

# PARAMOUNT BANK LTD

## QUARTERLY FINANCIAL STATEMENTS AND DISCLOSURES

| I STATEMENT OF FINANCIAL POSITION AS AT 31ST MAR 2023             | Group                      |                   |                   |                            |                   |                   | Bank                       |             |             |                            |             |             |
|---|----------------------------|-------------------|-------------------|----------------------------|-------------------|-------------------|----------------------------|-------------|-------------|----------------------------|-------------|-------------|
|   | Previous Year Same Quarter | 31st Dec 22       | 1st Quarter       | Previous Year Same Quarter | 31st Dec 22       | 1st Quarter       | Previous Year Same Quarter | 31st Dec 22 | 1st Quarter | Previous Year Same Quarter | 31st Dec 22 | 1st 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'   |
|   | Un-Audited                 | Audited           | Un-Audited        | Un-Audited                 | Audited           | Audited           | Un-Audited                 | Audited     | Un-Audited  | Un-Audited                 | Audited     | Un-Audited  |
| <b>A ASSETS</b>   |                            |                   |                   |                            |                   |                   |                            |             |             |                            |             |             |
| 1 Cash (both local & foreign)                                     | 134,426                    | 117,155           | 152,587           | 134,426                    | 117,155           | 152,587           |                            |             |             |                            |             |             |
| 2 Balances due from Central Bank of Kenya                         | 915,923                    | 1,169,944         | 1,237,312         | 915,923                    | 1,169,944         | 1,237,312         |                            |             |             |                            |             |             |
| 3 Kenya Government and other securities held for dealing purposes | -                          | -                 | -                 | -                          | -                 | -                 |                            |             |             |                            |             |             |
| 4 Financial Assets at fair value through the profit and loss      | -                          | -                 | -                 | -                          | -                 | -                 |                            |             |             |                            |             |             |
| 5 Investment Securities:  |                            |                   |                   |                            |                   |                   |                            |             |             |                            |             |             |
| a. Kenya Government Securities                                    | 3,713,282                  | 3,448,800         | 3,807,578         | 3,702,750                  | 3,448,800         | 3,797,342         |                            |             |             |                            |             |             |
| b. Other Securities   | -                          | -                 | 389,980           | -                          | -                 | 389,980           |                            |             |             |                            |             |             |
| b1. Available for sale  | -                          | -                 | -                 | -                          | -                 | -                 |                            |             |             |                            |             |             |
| a. Kenya Government Securities                                    | -                          | -                 | -                 | -                          | -                 | -                 |                            |             |             |                            |             |             |
| b. Other Securities   | -                          | -                 | -                 | -                          | -                 | -                 |                            |             |             |                            |             |             |
| 6 Deposits and balances due from local banking institutions       | 10,643                     | 15,077            | 6,162             | 10,643                     | 15,077            | 6,162             |                            |             |             |                            |             |             |
| 7 Deposits and balances due from banking institutions abroad      | 887,255                    | 1,273,753         | 1,104,874         | 887,255                    | 1,273,753         | 1,104,874         |                            |             |             |                            |             |             |
| 8 Tax Recoverable   | 340                        | 767               | -                 | 447                        | -                 | -                 |                            |             |             |                            |             |             |
| 9 Loans and advances to customers (net)                           | 6,663,056                  | 7,350,056         | 7,083,215         | 6,663,056                  | 7,350,056         | 7,083,215         |                            |             |             |                            |             |             |
| 10 Balances due from group companies                              | -                          | -                 | -                 | -                          | -                 | -                 |                            |             |             |                            |             |             |
| 11 Investments in associates                                      | -                          | -                 | -                 | 10,000                     | 10,000            | 10,000            |                            |             |             |                            |             |             |
| 12 Investments in subsidiary companies                            | -                          | -                 | -                 | -                          | -                 | -                 |                            |             |             |                            |             |             |
