

The Board of Directors of Diamond Trust Bank Kenya Limited is pleased to announce the audited Group and Bank results for the year ended 31 December 2019.

STATEMENT OF FINANCIAL POSITION	GROUP		BANK	
	Dec. 2019 Shs 000 Audited	Dec. 2018 Shs 000 Audited	Dec. 2019 Shs 000 Audited	Dec. 2018 Shs 000 Audited
ASSETS				
Cash (both local and foreign)	8,193,800	7,928,396	5,233,608	5,192,180
Balances due from Central Banks	19,025,103	29,788,551	13,004,770	22,171,419
Kenya Government and other securities held for dealing purposes	-	-	-	-
Investment Securities:				
(a) Held to Maturity:				
a. Kenya Government securities	97,564,656	85,806,712	97,564,656	85,806,712
b. Other securities	32,763,451	29,220,826	-	-
(b) At Fair Value:				
a. Kenya Government securities	615,493	505,173	615,493	505,173
b. Other securities	1,518,389	1,797,617	1,513,048	1,797,617
Deposits and balances due from local banking institutions	57,239	65,258	57,239	65,258
Deposits and balances due from banking institutions abroad	8,263,292	14,097,184	1,500,061	2,620,450
Income tax recoverable	851,554	1,470,570	140,488	922,872
Loans and advances to customers (net)	199,089,371	193,074,357	149,501,314	146,781,681
Balances due from group companies	-	-	-	-
Investments in associate	66,632	63,933	1	1
Investment in subsidiary companies	-	-	5,752,701	5,752,701
Investments in joint ventures	-	-	-	-
Investment properties	-	-	-	-
Property and equipment	6,030,321	6,410,674	4,602,783	4,759,643
Right of use asset	3,430,300	-	1,919,046	-
Prepaid lease rentals	-	-	-	-
Intangible assets	1,421,566	1,230,071	1,114,729	982,437
Goodwill	173,372	173,372	-	-
Deferred tax asset	4,726,025	3,379,287	3,297,177	2,372,988
Retirement benefit asset	-	-	-	-
Other assets	2,439,622	2,707,333	1,433,481	1,784,571
Total Assets	386,230,186	377,719,314	287,250,595	281,515,703
LIABILITIES				
Balances due to Central Bank of Kenya	-	-	-	-
Customer deposits	280,186,953	282,860,003	199,489,226	206,059,510
Deposits and balances due to local banking institutions	17,151,756	10,675,300	17,151,756	10,675,300
Deposits and balances due to banking institutions abroad	5,302,103	6,467,907	4,397,392	4,049,030
Other money market deposits	-	-	-	-
Borrowed funds	11,356,847	14,693,994	9,741,233	10,441,306
Lease Liability	4,237,765	-	2,576,389	-
Balances due to group companies	-	-	-	-
Tax payable	-	-	-	-
Dividends payable	-	-	-	-
Deferred income tax liability	-	-	-	-
Retirement benefit liability	-	-	-	-
Other liabilities	3,479,417	4,082,861	1,893,221	2,577,719
Total Liabilities	321,714,841	318,780,065	235,249,217	233,802,865
SHAREHOLDERS' EQUITY				
Paid up capital	1,118,409	1,118,409	1,118,409	1,118,409
Share premium	9,006,569	9,006,569	9,006,569	9,006,569
