

GUARANTY TRUST BANK PLC

STATEMENT TO THE NIGERIAN STOCK EXCHANGE AND THE SHAREHOLDERS ON THE EXTRACT OF AUDITED IFRS RESULTS FOR THE YEAR ENDED 31 DECEMBER 2020

The Board of Directors of Guaranty Trust Bank Plc is pleased to present the summary financial information of the Group's audited results for the year ended 31 December 2020. The summary financial information disclosed were derived from the full financial statements of Guaranty Trust Bank plc ("the bank") and its subsidiaries (together "the group") for the year ended 31 December 2020 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 financial statements for the year ended 31 December 2020 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 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 financial statements can be obtained at www.gtbank.com.

Consolidated and Separate Statements of Financial Position as at 31 December 2020	Group Dec-2020	Group Dec-2019	Parent Dec-2020	Parent Dec-2019
	₦'million	₦'million	₦'million	₦'million
ASSETS				
Cash and bank balances	745,557	593,551	493,209	396,916
Financial assets at fair value through profit or loss	67,535	73,486	36,227	44,718
Derivative financial assets	26,449	26,012	26,449	26,012
Investment securities:				
– Fair Value through Profit or Loss	3,274	33,084	3,274	33,084
– Fair value through other comprehensive income	693,372	585,392	596,932	495,732
– Held at amortised cost	283,583	145,561	77,820	2,003
Assets pledged as collateral	62,200	58,037	61,956	57,791
Loans and advances to banks	99	1,514	40	72
Loans and advances to customers	1,662,732	1,500,572	1,410,578	1,300,821
Restricted deposits and other assets	1,226,481	577,433	1,160,172	552,106
Investment in subsidiaries	-	-	56,903	55,814
Property and equipment	148,783	141,775	128,690	122,633
Intangible assets	19,873	20,245	9,294	9,546
Deferred tax assets	4,716	2,257	-	-
TOTAL ASSETS	4,944,654	3,758,919	4,061,544	3,097,248
LIABILITIES				
Deposits from banks	101,509	107,518	13	15
Deposits from customers	3,509,319	2,532,540	2,881,686	2,086,810
Financial liabilities at fair value through profit or loss	-	1,616	-	1,616
Derivative financial liabilities	2,759	2,316	2,759	2,315
Other liabilities	356,223	233,426	321,976	205,817
Current income tax liabilities	21,592	20,597	19,720	19,748
Other borrowed funds	113,895	163,000	113,471	162,743
Deferred tax liabilities	24,961	10,568	19,520	12,294
TOTAL LIABILITIES	4,130,258	3,071,581	3,359,145	2,491,358
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	(6,928)	(6,532)	-	-
Retained earnings	193,922	119,248	137,049	78,111
Other components of equity	473,434	422,705	427,163	389,592
Capital and reserves attributable to equity holders of the parent entity	798,615	673,608	702,399	605,890
Non-controlling interests in equity	15,781	13,730	-	-
TOTAL EQUITY	814,396	687,338	702,399	605,890
TOTAL EQUITY AND LIABILITIES	4,944,654	3,758,919	4,061,544	3,097,248

APPROVED BY THE BOARD OF DIRECTORS ON 22 FEBRUARY 2021


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


FRC/2017/CIBN/000000016515
H.H Musa
(Executive Director)


FRC/2013/CIBN/00000001782
J.K Agbaje
(Group Managing Director and Chief Executive)

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

To the members of Guaranty Trust Bank Plc

Report on the summary consolidated and separate financial statements

Opinion

The summary consolidated and separate financial statements (the "summary financial statements"), which comprise the summary consolidated and separate statements of financial position as at 31 December 2020 and the summary consolidated and separate income statements for the year then ended, and consolidated and separate statements of other comprehensive income for the year then ended are derived from the audited 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 year ended 31 December 2020.

In our opinion, the accompanying summary financial statements are consistent in all material respects, with the audited financial statements, in accordance with 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 Institutions 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 25 February 2021. 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 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 year ended 31 December 2020.