| 13 Investments in joint ventures                                  | -                          | -                 | -                 | -                          | -                 | -                 |                            |             |             |                            |             |             |
| 14 Investment properties  | -                          | -                 | -                 | -                          | -                 | -                 |                            |             |             |                            |             |             |
| 15 Property and Equipment   | 20,739                     | 17,644            | 17,830            | 20,739                     | 17,644            | 17,830            |                            |             |             |                            |             |             |
| Prepaid lease rentals / Right of Use                              | -                          | -                 | -                 | -                          | -                 | -                 |                            |             |             |                            |             |             |
| 16 Assets   | 88,463                     | 105,292           | 105,292           | 88,463                     | 105,292           | 105,292           |                            |             |             |                            |             |             |
| 17 Intangible assets  | 4,329                      | 16,819            | 15,867            | 4,300                      | 16,806            | 15,856            |                            |             |             |                            |             |             |
| 18 Deferred tax asset   | 165,267                    | 172,336           | 172,336           | 165,263                    | 172,201           | 172,201           |                            |             |             |                            |             |             |
| 19 Retirement benefit asset                                       | -                          | -                 | -                 | -                          | -                 | -                 |                            |             |             |                            |             |             |
| 20 Other assets   | 198,529                    | 119,365           | 190,299           | 199,533                    | 116,123           | 186,418           |                            |             |             |                            |             |             |
| <b>21 TOTAL ASSETS</b>  | <b>12,802,252</b>          | <b>13,806,908</b> | <b>14,283,232</b> | <b>12,802,351</b>          | <b>13,813,300</b> | <b>14,279,069</b> |                            |             |             |                            |             |             |
| <b>B LIABILITIES</b>  |                            |                   |                   |                            |                   |                   |                            |             |             |                            |             |             |
| 22 Balances due to Central Bank of Kenya                          | -                          | -                 | 255,852           | -                          | -                 | 255,852           |                            |             |             |                            |             |             |
| 23 Customer deposits  | 10,521,710                 | 11,284,021        | 11,418,620        | 10,534,914                 | 11,297,898        | 11,424,017        |                            |             |             |                            |             |             |
| 24 Deposits and balances due to banking institutions              | -                          | -                 | -                 | -                          | -                 | -                 |                            |             |             |                            |             |             |
| 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  | 5,966                      | -                 | 4,345             | 5,966                      | -                 | 4,686             |                            |             |             |                            |             |             |
| 30 Dividends payable  | -                          | -                 | -                 | -                          | -                 | -                 |                            |             |             |                            |             |             |
| 31 Deferred tax liability   | -                          | -                 | -                 | -                          | -                 | -                 |                            |             |             |                            |             |             |
| 32 Lease Obligation   | 100,631                    | 119,688           | 119,688           | 100,631                    | 119,688           | 119,688           |                            |             |             |                            |             |             |
| 33 Other liabilities  | 71,877                     | 113,869           | 133,256           | 61,436                     | 110,304           | 127,908           |                            |             |             |                            |             |             |
| <b>C TOTAL LIABILITIES</b>  | <b>10,700,184</b>          | <b>11,517,578</b> | <b>11,931,961</b> | <b>10,702,947</b>          | <b>11,527,890</b> | <b>11,932,151</b> |                            |             |             |                            |             |             |
| <b>D SHAREHOLDERS' EQUITY</b>                                     |                            |                   |                   |                            |                   |                   |                            |             |             |                            |             |             |
| 34 Paid up/Assigned capital                                       | 1,000,000                  | 1,000,000         | 1,000,000         | 1,000,000                  | 1,000,000         | 1,000,000         |                            |             |             |                            |             |             |
| 35 Share premium/(discount)                                       | -                          | -                 | -                 | -                          | -                 | -                 |                            |             |             |                            |             |             |
