CONSOLIDATED BANK OF KENYA LIMITED

Consolidated Bank
Growing with you

UN-AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES OF THE GROUP AND THE BANK FOR THE PERIOD ENDING 30 JUNE, 2026

I STATEMENT OF FINANCIAL POSITION

		Bank 30/06/2025 (Un-Audited) Shs'000	Bank 31-Dec-2025 (Audited) Shs'000	Bank 31/3/2026 (Un-Audited) Shs'000	Bank 30/06/2026 (Un-Audited) Shs'000	Group 30/06/2025 (Un-Audited) Shs'000	Group 31-Dec-2025 (Audited) Shs'000	Group 31/3/2026 (Un-Audited) Shs'000	Group 30/06/2026 (Un-Audited) Shs'000
A	ASSETS								
1	Cash (both local and foreign)	261,331	263,574	317,682	308,666	261,331	263,574	317,682	308,666
2	Balances due from Central Bank of Kenya	1,050,097	539,675	605,649	703,130	1,050,097	539,675	605,649	703,130
3	Kenya Government and other securities held for dealing purposes	-	-	-	-	-	-	-	-
4	Financial Assets at fair value through profit and loss	8,679	8,674	9,309	9,515	8,679	8,674	9,309	9,515
5	**Investment Securities:**	-	-	-	-	-	-	-	-
	a).Held to Maturity:								
	a.Kenya Government securities	7,528,592	8,193,894	8,794,703	8,974,052	7,539,058	8,219,243	8,819,703	9,019,052
	b.Other securities	-	-	-	-	-	-	-	-
	b).Available for sale:								
	a.Kenya Government securities	-	-	-	-	-	-	-	-
	b.Other securities	-	-	-	-	-	-	-	-
6	Deposits and balances due from local banking institutions	9,127	262,765	157,875	964,687	9,547	262,765	157,875	964,687
7	Deposits and balances due from banking institutions abroad	136,887	189,359	357,596	223,179	136,887	189,359	357,596	223,179
8	Tax recoverable	261	4,155.00	4,468	6,054	130	3,273	3,416	6,255
9	Loans and advances to customers (net)	8,092,269	8,557,151	8,404,439	8,438,873	8,092,269	8,557,151	8,404,439	8,438,873
10	Balances due from banking institutions in the group	-	-	-	-	-	-	-	-
11	Investments in associates	-	-	-	-	-	-	-	-
12	Investments in subsidiary companies	5,000	5,000	5,000	5,000	-	-	-	-
13	Investments in joint ventures	-	-	-	-	-	-	-	-
14	Investments in properties	-	-	-	-	-	-	-	-
15	Property and equipment	860,223	924,594	914,181	925,486	861,158	925,376	914,930	926,201
16	Prepaid lease rentals	5,620	5,449	5,450	5,377	5,620	5,449	5,450	5,377
17	Intangible assets	70,787	68,539	74,274	77,290	70,788	68,539	74,274	77,290
18	Deferred tax asset	-	-	-	-	-	-	-	-
19	Retirement benefit asset	-	-	-	-	-	-	-	-
20	Other assets	367,012	447,991	393,105	363,627	367,091	448,209	419,477	363,834
21	**TOTAL ASSETS**	**18,395,885**	**19,470,820**	**20,043,731**	**21,004,936**	**18,402,235**	**19,491,287**	**20,089,800**	**21,046,059**
B	**LIABILITIES**								
22	Balances due to Central Bank of Kenya	5,317,418	5,806,109	5,806,000	5,806,000	5,317,418	5,806,109	5,806,000	5,806,000
23	Customer Deposits	12,011,154	12,291,974	12,706,526	13,566,831	12,011,154	12,291,974	12,706,526	13,566,831
24	Deposits and balances due to local banking institutions	5,325	12,677	11,647	25,732	5,325	12,677	11,647	25,732
25	Deposits and balances due to foreign banking Institutions	-	-	-	-	-	-	-	-
26	Other money market deposits	-	-	-	-	-	-	-	-
27	Borrowed funds	-	-	-	-	-	-	-	-
28	Balances due to banking institutions in the group	-	-	-	-	-	-	-	-
29	Tax payable	-		-	-	-		-	-
30	Dividends payable	-	-	-	-	-	-	-	-
31	Deferred tax liability	-	-	-	-	-	-	-	-
32	Retirement benefit liability	-	-	-	-	-	-	-	-
33	Other liabilities	568,462	604,379	676,390	690,125	544,609	585,245	673,188	676,956
34	**TOTAL LIABILITIES**	**17,902,359**	**18,715,139**	**19,200,563**	**20,088,688**	**17,878,506**	**18,696,005**	**19,197,361**	**20,075,519**
C	SHAREHOLDERS' FUNDS								
35	Paid up/Assigned capital	3,719,530	3,719,530	3,719,530	3,719,530	3,719,530	3,719,530	3,719,530	3,719,530
36	Share premium/(discount)	-	-	-	-	-	-	-	-
37	Revaluation reserves	433,221	508,556	519,287	509,398	433,221	508,556	519,287	509,398
38	Retained earnings/Accumulated losses	(4,416,767)	(4,265,603)	(4,222,301)	(4,162,768)	(4,386,564)	(4,226,002)	(4,173,030)	(4,108,476)
39	Statutory loan loss reserve	757,542	793,198	826,652	850,088	757,542	793,198	826,652	850,088
40	Other Reserves	-	-	-	-	-	-	-	-
41	Proposed dividends	-	-	-	-	-	-	-	-
42	Capital grants	-	-	-	-	-	-	-	-
43	**TOTAL SHAREHOLDERS' FUNDS**	**493,526**	**755,681**	**843,168**	**916,248**	**523,729**	**795,282**	**892,439**	**970,540**
44	**TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS**	**18,395,885**	**19,470,820**	**20,043,731**	**21,004,936**	**18,402,235**	**19,491,287**	**20,089,800**	**21,046,059**

