

PARAMOUNT BANK LTD

QUARTERLY FINANCIAL STATEMENTS AND DISCLOSURES

I STATEMENT OF FINANCIAL POSITION AS AT 31 ST DEC 2022	Group		Bank	
	31st Dec 21	31st Dec 22	31st Dec 21	31st Dec 22
	Previous Year	Current Year	Previous Year	Current Year
	Shs '000'	Shs '000'	Shs '000'	Shs '000'
A ASSETS	Audited	Audited	Audited	Audited
1 Cash (both local & foreign)	115,123	117,155	115,123	117,155
2 Balances due from Central Bank of Kenya	829,648	1,169,944	829,648	1,169,944
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	3,846,964	3,448,800	3,846,964	3,448,800
b. Other Securities				
b). Available for sale				
a. Kenya Government Securities				
b. Other Securities				
6 Deposits and balances due from local banking institutions	2,520	15,077	2,520	15,077
7 Deposits and balances due from banking institutions abroad	626,314	1,273,753	626,314	1,273,753
8 Tax Recoverable	1,377	767	1,091	447
9 Loans and advances to customers (net)	6,564,751	7,350,056	6,564,751	7,350,056
10 Balances due from group companies				
11 Investments in associates				
12 Investments in subsidiary companies			10,000	10,000
13 Investments in joint ventures				
14 Investment properties				
15 Property and Equipment	22,633	17,644	22,633	17,644
16 Prepaid lease rentals / Right of Use Assets	88,463	105,292	88,463	105,292
17 Intangible assets	4,447	16,819	4,410	16,808
18 Deferred Tax asset	165,267	172,236	165,263	172,201
19 Retirement benefit asset				
20 Other assets	176,935	119,365	170,600	116,123
21 TOTAL ASSETS	12,444,442	13,806,908	12,447,780	13,813,300
B LIABILITIES				
22 Balances due to Central Bank of Kenya				
23 Customer deposits	10,184,277	11,284,021	10,197,382	11,297,898
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				
30 Dividends payable				
31 Deferred Tax liability				
32 Lease Obligation	100,631	119,688	100,631	119,688
33 Other liabilities	98,182	113,869	91,208	110,304
34 TOTAL LIABILITIES	10,383,090	11,517,578	10,389,221	11,527,890
C SHAREHOLDERS' EQUITY				
35 Paid up/Assigned capital	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	1,061,352	1,289,330	1,058,559	1,285,410
39 Statutory Reserves				
40 Proposed dividends				
41 Capital grants				
42 TOTAL SHAREHOLDERS' EQUITY	2,061,352	2,289,330	2,058,559	2,285,410
43 TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	12,444,442	13,806,908	12,447,780	13,813,300

II STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 ST DEC 2022	Group		Bank	
	31st Dec 21	31st Dec 22	31st Dec 21	31st Dec 22
	Previous Year	Current Year	Previous Year	Current Year
	Shs '000'	Shs '000'	Shs '000'	Shs '000'
	Audited	Audited	Audited	Audited
1 INTEREST INCOME				
1.1 Loans and advances	979,196	1,011,855	979,196	1,011,855
1.2 Government securities	286,055	389,584	286,055	389,584
1.3 Deposits and placements with banking institutions	11,217	4,438	11,217	4,438
1.4 Other Interest Income	1,411	375	1,411	375
1.5 Total Interest Income	1,277,879	1,406,252	1,277,879	1,406,252
2 INTEREST EXPENSES				
2.1 Customer deposits	705,630	774,776	705,630	774,776
2.2 Deposits and placements from banking institutions				
2.3 Other Interest Expenses				
2.4 Total Interest Expenses	705,630	774,776	705,630	774,776
3 NET INTEREST INCOME/(LOSS)	572,249	631,476	572,249	631,476
4 OTHER OPERATING INCOME				
4.1 Fees and commissions on loans & advances	15,653	9,355	10,084	9,355
4.2 Other fees & commissions	13,044	24,724	13,044	19,139
4.3 Foreign exchange trading income/(Loss)	4,768	60,864	4,768	60,864
4.4 Other Income	21,142	68,635	21,142	68,635
4.5 Total Non-Interest Income	54,607	163,578	49,038	157,993
5 TOTAL OPERATING INCOME	626,856	795,054	621,287	789,469
6 OTHER OPERATING EXPENSES				
6.1 Loan loss provisions	89,765	96,177	89,765	96,177
6.2 Staff costs	141,560	149,093	141,560	146,593
6.3 Directors' emoluments	22,596	25,529	22,596	25,529
6.4 Rentals charges	42,764	17,290	42,764	17,290
6.5 Depreciation charge on property and equipment	16,017	41,034	16,017	41,034
6.6 Amortisation charges	3,311	1,453	3,311	1,453
6.7 Other operating expenses	156,856	207,910	152,595	205,921
6.8 Total Other Operating expenses	472,869	538,486	468,608	533,997
7 Profit/(Loss) before tax and exceptional items	153,987	256,568	152,679	255,472
8 Exceptional items				
9 Profit/(Loss) after Exceptional Items	153,987	256,568	152,679	255,472
10 Current tax	5,530	28,590	5,418	28,621
11 Deferred tax				
12 Profit/(Loss) after tax and exceptional items	148,457	227,978	147,261	226,851
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				
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	148,457	227,978	147,261	226,851

