

QUARTERLY FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 30TH JUNE 2017

I STATEMENT OF FINANCIAL POSITION AS AT		30 th Jun 2016	31 st Dec 2016	31 st Mar 2017	30 th Jun 2017
		Shs. '000'	Shs. '000'	Shs. '000'	Shs. '000'
		Unaudited	Audited	Unaudited	Unaudited
A ASSETS					
1	Cash (both Local & Foreign)	160,552	126,158	149,640	168,276
2	Balances due from Central Bank of Kenya	1,191,702	1,405,848	1,023,020	990,556
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.	Kenya Government securities	3,460,609	2,938,898	3,049,647	3,318,570
b.	Other securities	3,460,609	2,938,898	3,049,647	3,318,570
b)	Available for sale:				
a.	Kenya Government securities	-	-	-	-
b.	Other securities	-	-	-	-
6	Deposits and balances due from local banking institutions	108,158	254,034	252,838	230,054
7	Deposits and balances due from banking institutions abroad	165,766	294,313	276,031	248,019
8	Tax recoverable	-	7,354	7,354	-
9	Loans and advances to customers (net)	9,596,736	8,974,527	9,620,175	9,634,943
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	151,562	135,674	123,759	116,601
16	Prepaid lease rentals	253,898	250,075	248,076	246,076
17	Intangible assets	3,088	4,943	4,038	3,471
18	Deferred tax asset	47,358	85,696	85,696	85,696
19	Retirement benefit asset	-	-	-	-
20	Other assets	210,519	227,831	179,481	229,247
21 TOTAL ASSETS		15,349,948	14,705,351	15,019,755	15,271,509
B LIABILITIES					
22	Balances due to Central Bank of Kenya	-	-	-	-
23	Customer deposits	13,216,185	12,313,030	12,586,841	12,760,867
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	-	-	29,000	-
30	Dividends payable	-	-	-	-
31	Deferred tax liability	-	-	-	-
32	Retirement benefit liability	-	-	-	-
33	Other liabilities	108,046	177,727	139,472	218,672
34 TOTAL LIABILITIES		13,324,231	12,490,757	12,755,313	12,979,539
C SHAREHOLDERS' FUNDS					
35	Paid up /Assigned capital	450,375	450,375	450,375	450,375
36	Share premium/(discount)	-	-	-	-
37	Revaluation reserves	-	-	-	-
38	Retained earnings/Accumulated losses	1,575,342	1,699,107	1,748,955	1,776,483
39	Statutory loan loss reserves	-	65,112	65,112	65,112
40	Other Reserves	-	-	-	-
41	Proposed dividends	-	-	-	-
42	Capital grants	-	-	-	-
43 TOTAL SHAREHOLDERS' FUNDS		2,025,717	2,214,594	2,264,442	2,291,970
44	Minority Interest	-	-	-	-
45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS		15,349,948	14,705,351	15,019,755	15,271,509
II STATEMENT OF COMPREHENSIVE INCOME					
1.0 INTEREST INCOME					
1.1	Loans and advances	779,231	1,607,476	313,518	640,381
1.2	Government securities	156,842	332,255	76,890	147,930
1.3	Deposits and placements with banking institutions	17,466	21,102	9,844	19,770
1.4	Other Interest Income	6,729	15,109	3,565	6,120
1.5 Total Interest Income		959,268	1,975,942	403,817	814,201
2.0 INTEREST EXPENSE					
2.1	Customer deposits	527,223	968,985	195,480	401,496
2.2	Deposits and placement from banking institutions	-	229	-	-
2.3	Other interest expenses	11,538	36,597	5,331	10,101
2.4 Total Interest Expenses		538,761	1,005,611	200,811	411,597
3.0 NET INTEREST INCOME/(LOSS)		420,507	970,331	203,006	402,604
4.0 NON-INTEREST INCOME					
4.1	Fees and commissions on loans and advances	24,980	65,205	14,412	29,469
4.2	Other fees and commissions	9,712	18,719	4,214	8,343
4.3	Foreign exchange trading income/(Loss)	23,103	41,840	10,493	20,090
4.4	Dividend Income	-	-	-	-
