

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 2022

STATEMENT OF FINANCIAL POSITION	GROUP		BANK	
	Dec. 2022 Shs 000 Audited	Dec. 2021 Shs 000 Audited	Dec. 2022 Shs 000 Audited	Dec. 2021 Shs 000 Audited
ASSETS				
Cash (both local and foreign)	9,610,935	7,144,446	5,116,888	4,185,061
Balances due from Central Banks	27,381,187	20,551,062	10,686,309	13,033,998
Kenya Government and other securities held for dealing purposes	509,115	-	509,115	-
Investment Securities:				
(a) Held to Maturity:				
a. Kenya Government securities	73,529,470	83,286,893	73,529,470	83,286,893
b. Other securities	39,557,546	25,266,128	-	-
(b) At Fair Value:				
a. Kenya Government securities	59,655,225	41,022,810	59,655,225	41,022,810
b. Other securities	15,081,978	19,400,037	50,000	1,339,691
Deposits and balances due from local banking institutions	75,225	104,632	75,225	104,632
Deposits and balances due from banking institutions abroad	19,377,907	16,031,591	8,314,603	3,746,020
Income tax recoverable	156,874	570,906	138,388	39,450
Loans and advances to customers (net)	253,674,906	220,425,335	177,757,616	159,180,869
Balances due from group companies	-	-	-	-
Investments in associate	70,453	62,756	1	1
Investment in subsidiary companies	-	-	5,752,701	5,752,701
Investments in joint ventures	-	-	-	-
Investment properties	-	-	-	-
Property and equipment	6,221,764	6,835,347	3,762,662	3,217,227
Right of use asset	5,107,693	3,437,595	3,268,111	3,180,019
Prepaid lease rentals	-	-	-	-
Intangible assets	919,193	675,803	476,891	356,697
Goodwill	173,372	173,372	-	-
Deferred tax asset	11,945,520	9,279,037	8,205,242	6,449,795
Retirement benefit asset	-	-	-	-
Other assets	3,934,906	2,574,967	1,971,439	1,480,866
Total Assets	526,983,269	456,842,717	359,269,886	326,376,730
LIABILITIES				
Balances due to Central Bank of Kenya	-	-	-	-
Customer deposits	387,562,471	331,451,673	250,592,898	225,782,765
Deposits and balances due to local banking institutions	18,821,857	8,940,752	18,821,857	8,940,752
Deposits and balances due to banking institutions abroad	7,857,089	5,853,822	3,391,930	2,731,350
Other money market deposits	-	-	-	-
Borrowed funds	25,512,526	20,171,452	24,699,186	19,205,520
Lease liability	4,303,857	4,378,520	2,552,003	2,478,269
Balances due to group companies	-	-	-	-
Tax payable	66,329	-	-	-
Dividends payable	-	-	-	-
Deferred income tax liability	-	-	-	-
Retirement benefit liability	-	-	-	-
Other liabilities	5,197,438	11,493,514	2,934,930	9,670,690
Total Liabilities	449,321,567	382,289,733	302,992,804	268,809,346
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 and other reserves	(2,004,468)	1,476,079	(3,777,516)	1,219,020
Retained earnings	58,900,970	54,854,274	48,531,609	45,384,579
