

**AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE PERIOD ENDING 31<sup>ST</sup> DECEMBER 2023**

I STATEMENT OF FINANCIAL POSITION AS AT		31st December 2022	31st December 2023
		Shs. '000' Audited	Shs. '000' Audited
<b>A ASSETS</b>			
1	Cash ( both Local & Foreign)	108,111	136,739
2	Balances due from Central Bank of Kenya	1,277,365	3,744,941
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:	5,564,378	3,773,443
a)	Kenya Government securities	5,564,378	3,773,443
b)	Other securities	-	-
b)	Available for sale:		
a)	Kenya Government securities	-	-
b)	Other securities	-	-
6	Deposits and balances due from local banking institutions	943,008	98,467
7	Deposits and balances due from banking institutions abroad	196,780	143,510
8	Tax recoverable	47,013	81,940
9	Loans and advances to customers (net)	6,376,480	6,810,601
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	49,434	55,256
16	Prepaid lease rentals	202,081	194,086
17	Intangible assets	29,285	32,225
18	Deferred tax asset	273,989	266,705
19	Retirement benefit asset	-	-
20	Other assets	-	-
		<b>590,201</b>	<b>515,097</b>
<b>21 TOTAL ASSETS</b>		<b>15,658,126</b>	<b>15,853,010</b>
<b>B LIABILITIES</b>			
22	Balances due to Central Bank of Kenya	-	-
23	Customer deposits	11,875,847	11,773,111
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	24,057	-
30	Dividends payable	-	-
31	Deferred tax liability	-	-
32	Retirement benefit liability	-	-
33	Other liabilities	-	-
		<b>519,363</b>	<b>502,308</b>
<b>34 TOTAL LIABILITIES</b>		<b>12,419,267</b>	<b>12,275,419</b>
<b>C SHAREHOLDERS' FUNDS</b>			
35	Paid up/Assigned capital	450,375	450,375
36	Share premium/(discount)	-	-
37	Revaluation reserves	-	-
38	Retained earnings/Accumulated losses	2,511,064	2,740,550
39	Statutory loan loss reserves	277,420	386,666
40	Other Reserves	-	-
41	Proposed dividends	-	-
42	Capital grants	-	-
		<b>3,238,859</b>	<b>3,577,591</b>
<b>43 TOTAL SHAREHOLDERS' FUNDS</b>		<b>3,238,859</b>	<b>3,577,591</b>
44	Minority Interest	-	-
<b>45 TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS</b>		<b>15,658,126</b>	<b>15,853,010</b>
<b>II STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDING</b>		<b>31st December 2022</b>	<b>31st December 2023</b>
		Shs. '000' Audited	Shs. '000' Audited
<b>1.0 INTEREST INCOME</b>			
1.1	Loans and advances	930,654	1,069,179
1.2	Government securities	601,279	499,462
1.3	Deposits and placements with banking institutions	25,710	67,843
1.4	Other Interest Income	2,952	2,482
		<b>1,560,594</b>	<b>1,638,966</b>
<b>2.0 INTEREST EXPENSE</b>			
2.1	Customer deposits	695,168	661,416
2.2	Deposits and placement from banking institutions	-	-
2.3	Other interest expenses	32,017	32,103
		<b>727,185</b>	<b>693,519</b>
<b>3.0 NET INTEREST INCOME/(LOSS)</b>		<b>833,409</b>	<b>945,447</b>
<b>4.0 NON-INTEREST INCOME</b>			
4.1	Fees and commissions on loans and advances	54,087	41,008
4.2	Other fees and commissions	11,540	9,736
4.3	Foreign exchange trading income/(Loss)	124,457	112,212
4.4	Dividend Income	-	-
4.5	Other income	15,717	18,728
		<b>205,801</b>	<b>181,684</b>
<b>5.0 TOTAL OPERATING INCOME</b>		<b>1,039,210</b>	<b>1,127,131</b>
<b>6.0 OTHER OPERATING EXPENSES</b>			
6.1	Loan loss provision	112,621	40,889
6.2	Staff costs	346,338	363,911
6.3	Directors' emoluments	18,987	20,685
6.4	Rental charges	11,259	11,484
