

Kenya Listed Commercial Banks Review

Cytonn Q3'2025 Banking Sector Report

“Earnings Resilience Tested As Interest Income Softens”

Table of Contents

1 Introduction to Cytonn

2 Kenya Economic Review and Outlook

3 Banking Sector Overview

4 Listed Banking Sector Metrics

5 Bank Valuation Reports

6 Appendix

I. Introduction to Cytonn

About Us

Cytonn Investments is an alternative investment manager, with real estate development capability, and a primary focus on private equity and real estate investments in the high growth Kenyan Region. Cytonn has a unique strategy of coupling two compelling demand areas - the lack of high yielding investment products and the lack of institutional grade real estate. We provide high yielding investment instruments to attract funding from investors, and we deploy that funding to largely pre-sold investment grade real estate. With offices in Kenya and Washington, DC - USA, we are primarily focused on offering alternative investment solutions to global and local institutional investors, individual high net-worth investors, and diaspora investors interested in the East-African region. Real estate investments are made through our development affiliate, Cytonn Real Estate, where we currently have over Kshs. 82 billion (USD 820 mn) of projects under mandate across ten projects. In private equity, we invest in banking, education, and hospitality.

82

Over Kshs. 82 billion worth of projects under mandate

3

Three offices across 2 continents

500

Over 500 staff members, including Cytonn Distribution

10

10 investment ready projects in real estate

A unique franchise differentiated by:

Independence & Investor Focus

Focused on serving the interest of clients, which is best done on an independent platform to minimize conflicts of interest

Alternative Investments

Specialized focus on alternative assets - Real Estate, Private Equity, and Structured Solutions

Strong Alignment

Every staff member is an owner in the firm. When clients do well, the firm does well; and when the firm does well, staff do well

Committed Partners

Strong global and local partnerships in financing, land and Cytonn Real Estate, our development affiliate

Why We Exist

Africa presents an attractive investment opportunity for investors seeking attractive and long-term returns. Despite the alternative markets in Africa having high and stable returns, only a few institutional players serve the market. Cytonn is focused on delivering higher returns in the alternative markets, while providing the best client service and always protecting our clients' interests.

WE SERVE THREE MAIN CLIENT SEGMENTS:

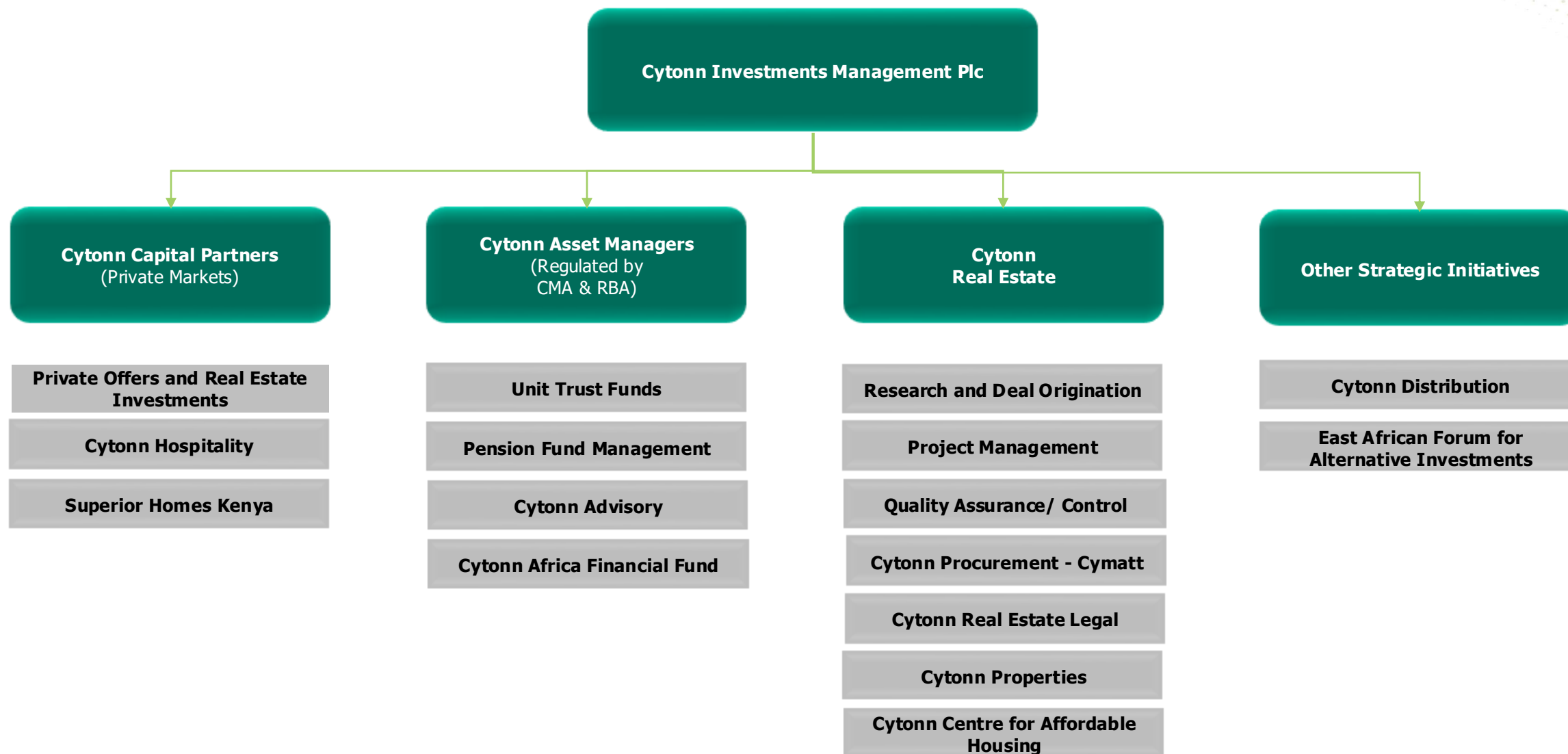
- High Net-worth Individuals through Cytonn Private Wealth. This is done through our captive Distribution Network
- East Africans in the Diaspora through Cytonn Diaspora
- Global and Local Institutional Clients. These clients are served from our Investment & Fundraising Team

WE INVEST OUR CLIENT FUNDS IN:

- Real Estate, and Real Estate Related Businesses
- Private Equity
- Fixed Income Structured Solutions
- Equities Structured Solutions



Our Business Structure

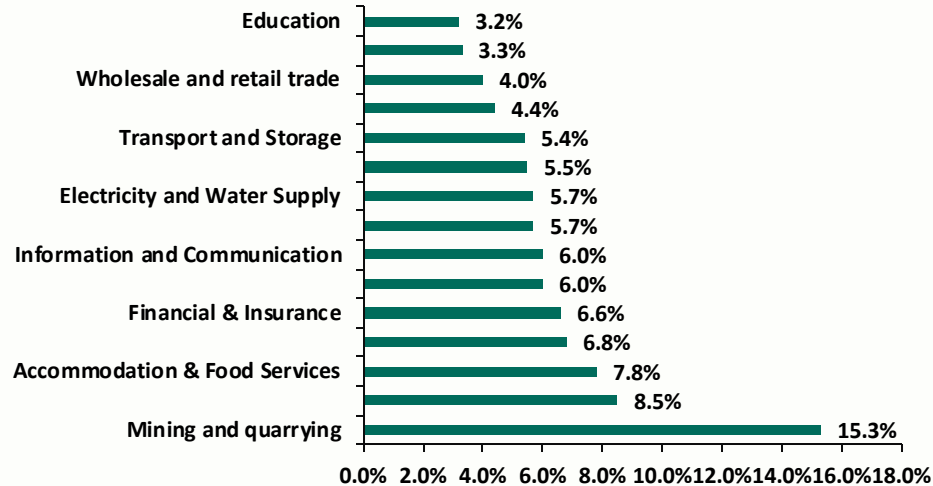


II. Kenya Economic Review and Outlook

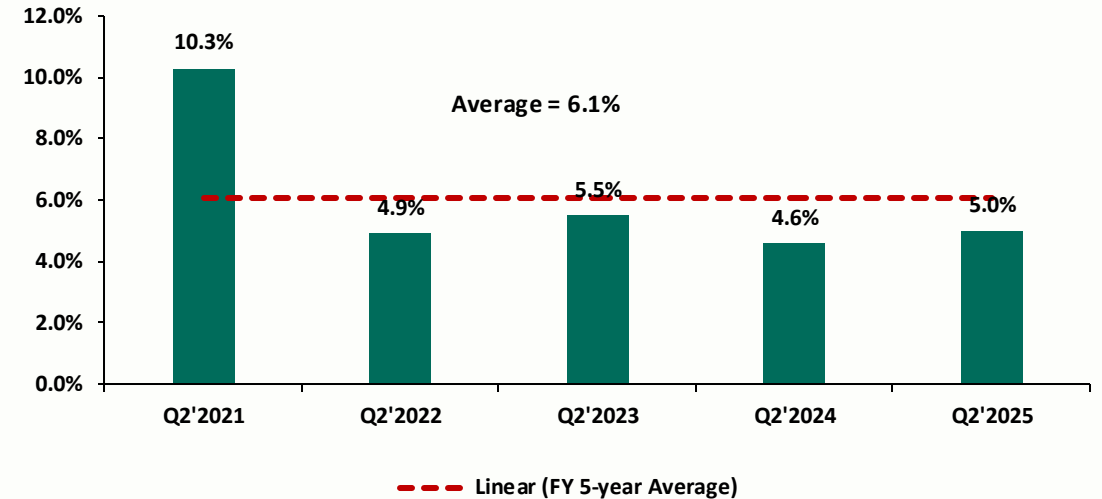
Economic Growth

The Kenyan economy grew by 5.0% in Q2'2025, 0.4% points higher from the 4.6% growth rate recorded in Q2'2024

Cytonn Report: Q2'2025 GDP Contribution by Sector



Cytonn Report: Second Quarter Growth Rates

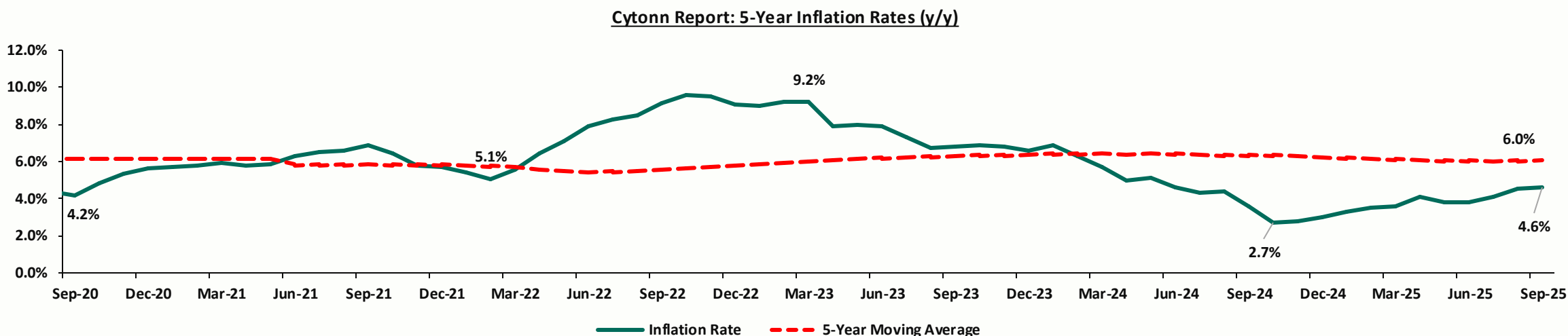


*Source: KNBS

- The Kenyan economy recorded a 5.0% growth in Q2'2025, higher than the 4.6% growth recorded in Q2'2024.. The main contributor to Kenyan GDP remains to be the Agriculture, forestry and fishing sector which grew by 4.4% in Q2'2025, lower than the 4.5% expansion recorded in Q2'2024. All sectors in Q2'2025 recorded positive growths, with varying magnitudes across activities.
- We expect the reduced borrowing costs and the stronger Shilling to continue reducing production costs, leading to lower food prices in the country. However, growth is likely to be weighed down by increased taxation by the government thereby decreasing the purchasing power of consumers, coupled with increasing fuel prices.

Inflation

The average y/y inflation in Q3'2025 increased by 0.3% points to 4.4%, from the 4.1% recorded in Q3'2024.



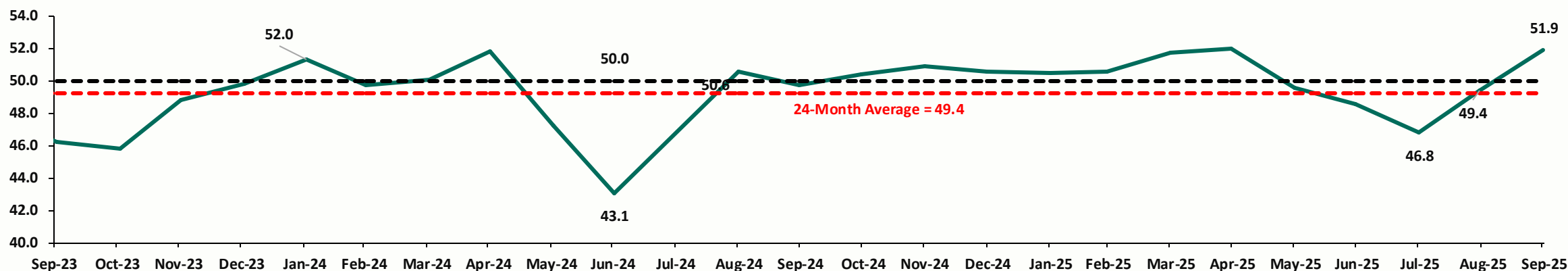
*Source: KNBS

- The average inflation rate increased to 4.4% in Q3'2025, compared to 4.1% in Q3'2024, attributable to a stronger and stable Shilling, and lower fuel prices.
- The inflation in November 2025 decreased by 0.1% points to 4.5% from the 4.6% recorded in October 2025, driven by increase in prices of commodities in the following categories, food and non-alcoholic beverages; transport and housing, water, electricity, and gas and other fuels of 7.7%, 5.1%, and 1.9%, respectively.
- Going forward, we expect the inflationary pressures to remain within the CBK's preferred target, mainly on the back of a stable Shilling. However, the loosening monetary policy, increasing fuel prices, and the increasing electricity prices remain a risk for the inflation rate.

Stanbic PMI Index

The PMI averaged at 49.5 in Q3'2025, compared to 46.9 in Q3'2024

Cytonn Report: Kenya's Purchasing Manager's Index for the Last 24 Months



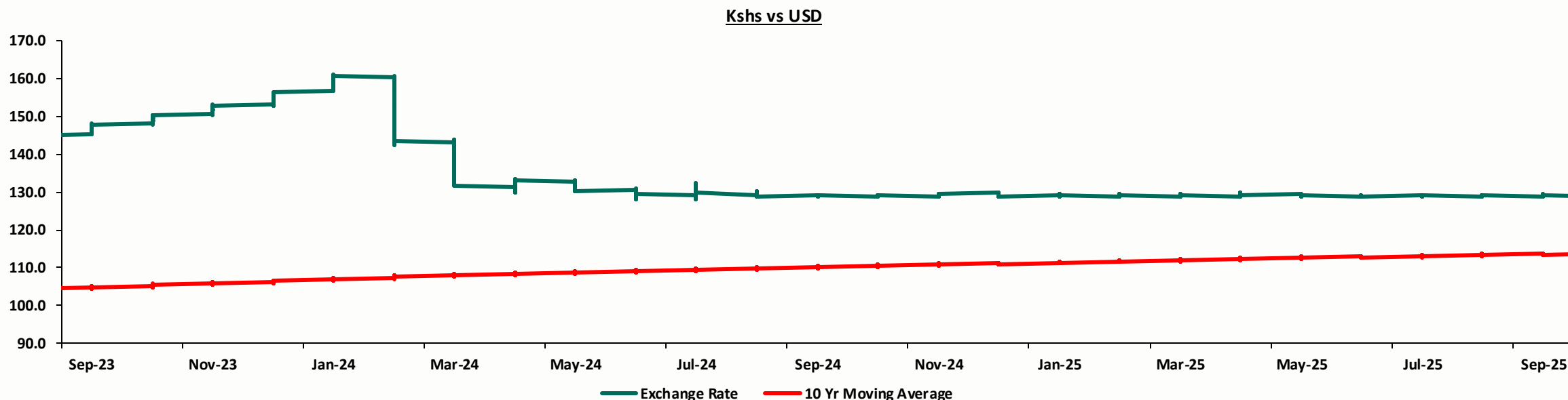
*Source: Market Economics, Stanbic PMI

— Actual PMI - - - 24-Month Average PMI - - - Expansion/Contraction Border

- Kenya's general business environment slightly improved in Q3'2025, with the average Purchasing Manager's Index coming in at 49.4, compared to 46.9 recorded in Q3'2024. The improvement was mainly on the back of a stronger and stable Shilling, despite the slight increase in inflation averaging at 4.4% in Q3'2025, 0.3% points higher than the 4.1% average rate for Q3'2024.
- For the month of November 2025 the PMI improved further into expansion territory, coming in at 55.0, up from 52.5 in October 2025, marking the third consecutive month the index remained above the 50.0 neutral mark, signaling an improvement in business conditions, mainly attributable to increased output and new orders
- Going forward, we expect the private sector to continue experiencing a fragile recovery, supported by easing supply-side bottlenecks, improved political stability, and a more accommodative monetary policy stance by the CBK. However, structural challenges such as elevated fuel prices, rising taxation, and subdued consumer purchasing power will likely constrain the pace of recovery.

