

PUBLIC NOTICE

Implementation of the New Risk-Based Credit Pricing Model and KESONIA as Reference Rate

Co-operative Bank is pleased to inform its customers and the general public that we shall transition to the Risk-based Credit Pricing Model in line with the revised Risk-based Credit Pricing Model Guidelines by Central Bank of Kenya (CBK).

Effectively, all new variable rate Kenya Shilling credit facilities from **1st December 2025** shall be under this new pricing model.

The new Risk-based Credit pricing Model is as detailed hereunder;

- The Lending reference rate will be the Kenya Shilling Overnight Interbank Average (KESONIA) as publicly published by Central Bank of Kenya on its website.
- The Bank shall post the applicable KESONIA Reference Rate for each month on its website and applicable media platforms.
- Lending rates for all variable rate Kenya Shilling denominated facilities will be based on KESONIA + customer specific Premium (K).
- All applicable fees and charges will be disclosed upfront to customers as part of Total Cost of Credit (TCC/APR) disclosures.

Existing variable rate Kenya Shilling denominated credit facilities shall transition to the new KESONIA-based pricing framework by **28th February 2026**.

Co-operative Bank continues to be a responsible lender, providing affordable credit facilities to all customers at very competitive interest rates.

We thank you for your valued relationship with Co-op Bank and look forward to serving you more.

For details on this, please reach out to our 24/7 contact center via **WhatsApp** **+254 736 690 101**, Tel **020-277 000 / 0703 027 000**, or liaise with your Relationship Manager, Personal Banker, Business Banker or Branch Manager or any of our branches countrywide.