

**AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES  
FOR THE PERIOD ENDING 31<sup>ST</sup> DECEMBER 2024**

I STATEMENT OF FINANCIAL POSITION AS AT		31 <sup>st</sup> December 2023	31 <sup>st</sup> December 2024
		Shs. '000' Audited	Shs. '000' Audited
<b>A</b>	<b>ASSETS</b>		
1	Cash (both Local & Foreign)	136,739	112,461
2	Balances due from Central Bank of Kenya	3,744,941	2,181,502
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:	3,773,443	4,400,323
	a. Kenya Government securities	3,773,443	4,400,323
	b. Other securities	-	-
	b) Available for sale:	-	-
	a. Kenya Government securities	-	-
	b. Other securities	-	-
6	Deposits and balances due from local banking institutions	98,467	234,402
7	Deposits and balances due from banking institutions abroad	143,510	696,094
8	Tax recoverable	81,940	8,131
9	Loans and advances to customers (net)	6,461,802	7,025,495
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	55,256	75,330
16	Prepaid lease rentals	194,086	186,087
17	Intangible assets	32,225	28,847
18	Deferred tax asset	266,705	292,183
19	Retirement benefit asset	-	-
20	Other assets	515,097	885,063
<b>21</b>	<b>TOTAL ASSETS</b>	<b>15,504,211</b>	<b>16,125,919</b>
<b>B</b>	<b>LIABILITIES</b>		
22	Balances due to Central Bank of Kenya	-	-
23	Customer deposits	11,773,111	11,980,613
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	-	-
30	Dividends payable	-	-
31	Deferred tax liability	-	-
32	Retirement benefit liability	-	-
33	Other liabilities	502,308	425,477
<b>34</b>	<b>TOTAL LIABILITIES</b>	<b>12,275,419</b>	<b>12,406,090</b>
<b>C</b>	<b>SHAREHOLDERS' FUNDS</b>		
35	Paid up /Assigned capital	450,375	450,375
36	Share premium/(discount)	-	-
37	Revaluation reserves	-	-
38	Retained earnings/Accumulated losses	2,391,751	3,029,845
39	Statutory loan loss reserves	386,666	239,609
40	Other Reserves	-	-
41	Proposed dividends	-	-
42	Capital grants	-	-
<b>43</b>	<b>TOTAL SHAREHOLDERS' FUNDS</b>	<b>3,228,792</b>	<b>3,719,829</b>
<b>44</b>	<b>Minority Interest</b>	<b>-</b>	<b>-</b>
<b>45</b>	<b>TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS</b>	<b>15,504,211</b>	<b>16,125,919</b>
II STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED		31 <sup>st</sup> December 2023	31 <sup>st</sup> December 2024
		Shs. '000' Audited	Shs. '000' Audited
<b>1.0</b>	<b>INTEREST INCOME</b>		
1.1	Loans and advances	1,029,708	1,194,175
1.2	Government securities	499,462	508,461
1.3	Deposits and placements with banking institutions	67,843	67,711
1.4	Other Interest income	2,482	1,479
<b>1.5</b>	<b>Total Interest Income</b>	<b>1,599,495</b>	<b>1,771,826</b>
<b>2.0</b>	<b>INTEREST EXPENSE</b>		
2.1	Customer deposits	661,416	836,660
2.2	Deposits and placement from banking institutions	-	57
2.3	Other interest expenses	32,103	33,495
<b>2.4</b>	<b>Total interest expenses</b>	<b>693,519</b>	<b>870,212</b>
<b>3.0</b>	<b>NET INTEREST INCOME/(LOSS)</b>	<b>905,976</b>	<b>901,614</b>
<b>4.0</b>	<b>NON-INTEREST INCOME</b>		
4.1	Fees and commissions on loans and advances	41,008	33,581
4.2	Other fees and commissions	9,736	8,607
4.3	Foreign exchange trading income/(Loss)	112,212	121,566
4.4	Dividend Income	-	-
4.5	Other income	18,728	54,889
<b>4.6</b>	<b>Total Non-interest income</b>	<b>181,684</b>	<b>218,643</b>
<b>5.0</b>	<b>TOTAL OPERATING INCOME</b>	<b>1,087,660</b>	<b>1,120,257</b>
<b>6.0</b>	<b>OTHER OPERATING EXPENSES</b>		
6.1	Loan loss provision	1,418	(124,769)
6.2	Staff costs	363,911	356,996
6.3	Directors' emoluments	20,685	20,666
