

**Enabling You Reach Your Peak** 

Regulated by the Central Bank of Kenya

HEAD OFFICE/WESTLANDS BRANCH Sound Plaza, Westlands P.O. Box 14001 - 00800 Nairobi, Kenya Tel: 4449266/7/8, 0723564254, 0734258020 Main Line: 0709 935 000

Email: info@paramountbank.co.ke

II STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED

KOINANGE STREET BRANCH Cianda House, Koinange Street P.O. Box 42363 -00100 Nairobi, Kenya Tel 2215467/8/9, 0732445508, 0732445590 Main Line: 0709 935 000

Nairobi, Kenya Tel: 3753484/5, 0733600119, 0724255325 Main Line: 0709 935 000 Email: koinangebranch@paramountbank.co.ke Email: parklandsbranch@paramountbank.co.ke

PARKLANDS BRANCH

Diamond Plaza, New Wing

P.O. Box 13677 - 00800

Nvali Center - Ground Floor. Links Road, Mombasa

MOMBASA BRANCH

Nyali Branch Oloo street, Karim Building P.O. Box 4362-30100 Eldoret, Kenya. Tel: +254704385731, +254736445507 P.O. Box 88775 - 80100 Mombasa, Kenya Main Line: 0709 935 000 Email: msabranch@paramountbank.co.ke | Email: eldbranch@paramountbank.co.ke

ELDORET BRANCH

Ambaii House, Dar-es-Salarn Road P.O.Box 14001-00800 Nairobi, Kenya Tel. 44449266/7/8 0723564254, 0735445507 Main Line: 0709 935 000 Email: indbranch@paramountbank.co.ke

INDUSTRIAL AREA BRANCH

Tufform Mall P. O. Box 3788 - 40100 Kisumu, Kenya. Tel. 0735445506/7 & 0734248020 Main line: 0709 935 000 Email: kisumubranch@paramountbank.co.ke

