

AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 31ST DECEMBER 2025

I STATEMENT OF FINANCIAL POSITION		31-Dec-25	31-Dec-24
		Audited Ksh'000'	Audited Ksh'000'
A ASSETS			
1	Cash balances (both local & foreign)	888,775	664,526
2	Balances due from Central Bank of Kenya	1,363,284	748,814
3	Kenya Government and other securities held for dealing purposes	-	-
4	Financial Assets at Fair value through Profit and loss	-	-
5	Investment Securities	-	-
a)	Held to Maturity;	-	-
i.	Kenya Government securities	-	-
i.	Other securities	-	-
a)	Available for sale;	-	-
i.	Kenya Government securities	-	-
i.	Other securities	-	-
6	Deposits and balances due from local banking institutions	5,084,594	3,485,942
7	Deposits and balances due from banking institutions abroad	5,486,296	2,880,537
8	Tax recoverable	170,518	170,438
9	Financing Activities (net)	14,159,930	13,818,971
10	Balances due from Banking institution in the group	-	-
11	Investments in associates	-	-
12	Investments in subsidiary companies	94,400	94,400
13	Investment in joint ventures	-	-
14	Investment properties	-	-
15	Property and equipment	1,481,534	1,204,866
16	Prepaid operating rental leases	-	-
17	Intangible assets	296,911	168,615
18	Deferred tax asset	991,566	992,257
19	Retirement benefit asset	-	-
20	Other assets	1,132,204	828,977
21	TOTAL ASSETS	31,150,012	25,058,343
B LIABILITIES			
22	Balances due to Central Bank of Kenya	4,627,833	4,867,833
23	Customer deposits	19,759,098	14,502,550
24	Deposits and balances due to local banking institutions	5,296	5,307
25	Deposits and balances due to foreign banking institutions	478,553	249,477
26	Other money market deposits	-	-
27	Borrowed funds	-	-
28	Balances due to Banking instituion in the group	-	-
29	Tax payable	-	-
30	Dividends payable	-	-
31	Deferred tax liability	-	-
32	Retirement benefit liability	-	-
33	Other liabilities	749,107	573,636
34	TOTAL LIABILITIES	25,619,887	20,198,804
C SHAREHOLDERS' EQUITY			
35	Paid up/Assigned capital	1,992,751	1,733,320
36	Share premium	4,152,894	3,478,372
37	Revaluation reserves	-	-
38	Retained earnings/ Accumulated losses	(2,309,829)	(1,944,284)
39	Statutory financing loss reserve	1,694,308	1,592,131
40	Other Reserves	-	-
41	Proposed dividends	-	-
42	Capital grants	-	-
43	TOTAL SHAREHOLDERS' FUNDS	5,530,125	4,859,539
44	TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	31,150,012	25,058,343
II STATEMENT OF COMPREHENSIVE INCOME			
		31-Dec-25	31-Dec-24
		Audited Ksh'000'	Audited Ksh'000'
I OPERATING INCOME			
1.1	Financing Activities (Deals)	1,275,719	1,139,382
1.2	Government securities.	-	-
1.3	Deposits and placements with banking institutions	344,299	205,043
1.4	Other related income	-	-
1.5	Total Operating income	1,620,018	1,344,425
2 EXPENSES ON DEPOSITS			
2.1	Customer deposits	218,158	154,221
2.2	Deposits and placements from banking institutions	-	-
2.3	Other related expenses	-	-
2.4	Total Expenses on Deposits	218,158	154,221
3 NET OPERATING INCOME		1,401,860	1,190,204
4 NON- OPERATING INCOME			
4.1	Fees and commissions on financing activity's	18,819	74,665
4.2	Other fees and Commissions income	367,351	270,270
4.3	Foreign exchange income	133,599	629,050
4.4	Dividend Income	-	-
4.5	Other income.	29,687	47,670
4.6	Total Non Operating Income	549,456	1,021,656
5 TOTAL INCOME		1,951,316	2,211,860
