

PUBLICATION OF AUDITED FINANCIAL STATEMENTS

Issued pursuant to regulations 7 and 8 of the Banking and Financial Institutions (Disclosures) Regulations, 2014

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2025 (AMOUNTS IN MILLION TZS.)

	Current Year 31-Dec-2025	Previous Year 31-Dec-2024
A ASSETS		
1 Cash	28,634	21,511
2 Balances with Bank of Tanzania	73,856	63,135
3 Investments in Government Securities	197,650	201,543
4 Balances with other Banks and Financial Institutions	68,131	42,207
5 Cheques and Items for Clearing	-	-
6 Interbranch Float Items	-	-
7 Bills Negotiated	-	-
8 Customers' liabilities for acceptances	-	-
9 Interbank Loans Receivables	208,566	191,334
10 Investments in Other Securities	2,544	2,035
11 Loans, Advances and Overdrafts (Net of Allowances for Probable Losses)	1,202,077	1,015,278
12 Other Assets	58,206	36,718
13 Equity Investments	500	500
14 Underwriting Accounts	-	-
15 Property, Plant and Equipment	13,283	10,884
16 Right of Use of Assets	8,094	7,821
17 TOTAL ASSETS	1,861,540	1,592,965
B LIABILITIES		
18 Deposits from other Banks and Financial Institutions	268,854	240,841
19 Customer Deposits	1,157,477	984,215
20 Cash Letters of Credit	594	570
21 Special Deposit	-	-
22 Payment orders/transfer payable	-	-
23 Bankers' Cheques and Drafts Issued	-	1
24 Accrued Taxes and Expenses Payable	9,088	10,856
25 Acceptances Outstanding	-	-
26 Unearned Income and Other Deferred Charges	4,358	4,102
27 Other Liabilities	16,471	8,693
28 Lease Liabilities	8,291	8,578
29 Borrowings	107,258	102,706
30 Debt Instrument at Amortized cost	-	11,083
31 TOTAL LIABILITIES	1,572,393	1,371,645
32 NET ASSETS/(LIABILITIES)	289,148	221,320
C CAPITAL AND RESERVES		
33 Paid-up Share Capital	62,670	62,670
34 Capital Reserves	-	-
35 Retained Earnings	150,094	104,215
36 Profit/(Loss) Account	64,751	50,812
37 Other Capital Accounts	11,633	3,623
38 Minority Interest	-	-
39 TOTAL SHAREHOLDERS' FUNDS	289,148	221,320
40 Contingent Liabilities	325,035	182,015
41 Non Performing Loans and Overdrafts	29,060	14,448
42 Allowance for Probable Losses	9,201	9,235
43 Other Non Performing Assets	330	330
D PERFORMANCE INDICATORS:		
(i) Shareholders Funds to Total Assets	15.53%	13.89%
(ii) Non Performing Loans to Total Gross Loans	2.40%	1.41%
(iii) Gross Loans and Advances to Total Deposits	84.89%	83.59%
(iv) Loans and Advances to Total Assets	64.57%	63.74%
(v) Earning Assets to Total Assets	86.53%	88.53%
(vi) Deposits Growth	16.42%	7.97%
(vii) Assets Growth	16.86%	10.89%

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2025 (AMOUNTS IN MILLION OF TZS.)