Currency

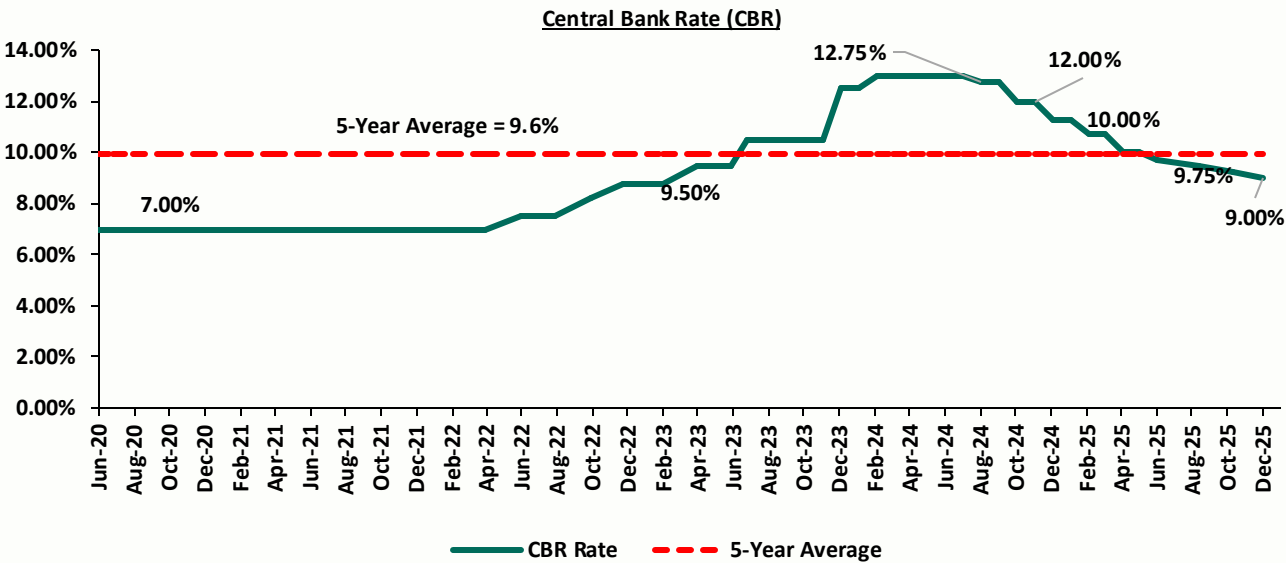
The Kenyan Shilling slightly appreciated against the US Dollar slightly by 0.2 bps in Q3'2025, to close at Kshs 129.2



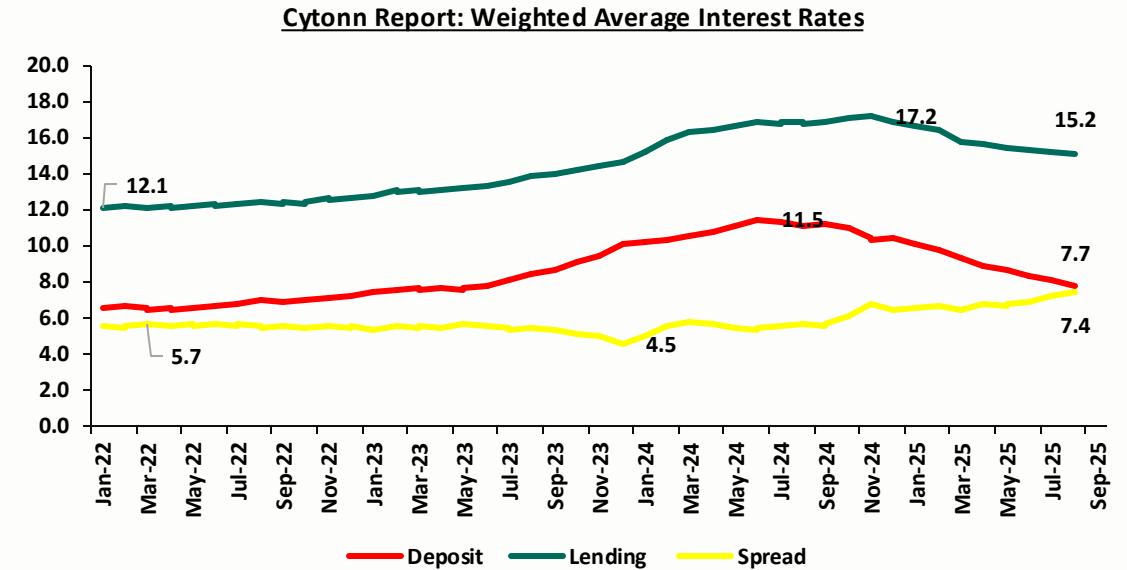
**Source: Central Bank of Kenya*

- The Kenyan Shilling remained stable during the quarter, appreciating slightly against the US Dollar by 0.2 bps in Q3'2025 to remain relatively unchanged from the Kshs 129.2 recorded at the beginning of the quarter, attributable to stable and adequate foreign inflows during the period.
- In our view, the shilling will be supported by diaspora remittances standing at a cumulative USD 5,081.6 mn in the 12 months to October 2025, 5.8% higher than the USD 4,804.1 mn recorded over the same period in 2024, which has continued to cushion the shilling against further depreciation, as well as the tourism inflow receipts. We however expect the shilling to remain under pressure as a result of an ever-present current account deficit which came in at 1.6% of GDP in the twelve months to June 2025, as well as the need for government debt servicing.

Interest Rates and Monetary Policy

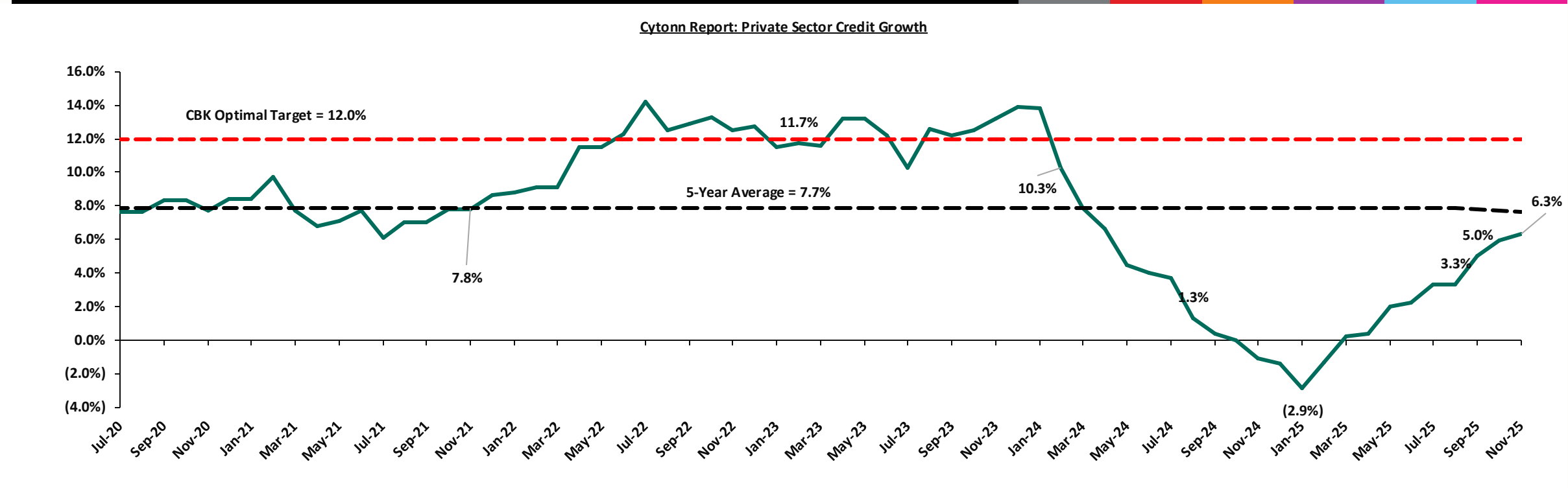


*Source: CBK



- The Monetary Policy Committee (MPC) met once in Q3'2025 and lowered the CBR rate by 25.0 bps to 9.50%, from 9.75% in August 2025 against a backdrop of elevated uncertainties to the global outlook for growth, lower but sticky inflation in advanced economies heightened trade tensions as well as persistent geopolitical tensions
- In our view, we expect CBK to continue adopting the expansionary monetary stance in the short to medium term and that the reduction in the CBR rate will start to lower borrowing costs, leading to increased spending and an uptick in the business environment as well as reduced debt servicing costs for the government, as the MPC closely monitors inflation and exchange rate stability to ensure the continuation of the current trend of stability and eased inflation.
- The CBK has continued to lower the CBR rate with another 25.0 bps rate cut in December 2025 to 9.0% from 9.25% in October 2025.

Private Sector Credit growth



*Source: KNBS

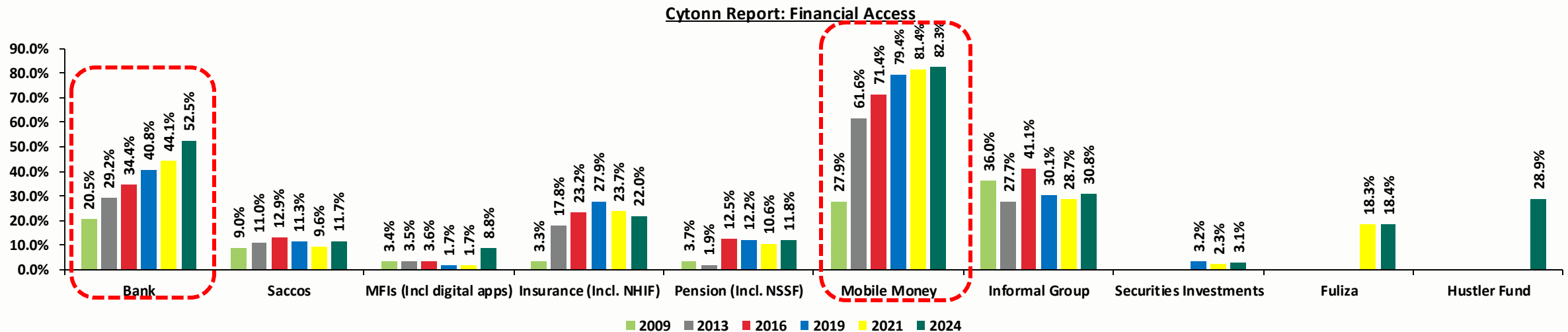
- Growth in private sector grew by 5.0% in September 2025 compared to growth 3.3% in August 2025, mainly attributed to the dissipation of exchange rate valuation effects on foreign currency-denominated loans due to the appreciation of the Shilling and increased demand attributable to declining lending interest rates. Additionally, the number of loan applications and approvals remained strong, reflecting resilience in economic activities.
- This upward momentum was sustained in subsequent months, with private sector credit growth accelerating further to 5.9% in October 2025 and 6.3% in November 2025, reinforcing signs of a gradual recovery in credit uptake.

III. Banking Sector Overview

Kenyan Banking Sector Overview

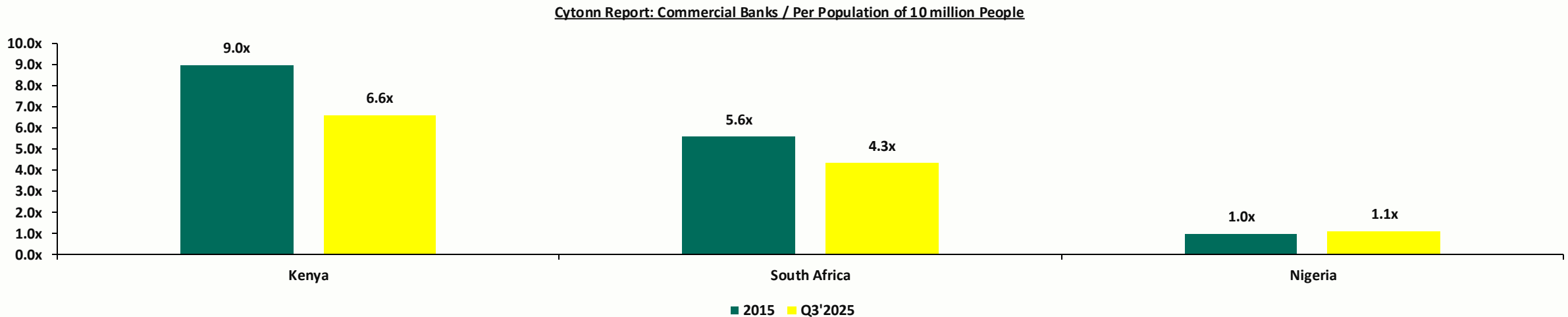
Financial Inclusion in Kenya continues to rise, having expanded to 84.8% in 2024, from 83.7% in 2021

- In Kenya there are a total of 37 commercial banks, 1 mortgage finance company, 14 microfinance banks, 9 representative offices of foreign banks, 83 foreign exchange bureaus, 29 money remittance providers and 3 credit reference bureaus
- Financial inclusion in Kenya has continued to rise, with 84.8% of the adult population able to access formal financial services. This has largely been driven by digitization, with Mobile Financial Services (MFS), transfer and lending, rising to be the preferred method to access financial services. According to the [2024 FinAccess Household Report](#), the banking services including mobile banking stood at 52.5% as of 2024 from 44.1% in 2021 despite the decreased usage of mobile banking accounts; whose proportion declined to 32.6% in 2024 from 34.4% in 2021



Kenyan Banking Sector Overview

Kenya still remains overbanked as the number of banks remains relatively high compared to the population



Source: World Bank, Central Bank of Kenya, South Africa Reserve Bank, Central Bank of Nigeria; * Data as of June 2025

- The number of commercial banks in Kenya currently stands at 38 (including 1 mortgage finance company), the same as in Q3'2024 but lower than the 43 licensed banks in FY'2015.
- The ratio of the number of banks per 10 million population in Kenya now stands at 6.6x, which is a reduction from 9.0x in FY'2015, demonstrating continued consolidation in the banking sector. However, despite the ratio improving, Kenya still remains overbanked as the number of banks remains relatively high compared to the African major economies

Recent Developments in the Kenyan Banking Sector

1. Regulation:

- **Risk-based Lending:** Over the years, the government has deployed various policy tools to manage interest rates and improve private sector access to credit. Following the repeal of the Interest Rate Cap Law in 2019, the Central Bank of Kenya (CBK) directed banks to adopt risk-based lending models that price loans according to borrower risk profiles, improving fairness and transparency for MSMEs. Although the CBK introduced a revised pricing framework in August 2025 anchored on the Kenya Shilling Overnight Interbank Average (KESONIA), a benchmark derived from actual overnight interbank transactions meant to replace the Central Bank Rate (CBR) for shilling-denominated variable loans, most commercial banks have opted to continue using the CBR as their reference rate under the new model. Institutions such as KCB, Equity, Absa, NCBA, and DTB have issued public notices indicating that, from December 1, 2025, they are applying CBR plus a customer-specific risk premium, despite having previously rejected CBR as a benchmark and championed the creation of KESONIA. Banks cite ongoing systems testing and the need for operational readiness as the reason for delaying adoption of KESONIA, whose higher volatility would also require more frequent lending-rate adjustments and additional regulatory approvals. Only Co-operative Bank and Kingdom Bank have so far committed to using the interbank-based rate. While CBK continues publishing KESONIA, currently higher than the 9.0% CBR, to prepare the market for eventual transition, banks are expected to migrate all pre-December 1 loan facilities to the new risk-based model by February 28, 2026.

Recent Developments in the Kenyan Banking Sector

- **Higher capital requirements and reopening of new banks licensing:** Following the enactment of the Business Laws (Amendment) Act, 2024, the Central Bank of Kenya (CBK) increased the minimum core capital requirement for commercial banks to Kshs 10.0 bn from the previous Kshs 1.0 bn, which had been in effect since 2012. The new framework requires lenders to comply gradually, Kshs 3.0 bn by end-2025, Kshs 5.0 bn by 2026, Kshs 6.0 bn by 2027, Kshs 8.0 bn by 2028, and full compliance at Kshs 10.0 bn by 2029. As of September, 2025, 10 banks were below the Kshs 3.0 bn threshold and needed a combined Kshs 14.4 bn to meet the December 2025 deadline. Several banks have since made progress: Paramount Bank [raised](#) Kshs 332.0 mn through a rights issue, pushing its core capital to Kshs 3.1 bn and achieving compliance even as it remains linked to a potential takeover by Nigeria's Zenith Bank. ABC Bank has also [launched](#) a rights issue targeting at least Kshs 0.4 bn to bridge its shortfall from the June core capital level of Kshs 2.6 bn. Credit Bank is [seeking](#) Kshs 4.5 bn through a private placement and has already secured commitments of Kshs 2.0 bn from key shareholders, ShoreCap III LP and Sansora Group, sufficient to meet the December Kshs 3.0 bn requirement, with an additional convertible note planned for supplementary capital. Other lenders are pursuing similar measures; M-Oriental Bank is seeking to waive pre-emptive rights to bring in new investors beyond its current Kshs 2.5 bn core, while foreign-owned banks including Access Bank Kenya, UBA Kenya Bank, CIB International Bank, which recently received a Kshs 1.0 bn capital injection from its Egyptian parent, and Ecobank Kenya are relying on support from their parent institutions.

