS AND ADVANCES								
	a) Directors, shareholders and associates	546,253	539,035	488,143	546,253	539,035	526,907	509,785	488,143
	b) Employees	62,690	62,610	63,926	62,690	62,610	68,347	66,200	63,926
	c) Total Insider loans,advances & Other Facilities	**608,943**	**601,645**	**552,069**	**608,943**	**601,645**	**595,254**	**575,985**	**552,069**
3)	**OFF-BALANCE SHEET ITEMS**								
	a) Letters of credit, guarantees, acceptances	65,030	71,891	101,864	65,030	71,891	66,179	109,081	101,864
	b) Other contingent liabilities								
	c) Total contingent Liabilities	**65,030**	**71,891**	**101,864**	**65,030**	**71,891**	**66,179**	**109,081**	**101,864**
4)	**CAPITAL STRENGH**								
	a) Core capital	**3,118,943**	**3,306,777**	**5,157,851**	**3,118,943**	**3,306,777**	**3,346,958**	**3,373,041**	**5,136,372**
	b) Minimum Statutory Capital	1,000,000	3,000,000	3,000,000	1,000,000	3,000,000	3,000,000	3,000,000	3,000,000
	c) Excess/(Defficiency)	2,118,943	306,777	2,157,851	2,118,943	306,777	346,958	373,041	2,136,372
	d) Supplementary capital	-	0	-	-	-	-	-	-
	e) Total Capital (a+d)	**3,118,943**	**3,306,777**	**5,157,851**	**3,118,943**	**3,306,777**	**3,346,958**	**3,373,041**	**5,136,372**
	f) Total risk weighted assets	9,490,566	9,674,694	10,232,997	9,490,566	9,674,694	9,891,417	10,514,606	10,219,611
	g) Core capital/total deposit liabilities	24.2%	24.8%	37.8%	24.2%	24.8%	26.0%	25.2%	37.7%
	h) Minimum Statutory Ratio	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%
	I) Excess/(Defficiency)(g-h)	16.2%	16.8%	29.8%	16.2%	16.8%	18.0%	17.2%	29.7%
	j) Core Capital/total risk weighted assets	32.9%	34.2%	50.4%	32.9%	34.2%	33.8%	32.1%	50.3%
	k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%
	l) Excess/(Defficiency)(j-k)	22.4%	23.7%	39.9%	22.4%	23.7%	23.3%	21.6%	39.8%
	m) Total Capital/total risk weighted assets	32.9%	34.2%	50.4%	32.9%	34.2%	33.8%	32.1%	50.3%
	n) Minimum Statutory Ratio	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%
	o) Excess/(Defficiency)(m-n)	18.4%	19.7%	35.9%	18.4%	19.7%	19.3%	17.6%	35.8%
5)	**Liquidity**								
	a) Liquidity Ratio	55.1%	56.2%	68.3%	55.1%	56.2%	52.2%	53.8%	68.3%
	b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%
	c) Excess/(Defficiency)(a-b)	35.1%	36.2%	48.3%	35.1%	36.2%	32.2%	33.8%	48.3%

Notes

Following regulatory approval , Zenith Bank Plc successfully acquired 100% shareholding of Paramount Bank Kenya Limited. Paramount Bank Kenya Limited operated a strong brand for over 30 years in the Kenyan market. The bank will, over this transition period, continue to make substantive investments in its people, systems and rebranding to engender a long term strategic growth.

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 on www.paramountbank.co.ke.They may also be accessed at the institution's head office at 4th floor Sound Plaza, Woodvale grove, Westlands, Nairobi.

Ayaz Merali
Chief Executive

Boniface N.Awusa
Director