



Guaranty Trust Holding Company Plc.

**Reviewed Condensed Consolidated and Separate Financial
Statements**

March 2025

Introduction

Guaranty Trust Holding Company Plc (“the Parent” or the “Company”) and its Subsidiaries (hereafter referred to as 'the Group') Consolidated Financial Statements complies with the applicable legal Requirements of the Nigerian Securities and Exchange Commission interim Financial Statements and comprises Separate and Consolidated Financial Statements of the Group for the period ended 31 March 2025. The consolidated financial statements have been prepared in accordance with IAS 34 ‘Interim Financial Reporting’, its interpretation issued by the International Accounting Standards Board and adopted by the Financial Reporting Council of Nigeria. Due to rounding, numbers presented throughout this document may not add up precisely to the totals provided and percentages may not precisely reflect the absolute figures.

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Report on Review of Interim Financial Information

The Group Chief Executive Officer
Guaranty Trust Holding Company Plc
Plot 635, Akin Adesola Street
Victoria Island
Lagos, Nigeria

Introduction

We have reviewed the accompanying interim condensed consolidated and separate financial statements of Guaranty Trust Holding Company Plc ("the Company") and its subsidiaries (together, "the Group") as at 31 March 2025 which comprise the interim consolidated and separate statements of financial position as at 31 March 2025, and the related interim consolidated and separate statements of income, other comprehensive income, changes in equity and cash flows for the three-month period then ended, material accounting policy information and other explanatory notes. Management is responsible for the preparation and presentation of this interim financial information in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB) and the provisions of the Companies and Allied Matters Act, 2020, the Banks and Other Financial Institutions Act, 2020, relevant Central Bank of Nigeria circulars and the Financial Reporting Council of Nigeria (Amendment) Act, 2023. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

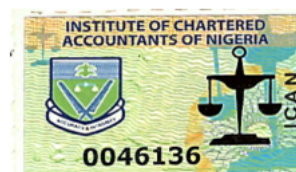
We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed financial statements are not prepared, in all material respects, in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB) and the provisions of the Companies and Allied Matters Act, 2020, the Banks and Other Financial Institutions Act, 2020, relevant Central Bank of Nigeria circulars and the Financial Reporting Council of Nigeria (Amendment) Act, 2023.



Anthony Oputa
FRC/2013/PRO/ICAN/004/00000000980
For Ernst & Young
Lagos, Nigeria



27 June 2025

Financial statements

Consolidated and separate statements of financial position

As at 31 March 2025

In thousands of Nigerian Naira	Notes	Group Mar-2025	Group Dec-2024	Company Mar-2025	Company Dec-2024
Assets					
Cash and bank balances	17	4,724,773,386	4,673,048,120	665,981	210,095,331
Financial assets at fair value through profit or loss	18	123,838,660	59,602,997	-	-
Derivative financial assets	19	40,101	-	-	-
Investment securities:					
– Fair value through profit or loss	20	5,514,825	5,508,086	-	-
– Fair value through other comprehensive income	20	2,815,318,935	2,495,063,888	-	-
– Held at amortised cost	20	1,796,325,800	1,647,724,053	-	-
Assets pledged as collateral	21	75,076,027	114,570,075	-	-
Loans and advances to banks	22	88,383	87,794	-	-
Loans and advances to customers	23	3,218,504,482	2,785,664,040	-	-
Restricted deposits and other assets	27	2,728,341,756	2,574,084,654	250,238,501	250,238,501
Investment in subsidiaries	24	-	-	371,068,493	371,068,493
Property and equipment, and Right of use assets	25	374,767,858	330,232,049	1,093,241	1,134,728
Intangible assets	26	82,075,253	81,244,113	-	-
Deferred tax assets		24,517,658	28,876,962	-	-
Total assets		15,969,183,124	14,795,706,831	623,066,216	832,537,053
Liabilities					
Deposits from banks	28	309,901,427	388,420,244	-	-
Deposits from customers	29	10,988,308,625	10,013,021,406	-	-
Financial liabilities at fair value through profit or loss	30	4,086,636	51,174,468	-	-
Derivative financial liabilities	19	7,288	10,759,624	-	-
Other liabilities	31	1,136,260,828	1,020,285,051	11,429,175	221,179,425
Current income tax liabilities	15	174,563,759	186,665,408	71,638	71,639
Other borrowed funds	33	276,836,022	310,021,046	-	-
Deferred tax liabilities		99,837,991	103,341,970	134,065	134,065
Total liabilities		12,989,802,576	12,083,689,217	11,634,878	221,385,129

Consolidated and separate statements of financial position (Continued)

In thousands of Nigerian Naira	Notes	Group Mar-2025	Group Dec-2024	Company Mar-2025	Company Dec-2024
Capital and reserves	34				
Share capital		17,069,475	17,069,475	17,069,475	17,069,475
Share premium		329,229,161	329,229,161	329,229,161	329,229,161
Treasury shares		(11,289,600)	(11,289,600)	-	-
Retained earnings		1,541,614,277	1,319,841,616	256,257,702	255,978,288
Regulatory risk reserves		75,269,128	75,110,626	-	-
Statutory reserves		661,351,807	628,865,926	-	-
Other components of equity		301,350,705	296,430,677	8,875,000	8,875,000
Capital and reserves attributable to equity holders of the parent entity		2,914,594,953	2,655,257,881	611,431,338	611,151,924
Non-controlling interests in equity		64,785,595	56,759,733	-	-
Total equity		2,979,380,548	2,712,017,614	611,431,338	611,151,924
Total liabilities and equity		15,969,183,124	14,795,706,831	623,066,216	832,537,053

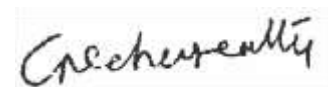
Approved by the Board of Directors on 29th April 2025:



Group Chief Financial Officer

Banji Adeniyi

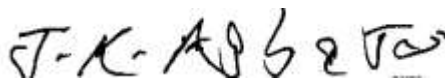
FRC/2013/PRO/ICAN/004/00000004318



Non Executive Director

Cathy Echeozo

FRC/2013/PRO/DIR/003/00000001319



Group Chief Executive Officer

Segun Agbaje

FRC/2013/PRO/DIR/003/00000001782

The accompanying notes to the financial statements form an integral part of these financial statements.

Consolidated and separate income statements

For the period ended 31 March 2025

In thousands of Nigerian Naira	Notes	Group Mar-2025	Group Mar-2024	Company Mar-2025	Company Mar-2024
Interest income calculated using the effective interest method	4	370,818,376	273,197,023	-	-
Interest income on financial assets at fair value through profit or loss	4	11,360,849	8,455,368	-	-
Interest expense	5	(79,216,788)	(54,351,893)	-	-
Net interest income		302,962,437	227,300,498	-	-
Loan impairment charges	6	(13,483,679)	(13,487,559)	-	-
Net interest income after loan impairment charges		289,478,758	213,812,939	-	-
Fee and commission income	7	74,988,658	55,989,328	871,805	784,624
Fee and commission expense	8	(7,868,165)	(3,738,382)	-	-
Net fee and commission income		67,120,493	52,250,946	871,805	784,624
Net trading gains on financial instruments held at fair value through profit or loss	9	20,248,297	17,794,861	-	-
Other income	10	45,895,787	325,016,518	66,435	-
Net impairment charge on other financial assets	11	(59,079)	(148,714)	-	-
Personnel expenses	12	(27,481,976)	(22,277,072)	(398,318)	(318,041)
Depreciation and amortisation	13	(17,730,751)	(13,885,401)	(41,487)	(23,914)
Other operating expenses	14	(77,215,179)	(63,215,328)	(131,841)	(37,129)
Profit before income tax		300,256,350	509,348,749	366,594	405,540
Income tax expense	15	(42,347,299)	(52,331,472)	(87,180)	(117,694)
Profit for the period		257,909,051	457,017,277	279,414	287,846
Profit attributable to:					
Equity holders of the parent entity		254,417,044	454,921,679	279,414	287,846
Non-controlling interests		3,492,007	2,095,598	-	-
		257,909,051	457,017,277	279,414	287,846

Earnings per share attributable to the equity holders of the parent entity during the period (expressed in naira per share):

– Basic	16	7.83	16.23	0.01	0.01
– Diluted	16	7.83	16.23	0.01	0.01

The accompanying notes to the financial statements form an integral part of these financial statements.

Consolidated and separate statements of other comprehensive income

For the period ended 31 March 2025

<i>In thousands of Nigerian Naira</i>	<i>Notes</i>	Group Mar-2025	Group Mar-2024	Company Mar-2025	Company Mar-2024
Profit for the period		257,909,051	457,017,277	279,414	287,846
Other comprehensive income:					
Other comprehensive income not to be reclassified to profit or loss in subsequent years:					
Net change in fair value of equity investments FVOCI		2,261	25,123	-	-
		2,261	25,123	-	-
Other comprehensive income to be reclassified to profit or loss in subsequent Periods:					
Foreign currency translation differences for foreign operations		28,544,584	189,527,623	-	-
Income tax relating to foreign currency translation differences for foreign operations	15	(8,563,375)	(56,858,287)	-	-
Net change in fair value of other financial assets FVOCI		(15,042,267)	(12,818,464)	-	-
Income tax relating to change in fair value of other financial assets FVOCI	15	4,512,680	3,845,539	-	-
		9,451,622	123,696,411	-	-
Other comprehensive profit for the period, net of tax		9,453,883	123,721,534	-	-
Total comprehensive income for the period		267,362,934	580,738,811	279,414	287,846
Total Comprehensive Income attributable to:					
Equity holders of the parent entity		259,337,072	574,157,606	279,414	287,846
Non-controlling interests		8,025,862	6,581,205	-	-
Total comprehensive income for the period		267,362,934	580,738,811	279,414	287,846

The accompanying notes to the financial statements form an integral part of these financial statements.

Consolidated Statement of Changes in Equity
For the period ended 31 March 2025
Group

<i>In thousands of Nigerian Naira</i>	Share capital	Share premium	Equity Reserve	Regulatory risk reserve	Statutory reserves	Other regulatory shares	Treasury shares	Fair value reserve	Foreign currency translation reserve	Retained earnings	Total equity attributable to parent	Non-controlling interests	Total equity
Balance at 1 January 2025	17,069,475	329,229,161	8,875,000	75,110,626	628,865,926	81,140,824	(11,289,600)	3,969,641	202,445,212	1,319,841,616	2,655,257,881	56,759,733	2,712,017,614
Total comprehensive income for the period:													
Profit for the period	-	-	-	-	-	-	-	-	-	254,417,044	254,417,044	3,492,007	257,909,051
Other comprehensive income, net of tax													
Foreign currency translation difference	-	-	-	-	-	-	-	-	20,473,372	-	20,473,372	(492,163)	19,981,209
Fair value adjustment	-	-	-	-	-	-	-	(15,553,344)	-	-	(15,553,344)	5,026,018	(10,527,326)
Total other comprehensive (loss)/income	-	-	-	-	-	-	-	(15,553,344)	20,473,372	-	4,920,028	4,533,855	9,453,883
Total comprehensive (loss)/income	-	-	-	-	-	-	-	(15,553,344)	20,473,372	254,417,044	259,337,072	8,025,862	267,362,934
Transactions with equity holders, recorded directly in equity:													
Transfers for the period ¹	-	-	-	158,502	32,485,881	-	-	-	-	(32,644,383)	-	-	-
	-	-	-	158,502	32,485,881	-	-	-	-	(32,644,383)	-	-	-
Balance at 31 March 2025	17,069,475	329,229,161	8,875,000	75,269,128	661,351,807	81,140,824	(11,289,600)	(11,583,703)	222,918,584	1,541,614,277	2,914,594,953	64,785,595	2,979,380,548

¹ Please refer to Note 34

² Please refer to Note 35

The accompanying notes to the financial statements form an integral part of these financial statements.

Consolidated Statement of Changes in Equity
For the period ended 31 March 2024
Group

<i>In thousands of Nigerian Naira</i>	Share capital	Share premium	Regulatory risk reserve	Equity reserves	Statutory reserves	Other regulatory shares	Treasury shares	Fair value reserve	Foreign currency translation reserve	Retained earnings	Total equity attributable to parent	Non-controlling interest	Total equity
Balance at 1 January 2024	14,715,590	123,471,114	75,085,447	8,875,000	487,807,671	59,242,693	(8,125,998)	20,165,099	86,371,196	580,033,938	1,447,641,750	29,486,321	1,477,128,071
Total comprehensive income for the period:													
Profit for the period	-	-	-	-	-	-	-	-	-	454,921,679	454,921,679	2,095,598	457,017,277
Other comprehensive income, net of tax													
Foreign currency translation difference	-	-	-	-	-	-	-	-	127,647,725	-	127,647,725	5,021,611	132,669,336
Fair value adjustment	-	-	-	-	-	-	-	(8,411,798)	-	-	(8,411,798)	(536,004)	(8,947,802)
Total other comprehensive (loss)/income	-	-	-	-	-	-	-	(8,411,798)	127,647,725	-	119,235,927	4,485,607	123,721,534
Total comprehensive (loss)/income	-	-	-	-	-	-	-	(8,411,798)	127,647,725	454,921,679	574,157,606	6,581,205	580,738,811
Transactions with equity holders, recorded directly in equity:													
Transfers for the period	-	-	-	-	66,472,079	-	-	-	-	(66,472,079)	-	-	-
	-	-	-	-	66,472,079	-	-	-	-	(66,472,079)	-	-	-
Balance at 31 March 2024	14,715,590	123,471,114	75,085,447	8,875,000	554,279,750	59,242,693	(8,125,998)	11,753,301	214,018,921	968,483,538	2,021,799,356	36,067,526	2,057,866,882

The accompanying notes to the financial statements form an integral part of these financial statements.

Statement of Changes in Equity
For the period ended 31 March 2025
Company

<i>In thousands of Nigerian Naira</i>	Share capital	Share premium	Equity Reserve	Regulatory risk reserve	Statutory reserves	Other regulatory reserves	Fair value reserve	Retained earnings	Total equity
Balance at 1 January 2025	17,069,475	329,229,161	8,875,000	-	-	-	-	255,978,288	611,151,924
Total comprehensive income for the period:									
Profit for the period	-	-	-	-	-	-	-	279,414	279,414
Other comprehensive income, net of tax									
Total other comprehensive income	-	-	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	-	-	-	279,414	279,414
Transactions with equity holders, recorded directly in equity:									
Dividend to equity holders	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Balance at 31 March 2025	17,069,475	329,229,161	8,875,000	-	-	-	-	256,257,702	611,431,338

The accompanying notes to the financial statements form an integral part of these financial statements.

Statement of Changes in Equity
For the period ended 31 March 2024
Company

In thousands of Nigerian Naira

	Share capital	Share premium	Equity Reserve	Regulatory risk reserve	Statutory reserves	Other regulatory reserves	Fair value reserve	Retained earnings	Total equity
Balance at 1 January 2024	14,715,590	123,471,114	8,875,000	-	-	-	-	168,800	147,230,504
Total comprehensive income for the period:									
Profit for the period	-	-	-	-	-	-	-	287,846	287,846
Other comprehensive income, net of tax									
Total comprehensive income	-	-	-	-	-	-	-	287,846	287,846
Transactions with equity holders, recorded directly in equity:									
Dividend to equity holders ¹	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Balance at 31 March 2024	14,715,590	123,471,114	8,875,000	-	-	-	-	456,646	147,518,350

The accompanying notes to the financial statements form an integral part of these financial statements.

Consolidated and separate statements of cash flows

For the period ended 31 March 2025

<i>In thousands of Nigerian Naira</i>	<i>Notes</i>	Group Mar-2025	Group Mar-2024	Company Mar-2025	Company Mar-2024
Cash flows from operating activities					
Profit for the period		257,909,051	457,017,277	279,414	287,846
Adjustments for:					
Depreciation of property and equipment	13	13,910,832	12,401,493	41,487	23,914
Amortisation of Intangible assets	13	3,819,919	1,483,908	-	-
Gain on disposal of property and equipment	10	(21,115)	(107,497)	-	-
Impairment on financial assets	6&11	13,542,758	13,636,273	-	-
Modification Gains on other financial assets	18	(15,211,825)	-	-	-
Net interest income	4&5	(302,962,437)	(227,300,498)	-	-
Unrealised Fair Value Gain on Financial Instrument	10	(1,500,024)	(331,554,793)	-	-
Unrealised Foreign exchange gains	10	(1,598,544)	12,670,337	-	-
Unrealised Gain on forward transactions	10	(10,792,437)	(157,104)	-	-
Fair value changes for assets at FVTPL	10	1,715,109	(2,632,451)	-	-
Dividend income	10	(118,312)	(23,038)	-	-
Income tax expense	15	42,347,299	52,331,472	87,180	117,694
		1,040,274	(12,234,621)	408,081	429,454
Net changes in:					
Financial assets at fair value through profit or loss		(66,817,834)	(18,983,129)	-	-
Assets pledged as collateral		37,947,843	17,508,252	-	-
Loans and advances to banks and placements with banks		(358,647,964)	(256,284,704)	-	-
Loans and advances to customers		(482,438,538)	105,612,211	-	-
Restricted deposits and other assets		(155,649,477)	(455,680,175)	-	(10,859)
Deposits from banks		(103,684,889)	41,242,651	-	-
Deposits from customers		1,010,886,871	446,511,114	-	-
Financial liabilities at fair value through profit or loss		(47,087,832)	2,665,877	-	-
Other liabilities		107,487,978	346,087,628	(209,750,250)	(418,595)
		(58,003,842)	228,679,725	(209,750,250)	(429,454)
Interest received		421,914,159	254,071,527	-	-
Interest paid		(110,490,430)	(53,422,958)	-	-
		311,423,729	200,648,569	-	-
		254,460,161	417,093,673	(209,342,169)	-
Income tax paid	15(b)	(55,294,429)	(16,999,320)	(87,181)	-
Net cash flow (used in)/generated from operating activities		199,165,732	400,094,353	(209,429,350)	-

The accompanying notes to the financial statements form an integral part of these financial statements.

