

QUARTERLY FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 31ST MARCH 2017

I STATEMENT OF FINANCIAL POSITION		31st March 2016	31st December 2016	31st March 2017
		Shs. '000'	Shs. '000'	Shs. '000'
		Unaudited	Audited	Unaudited
A ASSETS				
1	Cash (both Local & Foreign)	136,713	126,158	149,640
2	Balances due from Central Bank of Kenya	856,292	1,405,848	1,023,020
3	Kenya Government and other securities held for dealing purposes	-	-	-
4	Financial Assets at fair value through profit and loss	-	-	-
5	Investment Securities:			
a)	Held to Maturity:			
a.1)	Kenya Government securities	3,158,913	2,938,898	3,049,647
a.2)	Other securities	3,158,913	2,938,898	3,049,647
b)	Available for sale:			
b.1)	Kenya Government securities	-	-	-
b.2)	Other securities	-	-	-
6	Deposits and balances due from local banking institutions	351,877	254,034	252,838
7	Deposits and balances due from banking institutions abroad	249,946	294,313	276,031
8	Tax recoverable	19,212	7,354	7,354
9	Loans and advances to customers (net)	9,946,721	8,974,527	9,620,175
10	Balances due from banking institutions in the group	-	-	-
11	Investments in associates	-	-	-
12	Investments in subsidiary companies	-	-	-
13	Investments in joint ventures	-	-	-
14	Investment properties	-	-	-
15	Property and equipment	160,305	135,674	123,759
16	Prepaid lease rentals	256,075	250,075	248,076
17	Intangible assets	3,743	4,943	4,038
18	Deferred tax asset	47,358	85,696	85,696
19	Retirement benefit asset	-	-	-
20	Other assets	199,791	227,831	179,481
21	TOTAL ASSETS	15,386,946	14,705,351	15,019,755
B LIABILITIES				
22	Balances due to Central Bank of Kenya	-	-	-
23	Customer deposits	13,205,869	12,313,030	12,586,841
24	Deposits and balances due to local banking institutions	-	-	-
25	Deposits and balances due to foreign banking institutions	-	-	-
26	Other money market deposits	-	-	-
27	Borrowed funds	-	-	-
28	Balances due to banking institutions in the group	-	-	-
29	Tax payable	11,250	-	29,000
30	Dividends payable	-	-	-
31	Deferred tax liability	-	-	-
32	Retirement benefit liability	-	-	-
33	Other liabilities	135,331	177,727	139,472
34	TOTAL LIABILITIES	13,352,450	12,490,757	12,755,313
C SHAREHOLDERS' FUNDS				
35	Paid up /Assigned capital	450,375	450,375	450,375
36	Share premium/(discount)	-	-	-
37	Revaluation reserves	-	-	-
38	Retained earnings/Accumulated losses	1,584,121	1,699,107	1,748,955
39	Statutory loan loss reserves	-	65,112	65,112
40	Other Reserves	-	-	-
41	Proposed dividends	-	-	-
42	Capital grants	-	-	-
43	TOTAL SHAREHOLDERS' FUNDS	2,034,496	2,214,594	2,264,442
44	Minority Interest	-	-	-
45	TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	15,386,946	14,705,351	15,019,755
II STATEMENT OF COMPREHENSIVE INCOME				
1.0 INTEREST INCOME				
1.1	Loans and advances	398,027	1,607,476	313,518
1.2	Government securities	69,071	332,255	76,890
1.3	Deposits and placements with banking institutions	9,628	21,102	9,844
1.4	Other Interest Income	1,311	15,109	3,565
1.5	Total interest income	478,037	1,975,942	403,817
2.0 INTEREST EXPENSE				
2.1	Customer deposits	280,483	968,985	195,480
2.2	Deposits and placement from banking institutions	-	229	-
2.3	Other interest expenses	5,769	36,397	5,331
2.4	Total interest expenses	286,252	1,005,611	200,811
3.0 NET INTEREST INCOME/(LOSS)		191,785	970,331	203,006
4.0 NON-INTEREST INCOME				
4.1	Fees and commissions on loans and advances	9,596	65,205	14,412
4.2	Other fees and commissions	3,940	18,719	4,214
4.3	Foreign exchange trading income/(Loss)	11,331	41,840	10,493
4.4	Dividend Income	-	-	-
4.5	Other income	6,288	136,967	12,471
4.6	Total Non-interest income	31,155	262,731	41,590
5.0 TOTAL OPERATING INCOME		222,940	1,233,062	244,596
6.0 OTHER OPERATING EXPENSES				