4.5	Other income	11,542	136,967	12,471	17,527
4.6 Total Non-interest Income		69,337	262,731	41,590	75,429
5.0 TOTAL OPERATING INCOME		489,844	1,233,062	244,596	478,033
6.0 OTHER OPERATING EXPENSES					
6.1	Loan loss provision	89,479	264,734	4,502	9,716
6.2	Staff costs	169,331	346,604	85,990	179,827
6.3	Directors' emoluments	2,365	4,885	1,385	2,670
6.4	Rental charges	24,459	49,412	12,580	25,571
6.5	Depreciation charge on property and equipment	22,499	44,185	10,453	21,049
6.6	Amortisation charges	5,486	10,601	2,778	5,344
6.7	Other operating expenses	95,458	210,737	48,058	98,228
6.8	Total Other Operating Expenses	409,077	931,158	165,746	342,405
7.0	Profit/(loss) Before Tax and Exceptional Items	80,767	301,904	78,850	135,628
8.0	Exceptional Items	-	-	-	-
9.0	Profit/(Loss) After Exceptional Items	80,767	301,904	78,850	135,628
10.0	Current Tax	39,515	71,777	29,000	58,250
11.0	Deferred Tax	-	-	-	-
12.0	Profit/(Loss) After Tax and Exceptional Items	41,252	230,127	49,850	77,378
13.0	Minority Interest	-	-	-	-
14.0 Profit/(Loss) after tax, exceptional items and Minority Interest		41,252	230,127	49,850	77,378
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		41,252	230,127	49,850	77,378
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	957,965	786,925	803,826	813,365
(b)	Less: Interest in Suspense	248,159	261,979	279,825	298,422
(c) Total Non-Performing Loans and Advances (a-b)		709,806	524,946	524,001	514,943
(d)	Less: Loan Loss Provision	341,455	367,585	371,241	366,048
(e)	Net Non-Performing Loans and Advances(c-d)	368,351	157,361	152,760	148,895
(f)	Discounted Value of Securities	365,726	192,332	156,281	148,895
(g)	Net NPLs Exposure (e-f)	2,625	(34,971)	(12,521)	-
2.0 INSIDER LOANS AND ADVANCES					
(a)	Directors, Shareholders and Associates	126,679	301,063	488,396	491,726
(b)	Employees	35,582	22,218	21,789	22,331
(c) Total Insider Loans and Advances and other facilities		162,261	323,281	510,185	514,057
3.0 OFF-BALANCE SHEET ITEMS					
(a)	Letters of credit, guarantees, acceptances	1,075,274	946,365	907,740	976,782
(b)	Forwards, swaps and options	-	26,765	27,641	19,155
(c)	Other contingent liabilities	93,610	36,834	37,149	35,950
(d) Total Contingent Liabilities		1,168,884	1,009,964	972,530	1,011,887
4.0 CAPITAL STRENGTH					
(a)	Core capital	2,005,090	2,149,480	2,174,405	2,188,169
(b)	Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000
(c)	Excess/(Deficiency) (a-b)	1,005,090	1,149,480	1,174,405	1,188,169
(d)	Supplementary Capital	-	65,112	65,112	65,112
(e) Total Capital (a+d)		2,005,090	2,214,592	2,239,517	2,253,281
(f) Total risk weighted assets		11,638,722	11,287,906	11,784,288	11,922,554
(g) Core Capital/Total deposits Liabilities		15.2%	17.5%	17.3%	17.2%
(h)	Minimum statutory Ratio	8.0%	8.0%	8.0%	8.0%
(i)	Excess/(Deficiency) (g-h)	7.2%	9.5%	9.3%	9.2%
(j) Core Capital / total risk weighted assets		17.2%	19.0%	18.5%	18.4%
(k)	Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%
(l) Excess (Deficiency) (j-k)		6.7%	8.5%	8.0%	7.9%
(m) Total Capital/total risk weighted assets		17.2%	19.6%	19.0%	18.9%
(n)	Minimum statutory Ratio	14.5%	14.5%	14.5%	14.5%
(o)	Excess/(Deficiency) (m-n)	2.7%	5.1%	4.5%	4.4%
14 LIQUIDITY					
14.1 (a)	Liquidity Ratio	37.9%	40.7%	37.6%	38.8%
14.2 (b)	Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%

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.