Statutory loan loss reserve	542,996	-	-	-
Proposed dividends	1,398,011	838,807	1,398,011	838,807
Capital grants	-	-	-	-
Total Shareholders' Equity	68,962,487	67,294,138	56,277,082	57,567,384
Non controlling interests	8,699,215	7,258,846	-	-
Total Equity	77,661,702	74,552,984	56,277,082	57,567,384
Total Liabilities and Shareholders' Equity	526,983,269	456,842,717	359,269,886	326,376,730
OTHER DISCLOSURES				
(1) NON -PERFORMING LOANS AND ADVANCES				
(a) Gross non-performing loans and advances	32,230,341	30,056,035	28,167,392	27,150,732
(b) Interest in suspense	1,199,151	1,201,187	1,072,885	1,092,856
(c) Total Non-Performing Loans and Advances (a-b)	31,031,190	28,854,848	27,094,507	26,057,876
(d) Loan loss provisions	13,716,759	11,354,391	12,225,798	9,733,402
(e) Net Non-Performing Loans (c-d)	17,314,431	17,500,457	14,868,709	16,324,474
(f) Discounted Value of Securities	17,314,431	17,500,457	14,868,709	16,324,474
(g) Net NPLs Exposure (e-f)	-	-	-	-
(2) INSIDER LOANS AND ADVANCES				
(a) Directors, shareholders and associates	3,533,808	2,945,431	2,261,141	2,054,185
(b) Employees	2,134,085	1,853,296	1,615,114	1,477,106
(c) Total Insider Loans and Advances	5,667,893	4,798,727	3,876,255	3,531,291
(3) OFF-BALANCE SHEET ITEMS				
(a) Letters of credit, guarantees, acceptances	28,034,231	40,329,759	18,671,258	32,814,050
(b) Forwards, swaps, and options	16,433,914	21,114,779	12,661,618	15,353,857
(c) Other contingent liabilities	-	-	-	-
(d) Total Contingent Liabilities	44,468,145	61,444,538	31,332,876	48,167,907
(4) CAPITAL STRENGTH				
(a) Core Capital	-	-	52,984,880	49,790,343
(b) Minimum Statutory Capital	-	-	1,000,000	1,000,000
(c) Excess/(Deficiency)	-	-	51,984,880	48,790,343
(d) Supplementary capital	-	-	2,349,408	3,240,675
(e) Total capital (a+d)	-	-	55,334,288	53,031,018
(f) Total risk weighted assets	-	-	267,006,899	250,695,308
(g) Core capital/total deposit liabilities	-	-	21.1%	22.0%
(h) Minimum Statutory Ratio	-	-	8.0%	8.0%
(i) Excess/(Deficiency) (g-h)	-	-	13.1%	14.0%
(j) Core capital/total risk weighted assets	-	-	19.8%	19.9%
(k) Minimum Statutory Ratio	-	-	10.5%	10.5%
(l) Excess/(Deficiency) (j-k)	-	-	9.3%	9.4%
(m) Total capital/total risk weighted assets	-	-	20.7%	21.2%
(n) Minimum Statutory Ratio	-	-	14.5%	14.5%
(o) Excess/(Deficiency) (m-n)	-	-	6.2%	6.7%
(p) Adjusted Core capital/total deposit liabilities*	-	-	21.1%	22.1%
(q) Adjusted Core capital/total risk weighted assets*	-	-	19.8%	20.0%
(r) Adjusted Total capital/total risk weighted assets*	-	-	20.7%	21.3%
(5) LIQUIDITY				
(a) Liquidity Ratio	-	-	58.2%	61.6%
(b) Minimum Statutory Ratio	-	-	20.0%	20.0%
(c) Excess/(Deficiency) (a-b)	-	-	38.2%	41.6%