Revaluation reserve and other reserves	(575,082)	(156,295)	964,951	1,328,408
Retained earnings	47,483,370	42,070,633	40,156,523	35,532,486
Statutory loan loss reserve	1,062,649	890,768	-	-
Proposed dividends	754,926	726,966	754,926	726,966
Capital grants	-	-	-	-
Total Shareholders' Equity	58,850,841	53,657,050	52,001,378	47,712,838
Non controlling interests	5,664,504	5,282,199	-	-
Total Equity	64,515,345	58,939,249	52,001,378	47,712,838
Total Liabilities and Shareholders' Equity	386,230,186	377,719,314	287,250,595	281,515,703
OTHER DISCLOSURES				
(1) NON-PERFORMING LOANS AND ADVANCES				
(a) Gross non-performing loans and advances	15,914,586	13,610,880	12,891,650	11,035,904
(b) Interest in suspense	2,309,865	1,465,556	2,139,442	1,325,259
(c) Total non-performing loans and advances (a-b)	13,604,721	12,145,324	10,752,208	9,710,645
(d) Loan loss provisions	4,517,413	5,421,312	3,665,927	4,179,635
(e) Net non-performing loans (c-d)	9,087,308	6,724,012	7,086,281	5,531,010
(f) Discounted value of securities	9,087,308	6,724,012	7,086,281	5,531,010
(g) Net NPLs exposure (e-f)	-	-	-	-
(2) INSIDER LOANS AND ADVANCES				
(a) Directors, shareholders and associates	2,633,103	2,694,348	2,289,837	2,476,886
(b) Employees	1,665,508	1,584,175	1,378,539	1,290,860
(c) Total insider loans and advances	4,298,611	4,278,523	3,668,376	3,767,746
(3) OFF-BALANCE SHEET ITEMS				
(a) Letters of credit, guarantees, acceptances	53,498,727	41,305,237	46,498,651	36,363,238
(b) Forwards, swaps, and options	16,663,940	13,722,022	12,930,582	11,350,645
(c) Other contingent liabilities	-	-	-	-
(d) Total contingent liabilities	70,162,667	55,027,259	59,429,233	47,713,883
(4) CAPITAL STRENGTH				
(a) Core capital			44,555,022	39,935,899
(b) Minimum statutory capital			1,000,000	1,000,000
(c) Excess/(deficiency)			43,555,022	38,935,899
(d) Supplementary capital			4,352,281	5,166,358
(e) Total capital (a+d)			48,907,303	45,102,257
(f) Total risk weighted assets			233,853,549	213,677,904
(g) Core capital/total deposit liabilities			22.3%	19.4%
(h) Minimum statutory ratio			8.0%	8.0%
(i) Excess/(deficiency) (g-h)			14.3%	11.4%
(j) Core capital/total risk weighted assets			19.1%	18.7%
(k) Minimum statutory ratio			10.5%	10.5%
(l) Excess/(deficiency) (j-k)			8.6%	8.2%
(m) Total capital/total risk weighted assets			20.9%	21.1%
(n) Minimum statutory ratio			14.5%	14.5%
(o) Excess/(deficiency) (m-n)			6.4%	6.6%
(p) Adjusted core capital/total deposit liabilities*			23.3%	20.7%
(q) Adjusted core capital/total risk weighted assets*			19.9%	19.6%
(r) Adjusted total capital/total risk weighted assets*			21.8%	22.0%
(5) LIQUIDITY				
(a) Liquidity ratio			54.8%	53.5%
(b) Minimum statutory ratio			20.0%	20.0%
(c) Excess/(deficiency) (a-b)			34.8%	33.5%