Consolidated and separate statements of cash flows

For the period ended 31 March 2025

<i>In thousands of Nigerian Naira</i>	<i>Notes</i>	Group Mar-2025	Group Mar-2024	Company Mar-2025	Company Mar-2024
Cash flows from investing activities					
Redemption of investment securities		884,323,125	3,107,531,613	-	-
Purchase of investment securities		(1,371,307,246)	(3,544,525,176)	-	-
Dividends received	10	118,312	23,038	-	-
Purchase of property and equipment and Right of use assets	25	(59,322,261)	(67,770,329)	-	-
Proceeds from the sale of property and equipment		71,388	129,115	-	-
Purchase of intangible assets	26	(4,682,375)	(1,974,120)	-	-
Investment in subsidiaries	-	-	-	-	-
Net cash flow used in investing activities		(550,799,057)	(506,585,859)	-	-
Cash flows from financing activities					
Repayment of long term borrowings		(1,092,372)	(39,810,658)	-	-
Proceeds from long term borrowings		-	254,560,120	-	-
Lease liabilities		5,429,099	(4,868,327)	-	-
Net cash flow (used in) / from financing activities		4,336,727	209,881,135	-	-
Net increase in cash and cash equivalents		(347,296,598)	103,389,629	(209,429,350)	-
Cash and cash equivalents at beginning of the period		4,401,589,918	2,005,936,198	210,095,331	60,169
Effect of exchange rate fluctuations on cash held		33,519,789	767,093,561	-	-
Cash and cash equivalents at end of the period	17(b)	4,087,813,109	2,876,419,388	665,981	60,169

The accompanying notes to the financial statements form an integral part of these financial statements.

1. Reporting entity

Guaranty Trust Holding Company PLC (“the Parent” or the “the Company”) is a company incorporated in Nigeria. The address of the Company’s registered office is Plot 635, Akin Adesola Street, Victoria Island, Lagos. These separate and consolidated financial statements, for the period ended 31 March 2025, are prepared for the Company and the Group (Holding Company and its subsidiaries, separately referred to as “Group entities”) respectively. The Group is primarily involved in the provision of banking and other financial services to corporate and individual customers.

2. Basis of preparation

The interim consolidated and separate financial statements for the period ended 31 March 2025 have been prepared 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.

The Financial Statements were authorized for issue by the directors on 29 April 2025.

3. (a) Material Accounting Policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements. All entities within the Group apply the same accounting policies.

- **Functional and presentation currency**

These Consolidated and Separate financial statements are presented in Nigerian Naira, which is the Company’s functional currency. Except where indicated, financial information presented in Naira has been rounded to the nearest thousand.

- **Basis of measurement**

These financial statements have been prepared on the historical cost basis except for the following:

- ✓ Derivative financial instruments which are measured at fair value.
- ✓ Assets and liabilities at fair value through profit or loss are measured at fair value.
- ✓ Assets and Liabilities held to maturity are measured at amortised cost.
- ✓ Fair value through other comprehensive income (FVOCI) financial assets are measured at fair value.
- ✓ Liabilities for cash-settled share-based payment arrangements are measured at fair value.
- ✓ The Employee benefit asset is recognized as the present value of the defined benefit obligation less the fair value of the plan assets.
- ✓ The plan assets for defined benefit obligations are measured at fair value.

- **Use of Estimates and Judgements**

The preparation of the financial statements in conformity with IFRS requires the directors to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future periods affected.

- **Changes to accounting policies**

The accounting policies adopted are consistent with those of the previous financial period.

Standards and interpretations effective during the reporting period

Amendments to the following standard(s) became effective in the annual period starting from 1 January, 2025. The new reporting requirements as a result of the amendments and/or clarifications have been evaluated and their impact or otherwise are noted below:

- **Amendments to IAS 21 – Lack of exchangeability**

In August 2023, the Board issued Lack of exchangeability amendments to IAS 21. The amendments specifies how an entity should assess whether a currency is exchangeable and how it should determine a spot exchange rate when exchangeability is lacking. A currency is considered to be exchangeable into another currency when an entity is able to obtain the other currency within a time frame that allows for a normal administrative delay and through a market or exchange mechanism in which an exchange transaction would create enforceable rights and obligations.

If a currency is not exchangeable into another currency, an entity is required to estimate the spot exchange rate at the measurement date. An entity's objective in estimating the spot exchange rate is to reflect the rate at which an orderly exchange transaction would take place at the measurement date between market participants under prevailing economic conditions. The amendments note that an entity can use an observable exchange rate without adjustment or another estimation technique.

The amendment does not have any material impact on the Group.

Standards and interpretations issued/amended but not yet effective

The following standards have been issued or amended by the IASB but are yet to become effective for annual periods beginning on 1 January 2025:

Standard/Amendment	Content	Effective Date
IFRS 9 & IFRS 7	Classification and Measurement of Financial Instruments	01-Jan-26
IFRS 9 & IFRS 7	Power Purchase Agreements	01-Jan-26
IFRS	Annual Improvement to IFRS Accounting Standards- Volume 11	01-Jan-26
IFRS 18	Presentation and Disclosure in Financial Statements	01-Jan-27
IFRS 19	Subsidiaries without Public Accountability: Disclosures	01-Jan-27

The Group did not apply the following new or amended standards in preparing these consolidated and separate financial statements as it plans to adopt these standards at their respective effective dates. Commentaries on these new standards/amendments are provided below.

- **IFRS 9 & IFRS 7 – Classification and Measurement of Financial Instruments**

In May 2024, the Board issued Amendments to the Classification and Measurement of Financial Instruments (Amendments to IFRS 9 and IFRS 7), which:

- ✓ Clarifies that a financial liability is derecognised on the 'settlement date', i.e., when the related obligation is discharged, cancelled, expires or the liability otherwise qualifies for derecognition. It also introduces an accounting policy option to derecognise financial liabilities that are settled through an electronic payment system before settlement date if certain conditions are met
- ✓ Clarified how to assess the contractual cash flow characteristics of financial assets that include environmental, social and governance (ESG)-linked features and other similar contingent features
- ✓ Clarifies the treatment of non-recourse assets and contractually linked instruments
- ✓ Requires additional disclosures in IFRS 7 for financial assets and liabilities with contractual terms that reference a contingent event (including those that are ESG-linked), and equity instruments classified at fair value through other comprehensive income.

The amendment does not have any material impact on the Group

- **IFRS 9 & IFRS 7 – Contracts Referencing Nature – dependent Electricity**

In December 2024, the Board issued *Contracts Referencing Nature-dependent Electricity* (Amendments to IFRS 9 and IFRS 7). The amendments include:

- ✓ Clarifying the application of the 'own-use' requirements
- ✓ Permitting hedge accounting if these contracts are used as hedging instruments
- ✓ Adding new disclosure requirements to enable investors to understand the effect of these contracts on a company's financial performance and cash flows.

The clarifications regarding the 'own use' requirements must be applied retrospectively, but the guidance permitting hedge accounting have to be applied prospectively to new hedging relationships designated on or after the date of initial application.

The amendment does not have any material impact on the Group

- **Improvements to International Financial Reporting Standards**

The IASB's annual improvements process deals with non-urgent, but necessary, clarifications and amendments to IFRS. In July 2024, the IASB issued Annual Improvements to IFRS Accounting Standards — Volume 11

The following is the amendments from the Annual Improvements to IFRS Accounting Standards—Volume 11:

IFRS 1 First-time Adoption of International Financial Reporting Standards - Hedge Accounting by a First-time Adopter

- ✓ IFRS 7 Financial Instruments: Disclosures - Gain or Loss on Derecognition
- ✓ Guidance on implementing IFRS 7 Financial Instruments: Disclosures - Disclosure of Deferred Difference between Fair Value and Transaction Price
- ✓ Guidance on implementing IFRS 7 Financial Instruments: Disclosures - Credit Risk Disclosures
- ✓ IFRS 9 Financial Instruments - Lessee Derecognition of Lease Liabilities
- ✓ IFRS 9 Financial Instruments - Transaction Price
- ✓ IFRS 10 Consolidated Financial Statements - Determination of a 'De Facto Agent'
- ✓ IAS 7 Statement of Cash Flows - Cost Method

The amendment does not have any material impact on the Group

- **IFRS 18 – Presentation and Disclosure in Financial Statements**

In April 2024, the Board issued IFRS 18 to become effective on 1 January 2027. The objective of the Standard is to set out requirements for the presentation and disclosure of information in general purpose financial statements to help ensure they provide relevant information that faithfully represents an entity's assets, liabilities, equity, income and expenses, with emphasis on the subject matter as shown below:

- ✓ **Aggregation** : The adding together of assets, liabilities, equity, income, expenses or cash flows that share characteristics and are included in the same classification.
- ✓ **Classification**: The sorting of assets, liabilities, equity, income, expenses and cash flows based on shared characteristics.
- ✓ **Disaggregation**: The separation of an item into component parts that have characteristics that are not shared

The Group plans to adopt the full scope of the Standard when it becomes effective.

- **IFRS 19 – Subsidiaries without Public Accountability: Disclosures**

In May 2024, the Board issued IFRS 19 Subsidiaries without Public Accountability: Disclosures (IFRS 19), which allows eligible to elect to apply reduced disclosure requirements while still applying the recognition, measurement and presentation requirements in other IFRS accounting standards. Unless otherwise specified eligible entities that elect to apply IFRS 19 will not need to apply the disclosure requirements in other IFRS accounting standards.

An entity applying IFRS 19 is required to disclose that fact as part of its general IFRS accounting standards compliance statement. IFRS 19 requires an entity whose financial statements comply with IFRS accounting standards including IFRS 19 to make an explicit and unreserved statement of such compliance.

Eligible entities

- ✓ It is a subsidiary as defined in IFRS 10 Consolidation Financial Statement
- ✓ It does not have public accountability
- ✓ It has a parent (either ultimate or intermediate) that prepares consolidated financial statements, available for public use, which comply with IFRS accounting standards.

The standard does not have any Impact on the Group as the group is not an Eligible entity

(b) Other Material Accounting Policies

Other accounting policies that have been applied are:

(a) Consolidation

The financial statements of the subsidiaries used to prepare the consolidated financial statements were prepared as at the Holding Company's reporting date. The consolidation principles are unchanged as against the comparative period.

(i) Subsidiaries

Subsidiaries are entities controlled by the Company. Control exists when the Company has:

- ✓ power over the investee;
- ✓ exposure, or rights, to variable returns from its involvement with the investee; and
- ✓ the ability to use its power over the investee to affect the amount of the investor's returns.

Acquisition of subsidiaries

Business combinations are accounted for using the acquisition method as at the acquisition date, which is the date on which control is transferred to the Company. The Group measures goodwill as the fair value of the consideration transferred including the recognised amount of any non-controlling interest in the acquiree, less the net recognised amount (generally fair value) of the identifiable assets acquired and liabilities assumed, all measured as of the acquisition date. When the excess is negative, a bargain purchase gain is recognised immediately in profit or loss.

The Group elects on a transaction-by-transaction basis whether to measure at the acquisition date components of non-controlling interests in the acquiree at its fair value, or at its proportionate share of the acquiree's identifiable net assets. All other components of non-controlling interests are measured at their acquisition-date fair values, unless another measurement basis is required by IFRS. Transaction costs, other than those associated with the issue of debt or equity securities, that the Group incurs in connection with a business combination are expensed as incurred.

(ii) Structured entity

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when any voting rights relate to administrative tasks only and the relevant activities are directed by means of contractual arrangements. A structured entity is consolidated if the Group is exposed, or has rights to variable returns from its involvement with the Structured Entity and has the ability to affect those returns through its power over the Structured Entity. Power is the current ability to direct the activities that significantly influence returns.

(iii) Accounting method of consolidation

Subsidiaries are fully consolidated from the date on which control is transferred to the Group. The results of the subsidiaries acquired or disposed of during the year are included in the consolidated financial statements from the effective acquisition date and or up to the effective date on which control ceases, as appropriate. The integration of the subsidiaries into the consolidated financial statements is based on consistent accounting and valuation methods for similar transactions and other occurrences under similar circumstances.

(iv) Transactions eliminated on consolidation

Intra-group balances, income and expenses (except for foreign currency translation gains or losses) arising from intra-group transactions, are eliminated in preparing the consolidated financial statements. Unrealised gains arising from transactions with subsidiaries are eliminated to the extent of the Group's interest in the entity. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment. Profits and losses resulting from intra-group transactions are also eliminated.

(v) Non-controlling interest

The Group applies IFRS 10 Consolidated Financial Statements (2011) in accounting for acquisitions of non-controlling interests. Under this accounting policy, acquisitions of non-controlling interests are accounted for as transactions with equity holders in their capacity as owners and therefore no goodwill is recognised as a result of such transactions. The adjustments to non-controlling interests are based on the proportionate amount of the net assets of the subsidiary.

(b) Foreign currency translation**(i) Functional and presentation currency**

Items included in the financial statements of each of the Group entities are measured using the currency of the primary economic environment in which the entity operates ('the functional currency').

(ii) Transactions and balances

Foreign currency transactions, that is transactions denominated, or that require settlement in a foreign currency, are translated into the functional currency using the exchange rates prevailing at the dates of the transactions.

Monetary items denominated in foreign currency are translated using the closing rate as at the reporting date. Non-monetary items measured at historical cost denominated in a foreign currency are translated with the exchange rate as at the date of initial recognition; non monetary items in a foreign currency that are measured at fair value are translated using the exchange rates at the date when the fair value was determined.

Foreign exchange gains and losses resulting from the settlement of foreign currency transactions and from the year end translation of monetary assets and liabilities denominated

in foreign currencies are recognised in the Income statement, except when deferred in equity as gains or losses from qualifying cash flow hedging instruments or qualifying net investment hedging instruments.

All foreign exchange gains and losses recognised in the Income statement are presented net in the Income statement within the corresponding item. Foreign exchange gains and losses on other comprehensive income items are presented in other comprehensive income within the corresponding item.

In the case of changes in the fair value of monetary assets denominated in foreign currency classified as fair value through other comprehensive income, a distinction is made between translation differences resulting from changes in amortised cost of the security and other changes in the carrying amount of the security. Translation differences related to changes in the amortised cost are recognised in profit or loss, and other changes in the carrying amount, except impairment, are recognised in equity.

(iii) Group Entities

The results and financial position of all the Group entities (none of which has the currency of a hyperinflationary economy) that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

- Assets and liabilities for each statement of financial position presented are translated at the closing rate at the date of that statement of financial position;
- Income and expenses for each Income statement are translated at average exchange rates (unless this average is not a reasonable approximation of the cumulative effect of the rates prevailing on the transaction dates, in which case income and expenses are translated at the dates of the transactions);
- All resulting exchange differences are recognised in other comprehensive income.

Exchange differences arising from the above process are reported in shareholders' equity as 'Foreign currency translation reserve'.

On consolidation, exchange differences arising from the translation of the net investment in foreign entities, and of borrowings and other currency instruments designated as hedges of such investments, are taken to 'Other comprehensive income'. When a foreign operation is disposed of, or partially disposed of, such exchange differences are recognised in the consolidated income statement as part of the gain or loss on sale.

Goodwill and fair value adjustments arising on the acquisition of a foreign entity are treated as assets and liabilities of the foreign entity and translated at the closing rate.

(c) Interest

Interest income and expense for all interest-earning and interest-bearing financial instruments are recognised in the income statement within “interest income” and “interest expense” using the Effective Interest Method.

The effective interest rate is the rate that exactly discounts the estimated future cash payments and receipts through the expected life of the financial asset or liability (or, where appropriate, the next re-pricing date) to the carrying amount of the financial asset or liability. When calculating the effective interest rate, the Group estimates future cash flows considering all contractual terms of the financial instruments but not future credit losses.

The calculation of the effective interest rate includes contractual fees paid or received, transaction costs, and discounts or premiums that are an integral part of the effective interest rate.

Transaction costs are incremental costs that are directly attributable to the acquisition, issue or disposal of a financial asset or liability.

Interest income and expense presented in the Income statement include:

- Interest on financial assets and liabilities measured at amortised cost calculated on an effective interest rate basis.
- Interest on financial assets measured at fair value through OCI calculated on an effective interest rate basis.

Whilst interest revenue is always required to be presented as a separate line item, it is calculated differently according to the status of the asset with regard to credit impairment.

For a financial asset that has not become credit impaired since initial recognition, interest revenue is calculated using a ‘gross method’ of applying the effective interest rate method to the gross carrying amount of the asset (i.e. its carrying amount excluding the loss allowance).

For a financial asset that subsequently has become credit-impaired, from the beginning of the next reporting period, interest revenue is calculated using a ‘net method’ of applying the effective interest rate to the net amortised cost balance (i.e. including the loss allowance).

(d) Revenue from contract with customers

IFRS 15 establishes a five-step model to account for revenue arising from contracts with customers. It applies to all contracts with customers except leases, financial instruments and insurance contracts. The standard establishes a more systematic approach for revenue measurement and recognition by introducing a five-step model governing revenue recognition. The five step model requires the Company to (i) identify the contract with the customer, (ii) identify each of the performance obligations included in the contract, (iii) determine the amount of consideration in the contract, (iv) allocate the consideration to each of the identified performance obligations and (v) recognise revenue as each performance obligation is satisfied.

Guaranty Trust Pension Managers Limited

Revenue recognition by the Pension Manager subsidiary are under the following;

Asset Based Fees: These are fees earned on pension funds by the company and held by fund custodians as stipulated by Pension Reform Act 2014. It is earned over time and invoiced on a preceding month basis at the approved rates for the various funds under the multi-fund structure.

Fee Income earned from administrative services: These are fees earned over time from contributors to cover cost of administering each Retirement Savings Account. The Company does not recognize revenue from a contributor that has not made contribution for a particular month. The performance obligation is satisfied over the administration of each Retirement Savings Account.

