

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 2023

STATEMENT OF FINANCIAL POSITION	GROUP		BANK	
	Dec. 2023 Shs 000 Audited	Dec. 2022 Shs 000 Audited	Dec. 2023 Shs 000 Audited	Dec. 2022 Shs 000 Audited
<b>ASSETS</b>				
Cash (both local and foreign)	12,248,834	9,610,935	5,874,181	5,116,888
Balances due from Central Banks	37,984,835	27,381,187	13,804,823	10,686,309
Kenya Government and other securities held for dealing purposes	-	509,115	-	509,115
Investment Securities:				
(a) Held to Maturity:				
a. Kenya Government securities	58,543,941	73,529,470	58,543,941	73,529,470
b. Other securities	22,012,540	39,557,546	-	-
(b) At Fair Value:				
a. Kenya Government securities	61,559,983	59,655,225	61,559,983	59,655,225
b. Other securities	59,589,260	15,081,978	50,000	50,000
Deposits and balances due from local banking institutions	184,590	75,225	184,590	75,225
Deposits and balances due from banking institutions abroad	36,138,804	19,377,907	21,647,853	8,314,603
Income tax recoverable	2,454,786	156,874	2,445,450	138,388
Loans and advances to customers (net)	308,454,062	253,674,906	208,074,672	177,757,616
Balances due from group companies	-	-	-	-
Investments in associate	92,251	70,453	1	1
Investment in subsidiary companies	-	-	5,752,701	5,752,701
Investments in joint ventures	-	-	-	-
Investment properties	-	-	-	-
Property and equipment	7,434,515	6,221,764	4,384,971	3,762,662
Right of use asset	5,823,533	5,107,693	3,633,253	3,268,111
Prepaid lease rentals	-	-	-	-
Intangible assets	1,468,008	919,193	885,353	476,891
Goodwill	173,372	173,372	-	-
Deferred tax asset	16,634,128	11,945,520	10,265,873	8,205,242
Retirement benefit asset	-	-	-	-
Other assets	4,243,400	4,059,338	2,507,986	2,090,621
<b>Total Assets</b>	<b>635,040,842</b>	<b>527,107,701</b>	<b>399,615,631</b>	<b>359,389,068</b>
<b>LIABILITIES</b>				
Balances due to Central Bank of Kenya	13,026,047	-	13,026,047	-
Customer deposits	486,090,594	387,562,471	296,727,294	250,592,898
Deposits and balances due to local banking institutions	425,708	18,821,857	425,708	18,821,857
Deposits and balances due to banking institutions abroad	11,887,807	7,857,089	2,320,086	3,391,930
Other money market deposits	-	-	-	-
Borrowed funds	23,980,814	25,512,526	23,268,936	24,699,186
Lease liability	5,093,908	4,303,857	3,003,314	2,552,003
Balances due to group companies	-	-	-	-
Tax payable	370,637	66,329	-	-
Dividends payable	-	-	-	-
Deferred income tax liability	-	-	-	-
Retirement benefit liability	-	-	-	-
Other liabilities	7,813,803	5,321,870	4,151,466	3,054,112
<b>Total Liabilities</b>	<b>548,689,318</b>	<b>449,445,999</b>	<b>342,922,851</b>	<b>303,111,968</b>
<b>SHAREHOLDERS' EQUITY</b>				
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	(1,542,330)	(2,004,468)	(6,973,995)	(3,777,516)
Retained earnings	64,370,411	58,900,970	51,864,184	48,531,609
Statutory loan loss reserve	258,083	542,996	-	-
Proposed dividends	1,677,613	1,398,011	1,677,613	1,398,011
Capital grants	-	-	-	-
<b>Total Shareholders' Equity</b>	<b>74,888,755</b>	<b>68,962,487</b>	<b>56,692,780</b>	<b>56,277,082</b>
Non controlling interests	11,462,769	8,699,215	-	-
<b>Total Equity</b>	<b>86,351,524</b>	<b>77,661,702</b>	<b>56,692,780</b>	<b>56,277,082</b>
<b>Total Liabilities and Shareholders' Equity</b>	<b>635,040,842</b>	<b>527,107,701</b>	<b>399,615,631</b>	<b>359,389,068</b>

