

GUARANTY TRUST BANK PLC

STATEMENT TO THE NIGERIAN STOCK EXCHANGE AND THE SHAREHOLDERS ON THE EXTRACT OF AUDITED IFRS RESULTS FOR THE 6 MONTHS PERIOD ENDED 30 JUNE 2019

The Board of Directors of Guaranty Trust Bank Plc is pleased to present the summary financial information of the Group's interim audited results for the period ended 30 June 2019. The summary financial information disclosed were derived from the full interim financial statements of Guaranty Trust Bank plc ("the bank") and its subsidiaries (together "the group") for the period ended 30 June 2019 and cannot be expected to provide a full understanding of the financial performance, financial position and financing and investing activities of the bank and the group. The bank's auditor issued an unqualified opinion on the full interim financial statements for the period ended 30 June 2019 from which these summary financial information were derived. The bank's auditor made a report under section 359 of the Companies and Allied Matters Act. The full interim financial statements from which these summary financial information were derived would be delivered to the Corporate Affairs Commission within the required deadline. An electronic copy of the full interim financial statements can be obtained at www.gtbank.com.

Statements of Financial Position as at 30 June 2019	Group Jun-2019	Group Dec 2018	Parent Jun 2019	Parent Dec 2018
	N'million	N'million	N'million	N'million
ASSETS				
Cash and bank balances	867,835	676,989	620,602	457,498
Financial assets at fair value through profit or loss	38,024	11,315	19,749	8,920
Derivative financial assets	1,546	3,855	1,546	3,855
Investment securities:				
- Fair value through profit or loss	60,760	2,620	60,760	2,620
- Fair value through other comprehensive income	503,661	536,085	422,996	459,629
- Held at amortised cost	141,130	98,620	2,003	2,003
Assets pledged as collateral	60,958	56,777	60,446	56,292
Loans and advances to banks	1,586	2,995	37	46
Loans and advances to customers	1,272,858	1,259,010	1,086,006	1,067,999
Restricted deposits and other assets	498,306	508,678	480,761	494,970
Investment in subsidiaries	-	-	55,814	55,814
Property and equipment	131,363	111,826	114,872	96,301
Intangible assets	15,906	16,403	5,090	5,636
Deferred tax assets	4,180	2,170	-	-
	3,598,113	3,287,343	2,930,682	2,711,583
Assets classified as held for sale and discontinued operations	-	-	944	939
TOTAL ASSETS	3,598,113	3,287,343	2,931,626	2,712,522
LIABILITIES				
Deposits from banks	134,285	82,803	497	736
Deposits from customers	2,417,810	2,273,903	1,983,396	1,865,816
Financial liabilities at fair value through profit or loss	18,341	1,865	18,341	1,866
Derivative financial liabilities	1,518	3,753	1,518	3,753
Other liabilities	212,707	140,448	188,770	119,812
Current income tax liabilities	7,154	22,651	6,808	22,511
Other borrowed funds	188,292	178,567	187,787	177,361
Deferred tax liabilities	14,995	7,786	14,408	7,888
	2,995,102	2,711,776	2,401,525	2,199,743
Liabilities classified as held for sale and discontinued operations	-	-	941	936
TOTAL LIABILITIES	2,995,102	2,711,776	2,402,466	2,200,679
CAPITAL AND RESERVES				
Share capital	14,716	14,716	14,716	14,716
Share premium	123,471	123,471	123,471	123,471
Treasury shares	(6,151)	(5,584)	-	-
Retained earnings	128,214	106,539	92,482	79,669
Other components of equity	329,532	323,992	298,491	293,987
Capital and reserves attributable to equity holders of the parent entity	589,782	563,134	529,160	511,843
Non-controlling interests in equity	13,229	12,433	-	-
TOTAL EQUITY	603,011	575,567	529,160	511,843
TOTAL EQUITY AND LIABILITIES	3,598,113	3,287,343	2,931,626	2,712,522

Income Statements for the period ended 30 June 2019	Group Jun-2019	Group Jun 2018	Parent Jun 2019	Parent Jun 2018
	N'million	N'million	N'million	N'million
Interest income calculated using effective interest rate	146,449	159,872	120,543	136,399
Interest income on financial assets at fair value through profit or loss	2,544	2,009	1,856	1,099
Interest expense	(32,628)	(43,951)	(25,996)	(36,130)
Net interest income	116,365	117,930	96,403	101,368
Loan impairment charges	(2,186)	(2,032)	(1,673)	(2,001)
Net interest income after loan impairment charges	114,179	115,898	94,730	99,367
Fee and commission income	35,349	27,356	26,648	19,277
Fee and commission expense	(1,505)	(1,446)	(542)	(1,032)
Net fee and commission income	33,844	25,910	26,106	18,245
Net gains on financial instruments held at fair value through profit or loss	9,488	12,650	2,897	9,019
Other income	28,039	24,745	25,948	24,014
Net impairment reversal on other financial assets	108	-	362	-
Personnel expenses	(18,579)	(18,576)	(11,625)	(12,460)
Right-of-use asset amortisation	(1,230)	-	(358)	-
Operating lease expenses	-	(802)	-	(309)
Depreciation and amortization	(10,622)	(8,230)	(8,416)	(6,711)
Other operating expenses	(39,440)	(41,962)	(32,506)	(34,622)
Profit before income tax	115,787	109,633	97,138	96,543
Income tax expense	(16,654)	(14,051)	(12,163)	(10,384)
Profit for the period	99,133	95,582	84,975	86,159
Profit attributable to:				
Equity holders of the parent entity	98,339	95,043	84,975	86,159
Non-controlling interests	794	539	-	-
	99,133	95,582	84,975	86,159

