

**UN-AUDITED QUARTERLY FINANCIAL STATEMENTS AND OTHER DISCLOSURES
FOR THE PERIOD ENDED 30TH SEPTEMBER 2022**

I STATEMENT OF FINANCIAL POSITION AS AT	30th September	31st December	31st March	30th June 2022	30th September
	2021	2021	2022	2022	2022
A ASSETS	Unaudited	Audited	Unaudited	Unaudited	Unaudited
1 Cash (both Local & Foreign)	164,965	192,158	118,083	137,355	159,522
2 Balances due from Central Bank of Kenya	1,571,447	2,380,242	1,379,061	1,346,775	1,101,946
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	6,206,849	6,804,629	6,963,692	6,072,422	6,558,309
b. Other securities	6,206,849	6,804,629	6,963,692	6,072,422	6,558,309
b) Available for sale:					
a. Kenya Government securities	-	-	-	-	-
b. Other securities	-	-	-	-	-
6 Deposits and balances due from local banking institutions	359,259	98,963	261,597	824,792	96,409
7 Deposits and balances due from banking institutions abroad	324,380	352,926	407,060	331,250	415,897
8 Tax recoverable	44,540	47,013	47,013	47,013	47,013
9 Loans and advances to customers (net)	7,166,465	6,953,431	7,111,260	6,763,264	7,059,477
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	53,314	52,017	48,424	52,758	52,386
16 Prepaid lease rentals	212,079	210,080	208,083	206,083	204,084
17 Intangible assets	1,977	31,807	31,382	30,513	29,848
18 Deferred tax asset	180,544	234,692	234,691	234,691	234,691
19 Retirement benefit asset	-	-	-	-	-
20 Other assets	735,651	378,442	454,960	710,253	525,710
21 TOTAL ASSETS	17,021,470	17,736,400	17,265,306	16,757,170	16,485,292
B LIABILITIES					
22 Balances due to Central Bank of Kenya	-	-	-	-	-
23 Customer deposits	13,330,326	14,347,923	13,759,704	13,169,976	12,773,828
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	-	-	9,455	-	-
30 Dividends payable	-	-	-	-	-
31 Deferred tax liability	-	-	-	-	-
32 Retirement benefit liability	-	-	-	-	-
33 Other liabilities	752,833	399,427	434,978	418,263	458,764
34 TOTAL LIABILITIES	14,083,159	14,747,350	14,204,137	13,588,239	13,232,592
C SHAREHOLDERS' FUNDS					
35 Paid up /Assigned capital	450,375	450,375	450,375	450,375	450,375
36 Share premium/(discount)	-	-	-	-	-
37 Revaluation reserves	-	-	-	-	-
38 Retained earnings/Accumulated losses	2,249,357	2,304,989	2,372,441	2,392,149	2,452,912
39 Statutory loan loss reserves	238,579	233,686	238,353	326,407	349,413
40 Other Reserves	-	-	-	-	-
41 Proposed dividends	-	-	-	-	-
42 Capital grants	-	-	-	-	-
43 TOTAL SHAREHOLDERS' FUNDS	2,938,311	2,989,050	3,061,169	3,168,931	3,252,700
45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	17,021,470	17,736,400	17,265,306	16,757,170	16,485,292

II STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED	30th September	31st December	31st March	30th June	30th September
	2021	2021	2022	2022	2022
	Shs. '000	Shs. '000	Shs. '000	Shs. '000	Shs. '000
	Unaudited	Audited	Unaudited	Unaudited	Unaudited
1.0 INTEREST INCOME					
1.1 Loans and advances	730,504	1,004,957	232,225	446,086	651,832
1.2 Government securities	370,771	516,743	154,594	301,741	452,273
1.3 Deposits and placements with banking institutions	11,235	15,252	4,364	8,957	17,907
1.4 Other Interest Income	11,678	16,403	1,374	2,524	2,524
1.5 Total Interest Income	1,124,188	1,553,354	392,556	759,308	1,124,536
2.0 INTEREST EXPENSE					
2.1 Customer deposits	552,039	742,826	187,832	361,633	533,702
2.2 Deposits and placement from banking institutions	58	58	-	-	-
2.3 Other Interest expenses	21,694	31,005	8,017	16,048	24,063
2.4 Total Interest expenses	573,791	773,889	195,849	377,681	557,765
3.0 NET INTEREST INCOME/(LOSS)	550,396	779,465	196,708	381,627	566,771
4.0 NON-INTEREST INCOME					
4.1 Fees and commissions on loans and advances	59,510	77,094	15,751	29,835	41,126
4.2 Other fees and commissions	8,281	10,989	2,676	5,446	7,988
4.3 Foreign exchange trading income/(Loss)	35,467	53,361	16,757	64,183	96,226
4.4 Dividend Income	-	-	-	-	-
4.5 Other Income	35,535	39,777	3,597	7,248	12,397
4.6 Total Non-interest income	138,793	181,221	38,781	106,712	157,801
5.0 TOTAL OPERATING INCOME	689,188	960,687	235,489	488,339	724,572
6.0 OTHER OPERATING EXPENSES					
6.1 Loan loss provision	93,796	167,073	(3,882)	(30,685)	(49,624)
6.2 Staff costs	286,016	372,586	85,691	171,421	258,566
6.3 Directors' emoluments	10,389	15,043	5,078	9,731	14,384
6.4 Rental charges	37,349	10,148	2,470	5,295	8,423
6.5 Depreciation charge on property and equipment	28,949	39,217	9,361	19,185	29,147
6.6 Amortisation charges	7,496	9,976	2,424	5,298	7,958
6.7 Other operating expenses	126,851	211,379	52,771	113,974	163,722
6.8 Total Other Operating Expenses	590,846	825,420	153,914	294,214	432,576
7.0 Profit/(Loss) Before Tax and Exceptional Items	98,342	135,266	81,575	194,125	292,016
8.0 Exceptional Items	-	-	-	-	-
9.0 Profit/(Loss) After Exceptional Items	98,342	135,266	81,575	194,125	292,016
10.0 Current Tax	27,640	(19,767)	9,455	18,909	28,064
11.0 Deferred Tax	-	-	-	-	-
12.0 Profit/(Loss) After Tax and Exceptional Items	70,702	155,033	72,120	175,216	263,652
13.0 Minority Interest	-	-	-	-	-
14.0 Profit/(Loss) after tax, exceptional items and Minority Interest	70,702	155,033	72,120	175,216	263,652
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	70,702	155,033	72,120	175,216	263,652
18.0 EARNINGS PER SHARE - BASIC & DILUTED	-	-	-	-	-
19.0 DIVIDEND PER SHARE - DECLARED	-	-	-	-	-