II STATEMENT OF COMPREHENSIVE INCOME

		Bank 30/06/2025 (Un-Audited) Shs'000	Bank 31-Dec-2025 (Audited) Shs'000	Bank 31/03/2026 (Un-Audited) Shs'000	Bank 30/06/2026 (Un-Audited) Shs'000	Group 30/06/2025 (Un-Audited) Shs'000	Group 31-Dec-2025 (Audited) Shs'000	Group 31/3/2026 (Un-Audited) Shs'000	Group 30/06/2026 (Un-Audited) Shs'000
1	**INTEREST INCOME**								
	1.1 Loans and advances	589,398	1,166,268	268,089	533,596	589,398	1,166,268	268,089	533,596
	1.2 Government securities	359,041	838,169	248,671	496,026	359,758	840,458	249,496	497,655
	1.3 Deposits and placements with banking institutions	14,335	28,039	899	9,120	14,335	28,039	899	9,120
	1.4 Other Interest income	-	-	-	-	-	-	-	-
	1.5 Total Interest income	**962,774**	**2,032,476**	**517,659**	**1,038,742**	**963,491**	**2,034,765**	**518,484**	**1,040,371**
2	**INTEREST EXPENSES**								
	2.1 Customer deposits	353,769	661,130	135,795	287,504	353,769	661,130	135,795	287,504
	2.2 Deposits and placements from banking institutions	43,431	44,082	111	111	43,431	44,082	111	111
	2.3 Other Interest Expenses	14,879	28,912	4,482	14,602	14,879	28,912	4,482	14,602
	2.4 Total Interest Expenses	**412,079**	**734,124**	**140,388**	**302,217**	**412,079**	**734,124**	**140,388**	**302,217**
3	**NET INTEREST INCOME/(LOSS)**	550,695	1,298,352	377,271	736,525	551,412	1,300,641	378,096	738,154
4	**NON-OPERATING INCOME**								
	4.1 Fees and commissions on loans and advances	42,089	104,758	9,048	20,748	42,089	104,758	9,048	20,748
	4.2 Other fees and commissions	53,696	109,396	25,175	52,181	67,970	145,385	39,891	77,887
	4.3 Foreign exchange trading income (Loss)	21,412	43,760	6,668	12,395	21,412	43,760	6,668	12,395
	4.4 Dividend Income	-	174	-	-	-	174	-	-
	4.5 Other income	150,568	337,265	78,253	220,524	150,568	337,265	78,253	220,524
	4.6 Total non-interest income	**267,765**	**595,353**	**119,144**	**305,848**	**282,039**	**631,342**	**133,860**	**331,554**
5	**TOTAL OPERATING INCOME**	**818,460**	**1,893,705**	**496,415**	**1,042,373**	**833,451**	**1,931,983**	**511,956**	**1,069,708**
6	**OTHER OPERATING EXPENSES**								
	6.1 Loan loss provision	161,879	288,978	80,258	199,846	161,879	288,978	80,258	199,846
	6.2 Staff costs	344,140	711,200	174,164	362,147	349,804	723,215	177,214	368,524
	6.3 Directors' emoluments	22,076	36,872	7,767	11,494	22,201	37,077	8,033	11,987
	6.4 Rental charges	5,755	18,875	7,800	5,006	6,233	18,875	7,800	5,423
	6.5 Depreciation charge on property and equipment	35,284	71,238	10,455	26,949	35,354	71,365	10,488	27,015
	6.6 Amortisation charges	12,692	22,455	3,271	6,651	12,692	22,455	3,271	6,651
	6.7 Other operating expenses	220,416	546,113	131,143	260,955	223,640	552,439	132,392	264,108
	6.8 Total Other Operating Expenses	**802,242**	**1,695,731**	**414,858**	**873,048**	**811,803**	**1,714,404**	**419,456**	**883,554**
7	Profit/(loss) before tax and exceptional items	16,218	197,974	81,557	169,325	21,648	217,579	92,500	186,154
8	Exceptional items	-	-	-		-	-	-	
9	Profit/(loss) after exceptional items	16,218	197,974	81,557	169,325	21,648	217,579	92,500	**186,154**
10	Current tax	(8,643)	(13,675)	(4,800)	(9,600)	(9,587)	(19,395)	(5,664)	(11,328)
11	Deferred tax	-	-	-		-	-	-	
12	**Profit / (loss) after tax and exceptional items**	**7,575**	**184,299**	**76,757**	**159,725**	**12,061**	**198,184**	**86,836**	**174,826**
13	**Other Comprehensive Income:**								
	13.1 Exchange differences on translating foreign operations	-	-	-		-	-	-	
	13.2 Available-for-sale financial assets	-	320	635	206	-	320	635	206
	13.3 Gains on property revaluation	-	85,437	-		-	85,437	-	
	13.4 Share of other comprehensive income of associates	-	-	-		-	-	-	
	13.5 Income tax relating to components of other comprehensive income	-	-	-		-	-	-	
14	**Other comprehensive income for the year net of tax**	-	85,757	635	206	-	85,757	635	206
15	**Total comprehensive income for the year**	**7,575**	**270,056**	**77,392**	**159,931**	**12,061**	**283,941**	**87,471**	**175,032**

