

PUBLIC ANNOUNCEMENT

Dear Esteemed Members,

The Kenyan economy continues to be impacted by many factors including global and local inflationary pressures resulting in increased oil & food prices, the prevailing drought across the country, and the general performance of the macro economy which has contributed to an unprecedented rise in interest rates translating into increased costs of doing business.

We have endeavoured to cushion members by maintaining the prevailing interest rates despite the challenges highlighted. However, the foregoing market conditions having persisted longer than anticipated, the Bank has had to align to the prevailing economic conditions.

This is therefore to notify our customers and the general public, that the Bank shall, effective 24th November 2022, adjust the interest rates for Foreign Currency denominated credit facilities (e.g., USD, GBP, EURO, and JPY) from the current rates to a new rate computed using the specific Foreign Currency Reference Rate (e.g., SOFR, SONIA, ESTR/EURIBOR and TONAR) plus a maximum margin of 9% with a Floor of 12.5%. This new rate shall apply to all Existing and New facilities. For existing facilities, the Bank shall be issuing affected customers with a formal Notice as per the Offer Letter and/or as per the Regulatory requirement.

We shall continue to assess the market and advise accordingly in case of any further changes.

We take this opportunity to thank you for your continued support and partnership.

For any clarifications, please feel free to contact your Relationship Manager, your Branch or through our Contact Centre on 0763 000 000.