KISUMU BRANCH

## PARAMOUNT BANK LTD

## FINANCIAL STATEMENTS AND DISCLOSURES

					Q	<u>UAR</u>		
1	STATEMENT OF FINANCIAL POSITION AS AT 31 <sup>ST</sup> MAR 2020	Group			Bank			
		Previous Year	31st Dec 19	1st Quarter		31st Dec 19	1st Quarte	
		Same Quarter	Current Year	Current Year	Same Quarter	Current Year	Current Yea	
	ASSETS	Shs '000' Un-Audited	Shs '000' Audited	Shs '000' Un-Audited	Shs '000' Un-Audited	Shs '000' Audited	Shs '000 Un-Audite	
<b>A</b>	Cash (both local & foreign)	130,224	124,949	130,734	130,224	124,949	130,73	
2	Balances due from Central Bank	742,800	779,350	850,353	742,800	779,350	850,35	
-	of Kenya	742,000	115,550	030,333	742,000	115,550	030,33.	
3	Kenya Government and other securities held for dealing							
	purposes							
4	Financial Assets at fair value through the profit and loss							
5	Investment Securities:							
<u> </u>	a). Held to Maturity :							
<u> </u>	a. Kenya Government Securities	2,680,550	2,231,232	2,323,457	2,680,550	2,231,232	2,323,45	
$\vdash$	b. Other Securities	37,331			37,331	-		
$\vdash$	b). Available for sale a. Kenya Government Securities			_				
$\vdash$	b. Other Securities							
6	Deposits and balances due from	432	926	8,715	432	926	8,71	
1	local banking institutions Deposits and balances due from							
7	Deposits and balances due from	400,165	382,769	824,053	400,165	382,769	824,053	
	banking institutions abroad							
8	Tax Recoverable	17,516	17,454	17,454	17,418	17,418	17,418	
9	Loans and advances to customers	5,866,869	6,462,964	6,671,935	5,866,869	6,462,964	6,671,935	
10	(net)							
11	Balances due from group companies Investments in associates							
12	Investments in subsidiary				1,000	1.000	1,000	
12	companies	1	1		1,000	1,000	1,000	
13	Investments in joint ventures							
14	Investment properties							
15	Property and Equipment	52,950	45,263	41,400	52,950	45,263	41,400	
16	Prepaid lease rentals / Right of	-	112,088	112,088		112,088	112,088	
	Use Assets							
17	Intangible assets	10,312	7,450	6,692	10,220	7,324	6,573	
18	Deffered Tax asset	115,271	117,833	113,492	115,269	117,827	113,442	
19 20	Retirement benefit asset Other assets	163.847	159,911	189,225	152,633	160,186	189.092	
21	TOTAL ASSETS	10,218,267	10,442,189	11,289,598	10,207,861	10,443,296	11,290,260	
B	LIABILITIES	10,210,207	10,442,103	11,203,330	10,207,001	10,443,230	11,290,200	
22	Balances due to Central Bank of Kenya					-		
23	Customer deposits	8,380,666	8,472,836	9,299,127	8,383,900	8,478,885	9,302,402	
24	Deposits and balances due to	5,000,000	5,112,200	-	2,222,222	2, 11 2, 22 2		
	banking institutions							
25	Deposits and balances due to			11,519		-	11,519	
_	foreign banking institutions							
26	Other money market deposits							
27	Borrowed funds							
28 29	Balances due to group companies			_				
30	Tax payable Dividends payable							
31	Deffered Tax liability							
32	Lease Obligation	-	118,694	118,694		118,694	118,694	
33	Other liabilities	126,288	71,214	52,706	113,140	67,500	51,218	
34	TOTAL LIABILITIES	8,506,954	8,662,744	9,482,046	8,497,040	8,665,079	9,483,833	
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	70.0	770 ( ) 7	-	710	770	000 :	
38	Retained earnings/Accumulated	711,313	779,445	807,552	710,821	778,217	806,427	
39	Ctatutony Roconyos							
40	Statutory Reserves Proposed dividends					-		
41	Capital grants							
42	TOTAL SHAREHOLDERS'	1,711,313	1,779,445	1,807,552	1,710,821	1,778,217	1,806,427	
43	TOTAL LIABILITIES AND	10,218,267	10,442,189	11,289,598	10,207,861	10,443,296	11,290,766	
	SHAREHOLDERS' EQUITY							