OTHER DISCLOSURES

<b>(1) NON -PERFORMING LOANS AND ADVANCES</b>				
(a) Gross non-performing loans and advances	43,640,887	32,230,341	37,927,599	28,167,392
(b) Interest in suspense	509,387	1,199,151	373,345	1,072,885
(c) <b>Total Non-Performing Loans and Advances (a-b)</b>	<b>43,131,500</b>	<b>31,031,190</b>	<b>37,554,254</b>	<b>27,094,507</b>
(d) Loan loss provisions	17,572,592	13,716,759	14,967,655	12,225,798
(e) Net Non-Performing Loans (c-d)	25,558,908	17,314,431	22,586,599	14,868,709
(f) Discounted Value of Securities	22,094,292	17,314,431	19,121,983	14,868,709
(g) <b>Net NPLs Exposure (e-f)</b>	<b>3,464,616</b>	<b>-</b>	<b>3,464,616</b>	<b>-</b>
<b>(2) INSIDER LOANS AND ADVANCES</b>				
(a) Directors, shareholders and associates	2,967,423	3,533,808	1,880,996	2,261,141
(b) Employees	2,780,609	2,134,085	1,930,613	1,615,114
(c) <b>Total Insider Loans and Advances</b>	<b>5,748,032</b>	<b>5,667,893</b>	<b>3,811,609</b>	<b>3,876,255</b>
<b>(3) OFF-BALANCE SHEET ITEMS</b>				
(a) Letters of credit, guarantees, acceptances	77,606,015	28,034,231	64,461,476	18,671,258
(b) Forwards, swaps, and options	22,915,987	16,433,914	16,045,108	12,661,618
(c) Other contingent liabilities	-	-	-	-
(d) <b>Total Contingent Liabilities</b>	<b>100,522,002</b>	<b>44,468,145</b>	<b>80,506,584</b>	<b>31,332,876</b>
<b>(4) CAPITAL STRENGTH</b>				
(a) Core Capital			51,404,728	52,984,880
(b) Minimum Statutory Capital			1,000,000	1,000,000
(c) Excess/(Deficiency)			<b>50,404,728</b>	<b>51,984,880</b>
(d) Supplementary capital			2,059,081	2,349,408
(e) Total capital (a+d)			<b>53,463,809</b>	<b>55,334,288</b>
(f) <b>Total risk weighted assets</b>			<b>315,355,812</b>	<b>267,006,899</b>
(g) Core capital/total deposit liabilities			17.3%	21.1%
(h) Minimum Statutory Ratio			8.0%	8.0%
(i) Excess/(Deficiency) (g-h)			9.3%	13.1%
(j) Core capital/total risk weighted assets			16.3%	19.8%
(k) Minimum Statutory Ratio			10.5%	10.5%
(l) Excess/(Deficiency) (j-k)			5.8%	9.3%
(m) Total capital/total risk weighted assets			17.0%	20.7%
(n) Minimum Statutory Ratio			14.5%	14.5%
(o) Excess/(Deficiency) (m-n)			2.5%	6.2%
<b>(5) LIQUIDITY</b>				
(a) Liquidity Ratio			48.6%	58.2%
(b) Minimum Statutory Ratio			20.0%	20.0%
(c) Excess/(Deficiency) (a-b)			28.6%	38.2%

