

PARAMOUNT BANK LTD

QUARTERLY FINANCIAL STATEMENTS AND DISCLOSURES

1 STATEMENT OF FINANCIAL POSITION AS AT 31 st MAR 2017	Group			Bank		
	Previous Year Same Quarter	31 st Dec 16	1 st Quarter Current Year	Previous Year Same Quarter	31 st Dec 16	1 st Quarter Current Year
	Shs '000' Un-Audited	Shs '000' Audited	Shs '000' Audited	Shs '000' Un-Audited	Shs '000' Audited	Shs '000' Un-Audited
1 Cash (both local & foreign)	144,582	104,398	110,401	144,582	104,398	110,401
2 Balances due from Central Bank of Kenya	870,867	661,020	578,350	870,867	661,020	578,350
3 Kenya Government and other securities held for dealing purposes						
4 Financial Assets at fair value through the profit and loss	1,285,346			1,285,346		
5 Investment Securities:						
a. Held to Maturity:						
a. Kenya Government Securities	1,154,606	2,213,025	2,238,096	1,154,606	2,213,025	2,238,096
b. Other Securities	158,416	114,445	116,476	158,416	114,445	116,476
b. Available for sale						
a. Kenya Government Securities		91,294	235,487		91,294	235,487
b. Other Securities						
6 Deposits and balances due from local banking institutions	636	51,318	167,387	636	51,318	167,387
7 Deposits and balances due from banking institutions abroad	122,933	133,965	143,667	122,933	133,965	143,667
8 Tax Recoverable	2,538	17,453	26,618	2,503	17,418	26,621
9 Loans and advances to customers (net)	5,905,413	5,799,443	5,897,991	5,905,413	5,799,443	5,897,991
10 Balances due from group companies						
11 Investments in associates						
12 Investments in subsidiary companies				1,000	1,000	1,000
13 Investments in joint ventures						
14 Investment properties						
15 Property and Equipment	73,943	71,785	67,691	73,943	71,785	67,691
16 Prepaid lease rentals						
17 Intangible assets	4,311	13,961	13,086	4,192	13,872	13,004
18 Deferred Tax asset	4,960	6,517	6,520	4,758	6,380	6,380
19 Retirement benefit asset						
20 Other assets	126,690	149,217	144,089	124,522	147,568	136,384
21 TOTAL ASSETS	9,855,241	9,427,841	9,745,859	9,853,717	9,426,931	9,738,935
B LIABILITIES						
22 Balances due to Central Bank of Kenya	99,934	-	-	99,934	-	-
23 Customer deposits	7,553,891	7,665,713	7,860,326	7,558,140	7,667,902	7,869,608
24 Deposits and balances due to banking institutions	581,792	51,334	154,711	581,792	51,334	154,711
25 Deposits and balances due to foreign banking institutions						
26 Other money market deposits						
27 Borrowed funds						
28 Balances due to group companies						
29 Tax payable						
30 Dividends payable						
31 Deferred Tax liability						
32 Retirement Benefit liability						
33 Other liabilities	44,926	66,904	71,901	38,720	63,486	55,465
34 TOTAL LIABILITIES	8,280,543	7,783,951	8,086,938	8,278,586	7,782,722	8,079,784
C SHAREHOLDERS' EQUITY						
35 Paid up/Assigned capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
36 Share premium/(discount)						
37 Fair value reserve		1,636	1,637		1,636	1,637
38 Retained earnings/Accumulated losses	503,896	559,770	577,135	504,329	560,089	577,365
39 Statutory Reserves	70,802	82,484	80,149	70,802	82,484	80,149
40 Proposed dividends						
41 Capital grants						
42 TOTAL SHAREHOLDERS' EQUITY	1,574,698	1,643,890	1,658,921	1,575,131	1,644,209	1,659,151
43 TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	9,855,241	9,427,841	9,745,859	9,853,717	9,426,931	9,738,935

II STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD END 31 st MAR 2017	Group			Bank		
	Previous Year Same Quarter	31 st Dec 16	1 st Quarter Current Year	Previous Year Same Quarter	31 st Dec 16	1 st Quarter Current Year
	Shs '000' Un-Audited	Shs '000' Audited	Shs '000' Un-Audited	Shs '000' Un-Audited	Shs '000' Audited	Shs '000' Un-Audited
1 INTEREST INCOME						
1.1 Loans and advances	275,973	941,906	210,657	275,973	941,906	210,657
1.2 Government securities	65,453	218,431	55,825	65,453	218,431	55,825
1.3 Deposits and placements with banking institutions	789	12,030	7,260	789	12,030	7,260
1.4 Other Interest Income	2,732	9,802	2,033	2,732	9,802	2,033
1.5 Total Interest Income	344,947	1,182,169	275,775	344,947	1,182,169	275,775
2 INTEREST EXPENSES						
2.1 Customer deposits	251,739	868,091	168,555	251,739	868,091	168,555
2.2 Deposits and placements from banking Institutions	9,216	18,230	1,189	9,216	18,230	1,189
2.3 Other Interest Expenses						
2.4 Total Interest Expenses	260,955	886,321	169,744	260,955	886,321	169,744
3 NET INTEREST INCOME/(LOSS)	83,992	295,848	106,031	83,992	295,848	106,031
4 OTHER OPERATING INCOME						
4.1 Fees and commissions on loans & advances	3,410	13,364	3,210	2,692	10,414	2,645
4.2 Other fees & commissions	9,592	30,982	4,523	9,592	30,982	4,523
4.3 Foreign exchange trading income/(Loss)	3,105	12,242	2,904	3,105	12,242	2,904
4.4 Other Income	38,252	128,833	11,453	38,252	128,833	11,453
4.5 Total Non-Interest Income	54,359	185,421	22,090	53,641	182,471	21,525
5 TOTAL OPERATING INCOME	138,351	481,269	128,121	137,633	478,319	127,556
6 OTHER OPERATING EXPENSES						
6.1 Loan loss provisions	6,280	60,333	37,780	6,280	60,333	37,780
6.2 Staff costs	33,059	141,102	33,059	33,059	141,102	33,059
6.3 Directors' emoluments	6,448	26,192	6,448	6,448	26,192	6,448
6.4 Rentals charges	11,191	37,920	8,746	11,191	37,920	8,746
6.5 Depreciation charge on property and equipment	5,288	21,153	4,795	5,288	21,153	4,795
6.6 Amortisation charges	381	1,525	868	381	1,525	868
6.7 Other operating expenses	86,113	88,162	28,659	35,448	85,428	28,221
6.8 Total Other Operating expenses	98,760	376,387	122,065	98,095	373,653	121,627
7 Profit/(Loss) before tax and exceptional items	39,591	104,882	6,056	39,538	104,666	5,929
8 Exceptional items						
9 Profit/(Loss) after Exceptional items	39,591	104,882	6,056	39,538	104,666	5,929
10 Current tax	708	(1,557)	(9,165)	692	(1,622)	(9,203)
11 Deferred tax						
12 Profit/(Loss) after tax and exceptional items	38,883	106,439	15,221	38,846	106,288	15,132
13 Other Comprehensive Income :						
13.1 Gains/ (Losses) from translating Financial statements of foreign operations						
13.2 Fair value changes in available for sale financial assets		1,636	-		1,636	-
13.4 Revaluation Surplus on Property, plant and equipments						
13.5 Share of other comprehensive income of associates						
13.6 Income tax relating to components of other comprehensive income						
14 Other Comprehensive Income for the year net of tax						
15 Total Comprehensive income for the year	38,883	108,075	15,221	38,846	107,924	15,132

III. OTHER DISCLOSURES	Group			Bank		
	Previous Year Same Quarter	31 st Dec 16	1 st Quarter Current Year	Previous Year Same Quarter	31 st Dec 16	1 st Quarter Current Year
	Shs '000' Un-Audited	Shs '000' Audited	Shs '000' Un-Audited	Shs '000' Un-Audited	Shs '000' Audited	Shs '000' Un-Audited
1) NON-PERFORMING LOANS AND ADVANCES						
a) Gross Non-Performing loans and advances	964,033	778,375	951,152	964,033	778,375	951,152
Less:						
b) Interest in suspense	244,995	298,414	354,270	244,995	298,414	354,270
c) Total Non-Performing Loans & Advances (a-b)	719,038	479,961	596,882	719,038	479,961	596,882
Less:						
d) Loan loss provisions	109,972	144,991	182,829	109,972	144,991	182,829
e) Net Non-Performing Loans (c-d)	609,066	334,970	414,053	609,066	334,970	414,053
f) Realizable Value of Securities	609,066	334,970	414,053	609,066	334,970	414,053
g) Net NPLs Exposure (e-f)	-	-	-	-	-	-
2) INSIDER LOANS AND ADVANCES						
a) Directors, shareholders and associates	432,673	363,687	548,820	432,673	363,687	548,820
b) Employees	43,578	72,994	71,222	43,578	72,994	71,222
c) Total Insider loans, advances & Other Facilities	476,251	436,681	620,042	476,251	436,681	620,042
3) OFF-BALANCE SHEET ITEMS						
a) Letters of credit, guarantees, acceptances	494,620	344,443	383,401	494,620	344,443	383,401
b) Other contingent liabilities						
c) Total contingent Liabilities	494,620	344,443	383,401	494,620	344,443	383,401
4) CAPITAL STRENGTH						
a) Core capital	1,480,148	1,555,345	1,563,419	1,480,148	1,555,345	1,563,419
b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
c) Excess/(Deficiency)	480,148	555,345	563,419	480,148	555,345	563,419
d) Supplemental capital	70,802	82,484	80,149	70,802	82,484	80,149
e) Total Capital (+d)	1,550,950	1,637,829	1,643,568	1,550,950	1,637,829	1,643,568
f) Total risk weighted assets	6,361,544	5,979,323	6,271,122	6,360,020	5,978,413	6,264,195
g) Core capital/total deposit liabilities	20.3%	20.3%	19.9%	19.6%	20.3%	19.9%
h) Minimum Statutory Ratio	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%
i) Excess/(Deficiency)/(g-h)	11.6%	12.3%	11.9%	11.6%	12.3%	11.9%
j) Core Capital/total risk weighted assets	23.3%	26.0%	24.9%	23.3%	26.0%	25.0%
k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%