

CONSOLIDATED BANK OF KENYA LIMITED (NOTE ISSUER)
Incorporated in Kenya under the Companies Act, 2015
(Registration Number C.18/2011)

PUBLIC ANNOUNCEMENT

(Made pursuant to Regulation 19 and Paragraph a. 01(b) of the Fifth Schedule of the Capital Markets (Securities) (Public Offers Listings and Disclosures) Regulations 2002)

MEDIUM TERM NOTE PROGRAMME

Consolidated Bank of Kenya Limited ("CBKL") wishes to make the following public announcement:

CBKL issued a medium note program with the following terms:

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| 1. Aggregate nominal amount | Kshs.2,000,000,000/- |
| 2. Series: Senior Notes | Kshs.1,750,000,000/- |
| Subordinated Notes | Kshs.250,000,000/- |
| 3. Issue Date: | 30 July 2012 |
| Interest Commencement Date: | 30th July 2012 |
| 4. Maturity Date: | 22 July 2019 |
| 5. Redemption/Payment Basis | Redemption at par |
| • Senior Notes | Bullet payment at Maturity |
| • Subordinated Notes | Five equal installments beginning 27 th July 2015 |

As at the date hereof the Bank has made all the interest payments with respect to the Senior and Subordinated Notes as well as the principal payments for the four tranches of the Subordinated Notes. The last tranche of the principal of the subordinated notes, the bullet payment of the principal of the senior note (in the aggregate sum of Kshs. 1,520,000,000.00) together with the last interest payment is due on 22nd July 2019 being the Maturity Date of the Notes.

The Bank through the Note Trustee has communicated to the Noteholders informing them of its intention to propose an extension of the maturity date by three (3) months on the same terms. The last and final payment of the outstanding principal payment (together with interest for the extended period) would be made on 22nd October 2019. **The Bank will, however, pay the coupon due on 22nd July 2019.**

The proposal for extension of the Maturity Date has been made in consultation with, and in full support of the National Treasury, the majority shareholder (holding 85.8% of the issued capital of the CBKL). The extension is necessary to allow National Treasury to finalize the process of capital injection into the Bank.

In the meantime, the Bank would like to assure its customers and the general public of its continued commitment to deliver best in class customer service.

BY ORDER OF THE BOARD

THE COMPANY SECRETARY
WAKONYO IGERIA