## V **PARAMOUNT BANK**

**Enabling You Reach Your Peak** 

Regulated by the Central Bank of Kenya

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## PARAMOUNT BANK LTD

## **QUARTERLY FINANCIAL STATEMENTS AND DISCLOSURES**

1	STATEMENT OF FINANCIAL		Group		Bank .			]. 🔲	STATEMENT OF COMPREHENSIVE	Group			Bank			III. OTHER DISCLOSURES		Group	Bank			
POSITION AS AT 31 <sup>ST</sup>									INCOME FOR THE PERIOD ENDED	croup							Previous Year	31st Dec 17		Previous Year	31st Dec 17	1st Quarter
	MAR 2018	Previous Year	31 <sup>st</sup> Dec 17	1 <sup>st</sup> Quarter	Previous Year	31 st Dec 17	1 <sup>st</sup> Ouarter		31 <sup>st</sup> MAR 2018		1-			1			Same Quarter				Previous Year	
		Same Ouarter		Current Year		Previous Year	Current Year			Previous Year	31st Dec 17		Previous Year	31st Dec 17	1 <sup>st</sup> Quarter		Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'
		Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'						Same Quarter	Previous Year	Current Year		Un -Audited	Audited	<b>Un</b> -Audited	Un -Audited	Audited	Un -Audited
A	ASSETS	Un -Audited	Audited	<b>Un</b> -Audited		Audited	Un -Audited			Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'	1) NON-PERFORMING LOANS AND						
1	Cash (both local & foreign)	110,401	109,453	116,093	110,401	109,453	116,093			Un -Audited	Audited	<b>Un</b> -Audited	Un -Audited	Audited	<b>Un</b> -Audited	a) Gross Non-Performing loans and	951,152	928,435	990,166	951,152	928,435	990,166
2	Balances due from Central Bank	578,350	990,821	836,814	578,350	990,821	836,814	1	INTEREST INCOME							advances						
-	of Kenya								1.1 Loans and advances	210,657	768,036	183,355	210,657	768,036	183,355	Less:	754.070	705 120	757.027	754 270	705 120	757.007
5	Kenya Government and other securities held for dealing	-	-						1.2 Government securities	55,825	225,348	55,358	55,825	225,348	55,358	b) Interest in suspense c) Total Non-Performing Loans &	354,270 596.882	305,120 623,315	353,823 636,343	354,270	305,120 623,315	353,823
	Durdoses								1.3 Deposits and placements with	7,260	16,651	1,781	7,260	16,651	1,781	Advances (a-b)	596,882	623,315	636,343	596,882	623,315	636,343
4	Financial Assets at fair value	-	-	-					banking institutions		-					Loc:						
	through the profit and loss								1.4 Other Interest Income	2,033	6,911	1,353	2,033	6,911	1,353	d) Loan loss provisions	182.829	134,747	139,993	182.829	134.747	139,993
5	Investment Securities:								1.5 Total Interest Income	275,775	1,016,946	241,847	275,775	1,016,946	241,847	e) Net Non-Performing Loans (c-d)	414.053	488,568	496.350	414.053	488.568	496.350
	a). Held to Maturity :	2 270 000	2167.645	2 524 401	2 270 000	2167.645	2 524 401	2	INTEREST EXPENSES							f) Realizable Value of Securities	414,053	488,568	496,350	414,053	488,568	496,350
	a. Kenya Government Securities b. Other Securities	2,238,096 116,476	2,167,645 74,681	2,524,401 75,973	2,238,096 116,476	2,167,645 74,681	2,524,401 75,973		2.1 Customer deposits	168,555	641,354	157,147	168,555	641.354	157,147	g) Net NPLs Exposure (e-f)	-	- 100,500		-	- 100,500	-
	b). Available for sale	110,470	/4,001	15,915	110,470	74,001	15,913		2.2 Deposits and placements from	1,189	1,986	-	1,189	1,986	-	2) INSIDER LOANS AND ADVANCE	s			l		
	a. Kenya Government Securities	235,487	-		235,487				banking Institutions	.,	.,		.,	.,		a) Directors, shareholders and	548,820	568,265	559,394	548,820	568,265	559,394
	b. Other Securities								2.3 Other Interest Expenses							associates						
6	Deposits and balances due from	167,387	10,258	401,126	167,387	10,258	401,126		2.4 Total Interest Expenses	169.744	643,340	157,147	169.744	643.340	157.147	b) Employees	71,222	71,983	71,444	71,222	71,983	71,444