iii OTHER DISCLOSURES

		30/06/2025 (Un-Audited) Shs'000	31-Dec-2025 (Audited) Shs'000	31/03/2026 (Un-Audited) Shs'000	30/06/2026 (Un-Audited) Shs'000
1	**Non-performing loans and advances**				
	a) Gross non-performing loans and advances	**3,792,757**	**4,085,209**	**4,267,913**	**4,266,161**
	Less:				
	b) Interest in suspense	1,365,319	1,488,939	1,570,410	1,637,217
	c) Total Non-performing loans and advances (a-b)	2,427,438	2,596,270	2,697,503	2,628,944
	Less:				
	d) Loan loss provisions	1,420,849	1,433,761	1,491,636	1,462,180
	e) Net non-performing loans (c-d)	1,006,589	1,162,509	1,205,867	1,166,764
	f) Discounted value of securities	1,006,589	1,162,509	1,205,867	706,319
	g) Net NPLs Exposure (e-f)	**-**	**-**	**-**	**460,445**
2	**Insider loans and advances**				
	a) Directors, shareholders and associates	-	-	-	-
	b) Employees	401,743	434,996	436,781	443,766
	c) Total insider loans, advances and other facilities	**401,743**	**434,996**	**436,781**	**443,766**
3	**Off-balance sheet items**				
	a) Letters of credit, guarantees, acceptances	82,562	671,263	694,667	894,792
	b) Forwards,swaps and options	606,181	270,850	264,450	134,250
	c) Other contingent liabilities	-	-	-	-
	d) Total contingent liabilities	**688,743**	**942,113**	**959,117**	**1,029,042**
4	**Capital strength**				
	a) Core capital	(701,024)	(546,073)	(541,149)	(523,100)
	b) Minimum statutory capital	1,000,000	3,000,000	3,000,000	3,000,000
	c) Excess/(deficiency)	(1,701,024)	(3,546,073)	(3,541,149)	(3,523,100)
	d) Supplementary capital	-	-	-	-
	e) Total capital (a+d)	(701,024)	(546,073)	(541,149)	(523,100)
	f) Total risk weighted assets	11,519,698	12,504,883	13,591,665	13,821,216
	g) Core capital/total deposit liabilities	-5.8%	-4.4%	-4.3%	-4%
	h) Minimum Statutory Ratio	8.0%	8.0%	8.0%	8%
	i) Excess/(Deficiency) (g-h)	-13.8%	-12.4%	-12.3%	-12%
	j) Core capital/total risk weighted assets	-6.1%	-4.4%	-4.0%	-4%
	k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	11%
	l) Excess/(Deficiency) (j-k)	-16.6%	-14.9%	-14.5%	-14%
	m) Total capital/ total risk weighted assets	-6.1%	-4.4%	-4.0%	-4%
	n) Minimum Statutory Ratio	14.5%	14.5%	14.5%	15%
	o) Excess/(Deficiency) (m-n)	-20.6%	-18.9%	-18.5%	-18%
5	**Liquidity**				
	a) Liquidity Ratio	30%	30%	35%	40%
	b) Minimum statutory Ratio	20%	20%	20%	20%
	c) Excess/(Deficiency) (a-b)	10%	10%	15%	20%

These financial statements are extracts from the books of the institution. The complete set of the quarterly financial statements, statutory and qualitative disclosures can be accessed at the institutions website **www.consolidated-bank.com.** They may also be accessed at the institution's head office located at **Consolidated Bank House, 23 Koinange Street.**

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The majority shareholder-The National Treasury has committed to a capital injection towards bridging the capital gap, even as the Board and management are implementing other capital build-up plans on sale of non-core assets. The Bank remains resilient and on a growth trajectory as depicted in the performance half year.

The financial statements were approved by the Board and signed on its behalf by:

Prof. Kennedy Ntabo Otiso, PhD.
Ag. Chairman

Dr. Dominic Murage, PhD, CPA(K), CS
Chief Executive Officer (Ag.)

KEY PERFORMANCE HIGHLIGHTS