6.1	Loan loss provision	3,986	264,734	4,502
6.2	Staff costs	78,195	346,604	85,990
6.3	Directors' emoluments	1,225	4,885	1,385
6.4	Rental charges	12,171	49,412	12,580
6.5	Depreciation charge on property and equipment	13,673	44,185	10,453
6.6	Amortisation charges	188	10,601	2,778
6.7	Other operating expenses	52,221	210,377	48,058
6.8	Total Other Operating Expenses	161,659	931,158	165,746
7.0	Profit/(loss) Before Tax and Exceptional Items	61,281	301,904	78,850
8.0	Exceptional Items	-	-	-
9.0	Profit/(Loss) After Exceptional Items	61,281	301,904	78,850
10.0	Current Tax	11,250	71,777	29,000
11.0	Deferred Tax	-	-	-
12.0	Profit/(Loss) After Tax and Exceptional Items	50,031	230,127	49,850
13.0	Minority Interest	-	-	-
14.0	Profit/(loss) after tax, exceptional items and Minority Interest	50,031	230,127	49,850
15.0	Other Comprehensive Income	-	-	-
15.1	Gains/(Losses) from translating the financial statements of foreign operations	-	-	-
15.2	Fair value changes in available for sale financial assets	-	-	-
15.3	Revaluation surplus on Property, plant and equipment	-	-	-
15.4	Share of other comprehensive income of associates	-	-	-
15.5	Income tax relating to components of other comprehensive income	-	-	-
16.0	Other Comprehensive Income for the year net of tax	-	-	-
17.0	Total comprehensive income for the year	50,031	230,127	49,850
18.0	EARNINGS PER SHARE- BASIC & DILUTED	-	-	-
19.0	DIVIDEND PER SHARE -DECLARED	-	-	-
III OTHER DISCLOSURES				
1.0 NON-PERFORMING LOANS AND ADVANCES				
(a)	Gross Non-performing loans and advances	1,082,702	786,925	803,826
(b)	Less: Interest in Suspense	286,496	261,979	279,825
(c) Total Non-Performing Loans and Advances (a-b)		796,206	524,946	524,001
(d)	Less: Loan Loss Provision	421,055	367,585	371,241
(e) Net Non-Performing Loans and Advances (c-d)		375,151	157,361	152,760
(f)	Discounted Value of Securities	357,672	192,332	165,281
(g)	Net NPLs Exposure (e-f)	17,479	(34,971)	(12,521)
2.0 INSIDER LOANS AND ADVANCES				
(a)	Directors, Shareholders and Associates	355,698	301,063	488,396
(b)	Employees	27,992	22,218	21,789
(c) Total Insider Loans and Advances and other facilities		383,690	323,281	510,185
3.0 OFF-BALANCE SHEET ITEMS				
(a)	Letters of credit, guarantees, acceptances	1,105,099	946,365	907,740
(b)	Forwards, swaps and options	62,136	26,765	27,641
(c)	Other contingent liabilities	31,496	36,834	37,149
(d) Total Contingent Liabilities		1,198,731	1,009,964	972,530
4.0 CAPITAL STRENGTH				
(a)	Core capital	2,009,480	2,149,480	2,174,405
(b)	Minimum Statutory Capital	1,000,000	1,000,000	1,000,000
(c)	Excess/(Deficiency) (a-b)	1,009,480	1,149,480	1,174,405
(d)	Supplementary Capital	-	65,112	65,112
(e) Total Capital (a+d)		2,009,480	2,214,592	2,239,517
(f) Total risk weighted assets		11,552,392	11,287,906	11,784,288
(g) Core Capital/Total deposits Liabilities		15.2%	17.5%	17.3%
(h)	Minimum statutory Ratio	8.0%	8.0%	8.0%
(i)	Excess/(Deficiency) (g-h)	7.2%	9.5%	9.3%
(j) Core Capital / total risk weighted assets		17.4%	19.0%	18.5%
(k)	Minimum Statutory Ratio	10.5%	10.5%	10.5%
(l) Excess (Deficiency) (j-k)		6.9%	8.5%	8.0%
(m) Total Capital/total risk weighted assets		17.4%	19.6%	19.0%
(n)	Minimum statutory Ratio	14.5%	14.5%	14.5%
(o) Excess/(Deficiency) (m-n)		2.9%	5.1%	4.5%
14 LIQUIDITY				
14.1	(a) Liquidity Ratio	35.3%	40.7%	37.6%
14.2	(b) Minimum Statutory Ratio	20.0%	20.0%	20.0%
14.3	(c) Excess (Deficiency) (a-b)	15.3%	20.7%	17.6%

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 Institution's website www.guardian-bank.com. They may also be accessed at the institutions head office located at Nairobi (Biashara Street).

Vasant K. Shetty
MANAGING DIRECTOR

Hetul D. Chandaria
EXECUTIVE DIRECTOR

Guardian Bank Ltd is regulated by the Central Bank of Kenya.