	INCOME FOR THE PERIOD ENDED	Group			Bank			
Н	31ST MAR 2020	Previous Year 31st Dec 19 1st Quarter			Previous Year 31st Dec 19 1st Quarter			
$\vdash$		Same Ouarter	Current Year	Current Year	Same Ouarter	Current Year	Current Year	
$\vdash$		Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000	
$\vdash$		Un-Audited	Audited	Un-Audited	Un-Audited	Audited	Un-Audited	
1	INTEREST INCOME	On Audited	nuuncu	On Flauntea	On Huunteu	/ tautica	On Haunte	
	1.1 Loans and advances	174,281	808,625	216,422	174.281	808,625	216,42	
	1.2 Government securities	60,021	225,061	49,532	60,021	225,061	49,53	
	1.3 Deposits and placements with	295	4,483	912	295	4,483	913	
	banking institutions							
	1.4 Other Interest Income	711	1,497	422	711	1,497	42:	
$\perp$	1.5 Total Interest Income	235,308	1,039,666	267,288	235,308	1,039,666	267,28	
	INTEREST EXPENSES							
	2.1 Customer deposits	154,033	633,320	165,252	154,033	633,320	165,25	
	2.2 Deposits and placements		-	-				
$\vdash$	from banking Institutions							
	2.3 Other Interest Expenses	154.077	C77 720	100 202	154.077	677 720	100 00	
	2.4 Total Interest Expenses NET INTEREST INCOME/(LOSS)	154,033	633,320	165,252	154,033	633,320	165,25	
	OTHER OPERATING INCOME	81,275	406,346	102,036	81,275	406,346	102,030	
4	4.1 Fees and commissions on	3,097	14,449	3,067	2,627	10,660	2,68	
	loans & advances	3,097	14,449	3,067	2,027	10,060	2,68	
$\vdash$	4.2 Other fees & commissions	5,158	31,073	9,728	5,158	31,073	9,72	
	4.3 Foreign exchange trading	3,269	8,930	1,345	3,269	8,930	1,34	
	income(Loss)	3,203	0,330	1,343	5,205	0,330	1,34.	
	4.4 Other Income	7,559	9,087	8,623	7,559	9,087	8,62	
$\vdash$	4.5 Total Non-Interest Income	19.083	63,539	22,763	18,613	59,750	22,38	
5	TOTAL OPERATING INCOME	100,358	469,885	124,799	99.888	466.096	124,41	
6	OTHER OPERATING EXPENSES							
	6.1 Loan loss provisions	0	12,321	506	0	12,321	50	
	6.2 Staff costs	35,295	146,605	36,847	35,295	146,605	36,84	
$\perp$	6.3 Directors' emoluments	7,502	31,096	7,502	7,502	31,096	7,50	
$\vdash$	6.4 Rentals charges	8,577	47,672	10,319	8,577	47,672	10,31	
	6.5 Depreciation charge on	5,614	19,142	3,970	5,614	19,142	3,97	
	property and equipment							
	6.6 Amortisation charges	859	3,501	752	859	3,501	75:	
	6.7 Other operating expenses	21,829	122,976	32,456	21,236	120,116	31,92	
	6.8 Total Other Operating	79,676	383,313	92,352	79,083	380,453	91,822	
-	expenses							
7	Profit/(Loss) before tax and exceptional items	20,682	86,572	32,447	20,805	85,643	32,59	
8	Exceptional items							
	Profit/(Loss) after Exceptional	20,682	86,572	32,447	20,805	85,643	32,595	
9	items	20,002	00,372	32,441	20,603	65,643	32,39	
10	Current tax	-2,784	-5,029	4,341	(2,747)	(5,306)	4,38	
	Deffered tax	-2,704	-3,029	4,341	(2,141)	(3,306)	4,30	
	Profit/(Loss) after tax and	23.466	91.601	28,106	23,552	90.949	28,21	
	exceptional items	25,400	5.,301	20,100	25,552	55,545	23,21	
13	Other Comprehensive Income :							
۳	13.1 Gains/ (Losses) from		-	-				
	translating Financial statements							
	of foreign operations							
	13.2 Fair value changes in		-	-				
	available for sale financial assets							
	13.4 Revaluation Surplus on		-	-				
L	Property, plant and equipments							
	13.5 Share of other		-	-				
	comprehensive income of							
L	associates							
	13.6 Income tax relating		-	-				
	to components of other							
L	comprehensive income							
14	Other Comprehensive Income for		-	-				
	the year net of tax							
15	Total Comprehensive income	23,466	91,601	28.106	23,552	90,949	28,21	
	for the year							