Fee Income from providing management services: Fees earned for the provision of services over a period of time are accrued over that period. That is, the fees are invoiced on a preceding month basis but accrued on a daily basis on the fund. These fees include the administration and supervision of Pension Fund Assets. Revenue recognized is based on a percentage of the opening Net Asset value of the Pension Fund investment at the beginning of the period of charge. The performance obligation is satisfied over the administration and supervision of Pension Fund Assets.

Guaranty Trust Fund Managers Limited

Guaranty Trust Fund Managers Limited provides funds management services to individuals and corporate organisations. Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services. The Company has generally concluded that it is the principal in its revenue arrangements.

The Company has applied IFRS 15 practical expedient to a portfolio of contracts (or performance obligations) with similar characteristics since the Company reasonably expects that the accounting result will not be materially different from the result of applying the standard to the individual contracts. The disclosures of significant accounting judgements, estimates and assumptions relating to revenue from contracts with customers are provided below.

Payments Company- HabariPay Limited

The Company's sources of revenue are derived from the following:

Net commission recognized on merchant service charged to transaction value processed on behalf of our merchants.

Sales margin recognized on bills payments i.e., airtime vending, and bulk SMS sent on behalf of our customers.

The Company has generally concluded that it is the principal in its revenue arrangement. The five-step model as suggested by IFRS-15 has been followed in recognizing revenue.

(e) Fees and commission

Fees and Commission that are integral to the effective interest rate on a financial asset are included in the measurement of the effective interest rate. These fees are management fees on non revolving credit facilities.

Other fees and commissions which relates mainly to transaction and service fees, including commitment fees which are charged on undisbursed portion of credit facilities, investment management and other fiduciary activity fees, sales commission, placement line fees, syndication fees and guarantee issuance fees are recognised at a point in time, or over time as the related services are provided / performed.

Payments Company- HabariPay Limited

The Payment Company's fees and commissions are derived from net commissions recognized on merchant services charged to transaction value processed on behalf of our merchants. Revenue related to the above transactions are recognized at the point in time when the transaction takes place.

Guaranty Trust Fund Managers Limited

Fees and commissions in the Fund Manager subsidiary are recognized on an accrual basis for the period under review at amortized cost. The management fees earned on funds being managed are as stipulated by the guiding of the respective individual trust deeds.

(f) Net gains on financial instruments held at fair value through profit or loss.

Net trading income comprises gains less losses related to trading assets and liabilities, and it includes all fair value changes, dividends and foreign exchange differences.

(g) Net income from other financial instruments at fair value through profit or loss

Net income from other financial instruments at fair value through profit or loss relates to derivatives held for risk management purposes that do not form part of qualifying hedge relationships. Fair value changes on other derivatives held for risk management purposes, and other financial assets and liabilities carried at fair value through profit or loss, are presented in Other Income – Mark to market gain/(loss) on trading investments in the Income statement.

(h) Dividend income

Dividend income is recognised when the right to receive income is established. Dividends on trading equities are reflected as a component of Net gains on financial instruments held at fair value through profit or loss. Dividend income on long term equity investments is recognised as a component of other income.

(I) Leases

Leases (right-of-use asset) are accounted for in accordance with IFRS 16 and are accounted for in line with the following based on whether the Group is the Lessor or the Lessee:

(i) The Group is the lessee

At the commencement date, the Group recognises a right-of-use asset at cost and a lease liability, where applicable, at the present value of the lease payments that are not paid at that date.

The cost of the right-of-use asset comprises the amount of the initial measurement of the lease liability, any lease payments made at or before the commencement date less any lease incentives received, any initial direct costs incurred by the lessee and an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease.

After the commencement date, the Group measures the right-of-use asset at cost less any accumulated depreciation and any accumulated impairment losses and adjusted for any remeasurement of the lease liability, the right-of-use asset is included in Restricted deposit and other assets. The Group subsequently measures the lease liability by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made and remeasuring the carrying amount to reflect any reassessment or lease modifications.

The corresponding lease liabilities, where applicable, are included in other liabilities. The interest element of the lease liabilities is charged to the Income statement over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

(ii) The Group is the lessor

When assets are leased to a third party under finance lease terms, the present value of the lease income is recognised as a receivable. The difference between the gross receivable and the present value of the receivable is recognised as unearned finance income. Lease income is recognised over the term of the lease using the net investment method (before tax), which reflects a constant periodic rate of return.

(J) Income Tax**(i) Current income tax**

Income tax payable is calculated on the basis of the applicable tax law in the respective jurisdiction and it consists of Company Income Tax, Education tax, NITDEF tax and Nigeria Police Trust Fund levy. Company Income tax is assessed at a statutory rate of 30% of total profit or Dividend Declared, whichever is higher. Education tax is computed as 3% of assessable profit, NITDEF tax is a 1% levy on Profit before tax of the Bank, and Nigeria Police Trust Fund Levy is 0.005% of Net profit.

Current income tax is recognised as an expense for the period except to the extent that current tax is related to items that are charged or credited in other comprehensive income or directly to equity. In these circumstances, deferred tax is charged or credit to other comprehensive income or to equity (for example, current tax on FVOCI).

Where the Group has tax losses that can be relieved only by carrying it forward against taxable profits of future periods, a deductible temporary difference arises. Those losses carried forward are set off against deferred tax liabilities carried in the consolidated statement of financial position.

The Group evaluates positions stated in tax returns; ensuring information disclosed are in agreement with the underlying tax liability, which has been adequately provided for in the financial statements. The Group had determined that interest and penalties relating to income taxes, including uncertain tax treatments, do not meet the definition of income taxes, and therefore are accounted for under IAS 37 Provisions, Contingent Liabilities and Contingent Assets

(ii) Deferred income tax

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantively enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

However, the deferred income tax is not recognised for:

- temporary differences on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss;
- temporary differences related to investments in subsidiaries where the timing of the reversal of the temporary difference is controlled by the Group and it is probable that they will not reverse in the foreseeable future; and
- temporary differences arising on the initial recognition of goodwill.

Deferred tax assets are recognised when it is probable that future taxable profit will be available against which these temporary differences can be utilised. The tax effects of carry-forwards of unused losses or unused tax credits are recognised as an asset when it is probable that future taxable profits will be available against which these losses can be utilised. Deferred tax related to fair value re-measurement of FVOCI investments and cash flow hedges, which are recognised in other comprehensive income, is also recognised in the other comprehensive income and subsequently in the income statement together with the deferred gain or loss.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities against current tax assets, and they relate to taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

(k) Financial assets and liabilities**i. Recognition**

The Group on the date of origination or purchase recognizes loans, debt and equity securities, deposits and subordinated debentures at the fair value of consideration paid. For non-revolving facilities, origination date is the date the facility is disbursed, origination date for revolving facilities is the date the line is availed, while origination date for credit card is the date the credit limit is availed on the card. Regular-way purchases and sales of financial assets are recognized on the settlement date. All other financial assets and liabilities, including derivatives, are initially recognized on the trade date at which the Bank becomes a party to the contractual provisions of the instrument.

ii. Classification and Measurement

Initial measurement of a financial asset or liability is at fair value plus transaction costs that are directly attributable to its purchase or issuance. For instruments measured at fair value through profit or loss, transaction costs are recognized immediately in profit or loss. Financial assets include both debt and equity instruments.

Financial assets are classified into one of the following measurement categories:

- Amortised cost
- Fair Value through Other Comprehensive Income (FVOCI)
- Fair Value through Profit or Loss (FVTPL) for trading related assets

The Group classifies all of its financial assets based on the business model for managing the assets and the asset's contractual cash flow characteristics.

Business Model Assessment

Business model assessment involves determining whether financial assets are managed in order to generate cash flows from collection of contractual cash flows, selling financial assets or both. The Bank assesses business model at a portfolio level reflective of how groups of assets are managed together to achieve a particular business objective. For the assessment of business model the Bank takes into consideration the following factors:

- the stated policies and objectives for the portfolio and the operation of those policies in practice. In particular, whether management's strategy focuses on earning contractual interest revenue, maintaining a particular interest rate profile, matching the duration of the financial assets to the duration of the liabilities that are funding those assets or realizing cash flows through the sale of the assets
- how the performance of assets in a portfolio is evaluated and reported to Group heads and other key decision makers within the Bank's business lines;
- the risks that affect the performance of assets held within a business model and how those risks are managed;

- how compensation is determined for the Bank's business lines' management that manages the assets; and
- the frequency and volume of sales in prior periods and expectations about future sales activity.

Management determines the classification of the financial instruments at initial recognition. The business model assessment falls under three categories:

- Business Model 1(BM1): Financial assets held with the sole objective to collect contractual cash flows;
- Business Model 2 (BM2): Financial assets held with the objective of both collecting contractual cash flows and selling; and
- Business Model 3 (BM3): Financial assets held with neither of the objectives mentioned in BM1 or BM2 above. These are basically financial assets held with the sole objective to trade and to realize fair value changes.

The Group may decide to sell financial instruments held under the BM1 category with the objective to collect contractual cash flows without necessarily changing its business model if one or more of the following conditions are met:

- When the Group sells financial assets to reduce credit risk or losses because of an increase in the assets' credit risk. The Group considers sale of financial assets that may occur in BM1 to be infrequent if the sales is one-off during the Financial Year and/or occurs at most once during the quarter or at most three (3) times within the financial year.
- Where these sales are infrequent even if significant in value. A Sale of financial assets is considered infrequent if the sale is one-off during the Financial Year and/or occurs at most once during the quarter or at most three (3) times within the Financial Year.
- Where these sales are insignificant in value both individually and in aggregate, even if frequent. A sale is considered insignificant if the portion of the financial assets sold is equal to or less than five (5) per cent of the carrying amount (book value) of the total assets within the business model.
- When these sales are made close to the maturity of the financial assets and the proceeds from the sales approximates the collection of the remaining contractual cash flows. A sale is considered to be close to maturity if the financial assets has a tenor to maturity of not more than one (1) year and/or the difference between the remaining contractual cash flows expected from the financial asset does not exceed the cash flows from the sales by ten (10) per cent.
- Other reasons: The following reasons outlined below may constitute 'Other Reasons' that may necessitate selling financial assets from the BM1 category that will not constitute a change in business model:
 - Selling the financial asset to realize cash to deal with unforeseen need for liquidity (infrequent).
 - Selling the financial asset to manage credit concentration risk (infrequent).
 - Selling the financial assets as a result of changes in tax laws (infrequent).
 - Other situations also depends upon the facts and circumstances which need to be judged by the management.

Cash flow characteristics assessment

The contractual cash flow characteristics assessment involves assessing the contractual features of an instrument to determine if they give rise to cash flows that are consistent with a basic lending arrangement. Contractual cash flows are consistent with a basic lending arrangement if they represent cash flows that are solely payments of principal and interest on the principal amount outstanding (SPPI).

Principal is defined as the fair value of the instrument at initial recognition. Principal may change over the life of the instruments due to repayments. Interest is defined as consideration for the time value of money and the credit risk associated with the principal amount outstanding and for other basic lending risks and costs (liquidity risk and administrative costs), as well as a profit margin.

In assessing whether the contractual cash flows are solely payments of principal and interest, the Group considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making the assessment, the Group considers:

- contingent events that would change the amount and timing of cash flows;
- leverage features;
- prepayment and extension terms;
- terms that limit the Group's claim to cash flows from specified assets (e.g. non-recourse asset arrangements); and
- Features that modify consideration of the time value of money.

(a) Financial assets measured at amortised cost

Financial assets are measured at amortised cost if they are held within a business model whose objective is to hold for collection of contractual cash flows where those cash flows represent solely payments of principal and interest. After initial measurement, debt instruments in this category are carried at amortised cost using the effective interest rate method. Amortised cost is calculated taking into account any discount or premium on acquisition, transaction costs and fees that are an integral part of the effective interest rate. Amortisation is included in Interest income in the Consolidated and Separate Income Statement. Impairment on financial assets measured at amortised cost is calculated using the expected credit loss approach.

Loans and debt securities measured at amortised cost are presented net of the allowance for credit losses (ACL) in the statement of financial position.

(b) Financial assets measured at FVOCI

Financial assets are measured at FVOCI if they are held within a business model whose objective is to hold for collection of contractual cash flows and for selling financial assets,

where the assets' cash flows represent payments that are solely payments of principal and interest. Subsequent to initial recognition, unrealized gains and losses on debt instruments measured at FVOCI are recorded in other comprehensive Income (OCI), unless the instrument is designated in a fair value hedge relationship. Upon derecognition, realized gains and losses are reclassified from OCI and recorded in Other Income in the Consolidated and Separate Income Statement. Foreign exchange gains and losses that relate to the amortised cost of the debt instrument are recognized in the Consolidated and Separate Income Statement. Premiums, discounts and related transaction costs are amortised over the expected life of the instrument to Interest income in the Consolidated and Separate of Income Statement using the effective interest rate method. Impairment on financial assets measured at FVOCI is calculated using the expected credit loss approach.

(c) Financial assets measured at FVTPL

Debt instruments measured at FVTPL include assets held for trading purposes, assets held as part of a portfolio managed on a fair value basis and assets whose cash flows do not represent payments that are solely payments of principal and interest. Financial assets may also be designated at FVTPL if by so doing eliminates or significantly reduces an accounting mismatch which would otherwise arise. These instruments are measured at fair value in the Consolidated and Separate Statement of Financial Position, with transaction costs recognized immediately in the Consolidated and Separate Income Statements as part of Other Income. Realized and unrealized gains and losses are recognized as part of Other Income in the Consolidated and Separate Income Statements.

(d) Equity Instruments

Equity instruments are instruments that meet the definition of equity from the issuer's perspective; that is, any contract that evidences a residual interest in the issuer's net assets.

Equity instruments are measured at FVTPL, unless an election is made to designate them at FVOCI upon purchase. For equity instruments measured at FVTPL, changes in fair value are recognized as part of Other Income in the Consolidated and Separate Income Statement. The Bank can elect to classify non-trading equity instruments at FVOCI. This election will be used for certain equity investments for strategic or longer term investment purposes. The FVOCI election is made upon initial recognition, on an instrument-by-instrument basis and once made is irrevocable. Gains and losses on these instruments including when derecognized/sold are recorded in OCI and are not subsequently reclassified to the Consolidated and Separate Income Statement. Dividends received are recorded in other income in the Consolidated and Separate Income Statement. Any transaction costs incurred upon purchase of the security are added to the cost basis of the security and are not reclassified to the Consolidated and Separate Income Statement on sale of the security. Transaction cost on disposal of equity instruments is recognised as an expense in the income statement.

Financial liabilities are classified into one of the following measurement categories:

- Amortised cost

- Fair Value through Profit or Loss (FVTPL)

(e) Financial Liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss are financial liabilities held for trading. A financial liability is classified as held for trading if it is incurred principally for the purpose of repurchasing it in the near term or if it is part of a portfolio of identified financial instruments that are managed together and for which there is evidence of a recent actual pattern of short-term profit-taking. Derivatives are also categorized as held for trading unless they are designated and effective as hedging instruments. Financial liabilities held for trading also include obligations to deliver financial assets borrowed by a short seller.

Gains and losses arising from changes in fair value of financial liabilities classified as held for trading are included in the income statement and are reported as 'Net gains/(losses) on financial instruments held at fair value through profit or loss'. Interest expenses on financial liabilities held for trading are included in 'Net interest income'.

Financial Liabilities are designated at FVTPL when either the designation eliminates or significantly reduces an accounting mismatch which would otherwise arise or the financial liability contains one or more embedded derivatives which significantly modify the cash flows otherwise required. For liabilities designated at fair value through profit or loss, all changes in fair value are recognized in Other Income in the Consolidated and Separate Statement of Income, except for changes in fair value arising from changes in the Bank's own credit risk which are recognized in OCI. Changes in fair value of liabilities due to changes in the Bank's own credit risk, which are recognized in OCI, are not subsequently reclassified to the Consolidated and Separate Income Statement upon derecognition/extinguishment of the liabilities.

(f) Financial Liabilities at amortised cost

Financial liabilities that are not classified at fair value through profit or loss fall into this category and are measured at amortised cost using the Effective Interest Rate method. Financial liabilities measured at amortised cost are deposits from banks or customers, other borrowed funds, debt securities in issue for which the fair value option is not applied, convertible bonds and subordinated debts.

Cash and bank balances

Cash and bank balances include notes and coins on hand, unrestricted balances held with central banks, balances held with other banks and Money market placements which are used by the Group in the management of its short-term commitments.

Cash and Cash equivalents referred to in the statement of cash flow comprises cash in hand, non-restricted balance held with central banks and amount due from banks on demands with an original maturity of three months or less.

Cash and bank balances are carried at amortised cost in the Statements of financial position.

iii. Reclassifications

Financial assets are not reclassified subsequent to their initial recognition, except in the period after the Group changes its business model for managing financial assets. A change in the Group's business model will occur only when the Group either begins or ceases to perform an activity that is significant to its operations such as:

- Significant internal restructuring or business combinations; for example an acquisition of a private asset management company that might necessitate transfer and sale of loans to willing buyers, this action will constitute changes in business model and subsequent reclassification of the Loan held from BM1 to BM2 Category
- Disposal of a business line i.e. disposal of a business segment
- Any other reason that might warrant a change in the Group's business model as determined by management based on facts and circumstances.

The following are not considered to be changes in the business model:

- A change in intention related to particular financial assets (even in circumstances of significant changes in market conditions)
- A temporary disappearance of a particular market for financial assets.
- A transfer of financial assets between parts of the Group with different business models.

