

UN-AUDITED QUARTERLY FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED JUNE 30TH 2019

I STATEMENT OF FINANCIAL POSITION AS AT		Bank			
		30 th Jun 2018 Shs. '000' Unaudited	31 st Dec 2018 Shs. '000' Audited	31 st Mar 2019 Shs. '000' Unaudited	30 th Jun 2019 Shs. '000' Unaudited
A ASSETS					
1 Cash (both Local & Foreign)	122,354	130,658	122,253	198,591	
2 Balances due from Central Bank of Kenya	884,894	1,766,902	1,158,959	1,360,862	
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	3,947,161	3,755,719	4,541,105	4,454,235	
b. Other securities	3,947,161	3,755,719	4,541,105	4,454,235	
b) Available for sale:					
a. Kenya Government securities	-	-	-	-	
b. Other securities	-	-	-	-	
6 Deposits and balances due from local banking institutions	805,475	353,303	97,904	96,747	
7 Deposits and balances due from banking institutions abroad	234,478	461,488	512,178	276,444	
8 Tax recoverable	-	-	-	-	
9 Loans and advances to customers (net)	9,456,106	9,028,027	9,608,973	9,188,804	
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	81,137	73,813	68,371	62,613	
16 Prepaid lease rentals	238,077	234,078	232,079	230,079	
17 Intangible assets	1,298	1,740	1,278	943	
18 Deferred tax asset	93,594	136,600	136,600	136,600	
19 Retirement benefit asset	-	-	-	-	
20 Other assets	163,683	243,636	158,607	219,780	
21 TOTAL ASSETS	16,028,257	16,185,964	16,638,307	16,225,698	
B LIABILITIES					
22 Balances due to Central Bank of Kenya	-	-	-	-	
23 Customer deposits	13,280,004	13,336,035	13,782,720	13,385,051	
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	-	19,842	47,702	-	
30 Dividends payable	-	-	-	-	
31 Deferred tax liability	-	-	-	-	
32 Retirement benefit liability	-	-	-	-	
33 Other liabilities	211,725	272,935	212,544	197,329	
34 TOTAL LIABILITIES	13,491,729	13,628,812	14,042,966	13,582,380	
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	1,972,486	1,970,038	1,975,253	1,993,656	
39 Statutory loan loss reserves	113,667	136,739	169,713	199,287	
40 Other Reserves	-	-	-	-	
41 Proposed dividends	-	-	-	-	
42 Capital grants	-	-	-	-	
43 TOTAL SHAREHOLDERS' FUNDS	2,536,528	2,557,152	2,595,341	2,643,318	
44 Minority Interest					
45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	16,028,257	16,185,964	16,638,307	16,225,698	
II STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED					
1.0 INTEREST INCOME					
1.1 Loans and advances	628,914	1,349,499	308,423	617,710	
1.2 Government securities	188,807	383,842	101,041	204,764	
1.3 Deposits and placements with banking institutions	19,537	45,969	5,407	8,556	
1.4 Other Interest Income	1,125	1,904	1,942	2,140	
1.5 Total interest income	838,383	1,781,214	416,813	833,170	
2.0 INTEREST EXPENSE					
2.1 Customer deposits	433,169	851,945	204,182	408,289	
2.2 Deposits and placement from banking institutions	-	-	-	83	
2.3 Other interest expenses	8,505	14,471	1,432	2,863	
2.4 Total interest expenses	441,674	866,416	205,614	411,205	
3.0 NET INTEREST INCOME/(LOSS)	396,709	914,798	211,199	421,965	
4.0 NON-INTEREST INCOME					
4.1 Fees and commissions on loans and advances	35,451	86,980	19,816	40,191	
4.2 Other fees and commissions	7,184	15,058	3,767	7,575	
4.3 Foreign exchange trading income/(Loss)	12,198	28,637	8,512	20,025	
4.4 Dividend Income	-	-	-	-	
4.5 Other income	308,718	48,302	4,779	10,790	
4.6 Total Non-interest income	363,551	178,977	36,874	78,581	
5.0 TOTAL OPERATING INCOME	760,260	1,093,775	248,073	500,546	
6.0 OTHER OPERATING EXPENSES					
6.1 Loan loss provision	-	78,628	18,844	28,072	