	Current Year Cumulative 31-Dec-25	Comparative Year Cumulative 31-Dec-24
1 Interest Income	174,432	152,135
2 Interest Expense	73,116	61,453
3 Net Interest Income	101,316	90,682
4 Bad Debts Written Off	-	-
5 Impairment Losses on Loans and Advances	(2,402)	(8,800)
6 Non-Interest Income	45,175	25,891
6.1 Foreign Currency Dealing and Translation gains/(Loss)	19,703	14,943
6.2 Fees and Commissions	19,875	10,550
6.3 Dividend Income	-	-
6.4 Other Operating Income	5,597	398
7 Non-Interest Expense	52,105	49,381
7.1 Salaries and Benefits	24,452	25,212
7.2 Fees and Commission	-	-
7.3 Other Operating Expenses	27,653	24,169
8 Operating Income(Loss)	96,788	75,993
9 Income Tax Provision	32,037	25,181
10 Net Income/(Loss) After Income Tax	64,751	50,812
11 Other Comprehensive Income (Itemize)	3,076	(6,811)
11.1 Net gain on Available for Sale Financial Assets (Net of Tax)	3,076	(6,811)
12 Total comprehensive income/(loss) for the year	67,827	44,001
13 Number of Employees	339	326
14 Basic Earnings Per Share	103	81
15 Number of Branches	18	17
PERFORMANCE INDICATORS:		
(i) Return on Average Total Assets	3.75%	3.35%
(ii) Return on Average Shareholders' Funds	25.37%	25.49%
(iii) Non Interest Expenses to Gross Income	35.57%	42.36%
(iv) Net Interest Income to Average Earning Assets	6.71%	7.00%

KCB SAHL BANKING

CONDENSED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2025

(AMOUNT IN TZS MILLIONS)	DEC-24	DEC-25
	ACTUAL	ACTUAL
Total Financing	86,118	101,275
Sukuk Investment	1,592	1,122
Total Assets	87,710	102,397
Customer Deposits	106,080	134,357
Sukuk Financing Investments	11,083	-
Total Deposits	117,162	134,357
Key Ratios		
LDR (Loan to Deposit Ratio)	75%	76%
NPL (Non Performing Loans)	3.53%	2.14%

STATEMENT OF CASH FLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2025 (AMOUNTS IN MILLION OF TSHS.)

	Current Year 31-Dec-2025	Previous Year 31-Dec-2024
I. Cash Flow From Operating Activities		
Profit before tax	96,788	75,993
Adjustment for non-cash items		
Depreciation	2,970	2,545
Amortisation	714	590
Net impairment charge on loans and advances	(2,402)	(8,800)
Net Interest Income	(109,773)	(97,027)
Assets written offs	-	3
Profit on disposal of items of property and equipment	(99)	(8)
Foreign exchange rate revaluation on EIB	(430)	(2,007)
Interest charge on long term borrowing	6,754	5,459
Foreign exchange on cash and cash equivalents	84	257
Foreign exchange on lease contracts	(325)	291
Depreciation on right of use assets	2,768	2,559
Interest charge on lease liability	771	886
Interest charge on SUKUK bond	932	969
Cash flows from operating activities before changes in working capital items	(1,247)	(18,291)
Changes in working capital items		
Loans and advances to customers	(180,967)	(113,329)
Derivative financial instrument	(1,362)	(349)
Other assets	(5,206)	9,666
Deposits from customers	168,526	134,013
Other liabilities	2,875	(2,445)
Statutory Minimum Reserve account	(6,161)	(9,222)
Deposits from other banks	29,780	(51,749)
Government securities at FVOCI	48,068	(2,108)
Government securities at amortised cost	(38,856)	(24,616)
Other investments in other securities at amortised costs	(509)	(221)
Interest received	170,078	151,476
Interest paid on SUKUK bond	(972)	(966)
Interest paid on borrowings	(771)	(886)
Principal paid on borrowings	(6,908)	(5,375)
Interest paid	(61,668)	(46,709)
	114,700	18,890
Tax paid during the year	(22,421)	(31,745)
Net cash generated from operating activities	92,279	(12,855)
II. Cash flow from investing activities:		
Purchase of property and equipment	(5,461)	(3,815)
Purchase of intangible assets	(623)	(428)
Proceeds from disposal of items of property and equipment	99	8
Investment in TMRC	-	(500)
Net cash used in investing activities	(5,985)	(4,734)
III. Cash flow from financing activities:		
Dividend Paid	(1,550)	-
Payment of lease liabilities	(3,003)	(2,534)
Repayment on borrowing	(4,862)	-
Repayment from Sukuk Bond	(11,043)	-
Proceeds from EIB Loan	10,000	39,079
Net cash (used in)/ generated from financing activities	(10,458)	36,545
IV. Cash and Cash equivalents:		
Net Increase(decrease) in Cash and Cash Equivalents.	(8,908)	36,545
Effect of foreign exchange on cash and cash equivalent	(84)	(257)
Cash and Cash Equivalents at the Beginning of the Year	273,665	254,967
Cash and Cash Equivalents at the End of the Year	349,417	273,665