Recent Developments in the Kenyan Banking Sector

- **Lifting of moratorium on licensing of new commercial banks:** In a significant policy shift, the Central Bank of Kenya (CBK) lifted the moratorium on licensing new commercial banks on July 1, 2025, ending a restriction that had been in place since November 2015. The moratorium had been introduced to address governance, risk management, and operational weaknesses in the sector, providing space for reforms. Over the past decade, the industry has undergone substantial strengthening, with improvements in legal and regulatory frameworks, a wave of mergers and acquisitions, and the entry of new strategic investors. With the moratorium now lifted, early indications point to renewed investor interest, particularly from regional financial groups and non-bank financial institutions seeking to upgrade to full banking licenses. While no large-scale greenfield entries have yet materialized, the policy shift is expected to stimulate competition, product innovation, and capital inflows over the coming year, especially as potential entrants assess compliance with the revised minimum core capital requirement of Kshs 10.0 bn.

2. Digitization: In Q3'2025, digitization continued to be a transformative force in the banking sector, significantly improving how banks operate and deliver services. There has been a significant increase in the adoption of mobile and online banking platforms as customers now prefer to perform banking transactions from the comfort of their homes, leading to a decline in the use of physical branches. For instance, most of the listed banks disclosed that the majority of transactions were conducted through alternative channels, with Equity Group and KCB Group reporting that 98.0% and 99.0% of their transactions, respectively, were done through non-branch channels as of end of Q3'2025.

Recent Developments in the Kenyan Banking Sector.....

3. Interest Rates: Interest rates were on a downward trajectory during the period under review. Notably, the yields on Kenyan government securities declined during the period under review, with the yield on the 91-day paper averaging 8.0% during the period, 7.8% points lower than the average of 15.9% in Q3'2024. The significant declines in rates in Q3'2025 led to a decrease in the listed bank's interest income growth, softening to a weighted average drop of 2.6% in Q3'2025, from a weighted average growth of 25.5% in Q3'2024. However, the lower interest rate environment led to a substantial reduction in interest expense which declined by a weighted average of 21.7% in Q3'2025, compared to the 52.9% growth in Q3'2024 this decline in funding cost helped support overall profitability contributing to a 13.4% growth in net interest income in Q3'2025

Recent Developments in the Kenyan Banking Sector.....

4. Regional Expansion through Mergers and Acquisitions:

Kenyan banks are increasingly expanding their regional footprint, with subsidiaries contributing significantly to overall profitability. For instance, Equity Group reported that regional subsidiaries contributed 45.0% of the Group's Profit Before Tax (PBT) in Q3'2025, down from 53.0% in the same period last year, demonstrating the continued importance of these subsidiaries to the Group's earnings. Additionally, KCB Group's subsidiaries contributed 32.4% of the Group's Profit After Tax (PAT) in Q3'2025. In terms of consolidation activity, 2024 saw one confirmed acquisition agreement between Access Bank Plc and KCB Group for the acquisition of National Bank of Kenya. More recently, there have been reports of ongoing talks between Standard Bank Group's Kenyan subsidiary, Stanbic Holdings Plc, and NCBA Group Plc regarding a potential acquisition.

a) On April 14, 2025 The Central Bank of Kenya announced the acquisition of 100.0% shareholding of National Bank of Kenya Limited (NBK) by Access Bank Plc from KCB Group Plc, following CBK's approval on April 4, 2025 under Section 13 (4) of the Banking Act, and approval by the Cabinet Secretary for the National Treasury and Economic Planning on April 10, 2025, pursuant to Section 9 of the Banking Act. As part of the transaction, CBK, on April 4, 2025, further approved the transfer of certain assets and liabilities of National Bank of Kenya Limited to KCB Bank Kenya Limited pursuant to section 9 of the Banking Act. Additionally, the Cabinet Secretary for The National Treasury and Economic Planning, approved the transfer on April 10, 2025, pursuant to section 9 of the Banking Act.

Recent Developments in the Kenyan Banking Sector.....

4. Regional Expansion through Mergers and Acquisitions Cont:

- b) On March 20, 2024 Access Bank Plc [announced](#) that it had entered into a share purchase agreement with KCB Group Plc that would allow Access Bank Plc to acquire 100% shareholding in National Bank of Kenya Limited (NBK) from KCB. In the signed deal, Access Bank will pay multiples of 1.3x the book value of NBK, which stood at Kshs 10.6 bn as of end December 2023. This values the deal at about Kshs 13.3 bn with the actual figure to be announced when the transaction is completed
- c) In April 2024, Sidian Bank [disclosed](#) that the founders of the bank and other nine individual shareholders relinquished a combined stake of 728,525 shares representing 16.6% stake to Pioneer General Insurance Limited, pioneer Life Investments Limited, Wizro Enterprises Limited, Afrah Limited, and Telesec Africa Limited. The transaction amounted to Kshs 0.8 bn translating to a price to book multiple (p/bv) of 1.0x. This follows an [earlier transaction](#) executed on October 2023 when Pioneer General Insurance, Wizpro Enterprise and Afram Limited bought 38.9% stake in the lender following a shareholders' resolution passed on 20th September 2023 approving the sale

Recent Developments in the Kenyan Banking Sector.....

4. Regional Expansion through Mergers and Acquisitions Cont:

- e) On March 17, 2023, the Central Bank of Kenya (CBK) [announced](#) that Premier Bank Limited Somalia (PBLs) had completed acquisition of 62.5% shareholding of First Community Bank Limited (FCB) effective 27 March 2023. This came after receiving regulatory approvals from the CBK and the Cabinet Secretary for the National Treasury. FCB, which has been in operation since June 2008, is classified as a tier 3 bank in Kenya with 18 branches and a market share of 0.3% as at December 2022. The acquisition by Premier Bank Limited Somalia (PBLs), came at a time when FCB has been struggling to meet regulatory Capital adequacy requirements. For more information, please see our [Cytonn Weekly #11/2023](#).
- f) On May 22, 2023, the Central Bank of Kenya (CBK) announced that Shorecap III, LP, a Private Equity fund governed by the laws of Mauritius, had acquired a 20.0% stake in Credit Bank Plc. The fund is managed by Equator Capital Partners LLC, and the acquisition took effect from June 15, 2023. While the CBK initially did not reveal the value of the deal, it has since been disclosed that Shorecap III, LP paid Ksh 0.7 bn for the 20.0% stake, valuing the bank at Ksh 3.64 bn. Shorecap III, LP assumed control of 7,289,928 ordinary shares, which make up 20.0% of the Bank's ordinary shares. The funds helped lift Credit Bank from a regulatory capital breach. For additional details, refer to our [Cytonn Weekly #21/2023](#),

Recent Developments in the Kenyan Banking Sector.....

4. Regional Expansion through Mergers and Acquisitions Cont:

- e) On September 27, 2023, the NCBA Group [declared](#) its plan to purchase a 100% share in AIG Insurance. AIG Insurance is a well established company in Kenya, having been in operation for over 50 years, providing general insurance services to corporations, SMEs and individuals. Currently, the NCBA Group holds a minority stake in AIG Insurance and intends to negotiate with AIG Inc, the majority stakeholder, to acquire the remaining shares. This acquisition is part of NCBA Group's strategy to broaden its bancassurance operations transforming it into a universal bank that caters to all the financial needs of its customers. The acquisition is contingent upon the necessary due diligence, approval from the boards of NCBA, AIG Kenya, AIG Group, and the relevant banking, insurance, and other regulatory authorities.
- g) On December 1, 2023 Equity Group Holdings Plc (EGH) [announced](#) that it had successfully completed the acquisition of its Rwandan Subsidiary, Compagnie Générale de Banque (Cogebanque) Plc, marking a significant milestone in its regional expansion strategy. Equity Group now holds 198,250 shares representing 99.1% of the issued share capital of COGEBANQUE, following receipt of all regulatory and corporate approvals, officially making COGEBANQUE its subsidiary. EGH made the announcement it had entered into a binding agreement with the Government of Rwanda, Rwanda Social Security Board, and other investors of Compagnie Generale De Banque (Cogebanque) Plc Limited to acquire a 91.9% stake in the Rwanda based lender on June 14, 2023.

Recent Developments in the Kenyan Banking Sector....

The average acquisition valuations for banks remained unchanged at 1.3x in Q3'2025, similar to what was recorded in 2024

Cytonn Report: Banking Sector Deals and Acquisitions						
Acquirer	Bank Acquired	Book Value at Acquisition (Kshs bn)	Transaction Stake	Transaction Value (Kshs bn)	P/Bv Multiple	Date
Access Bank PLC (Nigeria)	National Bank of Kenya	10.6	100.00%	13.3	1.3x	Apr-25
Pioneer General Insurance and four other companies	Sidian Bank	5.0	16.57%	0.8	1.0x	Apr-24
Pioneer General Insurance and two other companies	Sidian Bank	5.0	38.91%	2.0	1.0x	Oct-23
Equity Group	Cogebanque PLC Ltd	5.7	91.13%	6.7	1.3x	Dec-23
Shorecap III	Credit Bank Plc	3.6	20.00%	0.7	1.0x	Jun-23
Premier Bank Limited	First Community Bank	2.8	62.50%	Undisclosed	N/A	Mar-23
KCB Group PLC	Trust Merchant Bank (TMB)	12.4	85.00%	15.7	1.5x	Dec-22
Equity Group	Spire Bank	Unknown	Undisclosed	Undisclosed	N/A	Sep-22*
Access Bank PLC (Nigeria)*	Sidian Bank	4.9	83.40%	4.3	1.1x	June-22*
KCB Group	Banque Populaire du Rwanda	5.3	100.00%	5.6	1.1x	Aug-21
I&M Holdings PLC	Orient Bank Limited Uganda	3.3	90.00%	3.6	1.1x	Apr-21
KCB Group**	ABC Tanzania	Unknown	100.00%	0.8	0.4x	Nov-20*
Co-operative Bank	Jamii Bora Bank	3.4	90.00%	1	0.3x	Aug-20
Commercial International Bank	Mayfair Bank Limited	1.0	51.00%	Undisclosed	N/A	May-20*
Access Bank PLC (Nigeria)	Transnational Bank PLC.	1.9	100.00%	1.4	0.7x	Feb-20*
Equity Group **	Banque Commerciale Du Congo	8.9	66.50%	10.3	1.2x	Nov-19*
KCB Group	National Bank of Kenya	7.0	100.00%	6.6	0.9x	Sep-19
CBA Group	NIC Group	33.5	53.47%	23	0.7x	Sep-19
Oiko Credit**	Credit Bank	3.0	22.80%	1	1.5x	Aug-19
CBA Group**	Jamii Bora Bank	3.4	100.00%	1.4	0.4x	Jan-19
AfricInvest Azure	Prime Bank	21.2	24.20%	5.1	1.0x	Jan-18
KCB Group	Imperial Bank	Unknown	Undisclosed	Undisclosed	N/A	Dec-18
SBM Bank Kenya	Chase Bank Ltd	Unknown	75.00%	Undisclosed	N/A	Aug-18
DTBK	Habib Bank Kenya	2.4	100.00%	1.8	0.8x	Mar-17
SBM Holdings	Fidelity Commercial Bank	1.8	100.00%	2.8	1.6x	Nov-16
M Bank	Oriental Commercial Bank	1.8	51.00%	1.3	1.4x	Jun-16
I&M Holdings	Giro Commercial Bank	3.0	100.00%	5	1.7x	Jun-16
Mwalimu SACCO	Equatorial Commercial Bank	1.2	75.00%	2.6	2.3x	Mar-15
Centum	K-Rep Bank	2.1	66.00%	2.5	1.8x	Jul-14
GT Bank	Fina Bank Group	3.9	70.00%	8.6	3.2x	Nov-13
Average			73.3%		1.3x	
Average: 2013 to 2018			73.5%		1.7x	
Average: 2019 to 2024			73.2%		1.0x	

* Announcement Date

** Deal that was dropped



Recent Developments in the Kenyan Banking Sector....

3. Asset Quality:

- Asset quality for listed banks improved in Q3'2025, with the weighted average Gross Non-Performing Loan ratio (NPL) decreasing by 0.3% points to 13.2%, from 13.5% recorded in Q3'2024. The performance remained 1.3 points above the ten-year average of 11.9%. Notably, 8 out of the 10 listed banks recorded a decrease in their NPL ratios, signaling an improvement in asset quality even as credit risk remains elevated, albeit showing signs of moderation following recent monetary policy easing and improving lending conditions. Similarly, most banks experienced a decline in gross non-performing loans coupled with growth in gross loans. As a result, the overall gross non-performing loans (NPL) ratio in the banking industry decreased by 1.3 percentage points, falling to 16.9% in September 2025 from 17.6% in June 2025.
- Additionally, Stanbic's NPL ratio declined the most by 2.1% points to 8.4%, from 10.4% in Q3'2024, while Standard Chartered bank's NPL ratio decreased by 1.6% points to 5.9%, from 7.5% in Q3'2024. Stanbic's asset quality improved due to an 8.3% decrease in Gross Non-Performing Loans to Kshs 22.8 bn in Q3'2025 from Kshs 24.8 bn in Q3'2024, relative to the 17.5% increase in gross loans to Kshs 279.4 bn from Kshs 237.7 bn in Q3'2024. Similarly, Standard Chartered bank's asset quality improved due to a 24.8% decrease in Gross Non-Performing Loans to Kshs 9.1 bn in Q3'2025 from Kshs 12.1 bn in Q3'2024, which outpaced the 4.6% decrease in gross loans to Kshs 154.2 bn from Kshs 161.6 bn in Q3'2024

Recent Developments in the Kenyan Banking Sector....

3. Asset Quality Cont:

- However, the improvement in listed banks' asset quality was weighed down by a deterioration in Co-operative Bank's asset quality, with the Gross NPL ratio increasing by 0.8% points to 17.3% in Q3'2025 from 16.5% in Q3'2024. This was attributable to the 12.7% increase in gross non-performing loans to Kshs 78.9 bn from Kshs 70.0 bn in Q3'2024, which outpaced the 7.8% increase in gross loans to Kshs 456.8 bn from Kshs 423.7 bn in Q3'2024. Absa bank's asset quality deteriorated with the Gross NPL ratio increasing by 0.5% points to 13.0% in Q3'2025 from 12.6% in Q3'2024. This was attributable to a 3.6% increase in Gross non-performing loans to Kshs 44.2 bn, from Kshs 42.7 bn in Q3'2024, relative to the 0.01% increase in gross loans to Kshs 339.4 bn, from Kshs 339.3 bn recorded in Q3'2024.
- The Central Bank of Kenya has lowered the Central Bank Rate (CBR) by a cumulative 400 basis points, from 13.0% in July 2024 to 9.0% in December 2025, signalling a gradual easing of monetary policy following the successful stabilization of the currency and anchoring of inflation. This reduction in CBR is expected to continue to support credit growth and ease financial pressures on borrowers. Notably, growth in private sector credit grew by 6.3% in November 2025 from 5.9% in October 2025 and a contraction of 2.9% in January 2025, reflecting improved demand for credit in line with the declining lending interest rates.

Banking Sector Growth Drivers

- **Growth in Interest income:** Going forward, we expect interest income growth to remain a key driver in the banking industry. With the recent easing of monetary policy by the Central Bank of Kenya, which lowered the Central Bank Rate (CBR) by 25 basis points to 9.0% in December 2025, signals a gradual reduction in borrowing costs. This is likely to support an increase in credit uptake, expanding banks' loan books and consequently boosting interest income. Additionally, the continued use of banks' risk-based lending models will enable banks to effectively price their risk, further contributing to the growth of interest income.
- **Revenue Diversification:** In Q3'2025, non-funded income (NFI) recorded a 3.3% weighted average decline, a reversal from the 14.5% weighted growth in Q3'2024. This contraction was largely driven by lower foreign exchange income, reflecting subdued FX trading volumes and reduced transactional activity as exchange rate volatility remained relatively muted, limiting trading and revaluation gains despite the broadly stable Shilling. In addition, the slowdown in fees and commissions income, one of the key components of NFI, also contributed to the weaker performance, with growth moderating to 4.1% in Q3'2025 from 10.0% in Q3'2024, reflecting softer transactional volumes and a potential tapering in digital revenue momentum. Notably, this deceleration occurred with 6 of the 10 listed Banks recording a decrease in their non-funded income. As a result of the decline in non-funded income (NFI) the weighted average contribution of NFI to total operating income came in at 33.1% in Q3'2025, 3.8% points lower than the 36.9% weighted average contribution recorded in Q3'2024 and as such, there still exists an opportunity for the sector to further increase NFI contributions to revenue given the continuous adoption of digitization.

