

Enabling You Reach Your Peak

Regulated by the Central Bank of Kenya

HEAU UPTREZ WESTLANDS BRANCH SOUND Plaza, Westlands P.O. Box 14001 - 00800 Nairobi, Kenya Tel: 4449266/1/8, 0723564254, 0734258020 Main Line: 0709 935 000 Email: info@paramountbank.co.ke NUINAME STREET BRANCH
Clanda House, Koimange Street
P.O. Box 42563 -00100
Nairobi, Kenya
Tel 2215467/8/9, 0732445508, 0732445590
Main Line: 0709 935 000
Email: koimangebranch@paramountbank

PARKLAUDS BRANCH
Diamond Plaza, New Wing
P.O. Box 13677 - 00800
Nairobi, Kenya
El: 3755484/5, 0733600119, 0724255325
Main Line: 10709 935 000
Email: parklandsbranch@paramountbank.co.ke

Jubilee Building, fround Floor, Moi Avenur P.O. Box 88775 - 80100 Mombasa, Kenya Tel. 2319635/6/1, 0738998976, 0728606652 Main Line: 0709 935 000 Email: msabranch@paramountbank.co.ke

III. OTHER DISCLOSURES

nue 0100 street, Karim Building P.O. Box 4362-30100 Elidoret, Kenya. 525 Tei: +254704385731, +254736445507 Main Line: 0709 935 000 ke Email: eldbranch@paramountbank.co.ke

ELDORET BRANCH

**Chief Executive** 

Ambaji House. Dar-es-Salarn Road P.O.Box 14001-00800 Nairobi, Kenya Tel. 44449266/1/8 0723564254, 0735445507 Main Line: 0709 935 000 Email: indoranch@garamountbank.co.ke