STATEMENT OF COMPREHENSIVE INCOME	GROUP		BANK	
	Dec. 2023 Shs 000 Audited	Dec. 2022 Shs 000 Audited	Dec. 2023 Shs 000 Audited	Dec. 2022 Shs 000 Audited
<b>INTEREST INCOME</b>				
Loans and advances	28,537,534	21,070,891	19,174,650	14,091,521
Government securities	24,140,699	18,692,325	15,563,540	13,546,387
Deposits and placements with banking institutions	633,300	303,671	146,525	54,887
Other interest income	-	-	-	-
<b>Total interest income</b>	<b>53,311,533</b>	<b>40,066,887</b>	<b>34,884,715</b>	<b>27,692,795</b>
<b>INTEREST EXPENSES</b>				
Customer deposits	20,881,383	14,636,005	14,335,691	11,239,814
Deposits and placements from banking institutions	2,306,804	1,051,438	1,771,560	780,032
Other interest expenses	2,548,757	1,492,347	2,312,147	1,301,198
<b>Total interest expenses</b>	<b>25,736,944</b>	<b>17,179,790</b>	<b>18,419,398</b>	<b>13,321,044</b>
<b>NET INTEREST INCOME</b>	<b>27,574,589</b>	<b>22,887,097</b>	<b>16,465,317</b>	<b>14,371,751</b>
<b>OTHER OPERATING INCOME</b>				
Fees and commissions on loans and advances	2,011,460	1,684,793	1,475,539	1,245,073
Other fees and commissions income	3,434,392	2,580,423	1,381,796	919,065
Foreign exchange trading income	5,586,977	4,304,957	3,970,312	3,368,585
Dividend income	-	-	180,000	150,000
Other income	1,122,154	482,649	276,993	87,709
<b>Total Non-Interest Income</b>	<b>12,154,983</b>	<b>9,052,822</b>	<b>7,284,640</b>	<b>5,770,432</b>
<b>TOTAL OPERATING INCOME</b>	<b>39,729,572</b>	<b>31,939,919</b>	<b>23,749,957</b>	<b>20,142,183</b>
<b>OPERATING EXPENSES</b>				
Loan loss provision	10,320,594	7,141,776	7,941,155	4,989,763
Staff costs	8,544,988	6,142,788	4,905,823	3,550,484
Directors' emoluments	252,225	236,594	152,205	145,996
Rentals charges	552,989	456,477	162,999	154,988
Depreciation charge on property and equipment	1,839,705	1,447,240	744,784	644,254
Amortisation charges	466,314	352,580	251,408	176,407
Other operating expenses	8,892,496	6,304,584	4,422,588	3,576,519
<b>Total operating expenses</b>	<b>30,869,311</b>	<b>22,082,039</b>	<b>18,580,962</b>	<b>13,238,411</b>
<b>Profit before tax and exceptional items</b>	<b>8,860,261</b>	<b>9,857,880</b>	<b>5,168,995</b>	<b>6,903,772</b>
Exceptional items	-	-	-	-
<b>Profit after exceptional items</b>	<b>8,860,261</b>	<b>9,857,880</b>	<b>5,168,995</b>	<b>6,903,772</b>
Share of associate results	30,010	16,963	-	-
Gain/(loss) on modified assets	113,189	(349,910)	264,595	(313,326)
<b>PROFIT BEFORE TAX</b>	<b>9,003,460</b>	<b>9,524,933</b>	<b>5,433,590</b>	<b>6,590,446</b>
Current tax	(4,987,048)	(5,671,332)	(2,509,880)	(3,981,647)
Deferred tax credit	3,778,560	2,940,277	2,060,631	1,910,395
<b>Profit after tax and exceptional items</b>	<b>7,794,972</b>	<b>6,793,878</b>	<b>4,984,341</b>	<b>4,519,194</b>
Non controlling interests	915,796	732,861	-	-
<b>Profit for the year after tax and non controlling interests</b>	<b>6,879,176</b>	<b>6,061,017</b>	<b>4,984,341</b>	<b>4,519,194</b>
<b>OTHER COMPREHENSIVE INCOME</b>				
Gain from translating the financial statements of foreign operations	5,321,483	1,610,626	-	-
Gain on revaluation of land and buildings	-	95,186	-	-
Net loss from changes in fair value of Government securities	(2,929,702)	(2,780,733)	(3,170,632)	(3,526,050)
Net loss from changes in fair value of equity investments	-	(1,289,691)	-	(1,289,691)
Income tax relating to these items	(98,920)	(431,490)	-	-
<b>Other comprehensive income for the year net of tax</b>	<b>2,292,861</b>	<b>(2,796,102)</b>	<b>(3,170,632)</b>	<b>(4,815,741)</b>
<b>Total comprehensive income for the year</b>	<b>10,087,833</b>	<b>3,997,776</b>	<b>1,813,709</b>	<b>(296,547)</b>
Earnings per Share (Shs per share) - basic and diluted	24.60	21.68	17.83	16.16
Dividend per Share (Shs per share)	6.00	5.00	6.00	5.00