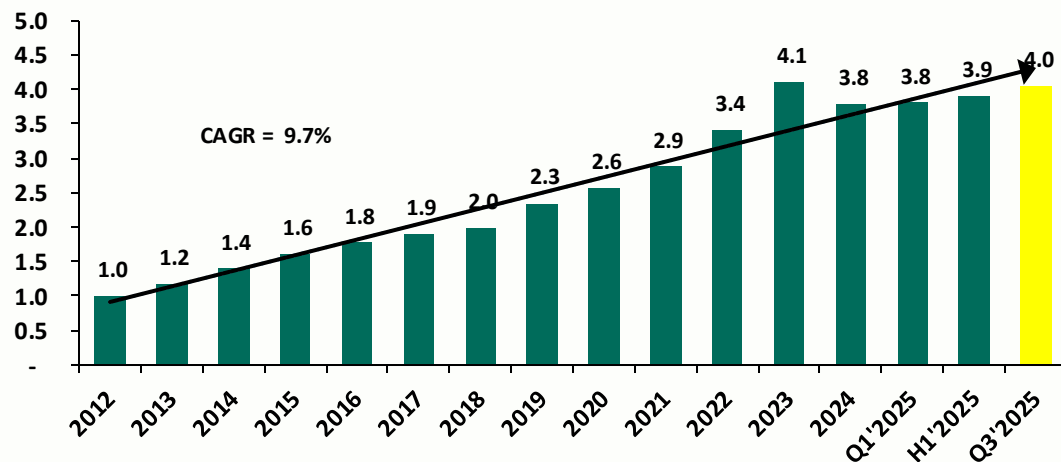
Banking Sector Growth Drivers

- **Growth in Loans and Advances:** While 7 of the listed banks experienced modest positive loan growth, 3 out of the 10 listed banks recorded negative growth in loans and advances to customers, resulting in a weighted average growth in loans of 4.8% relative to the 2.3% decline recorded in a similar period in 2024. With the consistent ease in the Central Bank Rate (CBR) recently, borrowing costs are expected to decline. This reduction is anticipated to support credit growth by encouraging increased borrowing by the private sector and easing financial pressures on borrowers. To drive further loan growth, banks must leverage opportunities such as risk-based lending models, improved customer segmentation, and expanding access to credit in underserved sectors, and,
- **Regional Expansion and Further Consolidation:** Consolidation remains a key theme going forward with the current environment offering opportunities for larger banks with a sufficient capital base to expand and take advantage of the market's low valuations, as well as further consolidate out smaller and weaker banks. Notably, the majority of the bigger banks have continued to cushion over unsystematic risks specific to the local market by expanding their operations into other African nations. Banks such as KCB and Equity Group have been leveraging on expansion and consolidation, which has largely contributed to their increased asset base as well as earnings growth. Additionally, we expect the increased capital requirements imposed on banks to further accelerate consolidation, as only well-capitalized banks are able to meet these thresholds while pursuing expansion opportunities. As such, we expect to see a continued expansion trend aimed at revenue optimization.

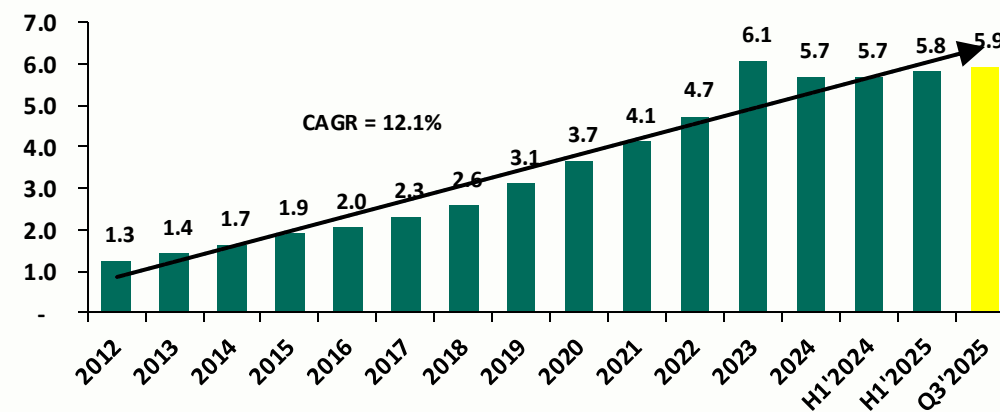
IV. Listed Banking Sector Metrics

Listed Banking Sector Metrics

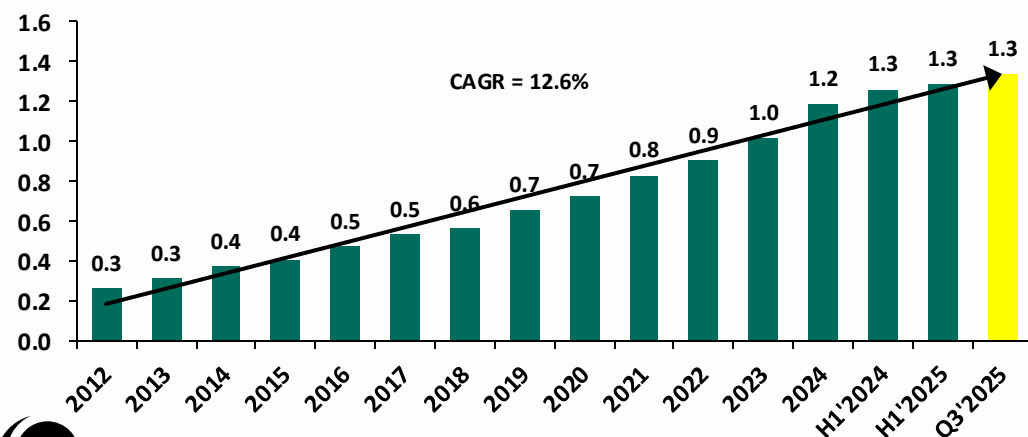
Loans and Advances (Kshs tn)



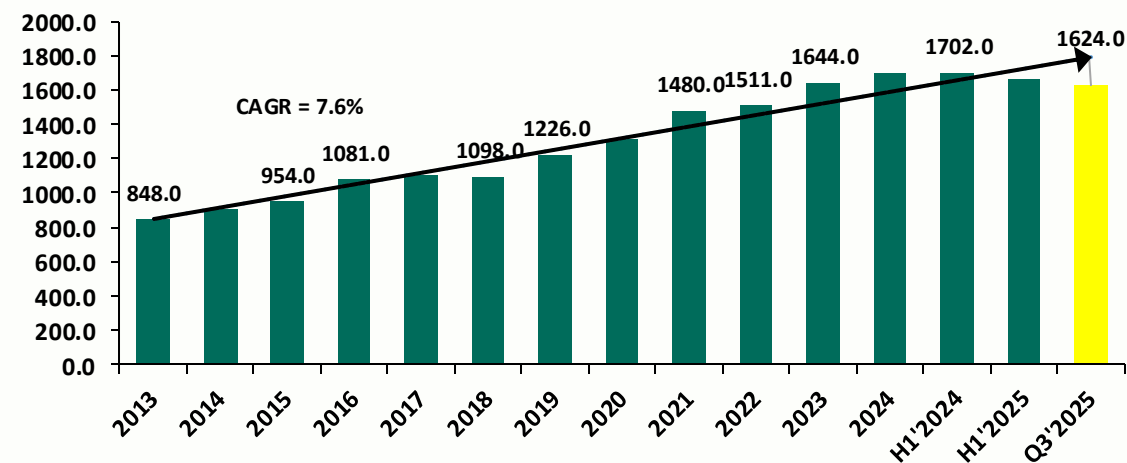
Deposits (Kshs tn)



Shareholders Equity (Kshs tn)



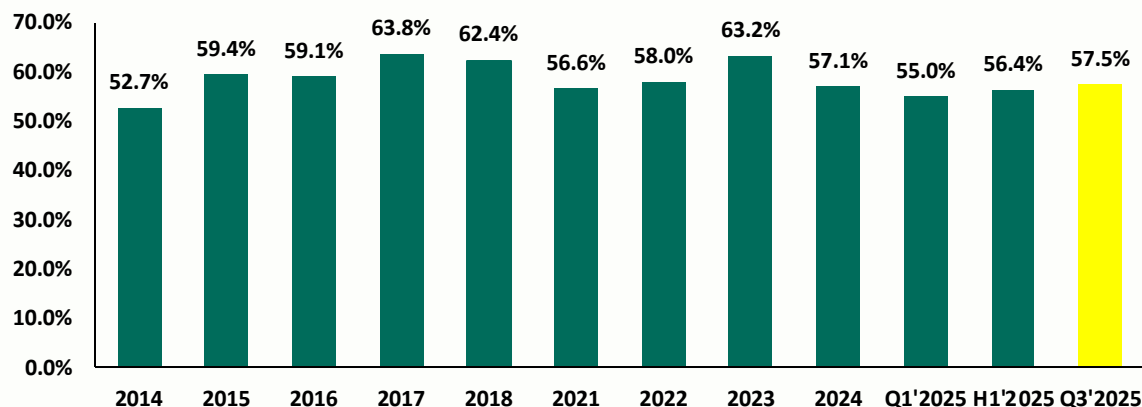
Bank Branches



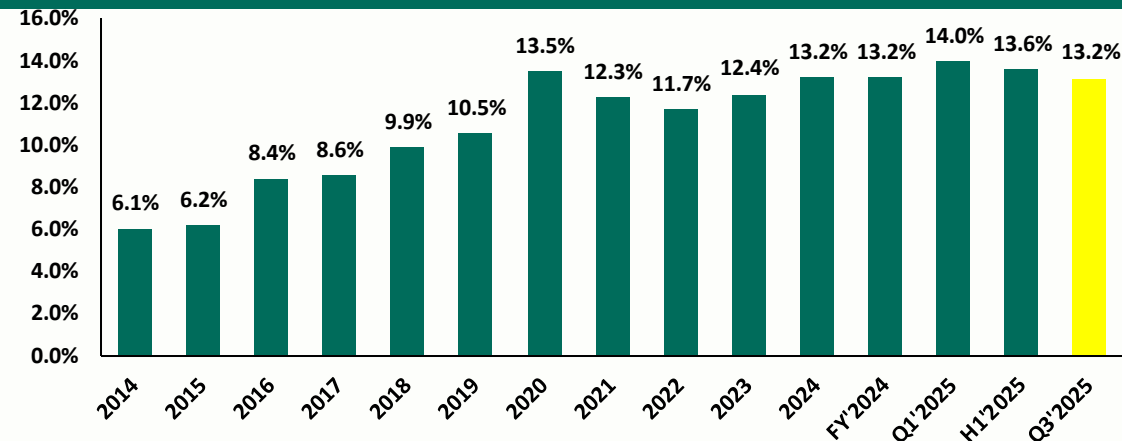
Listed Banking Sector Metrics

Banks' asset quality improved in Q3'2025, with the NPL ratio decreasing to 13.2% from 13.5% in Q3'2024

Cost to Income Ratio

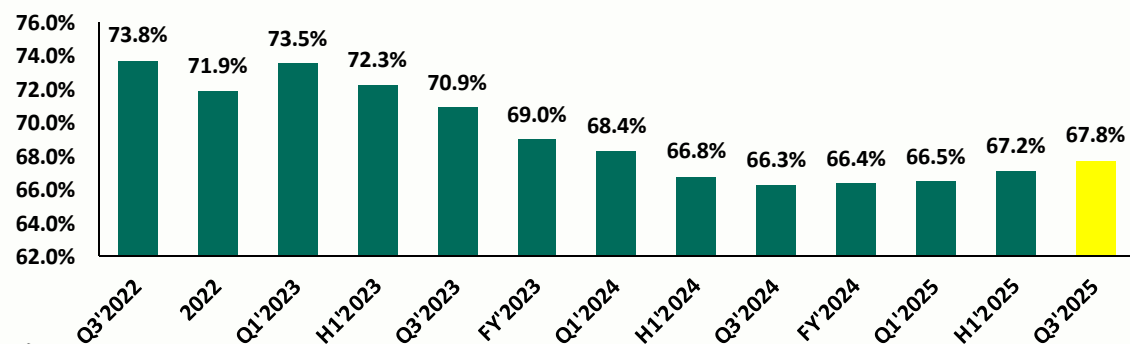


NPL Ratio

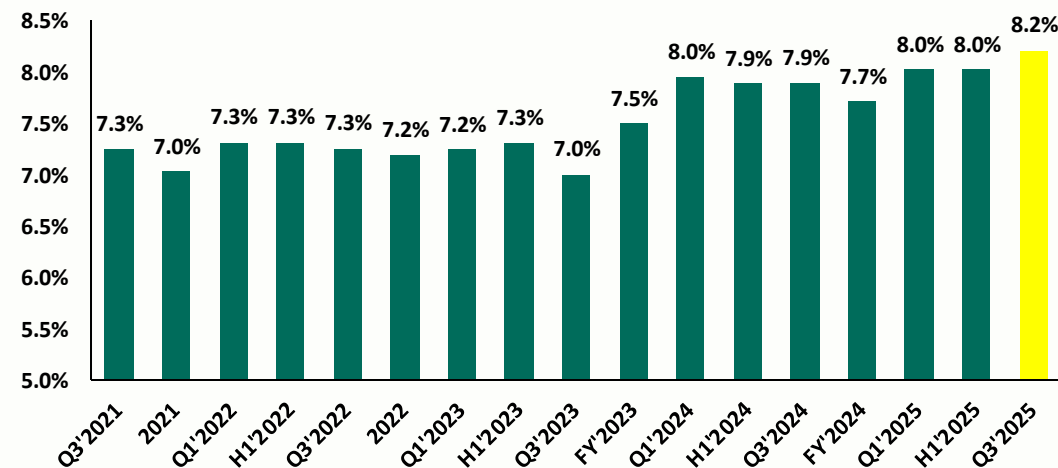


Loan to Deposit Ratio

Loan to Deposit Ratio



Net Interest Margin



Listed Banking Earnings and Growth Metrics

Kenya's listed banks weighted average core EPS grew by 7.6% in Q3'2025, compared to 24.6% growth in Q3'2024

Cytonn Report: Kenyan Listed Banks Performance Q3'2025															
Bank	Core EPS Growth	Interest Income Growth	Interest Expense Growth	Net Interest Income Growth	Net Interest Margin	Non-Funded Income Growth	NFI to Total Operating Income	Growth in Total Fees & Commissions	Deposit Growth	Growth in Government Securities	Loan to Deposit Ratio	Loan Growth	Return on Average Equity	COF	YIEA
Equity Group	32.7%	2.9%	(20.7%)	16.1%	7.9%	2.5%	40.1%	7.6%	2.2%	19.9%	63.9%	7.5%	24.5%	3.7%	11.3%
I&M Group	24.2%	0.6%	(23.1%)	21.1%	8.3%	17.9%	26.0%	15.7%	10.2%	65.2%	66.2%	7.3%	19.2%	5.3%	13.1%
Absa Bank Kenya	14.7%	(9.6%)	(21.9%)	(4.6%)	9.6%	11.2%	29.2%	16.3%	9.2%	71.1%	80.6%	(0.6%)	26.8%	3.8%	12.9%
Diamond Trust Bank	12.3%	0.9%	(14.6%)	17.9%	6.2%	(5.8%)	26.7%	10.7%	15.5%	22.9%	58.1%	7.8%	11.2%	5.5%	11.7%
Co-operative Bank	12.3%	10.0%	(9.0%)	22.8%	8.7%	(0.8%)	32.8%	1.6%	6.7%	20.7%	74.1%	6.6%	18.8%	5.4%	13.4%
NCBA Group	8.5%	(11.8%)	(42.3%)	27.4%	7.3%	(1.9%)	40.0%	2.5%	(5.3%)	3.0%	60.0%	(3.5%)	21.0%	5.3%	12.1%
KCB Group	0.7%	1.1%	(17.6%)	12.4%	8.4%	(10.1%)	30.2%	(1.5%)	(0.8%)	6.1%	74.7%	8.2%	22.7%	4.0%	12.2%
Stanbic Group	(7.7%)	(17.2%)	(41.4%)	8.0%	6.3%	(24.5%)	27.6%	1.1%	4.9%	32.8%	73.6%	15.7%	18.5%	4.5%	11.1%
Standard Chartered Bank	(38.2%)	(13.5%)	(9.2%)	(10.3%)	9.3%	(28.6%)	31.3%	(6.9%)	(0.3%)	55.9%	51.7%	(3.2%)	21.5%	1.5%	10.6%
HF Group	(58.3%)	19.4%	(12.4%)	63.3%	6.6%	28.6%	28.8%	(10.1%)	21.6%	94.3%	71.7%	2.8%	7.7%	6.1%	12.3%
Q3'2025 Mkt Weighted Average*	7.6%	(2.6%)	(21.7%)	13.4%	8.2%	(3.3%)	33.1%	4.1%	3.2%	29.9%	67.9%	4.8%	21.7%	4.2%	12.0%
Q3'2024 Mkt Weighted Average**	24.6%	25.5%	52.9%	14.7%	7.9%	14.5%	36.9%	10.0%	2.3%	10.4%	66.3%	(2.3%)	23.5%	4.9%	12.5%
*Market cap weighted as at 11/12/2025															
**Market cap weighted as at 11/12/2024															