STATEMENT OF CHANGES IN EQUITY AS AT 31 DECEMBER 2025 (AMOUNTS IN MILLION OF TSHS.)

	Share Capital	Share Premium	Retained Earnings	Regulatory Reserve	General Provision Reserve	Available for sale reserve	Total
Current Year 2025							
Balance as at the beginning of the Year	62,670	-	155,028	2,817	-	806	221,321
Profit for the year	-	-	64,751	-	-	-	64,751
Change in fair value of government securities at FVOCI	-	-	-	-	-	4,394	4,394
Deferred tax on change in fair value of government securities at FVOCI	-	-	-	-	-	(1,318)	(1,318)
Regulatory Reserve	-	-	(4,934)	4,934	-	-	-
Balance as at the end of the current Year 2025	62,670	-	214,845	7,751.00	-	3,882	289,148
Previous Year 2024							
Balance as at the beginning of the Year	62,670	-	107,033	-	-	7,617	177,320
Profit for the year	-	-	50,812	-	-	-	50,812
Change in fair value of government securities at FVOCI	-	-	-	-	-	(9,730)	(9,730)
Deferred tax on change in fair value of government securities at FVOCI	-	-	-	-	-	2,919	2,919
Balance as at the end of the Previous Year 2024	62,670	-	155,028	2,817	-	806	221,321

SELECTED EXPLANATORY NOTES FOR THE YEAR ENDED 31 DECEMBER 2025

In preparation of the quarterly financial statements, consistent accounting policies have been used as those applicable to the previous year audited financial statements (if there were changes during the quarter, the changes be explained as per IAS 34 & IAS 8)

Name and Title	Signature	Date
COSMAS T. KIMARIO MANAGING DIRECTOR	Signed	21.02.2026
WILLIS MBATIA HEAD OF FINANCE	Signed	21.02.2026
MAGRETH GEORGE HEAD OF INTERNAL AUDIT	Signed	21.02.2026

The above extracts are from the Audited Financial Statements of the Bank for the year ended 31st December, 2025 which have been prepared in accordance with International Financial Reporting Standards (IFRS), the Tanzania Companies Act, Cap 212 of 2002, the Banking and Financial Institutional Act, 2016. The Financial Statements were audited by KPMG and received a clean report. The Financial Statements were approved by Board of Directors on 21 February 2025 and signed on their behalf by:

Name	Signature	Date
AMB. PETER A. KILLAGHE	Signed	21.02.2026
MR. ANAEL GAMALIEL SAMUEL MSHANA	Signed	21.02.2026

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2025

AMOUNT IN TZS MILLIONS	DEC YTD 2024	DEC YTD 2025
	ACTUAL	ACTUAL
Total Income From Financing	10,197	11,355
Total income from Sukuk Investment	146	105
Total financing and investment income	10,343	11,460
Profit Sharing expense to depositors	(3,728)	(3,071)
Profit Sharing expense to sukuk holders	(969)	(932)
Net financing and investment income	5,647	7,457
Fees, Commission Charges	2,135	2,430
Profit Before Impairment Losses & Taxes	7,782	9,887
Impairment Losses	262	(182)
Taxes for the period	(2,413)	(2,911)
Net Profit for the period	5,631	6,793