Habib Bank AG Zurich

Kenya Branches

Incorporated in Switzerland (1967) (Head Office : 59 Weinbergstrasse, Zurich, Switzerland)

QUARTERLY FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 30TH SEPTEMBER 2026

I	STATEMENT OF FINANCIAL POSITION	30th Sept. 2025 Shs. '000 (Unaudited)	31st Dec. 2025 Shs.000 (Audited)	31st Mar. 2026 Shs.000 (Unaudited)	30th Jun. 2026 Shs.000 (Unaudited)	30th Sept. 2026 Shs. '000 (Unaudited)
A.	**ASSETS**					
1	Cash (both local and foreign)	97,144	99,493	111,808	85,451	128,835
2	Balances due from Central Bank of Kenya	2,086,870	2,117,317	2,181,674	2,312,645	2,411,249
3	Kenya Government and other securities held for dealing purposes	-	-	-	-	-
4	Financial Assets at fair value through profit and loss	-	-	-	-	-
5	**Investment Securities:**	25,402,904	26,377,612	28,573,367	28,928,739	28,699,356
	(a) Amortised cost:	25,402,904	26,377,612	28,573,367	28,928,739	28,699,356
	a.Kenya Government securities	25,402,904	26,377,612	28,573,367	28,928,739	28,699,356
	b.Other securities	-	-	-	-	-
	(b) Fair value through OCI:	-	-	-	-	-
	a.Kenya Government securities	-	-	-	-	-
	b.Other securities	-	-	-	-	-
6	Deposits and balances due from local banking institutions	1,240,229	727,034	1,669,030	2,108,312	775,177
7	Deposits and balances due from banking institutions abroad	268,575	358,571	284,371	205,179	256,305
8	Tax recoverable	167,298	184,251	117,138	206,441	189,628
9	Loans and advances to customers (net)	5,320,113	5,369,467	5,424,336	5,336,909	5,237,082
10	Balances due from banking institutions in the group	3,843,968	4,807,435	3,843,373	4,217,241	5,209,745
11	Investment in associates	-	-	-	-	-
12	Investment in subsidiary companies	-	-	-	-	-
13	Investment in joint ventures	-	-	-	-	-
14	Investment properties	-	-	-	-	-
15	Property and equipment	517,928	389,171	410,711	409,601	399,819
16	Prepaid lease rentals	77,228	99,731	85,962	83,823	78,978
17	Intangible assets	-	-	-	-	-
18	Deferred tax asset	129,811	141,234	141,234	141,234	141,234
19	Retirement benefit asset	-	-	-	-	-
20	Other assets	245,106	204,553	261,778	525,166	606,741
21	**TOTAL ASSETS**	**39,397,174**	**40,875,869**	**43,104,782**	**44,560,741**	**44,134,149**
B.	**LIABILITIES**					
22	**Balances due to Central Bank of Kenya**	-	-	-	-	-
23	Customer deposits	35,018,898	36,230,847	38,161,133	39,313,143	38,171,397
24	Deposits and balances due to local banking institutions	-	-	-	-	-
25	Deposits and balances due to banking institutions abroad	-	9,710	70,207	7,700	45,631
26	Other money market deposits	-	-	-	-	-
27	Borrowed funds	-	-	-	-	-
28	Balances due to banking institutions in the group	102,439	125,042	64,614	36,971	73,762
29	Tax payable	-	-	-	-	-
30	Dividends payable	-	-	-	-	-
31	Deferred tax liability	-	-	-	-	-
32	Retirement benefit liability	-	-	-	-	-
33	Other liabilities	408,021	413,452	579,693	818,176	770,200
34	**TOTAL LIABILITIES**	**35,529,358**	**36,779,051**	**38,875,647**	**40,175,990**	**39,060,990**
C.	**SHAREHOLDERS` EQUITY**					
35	Paid up / assigned capital	350,000	350,000	350,000	350,000	856,000
36	**Share premium / (discount)**	-	-	-	-	-
37	Revaluation reserve	-	-	-	-	-
38	Retained earnings / (accumulated losses)	3,382,817	3,634,470	3,766,788	3,922,403	4,104,811
39	Statutory loan loss reserve	134,999	112,348	112,347	112,348	112,348
40	Other reserves	-	-	-	-	-
41	Proposed dividends	-	-	-	-	-
42	Capital grants	-	-	-	-	-
43	**TOTAL SHAREHOLDERS` FUNDS**	**3,867,816**	**4,096,818**	**4,229,135**	**4,384,751**	**5,073,159**
44	**TOTAL LIABILITIES AND SHAREHOLDERS` FUNDS**	**39,397,174**	**40,875,869**	**43,104,782**	**44,560,741**	**44,134,149**