| 36 Fair value reserve   | -                          | -                 | -                 | -                          | -                 | -                 |                            |             |             |                            |             |             |
| 37 Retained earnings/Accumulated losses                           | 1,102,068                  | 1,289,330         | 1,351,271         | 1,099,404                  | 1,285,410         | 1,346,918         |                            |             |             |                            |             |             |
| 38 Statutory Reserves   | -                          | -                 | -                 | -                          | -                 | -                 |                            |             |             |                            |             |             |
| 39 Proposed dividends   | -                          | -                 | -                 | -                          | -                 | -                 |                            |             |             |                            |             |             |
| 40 Capital grants   | -                          | -                 | -                 | -                          | -                 | -                 |                            |             |             |                            |             |             |
| <b>41 TOTAL SHAREHOLDERS' EQUITY</b>                              | <b>2,102,068</b>           | <b>2,289,330</b>  | <b>2,351,271</b>  | <b>2,099,404</b>           | <b>2,285,410</b>  | <b>2,346,918</b>  |                            |             |             |                            |             |             |
| <b>42 TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>              | <b>12,802,252</b>          | <b>13,806,908</b> | <b>14,283,232</b> | <b>12,802,351</b>          | <b>13,813,300</b> | <b>14,279,069</b> |                            |             |             |                            |             |             |

| II STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31ST MAR 2023          | Group          |                  |                |                |                  |                | Bank          |               |              |               |               |              |
|--|----------------|------------------|----------------|----------------|------------------|----------------|---------------|---------------|--------------|---------------|---------------|--------------|
|  | Previous Year  | 31st Dec 22      | 1st Quarter    | Previous Year  | 31st Dec 22      | 1st Quarter    | Previous Year | 31st Dec 22   | 1st Quarter  | Previous Year | 31st Dec 22   | 1st Quarter  |
|  | Same Quarter   | Previous Year    | Current Year   | Same Quarter   | Previous Year    | Current Year   | Same Quarter  | Previous Year | Current Year | Same Quarter  | Previous Year | Current Year |
|  | Shs '000'      | Shs '000'        | Shs '000'      | Shs '000'      | Shs '000'        | Shs '000'      | Shs '000'     | Shs '000'     | Shs '000'    | Shs '000'     | Shs '000'     | Shs '000'    |
| <b>1 INTEREST INCOME</b>   |                |                  |                |                |                  |                |               |               |              |               |               |              |
| 1.1 Loans and advances   | 237,913        | 1,011,855        | 275,117        | 237,913        | 1,011,855        | 275,117        |               |               |              |               |               |              |
| 1.2 Government securities  | 89,155         | 389,584          | 107,596        | 89,155         | 389,584          | 107,596        |               |               |              |               |               |              |
| 1.3 Deposits and placements with banking institutions                            | 1,041          | 4,438            | 4,862          | 1,041          | 4,438            | 4,862          |               |               |              |               |               |              |
| 1.4 Other Interest Income  | 29             | 375              | 471            | 29             | 375              | 471            |               |               |              |               |               |              |
| <b>1.5 Total Interest Income</b>   | <b>328,138</b> | <b>1,406,252</b> | <b>388,046</b> | <b>328,138</b> | <b>1,406,252</b> | <b>388,046</b> |               |               |              |               |               |              |
| <b>2 INTEREST EXPENSES</b>   |                |                  |                |                |                  |                |               |               |              |               |               |              |
| 2.1 Customer deposits  | 186,626        | 774,776          | 201,346        | 186,626        | 774,776          | 201,346        |               |               |              |               |               |              |
| 2.2 Deposits and placements from banking institutions                            | -              | -                | -              | -              | -                | -              |               |               |              |               |               |              |
| 2.3 Other Interest Expenses  | -              | -                | -              | -              | -                | -              |               |               |              |               |               |              |
| <b>2.4 Total Interest Expenses</b>   | <b>186,626</b> | <b>774,776</b>   | <b>201,346</b> | <b>186,626</b> | <b>774,776</b>   | <b>201,346</b> |               |               |              |               |               |              |
| <b>3 NET INTEREST INCOME (1, LOSS)</b>   | <b>141,512</b> | <b>631,476</b>   | <b>186,700</b> | <b>141,512</b> | <b>631,476</b>   | <b>186,700</b> |               |               |              |               |               |              |
| <b>4 OTHER OPERATING INCOME</b>  |                |                  |                |                |                  |                |               |               |              |               |               |              |
| 4.1 Fees and commissions on loans & advances                                     | 2,989          | 9,355            | 3,518          | 2,989          | 9,355            | 2,454          |               |               |              |               |               |              |
| 4.2 Other fees & commissions   | 2,577          | 24,724           | 2,452          | 2,577          | 19,139           | 2,452          |               |               |              |               |               |              |