When reclassification occurs, the Group reclassifies all affected financial assets in accordance with the new business model. Reclassification is applied prospectively from the 'reclassification date'. Reclassification date is 'the first day of the first reporting period following the change in business model. For example, if the Group decides to shut down the retail business segment on 31 January 2018, the reclassification date will be 1 April, 2019 (i.e. the first day of the entity's next reporting period), the Group shall not engage in activities consistent with its former business model after 31 January, 2018. Gains, losses or interest previously recognised are not restated when reclassification occurs.

iv. Modification of financial assets and liabilities

(a) Financial assets

The Group sometimes modifies the contractual cashflows of loans to customers. Where the terms of a financial asset are modified via amendments to the loan agreements, the Group evaluates whether the cash flows of the modified asset are substantially different from the original cashflows. If the cash flows are substantially different, then the contractual rights to cash flows from the original financial asset are deemed to have expired. In this case, the original financial asset is derecognised and a new financial asset is recognised at fair value. Any difference between the amortised cost of the original financial asset and the present value of the estimated future cashflows of the new asset is debited or credited to the customer's account.

Scenarios where modifications will lead to derecognition of existing loan and recognition of a new loan include but not limited to:

- The exchange of a loan for another financial asset with substantially different contractual terms and conditions such as the restructuring of a loan to a bond; conversion of a loan to an equity instrument of the borrower.
- Roll up of interest into a single bullet payment of interest and principal at the end of the loan term.
- Conversion of a loan from one currency to another currency.
- Extension of maturity dates will lead to modification and derecognition of existing loan and recognition of a new loan.

When the contractual cash flows of a financial asset are renegotiated or otherwise modified and the renegotiation or modification does not result in the derecognition of that financial asset in accordance with IFRS 9, the Group shall recalculate the gross carrying amount of the financial asset and shall recognize a modification gain or loss in profit or loss. For example, contractual cashflows of loan to customers may also be modified due to blanket payment holidays imposed by law and regulations and effective automatically without amendments being made to the loan agreements. In this scenario, the bank revises the expected gross carrying amount by discounting the rescheduled payments at original effective interest rate and the resulting loss is recognised immediately in Other income in Profit or loss as a cumulative catch-up adjustment.

Fees that are considered in determining the fair value of modified financial asset and fees that represent reimbursement of eligible transaction costs are included in the initial measurement of the asset and form part of the effective interest on the modified financial asset while other fees are included in profit or loss as part of the gain or loss on derecognition.

Impairment assessment is performed on modified financial assets before modification.

(b) Financial Liabilities

A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expired. The Group derecognises a financial liability when its terms are modified and the cash flows of the modified liability are substantially different. In this case, a new financial liability based on the modified terms is recognised at fair value. The difference between the carrying amount of the financial liability extinguished and the new financial liability with modified terms is recognised in profit or loss.

De-recognition of financial instruments

The Group derecognizes a financial asset only when the contractual rights to the cash flows from the asset expire or it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. If the Group neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Group recognises its retained interest in the asset and an associated liability for amounts it may have to pay. If the Group retains substantially all the risks and rewards of ownership of a transferred financial asset, the Group continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received.

Financial assets that are transferred to a third party but do not qualify for derecognition are presented in the statement of financial position as 'Assets pledged as collateral', if the transferee has the right to sell or repledge them.

On derecognition of a financial asset, the difference between the carrying amount of the asset (or the carrying amount allocated to the portion of the asset transferred), and the sum of (i) the consideration received (including any new asset obtained less any new liability assumed) and (ii) any cumulative gain or loss that had been recognized in other comprehensive income is recognized in profit or loss.

(v) Impairment of Financial Assets

In line with IFRS 9, the Group assesses the under listed financial instruments for impairment using Expected Credit Loss (ECL) approach:

- Amortised cost financial assets;
- Debt securities classified as at FVOCI;
- Off-balance sheet loan commitments; and
- Financial guarantee contracts.

Equity instruments and financial assets measured at FVPL are not subjected to impairment under the standard.

Expected Credit Loss Impairment Model

The Group's allowance for credit loss calculations are outputs of models with a number of underlying assumptions regarding the choice of variable inputs and their interdependencies. The expected credit loss impairment model reflects the present value of all cash shortfalls related to default events either over the following twelve months or over the expected life of a financial instrument depending on credit deterioration from inception. The allowance for credit losses reflects an unbiased, probability-weighted outcome which considers multiple scenarios based on reasonable and supportable forecasts.

The Group adopts a three-stage approach for impairment assessment based on changes in credit quality since initial recognition.

- Stage 1 – Where there has not been a significant increase in credit risk (SICR) since initial recognition of a financial instrument, an amount equal to 12 months expected credit loss is recorded. The expected credit loss is computed using a probability of default occurring over the next 12 months. For those instruments with a remaining maturity of less than 12 months, a probability of default corresponding to remaining term to maturity is used.
- Stage 2 – When a financial instrument experiences a SICR subsequent to origination but is not considered to be in default, it is included in Stage 2. This requires the computation of expected credit loss based on the probability of default over the remaining estimated life of the financial instrument.

- Stage 3 – Financial instruments that are considered to be in default are included in this stage. Similar to Stage 2, the allowance for credit losses captures the lifetime expected credit losses.

The guiding principle for ECL model is to reflect the general pattern of deterioration or improvement in the credit quality of financial instruments since initial recognition. The ECL allowance is based on credit losses expected to arise over the life of the asset (life time expected credit loss), unless there has been no significant increase in credit risk since origination.

Measurement of Expected Credit Losses

The probability of default (PD), exposure at default (EAD), and loss given default (LGD) inputs used to estimate expected credit losses are modelled based on macroeconomic variables that are most closely related with credit losses in the relevant portfolio. Details of these statistical parameters/inputs are as follows:

- PD – The probability of default is an estimate of the likelihood of default over a given time horizon. A default may only happen at a certain time over the remaining estimated life, if the facility has not been previously derecognized and is still in the portfolio.
 - 12-month PDs – This is the estimated probability of default occurring within the next 12 months (or over the remaining life of the financial instrument if that is less than 12 months). This is used to calculate 12-month ECLs. The Bank obtains the constant and relevant coefficients for the various independent variables and computes the outcome by incorporating forward looking macroeconomic variables and computing the forward probability of default.
 - Lifetime PDs – This is the estimated probability of default occurring over the remaining life of the financial instrument. This is used to calculate lifetime ECLs for 'stage 2' and 'stage 3' exposures. PDs are limited to the maximum period of exposure required by IFRS 9. The Bank obtains 3 years forecast for the relevant macroeconomic variables and adopts exponentiation method to compute cumulative PD for future time periods for each obligor.
- EAD – The exposure at default is an estimate of the exposure at a future default date, taking into account expected changes in the exposure after the reporting date, including repayments of principal and interest, whether scheduled by contract or otherwise, expected drawdowns on committed facilities, and accrued interest from missed payments.
- LGD – The loss given default is an estimate of the loss arising in the case where a default occurs at a given time. It is based on the difference between the contractual

cash flows due and those that the lender would expect to receive, including from the realization of any collateral. It is usually expressed as a percentage of the EAD.

To estimate expected credit loss for off balance sheet exposures, credit conversion factor (CCF) is usually computed. CCF is a modelled assumption which represents the proportion of any undrawn exposure that is expected to be drawn prior to a default event occurring. It is a factor that converts an off balance sheet exposure to its credit exposure equivalent. In modelling CCF, the Bank considers its account monitoring and payment processing policies including its ability to prevent further drawings during periods of increased credit risk. CCF is applied on the off balance sheet exposures to determine the EAD and the ECL impairment model for financial assets is applied on the EAD to determine the ECL on the off balance sheet exposures.

Forward-looking information

The measurement of expected credit losses for each stage and the assessment of significant increases in credit risk considers information about past events and current conditions as well as reasonable and supportable forecasts of future events and economic conditions. The estimation and application of forward-looking information requires significant judgement.

The measurement of expected credit losses for each stage and the assessment of significant increases in credit risk considers information about past events and current conditions as well as reasonable and supportable forecasts of future events and economic conditions. The estimation and application of forward-looking information requires that:

- The Group uses internal subject matter experts from Risk, Treasury and Business Divisions to consider a range of relevant forward looking data, including macro-economic forecasts and assumptions, for the determination of unbiased general economic adjustments in order to support the calculation of ECLs.
- Macro-economic variables taken into consideration include, but are not limited to, unemployment, interest rates, gross domestic product, inflation, crude-oil prices and exchange rate, and requires an evaluation of both the current and forecast direction of the macro-economic cycle.
- Macro-economic variables considered have strong statistical relationships with the risk parameters (LGD, EAD, CCF and PD) used in the estimation of the ECLs, and are capable of predicting future conditions that are not captured within the base ECL calculations.
- Forward looking adjustments for both general macro-economic adjustments and more targeted at portfolio / industry levels. The methodologies and assumptions, including any forecasts of future economic conditions, are reviewed regularly.

Macroeconomic factors

The Group relies on a broad range of forward looking information as economic inputs, such as: GDP growth, unemployment rates, central bank base rates, crude oil prices, inflation rates and

foreign exchange rates. The inputs and models used for calculating expected credit losses may not always capture all characteristics of the market at the date of the financial statements. To reflect this, qualitative adjustments or overlays may be made as temporary adjustments using expert credit judgement.

The macroeconomic variables and economic forecasts as well as other key inputs are reviewed and approved by management before incorporated in the ECL model. Any subsequent changes to the forward looking information are also approved before such are inputted in the ECL model.

The macro economic variables are obtained for 3 years in the future and are reassessed every 6 months to ensure that they reflect prevalent circumstances and are up to date.

Where there is a non-linear relationships, one forward-looking scenario is never sufficient as it may result in the estimation of a worst-case scenario or a best-case scenario. The Bank's ECL methodology considers weighted average of multiple economic scenarios for the risk parameters (basically the forecast macroeconomic variables) in arriving at impairment figure for a particular reporting period. The model is structured in a manner that the final outcome, which is a probability cannot be negative.

SICR is assessed once there is an objective indicator of a deterioration in credit risk of customer. In addition, the Bank as part of its routine credit processes perform an assessment on a quarterly basis to identify instances of SICR.

Multiple forward-looking scenarios

The Group determines allowance for credit losses using three probability-weighted forward-looking scenarios. The Group considers both internal and external sources of information in order to achieve an unbiased measure of the scenarios used. The Group prepares the scenarios using forecasts generated by credible sources such as Business Monitor International (BMI), International Monetary Fund (IMF), Nigeria Bureau of Statistics (NBS), World Bank, Central Bank of Nigeria (CBN), Financial Markets Dealers Quotation (FMDQ), and Trading Economics.

The Group estimates three scenarios for each risk parameter (LGD, EAD, CCF and PD) – Normal, Upturn and Downturn, which in turn is used in the estimation of the multiple scenario ECLs. The 'normal case' represents the most likely outcome and is aligned with information used by the Bank for other purposes such as strategic planning and budgeting. The other scenarios represent more optimistic and more pessimistic outcomes. The Bank has identified and documented key drivers of credit risk and credit losses for each portfolio of financial instruments and, using an analysis of historical data, has estimated relationships between macro-economic variables, credit risk and credit losses.

Assessment of significant increase in credit risk (SICR)

At each reporting date, the Bank assesses whether there has been a significant increase in credit risk for exposures since initial recognition by comparing the risk of default occurring over the remaining expected life from the reporting date and the date of initial recognition. The assessment considers borrower-specific quantitative and qualitative information without consideration of collateral, and the impact of forward-looking macroeconomic factors. The common assessments for SICR on retail and non-retail portfolios include macroeconomic

outlook, management judgement, and delinquency and monitoring. Forward looking macroeconomic factors are a key component of the macroeconomic outlook. The importance and relevance of each specific macroeconomic factor depends on the type of product, characteristics of the financial instruments and the borrower and the geographical region.

The Group adopts a multi factor approach in assessing changes in credit risk. This approach considers: Quantitative (primary), Qualitative (secondary) and Back stop indicators which are critical in allocating financial assets into stages.

The quantitative models considers deterioration in the credit rating of obligor/counterparty based on the Bank's internal rating system or External Credit Assessment Institutions (ECAI) while qualitative factors considers information such as expected forbearance, restructuring, exposure classification by licensed credit bureau, etc.

A backstop is typically used to ensure that in the (unlikely) event that the primary (quantitative) indicators do not change and there is no trigger from the secondary (qualitative) indicators, an account that has breached the 30 days past due criteria for SICR and 90 days past due criteria for default is transferred to stage 2 or stage 3 as the case may be except there is a reasonable and supportable evidence available without undue cost to rebut the presumption.

Definition of Default and Credit Impaired Financial Assets

At each reporting date, the Group assesses whether financial assets carried at amortised cost and debt financial assets carried at FVOCI are credit-impaired. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

Evidence that a financial asset is credit-impaired includes the following observable data:

- Significant financial difficulty of the borrower or issuer;
- A breach of contract such as a default or past due event;
- The lender(s) of the borrower, for economic or contractual reasons relating to the borrower's financial difficulty, having granted to the borrower a concession(s) that the lender(s) would not otherwise consider;
- It is becoming probable that the borrower will enter bankruptcy or other financial reorganisation; or
- The disappearance of an active market for a security because of financial difficulties.
- The purchase or origination of a financial asset at a deep discount that reflects the incurred credit losses.
- Others include death, insolvency, breach of covenants, etc.

A loan that has been renegotiated due to a deterioration in the borrower's condition is usually considered to be credit-impaired. In addition, loans that are more than 90 days past due are considered impaired.

In making an assessment of whether an investment in sovereign debt is credit-impaired, the Group considers the following factors.

- The market's assessment of creditworthiness as reflected in the bond yields.
- The rating agencies' assessments of creditworthiness.
- The country's ability to access the capital markets for new debt issuance.
- The probability of debt being restructured, resulting in holders suffering losses through voluntary or mandatory debt forgiveness.
- The international support mechanisms in place to provide the necessary support as 'lender of last resort' to that country, as well as the intention, reflected in public statements, of governments and agencies to use those mechanisms. This includes an assessment of the depth of those mechanisms and, irrespective of the political intent, whether there is the capacity to fulfil the required criteria.

Presentation of allowance for ECL in the statement of financial position

Loan allowances for ECL are presented in the statement of financial position as follows:

- Debt instruments measured at FVOCI: no loss allowance is recognised in the statement of financial position because the carrying amount of these assets is their fair value. However, the loss allowance is disclosed and is recognised in the fair value reserve.
- Financial assets measured at amortised cost: as a deduction from the gross carrying amount of the assets;
- Loan commitments and financial guarantee contracts: generally, as a provision;
- Where a financial instrument includes both a drawn and an undrawn component, and the Group cannot identify the ECL on the loan commitment component separately from those on the drawn component: the Group presents a combined loss allowance for both components. The combined amount is presented as a deduction from the gross carrying amount of the drawn component. Any excess of the loss allowance over the gross amount of the drawn component is presented as a provision.

(vi) Write-off

The Group writes off an impaired financial asset (and the related impairment allowance), either partially or in full, where there is no reasonable expectation of recovery as set out in IFRS 9, paragraph 5.4.4. After a full evaluation of a non-performing exposure, in the event that either one or all of the following conditions apply, such exposure shall be recommended for write-off (either partially or in full):

- continued contact with the customer is impossible;
- recovery cost is expected to be higher than the outstanding debt;
- The bank's recovery method is foreclosing collateral and the value of the collateral is such that there is reasonable expectation of recovering the balance in full.

All credit facility write-offs shall require endorsement at the appropriate level, as defined by the Bank. Credit write-off approval shall be documented in writing and properly initialed by the approving authority.

A write-off constitute a derecognition event. However, financial assets that are written off could still be subject to enforcement activities in order to comply with the Group's procedures for recovery of amount due. Whenever amounts are recovered on previously written-off credit exposures, such amount recovered is recognised as income on a cash basis only.

(vii) Embedded derivatives

An embedded derivative is a component of a hybrid contract that also includes a non-derivative host—with the effect that some of the cash flows of the combined instrument vary in a way similar to a stand-alone derivative. An embedded derivative causes some or all of the cash flows that otherwise would be required by the contract to be modified according to a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index, or other variable, provided in the case of a non-financial variable that the variable is not specific to a party to the contract. A derivative that is attached to a financial instrument but is contractually transferable independently of that instrument, or has a different counterparty, is not an embedded derivative, but a separate financial instrument. Where a hybrid contains a host that is a financial asset in the scope of IFRS 9, the entire hybrid contract, including the embedded features, is measured at FVTPL.

(viii) Offsetting financial instruments

Master agreements provide that, if an event of default occurs, all outstanding transactions with the counterparty will fall due and all amounts outstanding will be settled on a net basis.

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is a currently legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in event of default, insolvency or bankruptcy of the company or the counterparty.

Income and expenses are presented on a net basis only when permitted under IFRSs, or for gains and losses arising from a group of similar transactions such as in the Group's trading activity.

(l) Investment securities

Investment securities are initially measured at fair value plus, in case of investment securities not at fair value through profit or loss, incremental direct transaction costs and subsequently accounted for depending on their classification as amortised cost, fair value through profit or loss or fair value through other comprehensive income. See description in accounting policy Note J (ii) above.

(m) Derivatives held for risk management purposes

Derivatives are classified as assets when their fair value is positive or as liabilities when their fair value is negative. Derivative assets and liabilities arising from different transactions are only offset where there is a legal right of offset of the recognised amounts and the parties intend to settle the cash flows on a net basis, or realise the asset and settle the liability simultaneously.

Derivatives held for risk management purposes include all derivative assets and liabilities

that are not classified as trading assets or liabilities. Derivatives are recognised initially at fair value; attributable transaction costs are recognised in profit or loss when incurred. Subsequent to initial recognition, derivatives are measured at fair value with changes in fair value recognised in profit or loss.

(n) Repossessed Collateral

In certain circumstances, property is repossessed following the foreclosure on loans that are in default. Repossessed properties are measured at the lower of carrying amount and fair value less costs to sell and reported within 'Other assets'.

(o) Investment in subsidiaries

Investments in subsidiaries are reported at cost less any impairment (if any) in the separate financial statement of the Bank.