	local banking institutions								NET INTEREST INCOME/(LOSS)	106.031	373,606	84,700	106.031	373.606	84.700	c) Total Insider loans, advances &	620,042	640,248	630,838	620,042	640,248	630,838
7	Deposits and balances due from	143,667	45,242	120,621	143,667	45,242	120,621		OTHER OPERATING INCOME	100,001	515,500	0.,700		575,000	0.1,200	Other Facilities						
8	banking institutions abroad Tax Recoverable	26,618	17,645	17,645	26,621	17.418	17,418		4.1 Fees and commissions on loans	3,210	13,795	3,100	2,645	10,403	2.573	3) OFF-BALANCE SHEET ITEMS						
0	Loans and advances to	5,897,991	5,902,031	5,590,712	5,897,991	5,902,031	5,590,712		& advances	3,210	13,755	5,100	2,045	10,405	2,515	a) Letters of credit, guarantees,	383,401	518,335	606,799	383,401	518,335	606,799
	customers (net)	5,057,551	5,502,051	5,550,712	5,057,551	5,502,051	5,550,712		4.2 Other fees & commissions	4,523	21,352	4,069	4,523	21,352	4,069	acceptances						
10	Balances due from group								4.3 Foreign exchange trading	2,904	10,260	1,805	2,904	10,260	1.805	b) Other contingent liabilities						
	companies								income(Loss)	2,504	10,200	1,005	2,504	10,200	1,005	c) Total contingent Liabilities	383,401	518,335	606,799	383,401	518,335	606,799
	Investments in associates								4.4 Other Income	11.453	54.804	10.651	11.453	54,804	10.651	4) CAPITAL STRENGH						
12	Investments in subsidiary				1,000	1,000	1,000		4.5 Total Non-Interest Income	22.090	100.211	19,625	21,525	96.819	19,098	a) Core capital	1,563,419	1,661,565	1,669,765	1,563,419	1,661,565	1,669,765
17	companies Investments in joint ventures			_					TOTAL OPERATING INCOME	128,121	473.817		127,556	470.425		b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
14	Investment properties									128,121	4/3,81/	104,325	127,556	470,425	103,798	c) Excess/(Defficiency)	563,419	661,565	669,765	563,419	661,565	669,765
	Property and Equipment	67,691	57,572	53,522	67,691	57,572	53,522		OTHER OPERATING EXPENSES							d) Supplementary capital	80,149	70,594	-	80,149	70,594	-
	Prepaid lease rentals								6.1 Loan loss provisions	37,780	48,110	2,328	37,780	48,110	2,328	e) Total Capital (a+d)	1,643,568	1,732,159	1,669,765	1,643,568	1,732,159	1,669,765
17	Intangible assets	13,086	11,279	11,896	13,004	11,219	11,842		6.2 Staff costs	35,039	140,275	34,106	35,039	140,275	34,106	f) Total risk weighted assets	6,271,122	5,879,372	6,119,242	6,264,195	5,879,538	6,108,285
18	Deffered Tax asset	6,520	27,534	34,775	6,380	27,534	34,742		6.3 Directors' emoluments	6,448	26,293	6,770	6,448	26,293	6,770	g) Core capital/total deposit	19.9%	21.5%	20.1%	19.9%	21.5%	20.1%
	Retirement benefit asset								6.4 Rentals charges	8,476	40,493	8,449	8,476	40,493	8,449	liabilities	8.0%	8.0%	8.0%	8.0%	8.0%	0.00/
	Other assets	144,089	126,924	149,737	136,384	126,377	139,845		6.5 Depreciation charge on property	4,795	19,108	3,926	4,795	19,108	3,926	h) Minimum Statutory Ratio	8.0%	13.5%	8.0%	11.9%		8.0%
	TOTAL ASSETS	9,745,859	9,541,085	9,933,315	9,738,935	9,541,251	9,924,109		and equipment							I) Excess/(Defficiency)(g-h) i) Core Capital/total risk weighted	24.9%	28.3%	27.3%	25.0%	13.5% 28.3%	27.3%
	LIABILITIES Balances due to Central Bank						_		6.6 Amortisation charges	868	3,471	859	868	3,471	859	assets	24.9%	20.3%	21.3%	25.0%	20.3%	21.3%
22	of Kenya	-	-		-	-	-		6.7 Other operating expenses	28,659	99,560	26,635	28,221	96,711	26,003	k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%
23	Customer deposits	7.860.326	7.725.963	8.315.676	7,869,608	7,729,302	8,319,428		6.8 Total Other Operating expenses	122,065	377,310	83,073	121,627	374,461	82,441	I) Excess/(Defficiency)(i-k)	14.4%	17.8%	16.8%	14.5%	17.8%	16.8%
	Deposits and balances due to	154,711	-		154,711	1,125,502	0,010,120	7	Profit/(Loss) before tax and	6,056	96,507	21,252	5,929	95,964	21,357	m) Total Capital/total risk	26.2%	29.5%	27.3%	26.2%	29.5%	27.3%
