

The Board of Directors of Diamond Trust Bank Kenya Limited is pleased to announce the audited Group and Bank results for the year ended 31st December 2016

STATEMENT OF FINANCIAL POSITION	GROUP		BANK		STATEMENT OF COMPREHENSIVE INCOME	GROUP		BANK	
	Dec. 2016 Shs 000 Audited	Dec. 2015 Shs 000 Audited	Dec. 2016 Shs 000 Audited	Dec. 2015 Shs 000 Audited		Dec. 2016 Shs 000 Audited	Dec. 2015 Shs 000 Audited	Dec. 2016 Shs 000 Audited	Dec. 2015 Shs 000 Audited
ASSETS					INTEREST INCOME				
Cash (both local and foreign)	5,903,563	4,325,186	3,940,380	2,208,872	Loans and advances	23,917,030	21,347,025	17,405,707	15,264,261
Balances due from Central Banks	21,576,765	22,024,966	10,988,072	12,369,273	Government securities	9,598,968	4,213,348	7,203,226	2,573,450
Kenya Government and other securities held for dealing purposes	-	-	-	-	Deposits and placements with banking institutions	296,878	264,806	188,472	186,779
Investment securities:					Other interest income	-	-	6,534	8,687
(a) Held to Maturity:					Total interest income	33,812,876	25,825,179	24,803,939	18,033,177
a. Kenya Government securities	74,311,860	34,310,709	74,311,860	34,310,709	INTEREST EXPENSES				
b. Other securities	18,264,185	12,756,206	-	-	Customer deposits	12,942,194	9,674,934	9,777,307	6,674,287
(b) At Fair Value:					Deposits and placements from banking institutions	415,631	222,914	352,496	122,012
a. Kenya Government securities	201,941	-	201,941	-	Other interest expenses	1,069,774	737,124	879,123	579,686
b. Other securities	-	-	-	-	Total interest expenses	14,427,599	10,634,972	11,008,926	7,375,985
Deposits and balances due from local banking institutions	177,739	3,106,403	177,739	3,106,403	NET INTEREST INCOME	19,385,277	15,190,207	13,795,013	10,657,192
Deposits and balances due from banking institutions abroad	7,433,398	6,911,078	2,709,194	1,867,334	OTHER OPERATING INCOME				
Income tax recoverable	121,468	6,206	-	-	Fees and commissions on loans and advances	1,096,734	993,053	723,036	598,773
Loans and advances to customers (net)	186,303,191	177,544,871	136,685,924	125,817,859	Other fees and commissions income	1,994,332	1,780,830	892,328	818,936
Balances due from group companies	-	-	114,060	227,794	Foreign exchange trading income	1,745,734	1,763,096	1,266,222	1,060,551
Investments in associate	28,616	24,077	1	1	Dividend income	-	-	58,076	33,300
Investment in subsidiary companies	-	-	4,544,025	3,392,467	Other income	231,937	188,847	137,619	108,079
Investments in joint ventures	-	-	-	-	Total Non-interest income	5,068,737	4,725,826	3,077,281	2,619,639
Investment properties	-	-	-	-	TOTAL OPERATING INCOME	24,454,014	19,916,033	16,872,294	13,276,831
Property and equipment	6,738,194	5,618,767	5,072,986	3,996,431	OPERATING EXPENSES				
Prepaid lease rentals	-	-	-	-	Loan loss provision	4,269,537	2,178,175	2,820,657	1,556,902
Intangible assets	1,283,008	595,492	979,459	386,186	Staff costs	3,356,651	3,261,135	1,908,622	1,974,328
Goodwill	173,372	173,372	-	-	Directors' emoluments	113,085	98,882	65,827	56,257
Deferred tax asset	2,639,217	1,735,405	2,242,582	1,430,461	Rentals charges	692,307	542,940	317,646	261,308
Retirement benefit asset	-	-	-	-	Depreciation charge on property and equipment	883,552	772,335	528,585	465,384
Other assets	2,887,984	2,475,859	2,155,595	1,834,113	Amortisation charges	269,211	213,844	176,433	142,659
Total Assets	328,044,501	271,608,597	244,123,818	190,947,903	Other operating expenses	3,880,463	3,282,087	2,178,139	1,765,186
LIABILITIES					Total operating expenses	13,464,806	10,349,398	7,995,909	6,222,024
Balances due to Central Bank of Kenya	-	-	-	-	PROFIT BEFORE TAX AND EXCEPTIONAL ITEMS	10,989,208	9,566,635	8,876,385	7,054,807
Customer deposits	238,103,640	194,051,857	169,599,903	126,228,706	Exceptional items	-	-	-	-
Deposits and balances due to local banking institutions	8,429,645	4,447,675	8,429,645	4,447,675	Profit after exceptional items	10,989,208	9,566,635	8,876,385	7,054,807
Deposits and balances due to banking institutions abroad	9,146,157	3,958,723	7,717,579	3,701,729	Share of associate profit after tax	6,488	(1,443)	-	-
Other money market deposits	-	-	-	-	Profit before tax	10,995,696	9,565,192	8,876,385	7,054,807
Borrowed funds	22,062,229	26,141,690	18,824,605	23,076,632	Current tax	(4,238,206)	(3,470,859)	(3,590,394)	(2,637,978)
Balances due to group companies	-	-	-	-	Deferred tax credit	970,650	505,473	865,912	376,022
Tax payable	695,434	291,958	681,444	239,276	PROFIT AFTER TAX AND EXCEPTIONAL ITEMS	7,728,140	6,599,806	6,151,903	4,792,851
Dividends payable	-	-	-	-	Other comprehensive income				
