

UNAUDITED FINANCIAL REPORTS FOR THE 6 MONTH PERIOD ENDED 30 JUNE 2025

Statement of financial position for the 6 month period ending 30 June 2025

Figures in Kenyan Shilling thousand	June 2024	June 2025
Assets		
Equipment	750	330
Right-of-use assets	6,554	8,819
Loans receivable	182,564	164,753
Trade and other receivables	10,290	9,905
Current tax receivable	215,528	215,528
Cash and cash equivalents	20,490	16,713
Total Assets	436,176	416,049
Equity and Liabilities		
Equity		
Share capital	750,000	750,000
Accumulated (loss)/surplus	(787,467)	(796,750)
Total Equity	(37,467)	(46,750)
Liabilities		
Lease liabilities - right-of-use assets	9,028	10,040
Trade and other payables	5,582	5,726
Medium term notes	459,033	447,033
Total Liabilities	473,643	462,799
Total Equity and Liabilities	436,176	416,049

Figures in Kenyan Shilling thousand	Jun-24	Jun-25
Statement of comprehensive income		
Revenue	40,389	42,232
Other operating income	578	880
Impairments of loans and advances	4,613	1,800
Other operating expenses	(60,894)	(52,327)
	(15,313)	(7,409)
Finance costs	(3,258)	-
Other nonoperating gains (losses)	-	-
Loss before taxation	(18,571)	(7,409)
Tax (charge)/credit	-	-
Loss for the period	(18,571)	(7,409)
Comprehensive loss for the period	(18,571)	(7,409)

Figures in Kenyan Shilling thousand	Share capital	(Deficit) / surplus	Total equity
Statement of changes in equity			
Balance at 01 January 2024	750,000	(768,896)	(18,896)
Comprehensive income for the year	-	(19,081)	(19,081)
Balance at 31 December 2024	750,000	(789,331)	(39,331)
Comprehensive loss for the 6 month period	-	(7,409)	(7,409)
Balance at 30 June 2025	750,000	(796,750)	(46,750)

Figures in Kenyan Shilling thousand	Jun-24	Jun-25
Statement of cash flows		
Net cash flows from/(used in) operations	15,393	7,211
Net cash flows used in investing	-	-
Net cash flows (used in)/from financing	(1,673)	(10,988)
Total cash movement for the period	13,720	(3,777)
Cash and cash equivalents at the beginning of the period	6,770	20,490
Total cash at the end of the period	20,490	16,713

The Real People's turnaround journey continued in the half-year period under review, resulting in a reduction of the loss position by Kes 11 million compared to the previous period. The improved performance was a result of continued aggressive collection efforts on previously impaired loans, as well as improved credit practices, resulting in a slight increase in revenue despite a decline in the loan book and reduced operating costs compared to the previous period.

The company has continued to adjust carrying values for various loan asset classes as necessary during the 2025 financial year, applying its normal strict criteria.

The Board is grateful to the Noteholders, staff and customers for their ongoing support towards the turnaround of the business.

To pave the way for the next phase of the turnaround program, Directors and Management completed a Management Buyout, resulting in a 100% change of shareholding from Real People Holding International (RPHIL) to RISA Capital Ltd. RISA Capital and the reconstituted board will spearhead phase two of the turnaround strategy with a key focus on:

- Fundraising to recapitalise the business, building on the established network of 7 branches and over 4,000 loyal SME customers.
- Application for the CBK Digital Credit Provider License (ongoing process).
- Business performance optimisation to completely reverse the operational losses.

In support of the Board and Management initiatives, the Noteholders at a meeting of the note holders held on 26 August 2025, by means of extraordinary resolutions approved several resolutions key being a structured payment by the Company of Kes 100,000,000 in four equal tranches between November 2025 and September 2026, in full and final settlement of all outstanding Notes, accrued interest, and obligations.

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By order of the Board of Directors

27 August 2025