| 4.3 Foreign exchange trading income/(Loss)                                       | 2,801          | 60,864           | 22,212         | 2,801          | 60,864           | 22,212         |               |               |              |               |               |              |
| 4.4 Other Income   | 15,014         | 68,635           | 19,640         | 15,014         | 68,635           | 19,640         |               |               |              |               |               |              |
| 4.5 Total Non-Interest Income  | 23,381         | 163,578          | 47,822         | 22,740         | 157,993          | 46,758         |               |               |              |               |               |              |
| <b>5 TOTAL OPERATING INCOME</b>  | <b>164,893</b> | <b>795,054</b>   | <b>234,522</b> | <b>164,252</b> | <b>789,469</b>   | <b>233,458</b> |               |               |              |               |               |              |
| <b>6 OTHER OPERATING EXPENSES</b>  |                |                  |                |                |                  |                |               |               |              |               |               |              |
| 6.1 Loan loss provisions   | 22,000         | 96,177           | 60,842         | 22,000         | 96,177           | 60,842         |               |               |              |               |               |              |
| 6.2 Staff costs  | 39,721         | 149,093          | 39,019         | 39,721         | 146,593          | 39,019         |               |               |              |               |               |              |
| 6.3 Directors' emoluments  | 6,000          | 25,529           | 6,580          | 6,000          | 25,529           | 6,580          |               |               |              |               |               |              |
| 6.4 Rentals charges  | 10,454         | 17,290           | 10,903         | 10,454         | 17,290           | 10,903         |               |               |              |               |               |              |
| 6.5 Depreciation charge on property and equipment                                | 2,415          | 41,034           | 1,390          | 2,415          | 41,034           | 1,390          |               |               |              |               |               |              |
| 6.6 Amortisation charges   | 363            | 1,453            | 952            | 363            | 1,453            | 952            |               |               |              |               |               |              |
| 6.7 Other operating expenses   | 36,222         | 207,910          | 47,577         | 35,396         | 205,921          | 47,130         |               |               |              |               |               |              |
| <b>6.8 Total Other Operating expenses</b>  | <b>117,175</b> | <b>538,486</b>   | <b>167,263</b> | <b>116,349</b> | <b>533,997</b>   | <b>166,816</b> |               |               |              |               |               |              |
| <b>7 Profit/(Loss) before tax and exceptional items</b>                          | <b>47,718</b>  | <b>256,568</b>   | <b>67,259</b>  | <b>47,903</b>  | <b>255,472</b>   | <b>66,642</b>  |               |               |              |               |               |              |
| 8 Exceptional items  | -              | -                | -              | -              | -                | -              |               |               |              |               |               |              |
| <b>9 Profit/(Loss) after Exceptional items</b>                                   | <b>47,718</b>  | <b>256,568</b>   | <b>67,259</b>  | <b>47,903</b>  | <b>255,472</b>   | <b>66,642</b>  |               |               |              |               |               |              |
| 10 Current tax   | 7,002          | 28,590           | 5,319          | 7,057          | 28,621           | 5,134          |               |               |              |               |               |              |
| 11 Deferred tax  | -              | -                | -              | -              | -                | -              |               |               |              |               |               |              |
| <b>12 Profit/(Loss) after tax and exceptional items</b>                          | <b>40,716</b>  | <b>227,978</b>   | <b>61,940</b>  | <b>40,846</b>  | <b>226,851</b>   | <b>61,508</b>  |               |               |              |               |               |              |
| <b>13 Other Comprehensive Income :</b>   |                |                  |                |                |                  |                |               |               |              |               |               |              |
| 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 Property, plant and equipments                       | -              | -                | -              | -              | -                | -              |               |               |              |               |               |              |
| 13.5 Share of other comprehensive income of associates                           | -              | -                | -              | -              | -                | -              |               |               |              |               |               |              |
| 13.6 Income tax relating to components of other comprehensive income             | -              | -                | -              | -              | -                | -              |               |               |              |               |               |              |
| <b>14 Other Comprehensive Income for the year net of tax</b>                     | <b>-</b>       | <b>-</b>         | <b>-</b>       | <b>-</b>       | <b>-</b>         | <b>-</b>       |               |               |              |               |               |              |
| <b>15 Total Comprehensive Income for the year</b>                                | <b>40,716</b>  | <b>227,978</b>   | <b>61,940</b>  | <b>40,846</b>  | <b>226,851</b>   | <b>61,508</b>  |               |               |              |               |               |              |

| III. OTHER DISCLOSURES | Group         |             |             |               |             |             | Bank |  |  |  |  |  |
|------------------------|---------------|-------------|-------------|---------------|-------------|-------------|------|--|--|--|--|--|
|                        | Previous Year | 31st Dec 22 | 1st Quarter | Previous Year | 31st Dec 22 | 1st Quarter |      |  |  |  |  |  |