II	STATEMENT OF COMPREHENSIVE INCOME					
1	**INTEREST INCOME**					
	1.1 Loans and advances	527,616	666,754	139,995	271,572	399,404
	1.2 Government securities	2,514,283	3,296,512	799,676	1,616,331	2,457,805
	1.3 Deposits and placements with banking institutions	254,212	365,351	80,315	178,448	260,085
	1.4 Other interest income	-	-	-	-	-
	1.5 Total interest income	**3,296,111**	**4,328,617**	**1,019,986**	**2,066,351**	**3,117,294**
2	**INTEREST EXPENSE**					
	2.1 Customer deposits	1,581,867	2,063,712	465,896	954,046	1,442,778
	2.2 Deposits and placements from banking institutions	82,922	83,193	607	1,237	2,562
	2.3 Other interest expense	8,138	11,193	2,907	19,354	8,783
	2.4 Total interest expense	**1,672,927**	**2,158,098**	**469,410**	**974,637**	**1,454,123**
3	**NET INTEREST INCOME / (LOSS)**	**1,623,184**	**2,170,519**	**550,576**	**1,091,714**	**1,663,171**
4	**OTHER OPERATING INCOME**					
	4.1 Fees and Commissions on loans and advances	8,365	10,073	2,251	4,801	8,837
	4.2 Other fees and Commissions	19,719	43,445	7,313	16,816	27,522
	4.3 Foreign exchange trading income / (loss)	36,134	57,345	12,227	21,976	32,319
	4.4 Dividend income	-	-	-	-	-
	4.5 Other income	70,779	90,900	7,641	16,395	24,851
	4.6 Total other operating income	**134,997**	**201,763**	**29,432**	**59,988**	**93,529**
5	**TOTAL OPERATING INCOME**	**1,758,181**	**2,372,282**	**580,008**	**1,151,702**	**1,756,700**
6	**OPERATING EXPENSES**					
	6.1 Loan loss provision	72,728	29,885	(27)	(1,772)	2,965
	6.2 Staff costs	393,325	515,887	147,643	292,547	428,874
	6.3 Directors` emoluments	1,710	2,280	570	1,140	1,260
	6.4 Rental charges	5,909	-	-	-	-
	6.5 Depreciation charge on property and equipment	53,334	71,487	17,605	36,054	54,683
	6.6.Amortisation charges	-	-	-	-	-
	6.7 Other operating expenses	565,809	821,081	197,741	385,533	570,132
	6.8 Total operating expenses	**1,092,815**	**1,440,620**	**363,532**	**713,502**	**1,057,914**
7	**Profit / (loss) before tax and exceptional items**	**665,366**	**931,662**	**216,476**	**438,200**	**698,787**
8	Exceptional items	-	-	-	-	-
9	**Profit / (loss) after exceptional items**	**665,366**	**931,662**	**216,476**	**438,200**	**698,787**
10	Current tax	(190,733)	(223,150)	(65,361)	(131,470)	(209,649)
11	Deferred tax	-	11,423	-	-	-
12	**Profit / (loss) after tax and exceptional items**	**474,633**	**719,935**	**151,115**	**306,730**	**489,138**
13	**Other comprehensive income**					
	13.1 Gains / (losses) from translating the financial statements of foreign operations	-	-	-	-	-
	13.2 Fair value changes in FVOCI financial assets	-	-	-	-	-
	13.4 Revaluation surplus on property and equipment	-	-	-	-	-
	13.5 Share of other comprehensive income of associates	-	-	-	-	-
	13.6 Income tax relating to components of other comprehensive income	-	-	-	-	-
14	**Other comprehensive income for the year net of tax**	-	-	-	-	-
15	**TOTAL COMPREHENSIVE INCOME FOR THE YEAR**	**474,633**	**719,935**	**151,115**	**306,730**	**489,138**