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 150% (i.e. at Shs 6.00 per share) for the year 2023 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 24 May 2024 and payment of dividend due to Shareholders on the Register as at the close of business on 24 May 2024, will be made from 28 June 2024.

By order of the Board  
**Stephen Kodumbe**  
Company Secretary

26 March 2024

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.dtbafrika.com](http://www.dtbafrika.com) for inspection after approval at the Annual General Meeting to be held on 21 June 2024.

**Linus Gitahi**                      **Chairman**  
**Nasim Devji**                   **Managing Director**

# Group statement of changes in equity

For the year ended 31 December 2023

		Share capital	Share premium	Statutory loan loss reserve	Other reserves	Retained earnings	Proposed dividend	Attributable to equity holders of the Bank	Non controlling interests	Total
		Shs'000	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000
At 1 January 2023		1,118,409	9,006,569	542,996	(2,004,468)	58,900,970	1,398,011	68,962,487	8,699,215	77,661,702
Profit for the year		-	-	-	-	6,879,176	-	6,879,176	915,796	7,794,972
Other comprehensive income		-	-	-	445,103	-	-	445,103	1,847,758	2,292,861
Transfer of excess depreciation		-	-	-	(40,242)	40,242	-	-	-	-
Deferred tax on transfer of excess depreciation		-	-	-	7,511	(7,511)	-	-	-	-
Statutory loan loss reserve		-	-	(284,913)	-	284,913	-	-	-	-
Legal and public investment reserve		-	-	-	49,766	(49,766)	-	-	-	-
<b>Total comprehensive income</b>		-	-	(284,913)	462,138	7,147,054	-	7,324,279	2,763,554	10,087,833
Transactions with owners in their capacity as owners:										
<b>Dividends:</b>										
- Final for 2022 paid		-	-	-	-	-	(1,398,011)	(1,398,011)	-	(1,398,011)
- Proposed for 2023		-	-	-	-	(1,677,613)	1,677,613	-	-	-
<b>Total transactions with owners, recognised directly in equity</b>		-	-	-	-	(1,677,613)	279,602	(1,398,011)	-	(1,398,011)
<b>At end of year</b>		1,118,409	9,006,569	258,083	(1,542,330)	64,370,411	1,677,613	74,888,755	11,462,769	86,351,524