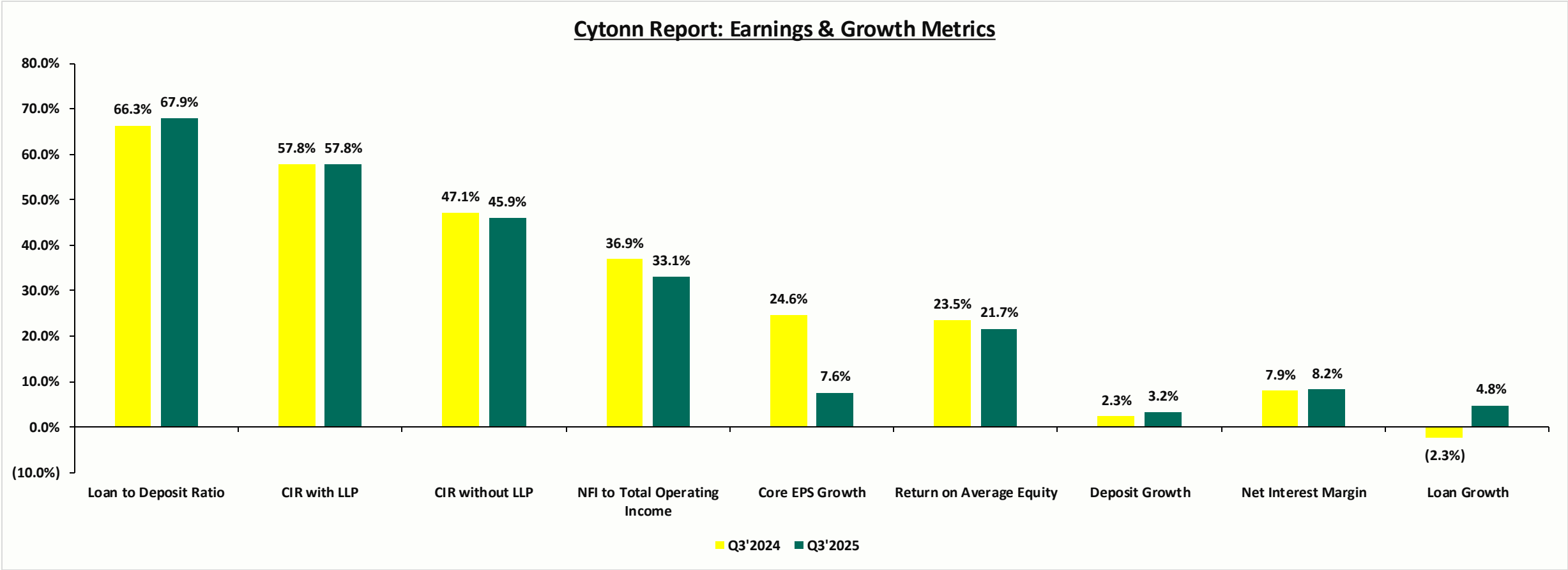
Takeout from Key Operating Metrics

The listed banks recorded a 21.7% weighted average growth on return on average equity (Roae), 1.8% points lower than the 23.5% growth registered in Q3'2024

- The listed banks recorded a 7.6% growth in core Earnings per Share (EPS) in Q3'2025, compared to the weighted average growth of 24.6% in Q3'2024, an indication of weaker performance on the back of a 3.3% decline in non-funded income in Q3'2025, compared to a growth of 14.5% in Q3'2024. This was majorly attributable to a decline in foreign exchange income due to reduced dollar demand and lower transaction volumes weighing down on fees and commissions income growth which declined by 5.9% points to 4.1% in Q3'2025 from 10.0% in Q3'2024
- Investments in government securities investments by listed banks increased significantly in Q3'2025, having recorded a market-weighted average growth of 29.9%, from the 10.4% growth recorded in Q3'2024, with all of the listed banks recording increases in government securities investments. HF Group and Absa Bank Kenya recorded the largest increases of 94.3% and 71.1% respectively.
- Interest income recorded a weighted average decline of 2.6% in Q3'2025, compared to a growth of 25.5% in Q3'2024. Similarly, interest expenses recorded a market-weighted average decline of 21.7% in Q3'2025 compared to a growth of 52.9% in Q3'2024. Consequently, net interest income recorded a weighted average growth of 13.4% in Q3'2025, slightly lower than the 14.7% growth recorded in Q3'2024, on the back of easing monetary policy leading to lower lending and deposit rates,
- The listed banks recorded a 21.7% weighted average growth on return on average equity (Roae), 1.8% points lower than the 23.5% growth registered in Q3'2024

Listed Banks Earnings and Growth Metrics Cont...

The banking sector has witnessed increased customer loans registering a growth rate of 4.8% in Q3'2025, 7.1% points higher than the 2.3% decline in Q3'2024



Listed Banks Operating Metrics

Asset quality for the listed banks improved during the period, with the market-weighted average NPL ratio decreasing by 0.3% points to 13.2% from a 13.5% in Q3'2024

Cytonn Report: Listed Banks Asset Quality						
Bank	Q3'2025 NPL Ratio*	Q3'2024 NPL Ratio**	% point change in NPL Ratio	Q3'2025 NPL Coverage*	Q3'2024 NPL Coverage**	% point change in NPL Coverage
Absa Bank Kenya	13.0%	12.6%	0.5%	67.1%	65.3%	1.8%
Equity Group	13.6%	14.4%	(0.8%)	71.1%	56.8%	14.4%
Stanbic Holdings	8.4%	10.4%	(2.1%)	83.2%	76.5%	6.7%
Cooperative Bank	17.3%	16.5%	0.8%	63.7%	60.5%	3.2%
KCB Group	17.2%	18.1%	(0.9%)	67.9%	63.8%	4.1%
I&M Group	10.2%	11.8%	(1.6%)	69.5%	61.3%	8.2%
Diamond Trust Bank	12.4%	13.5%	(1.0%)	52.1%	39.1%	13.0%
Standard Chartered Bank	5.9%	7.5%	(1.6%)	85.1%	85.3%	(0.1%)
NCBA Bank	12.1%	12.5%	(0.4%)	68.9%	59.7%	9.2%
HF Group	23.3%	24.1%	(0.8%)	74.3%	74.4%	(0.2%)
Mkt Weighted Average*	13.2%	13.5%	(0.3%)	70.6%	64.5%	6.1%
*Market cap weighted as at 11/12/2025						
**Market cap weighted as at 11/12/2024						

Listed Banks Trading Metrics

The listed banking sector has continued to trade at cheaper prices compared to historical averages, currently trading at an average P/TBV of 1.0x and average P/E of 4.6x

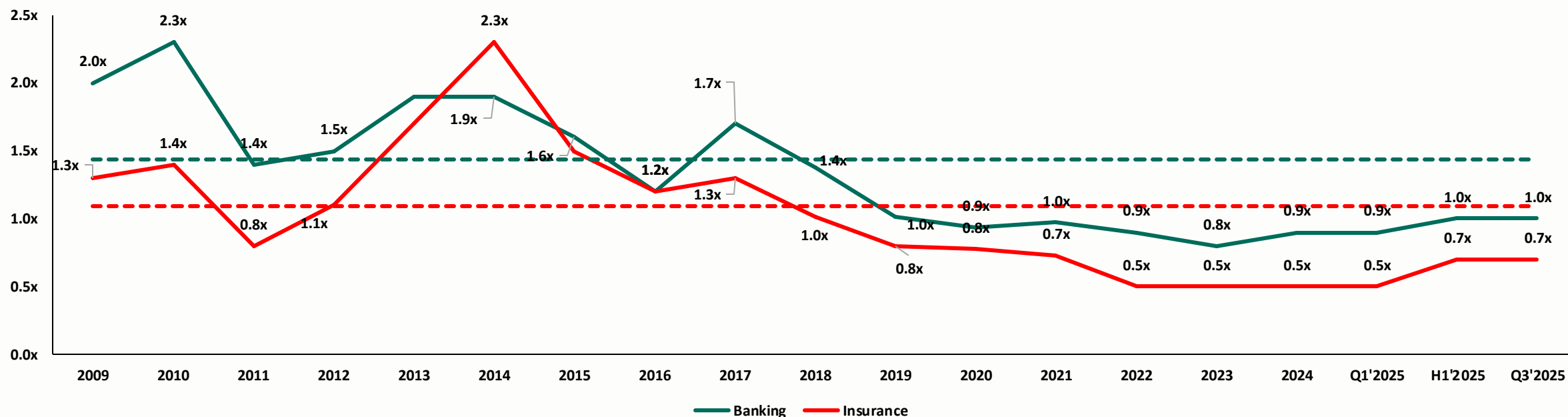
Bank	No. of shares (bn)	Market Cap (Kshs bn)	P/E	Price*	P/TBV
HF Group	0.4	17.9	4.1x	9.5	0.2x
Diamond Trust Bank	0.3	32.2	3.4x	115.0	0.4x
NCBA bank	1.6	130.6	5.7x	79.3	1.2x
I&M Group	1.7	74.7	4.0x	45.2	0.8x
Stanbic Holdings	0.4	76.6	5.9x	193.8	1.0x
Co-operative bank	5.9	127.9	4.8x	21.8	0.8x
KCB Group	3.2	192.0	3.0x	59.8	0.7x
Stanchart	0.4	108.4	6.1x	287.0	1.8x
ABSA Bank Kenya	5.4	119.5	5.5x	22.0	1.4x
Equity Holdings	3.8	228.3	4.2x	60.5	0.9x
Weighted Average Q3'2025*			4.6x		1.0x
Prices as at 11th December 2025					

Listed Banks & Insurance Trading Metrics

Listed banks are trading at an average P/B of 1.0x, higher than the insurance sector, which is priced at 0.7x. Both sectors are trading below their 18-year averages of 1.4x and 1.1x, respectively

18 year Price to Book Value: Banking and Insurance

Cytonn Report: Price to Book Comparison



On a price to book valuation, listed banks are currently priced at a P/BV of 1.0x, higher than listed insurance companies at 0.7x, with both lower than their historical averages of 1.4x for the banking sector and 1.1x for the insurance sector

V. Banks Valuation Reports

Ranking by Franchise Value

Absa Bank emerged top in the franchise ranking having had the lowest cost to income ratio of 48.0% against a weighted market average of 57.8% for the listed banks

Bank	LDR	CIR	ROACE	NIM	PEG ratio	PTBV	Deposits/ Branch	Gross NPL Ratio	NPL Coverage	Tangible Common Ratio	Non Interest Income/ Revenue	Camel Rating	Total	Rank
Absa Bank	1	1	1	1	6	9	3	6	8	4	6	3	49	1
SCBK	10	6	4	2	9	10	1	1	1	6	4	1	55	2
Equity Bank	7	4	2	6	3	5	7	7	4	7	1	5	58	3
I&M Holdings	6	7	6	5	4	3	4	3	5	5	10	1	59	4
KCB Group	2	5	3	4	1	2	6	8	7	9	5	8	60	5
Coop Bank	3	3	7	3	5	4	9	9	9	2	3	7	64	6
NCBA Group	8	8	5	7	8	7	5	4	6	3	2	4	67	7
Stanbic Bank	4	2	8	9	7	8	2	2	2	10	8	6	68	8
DTBK	9	9	9	10	2	1	8	5	10	8	9	9	89	9
HF Group	5	10	10	8	10	6	10	10	3	1	7	10	90	10

Valuation Summary of Listed Banks

Co-operative Bank presents the highest return with a total potential return of 44.6%

(all values in Kshs)

Bank	Current Price	Target Price	Upside/(Downside)	DPS	Dividend Yield	Total Potential Return	Q3'2025 Ranking
Coop Bank	21.8	30.0	37.7%	1.50	6.9%	44.6%	1
Absa Bank	22.0	28.3	28.7%	1.75	8.0%	36.7%	2
NCBA Group Plc	79.3	101.3	27.8%	5.50	6.9%	34.8%	3
Equity Bank	60.5	75.2	24.3%	4.25	7.0%	31.4%	4
HF Group	9.5	12.0	26.3%	0.00	0.0%	26.3%	5
I&M Holdings	45.2	53.1	17.6%	3.00	6.6%	24.2%	6
SCBK	287.0	308.0	7.3%	45.00	15.7%	23.0%	7
DTBK	115.0	129.4	12.5%	7.00	6.1%	18.6%	8
Stanbic Holdings	193.8	205.5	6.0%	20.74	10.7%	16.7%	9
KCB Group	59.8	65.8	10.1%	3.00	5.0%	15.1%	10

DPS is for FY'2024

Cytonn Banking Report - Comprehensive Ranking

Absa Bank Kenya emerged top of the ranking in terms of comprehensive ranking

Cytonn Report: Listed Banks Q3'2025 Rankings					
Bank	Franchise Value Rank	Intrinsic Value Rank	Weighted Rank Score	Q3'2024 Rank	Q3'2025 Rank
Absa Bank	1	3	1.8	1	1
Equity Bank	3	4	3.4	6	2
Coop Bank	6	1	4.0	2	3
SCBK	2	8	4.4	3	4
NCBA Group	7	2	5.0	5	5
I&M Holdings	4	7	5.2	6	6
KCB Group	5	10	7.0	8	7
DTBK	9	6	7.8	9	8
HF Group	10	5	8.0	10	9
Stanbic Bank	8	9	8.4	4	10

VI. Appendix

A. Tier I Banks

I. Equity Group Holdings

Equity Group Summary of Performance – Q3'2025

- Profit before tax increased by 28.5% to Kshs 65.6 bn, from Kshs 51.0 bn recorded in Q3'2024, with effective tax rate decreasing to 17.5% in Q3'2025, from 19.8% in Q3'2024, leading to a 32.2% increase in profit after tax to Kshs 54.1bn in Q3'2025, from Kshs 40.9 bn in Q3'2024.
 - Total operating income increased by 10.3% to Kshs 156.3 bn, from Kshs 141.7 bn in Q3'2024, mainly driven by a 16.1% increase in Net Interest Income (NII) to Kshs 93.6 bn from Kshs 80.6 bn in Q3'2024, coupled with a 2.5% increase in Non-Interest Income (NFI) to Kshs 62.7 bn, from Kshs 61.2 bn in Q3'2024.
 - Total operating expense decreased by 0.03% to Kshs 90.68 bn in Q3'2025, from Kshs 90.71 bn in Q3'2024, mainly attributable to the 8.2% decrease in loan loss provisions expense to 11.6 bn from 12.7 in Q3'2024. .
 - The balance sheet recorded an expansion as total assets increased by 6.7% to Kshs 1,817.0 bn, from Kshs 1,703.1 bn in Q3'2024, mainly driven by a 19.9% increase in government securities holdings to Kshs 310.4 bn, from 258.9 bn in Q3'2024, coupled with a 7.5% increase in net loans and advances to Kshs 859.8 bn, from Kshs 800.1 bn in Q3'2024.
 - Gross Non-Performing Loans (NPLs) increased by 3.1% Kshs 129.2 bn, from Kshs 125.3 bn in Q3'2024, while Gross Loans increased by 9.2% to Kshs 951.7 bn, from Kshs 871.3 bn recorded in Q3'2024. Consequently, the asset quality improved, with Gross NPL ratio decreasing to 13.6% in Q3'2025, from 14.4% in Q3'2024.
 - Going forward, we expect the bank's growth to be driven by:
- I. Digital Transformation—** Equity Group Holdings has been at the forefront of digital transformation within Kenya's banking sector, implementing innovative solutions to enhance customer experience and operational efficiency, reducing the need for physical branch operations. A cornerstone of this strategy is Equitel, the Group's mobile virtual network operator, which has significantly influenced the financial landscape

Financial Statements Extracts

Equity Group's PAT is expected to grow at a 5-year CAGR of 14.8%

Income Statement	2022	2023	2024	2025f
Net Interest Income	86.0	104.8	108.7	122.4
Non Funded Income	59.9	76.9	85.1	96.5
Total Operating Income	145.9	181.7	193.8	218.8
Loan Loss Provision	(15.4)	(35.6)	(20.2)	(30.5)
Other Operating Expenses	(70.7)	(94.2)	(112.9)	(114.1)
Total Operating Expenses	(86.1)	(129.8)	(133.0)	(144.5)
Profit Before Tax	59.8	51.9	60.7	74.3
Profit After tax	46.1	43.7	48.8	48.8
% PAT Change YoY	15.1%	(5.1%)	(11.6%)	(0.1%)
EPS	12.2	11.1	12.3	12.9
DPS	4.0	4.0	4.3	4.5
Cost to Income	59.0%	71.4%	68.7%	66.1%
NIM	7.2%	7.4%	7.0%	6.8%
ROaE	26.7%	22.8%	22.1%	17.6%
ROaA	3.4%	2.7%	2.7%	2.4%
Balance Sheet	2022	2023	2024	2025f
Net Loans and Advances	706.6	887.4	819.2	1108.2
Government Securities	219.2	246.7	300.9	395.4
Other Assets	521.2	687.4	684.5	748.7
Total Assets	1447.0	1821.4	1804.6	2252.2
Customer Deposits	1052.2	1358.2	1399.6	1748.9
Other Liabilities	212.6	241.1	154.6	168.3
Total Liabilities	1264.8	1603.3	1557.8	1917.2
Shareholders Equity	176.2	207.8	234.0	320.1
Number of Shares	3.8	3.8	3.8	4.8
Book value Per share	46.7	55.1	58.1	84.8
% Change in BPS YoY	4.2%	17.9%	14.0%	36.8%

Valuation Summary

Equity Group is undervalued with a total potential return of 31.2%

Valuation Summary:	Implied Price	Weighting	Weighted Value
DDM	80.6	40.0%	32.2
Residual Income	57.1	30.0%	17.1
PBV Multiple	83.9	15.0%	12.6
PE Multiple	88.0	15.0%	13.2
Fair Value			75.2
Current Price			60.5
Upside/(Downside)			24.2%
Dividend Yield			7.0%
Total Potential Return			31.2%

II. KCB Group

KCB Group Summary of Performance – Q3'2025

- Profit before tax increased by 8.1% to Kshs 62.1 bn, from Kshs 57.4 bn recorded in Q3'2024, with effective tax rate decreasing to 23.8% in Q3'2025 from 20.3% in Q3'2024, leading to an 3.4% increase in profit after tax to Kshs 47.3 bn in Q3'2025, from Kshs 45.8 bn in Q3'2024.
- Total operating income increased by 4.5% to Kshs 149.4 bn, from Kshs 142.9 bn in Q3'2024, mainly driven by a 12.4% growth in Net Interest Income (NII) to Kshs 104.3 bn, from Kshs 92.8 bn in Q3'2024, it was however weighed down by the 10.1% decrease in Non Interest Income (NFI) to Kshs 45.1 bn from Kshs 50.1 bn in Q3'2024,
- Total operating expenses increased by 2.1% to Kshs 87.3 bn from Kshs 85.5 bn in Q3'2024, driven by a 7.3% increase in staff cost expenses to Kshs 31.5 bn from Kshs 29.3 bn recorded in Q3'2024,,
- The bank's Asset Quality improved, with Gross NPL ratio decreasing to 17.2% in Q3'2025, from 18.1% in Q3'2024, attributable to a 8.3% increase in Gross loans to Kshs 1,290.7 bn, from Kshs 1,190.9 bn in Q3'2024, which outpaced the 3.1% increase in Gross non-performing loans to Kshs 222.1 bn, from Kshs 215.3 bn in Q3'2024
- Going forward, we expect the bank's growth to be driven by:
 - i. **Continued Digitization** - The Group has sustained its focus on digital transformation. As of Q3'2025, 99.0% of the transactions by number were done through the non-branch channels. Notably, the Group witnessed growth in the value of mobile loans disbursed mainly driven by Fuliza, introduction of term loans on KCB Mobi and new mobile lending products for small businesses. The group also disclosed its acquisition of a 75.0% controlling interest in Riverbank Solutions Limited, a fintech entity focused on payment systems, as part of its strategic initiative to bolster digital capabilities and reinforce its footprint in banking, agency solutions, and business services across Kenya, Uganda, and Rwanda.