Obioma Ubah

For: PricewaterhouseCoopers
Chartered Accountants
Lagos, Nigeria
Engagement Partner: Obioma Ubah

FRC/2013/CAN/0000000202



25 February 2021

Consolidated and Separate Income Statements for the year ended 31 December 2020

Consolidated and Separate Income Statements for the year ended 31 December 2020	Group Dec-2020	Group Dec-2019	Parent Dec-2020	Parent Dec-2019
	₦'million	₦'million	₦'million	₦'million
Interest income calculated using effective interest rate	288,279	291,658	233,030	238,303
Interest income on financial assets at fair value through profit or loss	12,459	4,547	10,543	2,875
Interest expense	(47,070)	(64,842)	(34,641)	(51,859)
Net interest income	253,668	231,363	208,932	189,319
Loan impairment charges	(19,573)	(4,912)	(13,667)	(2,221)
Net interest income after loan impairment charges	234,095	226,451	195,265	187,098
Fee and commission income	53,180	62,419	33,716	44,919
Fee and commission expense	(6,245)	(2,975)	(4,974)	(1,788)
Net fee and commission income	46,935	59,444	28,742	43,131
Net gains on financial instruments held at fair value through profit or loss	24,486	20,890	13,988	9,971
Other income	76,826	55,793	75,781	54,859
Net impairment reversal on other financial assets	3,191	100	3,112	362
Personnel expenses	(37,606)	(37,284)	(24,054)	(23,331)
Right-of-use asset amortisation	(2,109)	(2,114)	(820)	(922)
Depreciation and amortization	(29,046)	(22,692)	(24,955)	(18,641)
Other operating expenses	(78,677)	(68,880)	(61,929)	(52,349)
Profit before income tax	238,095	231,708	205,130	200,178
Income tax expense	(36,655)	(34,843)	(26,942)	(25,053)
Profit for the year from continuing operations	201,440	196,865	178,188	175,125
Loss for the year from discontinued operations	-	(16)	-	-
Profit for the year	201,440	196,849	178,188	175,125
Profit attributable to:				
Equity holders of the parent entity	199,609	195,382	178,188	175,125
Non-controlling interests	1,831	1,467	-	-
	201,440	196,849	178,188	175,125

Consolidated and Separate Statements of Other Comprehensive Income for the year ended 31 December 2020

Consolidated and Separate Statements of Other Comprehensive Income for the year ended 31 December 2020	Group Dec-2020	Group Dec-2019	Parent Dec-2020	Parent Dec-2019
	₦'million	₦'million	₦'million	₦'million
Profit for the year	201,440	196,849	178,188	175,125
Other comprehensive income not to be reclassified to profit or loss in subsequent years:				
Net change in fair value of equity investments FVOCI	469	54	469	54
Remeasurements of post-employment benefit obligations	(1,940)	(2,094)	(1,940)	(2,094)
Income tax relating to remeasurements of post-employment benefit obligations	582	628	582	628
Other comprehensive income to be reclassified to profit or loss in subsequent years:				
– Foreign currency translation differences for foreign operations	12,113	(7,323)	-	-
– Income tax relating to foreign currency translation differences for foreign operations	(3,634)	2,197	-	-
– Net change in fair value of other financial assets FVOCI	2,174	4,796	2,311	4,258
– Income tax relating to change in fair value of financial assets FVOCI	(652)	(1,438)	(693)	(1,277)
Other comprehensive income for the year, net of tax	9,112	(3,180)	729	1,569
Total comprehensive income for the year	210,552	193,669	178,917	176,694
Profit attributable to:				
Equity holders of the parent entity	207,811	192,301	178,917	176,694
– Total comprehensive income for the year from continuing operations	207,811	192,317	178,917	176,694
– Total comprehensive loss for the year from discontinued operations	-	(16)	-	-
Non-controlling interests	2,741	1,368	-	-
– Total comprehensive income for the year from non-controlling interest	2,741	1,368	-	-
Total comprehensive income for the year	210,552	193,669	178,917	176,694
Earnings per share for the profit attributable to the equity holders of the parent entity during the year (expressed in naira per share):				
– Basic	7.11	6.96	6.05	5.95
– Diluted	7.11	6.96	6.05	5.95

Gross Earnings

Total impaired Loans and Advances (₦'million)

Total impaired Loans and Advances to Gross Loans and Advances (%)

Reports on the Resolution of Customers' Complaints

Below is a breakdown of Complaints received and resolved by the Bank during the year ended 31 December 2020 pursuant to CBN circular dated August 16, 2011.

Description

Description	Number	Amount Claimed	Amount Refunded
		(₦'000)	(₦'000)
Pending Complaints brought forward from prior year	53	328,758	-
Received Complaints	32,193	530,674	-
Resolved Complaints	32,194	565,521	105,000
Unresolved Complaints escalated to CBN for intervention	-	-	-
Unresolved Complaints pending with the Bank carried forward	52	293,911	-