6.4	Rental charges	11,484	11,620
6.5	Depreciation charge on property and equipment	38,972	45,482
6.6	Amortisation charges	10,163	11,544
6.7	Other operating expenses	261,873	257,828
<b>6.8</b>	<b>Total Other Operating Expenses</b>	<b>708,506</b>	<b>579,367</b>
<b>7.0</b>	<b>Profit/(loss) Before Tax and Exceptional Items</b>	<b>379,154</b>	<b>540,890</b>
8.0	Exceptional Items	-	-
<b>9.0</b>	<b>Profit/(Loss) After Exceptional Items</b>	<b>379,154</b>	<b>540,890</b>
10.0	Current Tax	40,422	49,853
11.0	Deferred Tax	-	-
<b>12.0</b>	<b>Profit/(Loss) After Tax and Exceptional Items</b>	<b>338,732</b>	<b>491,037</b>
13.0	Minority Interest	-	-
<b>14.0</b>	<b>Profit/(Loss) after tax, exceptional items and Minority Interest</b>	<b>338,732</b>	<b>491,037</b>
<b>15.0</b>	<b>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</b>	<b>Other Comprehensive Income for the year net of tax</b>	<b>-</b>	<b>-</b>
<b>17.0</b>	<b>Total comprehensive income for the year</b>	<b>338,732</b>	<b>491,037</b>
<b>18.0</b>	<b>EARNINGS PER SHARE - BASIC &amp; DILUTED</b>	<b>-</b>	<b>-</b>
<b>19.0</b>	<b>DIVIDEND PER SHARE - DECLARED</b>	<b>-</b>	<b>-</b>
III OTHER DISCLOSURES		31 <sup>st</sup> December 2023	31 <sup>st</sup> December 2024
		Shs. '000' Audited	Shs. '000' Audited
<b>1.0</b>	<b>NON-PERFORMING LOANS AND ADVANCES</b>		
(a)	Gross Non-performing loans and advances	1,213,434	1,181,494
(b)	Less: Interest in Suspense	469,502	451,436
<b>(c)</b>	<b>Total Non-Performing Loans and Advances (a-b)</b>	<b>743,932</b>	<b>730,058</b>
(d)	Less: Loan Loss Provision	314,579	257,401
<b>(e)</b>	<b>Net Non-Performing Loans and Advances (c-d)</b>	<b>429,354</b>	<b>472,657</b>
(f)	Discounted Value of Securities	429,354	472,657
<b>(g)</b>	<b>Net NPLs Exposure (e-f)</b>	<b>-</b>	<b>-</b>
<b>2.0</b>	<b>INSIDER LOANS AND ADVANCES</b>		
(a)	Directors, Shareholders and Associates	89,777	65,525
(b)	Employees	13,000	8,872
<b>(c)</b>	<b>Total Insider Loans and Advances and other facilities</b>	<b>102,777</b>	<b>74,397</b>
<b>3.0</b>	<b>OFF-BALANCE SHEET ITEMS</b>		
(a)	Letters of credit, guarantees, acceptances	1,129,348	932,384
(b)	Forwards, swaps and options	-	-
(c)	Other contingent liabilities	-	55,878
<b>(d)</b>	<b>Total Contingent Liabilities</b>	<b>1,129,348</b>	<b>988,262</b>
<b>4.0</b>	<b>CAPITAL STRENGTH</b>		
(a)	Core capital	2,842,126	3,480,220
(b)	Minimum Statutory Capital	1,000,000	1,000,000
(c)	Excess/(Deficiency) (a-b)	1,842,126	2,480,220
(d)	Supplementary Capital	142,187	157,041
<b>(e)</b>	<b>Total Capital (a+d)</b>	<b>2,984,313</b>	<b>3,637,261</b>
(f)	Total risk weighted assets	11,374,927	12,563,274
<b>(g)</b>	<b>Core Capital/Total deposits Liabilities</b>	<b>24.1%</b>	<b>29.0%</b>
(h)	Minimum statutory Ratio	8.0%	8.0%
(i)	Excess/(Deficiency) (g-h)	16.1%	21.0%
(j)	Core Capital / total risk weighted assets	25.0%	27.7%
(k)	Minimum Statutory Ratio	10.5%	10.5%
(l)	Excess (Deficiency) (j-k)	14.5%	17.2%
<b>(m)</b>	<b>Total Capital/total risk weighted assets</b>	<b>26.2%</b>	<b>29.0%</b>
(n)	Minimum statutory Ratio	14.5%	14.5%
(o)	Excess/(Deficiency) (m-n)	11.7%	14.5%
<b>5.0</b>	<b>LIQUIDITY</b>		
5.1	(a) Liquidity Ratio	66.3%	62.9%
5.2	(b) Minimum Statutory Ratio	20.0%	20.0%
5.3	(c) Excess (Deficiency) (a-b)	46.3%	42.9%

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. They may also be accessed at the institutions head office located at Guardian Centre, Biashara Street, Nairobi.

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