6.2 Staff costs	182,945	368,229	95,679	190,062	
6.3 Directors' emoluments	2,695	5,440	1,485	3,020	
6.4 Rental charges	27,378	55,303	13,867	27,771	
6.5 Depreciation charge on property and equipment	16,064	28,769	5,971	11,935	
6.6 Amortisation charges	5,054	9,739	2,335	4,669	
6.7 Other operating expenses	101,666	199,622	43,842	93,131	
6.8 Total Other Operating Expenses	335,802	745,730	182,023	358,660	
7.0 Profit/(loss) Before Tax and Exceptional Items	424,458	348,045	66,050	141,886	
8.0 Exceptional Items	-	-	-	-	
9.0 Profit/(Loss) After Exceptional Items	424,458	348,045	66,050	141,886	
10.0 Current Tax	31,000	122,477	27,860	55,719	
11.0 Deferred Tax	-	-	-	-	
12.0 Profit/(Loss) After Tax and Exceptional Items	393,458	225,568	38,190	86,167	
13.0 Minority Interest	-	-	-	-	
14.0 Profit/(loss) after tax, exceptional items and Minority Interest	393,458	225,568	38,190	86,167	
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	393,458	225,568	38,190	86,167	
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	974,966	960,439	969,474	980,475	
(b) Less: Interest in Suspense	232,621	277,028	290,733	310,312	
(c) Total Non-Performing Loans and Advances (a-b)	742,345	683,411	678,741	670,163	
(d) Less: Loan Loss Provision	373,296	409,880	424,622	445,059	
(e) Net Non-Performing Loans and Advances (c-d)	369,049	273,531	254,119	225,104	
(f) Discounted Value of Securities	369,049	273,531	254,119	225,104	
(g) Net NPLs Exposure (e-f)	-	-	-	-	
2.0 INSIDER LOANS AND ADVANCES					
(a) Directors, Shareholders and Associates	84,706	80,769	79,306	83,627	
(b) Employees	18,672	19,649	23,933	22,368	
(c) Total Insider Loans and Advances and other facilities	103,378	100,418	103,239	105,995	
3.0 OFF-BALANCE SHEET ITEMS					
(a) Letters of credit, guarantees, acceptances	794,341	745,977	658,551	667,813	
(b) Forwards, swaps and options	58,429	87,335	65,000	79,088	
(c) Other contingent liabilities	56,432	57,525	31,518	38,313	
(d) Total Contingent Liabilities	909,202	890,837	755,069	785,214	
4.0 CAPITAL STRENGTH					
(a) Core capital	2,132,538	2,420,413	2,406,533	2,400,947	
(b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	
(c) Excess/(Deficiency) (a-b)	1,132,538	1,420,413	1,406,533	1,400,947	
(d) Supplementary Capital	113,667	136,739	169,713	199,287	
(e) Total Capital (a-d)	2,246,205	2,557,152	2,576,246	2,600,234	
(f) Total risk weighted assets	11,748,338	11,241,904	11,690,507	11,289,046	
(g) Core Capital/Total Deposits Liabilities	16.1%	18.2%	17.5%	18.0%	
(h) Minimum statutory Ratio	8.0%	8.0%	8.0%	8.0%	
(i) Excess/(Deficiency) (g-h)	8.1%	10.2%	9.5%	10.0%	
(j) Core Capital / total risk weighted assets	18.2%	21.5%	20.6%	21.3%	
(k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%	
(l) Excess (Deficiency) (j-k)	7.7%	11.0%	10.1%	10.8%	
(m) Total Capital/total risk weighted assets	19.1%	22.7%	22.0%	23.0%	
(n) Minimum statutory Ratio	14.5%	14.5%	14.5%	14.5%	
(o) Excess/(Deficiency) (m-n)	4.6%	8.2%	7.5%	8.5%	
(p) Adjusted Core Capital/Total Deposit Liabilities*	16.3%	18.3%	17.6%	18.1%	
(q) Adjusted Core Capital/Total Risk Weighted Assets*	18.4%	21.7%	20.8%	21.4%	
(r) Adjusted Total Capital/Total Risk Weighted Assets*	19.4%	22.9%	22.2%	23.2%	
14 LIQUIDITY					
14.1 (a) Liquidity Ratio	45.1%	48.6%	46.8%	47.8%	
14.2 (b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%	
14.3 (c) Excess (Deficiency) (a-b)	25.1%	28.6%	26.8%	27.8%	

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

Hetul D. Chandaria
Executive Director

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