

PARAMOUNT BANK LTD

QUARTERLY FINANCIAL STATEMENTS AND DISCLOSURES

I STATEMENT OF FINANCIAL POSITION AS AT 31 st MAR 2016	Previous Year Same Quarter Shs '000' Un-Audited	31 st Dec 15 Previous Year Shs '000' Audited	1 st Quarter Current Year Shs '000' Un-Audited
A ASSETS			
1 Cash (both local & foreign)	125,461	73,166	144,582
2 Balances due from Central Bank of Kenya	340,627	934,707	870,867
3 Kenya Government and other securities held for dealing purposes			
4 Financial Assets at fair value through the profit and loss	1,955,069	1,521,596	1,285,346
5 Investment Securities:			
a). Held to Maturity :			
a. Kenya Government Securities	2,373,705	1,375,057	1,154,608
b. Other Securities	201,748	155,701	158,416
b). Available for sale			
a. Kenya Government Securities			
b. Other Securities			
6 Deposits and balances due from local banking institutions	201,177	133,952	636
7 Deposits and balances due from banking institutions abroad	119,459	244,990	122,933
8 Tax Recoverable	16,126	3,195	2,503
9 Loans and advances to customers (net)	4,623,650	5,871,717	5,905,413
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	86,331	76,384	73,943
16 Prepaid lease rentals			
17 Intangible assets	5,408	4,573	4,192
18 Deferred Tax asset	4,698	4,758	4,758
19 Retirement benefit asset			
20 Other assets	116,321	125,913	125,522
21 TOTAL ASSETS	10,169,780	10,525,709	9,853,717
B LIABILITIES			
22 Balances due to Central Bank of Kenya		99,522	99,934
23 Customer deposits	8,473,644	8,067,107	7,558,140
24 Deposits and balances due to banking institutions	254,555	684,515	581,792
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	31,362	38,280	38,720
34 TOTAL LIABILITIES	8,759,561	8,989,424	8,278,586
C SHAREHOLDERS' EQUITY			
35 Paid up/Assigned capital	1,000,000	1,000,000	1,000,000
36 Share premium/(discount)			
37 Revaluation reserves			
38 Retained earnings/Accumulated losses	346,189	454,588	504,329
39 Statutory Reserves	64,030	81,697	70,802
40 Proposed dividends			
41 Capital grants			
42 TOTAL SHAREHOLDERS' EQUITY	1,410,219	1,536,285	1,575,131
43 TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	10,169,780	10,525,709	9,853,717

II STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD END 31 st MARCH 2016	Previous Year Same Quarter Shs '000' Un-Audited	31 st Dec 15 Previous Year Shs '000' Audited	1 st Quarter Current Year Shs '000' Un-Audited
1 INTEREST INCOME			
1.1 Loans and advances	197,265	945,037	275,973
1.2 Government securities	86,788	346,667	65,453
1.3 Deposits and placements with banking institutions	5,667	36,273	789
1.4 Other Interest Income	3,443	12,775	2,732
1.5 Total Interest Income	293,163	1,341,202	344,947
2 INTEREST EXPENSES			
2.1 Customer deposits	191,440	757,044	251,739
2.2 Deposits and placements from banking Institutions	2,352	27,726	9,216
2.3 Other Interest Expenses			
2.4 Total Interest Expenses	193,792	784,770	260,955
3 NET INTEREST INCOME/(LOSS)	99,371	556,432	83,992
4 OTHER OPERATING INCOME			
4.1 Fees and commissions on loans & advances	2,437	9,806	2,692
4.2 Other fees & commissions	3,989	38,686	9,592
4.3 Foreign exchange trading income(Loss)	1,848	13,251	3,105
4.4 Other Income	(2,222)	(105,904)	38,252
4.5 Total Non-Interest Income	6,052	(44,161)	53,641
5 TOTAL OPERATING INCOME	105,423	512,271	137,633
6 OTHER OPERATING EXPENSES			
6.1 Loan loss provisions	0	12,345	6,280
6.2 Staff costs	31,379	126,210	33,059
6.3 Directors' emoluments	5,143	21,407	6,448
6.4 Rentals charges	10,869	46,701	11,191
6.5 Depreciation charge on property and equipment	5,156	20,546	5,288
6.6 Amortisation charges	394	1,574	381
6.7 Other operating expenses	22,414	114,612	35,448
6.8 Total Other Operating expenses	75,355	343,395	98,095
7 Profit/(Loss) before tax and exceptional items	30,068	168,876	39,538
8 Exceptional items			
9 Profit/(Loss) after Exceptional items	30,068	168,876	39,538
10 Current tax	(2,019)	10,851	692
11 Deferred tax			
12 Profit/(Loss) after tax and exceptional items	32,087	158,025	38,846
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	32,087	158,025	38,846

III. OTHER DISCLOSURES	Previous Year Same Quarter Shs '000' Un-Audited	31 st Dec 15 Previous Year Shs '000' Audited	1 st Quarter Current Year Shs '000' Un-Audited
1) NON-PERFORMING LOANS AND ADVANCES			
a) Gross Non-Performing loans and advances	808,309	814,626	964,033
Less:			
b) Interest in suspense	579,583	509,735	244,995
c) Total Non-Performing Loans & Advances (a-b)	228,726	304,891	719,038
Less:			
d) Loan loss provisions	108,685	103,692	109,972
e) Net Non-Performing Loans (c-d)	120,041	201,199	609,066
f) Realizable Value of Securities	120,041	201,199	609,066
g) Net NPLs Exposure (e-f)	-	-	-
2) INSIDER LOANS AND ADVANCES			
a) Directors, shareholders and associates	575,258	448,080	432,673
b) Employees	34,194	43,352	43,578
c) Total Insider loans, advances & Other Facilities	609,452	491,432	476,251
3) OFF-BALANCE SHEET ITEMS			
a) Letters of credit, guarantees, acceptances	328,061	470,601	494,620
b) Other contingent liabilities			
c) Total contingent Liabilities	328,061	470,601	494,620
4) CAPITAL STRENGTH			
a) Core capital	1,325,448	1,449,830	1,480,148
b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000
c) Excess/(Deficiency)	325,448	449,830	480,148
d) Supplementary capital	64,030	81,697	70,802
e) Total Capital (a+d)	1,389,478	1,531,527	1,550,950
f) Total risk weighted assets	5,447,709	6,349,081	6,360,020
g) Core capital/total deposit liabilities	15.6%	18.0%	19.6%
h) Minimum Statutory Ratio	8.0%	8.0%	8.0%
i) Excess/(Deficiency)(g-h)	7.6%	10.0%	11.6%
j) Core Capital/total risk weighted assets	24.3%	22.8%	23.3%
k) Minimum Statutory Ratio	10.5%	10.5%	10.5%
l) Excess/(Deficiency)(j-k)	13.8%	12.3%	12.8%
m) Total Capital/total risk weighted assets	25.5%	24.1%	24.4%
n) Minimum Statutory Ratio	14.5%	14.5%	14.5%
o) Excess/(Deficiency)(m-n)	11.0%	9.6%	9.9%
5) LIQUIDITY			
a) Liquidity Ratio	57.2%	42.0%	40.2%
b) Minimum Statutory Ratio	20.0%	20.0%	20.0%
c) Excess/(Deficiency)(a-b)	37.2%	22.0%	20.2%

These financial statements are extracts from the books of the institution. The complete set of quarterly financial statements, statutory and qualitative disclosures can be accessed on the institutions website. They may also be accessed at the institutions head office.

Ayaz Merali,
Chief Executive

A. N. Padany,
Chairman