III. OTHER DISCLOSURES		Group		Bank		
	Previous Year	31st Dec 19	1st Quarter	Previous Year	31st Dec 19	1st Oua
	Same Quarter	Current Year	Current Year	Same Quarter		Current \
	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs 'C
	Un-Audited	Audited	Un-Audited	Un-Audited	Audited	Un-Audi
1) NON-PERFORMING LOANS AND	On Haunca	rtuuncu	on manica	On Huantea	riadited	On read
ADVANCES						
a) Gross Non-Performing loans and	1,134,129	1,262,847	1,287,705	1,134,129	1,262,847	1,287,
advances	1,134,123	1,202,047	1,207,703	1,134,123	1,202,047	1,201,
Less:						_
b) Interest in suspense	371.633	479.916	524.849	371.633	479,916	524,
c) Total Non-Performing Loans &	762,496	782.931	762.856	762.496		762.
	762,496	/82,931	/62,836	762,496	782,931	/62,
Advances (a-b)						
Less:	201 227	271 217	252.075	20122	271 217	250
d) Loan loss provisions	204,227	234,013	250,935	204,227	234,013	250,
e) Net Non-Performing Loans (c-d)	558,269	548,918	511,921	558,269	548,918	511,
f) Realizable Value of Securities	558,269	548,918	511,921	558,269	548,918	511,
g) Net NPLs Exposure (e-f)			-		-	
2) INSIDER LOANS AND ADVANCES						
a) Directors, shareholders and	507,893	684,549	805,323	507,893	684,549	805,
associates						
b) Employees	67,165	59,844	59,281	67,165	59,844	59,
c) Total Insider loans,advances &	575,058	744,393	864,604	575,058	744,393	864,
Other Facilities						
3) OFF-BALANCE SHEET ITEMS						
a) Letters of credit, guarantees,	693,893	679.031	637,738	693.893	679,031	637.
acceptances	,	,	,	,	,	,
b) Other contingent liabilities						
c) Total contingent Liabilities	693.893	679.031	637,738	693.893	679.031	637.
4) CAPITAL STRENGH	055,055	0.15/051	03.7750	033/033	075/051	03.7
a) Core capital	1,583,776	1,660,390	1,678,880	1,583,776	1.660.390	1,678,
b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	1.000.000	1,000.
c) Excess/(Defficiency)	583,776	660,390	678,880	583,776	660,390	678,
d) Supplementary capital	303,770	000,550	070,000	303,770	- 000,550	070,
e) Total Capital (a+d)	1,583,776	1,660,390	1,678,880	1,583,776	1,660,390	1,678,
f) Total risk weighted assets	5,880,311	6,778,436	7,252,588	5,866,461	6,776,085	7.249.
g) Core capital/total deposit	18.9%	19.4%	18.1%	18.9%	19.4%	18.
liabilities	10.570	13.470	10.1 70	10.570	13.470	10.
h) Minimum Statutory Ratio	8.0%	8.0%	8.0%	8.0%	8.0%	8.
l) Excess/(Defficiency)(g-h)	10.9%	11.4%	10.1%	10.9%	11.4%	10
j) Core Capital/total risk weighted	26.9%	24.5%	23.1%	27.0%	24.5%	23.
	20.9%	24.5%	23.1%	21.0%	24.5%	25.
assets	10 50/	10.50/	10.50/	10.50/	10.50/	10
k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%	10.5%	10.
l) Excess/(Defficiency)(j-k)	16.5%	14.0%	12.6%	16.5%	14.0%	12.
m) Total Capital/total risk weighted	26.9%	24.5%	23.1%	27.0%	24.5%	23.
assets						
n) Minimum Statutory Ratio	14.5%	14.5%	14.5%	14.5%	14.5%	14
o) Excess/(Defficiency)(m-n)	12.5%	10.0%	8.6%	12.5%	10.0%	8
p) Adjusted Core Capital / total	21.4%	22.8%	18.1%	21.4%	22.8%	18
Deposit Liabilities						
q) Adjusted Core Capital / total Risk	30.6%	28.0%	23.2%	30.6%	28.0%	23.
Weighted Assets						
r) Adjusted Total Capital / total Risk	30.6%	28.0%	27.2%	30.6%	28.0%	23.
Weighted Assets						
5) Liquidity						
5) Liquidity a) Liquidity Ratio	46 496	41 306	44 206	46 40%	41 306	0.1
5) Liquidity a) Liquidity Ratio b) Minimum Statutory Ratio	<b>46.4%</b> 20.0%	<b>41.3%</b> 20.0%	44.2% 20.0%	<b>46.4%</b> 20.0%	41.3% 20.0%	<b>44.</b> 20.

\*The Adjusted Capital Ratios includes the expected credit loss provisions added back to Capital in line with the CBK Guidance Note issued in April 2018 on implementation of IFRS 9

These financial statements are extracts from the books of the institution. The complete set of quarterly financial statements, statutory and qualitative disclosures can be accessed on the institutions website on www.paramountbank.co.ke They may also be accessed at the institutions head office at 4th Floor Sound Plaza, Woodwale Groove, Westlands, Nairobi

Avaz Merali. A.N. Padany. **Chief Executive** Chairman/Director