6 OPERATING EXPENSES			
6.1	Financing loss provision	224,440	508,771
6.2	Staff costs	811,494	800,516
6.3	Directors' emoluments	54,779	64,281
6.4	Rental charges	19,974	37,852
6.5	Depreciation on property and equipment	115,418	164,713
6.6	Amortization charges	61,019	42,305
6.7	Other operating expenses	924,837	1,047,878
6.8	Total Other Operating Expenses	2,211,961	2,666,316
7 Profit/(loss) before tax and exceptional items		(260,645)	(454,455)
8 Exceptional items		-	-
9 Profit/(loss) before tax		(260,645)	(454,455)
10 Current tax		(2,032)	(2,045)
11 Deferred tax asset		(691)	54,150
12 Profit / (loss) after tax & exceptional items		(263,368)	(402,350)
13 Other Comprehensive Income			
13.1	Gains/Losses from Translating the F/S of Foreign Operations	-	-
13.2	Fair Value changes in Available for sale Financial assets	-	-
13.3	Revaluation surplus on property,plant & equipments	-	-
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		-	-
15 Total Comprehensive Income for the year		(263,368)	(402,350)
III OTHER DISCLOSURES			
		31-Dec-25	31-Dec-24
		Audited Ksh'000'	Audited Ksh'000'
I NON PERFORMING FACILITIES			
a)	Gross Non-Performing Facilities	10,224,958	10,721,764
b)	Less suspended Income	1,379,793	1,344,556
c) Total Non Performing Facilities (a-b)		8,845,165	9,377,208
d)	Less financing loss provisions	3,422,102	3,247,414
e) Net NPLs (c-d)		5,423,063	6,129,794
f)	Discounted value of securities	5,349,844	5,916,464
g) Net NPLs exposure (e-f)		73,219	213,330
2 INSIDER FACILITY			
a)	Directors, shareholders and associates	146,645	90,528
b)	Employees	466,564	437,995
c) Total Insider Facility		613,208	528,523
3 OFF BALANCE SHEET ITEMS			
a)	Letter of Credit, guarantees, acceptances	257,045	174,630
b)	Forward, swaps & Options	-	-
c)	Other contingent Liabilities	-	-
d) Total Contingent Liabilities		257,045	174,630
4 CAPITAL STRENGTH			
a)	Core Capital	3,133,432	2,507,492
b)	Minimum statutory capital	3,000,000	1,000,000
c) Excess/ deficiency (a-b)		133,432	1,507,492
d)	Supplementary capital	321,616	298,667
e) Total Capital (a+d)		3,455,049	2,806,159
f)	Total Risk Weighted Assets	25,729,301	23,893,346
g)	Core Capital/ Total Deposit Liabilities	15.9%	17.3%
h)	Minimum Statutory ratio	8.0%	8.0%
i)	Excess/deficiency (g-h)	7.9%	9.3%
j)	Core Capital/ Total Risk Weighted Assets	12.2%	10.5%
k)	Minimum statutory ratio	10.5%	10.5%
l)	Excess/deficiency (j-k)	1.7%	-0.0%
m)	Total Capital/ Total Risk Weighted assets	13.4%	11.7%
n)	Minimum statutory ratio	14.5%	14.5%
o)	Excess/deficiency (m-n)	-1.1%	-2.8%
5 LIQUIDITY			
a)	Liquidity ratio	57.6%	45.9%
b)	Minimum statutory ratio	20.0%	20.0%
c)	Excess/deficiency (a-b)	37.6%	25.9%

Notes

The above Statement of Financial Position and Statement of Comprehensive income are extracts from the Bank's audited Financial Statements for the period ended 31st December 2025. These financial statements have been audited by BDO East Africa Kenya and received an unqualified opinion. The complete set of the audited Statements, Statutory and qualitative disclosures can be accessed on the institution's website www.premierbank.ke or at our Headoffice located at FCB Mhira Building, Mezzanine 1, Lenana Road/Ring Road Kilimani, Nairobi .

Jibril Hassan Mohamed : Chairman
Osman Dualle Ahmed : Chief Executive Officer