Financial Statements Extracts

KCB Group's PAT is expected to grow at a 5-year CAGR of 19.8%

Income Statement	2021	2022	2023	2024	2025f
Net Interest Income	77.7	86.7	107.3	137.3	160.6
Non Funded Income	30.9	43.3	57.9	67.5	77.0
Total Operating Income	108.6	129.9	165.2	204.9	237.5
Loan Loss Provision	13.0	13.2	(33.6)	30.0	29.3
Other Operating Expenses	47.8	59.4	150.4	53.1	61.5
Total Operating Expenses	60.8	72.6	116.8	122.9	132.5
Profit Before Tax	47.8	57.3	48.5	82.0	105.0
% PAT Change YoY	74.3%	19.5%	(8.3%)	64.9%	22.0%
EPS	10.6	12.7	11.7	19.2	22.9
DPS	3.0	2.0	0.0	3.0	2.5
Cost to Income (with LLP)	56.0%	55.9%	70.7%	60.0%	55.8%
NIM	8.4%	7.5%	4.3%	7.8%	14.1%
ROE	21.8%	22.0%	17.5%	24.6%	21.3%
ROA	3.2%	3.0%	2.0%	3.0%	4.3%
Balance Sheet	2021	2022	2023	2024f	2025f
Net Loans and Advances	675.5	863.3	1095.9	990.4	1049.8
Government Securities	270.8	278.0	397.2	196.6	360.9
Other Assets	193.4	412.7	677.7	775.3	979.3
Total Assets	1139.7	1554.0	2170.9	1962.3	2390.0
Customer Deposits	837.1	1135.4	1690.9	1382.0	1464.9
Other Liabilities	129.0	212.3	243.6	297.3	303.6
Total Liabilities	966.2	1347.8	1934.5	1679.3	1768.5
Shareholders Equity	171.7	200.2	228.3	274.9	613.4
Number of Shares	3.2	3.2	3.2	3.2	3.2
Book value Per share	53.4	62.3	71.1	85.54	190.9
% Change in BPS YoY	20.6%	16.6%	14.0%	35.9%	123.1%

Valuation Summary

KCB Group is undervalued with a total potential return of 31.8%

Valuation Summary	Implied Price	Weighting	Weighted Value
Residual Income	43.2	35%	15.1
PBV Multiple	119.2	15%	17.9
PE Multiple	102.8	10%	10.3
DDM	56.3	40%	22.5
Target Price			65.8
Current Price			56.0
Upside/(Downside)			17.5%
Dividend Yield			14.3%
Total Return			31.8%

III. Co-operative Bank

Cooperative Bank Summary of Performance – Q3'2025

- Profit before tax increased by 12.1% to Kshs 30.0 bn, from Kshs 26.8 bn recorded in Q3'2024, with effective tax rate decreasing to 29.1% in Q3'2025 from 29.5% in Q3'2024, leading to a 12.3% increase in profit after tax to Kshs 21.6 bn in Q3'2025, from Kshs 19.2 bn in Q3'2024.
- Core earnings per share grew by 12.3% to Kshs 3.7, from Kshs 3.3 in Q3'2024, driven by the 13.9% increase in total operating income to Kshs 67.4 bn, from Kshs 59.2 bn in Q3'2024. However, the performance was weighed down by an 15.4% increase in total operating expenses to Kshs 37.7 bn from Kshs 32.3 bn in Q3' 2024,
- The 13.9% increase in total operating income was mainly driven by a 22.8% increase in Net Interest Income (NII) to Kshs 45.3 bn from Kshs 36.9 bn in Q3'2024, which was however weighed down by the 0.8% decrease in Net Non Interest Income (NFI) to Kshs 22.1 bn, from Kshs 22.3 bn in Q3'2024,
- The bank's Asset Quality deteriorated, with Gross NPL ratio increasing to 17.3% in Q3'2025, from 16.5% in Q3'2024, attributable to a 12.7% increase in Gross non-performing loans to Kshs 78.9 bn, from Kshs 70.0 bn in Q3'2024, compared to the 7.8% increase in gross loans to Kshs 456.8 bn, from Kshs 423.7 bn recorded in Q3'2024,

Going forward, we expect the bank's growth to be driven by:

- **Strong Customer Base** – Cooperative Bank still retains a loyal yet diverse customer base that includes cooperatives, SMEs, retail customers, and government institutions. We anticipate that the bank will keep leveraging on this base to improve its loan book which this year expanded by 4.2% to Kshs 391.3 bn from Kshs 381.3 bn in Q3'2024.
- **Diversified products** – The bank has in recent days launched a number of products and continues to simultaneously offer differentiated products for diaspora bankers, micro and small enterprises, home and vehicle insurance, bancassurance and the Sacco Mco-op cash. This diversification is expected to continue improving the Non-funded Income of the bank which came in at 22.1 bn, a 0.9% decrease from Kshs 22.3 bn in Q3'2024,

Financial Statements Extracts

Cooperative Bank's PAT is expected to grow at a 5-year CAGR of 12.0%

Income Statement	2018	2019	2020	2021	2022	2023	2024	2025
Interest Income	43.0	43.6	39.6	55.6	61.7	69.1	86.2	72.8
Interest Expense	(12.2)	(12.3)	(10.9)	(14.6)	(16.2)	(23.8)	(34.7)	(17.9)
Net Interest Income	30.8	31.3	28.7	41.0	45.5	45.2	51.5	54.9
Non Funded Income	12.9	17.2	15.7	19.4	25.7	26.5	29.1	33.9
Total Operating Income	43.7	48.5	44.4	60.4	71.3	71.7	80.6	88.8
Loan Loss Provision	(1.8)	(2.5)	(6.0)	(7.9)	(8.7)	(6.0)	(8.7)	(9.5)
Other Operating Expenses	(23.9)	(25.3)	(21.9)	(30.2)	(33.6)	(33.7)	(19.7)	(37.2)
Total Operating Expenses	(25.7)	(27.8)	(28.0)	(38.1)	(42.2)	(39.7)	(46.7)	(46.7)
Profit Before Tax	18.2	20.7	16.5	22.6	29.4	32.4	34.8	42.9
Profit After tax	12.7	14.3	11.6	16.5	22.0	23.2	25.5	30.6
% PAT Change YoY	11.6%	12.4%	-18.8%	42.3%	33.2%	5.2%	24.1%	20.1%
EPS	1.9	2.1	1.7	2.8	3.8	4.0	4.3	5.2
DPS	1.0	1.0	0.0	1.0	1.5	1.5	1.5	1.5
Cost to Income	58.8%	57.4%	63.0%	63.0%	59.3%	55.3%	57.9%	52.6%
ROE	18.3%	19.2%	14.2%	17.3%	21.2%	21.0%	19.7%	18.4%
ROA	3.2%	3.3%	2.3%	3.0%	3.7%	3.6%	3.6%	3.8%
Balance Sheet								
Net Loans and Advances	245.4	266.7	306.3	310.2	339.4	374.2	373.7	427.4
Government Securities	80.3	117.8	193.3	184.1	173.3	189.0	217.6	242.5
Other Assets	87.7	72.5	93.3	85.5	94.5	107.9	121.3	168.1
Total Assets	413.4	457.0	592.9	579.8	607.2	671.1	743.2	838.14
Customer Deposits	306.1	332.8	420.4	407.7	423.8	451.6	506.1	567.15
Other Liabilities	36.1	43.3	77.1	71.3	75.4	105.8	110.4	93.0
Total Liabilities	342.2	376.2	497.5	479.0	499.3	557.5	597.6	660.1
Shareholders Equity	69.9	79.3	95.0	100.2	107.7	113.6	145.4	177.8
Number of Shares	6.9	6.9	6.9	5.9	5.9	5.9	5.9	5.9
Book value Per share	10.2	11.6	13.8	17.1	18.4	19.4	22.7	25.-
% Change in BPS YoY	-14.2%	13.6%	19.8%	23.4%	7.4%	5.5%	17.4%	11.0%

Valuation Summary

Co-operative Bank is undervalued with a total potential return of 36.2%

	Implied Price	Weighting	Weighted Value
Common Ratio	33.2	40%	13.3
Residual income	27.9	30%	8.4
PBV Multiple	30.7	20%	6.1
PE Multiple	22.1	10%	2.2
Target Price			30.0
Current Price			23.2
Upside/(Downside)			29.7%
Dividend Yield			6.5%
Total Return			36.2%

IV. NCBA Bank

NCBA Bank Summary of Performance – Q3'2025

- Profit before tax increased by 11.1% to Kshs 20.5 bn from Kshs 18.4 bn in Q3'2024, with effective tax rate remaining unchanged from the 18.0% recorded in Q3 2024. As such, profit after tax increased by 8.5% to Kshs 16.4 bn, from Kshs 15.1 bn in Q3'2024.
- Core earnings per share increased by 8.5% to Kshs 9.9, from Kshs 9.2 in Q3'2024, mainly driven by the 13.8% increase in total operating income to Kshs 53.4 bn, from Kshs 47.0 bn in Q3'2024, which was weighed down by the 15.5% increase in total operating expenses to Kshs 33.0 bn, from Kshs 28.6 bn in Q3'2024
- The 13.8% increase in total operating income was mainly driven by the 27.4% increase in Net Interest Income to Kshs 32.0 bn, from Kshs 25.1 bn in Q3'2024. Non funded Income (NFI) declined by 1.9% to Kshs 21.4 bn, from Kshs 21.8 bn in Q3'2024
- Total operating expenses increased by 15.5% to Kshs 33.0 bn from Kshs 28.6 bn in Q3'2024, driven by 24.5% increase in loan loss provisions to Kshs 5.1 bn from Kshs 4.1 bn in Q3'2024, coupled with the 17.2 % increase in staff costs to Kshs 11.9 bn from Kshs 10.1 bn in Q3'2024 and the 11.7% increase in other operating expenses to Kshs 16.0 bn from Kshs 14.3 bn in Q3'2024.
- The balance sheet recorded a contraction as total assets declined by 2.0% to Kshs 665.3 bn, from Kshs 678.8 bn in Q3'2024, mainly driven by a 3.5% loan book contraction to Kshs 292.7 bn from Kshs 303.5 bn in Q3'2024, however this was supported by 3.0% increase in investment in government securities to Kshs 183.7 bn, from Kshs 178.4 bn in Q3'2024
- The bank's Asset Quality improved, with Gross NPL ratio reduced by 0.4% points to 12.1% in Q3' 2025 from 12.5% in Q3'2024, attributable to the the 6.0% decrease in gross non-performing loans to Kshs 38.7 bn, from Kshs 41.1 bn in Q3'2024, which outpaced the 2.6% decrease in gross loans to Kshs 319.4 bn, from Kshs 328.0 bn recorded in Q3'2024
- Going forward, we expect the bank's growth to be driven by:
 - i. **Revenue diversification.** The lender has also capitalized on revenue diversification and increasing the bottom line contribution of all the business

Financial Statements Extracts

NCBA Group's PAT is expected to grow at a 5-year CAGR of 17.4%

Income Statement	2020	2021	2022	2023	2024	2025F
Net Interest Income	25.5	27.0	30.7	34.6	32.4	36.2
Non Funded Income	20.9	22.1	30.3	29.1	25.6	9.8
Total Operating Income	46.4	49.2	60.9	63.7	58.1	46.1
Loan Loss Provision	(20.4)	(12.7)	(13.1)	(9.2)	(5.1)	(5.9)
Other Operating Expenses	(19.6)	(20.7)	(24.9)	(29.1)	(29.8)	(23.7)
Total Operating Expenses	(40.0)	(33.4)	(37.9)	(38.2)	(34.9)	(29.5)
Profit Before Tax	6.4	15.0	22.5	25.5	23.2	16.6
Profit After tax	6.0	10.2	13.8	21.5	19.1	13.4
% PAT Change YoY	-23.6%	70.6%	34.8%	55.7%	-10.8%	-30.1%
EPS	3.6	6.2	8.4	13.0	11.6	8.1
DPS	1.5	3.0	4.3	4.8	3.0	5.0
Cost to Income	86.2%	68.1%	62.2%	60.0%	60.2%	64.2%
NIM	5.9%	5.7%	5.9%	5.9%	5.3%	6.1%
ROE	8.6%	13.6%	17.2%	24.0%	15.9%	9.1%
ROA	1.2%	1.8%	2.3%	3.2%	2.6%	1.8%
Balance Sheet	2020	2021	2022	2023	2024	2025F
Net Loans and Advances	248.5	244.0	278.9	337.0	295.1	327.0
Government Securities	148.3	196.1	205.4	203.4	192.5	190.0
Other Assets	131.1	151.0	135.4	194.2	238.2	207.7
Total Assets	528.0	591.1	619.7	734.6	725.7	724.7
Customer Deposits	421.5	469.9	502.7	579.4	511.2	504.8
Other Liabilities	33.9	43.2	34.6	58.6	70.1	70.4
Total Liabilities	455.4	513.1	537.2	638.0	581.3	575.2
Shareholders Equity	72.3	77.9	82.4	96.7	144.4	149.5
Number of Shares	1.6	1.6	1.6	1.6	1.6	1.6
Book value Per share	43.9	47.3	50.0	58.7	87.6	90.7
% Change in BPS YoY	-1.8%	7.6%	5.9%	17.3%	49.3%	3.6%

Valuation Summary

NCBA Group is undervalued with a total potential return of 32.5%

	Implied Price	Weighting	Weighted Value
DDM Integrated	103.3	40%	41.3
Residual Valuation	126.2	35%	44.2
PBV Multiple	64.0	20%	12.8
PE Multiple	60.9	5%	3.0
Target Price			101.3
Current Price			76.5
Upside/(Downside)			32.5%
Dividend Yield			0.0%
Total Potential Return			32.5%

V. Standard Chartered Bank Kenya

SCBK's Summary of Performance – Q3'2025

- Core earnings per share decreased by 38.2% to Kshs 25.9 in Q3' 2025, from Kshs 41.9 in Q3' 2024, mainly driven by the 17.0% decrease in total operating income to Kshs 32.4 bn in Q3' 2025 , from Kshs 39.1 bn in Q3'2024, coupled with a 15.8 % increase in total operating expenses to Kshs 19.2 bn in Q3'2025, from Kshs 16.6 bn in Q3'2024,
- The 17.0% decline in total operating income was mainly driven by a 28.6% decrease in Non Interest Income to Kshs 10.2 bn in Q3' 2025, from Kshs 14.2 bn in Q3' 2024, coupled with a 10.3% decrease in Net Interest Income (NII) to Kshs 22.3 bn in Q3'2025, from Kshs 24.8 bn in Q3'2024,
- Total operating expenses increased by 15.8% to Kshs 19.2 bn in Q3' 2025 from Kshs 16.6 bn in Q3'2024, mainly driven by the 32.1% increase in staff costs to Kshs 9.1 bn in Q3' 2025 from Kshs 6.9 bn in Q3' 2024, however the increase was slowed down by a 10.9% decrease in loan loss provision to Kshs 1.7 bn in Q3' 2025 from kshs 2.0 bn in Q3' 2024. The decrease in provisioning comes as a result of the 24.8% decrease in gross non-performing loans to Kshs 9.1 bn in Q3' 2025, from Kshs 12.1 bn in Q3' 2024,
- The balance sheet recorded an expansion as total assets increased by 3.6% to Kshs 384.4 bn, from Kshs 370.9 bn in Q3' 2024, driven by a 55.9% increase in Government securities to Kshs 106.2 bn in Q3' 2025 from Kshs 68.1 bn in Q3'2024, however it was weighed down by a 3.2% decrease in net loans to Kshs 146.4 bn in Q3' 2025, from Kshs 151.3 bn in Q3' 2024,
- Going forward, we expect the bank's growth to be driven by:
 - i. **Digital transformation** -The lender has leveraged digital innovation to enhance service delivery, enabling customers to invest in various funds such as offshore mutual funds, government securities, and local money market funds, as well as to access digital loans. This digital shift has significantly contributed to the lender's financial performance. The convenience and speed offered by digital banking services have made it easier for customers to manage their finances and access financial products, leading to higher customer satisfaction and loyalty. Consequently, the lender's adoption of digital solutions has positioned it as a competitive player in the financial market, driving growth and expanding its market share.

