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Guardian BANK

Nour Preferred Bank						
UN-AUDITED QUARTERLY FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED SEPTEMBER 30 TH 2018						
1	STATEMENT OF FINANCIAL POSITION AS AT	30 th Sept 2017	31 st Dec 2017	31 st Mar 2018	30 th Jun 2018	30 th Sept 2018
1 A	ASSETS Cash (both Local & Foreign)	Shs. '000' Unaudited 175,157	Shs. '000' Audited 131,327	Shs. '000' Unaudited 101,478	Shs. '000' Unaudited 122,354	Shs. '000' Unaudited 148,151
2 3 4	Balances due from Central Bank of Kenya Kenya Government and other securities held for dealing purposes Financial Assets at fair value through profit and loss	620,949	1,104,819	859,802	884,894	823,754
5	Investment Securities: a) Held to Maturity:	3,726,091	3,485,956	3,391,961	3,947,161	3,661,119
	a. Kenya Government securities b. Other securities b) Available for sale:	3,726,091 - -	3,485,956 - -	3,391,961 - -	3,947,161 - -	3,661,119 - -
6	a. Kenya Government securities b. Other securities Deposits and balances due from local banking institutions	730,868	- - 581,787	- - 979,178	- - 805,475	- - 934,643
7 8 9	Deposits and balances due from banking institutions abroad Tax recoverable Loans and advances to customers (net)	155,538 - 9,445,658	132,513 47,089 9,616,965	55,737 47,089 9,524,737	234,478 - 9,456,106	367,844 - 9,482,083
10 11	Balances due from banking institutions in the group Investments in associates	-		-	-	
12 13 14	Investments in subsidiary companies Investments in joint ventures Investment properties	-	i	-	-	-
15 16 17	Property and equipment Prepaid lease rentals Intangible assets	106,790 244,077 2,912	98,827 242,075 2,479	88,681 240,077 1,793	81,137 238,077 1,298	75,784 236,078 934
18 19 20	Deferred tax asset Retirement benefit asset Other assets	85,696 	93,594 - 265,328	93,594 - 281,043	93,594 - 163,683	93,594 - 188,032
21 B	TOTAL ASSETS LIABILITIES Balances due to Central Bank of Kenya	15,520,532	15,802,759	15,665,170	16,028,257	16,012,016
22 23 24	Customer deposits Deposits and balances due to local banking institutions	- 12,979,592 -	- 13,119,549 -	13,013,989	- 13,280,004 -	13,115,164
25 26 27	Deposits and balances due to foreign banking institutions Other money market deposits Borrowed funds		-	:	1	1
28 29 30	Balances due to banking institutions in the group Tax payable Dividends payable		:	21,000	÷	-
31 32	Deferred tax liability Retirement benefit liability			-		-
33 34 C	Other liabilities TOTAL LIABILITIES SHAREHOLDERS' FUNDS	213,929 13,193,521	308,595 13,428,144	222,482 13,257,471	211,725 13,491,729	260,188 13,375,352
35 36 37	Paid up /Assigned capital Share premium/(discount) Revaluation reserves	450,375	450,375 - -	450,375 - -	450,375 - -	450,375 - -
38 39 40	Retained earnings/Accumulated losses Statutory loan loss reserves Other Reserves	1,811,524 65,112	1,856,467 67,773	1,864,838 92,486	1,972,486 113,667	2,029,984 156,305
41 42	Proposed dividends Capital grants	-		-	-	
43 44 45	TOTAL SHAREHOLDERS' FUNDS Minority Interest TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	2,327,011	2,374,615	2,407,699	2,536,528	2,636,664
II 1.0	STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD INTEREST INCOME	071 200	1202 (/2	222.055	(20.01/	022 500
1.1 1.2 1.3	Loans and advances Government securities Deposits and placements with banking institutions	971,309 227,927 31,078	1,303,443 322,785 42,932	323,855 91,583 9,876	628,914 188,807 19,537	932,588 290,186 31,840
1.4 1.5 2.0	Other Interest Income Total Interest Income INTEREST EXPENSE	9,249 1,239,563	9,421 1,678,581	509 425,823	1,125 838,383	1,346 1,255,960
2.1 2.2 2.3	Customer deposits Deposits and placement from banking institutions Other interest expenses	619,653 - 14,877	841,511 249 19,643	218,421 - 4,508	433,169 - 8,505	649,731 - 11,691
2.4 3.0	Total interest expenses NET INTEREST INCOME/(LOSS)	634,530 605,033	861,403 817,178	222,929 202,894	441,674 396,709	661,422 594,538
4.0 4.1 4.2	NON-INTEREST INCOME Fees and commissions on loans and advances Other fees and commissions	52,701 12,082	72,238 15,709	17,523 3,511	35,451 7,184	66,583 11,017
4.3 4.4 4.5	Foreign exchange trading income/(Loss) Dividend Income Other income	29,420 - 24,119	38,229 - 29,099	5,992 - 11,325	12,198 - 308,718	19,631 - 313,511
4.6 5.0 6.0	Total Non-interest income TOTAL OPERATING INCOME OTHER OPERATING EXPENSES	118,322 723,355	155,275 972,453	38,351 241,245	363,551 760,260	410,742 1,005,280
6.1 6.2	Loan loss provision Staff costs	19,863 270,355	62,048 361,484	18,503 91,619	182,945	9,197 275,856