INDUSTRIAL AREA BRANCH

Group

P. O. Box 3788 – 40100

Kisumu, Kenya.
1el. 0735445506/7 & 0734248020

Main line: 0709 935 000

co.ke Email: kisumubranch@oaramountbank.co.ke

Bank

KISUMU BRANCH

Tufform Mall

## PARAMOUNT BANK LTD

## **QUARTERLY FINANCIAL STATEMENTS AND DISCLOSURES**

1	STATEMENT OF FINANCIAL POSITION AS AT 30 <sup>TH</sup> JUNE 2018		Gr	oup		Bank				
	TO TO TOTAL ZOTO	Previous Year	31st Dec 17	1st Quarter	2 <sup>nd</sup> Quarter	Previous Year	31st Dec 17	1st Quarter	2nd Quarte	
		Same Quarter		Current Year	Current Year	Same Quarter	PreviousYear	Current Year	Current Yea	
_		Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000	
Α	ASSETS	Un -Audited	Audited	Un -Audited	Un -Audited	Un -Audited	Audited	Un -Audited	Un -Audite	
1	Cash (both local & foreign)	115,644	109,453	116,093	113,819	115,644	109,453	116,093	113,81	
)	Balances due from Central Bank of Kenya	635,738	990.821	836,814	755,340	635,738	990,821	836,814	755,34	
3	Kenva Government and other securities	- 033,730	330,021	030,014	133,340	033,130	330,021	030,014	133,34	
	held for dealing purposes									
1	Financial Assets at fair value through the profit and loss	-		-						
5	Investment Securities:									
	a). Held to Maturity :									
_	a. Kenya Government Securities	2,210,025	2,167,645	2,524,401	2,296,322	2,210,025	2,167,645	2,524,401	2,296,32	
	b. Other Securities	94,424	74,681	75,973	55,389	94,424	74,681	75,973	55,38	
	b). Available for sale	251.145				251145				
	a. Kenya Government Securities b. Other Securities	251,145	-	-		251,145				
ŝ	Deposits and balances due from local	249	10,258	401,126	350,269	249	10.258	401,126	350,26	
,	banking institutions	243	10,230	401,120	330,203	243	10,230	401,120	330,20	
	Deposits and balances due from banking institutions abroad	91,543	45,242	120,621	437,771	91,543	45,242	120,621	437,77	
	Tax Recoverable	17,533	17,645	17,645	17,645	17,418	17,418	17,418	17,41	
_	Loans and advances to customers (net)	6.086.414	5.902.031	5,590,712	5,633,382	6.086,414	5.902.031	5,590,712	5,633,38	
0	Balances due from group companies	0,000,414	3,302,031	3,330,712	3,033,302	0,000,414	3,302,031	3,330,112	ادرددارد	
1	Investments in associates									
2	Investments in subsidiary companies					1,000	1,000	1,000	1,00	
3	Investments in joint ventures									
4	Investment properties									
5	Property and Equipment	63,900	57,572	53,522	67,296	63,900	57,572	53,522	67,29	
6	Prepaid lease rentals									
7	Intangible assets	12,212	11,279	11,896	11,030	12,137	11,219	11,842	10,98	
8	Deffered Tax asset Retirement benefit asset	14,838	27,534	34,775	38,360	14,701	27,534	34,742	38,34	
9	Other assets	155,155	126,924	149,737	141,305	151,206	126,377	139,845	138,45	
1	TOTAL ASSETS	9,748,820	9,541,085	9,933,315	9,917,928	9,745,544	9,541,251	9,924,109	9,915,78	
3	LIABILITIES	3,140,020	3,341,003	3,333,313	3,311,320	3,143,344	3,341,231	3,324,103	3,313,10	
22	Balances due to Central Bank of Kenva									
23	Customer deposits	7,991,915	7,725,963	8,315,676	8,243,955	7,993,954	7,729,302	8,319,428	8,248,07	
4	Deposits and balances due to banking		-	-		-				
	institutions									
15	Deposits and balances due to foreign				47,022				47,02	
ıc	Danking institutions Other money market deposits									
16 17	Borrowed funds									
18	Balances due to group companies									
9	Tax pavable									
0	Dividends pavable									
51	Deffered Tax liability									
2	Retirement Benefit liability									
3	Other liabilities	57,149	55,368	71,562	58,134	51,559	52,256	58,590	51,89	
54	TOTAL LIABILITIES	8,049,064	7,781,331	8,387,238	8,349,111	8,045,513	7,781,558	8,378,018	8,346,98	
0	SHAREHOLDERS' EQUITY									
5	Paid up/Assigned capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,00	
6	Share premium/(discount)					17.61				
57	Fair value reserve	13,823			FC0 017	13,823	C00.000	F4C 001	F.CC 70	
8	Retained earnings/Accumulated losses	599,157	689,160	546,077	568,817	599,432	689,099	546,091	568,79	
10	Statutory Reserves Proposed dividends	86,776	70,594	-		86,776	70,594	-		
HU	Capital grants									
12	TOTAL SHAREHOLDERS' EOUITY	1.699.756	1,759,754	1,546,077	1,568,817	1.700.031	1,759,693	1,546,091	1,568,79	
	TOTAL LIABILITIES AND	9.748.820	9.541.085	9.933.315	9.917.928	9,745,544	9.541.251	9,924,109	9,915,78	

STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30TH JUNE 2018		Gro	1Þ		Bank			
	Previous Year	31st Dec 17	1 <sup>st</sup> Quarter	2 <sup>nd</sup> Quarter	Previous Year	31st Dec 17	1 <sup>st</sup> Quarter	2°
	Same Quarter	Previous Year	Current Year	Current Year	Same Quarter	Previous Year	Current Year	Cur
	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'	
	Un -Audited	Audited	Un -Audited	Un -Audited	Un -Audited	Audited	Un -Audited	Un
I INTEREST INCOME								
1.1 Loans and advances	396,469	768,036	183,355	350,606	396,469	768,036	183,355	
1.2 Government securities	114,420	225,348	55,358	116,936	114,420	225,348	55,358	
1.3 Deposits and placements with banking institutions	8,946	16,651	1,781	3,715	8,946	16,651	1,781	
1.4 Other Interest Income	3,815	6,911	1,353	2,559	3,815	6,911	1,353	
1.5 Total Interest Income	523,650	1,016,946	241,847	473,816	523,650	1,016,946	241,847	
INTEREST EXPENSES								
2.1 Customer deposits	324,125	641,354	157,147	317,761	324,125	641,354	157,147	
2.2 Deposits and placements from banking Institutions	1,987	1,986			1,987	1,986		
2.3 Other Interest Expenses								
2.4 Total Interest Expenses	326,112	643,340	157,147	317,761	326,112	643,340	157,147	
NET INTEREST INCOME/(LOSS)	197,538	373,606	84,700	156,055	197,538	373,606	84,700	
4 OTHER OPERATING INCOME								
4.1 Fees and commissions on loans & advances	6,157	13,795	3,100	6,447	5,241	10,403	2,573	
4.2 Other fees & commissions	9,452	21,352	4,069	9,646	9,452	21,352	4,069	
4.3 Foreign exchange trading income(Loss)	5,722	10,260	1,805	1,978	5,722	10,260	1,805	
4.4 Other Income	22,677	54,804	10,651	33,355	22,677	54,804	10,651	
4.5 Total Non-Interest Income	44,008	100,211	19,625	51,426	43,092	96,819	19.098	
TOTAL OPERATING INCOME	241,546	473,817	104,325	207,481	240,630	470,425	103,798	
OTHER OPERATING EXPENSES		,	10,422	211/11	,	,	,	
6.1 Loan loss provisions	38,722	48,110	2,328	2,493	38,722	48.110	2,328	
6.2 Staff costs	70,302	140.275	34,106	68,034	70,302	140.275	34,106	
6.3 Directors' emoluments	12,896	26,293	6,770	13,901	12,896	26,293	6,770	
6.4 Rentals charges	18,817	40,493	8,449	17,371	18,817	40,493	8,449	
6.5 Depreciation charge on property and equipment	9,590	19,108	3,926	8,978	9,590	19,108	3,926	
6.6 Amortisation charges	1,735	3,471	859	1,718	1,735	3,471	859	
6.7 Other operating expenses	53,917	99,560	26,635	57,571	53,065	96,711	26,003	
6.8 Total Other Operating expenses	205,979	377,310	83.073	170.066	205.127	374,461	82.441	
Profit/(Loss) before tax and exceptional items	35.567	96.507	21,252	37,415	35.503	95,964	21,357	
B Exceptional items		,	, .		,		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
Profit/(Loss) after Exceptional items	35,567	96,507	21,252	37,415	35,503	95,964	21,357	
10 Current tax	(8,302)	(20,991)	(4,045)	(10,825)	(8,321)	(21,154)	(4,014)	
11 Deffered tax	(1,111)	( .,,	( ) /		(1, )	( , . ,	(,,,	
12 Profit/(Loss) after tax and exceptional items	43,869	117,498	25.297	48.240	43.824	117,118	25.371	
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	12,187	-	-		12,187		-	
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	56.056	117,498	25,297	48,240	56,011	117,118	25.371	