A subsidiary is not consolidated but classified as 'held for sale' if it is available for immediate sale in its present condition and its sale is highly probable. A sale is 'highly probable' where: there is evidence of management commitment; there is an active programme to locate a buyer and complete the plan; the asset is actively marketed for sale at a reasonable price compared to its fair value; the sale is expected to be completed within 12 months of the date of classification; and actions required to complete the plan indicate that it is unlikely that there will be significant changes to the plan or that it will be withdrawn.

(p) Property and equipment

(i) Recognition and measurement

The Group recognises items of property and equipment as assets when it is probable that the future economic benefits associated with the asset will flow to the Group and the cost can be measured reliably, items of property and equipment is recognised at the time the cost is incurred. These costs include costs incurred initially to acquire or construct an item of property and equipment as well as the costs of its dismantlement, removal or restoration, the obligation for which an entity incurs as a consequence of using the item during a particular period.

Items of property and equipment are measured at cost less accumulated depreciation and impairment losses. Cost includes expenditures that are directly attributable to the acquisition of the asset. When parts of an item of property or equipment have different useful lives, they are accounted for as separate items (major components) of property and equipment.

The assets' carrying values and useful lives are reviewed, and written down if appropriate, at each reporting date. Assets are impaired whenever events or changes in circumstances indicate that the carrying amount is less than the recoverable amount; see note (q) on impairment of non-financial assets.

(ii) Subsequent costs

The cost of replacing part of an item of property or equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the

part will flow to the Group and its cost can be measured reliably. The carrying amount of the replaced part is derecognised. The costs of the day-to-day servicing of property and equipment are recognised in the income statement as incurred.

(iii) Depreciation

Depreciation is recognised in the income statement on a straight-line basis to write down the cost of each asset, to their residual values over the estimated useful lives of each part of an item of property and equipment. Leased assets under finance lease are depreciated over the shorter of the lease term and their useful lives.

Depreciation begins when an asset is available for use and ceases at the earlier of the date that the asset is derecognised or classified as held for sale in accordance with IFRS 5. A non-current asset or disposal group is not depreciated while it is classified as held for sale.

The estimated useful lives for the current and comparative periods are as follows:

Item of Property and Equipment	Estimated Useful Life
Leasehold improvements and buildings:	
Leasehold improvements	Over the shorter of the useful life of the item or lease term
Buildings	50 years
Leasehold Land	Over the remaining life of the lease
Furniture and equipment:	
Furniture and fittings	5years
Machine and equipment	5years
Computer hardware	3years
Motor vehicles:	4years

Capital work in progress is not depreciated. Upon completion it is transferred to the relevant asset category. Depreciation methods, useful lives and residual values are reassessed at each reporting date.

Cost of leasehold land is amortised over the remaining life of the lease as stated in the certificate of occupancy issued by Government.

(iv) De-recognition

An item of property and equipment is derecognised on disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the income statement in the year the asset is derecognised.

(q) Intangible assets**(i) Goodwill**

Goodwill represents the excess of the cost of the acquisition over the Group's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities of the acquired subsidiaries at the date of acquisition. When the excess is negative, it is recognised immediately in profit or loss; Goodwill on acquisition of subsidiaries is included in intangible assets.

Subsequent measurement

Goodwill is allocated to cash-generating units or groups of cash-generating units for the purpose of impairment testing. The allocation is made to those cash-generating units or groups of cash-generating units that are expected to benefit from the business combination in which the goodwill arose identified in accordance with IFRS 8. Goodwill is tested annually as well as whenever a trigger event has been observed for impairment by comparing the present value of the expected future cash flows from a cash generating unit with the carrying value of its net assets, including attributable goodwill and carried at cost less accumulated impairment losses. Impairment losses on goodwill are not reversed. Gains and losses on the disposal of an entity include the carrying amount of goodwill relating to the entity sold.

(ii) Software

Software acquired by the Group is stated at cost less accumulated amortisation and accumulated impairment losses.

Expenditure on internally developed software is recognised as an asset when the Group is able to demonstrate its intention and ability to complete the development and use the software in a manner that will generate future economic benefits, and can reliably measure the costs to complete the development. Development costs previously expensed cannot be capitalised. The capitalised costs of internally developed software include all costs directly attributable to developing the software and capitalised borrowing costs, and are amortised over its useful life. Internally developed software is stated at capitalised cost less accumulated amortisation and impairment.

Subsequent expenditure on software assets is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure is expensed as incurred.

Amortisation is recognised in profit or loss on a straight-line basis over the estimated useful life of the software, from the date that it is available for use since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset. The maximum useful life of software is five years or over the life of the contract

Amortisation methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.

(r) Impairment of Non financial assets

The carrying amounts of the Group's non-financial assets, inclusive of deferred tax assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists then the asset's recoverable amount is estimated. For goodwill and intangible assets that have indefinite useful lives or that are available for use, the recoverable amount is estimated each year.

An impairment loss is recognised in the income statement if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. A cash-generating unit is the smallest identifiable asset group that generates cash flows that largely are independent from other assets and groups. Impairment losses recognised in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to the units and then to reduce the carrying amount of the other assets in the unit (group of units) on a *pro rata* basis.

The recoverable amount of an asset or cash-generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

An impairment loss in respect of goodwill is not reversed. In respect of other assets, impairment losses recognised in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

(s) Deposits, debt securities issued

Deposits and debt securities issued are the Group's sources of debt funding. When the Group sells a financial asset and simultaneously enters into a "repo" or "stock lending" agreement to repurchase the asset (or a similar asset) at a fixed price on a future date, the arrangement is accounted for as a deposit, and the underlying asset continues to be recognised in the Group's financial statements.

The Group classifies capital instruments as financial liabilities or equity instruments in accordance with the substance of the contractual terms of the instruments.

Deposits and debt securities issued are initially measured at fair value plus transaction costs, and subsequently measured at their amortised cost using the effective interest method, except where the Group chooses to carry the liabilities at fair value through profit or loss.

(t) Provisions

A provision is recognized if, as a result of a past event, the Group has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the

liability.

A provision for restructuring is recognised when the Group has approved a detailed and formal restructuring plan, and the restructuring either has commenced or has been announced publicly. The Group recognizes no provision for future operating losses.

A provision for onerous contracts is recognised when the expected benefits to be derived by the Group from a contract are lower than the unavoidable cost of meeting its obligations under the contract. The provision is measured at the present value of the lower of the expected cost of terminating the contract and the expected net cost of continuing with the contract. Before a provision is established, the Group recognises any impairment loss on the assets associated with that contract.

(u) Financial guarantees and loan commitments

Financial guarantees are contracts that require the Group to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due in accordance with the terms of a debt instrument. Financial guarantee liabilities are initially recognised at their fair value, and the initial fair value is amortised over the life of the financial guarantee. After initial recognition, guarantee contracts are subsequently measured at the higher of:

- a) The amount of the loss allowance, and
- b) The amount initially recognised less, when appropriate, the cumulative amount of income recognised in accordance with the principles of IFRS 15.

Financial guarantees, principally consisting of letters of credit are included within other liabilities.

Loan commitments are firm commitments to provide credit under pre-specified terms and conditions. The Group recognises a provision in accordance with IAS 37 if the contract was considered to be onerous.

(v) Employee benefits

(i) Defined contribution plans

A defined contribution plan is a pension plan under which the Group pays fixed contributions to a separate entity. The rate of contribution by the Bank and its employee is 10% and 8% respectively of basic salary, housing and transport allowance. The Group has no legal or constructive obligations to pay further contributions if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

For defined contribution plans, the Group pays contributions to publicly or privately administered Pension Fund Administrators (PFA) on a mandatory, contractual or voluntary basis. The Group has no further payment obligations once the contributions have been paid. The contributions are recognised as employee benefit expense in the Statements of Comprehensive Income when they are due. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in the future payments is available.

(ii) Defined benefit plans

A defined benefit plan is a pension plan that defines an amount of pension benefit that an employee will receive on retirement, usually dependent on one or more factors, such as age, years of service and compensation.

The liability recognised in the Statements of financial position in respect of defined benefit pension plans is the present value of the defined benefit obligation at the date of the Statements of financial position less the fair value of plan assets. The defined benefit obligation is calculated annually by independent actuaries using the projected unit credit method. In determining the appropriate discount rate, the Group considers the market yields on Government Bonds of medium duration as compiled by the Debt Management Organisation.

Remeasurements arising from experience adjustments and changes in actuarial assumptions in excess of the plan assets or of the defined benefit obligation are charged or credited to Other Comprehensive Income in the financial year in which they arise. Past-service costs are recognised immediately in the Income statement.

(iii) Termination Benefits

Termination benefits are recognised as an expense when the Group is demonstrably committed, without realistic possibility of withdrawal, to a formal detailed plan to terminate employment before the normal retirement date. Termination benefits for voluntary redundancies are recognised if the Group has made an offer encouraging voluntary redundancy, it is probable that the offer will be accepted, and the number of acceptances can be estimated reliably.

(iv) Short-term employee benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided.

A liability is recognised for the amount expected to be paid under short-term cash bonus or profit-sharing plans if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

(v) Share-based payment transactions

Guaranty Trust Bank operates a cash settled share based compensation scheme managed by a Special Purpose Vehicle (SPV) - Guaranty Trust Bank Staff Investment Trust. The scheme was introduced as a compensation plan for the bank's management personnel to enhance employee retention, by offering the shares acquired by the SPV by way of Share Appreciation Rights (SARs) and Stock Options (hybrid plan) to qualifying members of staff at prevailing net book value.

Acquisition of the bank's shares by the SPV was by means of an overdraft facility extended to the scheme. The hybrid nature (i.e. mix of SARs and Stock Options) entitles the scheme to cash dividend which it uses to defray its obligations on the facility, make dividend payments to members that furnished consideration and extinguish its liability to exiting members.

Employees exiting the scheme are granted the right to redeem their holdings for cash at the prevailing market price on fulfilment of specified vesting conditions.

At each reporting period, the fair value of the amount payable to employees in respect of share appreciation rights, which are settled in cash, is recognized as an expense, with a corresponding increase in liabilities, over the period in which the employees become unconditionally entitled to payment. Any change in the fair value of the liability is recognized as personnel expense in the bank's income statement.

(w)

Share capital and reserves

(i) Share issue costs

Incremental costs directly attributable to the issue of an equity instrument are deducted from the initial measurement of the equity instrument.

(ii) Dividend on the Bank's ordinary shares

Dividends on the Bank's ordinary shares are recognised in equity when approved by the Bank's shareholders.

(iii) Treasury shares

Where the Bank or any member of the Group purchases the Bank's shares, the consideration paid is deducted from shareholders' equity as treasury shares until they are cancelled. Where such shares are subsequently sold or reissued, any consideration received is included in shareholders' equity.

(iv) Earnings per share

The Group presents Basic Earnings Per Share (EPS) for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Bank by the weighted average number of ordinary shares outstanding during the period.

Diluted EPS is determined by adjusting the profit or loss that is attributable to ordinary shareholders and the weighted-average number of ordinary shares outstanding for effects of all dilutive potential ordinary shares.

(x)

Segment reporting

An operating segment is a component of the Group that engages in business activities from which it can earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group's other components, whose operating results are reviewed regularly by the Executive Management Committee to make decisions about resources allocated to each segment and assess its performance, and for which discrete financial information is available. All costs directly traceable to the operating segments are allocated to the segment concerned, while indirect cost are allocated based on the benefits derived from such costs.

Habaripay Limited

The following summary describes the operations in each of the Payment Company's reportable segments:

Payment Gateway: payments processed via virtual accounts, USSD, card and bank transfer channels for merchants classified as tech stars, large corporates, small and medium enterprise, and micro merchants

Switching Vertical: payment processed through our payment Switch i.e., account to account bank transfers and card transactions.

Value Added Vertical: bill payments for airtime vending and distribution of bulk SMS processed through Value Added Service Aggregators licensed by Nigeria Communications Commission.

(y)**Levies**

A levy is an outflow of resources embodying economic benefits that is imposed by governments on entities in accordance with legislation (i.e. laws and/or regulations), other than:

- Those outflows of resources that are within the scope of other Standards (such as income taxes that are within the scope of IAS 12 Income Taxes); and
- Fines or other penalties that are imposed for breaches of the legislation

The Group recognises a levy when the obligating event that gives rise to a liability as identified by the legislation, occurs. This triggers the obligation to pay the levy and recognise the expense for the period.

(z)**Stocks**

Stocks include consumables and cards held for resale or subsequent issuance to customers. They are measured at lower of cost and net realizable value. Cost comprises of purchase and other costs incurred in bringing the items of stock to their present location and condition. Net realizable value is the estimated issuance price. When items of stocks are issued to customers, their carrying amount is recognized as an expense in the period in which the relevant revenue is recognized.

Fair Value Hierarchy

The table below analyses financial instruments measured at fair value at the end of the reporting year, by the level in the fair value hierarchy into which the fair value measurement is categorised:

Group

Mar-2025

In thousands of Nigerian Naira

Assets	Note	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss:					
-Debt securities	23	123,838,660	-	-	123,838,660
Derivative financial assets	24	-	40,101	-	40,101
Investment securities:					
-Debt securities at FVOCI	25	2,812,375,218	-	-	2,812,375,218
-Equity securities at FVOCI	25	-	-	2,163,139	2,163,139
-Equity securities FVTPL	25	-	-	5,514,825	5,514,825
Assets pledged as collateral	26	75,076,027	-	-	75,076,027
Total assets		3,011,289,905	40,101	7,677,964	3,019,007,970
Liabilities					
Financial liabilities at fair value through profit or loss					
Derivative financial liabilities	24	-	7,288	-	7,288
Total liabilities		4,086,636	7,288	-	4,093,924

Group

Dec-2024

In thousands of Nigerian Naira

Assets	Note	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss:					
-Debt securities	23	59,602,997	-	-	59,602,997
Derivative financial assets	24	-	-	-	-
Investment securities:					
-Debt securities at FVOCI	25	2,492,242,832	-	-	2,492,242,832
-Equity securities at FVOCI	25	-	-	2,159,386	2,159,386
-Equity securities FVTPL	25	-	-	5,508,086	5,508,086
Assets pledged as collateral	26	85,018,714	29,551,361	-	114,570,075
Total assets		2,636,864,543	29,551,361	7,667,472	2,674,083,376
Liabilities					
Financial liabilities at fair value through profit or loss					
Derivative financial liabilities	24	-	10,759,624	-	10,759,624
Total liabilities		51,174,468	10,759,624	-	61,934,092

Reconciliation of Level 3 Items

-Investment Securities (unquoted equity securities)

In thousands of Nigerian Naira

	Group Dec-2024	Group Dec-2023	Company Dec-2024	Company Dec-2023
Opening balance	7,667,472	5,642,371	-	-
Effect of exchange rate fluctuations	1,492	13,564	-	-
Total unrealised gains or (losses) in Profit and Loss	6,739	1,560,236	-	-
Total unrealised gains or (losses) in OCI	2,261	451,301	-	-
	7,677,964	7,667,472	-	-

(e) Disclosure Requirement for Level 2 and 3 Financial Instruments**Valuation control framework**

The key elements of the control framework for the valuation of financial instruments include model validation, product implementation review and independent price verification. These functions are carried out by an appropriately skilled finance team, independent of the business area responsible for the products.

Model validation covers both qualitative and quantitative elements relating to new models. In respect of new products, model validation examines the explanatory power of the implemented model, actively monitoring model parameters and comparing in-house pricing to external sources.

Independent price verification procedures cover financial instruments carried at fair value. The frequency of the review is matched to the availability of independent data, monthly being the minimum. Valuation differences in breach of established thresholds are escalated to senior management. The results from independent pricing and valuation reserves are reviewed monthly by senior management.

Valuation technique and Input used in Level 2 Fair Value Measurement

Where there is limited trading activity in financial instruments, the Group uses valuation models, consensus pricing information from third party pricing services and quotes to determine an appropriate valuation.

The Group adopted discounted cash flow technique in determining the fair value of the derivative, using observable market data (Forward rate, discount rate etc.)

Disclosure Requirements for Level 3 Financial Instruments**Valuation Technique:**

The investment valuation policy (IVP) of the Group provides the framework for accounting for the Group's investment in unquoted equity securities while also providing a broad valuation guideline to be adopted in valuing them. Furthermore, the IVP details how the group decides its valuation policies and procedures and analyses changes in fair value measurements from period to period.

IFRS 13 - Fair Value Measurement outlines three approaches for valuing unquoted equity instruments; market approach, the income approach and the cost approach. The Group estimated the fair value of its investment in each of the unquoted equity securities at the end of the financial year using the income approach.

The Discounted Cash flow (DCF) technique of the income approach was adopted in valuing each of these equity investments taken into cognizance the suitability of the model to each equity investment and the available financial information.

Description of Valuation Methodology and inputs:

Discounted Cash flow Technique (DCF)

The fair value of the other unquoted equity securities was derived using the Discounted Cash Flow technique. The steps involved in estimating the fair value of the Group's investment in each of the investees (i.e. unquoted equity securities) are as follows:

Step 1: A five-year forecast of the Free Cash Flow to the Firm (FCFF) for each of the equity investments was made (see (a) below for the definition, explanation and derivation of FCFF).

Step 2: The yearly FCFF forecasts were discounted to present value using the company's WACC. (See (b) below for the definition, explanation and derivation of WACC).

Step 3: The terminal value at year five was estimated by dividing the compounded (with 'g') year five FCFF by the capitalization rate (please see (c) below).

Step 4: The terminal value was discounted to present value using the company's WACC.

Step 5: The firm value was obtained by adding the present value of the five-year FCFF obtained in step (2) above to the present value of terminal value obtained in step (4) above.

Step 6: The equity value of the firm was obtained by deducting the value of the debt of the company from the firm value obtained in step (5) above (i.e. Firm value minus market value of debt = Equity value).

Step 7: The equity value per share was obtained by dividing the Equity value obtained in step (6) above by the number of shares outstanding in the company.

