



## UN-AUDITED QUARTERLY FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDED 31ST MARCH 2022

I STATEMENT OF FINANCIAL POSITION AS AT		31st March 2021	31st December 2021	31st March 2022
		Shs. '000' Unaudited	Shs. '000' Audited	Shs. '000' Unaudited
<b>A ASSETS</b>				
1	Cash (both Local & Foreign)	118,794	192,158	118,083
2	Balances due from Central Bank of Kenya	1,049,645	2,380,242	1,379,061
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:	5,669,787	6,804,629	6,963,692
a.1)	Kenya Government securities	5,669,787	6,804,629	6,963,692
a.2)	Other securities	-	-	-
b)	Available for sale:	-	-	-
a.1)	Kenya Government securities	-	-	-
a.2)	Other securities	-	-	-
6	Deposits and balances due from local banking institutions	264,837	98,963	261,597
7	Deposits and balances due from banking institutions abroad	412,491	352,926	407,060
8	Tax recoverable	33,432	47,013	47,013
9	Loans and advances to customers (net)	8,049,535	6,953,431	7,111,260
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	57,472	52,017	48,424
16	Prepaid lease rentals	216,079	210,080	208,083
17	Intangible assets	2,865	31,807	31,382
18	Deferred tax asset	180,544	234,692	234,691
19	Retirement benefit asset	-	-	-
20	Other assets	645,230	378,442	454,960
<b>21</b>	<b>TOTAL ASSETS</b>	<b>16,700,710</b>	<b>17,736,400</b>	<b>17,265,306</b>
<b>B LIABILITIES</b>				
22	Balances due to Central Bank of Kenya	-	-	-
23	Customer deposits	13,090,126	14,347,923	13,759,704
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	9,213	-	9,455
30	Dividends payable	-	-	-
31	Deferred tax liability	-	-	-
32	Retirement benefit liability	-	-	-
33	Other liabilities	728,607	399,427	434,978
<b>34</b>	<b>TOTAL LIABILITIES</b>	<b>13,827,946</b>	<b>14,747,350</b>	<b>14,204,137</b>
<b>C SHAREHOLDERS' FUNDS</b>				
35	Paid up /Assigned capital	450,375	450,375	450,375
36	Share premium/(discount)	-	-	-
37	Revaluation reserves	-	-	-
38	Retained earnings/Accumulated losses	2,242,314	2,304,989	2,372,441
39	Statutory loan loss reserves	180,075	233,686	238,353
40	Other Reserves	-	-	-
41	Proposed dividends	-	-	-
42	Capital grants	-	-	-
<b>43</b>	<b>TOTAL SHAREHOLDERS' FUNDS</b>	<b>2,872,764</b>	<b>2,989,050</b>	<b>3,061,169</b>
<b>44</b>	<b>Minority Interest</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>45</b>	<b>TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS</b>	<b>16,700,710</b>	<b>17,736,400</b>	<b>17,265,306</b>
II STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED		31st March 2021	31st December 2021	31st March 2022
		Shs. '000' Unaudited	Shs. '000' Audited	Shs. '000' Unaudited
<b>1.0 INTEREST INCOME</b>				
1.1	Loans and advances	251,045	1,004,957	232,225
1.2	Government securities	117,203	516,743	154,594
1.3	Deposits and placements with banking institutions	3,382	15,252	4,364
1.4	Other Interest Income	3,117	16,403	1,374
<b>1.5</b>	<b>Total interest income</b>	<b>374,747</b>	<b>1,553,354</b>	<b>392,556</b>
<b>2.0 INTEREST EXPENSE</b>				
2.1	Customer deposits	176,124	742,826	187,832
2.2	Deposits and placement from banking institutions	29	58	-
2.3	Other interest expenses	10,807	31,005	8,017
<b>2.4</b>	<b>Total interest expenses</b>	<b>186,960</b>	<b>773,889</b>	<b>195,848</b>
<b>3.0 NET INTEREST INCOME/(LOSS)</b>		<b>187,787</b>	<b>779,465</b>	<b>196,708</b>
<b>4.0 NON-INTEREST INCOME</b>				
4.1	Fees and commissions on loans and advances	21,506	77,094	15,751
4.2	Other fees and commissions	2,867	10,989	2,676
4.3	Foreign exchange trading income/(Loss)	10,007	53,361	16,757
4.4	Dividend Income	-	-	-
4.5	Other income	26,879	39,777	3,597
<b>4.6</b>	<b>Total Non-Interest Income</b>	<b>61,259</b>	<b>181,221</b>	<b>38,781</b>
<b>5.0 TOTAL OPERATING INCOME</b>		<b>249,046</b>	<b>960,687</b>	<b>235,489</b>
<b>6.0 OTHER OPERATING EXPENSES</b>				
6.1	Loan loss provision	37,870	167,073	(3,882)
6.2	Staff costs	101,678	372,586	85,693
6.3	Directors' emoluments	1,000	15,043	5,078
6.4	Rental charges	9,184	10,148	2,470
6.5	Depreciation charge on property and equipment	9,710	39,217	9,361