	banking institutions								exceptional items							weighted assets	20.270	25.570	2.1.3 70	2012 70	2010 70	21.0 70
25	Deposits and balances due to							8	Exceptional items							n) Minimum Statutory Ratio	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%
20	foreign banking institutions Other money market deposits							9	Profit/(Loss) after Exceptional items	6,056	96,507	21,252	5,929	95,964	21,357	o) Excess/(Defficiency)(m-n)	11.7%	15.0%	12.8%	11.7%	15.0%	12.8%
	Borrowed funds							10	Current tax	(9,165)	(20,991)	(4,045)	(9,203)	(21,154)	(4,014)	p) Adjusted Core Capital / total			18.0%			18.0%
27	Balances due to group							11	Deffered tax							Deposit Liabilities						
	companies							12	Profit/(Loss) after tax and	15,221	117,498	25,297	15,132	117,118	25,371	q) Adjusted Core Capital / total Risk			25.5%			25.5%
29	Tax payable		-			-			exceptional items		,					Weighted Assets						
30	Dividends payable							13	Other Comprehensive Income :							r) Adjusted Total Capital / total Risk			25.5%			25.5%
	Deffered Tax liability								13.1 Gains/ (Losses) from translating	-	-		-	-		Weighted Assets						
	Retirement Benefit liability	71.001	EE 700	71 500	EE ACT	53.350	50 500		Financial statements of foreign							5) Liquidity	47.54	40.00	40.00	47.45	10.00	10.00
	Other liabilities TOTAL LIABILITIES	71,901 8,086,938	55,368 7,781,331	71,562 8,387,238	55,465 8,079,784	52,256 7,781,558	58,590		operations							a) Liquidity Ratio b) Minimum Statutory Ratio	43.4%	40.9% 20.0%	46.0%	43.4% 20.0%	40.9%	46.0% 20.0%
	SHAREHOLDERS' EQUITY	8,080,938	1,181,531	8,387,238	8,0/9,/84	1,181,558	8,378,018		13.2 Fair value changes in available	-	-	-			-	c) Excess/(Defficiency)(a-b)	20.0%	20.0%	20.0%	20.0%	20.0%	20.0%
	Paid up/Assigned capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000		for sale financial assets							(c) Excess/(Demciency)(a-b)	25.4%	20.9%	26.0%	25.4%	20.9%	26.0%
	Share premium/(discount)	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000		13.4 Revaluation Surplus on Property,	-	-		-	-		Notes						
37	Fair value reserve	1.637 - 1.637 - 1.637 - 1.77 - 1.637									*The Adjusted Capital Ratios includes the expected credit loss provisions added back to Capital in line with the CBK Guidance Note											
38	Retained earnings/Accumulated	577,135	689,160	546,077								issued in April 2018 on implementation	ed in April 2018 on implementation of IFRS 9									
	losses															These financial statements are extract	ts from the books	of the institutio	The complete	te set of quarterly	financial stator	ments statutory
	Statutory Reserves						-	-		-	-		These financial statements are extracts from the books of the institution. The complete set of quarterlyfinancial statements, statutory and qualitative disclosures can be accessed on the institutions website on www.paramountbank.co.ke They may also be accessed at									
	Proposed dividends								income							the institutions head office located at					mey may also	be accessed at
41	Capital grants	1659 001	1750 754	1 546 077	1 650 151	1750 607	1 546 001	14								une insututions nead office located at	4" Floor Sound P	iaza, woodwale	Groove, West	ianus, Nairodi		
	EOUITY	1,658,921	1,759,754	1,546,077	1,659,151	1,759,693	1,546,091		Other Comprehensive Income for the year net of tax	-	-		-	-								
	TOTAL LIABILITIES AND	9.745.859	9,541,085	9.933.315	9,738,935	9.541.251	9,924,109		Total Comprehensive income for	15.221	117,498	25.297	15.132	117.118	25,371	Ayaz Merali,				A.N. Padan	у,	
	SHAREHOLDERS' EQUITY	3,143,033	3,341,003	5,555,515	5,150,933	5,541,251	5,514,103		the year	15,221	117,498	25,291	15,152	117,118	25,571	Chief Executive				Chairman		
									uic year													