# Group statement of changes in equity

For the year ended 31 December 2022

		Share capital	Share premium	Statutory loan loss reserve	Other reserves	Retained earnings	Proposed dividend	Attributable to equity holders of the Bank	Non controlling interests	Total
		Shs'000	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000
At 1 January 2022		1,118,409	9,006,569	-	1,476,079	54,854,274	838,807	67,294,138	7,258,846	<b>74,552,984</b>
Profit for the year		-	-	-	-	6,061,017	-	6,061,017	732,861	<b>6,793,878</b>
Other comprehensive income		-	-	-	(3,408,262)	-	-	(3,408,262)	700,478	<b>(2,707,784)</b>
Net revaluation surplus on property and equipment		-	-	-	43,763	-	-	43,763	22,867	<b>66,630</b>
Transfer of excess depreciation		-	-	-	(35,609)	35,609	-	-	-	-
Deferred tax on transfer of excess depreciation		-	-	-	6,121	(6,121)	-	-	-	-
Increase in deferred tax on revaluation following change in tax rate from 5% to 15%		-	-	-	(154,948)	-	-	(154,948)	-	<b>(154,948)</b>
Statutory loan loss reserve		-	-	542,996	-	(542,996)	-	-	-	-
Legal and public investment reserve		-	-	-	68,388	(68,388)	-	-	-	-
<b>Total comprehensive income</b>		-	-	<b>542,996</b>	<b>(3,480,547)</b>	<b>5,479,121</b>	-	<b>2,541,570</b>	<b>1,456,206</b>	<b>3,997,776</b>
<b>Transactions with owners in their capacity as owners:</b>										
Dividends:										
- Final for 2021 paid		-	-	-	-	-	(838,807)	(838,807)	-	<b>(838,807)</b>
- Proposed for 2022		-	-	-	-	(1,398,011)	1,398,011	-	-	-
Expenses related to issue of bonus shares in DTB Uganda		-	-	-	-	(34,414)	-	(34,414)	(15,837)	<b>(50,251)</b>
<b>Total transactions with owners, recognised directly in equity</b>		-	-	-	-	<b>(1,432,425)</b>	<b>559,204</b>	<b>(873,221)</b>	<b>(15,837)</b>	<b>(889,058)</b>
<b>At end of year</b>		<b>1,118,409</b>	<b>9,006,569</b>	<b>542,996</b>	<b>(2,004,468)</b>	<b>58,900,970</b>	<b>1,398,011</b>	<b>68,962,487</b>	<b>8,699,215</b>	<b>77,661,702</b>

# Bank statement of changes in equity

For the year ended 31 December 2023

		Share capital Shs'000	Share premium Shs'000	Other reserves Shs'000	Retained earnings Shs'000	Proposed dividend Shs'000	Total Shs'000
<b>At 1 January 2023</b>		1,118,409	9,006,569	(3,777,516)	48,531,609	1,398,011	<b>56,277,082</b>
Profit for the year		-	-	-	4,984,341	-	<b>4,984,341</b>
Net loss from changes in fair value of government securities		-	-	(3,170,632)	-	-	<b>(3,170,632)</b>
Transfer of excess depreciation		-	-	(30,408)	30,408	-	-
Deferred tax on transfer of excess depreciation		-	-	4,561	(4,561)	-	-
<b>Total comprehensive income</b>		-	-	<b>(3,196,479)</b>	<b>5,010,188</b>	-	<b>1,813,709</b>
<b>Transactions with owners in their capacity as owners:</b>							
Dividends:							
- Final for 2022 paid		-	-	-	-	(1,398,011)	<b>(1,398,011)</b>
- Proposed for 2023		-	-	-	(1,677,613)	1,677,613	-
<b>Total transactions with owners, recognised directly in equity</b>		-	-	-	<b>(1,677,613)</b>	<b>279,602</b>	<b>(1,398,011)</b>
<b>At end of year</b>		<b>1,118,409</b>	<b>9,006,569</b>	<b>(6,973,995)</b>	<b>51,864,184</b>	<b>1,677,613</b>	<b>56,692,780</b>