STATEMENT OF COMPREHENSIVE INCOME	GROUP		BANK	
	Dec. 2022 Shs 000 Audited	Dec. 2021 Shs 000 Audited	Dec. 2022 Shs 000 Audited	Dec. 2021 Shs 000 Audited
INTEREST INCOME				
Loans and advances	21,070,891	18,586,241	14,091,521	12,928,806
Government securities	18,692,325	15,082,348	13,546,387	10,632,804
Deposits and placements with banking institutions	303,671	235,790	54,887	86,585
Other interest income	-	-	-	-
Total interest income	40,066,887	33,904,379	27,692,795	23,648,195
INTEREST EXPENSES				
Customer deposits	14,636,005	12,399,992	11,239,814	9,757,426
Deposits and placements from banking institutions	1,051,438	374,293	780,032	214,118
Other interest expenses	1,492,347	1,137,521	1,301,198	931,450
Total interest expenses	17,179,790	13,911,806	13,321,044	10,902,994
NET INTEREST INCOME	22,887,097	19,992,573	14,371,751	12,745,201
OTHER OPERATING INCOME				
Fees and commissions on loans and advances	1,684,793	1,307,165	1,245,073	925,453
Other fees and commissions income	2,580,423	2,249,331	919,065	727,011
Foreign exchange trading income	4,304,957	2,448,624	3,368,585	1,818,437
Dividend income	-	-	150,000	300,000
Other income	482,649	234,733	87,709	306,137
Total Non-Interest Income	9,052,822	6,239,853	5,770,432	4,077,038
TOTAL OPERATING INCOME	31,939,919	26,232,426	20,142,183	16,822,239
OPERATING EXPENSES				
Loan loss provision	7,141,776	7,558,119	4,989,763	5,766,375
Staff costs	6,142,788	4,839,802	3,550,484	2,785,987
Directors' emoluments	236,594	201,490	145,996	134,854
Rentals charges	456,477	423,821	154,988	148,455
Depreciation charge on property and equipment	1,447,240	1,587,941	644,254	663,404
Amortisation charges	352,580	306,605	176,407	164,569
Other operating expenses	6,304,584	4,966,055	3,576,519	2,743,347
Total operating expenses	22,082,039	19,883,833	13,238,411	12,406,991
Profit before tax and exceptional items	9,857,880	6,348,593	6,903,772	4,415,248
Exceptional items	-	-	-	-
Profit after exceptional items	9,857,880	6,348,593	6,903,772	4,415,248
Share of associate results	16,963	21,064	-	-
Gain/(loss) on modified assets	(349,910)	256,000	(313,326)	280,822
PROFIT BEFORE TAX	9,524,933	6,625,657	6,590,446	4,696,070
Current tax	(5,671,332)	(4,210,195)	(3,981,647)	(3,238,217)
Deferred tax credit	2,940,277	1,998,011	1,910,395	1,505,294
Profit after tax and exceptional items	6,793,878	4,413,473	4,519,194	2,963,147
Non controlling interests	732,861	505,062	-	-
Profit for the year after tax and non controlling interests	6,061,017	3,908,411	4,519,194	2,963,147
OTHER COMPREHENSIVE INCOME				
Gain from translating the financial statements of foreign operations	1,610,626	1,067,279	-	-
Gain on revaluation of land and buildings	95,186	820,872	-	705,235
Net loss from changes in fair value of Government securities	(2,780,733)	(90,633)	(3,526,050)	(184,771)
Net (loss)/gain from changes in fair value of equity investments	(1,289,691)	87,121	(1,289,691)	87,121
Income tax relating to these items	(431,490)	(59,260)	-	(35,262)
Other comprehensive income for the year net of tax	(2,796,102)	1,825,379	(4,815,741)	572,323
Total comprehensive income for the year	3,997,776	6,238,852	(296,547)	3,535,470
Earnings per Share (Shs per share) - basic and diluted	21.68	13.98	16.16	10.60
Dividend per Share (Shs per share)	5.00	3.00	5.00	3.00

DECLARATION OF DIVIDEND

Based on the year-end results achieved, the Directors will recommend to the Shareholders at the Annual General Meeting payment of a first and final dividend of 125.0% (i.e. at Shs 5.00 per share) for the year 2022 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 12 May 2023 and payment of dividend due to Shareholders on the Register as at the close of business on 12 May 2023, will be made from 15 June 2023.

By order of the Board
Stephen Kodumbe
Company Secretary

27 March 2023

MESSAGE FROM THE 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.dtbfrica.com for inspection after approval at the Annual General Meeting to be held on 2 June 2023.

Linus Gitahi	Chairman
Nasim Devji	Managing Director
Ismail Mawji	Director
Stephen Kodumbe	Company Secretary

* The adjusted Capital Ratios include the expected credit loss provisions added back to Capital in line with the CBK Guidance Note issued in April 2018 on implementation of IFRS9