III OTHER DISCLOSURES	30th September	31st December	31st March	30th June 2022	30th September
	2021	2021	2022	2022	2022
	Shs. '000	Shs. '000	Shs. '000	Shs. '000	Shs. '000
	Unaudited	Audited	Unaudited	Unaudited	Unaudited
1.0 NON-PERFORMING LOANS AND ADVANCES					
(a) Gross Non-performing loans and advances	1,127,526	1,257,497	1,225,617	1,090,436	1,091,226
(b) Less: Interest in Suspense	361,530	352,863	365,257	372,897	391,432
(c) Total Non-Performing Loans and Advances (a-b)	765,996	904,634	860,360	717,539	699,794
(d) Less: Loan Loss Provision	474,149	518,191	496,996	502,225	510,380
(e) Net Non-Performing Loans and Advances (c-d)	311,847	386,443	363,364	215,314	189,414
(f) Discounted Value of Securities	311,847	367,425	336,625	215,766	189,414
(g) Net NPLs Exposure (e-f)	-	19,018	26,739	(45,262)	-
2.0 INSIDER LOANS AND ADVANCES					
(a) Directors, Shareholders and Associates	81,878	87,948	108,905	95,322	101,960
(b) Employees	16,182	17,929	20,594	18,923	18,814
(c) Total Insider Loans and Advances and other facilities	98,060	105,877	129,499	114,245	120,774
3.0 OFF-BALANCE SHEET ITEMS					
(a) Letters of credit, guarantees, acceptances	818,936	728,672	795,357	910,717	585,996
(b) Forwards, swaps and options	193,513	153,592	191,703	86,814	93,707
(c) Other contingent liabilities	33,838	16,801	21,105	37,339	9,920
(d) Total Contingent Liabilities	1,046,287	899,065	1,008,165	1,034,870	689,623
4.0 CAPITAL STRENGTH					
(a) Core capital	2,664,381	2,755,363	2,786,755	2,754,916	2,771,461
(b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
(c) Excess/(Deficiency)(a-b)	1,664,381	1,755,363	1,786,755	1,754,916	1,771,461
(d) Supplementary Capital	238,579	233,686	238,353	326,407	349,413
(e) Total Capital (a+d)	2,902,960	2,989,049	3,025,108	3,081,323	3,120,874
(f) Total risk weighted assets	11,850,397	11,323,634	11,729,966	11,756,969	11,378,780
(g) Core Capital/Total deposits Liabilities	20.0%	19.3%	20.3%	20.9%	21.7%
(h) Minimum statutory Ratio	8.0%	8.0%	8.0%	8.0%	8.0%
(i) Excess/(Deficiency) (g-h)	12.0%	11.3%	12.3%	12.9%	13.7%
(j) Core Capital / total risk weighted assets	22.5%	24.3%	23.8%	23.4%	24.4%
(k) Minimum Statutory Ratio	10.5%	10.5%	10.5%	10.5%	10.5%
(l) Excess/(Deficiency) (j-k)	12.0%	13.8%	13.3%	12.9%	13.9%
(m) Total Capital/total risk weighted assets	24.5%	26.4%	25.8%	26.2%	27.4%
(n) Minimum statutory Ratio	14.5%	14.5%	14.5%	14.5%	14.5%
(o) Excess/(Deficiency) (m-n)	10.0%	11.9%	11.3%	11.7%	12.9%
(p) Adjusted Core Capital/Total Deposit Liabilities*	20.2%	19.3%	20.3%	21.0%	21.8%
(q) Adjusted Core Capital/Total Risk Weighted Assets*	22.7%	24.4%	23.8%	23.5%	24.4%
(r) Adjusted Total Capital/Total Risk Weighted Assets*	24.7%	26.5%	25.9%	26.3%	27.5%
5.0 LIQUIDITY					
(a) Liquidity Ratio	63.7%	67.7%	65.3%	65.5%	64.5%
(b) Minimum Statutory Ratio	20.0%	20.0%	20.0%	20.0%	20.0%
(c) Excess (Deficiency) (a-b)	43.7%	47.7%	45.3%	45.5%	44.5%

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
Chairman

Hetul D. Chandaria
Executive Director

Guardian Bank Ltd is regulated by the Central Bank of Kenya