6.3 6.4 6.5	Directors' emoluments Rental charges Depreciation charge on property and equipment	3,980 38,986 37,052	5,265 52,412 52,504	1,385 13,650 8,211	2,695 27,378 16,064	4,030 41,351 22,687
6.6 6.7 6.8	Amortisation charges Other operating expenses Total Other Operating Expenses	2,468 148,482 521,186	10,463 200,680 744,856	2,559 56,935 192,862	5,054 101,666 335,802	7,418 154,837 515,376
7.0 8.0 9.0	Profit/(loss) Before Tax and Exceptional Items Exceptional Items Profit/(Loss) After Exceptional Items	202,169 - 202,169	227,597 - 227,597	48,383 - 48,383	424,458 - 424,458	489,904 - 489,904
10.0 11.0	Current Tax Deferred Tax	89,750	67,575	21,000	31,000	69,785
12.0 13.0 14.0	Profit/(Loss) After Tax and Exceptional Items Minority Interest Profit/(loss) after tax, exceptional items and Minority Interest	112,419 	160,022 	27,383 - 27,383	393,458 	420,119 - - 420,119
15.0 15.1 15.2	Other Comprehensive Income Gains/(Losses) from translating the financial statements of foreign op Fair value changes in available for sale financial assets	erations -	:	-	-	-
15.3 15.4 15.5	Revaluation surplus on Property, plant and equipment Share of other comprehensive income of associates Income tax relating to components of other comprehensive income	-	:	÷	-	-
16.0 17.0	Other Comprehensive Income for the year net of tax Total comprehensive income for the year	112,419	- 160,022	27,383	393,458	420,119
18.0 19.0	EARNINGS PER SHARE- BASIC & DILUTED DIVIDEND PER SHARE -DECLARED OTHER DISCLOSURES	:	-	÷	-	-
1.0	NON-PERFORMING LOANS AND ADVANCES (a) Gross Non-performing loans and advances	830,784	1,121,770	1,135,683	974,966	963,083
	(b) Less: Interest in Suspense (c) Total Non-Performing Loans and Advances (a-b) (d) Less: Loan Loss Provision	318,298 512,486 382,610	<u>260,377</u> <u>861,393</u> 426,122	283,788 851,895 446,570	232,621 742,345 373,296	267,867 695,216 389,885
	(e) Net Non-Performing Loans and Advances(c-d) (f) Discounted Value of Securities (g) Net NPLs Exposure (e-f)	129,876 129,876	435,271 435,271 -	405,325 405,325	369,049 369,049 -	305,331 305,331 -
2.0	INSIDER LOANS AND ADVANCES (a) Directors, Shareholders and Associates (b) Employees	152,674 20,907	111,443 20,996	114,729 19,647	84,706 18,672	81,640 20,052
3.0	(c) Total Insider Loans and Advances and other facilities OFF-BALANCE SHEET ITEMS	173,581	132,439	134,376	103,378	101,692
	 (a) Letters of credit guarantees, acceptances (b) Forwards, swaps and options (c) Other contingent liabilities 	821,463 73,002 54,984	807,602 73,968 18,646	793,803 62,370 49,616	794,341 58,429 56,432	616,279 70,730 36,274
4.0	(d) Total Contingent Liabilities CAPITAL STRENGTH (a) Core capital	949,449 2,205,689	900,216 2,306,841	905,789 2,301,522	909,202 2,132,538	723,283 2,176,705
	(b) Minimum Statutory Capital (c) Excess/(Dificiency)(a-b)	1,000,000 1,205,689	1,000,000 1,306,841	1,000,000 1,301,522	1,000,000 1,132,538	1,000,000 1,176,705
	(d) Supplementary Capital (e) Total Capital (a+d) (f) Total risk weighted assets (c) Care Carled (Check described Lisk likities	65,112 2,270,801 11,647,676	67,773 2,374,614 11,745,946	92,486 2,394,008 11,854,033	113,667 2,246,205 11,748,338	156,305 2,333,010 11,334,709
	(g) Core Capital/Total deposits Liabilities (h) Minimum statutory Ratio (I) Excess/(Deficiency) (g-h)	17.0% 8.0% 9.0%	17.6% 8.0% 9.6%	17.7% 8.0% 9.7%	16.1% 8.0% 8.1%	16.6% 8.0% 8.6%
	(j) Core Capital / total risk weighted assets (k) Minimum Statutory Ratio (I) Excess (Deficiency) (j-k)	18.9% 10.5% 8.4%	19.6% 10.5% 9.1%	19.4% 10.5% 8.9%	18.2% 10.5% 7.7%	19.2% 10.5% 8.7%
	(m) Total Capital/total risk weighted assets (n) Minimum statutory Ratio	19.5% 14.5%	20.2% 14.5%	20.2% 14.5%	19.1% 14.5%	20.6% 14.5%
	(o) Excess/(Deficiency) (m-n) (p) Adjusted Core Capital/Total Deposit Liabilities* (q) Adjusted Core Capital/Total Risk Weighted Assets*	5.0% 0.0% 0.0%	5.7% 0.0% 0.0%	5.7% 17.7% 19.4%	4.6% 16.3% 18.4%	6.1% 16.9% 19.5%
14	(r) Adjusted Total Capital/Total Risk Weighted Assets*	0.0%	0.0% 41.4%	20.2%	19.4%	20.9%
14.1 14.2 14.3	 (a) Liquidity Ratio (b) Minimum Statutory Ratio (c) Excess (Deficiency) (a-b) 	41.7% 20.0% 21.7%	41.4% 20.0% 21.4%	41.4% 20.0% 21.4%	45.1% 20.0% 25.1%	45.3% 20.0% 25.3%
	financial statements are extracts from the books of the institution. The com					

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). The Adjusted Capital Ratios includes the expected credit loss provisions added back to Capital in line with the CBK Guidance Note issued in April 2018 on implementation of IFRS 9. Vasant K. Shetty Managing Director Guardian Bank Ltd is regulated by the Central Bank of Kenya.