

**PARAMOUNT BANK LTD**
**QUARTERLY FINANCIAL STATEMENTS AND DISCLOSURES**

I. STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE 2022	Group							
	Previous Year		31st Dec 21		1st Quarter		2nd Quarter	
	Same Quarter	Previous Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year
	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'
<b>A ASSETS</b>	Un-Audited	Audited	Un-Audited	Un-Audited	Un-Audited	Audited	Un-Audited	Un-Audited
1 Cash (both local & foreign)	117,956	115,123	134,426	142,912	117,956	115,123	134,426	142,912
2 Balances due from Central Bank of Kenya	914,734	829,648	915,923	1,012,294	914,734	829,648	915,923	1,012,294
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. Held to Maturity:								
i. Kenya Government securities	2,794,053	3,846,964	3,713,282	3,746,230	2,794,053	3,846,964	3,702,750	3,735,999
ii. Other Securities	-	-	-	-	-	-	-	-
b. Available for sale:								
i. Kenya Government Securities	-	-	-	-	-	-	-	-
ii. Other Securities	-	-	-	-	-	-	-	-
6 Deposits and balances due from local banking institutions	17,429	2,520	10,643	51,208	17,429	2,520	10,643	51,208
7 Deposits and balances due from banking institutions abroad	589,985	626,314	887,255	927,248	589,985	626,314	887,255	927,248
8 Tax Recoverable	4,571	1,377	340	6,945	4,285	1,091	-	6,558
9 Loans and advances to customers (net)	6,922,099	6,564,751	6,663,056	6,728,248	6,922,099	6,564,751	6,663,056	6,728,248
10 Balances due from group companies	-	-	-	-	-	-	-	-
11 Investments in associates	-	-	-	-	10,000	10,000	10,000	10,000
12 Investments in subsidiary companies	-	-	-	-	-	-	-	-
13 Investments in joint ventures	-	-	-	-	-	-	-	-
14 Investment properties	28,936	22,623	20,739	18,612	28,936	22,623	20,739	18,612
15 Property and Equipment	88,308	88,463	88,463	88,463	88,463	88,463	88,463	88,463
16 Prepaid lease rentals / Right of Use Assets	-	-	-	-	-	-	-	-
17 Intangible assets	4,701	4,447	4,329	10,601	4,655	4,410	4,300	10,579
18 Deferred Tax asset	154,341	165,267	165,267	165,267	154,341	165,267	165,267	165,267
19 Retirement benefit asset	-	-	-	-	-	-	-	-
20 Other assets	172,118	176,935	198,529	172,836	159,101	170,600	199,533	172,574
<b>21 TOTAL ASSETS</b>	<b>11,809,231</b>	<b>12,444,442</b>	<b>12,802,252</b>	<b>13,070,864</b>	<b>11,809,895</b>	<b>12,447,780</b>	<b>12,802,351</b>	<b>13,069,958</b>
<b>B LIABILITIES</b>								
22 Balances due to Central Bank of Kenya	-	-	-	-	-	-	-	-
23 Customer deposits	9,596,218	10,184,277	10,521,710	10,717,025	9,604,875	10,197,382	10,534,914	10,726,697
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	-	-	-	5,966	-
30 Dividends payable	-	-	-	-	-	-	-	-
31 Deferred Tax liability	-	-	-	-	-	-	-	-
32 Lease Obligation	99,394	100,631	100,631	100,631	99,394	100,631	100,631	100,631
33 Other liabilities	140,019	98,182	71,877	103,072	129,688	91,208	61,336	95,130
<b>34 TOTAL LIABILITIES</b>	<b>9,835,631</b>	<b>10,383,090</b>	<b>10,700,184</b>	<b>10,920,728</b>	<b>9,833,957</b>	<b>10,389,221</b>	<b>10,702,947</b>	<b>10,922,458</b>
<b>C SHAREHOLDERS' EQUITY</b>								
35 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	1,000,000
36 Share premium (discount)	-	-	-	-	-	-	-	-
37 Fair value reserve	-	-	-	-	-	-	-	-
38 Retained earnings/Accumulated losses	973,600	1,061,352	1,102,068	1,150,136	971,938	1,058,559	1,099,404	1,147,500
39 Statutory Reserves	-	-	-	-	-	-	-	-
40 Proposed dividends	-	-	-	-	-	-	-	-
41 Capital grants	-	-	-	-	-	-	-	-
<b>42 TOTAL SHAREHOLDERS' EQUITY</b>	<b>1,973,600</b>	<b>2,061,352</b>	<b>2,102,068</b>	<b>2,150,136</b>	<b>1,971,938</b>	<b>2,058,559</b>	<b>2,099,404</b>	<b>2,147,500</b>
<b>43 TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>11,809,231</b>	<b>12,444,442</b>	<b>12,802,252</b>	<b>13,070,864</b>	<b>11,809,895</b>	<b>12,447,780</b>	<b>12,802,351</b>	<b>13,069,958</b>

II. STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30TH JUNE 2022	Group							
	Previous Year		31st Dec 21		1st Quarter		2nd Quarter	
	Same Quarter	Previous Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year
	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'
<b>1 INTEREST INCOME</b>	Un-Audited	Audited	Un-Audited	Un-Audited	Un-Audited	Audited	Un-Audited	Un-Audited
1.1 Loans and advances	469,764	979,196	237,913	487,088	469,764	979,196	237,913	487,088
1.2 Government securities	123,304	286,055	89,155	186,475	123,304	286,055	89,155	186,475
1.3 Deposits and placements with banking institutions	4,428	11,217	1,041	2,422	4,428	11,217	1,041	2,422
1.4 Other Interest Income	617	1,411	29	55	617	1,411	29	55
<b>1.5 Total Interest Income</b>	<b>598,113</b>	<b>1,277,879</b>	<b>328,138</b>	<b>676,040</b>	<b>598,113</b>	<b>1,277,879</b>	<b>328,138</b>	<b>676,040</b>
<b>2 INTEREST EXPENSES</b>								
2.1 Customer deposits	340,442	705,630	186,626	376,039	340,442	705,630	186,626	376,039
2.2 Deposits and placements from banking institutions	-	-	-	-	-	-	-	-
2.3 Other Interest Expenses	-	-	-	1,028	-	-	-	1,028
2.4 Total Interest Expenses	340,442	705,630	186,626	377,067	340,442	705,630	186,626	377,067
<b>3 NET INTEREST INCOME/(LOSS)</b>	<b>257,671</b>	<b>572,249</b>	<b>141,512</b>	<b>298,973</b>	<b>257,671</b>	<b>572,249</b>	<b>141,512</b>	<b>298,973</b>
<b>4 OTHER OPERATING INCOME</b>								
4.1 Fees and commissions on loans & advances	7,160	15,653	2,989	6,328	5,510	10,084	2,348	4,721
4.2 Other fees & commissions	8,151	13,044	2,577	2,750	8,151	13,044	2,577	2,750
4.3 Foreign exchange trading income/(Loss)	978	4,768	2,801	19,383	978	4,768	2,801	19,383
4.4 Other Income	11,403	21,142	15,014	32,249	11,403	21,142	15,014	32,249
4.5 Total Non-Interest Income	27,692	54,607	23,381	60,710	26,042	49,038	22,740	59,103
<b>5 TOTAL OPERATING INCOME</b>	<b>285,363</b>	<b>626,856</b>	<b>164,893</b>	<b>359,683</b>	<b>283,713</b>	<b>621,287</b>	<b>164,252</b>	<b>358,076</b>
<b>6 OTHER OPERATING EXPENSES</b>								
6.1 Loan loss provisions	32,000	89,765	22,000	42,000	32,000	89,765	22,000	42,000
6.2 Staff costs	69,478	141,560	39,721	77,883	69,478	141,560	39,721	77,883
6.3 Directors' emoluments	10,853	22,596	6,000	12,000	10,853	22,596	6,000	12,000
6.4 Rentals charges	21,566	42,764	10,454	21,355	21,566	42,764	10,454	21,355
6.5 Depreciation charge on property and equipment	7,936	16,017	2,415	4,830	7,936	16,017	2,415	4,830
6.6 Amortisation charges	1,655	3,311	363	726	1,655	3,311	363	726
6.7 Other operating expenses	68,008	156,856	36,222	91,868	66,451	152,595	35,396	90,937
<b>6.8 Total Other Operating expenses</b>	<b>211,496</b>	<b>472,869</b>	<b>117,175</b>	<b>250,662</b>	<b>209,939</b>	<b>468,608</b>	<b>116,349</b>	<b>248,831</b>
<b>7 Profit/(Loss) before tax and exceptional items</b>	<b>73,867</b>	<b>153,987</b>	<b>47,718</b>	<b>109,021</b>	<b>73,774</b>	<b>152,679</b>	<b>47,903</b>	<b>109,245</b>
<b>8 Exceptional items</b>								
<b>9 Profit/(Loss) after Exceptional items</b>	<b>73,867</b>	<b>153,987</b>	<b>47,718</b>	<b>109,021</b>	<b>73,774</b>	<b>152,679</b>	<b>47,903</b>	<b>109,245</b>
10 Current tax	13,161	5,530	7,002	20,237	13,133	5,418	7,057	20,304
11 Deferred tax	-	-	-	-	-	-	-	-
<b>12 Profit/(Loss) after tax and exceptional items</b>	<b>60,706</b>	<b>148,457</b>	<b>40,716</b>	<b>88,784</b>	<b>60,641</b>	<b>147,261</b>	<b>40,846</b>	<b>88,941</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>Other Comprehensive Income for the year net of tax</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>14 Total Comprehensive Income for the year</b>	<b>60,706</b>	<b>148,457</b>	<b>40,716</b>	<b>88,784</b>	<b>60,641</b>	<b>147,261</b>	<b>40,846</b>	<b>88,941</b>

III. OTHER DISCLOSURES	Group							
	Previous Year		31st Dec 21		1st Quarter		2nd Quarter	
	Same Quarter	Previous Year	Current Year	Current Year	Current Year	Current Year	Current Year	Current Year
	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'	Shs '000'
<b>1) NON-PERFORMING LOANS AND ADVANCES</b>								
a) Gross Non-Performing loans and advances	1,291,486	1,518,076	1,609,674	1,613,376	1,291,486	1,518,076	1,609,674	1,613,376
Less:								
b) Interest in suspense	693,189	810,021	898,095	880,426	693,189	810,021	898,095	880,426
<b>c) Total Non-Performing Loans &amp; Advances (a-b)</b>	<b>598,297</b>	<b>708,055</b>	<b>711,579</b>	<b>732,950</b>	<b>598,297</b>	<b>708,055</b>	<b>711,579</b>	<b>732,950</b>
d) Loan loss provisions	251,397	270,720	270,720	282,421				