Deferred income tax liability	-	-	-	-	Loss from translating the financial statements of foreign operations	(687,383)	(163,375)	-	-
Retirement benefit liability	-	-	-	-	Gain on revaluation of land and buildings	1,202,512	-	-	-
Other liabilities	3,730,847	4,411,306	2,438,833	3,257,684	Income tax relating to these items	(91,801)	-	-	-
Total Liabilities	282,167,952	233,303,209	207,692,009	160,951,702	Other comprehensive income for the year net of tax	423,328	(163,375)	-	-
SHAREHOLDERS' EQUITY					TOTAL COMPREHENSIVE INCOME FOR THE YEAR	8,151,468	6,436,431	6,151,903	4,792,851
Paid up capital	1,065,284	968,440	1,065,284	968,440	Earnings per Share (Shs per share) - basic and diluted	26.94	22.20	23.10	18.00
Share premium	7,294,767	7,294,767	7,294,767	7,294,767	Dividend per Share (Shs per share)	2.60	2.50	2.60	2.50
Revaluation reserve	433,325	(27,970)	1,386,184	366,854					
Retained earnings	30,682,722	25,293,925	25,993,139	20,760,865					
Statutory loan loss reserve	860,779	-	-	-					
Proposed dividends	692,435	605,275	692,435	605,275					
Capital grants	-	-	-	-					
Total Shareholders' Equity	41,029,312	34,134,437	36,431,809	29,996,201					
Non controlling interests	4,847,237	4,170,951	-	-					
Total Equity	45,876,549	38,305,388	36,431,809	29,996,201					
Total Liabilities and Shareholders' Equity	328,044,501	271,608,597	244,123,818	190,947,903					
OTHER DISCLOSURES					ANNUAL GENERAL MEETING AND DECLARATION OF DIVIDEND				
(1) NON -PERFORMING LOANS AND ADVANCES					Based on the year-end results achieved, the Directors will recommend to the Shareholders at the Annual General Meeting to be held at Laico Regency Hotel, Crystal Ballroom, Nairobi on 25 May 2017, payment of first and final dividend of 65% (i.e. at the rate of Shs 2.60 per share) for 2016 on the issued and paid-up share capital of Shs 1,065,284,460 subject to withholding tax, where applicable.				
(a) Gross non-performing loans and advances	7,523,969	4,914,257	5,519,836	3,656,066	For purposes of payment of the dividend, the Share Register of the Bank will be closed on 26 May 2017 and payment of dividend due to Shareholders on the Register as at the close of business on 26 May 2017, will be made from 26 June 2017.				
(b) Interest in suspense	1,471,145	639,360	1,033,069	386,496	By order of the Board				
(c) Total Non-Performing Loans and Advances (a-b)	6,052,824	4,274,897	4,486,767	3,269,570	Stephen Kodumbe				
(d) Loan loss provisions	4,968,968	2,820,579	3,983,289	2,061,470	Company Secretary				
(e) Net non-performing loans (c-d)	1,083,856	1,454,318	503,478	1,208,100	21 March 2017				
(f) Discounted value of securities	1,083,856	1,454,318	503,478	1,208,100	MESSAGE FROM DIRECTORS				
(g) Net NPLs Exposure (e-f)	-	-	-	-	These financial statements are extracts from the books of the institution as audited by PricewaterhouseCoopers and received an unqualified opinion.				
(2) INSIDER LOANS AND ADVANCES					The complete set of these financial statements will be available at our registered office at DTB Centre Mombasa Road and online at www.dtbafrika.com for inspection after approval at the Annual General Meeting to be held on 25 May 2017.				
(a) Directors, shareholders and associates	3,461,872	3,545,443	2,878,981	3,059,775					
(b) Employees	1,506,188	1,193,080	1,229,294	988,122					
(c) Total Insider Loans and Advances	4,968,060	4,738,523	4,108,275	4,047,897					
(3) OFF-BALANCE SHEET ITEMS									
(a) Letters of credit, guarantees, acceptances	23,633,162	26,673,020	19,962,567	22,523,991					
(b) Forwards, swaps, and options	6,938,248	17,944,105	5,461,719	16,489,302					
(c) Other contingent liabilities	-	-	-	-					
(d) Total Contingent Liabilities	30,571,410	44,617,125	25,424,286	39,013,293					
(4) CAPITAL STRENGTH									
(a) Core capital			29,720,081	25,420,505					
(b) Minimum statutory capital			1,000,000	1,000,000					
(c) Excess/(deficiency)			28,720,081	24,420,505					
(d) Supplementary capital			4,184,118	4,878,966					
(e) Total capital (a+d)			33,904,199	30,299,471					
(f) Total risk weighted assets			183,222,771	171,280,696					
(g) Core capital/total deposit liabilities			17.4%	20.1%					
(h) Minimum statutory ratio			8.0%	8.0%					
(i) Excess/(deficiency) (g-h)			9.4%	12.1%					
(j) Core capital/total risk weighted assets			16.2%	14.8%					
(k) Minimum statutory ratio			10.5%	10.5%					
(l) Excess/(deficiency) (j-k)			5.7%	4.3%					
(m) Total capital/total risk weighted assets			18.5%	17.7%					
(n) Minimum statutory ratio			14.5%	14.5%					
(o) Excess/(deficiency) (m-n)			4.0%	3.2%					
(5) LIQUIDITY									
(a) Liquidity ratio			50.2%	39.0%					
(b) Minimum statutory ratio			20.0%	20.0%					
(c) Excess/(deficiency) (a-b)			30.2%	19.0%					