Step 8: The fair value of the group's investment in each of the relevant unquoted equity securities was derived by multiplying the number of the Groups' shares in the investee by the value per share obtained in step (7) above.

a. Free Cash flow to the Firm (FCFF):

A measure of financial performance that expresses the net amount of cash that is generated for the firm, consisting of expenses, taxes and changes in net working capital and investments. Free cash flow to the firm is the cash available to all investors, both equity and debt holders.

$$\text{FCFF} = \text{NI} + \text{NCC} + [\text{Int} \times (1 - \text{tax rate})] - \text{Changes in FCInv} - \text{Changes in WCInv}$$

Where:

NI = Net Income

NCC = Non- Cash Charges

Int = Interest

T= tax rate

FCI = Fixed Capital Investment

WCI = Working Capital Investment

b. Weighted average Cost of Capital (WACC):

This is the average cost of both equity and debt capital used in financing a business.

$$\text{WACC} = \left\{ \left(\frac{D}{D+E} \right) \times K_d(1-T) \right\} + \left\{ \left(\frac{E}{D+E} \right) \times K_e \right\}$$

Where:

D = Value of Debt

E = Equity value

K_e = Cost of equity

K_d = Cost of debt

T = Tax rate

c. Capitalization Rate= WACC – g

$$\text{Terminal value} = \left(\text{FCFF}_5 \times (1+g) \right) / (WACC - g)$$

Where:

FCFF = Year₅ FCFF

g = Growth rates

WACC = *Weighted average Cost of Capital*

The movement in equity securities at fair value through OCI during the period is as follows:

<i>In thousands of Nigerian Naira</i>	Group Mar-25	Group Dec-24
Balance, beginning of the period	2,159,386	1,694,521
Effect of exchange rate fluctuation	1,492	13,564
Unrealized gains or (losses) in OCI	2,261	451,301
Balance, end of the period	2,163,139	2,159,386

The movement in equity securities fair value through profit and loss during the period is as follows:

<i>In thousands of Nigerian Naira</i>	Group Mar-25	Group Dec-24
Balance, beginning of the period	5,508,086	3,947,850
Unrealised gains in Profit and Loss	6,739	1,560,236
Balance, end of the period	5,514,825	5,508,086

Operating segments

The Group has six reportable segments, as described below, which are the Group's strategic business units. The strategic business units offer varied products and services and are managed separately based on the Group's management and internal reporting structure. For each of the strategic business units, the Executive Management Committee reviews internal management reports on at least a quarterly basis.

The following summary describes the operations in each of the Group's reportable segments:

- **Corporate banking** – Incorporates current accounts, deposits, overdrafts, loans and other credit facilities, foreign currency and derivative products offered to very large corporate customers and blue chips.
- **Commercial banking** – Incorporates current accounts, deposits, overdrafts, loans and other credit facilities, foreign currency and derivative products for mid-size and fledgling corporate customers.
- **Business banking** – Incorporates current accounts, deposits, overdrafts, loans and other credit facilities, foreign currency and derivative products for mid-size commercial customers.
- **Retail banking** – Incorporates private banking services, private customer current accounts, savings deposits, investment savings products, custody, credit and debit cards, consumer loans and mortgages.
- **SME banking** – Incorporates current accounts, deposits, overdrafts, loans and other credit facilities, foreign currency and derivative products for small and medium-size enterprises and ventures.
- **Public Sector** – Incorporates current accounts, deposits, overdrafts, loans and other credit facilities, foreign currency and derivative products for Government Ministries, Departments and Agencies.

Information regarding the results of each reportable segment is included below. Performance is measured based on segment profit before income tax, as included in the internal management reports that are reviewed by the Executive Management Committee. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries. Inter-segment pricing is determined on an arm's length basis.

No single external customer accounts for 10% or more of the Group's revenue.

The measurement policies the Group uses for segment reporting are the same as those used in its financial statements, except that activities of Staff Investment Trust have not been consolidated in arriving at the operating profit, assets and liabilities of the operating segment (see note 30(b)). There have been no changes from prior periods in the measurement methods used to determine reported segment profit or loss.

Operating segments (Continued)

Information about operating segments

Group

Mar-2025

In thousands of Nigerian Naira

	Corporate Banking	Retail Banking	Business Banking	Commercial Banking	SME Banking	Public Sector Banking	Total Continuing Operations	Total
Revenue:								
Derived from external customers	462,605,573	23,303,807	3,305,485	21,776,722	7,133,155	5,187,226	523,311,967	523,311,967
Derived from other business segments	(152,011,104)	98,089,544	6,228,734	15,404,237	24,989,330	7,299,258	-	-
Total revenue	310,594,469	121,393,351	9,534,219	37,180,959	32,122,485	12,486,484	523,311,967	523,311,967
Interest expenses	(66,279,961)	(8,956,133)	(349,181)	(1,190,107)	(1,548,545)	(892,861)	(79,216,788)	(79,216,788)
Fee and commission expenses	(4,810,461)	(1,373,863)	(226,626)	(725,760)	(636,038)	(95,417)	(7,868,165)	(7,868,165)
Net operating income	239,504,047	111,063,355	8,958,412	35,265,092	29,937,902	11,498,206	436,227,014	436,227,014
Expense:								
Operating expenses	(36,932,469)	(37,343,785)	(3,671,395)	(10,791,308)	(13,264,125)	(2,694,073)	(104,697,155)	(104,697,155)
Net impairment loss on financial assets	(13,087,545)	1,421,198	(13,358)	722,455	(305,271)	(2,280,236)	(13,542,758)	(13,542,758)
Depreciation and amortisation	(6,169,840)	(5,449,756)	(1,001,663)	(2,074,745)	(2,724,703)	(310,045)	(17,730,751)	(17,730,751)
Total cost	(56,189,854)	(41,372,343)	(4,686,416)	(12,143,598)	(16,294,099)	(5,284,354)	(135,970,664)	(135,970,664)
Profit before income tax from reportable segments	183,314,193	69,691,012	4,271,996	23,121,494	13,643,803	6,213,852	300,256,350	300,256,350
Tax	(27,886,668)	(8,617,731)	(528,259)	(2,859,118)	(1,687,142)	(768,382)	(42,347,299)	(42,347,299)
Profit after income tax from reportable segments	155,427,525	61,073,281	3,743,737	20,262,376	11,956,661	5,445,470	257,909,051	257,909,051
Assets and liabilities:								
Total assets	10,805,027,102	3,255,613,029	116,686,289	651,281,508	608,570,198	532,004,998	15,969,183,124	15,969,183,124
Total liabilities	(3,805,048,696)	(6,316,530,372)	(336,227,510)	(921,642,995)	(1,419,364,895)	(177,224,850)	(12,976,039,317)	(12,976,039,317)
Net assets/ (liabilities)	6,999,978,406	(3,060,917,343)	(219,541,221)	(270,361,487)	(810,794,697)	354,780,148	2,993,143,807	2,993,143,807
Additions to Non-Current Assets	22,106,953	19,750,360	3,630,107	7,519,044	9,874,545	1,123,627	64,004,636	64,004,636
Assets:								
Loans and advances to banks	88,383	-	-	-	-	-	88,383	88,383
Loans and advances to customers	2,799,275,405	197,470,525	1,193,734	82,976,871	29,033,707	108,554,239	3,218,504,482	3,218,504,482
Others	8,005,663,314	3,058,142,504	115,492,555	568,304,637	579,536,492	423,450,758	12,750,590,259	12,750,590,259
	10,805,027,102	3,255,613,029	116,686,289	651,281,508	608,570,199	532,004,997	15,969,183,124	15,969,183,124
Liabilities:								
Deposits from banks	309,901,427	-	-	-	-	-	309,901,427	309,901,427
Deposits from customers	2,132,113,342	6,348,347,425	307,151,178	798,079,506	1,253,681,968	148,935,207	10,988,308,625	10,988,308,625
Others	1,363,033,929	(31,817,053)	29,076,332	123,563,490	165,682,927	28,289,643	1,677,829,265	1,677,829,265
	3,805,048,697	6,316,530,371	336,227,509	921,642,995	1,419,364,894	177,224,849	12,976,039,317	12,976,039,317

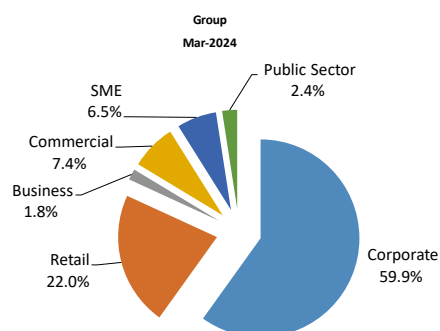
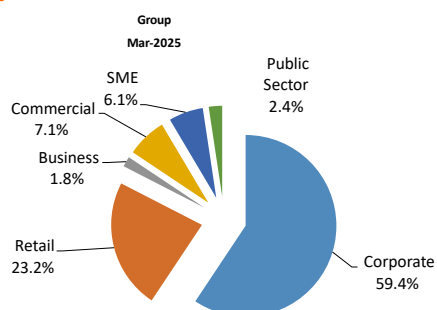
Group
Mar-2024

<i>In thousands of Nigerian Naira</i>	Corporate Banking	Retail Banking	Business Banking	Commercial Banking	SME Banking	Public Sector Banking	Total Continuing Operations	Total
Revenue:								
Derived from external customers	412,051,246	146,593,878	11,987,699	50,200,582	43,336,496	16,283,197	680,453,098	680,453,098
Derived from other business segments	(4,433,187)	2,773,278	175,543	427,953	708,294	348,119	-	-
Total revenue	407,618,059	149,367,156	12,163,242	50,628,535	44,044,790	16,631,316	680,453,098	680,453,098
Interest expenses	(44,135,539)	(6,396,961)	(264,107)	(1,009,369)	(1,118,951)	(1,426,967)	(54,351,893)	(54,351,893)
Fee and commission expenses	(2,222,159)	(708,842)	(102,031)	(362,238)	(312,662)	(30,450)	(3,738,382)	(3,738,382)
Net operating income	361,260,361	142,261,353	11,797,104	49,256,928	42,613,177	15,173,899	622,362,823	622,362,823
Expense:								
Operating expenses	(29,851,515)	(30,290,674)	(2,883,473)	(9,064,137)	(11,239,350)	(2,163,251)	(85,492,400)	(85,492,400)
Net impairment loss on financial assets	(11,309,651)	(575,836)	(38,939)	(1,431,660)	(655,881)	375,694	(13,636,273)	(13,636,273)
Depreciation and amortisation	(3,279,073)	(5,501,575)	(772,424)	(1,796,603)	(2,232,679)	(303,046)	(13,885,401)	(13,885,401)
Total cost	(44,440,239)	(36,368,085)	(3,694,836)	(12,292,400)	(14,127,910)	(2,090,603)	(113,014,074)	(113,014,074)
Profit before income tax from reportable segments	316,820,122	105,893,268	8,102,268	36,964,528	28,485,267	13,083,296	509,348,749	509,348,749
Tax	(32,455,690)	(10,931,940)	(836,441)	(3,816,050)	(2,940,690)	(1,350,660)	(52,331,472)	(52,331,472)
Profit after income tax from reportable segments	284,364,432	94,961,328	7,265,827	33,148,478	25,544,577	11,732,636	457,017,277	457,017,277
Dec-2024								
Assets and liabilities:								
Total assets	10,001,156,550	2,952,078,601	120,879,511	673,094,032	574,189,234	474,308,902	14,795,706,831	14,795,706,831
Total liabilities	(3,750,381,159)	(5,666,478,580)	(310,860,554)	(853,329,606)	(1,323,015,913)	(165,860,148)	(12,069,925,959)	(12,069,925,959)
Net assets/ (liabilities)	6,250,775,391	(2,714,399,979)	(189,981,043)	(180,235,574)	(748,826,679)	308,448,754	2,725,780,872	2,725,780,872
Additions to Non-Current Assets	48,501,993	69,648,634	10,118,372	23,584,181	28,913,591	3,960,412	184,727,183	184,727,183
Dec-2024								
Assets:								
Loans and advances to banks	87,794	-	-	-	-	-	87,794	87,794
Loans and advances to customers	2,428,508,797	199,584,746	1,421,377	83,677,526	29,278,867	43,192,727	2,785,664,040	2,785,664,040
Others	7,572,559,959	2,752,493,856	119,458,134	589,416,505	544,910,368	431,116,175	12,009,954,997	12,009,954,997
	10,001,156,550	2,952,078,602	120,879,511	673,094,031	574,189,235	474,308,902	14,795,706,831	14,795,706,831
Liabilities:								
Deposits from banks	388,420,244	-	-	-	-	-	388,420,244	388,420,244
Deposits from customers	2,225,402,517	5,272,850,167	305,901,454	800,880,496	1,246,003,352	161,983,419	10,013,021,406	10,013,021,406
Others	1,136,558,397	393,628,414	4,959,100	52,449,110	77,012,562	3,876,729	1,668,484,309	1,668,484,309
	3,750,381,158	5,666,478,581	310,860,554	853,329,606	1,323,015,914	165,860,148	12,069,925,959	12,069,925,959

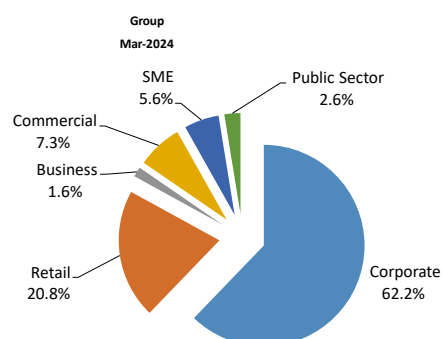
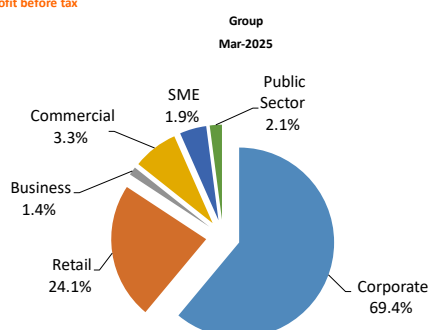
Operating segments (Continued)

Information about operating segments

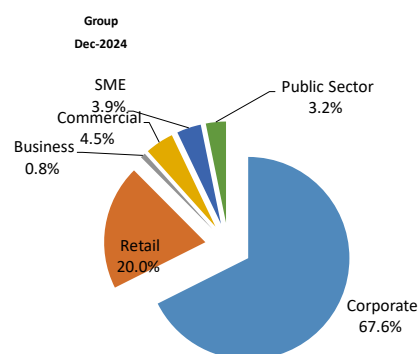
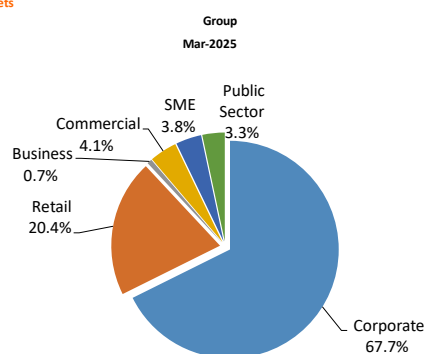
Revenue



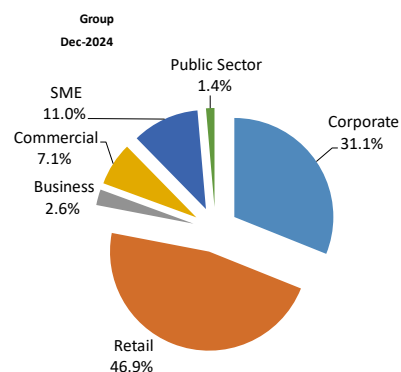
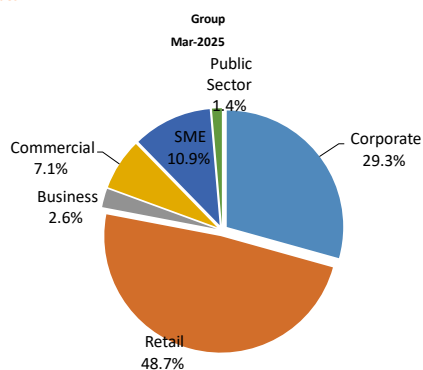
Profit before tax



Assets



Liabilities



Operating segments (Continued)

The following is an analysis of the Group's revenue and gains from continuing operations by products and services;

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Mar-2024	Company Mar-2025	Company Mar-2024
Bonds	27,557,843	6,676,086	-	-
Placements	65,104,056	33,483,110	938,240	784,624
Treasury Bills	133,916,370	57,564,032	-	-
Loans	264,666,459	163,049,115	-	-
Contingents and unrealised gains*	32,067,239	419,680,755	-	-
	523,311,967	680,453,098	938,240	784,624

* This relates to bonds and guarantee, Letter of credit and Unrealised gains

Reconciliation of reportable segment revenues, operating expenses, profit or loss and assets and liabilities**Reconciliation of revenues**

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Mar-2024	Company Mar-2025	Company Mar-2024
<i>Continuing Operations:</i>				
Total revenue from reportable segments	523,311,967	680,453,098	938,240	784,624
Revenue from continuing operations	523,311,967	680,453,098	938,240	784,624

Revenue from continuing operations as shown above is made up of:

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Mar-2024	Company Mar-2025	Company Mar-2024
Interest income	382,179,225	281,652,391	-	-
Fee and commission income	74,988,658	55,989,328	871,805	784,624
Net gains on financial instruments classified as held for trading	20,248,297	17,794,861	-	-
Other operating income	45,895,787	325,016,518	66,435	-
Revenue and gains from continuing operations	523,311,967	680,453,098	938,240	784,624
Revenue from continuing operations	523,311,967	680,453,098	938,240	784,624

Reconciliation of operating expenses

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Mar-2024	Company Mar-2025	Company Mar-2024
<i>Continuing Operations:</i>				
Total operating expense from reportable segments	104,697,155	85,492,400	530,159	355,170
Operating expense from continuing operations	104,697,155	85,492,400	530,159	355,170

Operating expense from continuing operations as shown above is made up of:

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Mar-2024	Company Mar-2025	Company Mar-2024
Personnel expenses (See Note17)	27,481,976	22,277,072	398,318	318,041
Other operating expenses (See Note20)	77,215,179	63,215,328	131,841	37,129
	104,697,155	85,492,400	530,159	355,170

Reconciliation of profit or loss

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Mar-2024	Company Mar-2025	Company Mar-2024
<i>Continuing Operations:</i>				
Total profit or loss for reportable segments	300,256,350	509,348,749	366,594	405,540
Profit before income tax from continuing operations	300,256,350	509,348,749	366,594	405,540

Reconciliation of assets

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Mar-2024	Company Mar-2025	Company Mar-2024
<i>Continuing Operations:</i>				
Total assets for reportable segments	15,969,183,124	14,795,706,831	623,066,216	832,537,053
Total assets	15,969,183,124	14,795,706,831	623,066,216	832,537,053

Reconciliation of liabilities

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Mar-2024	Company Mar-2025	Company Mar-2024
<i>Continuing Operations:</i>				
Total liabilities for reportable segments	12,976,039,317	12,069,925,959	11,634,878	221,385,129
Consolidation and adjustments	13,763,259	13,763,258	-	-
Total liabilities	12,989,802,576	12,083,689,217	11,634,878	221,385,129

4

Interest income

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Mar-2024	Company Mar-2025	Company Mar-2024
Interest income calculated using the effective interest method				
Loans and advances to banks	401	1,120	-	-
Loans and advances to customers	131,868,411	122,035,269	-	-
	131,868,812	122,036,389	-	-
Cash and cash equivalents	67,708,329	46,713,550	-	-
Investment securities:				
– Investment securities FVOCI	115,950,188	46,916,576	-	-
– Investment securities at amortised cost	50,612,406	54,051,851	-	-
Assets pledged as collateral	4,678,641	3,478,657	-	-
	370,818,376	273,197,023	-	-
Interest income on financial assets FVTPL				
Investment securities FVTPL	11,360,849	8,455,368	-	-
	11,360,849	8,455,368	-	-
Total interest income	382,179,225	281,652,391	-	-
Geographical location				
Interest income earned in Nigeria	251,114,585	143,187,968	-	-
Interest income earned outside Nigeria	131,064,640	138,464,423	-	-
	382,179,225	281,652,391	-	-

5

Interest expense

	Group	Group	Company	Company
<i>In thousands of Nigerian Naira</i>	Mar-2025	Mar-2024	Mar-2025	Mar-2024
Interest expense calculated using the effective interest method				
Deposit from banks	3,856,118	3,767,036	-	-
Deposit from customers	64,373,039	48,067,291	-	-
	68,229,157	51,834,327	-	-
Other borrowed funds	10,770,834	1,954,343	-	-
	78,999,991	53,788,670	-	-
Interest expense on financial liabilities FVTPL				
Financial liabilities at fair value through profit or loss	216,797	563,223	-	-
Total interest expense	79,216,788	54,351,893	-	-
Geographical location				
Interest expense paid in Nigeria	51,404,453	20,977,233	-	-
Interest expense paid outside Nigeria	27,812,335	33,374,660	-	-
	79,216,788	54,351,893	-	-

6

Loan impairment (reversal) / charges

	Group	Group	Company	Company
<i>In thousands of Nigerian Naira</i>	Mar-2025	Mar-2024	Mar-2025	Mar-2024
Stage 1 & 2 Impairment Charge/(reversal)	(1,499,126)	10,452,458	-	-
Stage 3 Impairment Charge	14,982,805	3,035,101	-	-
	13,483,679	13,487,559	-	-

7 Fee and commission income

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Mar-2024	Company Mar-2025	Company Mar-2024
Credit related fees and commissions	10,844,508	8,305,929	-	-
Account maintenance charges	10,633,738	9,408,006	-	-
Corporate finance fees	5,918,605	2,336,859	-	-
Asset management fees	583,667	423,419	-	-
E-business Income	12,987,870	11,265,427	-	-
Commission on foreign exchange deals	8,536,814	7,669,100	-	-
Commission on touch points	21,494	250,906	-	-
Income from financial guarantee contracts issued	6,300,479	3,970,313	-	-
Account services, maintenance and ancillary banking charges	13,806,443	6,086,631	-	-
Shared service fees	-	-	871,805	784,624
Transfers related charges	5,355,040	6,272,738	-	-
	74,988,658	55,989,328	871,805	784,624

¹Credit related fees and commissions are loans and advances related fees that are not integral part of effective interest.

8 Fee and commission expense

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Mar-2024	Company Mar-2025	Company Mar-2024
Bank charges	6,999,118	2,903,035	-	-
Loan recovery expenses	869,047	835,347	-	-
	7,868,165	3,738,382	-	-

9 Net trading gains on financial instruments held at FVPL

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Mar-2024	Company Mar-2025	Company Mar-2024
Bonds FVPL	1,366,362	1,578,823	-	-
Treasury bills FVPL	2,673,161	2,563,230	-	-
Euro Bond	338,695	137,018	-	-
Net foreign exchange realized trading gain	15,870,079	13,515,790	-	-
Net trading income	20,248,297	17,794,861	-	-

10 Other income

	Group	Group	Company	Company
<i>In thousands of Nigerian Naira</i>	Mar-2025	Mar-2024	Mar-2025	Mar-2024
Mark to market (loss) /gains on trading investments	(1,715,109)	2,632,451	-	-
Unrealised Fair value gain on financial instrument ¹	1,500,024	331,554,793	-	-
Unrealised Foreign exchange revaluation gain/(loss) ¹	1,598,544	(12,670,337)	-	-
Unrealised Gain on forward transactions ¹	10,792,437	157,104	-	-
Gain on disposal of property and equipment	21,115	107,497	-	-
Discounts and recoverables (FX)	7,693,270	2,591,631	66,435	-
Net Modification Gain on other financial assets ¹	15,211,825	-	-	-
Recoveries	10,675,369	620,341	-	-
Dividends income	118,312	23,038	-	-
	45,895,787	325,016,518	66,435	-

¹These gains are strictly unrealised

11 Net impairment charge / (reversal) on other financial assets

	Group	Group	Company	Company
<i>In thousands of Nigerian Naira</i>	Mar-2025	Mar-2024	Mar-2025	Mar-2024
Impairment charges / (reversal) on investment securities	53,585	(12,537,791)	-	-
Impairment charges on other assets	80,798	-	-	-
Impairment charges on placements	(109,988)	123,256	-	-
Impairment charges on contingents	34,684	12,563,249	-	-
	59,079	148,714	-	-

12 Personnel expenses

	Group	Group	Company	Company
<i>In thousands of Nigerian Naira</i>	Mar-2025	Mar-2024	Mar-2025	Mar-2024
Wages and salaries	26,458,058	21,547,808	398,318	318,041
Contributions to defined contribution plans	1,023,918	729,264	-	-
	27,481,976	22,277,072	398,318	318,041

13 Depreciation and amortisation

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Mar-2024	Company Mar-2025	Company Mar-2024
Amortisation of intangible assets (see note 25)	3,819,919	1,483,908	-	-
Depreciation of property equipment (see note 26)	13,910,832	12,401,493	41,487	23,914
	17,730,751	13,885,401	41,487	23,914

14 Other operating expenses

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Mar-2024	Company Mar-2025	Company Mar-2024
Deposit insurance premium	7,814,256	6,263,376	-	-
Other insurance premium	1,665,269	1,170,333	-	-
Auditors' remuneration	605,227	710,313	32,250	-
Professional fees and other consulting costs	1,189,674	1,315,865	25,192	2,263
AMCON expenses	25,312,900	18,340,713	-	-
Stationery and postage	1,085,491	725,944	90	60
Business travel expenses	997,529	767,183	-	-
Advert, promotion and corporate gifts	3,999,691	2,758,138	-	-
Repairs and maintenance	2,797,681	2,590,348	3,557	1,976
Occupancy costs	6,288,248	5,255,894	-	-
Directors' emoluments	793,411	634,396	20,750	23,155
Outsourcing services	9,672,903	7,033,353	-	-
Technological and service related expense	13,329,514	14,367,948	50,002	9,675
Shared Service Fees	65,385	152,566	-	-
Customer service related expenses	1,598,000	1,128,958	-	-
	77,215,179	63,215,328	131,841	37,129

**15 Income tax expense
recognised in the Income statement**

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Mar-2024	Company Mar-2025	Company Mar-2024
a) Current tax expense:				
Company income tax	37,307,750	53,097,221	87,180	117,694
	37,307,750	53,097,221	87,180	117,694
Prior year's under provision	5,632,169	-	-	-
Deferred tax expense:				
Origination of temporary differences	(592,620)	(765,749)	-	-
	42,347,299	52,331,472	87,180	117,694

Income tax recognised in other comprehensive income

In thousands of Nigerian Naira	Group Mar-2025	Group Mar-2024	Company Mar-2025	Company Mar-2024
Income tax relating to Foreign currency translation differences for foreign operations	8,563,375	56,858,287	-	-
Income tax relating to Net change in FVOCI financial assets	(4,512,680)	(3,845,539)	-	-
	4,050,695	53,012,748	-	-

(b) Current income tax payable

The movement on the current income tax payable account during the period was as follows:

In thousands of Nigerian Naira	Group Mar-2025	Group Dec-2024	Company Mar-2025	Company Dec-2024
Balance, beginning of the year	186,665,408	41,303,351	71,639	88,692
Exchange difference on translation	252,861	2,055,955	-	-
Charge for the year	37,307,750	213,800,255	87,180	71,639
Prior year's under provision	5,632,169	2,577,251	-	849,052
Windfall Tax	-	51,249,586	-	-
Payments during the year	(55,294,429)	(124,320,990)	(87,181)	(937,744)
Balance, end of the period	174,563,759	186,665,408	71,638	71,639

16 Basic and Diluted earnings per share

Basic earnings per share is calculated by dividing the net profit attributable to equity holders of the company by the weighted average number of ordinary shares in issue during the period, excluding the average number of ordinary shares purchased by the company and held as treasury shares.

The calculation of basic earnings per share for the reporting period was based on the profit attributable to ordinary shareholders of N254,417,044,000 (Company: N279,414,000) and a weighted average number of ordinary shares outstanding of 32,476,383,000 (after adjusting for Treasury shares) for the Group and 34,138,179,000 for the Company.

Profit attributable to ordinary shareholders

In thousands of Nigerian Naira	Group Mar-2025	Group Mar-2024	Company Mar-2025	Company Mar-2024
Net profit attributable to equity holders of the Company	254,417,044	454,921,679	279,414	287,846
Net profit used to determine diluted earnings per share	254,417,044	454,921,679	279,414	287,846

Number of ordinary shares

In thousands of shares	Group Mar-2025	Group Mar-2024	Company Mar-2025	Company Mar-2024
Weighted average number of ordinary shares in issue	32,476,383	28,022,000	34,138,950	29,431,179
Basic earnings per share (expressed in naira per share)	7.83	16.23	0.01	0.01

The Group does not have any dilutive potential ordinary shares. Therefore, Basic EPS and Diluted EPS are the same for the Group.

17 Cash and bank balances

	Group Mar-2025	Group Dec-2024	Company Mar-2025	Company Dec-2024
(a) <i>In thousands of Nigerian Naira</i>				
Cash in hand	500,167,930	529,117,007	665,981	210,095,331
Balances held with other banks	497,152,151	830,071,371	-	-
Unrestricted balances with central banks	584,807,605	472,981,966	-	-
Money market placements	3,146,189,185	2,844,526,719	-	-
	4,728,316,871	4,676,697,063	665,981	210,095,331
Impairment on Placements	(3,543,485)	(3,648,943)	-	-
	4,724,773,386	4,673,048,120	665,981	210,095,331
(b) Cash and cash equivalents in statement of cash flows includes:				
<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Dec-2024	Company Mar-2025	Company Dec-2024
Cash and bank balances	4,728,316,872	4,676,697,063	665,981	210,095,331
Cash and bank balances above three months	(640,503,763)	(526,477,867)	-	-
	4,087,813,109	4,150,219,196	665,981	210,095,331
Movement in Impairment on Cash and bank balances				
<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Dec-2024	Company Mar-2025	Company Dec-2024
Opening balance	3,648,943	2,086,039	-	-
Exchange difference	4,530	1,562,904	-	-
Reversal during the year	(109,988)	-	-	-
Closing balance	3,543,485	3,648,943	-	-

18 Financial assets at fair value through profit or loss

	Group Mar-2025	Group Dec-2024	Company Mar-2025	Company Dec-2024
(a) <i>In thousands of Nigerian Naira</i>				
Financial assets Fair Value through Profit or Loss:				
Bonds	43,649,346	20,208,276	-	-
Treasury Bills	73,917,779	33,178,856	-	-
Trading Euro Bonds	6,267,207	6,211,395	-	-
Promissory Notes	4,328	4,470	-	-
	123,838,660	59,602,997	-	-

19 Derivative financial instruments

(a) Group Mar-2025				
<i>In thousands of Nigerian Naira</i>				
	Notional Contract Amount	Fair Value Assets	Fair Value Liability	
Foreign Exchange Derivatives:				
Foreign exchange forward	27,995,328	40,101	(7,288)	
Derivative assets/(liabilities)	27,995,328	40,101	(7,288)	
Group Dec-2024				
<i>In thousands of Nigerian Naira</i>				
	Notional Contract Amount	Fair Value Assets	Fair Value Liability	
Foreign Exchange Derivatives:				
Foreign exchange forward	307,000,000	-	(10,759,624)	
Derivative assets/(liabilities)	307,000,000	-	(10,759,624)	

All derivative assets/(liabilities) are current.

(b) All derivatives are settled in less than one year.

(c) **Foreign exchange contracts**

The Group enters into forward foreign exchange contracts which include currency swaps and normal trading forwards designated as held for trading. A forward foreign exchange contract is an agreement by two counterparties to exchange currencies at a pre-determined rate on some future date. No funds change hands when a typical forward foreign exchange contract originates; a funds flow occurs only at the contract's stated future delivery time. Additionally the Group offers its customers derivatives in connection with their risk management objectives to transfer or reduce market risk (commodity price) for their own trading purpose. The hedge transaction with the customer is backed by visible trade transaction. The foreign currency forward is subject to the same risk management policies. The Group's foreign exchange derivatives do not qualify for hedge accounting; therefore all gains and losses from changes in their fair values are recognised immediately in the income statement and are reported in Net gains/(losses) on financial instruments at fair value through profit or loss'.

20

Investment securities

<i>In thousands of Nigerian Naira</i>		Group Mar-2025	Group Dec-2024	Company Mar-2025	Company Dec-2024
(a)	(i)				
Investment securities at fair value through OCI					
Debt securities - Treasury bills FVOCI		2,271,098,185	1,924,833,290	-	-
Debt securities - Bonds FVOCI		272,912,155	284,100,152	-	-
Eurobond		21,209,071	34,844,415	-	-
US Treasury Note		247,155,807	248,464,975	-	-
Investment securities - Equity (See note 20(a)(ii) below)		2,163,139	2,159,386	-	-
Investment in Mutual Funds		780,578	661,670	-	-
Total		2,815,318,935	2,495,063,888	-	-
Investment securities at fair value through profit or loss					
Investment securities - Equity		5,514,825	5,508,086	-	-
		5,514,825	5,508,086	-	-
Investment securities at amortised cost:					
Bonds		309,796,520	846,724,950	-	-
Treasury bills		1,352,513,461	792,020,742	-	-
Commercial Paper		11,483,241	-	-	-
Eurobonds- Amortized Cost		140,373,160	24,956,030	-	-
Corporate bond		-	1,740,736	-	-
		1,814,166,382	1,665,442,458	-	-
ECL on Bonds - Amortised Cost		(15,847,216)	(12,657,506)	-	-
ECL on Treasury Bills - Amortised Cost		(1,993,366)	(4,802,877)	-	-
ECL on Corporate bond - Amortised Cost		-	(258,022)	-	-
Total Investment securities at amortised cost		1,796,325,800	1,647,724,053	-	-
Total investment securities		4,617,159,560	4,148,296,027	-	-
ECL on Commercial Papers and Eurobonds are immaterial					

(a) (ii) Equity investment securities is analysed below:

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Dec-2024	Company Mar-2025	Company Dec-2024
FVOCI equity instrument				
- GIM UEMOA	38,040	36,548	-	-
- SANEF	50,000	50,000	-	-
- Unified Payment Services Limited ¹	913,463	912,468	-	-
- Nigeria Automated Clearing Systems	995,845	994,760	-	-
- Afrexim	165,791	165,610	-	-
	2,163,139	2,159,386	-	-
FVTPL equity instrument				
- Africa Finance Corporation	5,514,825	5,508,086	-	-
	5,514,825	5,508,086	-	-
	7,677,964	7,667,472	-	-

¹ Unified Payment Services Limited was formerly known as Valucard Nigeria Plc

(b) (i) Impairment on investment securities

ECL on Bonds-FVOCI	1,579,370	1,615,402	-	-
ECL on EuroBonds-FVOCI	8,758,789	8,748,416	-	-
ECL on Treasury Bills-FVOCI	5,829,277	5,827,153	-	-
ECL on Bonds - Amortised Cost	15,847,216	12,657,506	-	-
ECL on Treasury Bills - Amortised Cost	1,993,366	4,802,877	-	-
ECL on Corporate bond - Amortised Cost	-	258,022	-	-
	34,008,018	33,909,376	-	-

(b) (ii) Movement in Impairment on investment securities

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Dec-2024	Company Mar-2025	Company Dec-2024
Opening balance	33,909,376	43,941,130	-	-
Exchange difference	45,057	4,144,192	-	-
Addition/(Reversal) during the year	53,585	(14,175,946)	-	-
Closing balance	34,008,018	33,909,376	-	-

21 Assets pledged as collateral

(a)	Group	Group	Company	Company
<i>In thousands of Nigerian Naira</i>	Mar-2025	Dec-2024	Mar-2025	Dec-2024
Financial assets at FVOCI				
- Treasury bills	75,076,027	114,570,075	-	-
Total Assets Pledged as Collateral	75,076,027	114,570,075	-	-