Statements of other comprehensive income for the period ended 30 June 2019	Group Jun-2019	Group Jun 2018	Parent Jun 2019	Parent Jun 2018
	N'million	N'million	N'million	N'million
Profit for the period	99,133	95,582	84,975	86,159
Other comprehensive income not to be reclassified to profit or loss in subsequent periods:				
Net change in fair value of equity investments FVOCI	54	38	54	38
Remeasurements of post-employment benefit obligations	-	(265)	-	(265)
Income tax relating to remeasurements of post-employment benefit obligations	-	80	-	80
Other comprehensive income to be reclassified to profit or loss in subsequent periods:				
- Foreign currency translation differences for foreign operations	(5,930)	2,477	-	-
- Income tax relating to foreign currency translation differences for foreign operations	1,779	(743)	-	-
- Net change in fair value of financial assets FVOCI	7,336	(3,876)	6,357	(4,474)
- Income tax relating to net change in fair value of financial assets FVOCI	(2,200)	1,085	(1,907)	1,265
Other comprehensive income for the period, net of tax	1,039	(1,204)	4,504	(3,356)
Total comprehensive income for the period	100,172	94,378	89,479	82,803
Profit attributable to:				
Equity holders of the parent entity	99,376	93,370	89,479	82,803
Non-controlling interests	796	1,008	-	-
Total comprehensive income for the period	100,172	94,378	89,479	82,803
Earnings per share for the profit attributable to the equity holders of the parent entity during the period (expressed in naira per share):				
- Basic	3.50	3.38	2.89	2.93
- Diluted	3.50	3.38	2.89	2.93
Gross Earnings	221,869	226,632	177,892	189,808

	Jun-2019	Dec-2018	Jun-2019	Dec-2018
Total impaired Loans and Advances (N'million)	91,624	99,445	76,699	83,581
Total impaired Loans and Advances to Gross Loans and Advances (%)	6.80%	7.30%	6.68%	7.21%

Description	Number	Amount Claimed	Amount Refunded
		(N'000)	(N'000)
Pending Complaints brought forward from prior year	87	329,014	-
Received Complaints	26,813	85,913	-
Resolved Complaints	26,832	86,075	70,423
Unresolved Complaints escalated to CBN for intervention	-	-	-
Unresolved Complaints pending with the Bank carried forward	68	328,852	-

APPROVED BY THE BOARD OF DIRECTORS ON 24 JULY 2019:


FRC/2013/CAN/00000004318
A.I Adeniyi
(Chief Financial Officer)


FRC/2017/CIBN/00000016515
H.H Musa
(Executive Director)


FRC/2013/CIBN/0000001782
J.K Agbaje
(Group Managing Director and Chief Executive)

REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

To the members of Guaranty Trust Bank Plc

Report on the summary interim consolidated and separate financial statements

Opinion

The summary interim consolidated and separate financial statements (the "summary financial statements"), which comprise the summary interim consolidated and separate statements of financial position as at 30 June 2019 and the summary interim consolidated and separate income statements and summary interim consolidated and separate statements of other comprehensive income for the 6 months period then ended are derived from the audited interim consolidated and separate financial statements (the "audited financial statements") of Guaranty Trust Bank Plc ("the Bank") and its subsidiary companies (together the "Group") for the 6 months period ended 30 June 2019.

In our opinion, the accompanying summary financial statements are consistent in all material respects, with the audited financial statements, in accordance with IAS 34 'Interim Financial Reporting' and the requirements of the Companies and Allied Matters Act, the Banks and Other Financial Institutions Act and the Financial Reporting Council of Nigeria Act.

Summary financial statements

The summary financial statements do not contain all the disclosures required by the International Financial Reporting Standards, the Companies and Allied Matters Act, the Financial Reporting Council of Nigeria Act, the Banks and Other Financial Institution Act and other relevant Central Bank of Nigeria circulars applied in the preparation of the audited financial statements of the Group and Bank. Therefore, reading the summary financial statements and the auditor's report thereon, is not a substitute for reading the audited financial statements and the auditor's report thereon.

The audited financial statements and our report thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 5 August 2019. That report also includes the communication of key audit matters. Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period.

Directors' responsibility for the summary financial statements

The directors are responsible for the preparation of the summary financial statements in accordance with IAS 34 'Interim Financial Reporting' and the requirements of the Companies and Allied Matters Act, the Banks and Other Financial Institutions Act and the Financial Reporting Council of Nigeria Act.

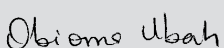
Auditor's responsibility

Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), 'Engagements to Report on Summary Financial Statements'.

Report on other legal and regulatory requirements

In accordance with our full audit report, we confirm that:

- we did not report any exceptions under the sixth schedule of the Companies and Allied Matters Act;
- the Bank has disclosed the information required by the Central Bank of Nigeria circular on insider related credits;
- the Bank paid penalties in respect of contraventions of certain sections of the Banks and Other Financial Institutions Act and relevant circulars issued by the Central Bank of Nigeria during the 6 months period ended 30 June 2019.


Obioma Ubah

For: PricewaterhouseCoopers
Chartered Accountants
Lagos, Nigeria

Engagement Partner: **Obioma Ubah**
FRC/2013/CAN/0000002002



5 August 2019