III. OTHER DISCLOSURES	Group		Bank	
	31st Dec 21	31st Dec 22	31st Dec 21	31st Dec 22
	Previous Year	Current Year	Previous Year	Current Year
	Shs '000'	Shs '000'	Shs '000'	Shs '000'
	Audited	Audited	Audited	Audited
1) NON-PERFORMING LOANS AND ADVANCES				
a) Gross Non-Performing loans and advances	1,518,076	1,810,522	1,518,076	1,810,522
Less:				
b) Interest in suspense	810,021	1,065,265	810,021	1,065,265
c) Total Non-Performing Loans & Advances (a-b)	708,055	745,257	708,055	745,257
Less:				
d) Loan loss provisions	270,720	292,235	270,720	292,235
e) Net Non-Performing Loans (c-d)	437,335	453,022	437,335	453,022
f) Realizable Value of Securities	437,335	453,022	437,335	453,022
g) Net NPLs Exposure (e-f)	-	-	-	-
2) INSIDER LOANS AND ADVANCES				
a) Directors, shareholders and associates	773,842	661,235	773,842	661,235
b) Employees	68,992	74,513	68,992	74,513
c) Total Insider loans, advances & Other Facilities	842,834	735,748	842,834	735,748
3) OFF-BALANCE SHEET ITEMS				
a) Letters of credit, guarantees, acceptances	720,414	673,182	720,414	673,182
b) Other contingent liabilities				
c) Total contingent Liabilities	720,414	673,182	720,414	673,182
4) CAPITAL STRENGTH				
a) Core capital	1,877,886	2,102,209	1,877,886	2,102,209
b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000
c) Excess/(Deficiency)	877,886	1,102,209	877,886	1,102,209
d) Supplementary capital				
e) Total Capital (a+d)	1,877,886	2,102,209	1,877,886	2,102,209
f) Total risk weighted assets	6,724,346	7,910,235	6,724,346	7,910,235
g) Core capital/total deposit liabilities	18.4%	18.3%	18.4%	18.3%
h) Minimum Statutory Ratio	8.0%	8.0%	8.0%	8.0%
i) Excess/(Deficiency)/(g-h)	10.4%	10.3%	10.4%	10.3%
j) Core Capital/total risk weighted assets	27.9%	26.6%	27.9%	26.6%
k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%
l) Excess/(Deficiency)/(j-k)	17.4%	16.1%	17.4%	16.1%
m) Total Capital/total risk weighted assets	27.9%	26.6%	27.9%	26.6%
n) Minimum Statutory Ratio	14.5%	14.5%	14.5%	14.5%
o) Excess/(Deficiency)/(m-n)	13.4%	12.1%	13.4%	12.1%
p) Adjusted Core Capital / total Deposit Liabilities	18.4%	18.3%	18.4%	18.3%
q) Adjusted Core Capital / total Risk Weighted Assets	27.9%	26.6%	27.9%	26.6%
r) Adjusted Total Capital / total Risk Weighted Assets	27.9%	26.6%	27.9%	26.6%
5) Liquidity				
a) Liquidity Ratio	51.7%	51.8%	51.7%	51.8%
b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%
c) Excess/(Deficiency)/(a-b)	31.7%	31.8%	31.7%	31.8%

Notes

*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

The financial statements are extracts from the books of the institution as audited by Deloitte & Touche and received an unqualified opinion. The complete set of annual 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, Woodvale Grove, Westlands, Nairobi