# Bank statement of changes in equity

For the year ended 31 December 2022

		Share capital Shs'000	Share premium Shs'000	Other reserves Shs'000	Retained earnings Shs'000	Proposed dividend Shs'000	Total Shs'000
<b>At 1 January 2022</b>		<b>1,118,409</b>	<b>9,006,569</b>	<b>1,219,020</b>	<b>45,384,579</b>	<b>838,807</b>	<b>57,567,384</b>
Profit for the year		-	-	-	4,519,194	-	<b>4,519,194</b>
Net loss from changes in fair value of government securities		-	-	(3,526,050)	-	-	<b>(3,526,050)</b>
Net gain from changes in fair value of equity investments		-	-	(1,289,691)	-	-	<b>(1,289,691)</b>
Transfer of excess depreciation		-	-	(30,408)	30,408	-	-
Deferred tax on transfer of excess depreciation		-	-	4,561	(4,561)	-	-
Increase in deferred tax on revaluation following change in tax rate from 5% to 15%		-	-	(154,948)	-	-	<b>(154,948)</b>
<b>Total comprehensive income</b>		<b>-</b>	<b>-</b>	<b>(4,996,536)</b>	<b>4,545,041</b>	<b>-</b>	<b>(451,495)</b>
<b>Transactions with owners in their capacity as owners:</b>							
Dividends:							
- Final for 2021 paid		-	-	-	-	(838,807)	<b>(838,807)</b>
- Proposed for 2022		-	-	-	(1,398,011)	1,398,011	-
<b>Total transactions with owners, recognised directly in equity</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,398,011)</b>	<b>559,204</b>	<b>(838,807)</b>
<b>At end of year</b>		<b>1,118,409</b>	<b>9,006,569</b>	<b>(3,777,516)</b>	<b>48,531,609</b>	<b>1,398,011</b>	<b>56,277,082</b>

# Group and Bank statements of cash flows

For the year ended 31 December 2023

		Group		Bank	
		2023	2022	2023	2022
		Shs'000	Shs'000	Shs'000	Shs'000
<b>Cash generated from/(used in) operating activities</b>					
Cash generated from /(used in) operating activities		22,267,721	(21,635,550)	18,939,864	(22,006,952)
Interest received		53,048,130	40,129,625	35,207,116	28,054,856
Interest paid		(21,917,275)	(14,271,594)	(15,738,819)	(11,026,414)
Income taxes paid		(6,980,652)	(5,190,971)	(4,816,942)	(4,080,585)
<b>Net cash generated from/(used in) operating activities</b>		<b>46,417,924</b>	<b>(968,490)</b>	<b>33,591,219</b>	<b>(9,059,095)</b>
<b>Cash flows used in investing activities</b>					
Purchase of property and equipment		(2,201,837)	(1,774,397)	(1,145,938)	(963,154)
Purchase of intangible assets - software costs		(804,594)	(516,785)	(657,735)	(296,601)
Net proceeds from sale of investment in Government securities		193,828	(10,594)	3,617	(10,594)
Proceeds from sale of property and equipment		36,242	6,818	30,927	742
Dividend received		-	-	180,000	150,000
<b>Net cash used in investing activities</b>		<b>(2,776,361)</b>	<b>(2,294,958)</b>	<b>(1,589,129)</b>	<b>(1,119,607)</b>
<b>Cash flows (used in)/generated from financing activities</b>					
Proceeds from borrowings		9,966	12,437,500	-	12,437,500
Payment of principal portion of borrowings		(6,576,498)	(8,505,383)	(6,774,971)	(8,730,587)
Interest paid on borrowings		(2,130,584)	(1,234,359)	(1,571,915)	(726,749)
Payments for principal portions of the lease liabilities		(489,951)	(516,793)	(77,984)	(113,881)
Payments for interest portions of the lease liabilities		(513,611)	(432,122)	(337,272)	(283,640)
Dividends paid to equity holders of the bank		(1,398,011)	(838,807)	(1,398,011)	(838,807)
<b>Net cash (used in)/ generated from financing activities</b>		<b>(11,098,689)</b>	<b>910,036</b>	<b>(10,160,153)</b>	<b>1,743,836</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>32,542,874</b>	<b>(2,353,412)</b>	<b>21,841,937</b>	<b>(8,434,866)</b>
Cash and cash equivalents at start of year		9,267,831	12,774,268	(8,489,516)	(54,650)
Effect of exchange rate fluctuations		1,468,413	(1,153,025)	-	-
		<b>10,736,244</b>	<b>11,621,243</b>	<b>(8,489,516)</b>	<b>(54,650)</b>
<b>Cash and cash equivalents at end of year</b>		<b>43,279,118</b>	<b>9,267,831</b>	<b>13,352,421</b>	<b>(8,489,516)</b>