6.6	Amortisation charges	2,487	9,976	2,424
6.7	Other operating expenses	39,153	211,379	52,771
<b>6.8</b>	<b>Total Other Operating Expenses</b>	<b>201,082</b>	<b>825,420</b>	<b>153,914</b>
<b>7.0 Profit/(Loss) Before Tax and Exceptional Items</b>		<b>47,963</b>	<b>135,266</b>	<b>81,575</b>
8.0	Exceptional Items	-	-	-
<b>9.0 Profit/(Loss) After Exceptional Items</b>		<b>47,963</b>	<b>135,266</b>	<b>81,575</b>
10.0	Current Tax	9,213	(19,767)	9,455
11.0	Deferred Tax	-	-	-
<b>12.0 Profit/(Loss) After Tax and Exceptional Items</b>		<b>38,749</b>	<b>155,033</b>	<b>72,120</b>
13.0	Minority Interest	-	-	-
<b>14.0 Profit/(loss) after tax, exceptional items and Minority Interest</b>		<b>38,749</b>	<b>155,033</b>	<b>72,120</b>
<b>15.0 Other Comprehensive Income</b>				
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	-	-	-
<b>16.0 Other Comprehensive Income for the year net of tax</b>		<b>-</b>	<b>-</b>	<b>-</b>
<b>17.0 Total comprehensive income for the year</b>		<b>38,749</b>	<b>155,033</b>	<b>72,120</b>
<b>18.0 EARNINGS PER SHARE - BASIC &amp; DILUTED</b>		<b>-</b>	<b>-</b>	<b>-</b>
<b>19.0 DIVIDEND PER SHARE -DECLARED</b>		<b>-</b>	<b>-</b>	<b>-</b>
III OTHER DISCLOSURES		31st March 2021	31st December 2021	31st March 2022
		Shs. '000' Unaudited	Shs. '000' Audited	Shs. '000' Unaudited
<b>1.0 NON-PERFORMING LOANS AND ADVANCES</b>				
(a)	Gross Non-performing loans and advances	1,204,916	1,257,497	1,225,617
(b)	Less: Interest in Suspense	334,089	352,863	365,257
<b>(c) Total Non-Performing Loans and Advances (a-b)</b>		<b>870,827</b>	<b>904,634</b>	<b>860,360</b>
(d)	Less: Loan Loss Provision	455,936	518,191	496,996
<b>(e) Net Non-Performing Loans and Advances (c-d)</b>		<b>414,891</b>	<b>386,443</b>	<b>363,364</b>
(f)	Discounted Value of Securities	414,891	367,425	336,625
<b>(g) Net NPLs Exposure (e-f)</b>		<b>-</b>	<b>19,018</b>	<b>26,739</b>
<b>2.0 INSIDER LOANS AND ADVANCES</b>				
(a)	Directors, Shareholders and Associates	88,987	87,948	108,905
(b)	Employees	18,481	17,929	20,594
<b>(c) Total Insider Loans and Advances and other facilities</b>		<b>107,469</b>	<b>105,877</b>	<b>129,499</b>
<b>3.0 OFF-BALANCE SHEET ITEMS</b>				
(a)	Letters of credit, guarantees, acceptances	642,604	728,672	795,357
(b)	Forwards, swaps and options	160,754	152,592	191,703
(c)	Other contingent liabilities	7,643	16,801	21,105
<b>(d) Total Contingent Liabilities</b>		<b>811,001</b>	<b>898,065</b>	<b>1,008,165</b>
<b>4.0 CAPITAL STRENGTH</b>				
(a)	Core capital	2,673,315	2,755,363	2,786,755
(b)	Minimum Statutory Capital	1,000,000	1,000,000	1,000,000
(c)	Excess/(Deficiency) (a-b)	1,673,315	1,755,363	1,786,755
(d)	Supplementary Capital	180,075	233,686	238,353
<b>(e) Total Capital (a+d)</b>		<b>2,853,390</b>	<b>2,989,049</b>	<b>3,025,108</b>
(f)	Total risk weighted assets	12,342,618	11,323,683	11,729,966
<b>(g) Core Capital/Total deposits Liabilities</b>		<b>20.5%</b>	<b>19.3%</b>	<b>20.3%</b>
(h)	Minimum statutory Ratio	8.0%	8.0%	8.0%
(i)	Excess/(Deficiency) (g-h)	12.5%	11.3%	12.3%
<b>(j) Core Capital / total risk weighted assets</b>		<b>21.7%</b>	<b>24.3%</b>	<b>23.8%</b>
(k)	Minimum Statutory Ratio	10.5%	10.5%	10.5%
(l)	Excess (Deficiency) (j-k)	11.2%	13.8%	13.3%
<b>(m) Total Capital/total risk weighted assets</b>		<b>23.1%</b>	<b>26.4%</b>	<b>25.8%</b>
(n)	Minimum statutory Ratio	14.5%	14.5%	14.5%
(o)	Excess/(Deficiency) (m-n)	8.6%	11.9%	11.3%
(p)	Adjusted Core Capital/Total Deposit Liabilities*	20.5%	19.3%	20.3%
(q)	Adjusted Core Capital/Total Risk Weighted Assets*	21.7%	24.4%	23.8%
(r)	Adjusted Total Capital/Total Risk Weighted Assets*	23.2%	26.5%	25.9%
<b>5.0 LIQUIDITY</b>				
(a)	Liquidity Ratio	57.5%	67.7%	65.3%
(b)	Minimum Statutory Ratio	20.0%	20.0%	20.0%
(c)	Excess (Deficiency) (a-b)	37.5%	47.7%	45.3%

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](http://www.guardian-bank.com). They may also be accessed at the institutions head office located at Guardian Centre, Biashara Street, Nairobi.

\*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.