

PARAMOUNT UNIVERSAL BANK LTD

ANNUAL FINANCIAL STATEMENTS AND DISCLOSURES

1 STATEMENT OF FINANCIAL POSITION AS AT 31ST DEC 2014	31st Dec 13	31st Dec 14
	Previous Year	Current Year
	Shs '000'	Shs '000'
	Audited	Audited
A ASSETS		
1 Cash (both local & foreign)	67,233	72,798
2 Balances due from Central Bank of Kenya	341,891	427,271
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 :		
a. Kenya Government Securities	1,523,167	2,285,391
b. Other Securities	242,214	198,315
b). Available for sale		
a. Kenya Government Securities	1,259,431	1,543,167
b. Other Securities		
6 Deposits and balances due from local banking institutions	816,206	951,062
7 Deposits and balances due from banking institutions abroad	293,507	239,798
8 Tax Recoverable	21,221	16,125
9 Loans and advances to customers (net)	3,272,190	4,447,615
10 Balances due from group companies		
11 Investments in associates		
12 Investments in subsidiary companies		
13 Investments in joint ventures		
14 Investment properties		
15 Property and Equipment	58,337	89,640
16 Prepaid lease rentals		
17 Intangible assets	4,630	5,810
18 Deferred Tax asset	10,608	2,679
19 Retirement benefit asset		
20 Other assets	118,242	122,655
21 TOTAL ASSETS	8,028,877	10,402,326
B LIABILITIES		
22 Balances due to Central Bank of Kenya		
23 Customer deposits	6,600,517	8,048,012
24 Deposits and balances due to banking institutions	135,676	936,243
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	-	
30 Dividends payable		
31 Deferred Tax liability		
32 Retirement Benefit liability		
33 Other liabilities	62,270	39,811
34 TOTAL LIABILITIES	6,798,463	9,024,066
C SHAREHOLDERS' EQUITY		
35 Paid up/Assigned capital	1,000,000	1,000,000
36 Share premium/(discount)		
37 Revaluation reserves		
38 Retained earnings/Accumulated losses	186,044	316,832
39 Statutory Reserves	44,370	61,428
40 Proposed dividends		
41 Capital grants		
42 TOTAL SHAREHOLDERS' EQUITY	1,230,414	1,378,260
43 TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	8,028,877	10,402,326

II STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD END 31ST DEC 2014	31st Dec 13	31st Dec 14
	Previous Year	Current Year
	Shs '000'	Shs '000'
	Audited	Audited
1 INTEREST INCOME		
1.1 Loans and advances	615,513	668,058
1.2 Government securities	318,235	298,402
1.3 Deposits and placements with banking institutions	23,209	35,101
1.4 Other Interest Income	20,125	17,105
1.5 Total Interest Income	977,082	1,018,666
2 INTEREST EXPENSES		
2.1 Customer deposits	666,333	677,837
2.2 Deposits and placements from banking Institutions	317	3,189
2.3 Other Interest Expenses		
2.4 Total Interest Expenses	666,650	681,026
3 NET INTEREST INCOME/(LOSS)	310,432	337,640
4 OTHER OPERATING INCOME		
4.1 Fees and commissions on loans & advances	7,818	10,883
4.2 Other fees & commissions	25,072	36,549
4.3 Foreign exchange trading income(Loss)	7,181	9,754
4.4 Other Income	(22,006)	39,020
4.5 Total Non-Interest Income	18,065	96,206
5 TOTAL OPERATING INCOME	328,497	433,846
6 OTHER OPERATING EXPENSES		
6.1 Loan loss provisions	10,156	10,314
6.2 Staff costs	82,044	105,993
6.3 Directors' emoluments	17,522	19,886
6.4 Rentals charges	37,177	42,240
6.5 Depreciation charge on property and equipment	14,979	15,287
6.6 Amortisation charges	1,009	1,303
6.7 Other operating expenses	66,503	101,993
6.8 Total Other Operating expenses	229,900	297,016
7 Profit/(Loss) before tax and exceptional items	99,107	136,830
8 Exceptional items		
9 Profit/(Loss) after Exceptional items	99,107	136,830
10 Current tax	11,158	13,025
11 Deferred tax		
12 Profit/(Loss) after tax and exceptional items	87,949	123,805
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	6,709	20,401
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	94,658	147,846

III. OTHER DISCLOSURES	31st Dec 13	31st Dec 14
	Previous Year	Current Year
	Shs '000'	Shs '000'
	Audited	Audited
1) NON-PERFORMING LOANS AND ADVANCES		
a) Gross Non-Performing loans and advances	946,834	1,062,852
Less:		
b) Interest in suspense	611,062	769,021
c) Total Non-Performing Loans & Advances (a-b)	335,772	293,831
Less:		
d) Loan loss provisions	162,386	172,099
e) Net Non-Performing Loans (c-d)	173,386	121,732
f) Realizable Value of Securities	173,386	121,732
g) Net NPLs Exposure (e-f)	-	-
2) INSIDER LOANS AND ADVANCES		
a) Directors, shareholders and associates	325,092	524,554
b) Employees	22,794	33,082
c) Total insider loans,advances & Other Facilities	347,886	557,636
3) OFF-BALANCE SHEET ITEMS		
a) Letters of credit, guarantees, acceptances	236,119	560,186
b) Other contingent liabilities		
c) Total contingent Liabilities	236,119	560,186
4) CAPITAL STRENGTH		
a) Core capital	1,175,436	1,314,153
b) Minimum Statutory Capital	1,000,000	1,000,000
c) Excess/(Deficiency)	175,436	314,153
d) Supplementary capital	44,369	61,428
e) Total Capital (a+d)	1,219,805	1,375,581
f) Total risk weighted assets	2,914,374	5,404,156
g) Core capital/total deposit liabilities	18.0%	16.3%
h) Minimum Statutory Ratio	8.0%	10.5%
i) Excess/(Deficiency)(g-h)	10.0%	5.8%
j) Core Capital/total risk weighted assets	40.0%	24.3%
k) Minimum Statutory Ratio	8.0%	10.5%
l) Excess/(Deficiency)(j-k)	32.3%	13.8%
m) Total Capital/total risk weighted assets	42.0%	25.5%
n) Minimum Statutory Ratio	12.0%	14.5%
o) Excess/(Deficiency)(m-n)	30.0%	11.0%
5) Liquidity		
a) Liquidity Ratio	63.0%	56.6%
b) Minimum Statutory Ratio	20.0%	20.0%
c) Excess/(Deficiency)(a-b)	43.0%	36.6%
These financial statements are extracts from the books of the institution. The complete set of annual financial statements, statutory and qualitative disclosures can be accessed on the institution's website. They may also be accessed at the institutions head office.		
Ayaz Merali Chief Executive	A N Padany Chairman	