STATEMENT OF COMPREHENSIVE INCOME	GROUP		BANK	
	Dec. 2019 Shs 000 Audited	Dec. 2018 Shs 000 Audited	Dec. 2019 Shs 000 Audited	Dec. 2018 Shs 000 Audited
INTEREST INCOME				
Loans and advances	19,953,866	21,956,985	14,795,260	16,754,047
Government securities	12,498,862	13,010,069	9,500,476	10,188,136
Deposits and placements with banking institutions	398,385	301,449	159,528	99,802
Other interest income	-	-	-	-
Total interest income	32,851,113	35,268,503	24,455,264	27,041,985
INTEREST EXPENSES				
Customer deposits	12,136,834	13,463,538	10,073,158	11,327,165
Deposits and placements from banking institutions	635,891	795,314	601,748	743,716
Other interest expenses	1,367,417	988,137	1,031,773	743,597
Total interest expenses	14,140,142	15,246,989	11,706,679	12,814,478
NET INTEREST INCOME	18,710,971	20,021,514	12,748,585	14,227,507
OTHER OPERATING INCOME				
Fees and commissions on loans and advances	1,339,301	1,284,128	977,785	894,583
Other fees and commissions income	2,208,611	2,157,644	901,871	1,043,348
Foreign exchange trading income	1,830,399	1,570,669	1,139,278	1,005,450
Dividend income	-	-	65,806	65,475
Other income	391,986	422,194	131,096	25,568
Total Non-Interest Income	5,770,297	5,434,635	3,215,836	3,034,424
TOTAL OPERATING INCOME	24,481,268	25,456,149	15,964,421	17,261,931
OPERATING EXPENSES				
Loan loss provision	1,323,010	2,982,261	(12,346)	1,556,629
Staff costs	4,669,986	4,192,871	2,719,604	2,484,515
Directors' emoluments	178,603	142,483	127,033	92,357
Rentals charges	581,654	882,888	150,241	451,988
Depreciation charge on property and equipment	1,498,754	975,655	730,103	552,147
Amortisation charges	581,496	267,422	474,520	190,224
Other operating expenses	4,391,381	5,041,780	2,495,961	2,669,297
Total operating expenses	13,224,884	14,485,360	6,685,116	7,997,157
Profit before tax and exceptional items	11,256,384	10,970,789	9,279,305	9,264,774
Exceptional items	-	-	-	-
Profit after exceptional items	11,256,384	10,970,789	9,279,305	9,264,774
Share of associate profit after tax	6,530	29,483	-	-
PROFIT BEFORE TAX	11,262,914	11,000,272	9,279,305	9,264,774
Current tax	(5,140,380)	(3,444,212)	(4,332,111)	(2,806,465)
Deferred tax credit /(charge)	1,146,058	(473,945)	767,797	(671,393)
Profit after tax and exceptional items	7,268,592	7,082,115	5,714,991	5,786,916
Non controlling interests	482,989	395,503	-	-
Profit for the year after tax and non controlling interests	6,785,603	6,686,612	5,714,991	5,786,916
OTHER COMPREHENSIVE INCOME				
Loss from translating the financial statements of foreign operations	(96,995)	(579,625)	-	-
(Loss)/gain on revaluation of land and buildings	-	-	-	-
Net loss from changes in fair value of Treasury bills	(4,368)	(19,314)	-	-
Net loss from changes in fair value of Equity Investments	(334,569)	-	(334,569)	-
Income tax relating to these items	1,313	6,756	-	-
Other comprehensive income for the year net of tax	(434,619)	(592,183)	(334,569)	-
Total comprehensive income for the year	6,833,973	6,489,932	5,380,422	5,786,916
Earnings per Share (Shs per share)- basic and diluted	24.27	23.91	20.44	20.70
Dividend per Share (Shs per share)	2.70	2.60	2.70	2.60

ANNUAL GENERAL MEETING AND DECLARATION OF DIVIDEND

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 June 2020, payment of a first and final dividend of 67.5% (i.e. at the rate of Shs 2.70 per share) for the year 2019 on the issued and paid-up share capital of Shs 1,118,408,880, subject to withholding tax, where applicable.

For purposes of payment of the dividend, the Share Register of the Bank will be closed on 25 June 2020 and payment of dividend due to Shareholders on the Register as at the close of business on 25 June 2020, will be made from 24 July 2020.

By order of the Board

Stephen Kodumbe
Company Secretary

18 March 2020

MESSAGE FROM DIRECTORS

These financial statements are extracts from the books of the institution as audited by KPMG, Kenya and received an unqualified opinion. 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 June 2020.

Linus Gitahi
Nasim Devji
Ismail Mawji
Stephen Kodumbe

Chairman
Managing Director
Director
Company Secretary