	Previous Year	31st Dec 17	1s Quarter	2°d Quarter	Previous Year	31 dec 17	1st Quarter	2 <sup>nd</sup> Quarte
	Same Quarter	Previous Year	Current Year	Current Year	Same Quarter	Previous Year	Current Year	Current Yea
	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000
	Un -Audited	Audited	Un -Audited	Un -Audited	Un -Audited	Audited	Un -Audited	Un -Audite
1) NON-PERFORMING LOANS AND ADVANCES								
a) Gross Non-Performing loans and advances	907,123	928,435	990,166	993,262	907,123	928,435	990,166	993,26
Less:								
b) Interest in suspense	400,939	305,120	353,823	360,386	400,939	305,120	353,823	360,38
c) Total Non-Performing Loans & Advances (a-b)	506,184	623,315	636,343	632,876	506,184	623,315	636,343	632,87
Less:								
d) Loan loss provisions	183,770	134,747	139,993	134,678	183,770	134,747	139,993	134,67
e) Net Non-Performing Loans (c-d)	322,414	488,568	496,350	498,198	322,414	488,568	496,350	498,19
f) Realizable Value of Securities	322,414	488,568	496,350	498,198	322,414	488,568	496,350	498,19
g) Net NPLs Exposure (e-f)	-	-	-		-	-	-	
2) INSIDER LOANS AND ADVANCES								
a) Directors, shareholders and associates	548,052	568,265	559,394	556,552	548,052	568,265	559,394	556,55
b) Employees	74,003	71,983	71,444	69,718	74,003	71,983	71,444	69,71
c) Total Insider loans, advances & Other Facilities	622,055	640,248	630,838	626,270	622,055	640,248	630,838	626,27
3) OFF-BALANCE SHEET ITEMS								
a) Letters of credit, guarantees, acceptances	458,282	518,335	606,799	668,842	458,282	518,335	606,799	668,84
b) Other contingent liabilities								
c) Total contingent Liabilities	458,282	518,335	606,799	668,842	458,282	518,335	606,799	668,84
4) CAPITAL STRENGH								
a) Core capital	1,570,548	1,661,565	1,498,664	1,506,317	1,570,548	1,661,565	1,498,664	1,506,31
b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,00
c) Excess/(Defficiency)	570,548	661,565	498,664	506,317	570,548	661,565	498,664	506,31
d) Supplementary capital	86,776	70,594	-		86,776	70,594	-	
e) Total Capital (a+d)	1,657,324	1,732,159	1,498,664	1,506,317	1,657,324	1,732,159	1,498,664	1,506,31
f) Total risk weighted assets	6,101,942	5,879,372	6,119,242	5,769,201	6,099,272	5,879,538	6,108,285	5,765,30
g) Core capital/total deposit liabilities	19.9%	21.5%	18.0%	18.3%	19.7%	21.5%	18.0%	18.39
h) Minimum Statutory Ratio	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.09
I) Excess/(Defficiency)(g-h)	11.9%	13.5%	10.0%	10.3%	11.7%	13.5%	10.0%	10.39
j) Core Capital/total risk weighted assets	25.7%	28.3%	24.5%	26.1%	25.7%	28.3%	24.5%	26.19
k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.5%	10.59
l) Excess/(Defficiency)(j-k)	15.2%	17.8%	14.0%	15.6%	15.2%	17.8%	14.0%	15.69
m) Total Capital/total risk weighted assets	27.2%	29.5%	24.5%	26.1%	27.2%	29.5%	24.5%	26.19
n) Minimum Statutory Ratio	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%	14.5%	14.59
o) Excess/(Defficiency)(m-n)	12.7%	15.0%	10.0%	11.6%	12.7%	15.0%	10.0%	11.69
p) Adjusted Core Capital / total Deposit Liabilities			20.1%	21.196			20.1%	21.19
q) Adjusted Core Capital / total Risk Weighted Assets			27.3%	30.2%			27.3%	30.29
r) Adjusted Total Capital / total Risk Weighted Assets			28.5%	30.2%			28.5%	30.29
5) Liquidity								
a) Liquidity Ratio	42.2%	40.9%	46.0%	47.1%	42.2%	40.9%	46.0%	47.19
		20.0%	20.0%	20.0%	20.0%	20.0%	20.0%	20.09
b) Minimum Statutory Ratio c) Excess/(Defficiency)(a-b)	20.0%	20.9%	26.0%	27,196	22.2%	20,9%	26.0%	27.19

These financial statements are extracts from the books of the institution. The complete set of quarterly financial statements, statutory

A.N. Padany,

Chairman

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