Financial Statements Extracts

SCBK's PAT is expected to decline at a 5-year CAGR of 4.9%

Income Statement	2020	2021	2022	2023	2024	2025f
Net Interest Income	19.1	18.8	22.2	29.3	33.9	44.6
Non Funded Income	8.3	10.4	11.8	12.4	17.4	18.2
Total Operating Income	27.4	29.2	34.0	41.7	51.3	62.9
Loan Loss Provision	3.9	2.1	1.3	3.4	2.4	2.2
Other Operating Expenses	16.1	14.5	15.5	18.7	20.1	20.3
Total Operating Expenses	20.0	16.6	16.9	22.1	22.5	22.5
Profit Before Tax	7.4	12.6	17.1	19.7	28.2	30.4
Profit After tax	5.4	9.0	12.1	13.8	20.1	21.3
% PAT Change YoY	-33.9%	66.2%	33.3%	14.7%	45.0%	6.1%
EPS	14.4	24.0	32.0	36.7	53.2	56.5
DPS	10.5	14.0	22.0	29.0	45.0	50.0
Cost to Income	73.0%	56.8%	49.7%	52.9%	44.3%	44.6%
NIM	6.8%	6.4%	7.0%	8.3%	9.5%	9.5%
ROaE	11.0%	17.4%	22.1%	23.5%	30.1%	30.9%
ROaA	1.7%	2.7%	3.4%	3.4%	4.9%	5.8%
Balance Sheet	2020	2021	2022	2023	2024f	2025f
Net Loans and Advances	121.5	126.0	139.4	163.2	151.6	134.8
Government Securities	99.8	95.6	105.7	69.6	93.7	93.1
Other assets	104.3	113.3	136.2	196.2	139.2	156.7
Total Assets	325.6	334.9	381.3	429.0	384.6	384.6
Customer Deposits	256.5	265.5	278.9	342.9	295.7	253.8
Other Liabilities	18.2	16.2	46.2	24.6	17.1	59.0
Total Liabilities	274.7	281.7	325.1	367.4	312.8	312.8
Shareholders Equity	50.9	53.2	56.1	61.5	71.8	66.2
Number of shares	0.3	0.3	0.3	0.3	0.3	0.3
Book value Per share	135.0	141.2	148.9	163.2	190.4	175.5
% Change in BPS YoY	6.6%	4.6%	5.5%	9.6%	16.6%	-7.8%

Valuation Summary

SCBK is undervalued with a total potential return of 7.3%

Valuation Summary	Implied Price	Weighting	Weighted Value
DDM Integrated	438.4	40%	175.4
Residual Income	294.0	30%	88.2
PBV Multiple	138.1	15%	20.7
PE Multiple	157.9	15%	23.7
Target Price			307.9
Current Price			287.0
Upside/(Downside)			7.3%
Dividend Yield			0.0%
Total Return			7.3%

VI. Diamond Trust Bank Kenya

DTB K Holdings Summary of Performance –Q3'2025

- Profit before tax increased by 14.4% to Kshs 11.2 bn in Q3'2025 from Kshs 9.8 bn in Q3'2024, with tax expense rising by 21.6% to Kshs 2.87 bn in Q3'2025 from Kshs 2.36 bn in Q3'2024, reflecting an effective tax rate of 25.2% in Q3'2025 from 24.1% in Q3'2024. Profit after tax grew by 12.3% to Kshs 8.4 bn in Q3'2025 from Kshs 7.4 bn in Q3'2024, resulting in a core earnings per share (EPS) growth of 12.3% to Kshs 29.9 in Q3'2025 from Kshs 26.6 in Q3'2024.
- Core earnings per share (EPS) increased by 12.3% to Kshs 29.9 in Q3'2025 from Kshs 26.6 in Q3'2024, driven by the 10.5% growth in total operating income to Kshs 34.3 bn from Kshs 31.0 bn, which outpaced the 9.5% increase in total operating expenses to Kshs 23.1 bn from Kshs 21.1 bn
- The 10.5% increase in total operating income was mainly driven by a 17.9% growth in Net Interest Income (NII) to Kshs 25.1 bn, from Kshs 21.3 bn in Q3'2024. However, this was weighed down by a 5.8% decline in Non-Funded Income (NFI) to Kshs 9.1 bn, from Kshs 9.7 bn in Q3'2024,
- Total operating expenses increased by 9.5% to Kshs 23.1 bn in Q3'2025 from Kshs 21.1 bn, driven by an 11.6% increase in staff costs to Kshs 7.7 bn from Kshs 6.9 bn and an 8.9% increase in other operating expenses to Kshs 9.7 bn from Kshs 8.9 bn. Loan loss provisions increased by 7.5% to Kshs 5.7 bn from Kshs 5.3 bn. Despite higher expenses, the cost-to-income ratio improved by 0.6 percentage points to 67.3% from 67.9%, as total operating income increased by 10.5% to Kshs 34.3 bn from Kshs 31.0 bn, outpacing the growth in expenses
- The bank's Asset Quality improved, with the gross NPL ratio declining to 12.4% in Q3'2025 from 13.5% in Q3'2024, as gross loans increased by 9.2% to Kshs 316.9 bn in Q3'2025 from Kshs 290.3 bn in Q3'2024, outpacing the 0.7% increase in gross non-performing loans to Kshs 39.4 bn in Q3'2025 from Kshs 39.1 bn in Q3'2024.
- Going forward, we expect the bank's growth to be driven by:

Revenue Diversification: The lender has an opportunity to grow its non-funded income streams, which declined by 5.8% to Kshs 9.1 bn in Q3'2025 from Kshs 9.7 bn in Q3'2024. Over the years, DTB has launched various products and continues to offer differentiated solutions for diaspora clients, micro and small enterprises, home and vehicle insurance, bancassurance, and the DTB Weza platform, which makes overdrafts more accessible,

Digital Transformation: The bank has developed digital initiatives, including a digital credit platform to streamline and enhance consumer lending processes. The rollout of a comprehensive digital banking platform with advanced mobile and online banking capabilities would improve customer convenience, attract tech-savvy clients, and boost retention. Combined with leveraging data analytics to optimize decision-making and enhance customer engagement, these initiatives position the bank to remain competitive in an increasingly digital financial landscape while unlocking new revenue streams and expanding market share.

Financial Statements Extracts

DTB K Holdings PAT is expected to grow at a 5-year CAGR of 24.9%

Income Statement	2020	2021	2022	2023	2024	2025f
Net Interest Income	18.1	20.0	22.9	27.6	28.4	32.1
Non Funded Income	6.1	6.3	9.1	12.2	13.0	13.7
Total Operating Income	24.2	26.3	31.9	39.7	41.4	45.8
Loan Loss Provision	7.3	7.6	7.1	10.3	8.7	9.2
Other Operating Expenses	12.3	12.3	14.9	20.5	11.6	24.4
Total Operating Expenses	19.7	19.9	22.1	30.9	30.2	33.6
Profit Before Tax	4.7	6.6	9.5	9.0	11.2	12.1
Profit After tax	3.5	4.4	6.8	7.8	8.8	10.7
% PAT Change YoY	-51.5%	25.1%	53.9%	14.7%	13.1%	21.8%
EPS	12.6	15.8	24.3	27.9	31.5	38.4
DPS	0.0	3.0	5.0	6.0	7.0	7.5
Cost to Income	81.3%	75.6%	69.1%	77.7%	72.8%	73.4%
NIM	5.0%	5.1%	5.3%	5.5%	5.5%	6.1%
ROE	5.8%	6.8%	10.0%	10.8%	11.3%	11.4%
ROA	0.9%	1.0%	1.4%	1.3%	1.5%	1.8%
Balance Sheet	2020	2021e	2022f	2023f	2024f	
Net Loans and Advances	208.6	220.4	253.7	308.5	285.3	314.9
Government Securities	111.1	83.3	73.5	58.5	126.8	139.9
Other Assets	105.3	153.1	199.8	268.0	268.0	191.9
Total Assets	425.1	456.8	527.0	635.0	573.9	646.8
Customer Deposits	298.2	331.5	387.6	486.1	447.2	493.7
Other Liabilities	58.6	50.8	61.8	62.6	71.8	34.1
Total Liabilities	356.7	382.3	449.3	548.7	481.5	527.8
Shareholders Equity	62.0	67.3	69.0	74.9	81.8	107.2
Number of Shares	0.3	0.3	0.3	0.3	0.3	0.3
Book value Per share	221.6	240.7	246.6	267.8	292.5	383.4
% Change in BPS YoY	5.3%	8.6%	2.5%	8.6%	29.1%	31.1%

Valuation Summary

DTB-K Holdings is undervalued with a total potential return of 17.7%

Valuation Summary:	Implied Price	Weighting	Weighted Value
DDM Integrated	88.9	30.0%	26.7
Residual Income	147.2	50.0%	73.6
PBV Multiple	126.6	10.0%	12.7
PE Multiple	165.0	10.0%	16.5
Target Price			129.4
Current Price			110.0
Upside/(Downside)			17.7%
Dividend yield			0.0%
Total return			17.7%

VII. ABSA Bank Kenya

ABSA Bank's Summary of Performance – Q3'2025

- Core earnings per share grew by 14.7% to Kshs 3.1, from Kshs 2.7 in Q3'2024, driven by the 13.0% decrease in total operating expense to Kshs 22.3 bn, from Kshs 25.7 bn in Q3'2024. However the performance was weighed down by a 0.4% decrease in total operating income to Kshs 46.6 bn from Kshs 46.8 bn in Q3' 2024.
- The 13.0% decrease in total operating expense was mainly driven by a 39.6% decline in Loan Loss Provision (LLP) to Kshs 4.8 bn, from Kshs 8.0 bn in Q3'2024. It was however supported by the 0.2% increase in other operating expenses to Kshs 7.88 bn in Q3'2025, from Kshs 7.86 bn in Q3'2024.
- Total operating expense decreased by 13.0% to Kshs 22.3 bn in Q3'2025, from Kshs 25.7 bn in Q3'2024, mainly attributable to 39.6% decrease in loan loss provision to Kshs 4.8 bn, from Kshs 8.0 bn in Q3'2024, coupled with the 1.9% decrease in staff cost to 9.6 bn from 9.8 in Q3'2024.
- The balance sheet recorded an expansion as total assets increased by 14.4% to Kshs 554.3 bn, from Kshs 484.4 bn in Q3'2024, mainly driven by a 71.1% increase in governments securities holdings to Kshs 166.9 bn, from 97.5 bn in Q3'2024.
- The bank's Asset Quality deteriorated, with Gross NPL ratio increasing to 13.0% in Q3'2025, from 12.6% in Q3'2024, attributable to a 3.6% increase in Gross non-performing loans to Kshs 44.2 bn, from Kshs 42.7 bn in Q3'2024, relative to the 0.01% increase in gross loans to Kshs 339.4 bn, from Kshs 339.3 bn recorded in Q3'2024,
- Going forward, the factors that would drive the bank's growth would be:

i. Strong Customer Base – Absa Bank still retains a loyal yet diverse customer base that includes cooperatives, SMEs, retail customers, and government institutions. We anticipate that the bank will keep leveraging on this base to improve its loan book which this year declined by 0.6% to Kshs 309.7 bn from Kshs 311.5 bn in Q3'2024.

ii. Diversified products – The bank has continued to leverage digital transformation as a strategy to enhance financial services and customer experience. This expansion in digital distribution has led to an increase in digital loan disbursements and growth in consumer business through the Timiza digital platform, significantly contributing to its financial performance. Additionally, the lender's subsidiary divisions, particularly asset management and insurance, not only diversifies the bank's revenue streams but also provide additional value-added services to customers, enhancing overall client retention and satisfaction.

Financial Statements Extracts

Absa Bank's PAT is expected to grow at a 5-year CAGR of 19.8%

Income Statement	2020	2021	2022	2023	2024f	2025f
Net Interest Income	23.4	25.3	32.3	40.0	46.2	56.4
Non Funded Income	11.1	11.7	13.7	14.5	16.1	26.2
Total Operating Income	34.5	36.9	46.0	54.6	62.3	82.6
Loan Loss Provision	(9.0)	(4.7)	(6.5)	(9.2)	(9.1)	(5.3)
Other Operating Expenses	(16.6)	(16.7)	(18.7)	(21.6)	(23.5)	(26.7)
Total Operating Expenses	(25.7)	(21.4)	(25.1)	(30.9)	(32.6)	(32.0)
Profit Before Tax	5.6	15.5	20.8	23.7	29.7	50.6
Profit After tax	4.2	10.9	14.6	16.4	20.9	34.9
% PAT Change YoY	-44.2%	161.2%	34.2%	12.2%	27.5%	67.4%
EPS	0.8	2.0	2.7	3.0	3.8	6.4
DPS	0.0	1.1	1.4	1.6	1.8	3.0
Cost to Income	74.4%	57.9%	54.7%	56.6%	52.3%	38.7%
NIM	7.1%	7.1%	8.2%	9.1%	10.1%	9.7%
ROaE	9.1%	21.1%	24.3%	24.6%	27.0%	14.2%
ROaA	1.1%	2.7%	3.2%	3.3%	4.1%	2.5%
Balance Sheet	2020	2021	2022	2023	2024f	2025f
Net Loans and Advances	208.9	234.2	283.6	335.7	309.1	369.9
Government Securities	126.1	132.6	133.5	95.2	130.6	187.7
Other Assets	44.5	61.9	60.2	88.9	66.8	80.5
Total Assets	379.4	428.7	477.2	519.8	506.5	638.1
Customer Deposits	253.6	268.7	303.8	362.7	367.1	419.2
Other Liabilities	79.3	103.5	109.9	87.9	54.2	64.2
Total Liabilities	332.9	372.2	413.6	450.6	421.3	483.4
Shareholders Equity	46.5	56.4	63.6	69.2	85.2	113.0
Number of shares	5.4	5.4	5.4	5.4	5.4	6.4
Book value Per share	8.6	10.4	11.7	12.7	15.7	20.8
% Change in BPS YoY	2.9%	21.4%	36.8%	22.6%	23.1%	63.3%

Valuation Summary

Absa Bank is undervalued with a total potential return of 29.0%

Valuation Summary:	Implied Price	Weighting	Weighted Value
<i>DDM</i>	34.3	40%	13.7
<i>Residual Income</i>	28.7	35%	10.1
<i>PBV Multiple</i>	17.8	20%	3.6
<i>PE Multiple</i>	19.3	5%	1.0
Target Price			28.3
Current Price			22.0
Upside/(Downside)			29.0%
Dividend Yield			0.0%
Total Return			29.0%

VIII. Stanbic Holdings

Stanbic Holdings' Summary of Performance – Q3'2025

- Core earnings per share declined by 7.7% to Kshs 23.7, from Kshs 25.7 in Q3'2024, driven by the 3.5% decrease in total operating income to Kshs 28.3 bn, from Kshs 29.3 bn in Q3'2024 coupled with the 1.0% increase in total operating expense to Kshs 15.4 bn from Kshs 15.3 bn in Q3' 2024.
- The 3.5% decrease in total operating income was mainly driven by a 6.6% decline in non interest income to Kshs 7.8 bn, from Kshs 10.4 bn in Q3'2024. It was however supported by a 8.0% increase in net interest income to Kshs 20.5 bn in Q3'2025, from Kshs 19.0 bn in Q3'2024.
- Total operating expense increased by 1.0% to Kshs 15.4 bn in Q3'2025, from Kshs 15.3 bn in Q3'2024, mainly attributable to 7.6% increase in staff costs to Kshs 6.7 bn, from Kshs 6.2 bn in Q3'2024
- The balance sheet recorded an expansion as total assets increased by 3.0% to Kshs 476.2 bn, from Kshs 462.6 bn in Q3'2024, mainly driven by a 32.8% increase in governments securities holdings to Kshs 98.6 bn, from 74.2 bn in Q3'2024. Net loans and advances increased by 15.7% to Kshs 253.1 bn, from Kshs 218.8 bn in Q3'2024. Total liabilities increased by 2.3% to Kshs 410.3 bn from Kshs 401.0 bn in Q3'2024, mainly driven by a 4.9% increase in customer deposits to Kshs 343.9 bn, from Kshs 327.8 bn in Q3'2024, coupled with the 44.3% increase in borrowings to Kshs 18.9 bn, from Kshs 13.1 bn in Q3'2024.
- The bank's Asset Quality improved, with Gross NPL ratio decreasing to 8.2% in Q3'2025, from 10.4% in Q3'2024, attributable to an 8.3% decrease in Gross non-performing loans to Kshs 22.8 bn, from Kshs 24.8 bn in Q3'2024, relative to the 17.5% increase in gross loans to Kshs 279.4 bn, from Kshs 237.7 bn recorded in Q3'2024,
- Going forward, the factors that would drive the bank's growth would be:
 - i. **Digital transformation.** The lender has capitalized on digital innovation for service delivery to improve its operational efficiency, which has been a key factor in its financial performance. The lender upgraded their T24 core banking system to improve client's experiences. Additionally, the lender is adopting use of Artificial Intelligence in its operations and it rolled out Intelligence Automation framework with 17 bots successfully deployed across multiple business functions.