6.5	Depreciation charge on property and equipment	39,980	38,972
6.6	Amortisation charges	10,521	10,163
6.7	Other operating expenses	227,117	261,873
		<b>766,232</b>	<b>747,977</b>
<b>7.0 Profit/(loss) Before Tax and Exceptional Items</b>		<b>272,387</b>	<b>379,154</b>
8.0	Exceptional Items	-	-
<b>9.0 Profit/(Loss) After Exceptional Items</b>		<b>272,387</b>	<b>379,154</b>
10.0	Current Tax	22,578	40,422
11.0	Deferred Tax	-	-
		<b>249,809</b>	<b>338,732</b>
<b>12.0 Profit/(Loss) After Tax and Exceptional Items</b>		<b>249,809</b>	<b>338,732</b>
13.0	Minority Interest	-	-
<b>14.0 Profit/(loss) after tax, exceptional items and Minority Interest</b>		<b>249,809</b>	<b>338,732</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	-	-
16.0	Other Comprehensive Income for the year net of tax	-	-
		<b>249,809</b>	<b>338,732</b>
<b>17.0 Total comprehensive income for the year</b>		<b>249,809</b>	<b>338,732</b>
<b>18.0 EARNINGS PER SHARE - BASIC &amp; DILUTED</b>		-	-
<b>19.0 DIVIDEND PER SHARE -DECLARED</b>		-	-
<b>III OTHER DISCLOSURES</b>		<b>31st December 2022</b>	<b>31st December 2023</b>
		Shs. '000' Audited	Shs. '000' Audited
<b>1.0 NON-PERFORMING LOANS AND ADVANCES</b>			
(a)	Gross Non-performing loans and advances	1,208,259	1,213,434
(b)	Less: Interest in Suspense	350,592	469,502
(c)	<b>Total Non-Performing Loans and Advances (a-b)</b>	<b>857,667</b>	<b>743,932</b>
(d)	Less: Loan Loss Provision	291,069	314,579
(e)	<b>Net Non-Performing Loans and Advances(c-d)</b>	<b>566,599</b>	<b>429,354</b>
(f)	Discounted Value of Securities	566,599	429,354
(g)	<b>Net NPLs Exposure (e-f)</b>	<b>-</b>	<b>-</b>
<b>2.0 INSIDER LOANS AND ADVANCES</b>			
(a)	Directors, Shareholders and Associates	139,580	89,777
(b)	Employees	17,520	13,000
(c)	<b>Total Insider Loans and Advances and other facilities</b>	<b>157,100</b>	<b>102,777</b>
<b>3.0 OFF-BALANCE SHEET ITEMS</b>			
(a)	Letters of credit, guarantees, acceptances	680,727	1,129,348
(b)	Forwards, swaps and options	52,506	-
(c)	Other contingent liabilities	-	-
(d)	<b>Total Contingent Liabilities</b>	<b>733,233</b>	<b>1,129,348</b>
<b>4.0 CAPITAL STRENGTH</b>			
(a)	Core capital	2,961,439	3,190,925
(b)	Minimum Statutory Capital	1,000,000	1,000,000
(c)	<b>Excess/(Deficiency)(a-b)</b>	<b>1,961,439</b>	<b>2,190,925</b>
(d)	Supplementary Capital	277,420	146,547
(e)	<b>Total Capital (a+d)</b>	<b>3,238,859</b>	<b>3,337,472</b>
(f)	<b>Total risk weighted assets</b>	<b>11,127,423</b>	<b>11,723,726</b>
(g)	<b>Core Capital/Total deposits Liabilities</b>	<b>25.0%</b>	<b>27.1%</b>
(h)	Minimum statutory Ratio	8.0%	8.0%
(i)	<b>Excess/(Deficiency) (g-h)</b>	<b>17.0%</b>	<b>19.1%</b>
(j)	<b>Core Capital / total risk weighted assets</b>	<b>26.6%</b>	<b>27.2%</b>
(k)	Minimum Statutory Ratio	10.5%	10.5%
(l)	<b>Excess (Deficiency) (j-k)</b>	<b>16.1%</b>	<b>16.7%</b>
(m)	<b>Total Capital/total risk weighted assets</b>	<b>29.1%</b>	<b>28.5%</b>
(n)	Minimum statutory Ratio	14.5%	14.5%
(o)	<b>Excess/(Deficiency) (m-n)</b>	<b>14.6%</b>	<b>14.0%</b>
<b>5.0 LIQUIDITY</b>			
5.1	(a) <b>Liquidity Ratio</b>	<b>67.6%</b>	<b>66.3%</b>
5.2	(b) Minimum Statutory Ratio	20.0%	20.0%
5.3	(c) <b>Excess (Deficiency) (a-b)</b>	<b>47.6%</b>	<b>46.3%</b>

These audited 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.

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