III	OTHER DISCLOSURES					
1.	**NON-PERFORMING LOANS AND ADVANCES**					
	a) Gross non-performing loans and advances	**519,218**	**406,797**	**403,929**	**403,992**	**370,456**
	b) Less: Interest in suspense	139,065	129,212	124,789	122,618	112,534
	c) Total non-performing loans and advances (a-b)	**380,153**	**277,585**	**279,140**	**281,374**	**257,922**
	d) Less: Loan loss provisions	265,587	277,585	279,140	281,374	257,922
	e) Net non-performing loans (c-d)	**114,566**	**-**	**-**	**-**	**-**
	f) Discounted value of securities	114,566	-	-	-	-
	g) Net NPLs exposure (e-f)	**-**	**-**	**-**	**-**	**-**
2.	**INSIDER LOANS AND ADVANCES**					
	a) Directors, shareholders and associates	55,331	50,408	50,092	40,297	44,492
	b) Employees	227,750	219,600	217,337	214,659	202,710
	c) Total insider loans, advances and other facilities	**283,081**	**270,008**	**267,429**	**254,956**	**247,202**
3.	**OFF-BALANCE SHEET ITEMS**					
	a) Letters of credit, guarantees, acceptances	717,763	814,071	584,818	631,546	716,013
	b) Forwards, swaps, and options	75,206	22,770	901,738	297,703	217,459
	c) Other contingent liabilities	51,225	44,435	37,509	41,693	49,045
	d) Total contingent liabilities	**844,194**	**881,276**	**1,524,065**	**970,942**	**982,517**
4.	**CAPITAL STRENGTH**					
	a) Core capital	**3,365,690**	**3,843,236**	**3,899,997**	**3,977,804**	**4,575,008**
	b) Minimum statutory capital	1,000,000	3,000,000	3,000,000	3,000,000	3,000,000
	c) Excess / (deficiency) (a-b)	**2,365,690**	**843,236**	**899,997**	**977,804**	**1,575,008**
	d) Supplementary capital	134,999	112,438	112,347	112,348	112,348
	e) Total capital (a+d)	**3,500,689**	**3,955,674**	**4,012,344**	**4,090,152**	**4,687,356**
	f) Total risk weighted assets	**9,659,777**	**10,544,487**	**10,122,794**	**10,425,337**	**10,441,806**
	g) Core capital / Total deposit liabilities	**9.6%**	**10.6%**	**10.2%**	**10.1%**	**12.0%**
	h) Minimum statutory ratio	8.0%	8.0%	8.0%	8.0%	8.0%
	i) Excess / (deficiency) (g-h)	**1.6%**	**2.6%**	**2.2%**	**2.1%**	**4.0%**
	j) Core capital / Total risk weighted assets	**34.8%**	**36.4%**	**38.5%**	**38.2%**	**43.8%**
	k) Minimum statutory ratio	10.5%	10.5%	10.5%	10.5%	10.5%
	l) Excess / (deficiency) (j-k)	**24.3%**	**25.9%**	**28.0%**	**27.7%**	**33.3%**
	m) Total capital / Total risk weighted assets	**36.2%**	**37.5%**	**39.6%**	**39.2%**	**44.9%**
	n) Minimum statutory ratio	14.5%	14.5%	14.5%	14.5%	14.5%
	o) Excess / (deficiency) (m-n)	**21.7%**	**23.0%**	**25.1%**	**24.7%**	**30.4%**
5.	**LIQUIDITY**					
	a) Liquidity ratio	**92.9%**	**94.0%**	**94.5%**	**94.5%**	**96.2%**
	b) Minimum statutory tatio	20.0%	20.0%	20.0%	20.0%	20.0%
	c) Excess / (deficiency) (a-b)	**72.9%**	**74.0%**	**74.5%**	**74.5%**	**76.2%**

The financial statements are extracts from the books of the institution. The complete set of quarterly financial statements, statutory and qualitative disclosures can be accessed on the institutions website: ***www.habibbank.com***.

They may also be accessed at the institution's head office located at Habib House, Koinange Street, Nairobi.

Signed: **Asim M Basharullah**
CHIEF EXECUTIVE OFFICER

Joseph Ngei
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