Financial Statements Extracts

Stanbic Holdings' PAT is expected to grow at a 5-year CAGR of 23.2%

Income Statement	2020	2021	2022	2023	2024	2025f
Net Interest Income	12.8	14.4	18.9	25.6	24.3	27.2
Non Funded Income	10.4	10.6	13.1	15.7	15.4	15.0
Total Operating Income	23.2	25.0	32.1	41.3	39.7	42.2
Loan Loss Provision	(4.9)	(2.5)	(4.9)	(6.2)	(3.1)	(3.0)
Total Operating Expenses	(12.1)	(12.7)	(19.9)	(24.2)	(20.8)	(21.8)
Profit Before Tax	6.2	9.8	12.2	17.1	19.0	20.4
Profit after Tax	5.2	7.2	9.1	12.2	13.7	14.7
% PAT Change YoY	(18.6%)	38.8%	25.7%	68.7%	51.4%	21.3%
EPS	13.1	18.2	22.9	30.8	34.7	37.3
DPS	3.8	9.0	12.6	14.2	18.9	10.0
Cost to Income (with LLP)	0.5	0.6	62.1	0.6	0.5	0.5
NIM	4.7%	5.0%	5.7%	6.9%	5.9%	6.3%
ROaE	10.3%	13.3%	15.3%	18.6%	19.1%	20.7%
ROaA	1.6%	2.2%	2.5%	2.8%	3.0%	3.1%
Balance Sheet	2020	2021	2022	2023	2024	2025f
Net Loans and Advances	196.3	229.3	266.8	260.5	230.3	247.0
Other Assets	132.3	99.6	133	198.8	224.5	237.5
Total Assets	328.6	328.9	399.8	459.3	454.8	484.5
Customer Deposits	260	254.6	304.3	330.9	321.6	344.9
Borrowings	5.5	5.7	10.1	12.7	10.5	18.9
Other Liabilities	11.4	12.1	23.2	47.1	47.4	44.1
Total Liabilities	276.9	272.4	337.6	390.7	379.4	407.8
Shareholders Equity	51.7	56.5	62.2	68.6	75.4	76.7
No of Ordinary Shares	0.4	0.4	0.4	0.4	0.4	0.4
Book value Per share	130.9	142.8	157.3	171.4	188.5	191.7
% Change in BVPS	5.5%	9.1%	2.0%	9.0%	10.0%	1.7%

Valuation Summary

Stanbic Holdings is undervalued with a total potential return of 21.4%

Valuation Summary:	Implied Price	Weighting	Weighted Value
DDM Integrated	262.1	40%	104.8
Residual Income	175.2	35%	61.3
PBV Multiple	152.1	15%	22.8
PE Multiple	157.4	10%	15.7
Target Price			205.4
Current Price			189.3
Upside/(Downside)			8.2%
Dividend Yield			13.2%
Total return			21.4%

IX. I&M Group

I&M Group Summary of Performance – Q3'2025

- Profit before tax increased by 25.8% to Kshs 17.8 bn, from Kshs 14.1 bn recorded in Q3'2024, with effective tax rate decreasing by 0.9% points to 28.6% from the 29.5% recorded in Q3'2024, leading to a 27.4% increase in profit after tax to Kshs 12.7 bn in Q3'2025, from Kshs 9.9 bn in Q3'2024.
- Total operating income increased by 20.2% to Kshs 43.0 bn, from Kshs 35.8 bn in Q3'2024, mainly driven a 21.1% growth in Net Interest Income (NII) to Kshs 31.8 bn, from Kshs 26.3 bn in Q3'2024, coupled with a 17.9% increase in Non-Interest Income (NFI) to Kshs 11.2 bn, from Kshs 9.5 bn in Q3'2024.
- Total operating expense increased by 15.6% to Kshs 25.8 bn in Q3'2024, from Kshs 22.4 bn in Q3'2024, mainly attributable to 21.9% increase in loan loss provision expense to Kshs 6.7 bn, from Kshs 5.5 bn in Q3'2024, coupled with the 9.1% increase in other operating expenses to 11.4 bn from 10.4 in Q3'2024. Notably, staff costs increased by 20.7% to Kshs 7.8 bn, from 6.4 bn in Q3'2024.
- The balance sheet recorded an expansion as total assets increased by 12.8% to Kshs 640.4 bn, from Kshs 567.7 bn in Q3'2024, mainly driven by a 65.2% increase in governments securities holdings to Kshs 158.9 bn, from 96.2 bn in Q3'2024, coupled with a 7.3% increase in net loans and advances to Kshs 301.9 bn, from Kshs 281.3 bn in Q3'2024.
- Gross Non-Performing Loans (NPLs) decreased by 7.0% to Kshs 33.2 bn, from Kshs 35.7 bn in Q3'2024, while Gross Loans increased by 7.2% to 325.0 bn, from Kshs 303.2 bn recorded in Q3'2024. Consequently, the asset quality improved with Gross NPL ratio decreasing to 10.2% in Q3'2025, from 11.8% in Q3'2024.
- Going forward, we expect the bank's growth to be driven by:
 - i. The iMara Strategy** - The Group has focused on growing customer deposits and loans through the iMara strategy. Part of the initiative includes opening more branches across the country to expand market reach. The initiative emphasizes a customer-centric approach, innovative product offerings and strategic partnerships to drive long-term value for stakeholders. By aligning with evolving financial trends and customer needs, iMara aims to solidify the bank's position as a leading financial institution.
 - ii. Digital Innovation** – The group introduced innovative solutions such as digital banking platforms and free transaction rates from the bank to M-Pesa. By investing in digital banking platforms and automations, the bank aims to streamline services, reduce operational costs, and improve financial inclusion. Mobile and internet banking will enable I&M to expand its customer base and remain competitive in Kenya's rapidly evolving banking sector. The free transaction rates to M-Pesa particularly attract the young customer base.

Financial Statements Extracts

I&M Group's PAT is expected to grow at a 5-year CAGR of 13.2%

Income Statement	2022	2023	2024	2025f
Net Interest Income	22.9	28.6	37.6	48.8
Non- Funded Income	12.7	14.1	13.7	15.6
Total Operating Income	35.7	42.7	51.2	64.4
Loan Loss Provision	(5.2)	(6.9)	(7.8)	(8.0)
Other Operating Expenses	(16.1)	(20.3)	(23.5)	(28.3)
Total Operating Expenses	(21.3)	(27.2)	(31.3)	(36.3)
Profit Before Tax	15.0	16.7	20.8	28.7
Profit After Tax	11.6	13.3	16.7	20.1
% PAT Change YoY	11.6%	15.2%	24.8%	20.6%
EPS	7.0	7.6	9.3	12.1
DPS	2.3	2.6	3.0	4.5
Cost to Income (with LLP)	59.8%	63.7%	61.2%	56.4%
NIM	6.7%	7.0%	7.7%	13.1%
ROaE	14.4%	15.0%	16.9%	18.2%
ROaA	2.6%	2.6%	2.9%	3.2%
Balance Sheet	2022	2023	2024	2025F
Government securities	113.1	78.1	102.3	115.6
Net Loans and Advances	238.6	311.3	287.1	324.3
Other Assets	84.9	190.3	191.9	240.4
Total Assets	436.6	579.7	581.3	680.3
Customer Deposits	312.3	416.7	412.2	465.7
Other Liabilities	42.6	67.3	67.5	80.7
Total Liabilities	355.0	484.0	479.6	546.4
Shareholders Equity	76.5	88.2	94.5	126.4
Number of Shares	1.7	1.7	1.7	1.7
Book Value Per Share	46.3	53.3	53.0	76.5
% BVPS Change YoY	9.9%	15.2%	8.2%	33.8%

Valuation Summary

I&M Group is undervalued with a total potential return of 25.1%

Valuation Summary:	Implied Price	Weighting	Weighted Value
DDM Integrated	61.4	40.0%	24.6
Residual income	36.6	40.0%	14.6
PBV Multiple	75.1	10.0%	7.5
PE Multiple	67.8	10.0%	6.8
Target Price			53.1
Current Price			45.2
Upside/(Downside)			18.5%
Dividend yield			6.6%
Total return			25.1%

B. Tier II Bank

I. HF Group

HF Group Summary of Performance – Q3'2025

- Profit before tax increased by 264.9% to Kshs 1.1 bn, from Kshs 0.3 bn recorded in Q3'2024, and despite effective tax rate increasing to 13.2% in Q3'2025, from (54.8%) in Q3'2024, the profit after tax grew by 104.5% to Kshs 1.0 bn in Q3'2025, from Kshs 0.5 bn in Q3'2024.
- The total operating income increased by 51.6% to Kshs 4.5 bn from Kshs 3.0 bn in Q3'2024, mainly driven by a 63.3% growth in Net Interest Income (NII) to Kshs 3.2 bn, from Kshs 2.0 bn in Q3'2024, coupled with the 28.6% increase in Non- Interest Income (NFI) to Kshs 1.3 bn from Kshs 1.0 bn in Q3'2024,
- Total operating expense increased by 23.7% to Kshs 2.2 bn in Q3'2025, from Kshs 1.8 bn in Q3'2024, mainly attributable to 19.3% increase in staff cost to Kshs 1.0 bn, from Kshs 0.9 bn in Q3'2024. Notably, loan loss provisions expense increased by 25.9% to Kshs 0.21 bn, from Kshs 0.17 bn recorded in Q3'2024,
- The balance sheet recorded an expansion as total assets increased by 21.9% to Kshs 79.9 bn, from Kshs 65.6 bn in Q3'2024,
- The bank's asset quality improved, as the Gross NPL ratio declined to 23.3% in Q3'2025 from 24.4% in Q3'2024. This was supported by a 1.2% growth in gross loans to Kshs 47.5 bn from Kshs 46.9 bn in Q3'2024, compared to the 3.3% decline in gross non-performing loans to Kshs 11.1 bn from Kshs 11.5 bn in Q3'2024.
- Going forward, we expect the bank's growth to be driven by:
 - i. **Capital injection through rights issue** - The Group successfully raised Kshs 6.0 bn in 2024 via a rights issue. This capital boosted HF Group's financial position, enabling further investment in growth initiatives. The capital raised was for product expansion, technological advancements and for regulatory compliance requiring banks to increase their capital base to Kshs 10.0 bn by 2028. The successful completion of the rights issue positioned HF Group to implement its growth strategies effectively and navigate the evolving financial landscape.

Financial Statements Extracts

HF's PAT is expected to grow at a 5-year CAGR of 32.7%

Income Statement	2022	2023	2024	2025f
Net Interest Income	2.2	2.5	2.7	4.4
Non- Funded Income	0.9	1.2	1.5	1.7
Total Operating Income	3.0	3.8	4.2	6.1
Loan Loss Provision	(0.2)	(0.3)	(0.4)	(0.4)
Other Operating Expenses	(2.6)	(3.2)	(3.4)	(4.5)
Total Operating Expenses	(2.8)	(3.5)	(3.7)	(4.9)
Profit Before Tax	0.2	0.3	0.5	1.2
Profit After Tax	0.1	0.2	0.5	1.0
% PAT Change YoY	(138.9%)	46.2%	35.2%	82.8%
EPS	0.7	1.0	0.9	0.5
DPS	0.0	0.0	0.0	-
Cost to Income	93.5%	92.0%	89.5%	80.3%
NIM	5.0%	5.4%	5.0%	6.9%
ROaE	3.1%	4.4%	4.3%	5.6%
ROaA	0.5%	0.7%	0.8%	1.3%
Balance Sheet	2022	2023	2024	2025f
Net Loans and Advances	36.3	38.8	38.9	46.4
Government securities	8.5	9.7	17.0	18.7
Other Assets	12.2	13.1	14.3	13.0
Total Assets	57.0	61.6	70.1	78.1
Customer Deposits	39.8	43.8	47.5	51.8
Other Liabilities	8.4	8.8	7.0	7.9
Total Liabilities	48.2	52.7	54.5	59.7
Shareholders Equity	8.8	8.9	15.7	18.3
Number of Shares	0.4	0.4	1.9	1.9
Book Value Per Share	22.8	23.0	8.3	9.7
% BVPS Change YoY	6.0%	0.9%	(64.6%)	16.9%

Valuation Summary

Housing Finance is undervalued with a total potential return of 8.1%

Valuation Summary:	Implied Price	Weighting	Weighted Value
Residual Income	(0.1)	60%	0.0
PTBV Multiple	6.4	35%	2.2
PE Multiple	5.8	5%	0.3
Fair Value			12.0
Current Price			9.9
Upside/(Downside)			26.3%
Dividend Yield			0.0%
Total return			26.3%

Feedback Summary

During the preparation of this Q3'2025 Banking Sector Report, we shared with the subject companies the operating metrics that were used in the Report for their confirmation and verification

- Below is a summary of the banks we were able to acquire feedback from and those that went unresponsive:

Bank	Operating Metrics Shared	Sent Feedback
Co-operative Bank of Kenya	Yes	Yes
Standard Chartered Bank Kenya	Yes	Unresponsive
I&M Group	Yes	Yes
Stanbic Holdings	Yes	Unresponsive
Diamond Trust Bank	Yes	Yes
KCB Group	Yes	Unresponsive
NCBA Group	Yes	Unresponsive
Housing Finance Group	Yes	Unresponsive
Equity Group Holdings	Yes	Unresponsive
Absa Bank Kenya	Yes	Yes

Licensed Financial Institutions

I. Banks and Mortgage Finance Institutions

Licensed Banks in Kenya

#	Bank	#	Bank
1	ABSA Bank Kenya	20	Gulf African Bank Limited
2	Access Bank Kenya	21	Habib Bank A.G Zurich
3	African Banking Corporation Limited	22	I&M Bank Limited
4	Bank of Africa Kenya Limited	23	Kingdom Bank Kenya Limited
5	Bank of Baroda (Kenya) Limited	24	KCB Bank Kenya Limited
6	Bank of India	25	Mayfair CIB Bank Limited
7	Citibank N.A Kenya	26	Middle East Bank (K) Limited
8	Consolidated Bank of Kenya Limited	27	M-Oriental Bank Limited
9	Co-operative Bank of Kenya Limited	28	National Bank of Kenya Limited
10	Credit Bank Limited	29	NCBA Bank Kenya PLC
11	Development Bank of Kenya Limited	30	Paramount Bank Limited
12	Diamond Trust Bank Kenya Limited	31	HF Group Limited
13	DIB Bank Kenya Limited	32	Prime Bank Limited
14	Ecobank Kenya Limited	33	SBM Bank Kenya Limited
15	Equity Bank Kenya Limited	34	Sidian Bank Limited
16	Family Bank Limited	35	Stanbic Bank Kenya Limited
17	First Community Bank Limited	36	Standard Chartered Bank Kenya Limited
18	Guaranty Trust Bank (K) Ltd	37	UBA Kenya Bank Limited
19	Guardian Bank Limited	38	Victoria Commercial Bank Limited

Licensed Banks in Kenya

Licensed Mortgage Finance Institution

1. HFC Limited

Authorized Non-operating Bank Holding Companies

1. Bakki Holdco Limited
2. Equity Group Holdings Limited
3. HF Group Limited
4. I&M Group
5. KCB Group
6. M Holdings Limited
7. NCBA Group
8. Stanbic Group Holdings

II. Micro-Finance Institutions

Licensed Microfinance Banks in Kenya

#	Microfinance Bank	#	Microfinance Bank
1	Caritas Microfinance Bank Limited	8	Lolc Microfinance Bank Limited
2	Branch Microfinance Bank Limited	9	SMEP Microfinance Bank Limited
3	Choice Microfinance Bank Limited	10	Sumac Microfinance Bank Limited
4	Daraja Microfinance Bank Limited	11	U & I Microfinance Bank Limited
5	Faulu Microfinance Bank Limited	12	Salaam Microfinance Bank Ltd
6	Kenya Women Microfinance Bank Limited	13	Maisha Microfinance Bank Limited
7	Rafiki Microfinance Bank Limited	14	Muongano Microfinance Bank PLC

Source : CBK

Thank You!

For More Information

- **Free Market Research: www.cytonnreport.com**
- **Follow on Twitter: @CytonnInvest**
- **On Facebook: Cytonn Investments**

For more information or any further clarification required, kindly contact the research team at invteam@cytonn.com

Disclaimer: The views expressed in this publication, are those of the writers where particulars are not warranted. This publication, which is in compliance with Section 2 of the Capital Markets Authority Act Cap 485A, is meant for general information only and is not a warranty, representation, advice or solicitation of any nature. Readers are advised in all circumstances to seek the advice of a registered investment advisor.

Q&A / AOB