22 Loans and advances to banks

	Group	Group	Company	Company
<i>In thousands of Nigerian Naira</i>	Mar-2025	Dec-2024	Mar-2025	Dec-2024
Loans and advances to banks	165,138	164,549	-	-
Less Impairment:				
Stage 1 Loans	(67)	(67)	-	-
Stage 2 Loans	-	-	-	-
Stage 3 Loans	(76,688)	(76,688)	-	-
	88,383	87,794	-	-

Notes to the financial statements

23 Loans and advances to Customers

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Dec-2024	Company Mar-2025	Company Dec-2024
Loans	2,920,567,796	2,547,884,542	-	-
Overdraft	261,854,418	211,259,628	-	-
Others [‡]	32,437,937	9,985,978	-	-
Performing Loans	3,214,860,151	2,769,130,148	-	-
Non Performing Loans	152,558,753	150,989,542	-	-
Gross Loans	3,367,418,904	2,920,119,690	-	-
Impairment on Stage 1 Loans	(34,179,361)	(37,905,546)	-	-
Impairment on Stage 2 Loans	(11,429,034)	(9,201,975)	-	-
Impairment on Stage 3 Loans	(103,306,027)	(87,348,129)	-	-
Total Impairment	(148,914,422)	(134,455,650)	-	-
Net Loans	3,218,504,482	2,785,664,040	-	-

[‡] Others include Usance and Usance Settlements

24 Investment in subsidiaries

(a) (i) Investment in subsidiaries comprises:

	Company Mar-2025 % ownership	Company Dec-2024 % ownership	Company Mar-2025 ₦'000	Company Dec-2024 ₦'000
GTB Nigeria	100.00	100.00	346,298,636	346,298,636
Habari Pay (Payment Company)	100.00	100.00	3,100,000	3,100,000
GT Fund Managers	100.00	100.00	4,036,560	4,036,560
GT Pension Fund Administrator	100.00	100.00	17,633,297	17,633,297
			371,068,493	371,068,493

GTBank Nigeria Limited has investment in the following subsidiaries:

	Mar-2025 % ownership	Dec-2024 % ownership
GTB Gambia	77.81	77.81
GTB Sierra Leone	83.74	83.74
GTB Ghana	98.32	98.32
GTB UK Limited	100.00	100.00
GTB Liberia Limited	99.43	99.43
GTB Cote D'Ivoire Limited	100.00	100.00
GTB Kenya Limited	76.90	76.90
GTB Tanzania	76.20	76.20

Condensed results of consolidated entities

(b) Condensed results of the consolidated entities as at 31 March 2025, are as follows:

Full year profit and loss

Mar-2025	West Africa Subsidiaries						East Africa Subsidiaries		United Kingdom	Non-Banking Subsidiaries			Staff Investment Trust
In thousands of Nigerian Naira	GT Bank Nigeria	GT Bank Ghana	GT Bank Sierra Leone	GT Bank Liberia	GT Bank Gambia	GT Bank Cote D'Ivoire	GT Bank Kenya Group	GT Bank Tanzania	GT Bank UK	Habari Pay Ltd	Asset Management	Pension Fund	
Operating income	302,946,387	47,817,189	14,030,257	13,039,076	9,878,352	19,691,794	10,522,802	1,008,662	11,807,722	2,320,948	2,098,575	939,735	-
Operating expenses	(86,072,618)	(9,676,679)	(4,253,000)	(3,146,459)	(2,132,213)	(2,185,585)	(6,459,329)	(903,652)	(6,304,673)	(656,545)	(411,932)	(525,380)	-
Loan impairment charges	(10,536,420)	(64,055)	(486,012)	(2,263,534)	(66,441)	(29,080)	37,749	(75,887)	-	-	-	-	-
Profit before tax	206,337,349	38,076,455	9,291,245	7,629,083	7,679,698	17,477,129	4,101,222	29,123	5,503,049	1,664,403	1,686,643	414,355	-
Taxation	(14,443,615)	(13,326,752)	(2,322,811)	(1,908,677)	(2,073,518)	-	(1,242,793)	(4,513)	(1,294,953)	-	-	-	-
Profit after tax	191,893,734	24,749,703	6,968,434	5,720,406	5,606,180	17,477,129	2,858,429	24,610	4,208,096	1,664,403	1,686,643	414,355	-

The impairment for GT Bank UK is immaterial

Condensed financial position

Mar-2025

	West Africa Subsidiaries						East Africa Subsidiaries		United Kingdom	Non-Banking Subsidiaries			Staff Investment
In thousands of Nigerian Naira	GT Bank Nigeria	GT Bank Ghana	GT Bank Sierra Leone	GT Bank Liberia	GT Bank Gambia	GT Bank Cote D'Ivoire	GT Bank Kenya Group	GT Bank Tanzania	GT Bank UK	Habari Pay Ltd	Asset Management	Pension Fund	Trust
Assets													
Cash and bank balances	2,849,974,913	716,475,974	57,330,508	111,382,566	114,549,375	47,697,410	191,517,756	23,964,740	646,000,704	2,134,145	250,197,028	121,977	7,228,595
Financial assets at fair value through profit or loss	105,886,533	17,816,029	-	-	-	136,098	-	-	-	-	-	-	-
Derivative financial assets	40,101	-	-	-	-	-	-	-	-	-	-	-	-
Investment securities:													
– Fair Value through other comprehensive Income	2,215,996,434	-	-	-	120,656,484	38,040	184,854,246	-	284,784,019	-	780,578	13,723,960	83,938,367
– Held at amortised cost	1,292,585	603,013,284	161,431,620	186,033,598	71,971,461	470,592,443	121,387,622	5,208,850	-	7,578,044	167,816,294	-	-
Investment in subsidiaries	62,538,955	-	-	-	-	-	-	-	-	-	-	-	-
Assets pledged as collateral	75,076,027	-	-	-	-	-	-	-	-	-	-	-	-
Loans and advances to banks	88,383	-	-	-	-	-	-	-	-	-	-	-	-
Loans and advances to customers	2,408,648,735	332,596,447	6,572,528	136,879,947	34,479,594	59,506,467	85,832,406	10,526,522	143,461,837	-	-	-	-
Restricted deposits and other assets	2,588,913,765	92,500,621	10,986,207	56,351,933	4,378,409	8,488,978	24,041,332	952,469	1,695,677	1,548,390	1,329,373	391,704	-
Property and equipment	215,047,555	29,563,136	9,044,564	17,441,534	13,997,038	34,522,816	20,670,982	6,631,369	26,282,561	87,081	35,522	350,591	-
Intangible assets	60,278,555	640,754	121,399	430,844	402,016	460,493	131,923	296,592	-	110,728	62,203	105,673	-
Deferred tax assets	-	19,753,885	44,876	-	-	-	4,700,427	-	18,470	-	-	-	-
Total assets	10,583,782,541	1,812,360,130	245,531,702	508,520,422	360,434,377	621,442,745	633,136,694	47,580,542	1,102,243,268	11,458,388	420,220,998	14,693,905	91,166,962
Financed by:													
Deposits from banks	14,606,733	-	-	-	-	1,452	-	-	582,341,534	-	-	-	-
Deposits from customers	6,868,562,182	1,520,599,968	169,713,924	449,874,855	300,338,043	437,022,657	409,319,886	36,542,397	393,562,623	-	410,192,082	-	-
Financial liabilities held for trading	4,086,636	-	-	-	-	-	-	-	-	-	-	-	-
Derivative financial liabilities	7,288	-	-	-	-	-	-	-	-	-	-	-	-
Other liabilities	1,022,763,275	16,345,093	1,596,096	8,862,731	10,457,836	14,623,263	71,255,996	1,385,661	25,895,024	316,830	508,349	295,486	13,763,258
Current income tax liabilities	163,324,545	3,775,453	2,495,718	1,941,917	1,134,868	-	385,153	-	-	1,431,991	-	2,475	-
Other borrowed funds	276,647,120	-	-	-	-	-	188,902	-	-	-	-	-	-
Deferred tax liabilities	431,947	-	-	903,650	107,807	-	-	-	499,619	44,221	-	18,681	-
Total liabilities	8,350,429,726	1,540,720,514	173,805,738	461,583,153	312,038,554	451,647,372	481,149,937	37,928,058	1,002,298,800	1,793,042	410,700,431	316,642	13,763,258
Equity and reserve	2,233,352,815	271,639,616	71,725,964	46,937,269	48,395,823	169,795,373	151,986,757	9,652,484	99,944,468	9,665,346	9,520,567	14,377,263	77,403,704
	10,583,782,541	1,812,360,130	245,531,702	508,520,422	360,434,377	621,442,745	633,136,694	47,580,542	1,102,243,268	11,458,388	420,220,998	14,693,905	91,166,962

Condensed cash flow

Mar-2025	West Africa Subsidiaries						East Africa Subsidiaries		United Kingdom	Non-Banking Subsidiaries			Staff Investment Trust
In thousands of Nigerian Naira	GT Bank Nigeria	GT Bank Ghana	GT Bank Sierra Leone	GT Bank Liberia	GT Bank Gambia	GT Bank Cote D'Ivoire	GT Bank Kenya Group	GT Bank Tanzania	GT Bank UK	Habari Pay Ltd	Asset Management	Pension Fund	
Net cash flow:													
- from operating activities	229,384,883	214,838,192	15,913,020	2,788,787	32,612,651	45,289,330	(19,207,657)	6,422,728	(53,964,402)	827,804	(96,444,037)	13,823,761	-
- from investing activities	(344,437,864)	(61,372,954)	(12,379,469)	(32,627,896)	(7,391,823)	(45,100,305)	(1,207,832)	759,701	(13,131,269)	(820,503)	(30,406,695)	(13,764,718)	-
- from financing activities	(1,055,592)	-	-	-	-	-	(36,780)	-	-	-	-	-	-
Increase in cash and cash equivalents	(116,108,573)	153,465,238	3,533,551	(29,839,109)	25,220,828	189,025	(20,452,269)	7,182,429	(67,095,671)	7,301	(126,850,732)	59,043	-
Cash balance, beginning of period	2,438,829,601	591,059,617	53,621,638	140,834,715	88,917,024	46,570,524	210,253,521	18,130,798	690,387,479	2,126,844	377,047,760	62,934	7,228,595
Effect of exchange difference	9,399,999	(28,000,030)	175,319	386,960	411,522	937,861	1,716,504	(1,348,487)	22,598,907	-	-	-	-
Cash balance, end of period	2,332,121,027	716,524,825	57,330,508	111,382,566	114,549,374	47,697,410	191,517,756	23,964,740	645,890,715	2,134,145	250,197,028	121,977	7,228,595

Condensed results of the consolidated entities as at 31 March 2024, are as follows:

Mar-2024	West Africa Subsidiaries						East Africa Subsidiaries		United Kingdom	Non-Banking Subsidiaries			Staff Investment Trust
In thousands of Nigerian Naira	GT Bank Nigeria	GT Bank Ghana	GT Bank Sierra Leone	GT Bank Liberia	GT Bank Gambia	GT Bank Cote D'Ivoire	GT Bank Kenya Group	GT Bank Tanzania	GT Bank UK	Habari Pay	Asset Management	Pension Fund	
Condensed profit and loss													
Operating income	506,821,224	48,607,793	8,734,580	11,905,887	9,406,806	12,245,694	14,541,811	1,042,537	12,387,322	1,415,805	2,358,976	661,015	-
Operating expenses	(63,312,937)	(8,961,105)	(3,443,007)	(3,460,376)	(3,018,960)	(1,980,847)	(7,018,044)	(960,616)	(6,592,886)	(307,279)	(381,394)	(345,888)	-
Loan impairment charges	(10,577,869)	(75,963)	(371,721)	(1,812,344)	(77,422)	(464)	(547,619)	(24,156)	-	-	-	-	-
Profit before tax	432,930,418	39,570,725	4,919,852	6,633,167	6,310,424	10,264,383	6,976,148	57,765	5,794,436	1,108,526	1,977,582	315,126	-
Taxation	(30,305,130)	(13,849,744)	(1,229,930)	(1,658,288)	(1,703,808)	-	(1,984,808)	(4,435)	(1,453,716)	(12,452)	(11,467)	-	-
Profit after tax	402,625,288	25,720,981	3,689,922	4,974,879	4,606,616	10,264,383	4,991,340	53,330	4,340,720	1,096,074	1,966,115	315,126	-

The impairment for GT Bank UK is immaterial

Condensed results of the consolidated entities as at 31 December 2024, are as follows:

Dec-2024	West Africa Subsidiaries						East Africa Subsidiaries		United Kingdom	Non-Banking Subsidiaries			Staff Investment Trust
In thousands of Nigerian Naira	GT Bank Nigeria	GT Bank Ghana	GT Bank Sierra Leone	GT Bank Liberia	GT Bank Gambia	GT Bank Cote D'Ivoire	GT Bank Kenya Group	GT Bank Tanzania	GT Bank UK	Habari Pay	Asset Management	Pension Fund	
Condensed financial position													
Assets													
Cash and bank balances	2,611,631,570	591,059,617	53,621,638	140,834,715	88,917,024	46,570,524	210,253,521	18,130,798	690,387,479	2,126,844	377,047,760	62,934	7,228,595
Financial assets at fair value through profit or loss	29,618,884	16,571,445	-	-	-	-	-	-	-	-	-	13,412,668	-
Derivative financial assets	-	-	-	-	-	-	-	-	-	-	-	-	-
Investment securities:													
– Fair Value through other comprehensive Income	1,921,470,601	-	-	-	114,329,943	36,548	182,103,036	-	281,970,176	-	661,670	-	83,938,368
– Held at amortised cost	1,485,592	578,411,337	150,608,177	154,958,250	72,650,097	414,040,331	124,982,848	6,367,117	-	6,757,542	137,462,763	-	-
Loans and advances to banks	87,794	-	-	-	-	-	-	-	-	-	-	-	-
Loans and advances to customers	2,067,265,755	268,786,366	9,228,700	142,329,654	34,167,065	44,463,028	87,308,824	10,861,578	121,253,071	-	-	-	-
Investment in subsidiaries	62,538,955	-	-	-	-	-	-	-	-	-	-	-	-
Assets pledged as collateral	85,018,714	29,551,361	-	-	-	-	-	-	-	-	-	-	-
Restricted deposits and other assets	2,625,725,141	65,471,104	3,318,528	35,238,995	11,306,416	11,892,674	14,066,449	1,067,097	23,814,437	1,870,892	1,167,953	361,165	-
Property and equipment	205,130,738	28,443,024	7,573,714	16,447,510	12,569,725	23,491,278	20,519,806	7,231,261	7,216,847	96,805	6,987	369,751	-
Intangible assets	55,861,865	459,261	137,854	478,920	302,794	4,001,011	415,686	334,391	-	122,830	49,672	45,755	-
Deferred tax assets	-	17,404,029	4,998,288	-	-	-	6,389,783	-	23,119	-	61,743	-	-
Total assets	9,665,835,609	1,596,157,544	229,486,899	490,288,044	334,243,064	544,495,394	646,039,953	43,992,242	1,124,665,129	10,974,913	516,458,550	14,252,272	91,166,963
Financed by:													
Deposits from banks	7,169,206	-	-	-	-	112,083,283	45,955	1,629,694	634,992,567	-	-	-	-
Deposits from customers	6,194,786,394	1,330,450,716	161,878,305	428,314,120	277,715,563	310,283,403	417,338,884	29,518,013	366,177,263	-	503,978,516	-	-
Financial liabilities held for trading	51,174,468	-	-	-	-	-	-	-	-	-	-	-	-
Derivative financial liabilities	10,759,624	-	-	-	-	-	-	-	-	-	-	-	-
Other liabilities	854,958,588	13,698,059	4,776,548	8,490,036	11,291,883	6,979,961	70,034,188	2,326,810	31,742,307	897,348	1,105,706	257,269	13,763,258
Current income tax liabilities	172,618,701	-	5,917,786	3,619,694	1,648,980	-	2,786,130	-	-	-	0	2,476	-
Other borrowed funds	309,795,457	-	-	-	-	-	225,589	-	-	-	-	-	-
Deferred tax liabilities	7,237,268	-	-	1,008,495	136,707	-	-	-	337,151	84,706	-	29,622	-
Total liabilities	7,608,499,706	1,344,148,775	172,572,639	441,432,345	290,793,133	429,346,647	490,430,746	33,474,517	1,033,249,288	982,053	505,084,222	289,367	13,763,258
Equity and reserve	2,057,335,903	252,008,769	56,914,260	48,855,699	43,449,931	115,148,747	155,609,207	10,517,725	91,415,841	9,992,860	11,374,328	13,962,905	77,403,705
	9,665,835,609	1,596,157,544	229,486,899	490,288,044	334,243,064	544,495,394	646,039,953	43,992,242	1,124,665,129	10,974,913	516,458,550	14,252,272	91,166,963

Mar-2024	West Africa Subsidiaries						East Africa Subsidiaries		United Kingdom	Non-Banking Subsidiaries			Staff Investment Trust
In thousands of Nigerian Naira	GT Bank Nigeria	GT Bank Ghana	GT Bank Sierra Leone	GT Bank Liberia	GT Bank Gambia	GT Bank Cote D'Ivoire	GT Bank Kenya Group	GT Bank Tanzania	GT Bank UK	Habari Pay	Asset Management	Pension Fund	
Condensed cash flow													
Net cash flow:													
- from operating activities	35,976,365	(19,632,982)	14,653,378	62,328,157	21,448,691	17,886,349	(17,088,841)	4,513,362	125,615,752	54,605	218,887,477	4,765,311	-
- from investing activities	(398,691,798)	(60,209,095)	(7,843,655)	(56,625,472)	(7,256,762)	(16,192,711)	14,491,185	(6,982,422)	(18,159,796)	(2,277,767)	80,496,995	(12,381,898)	-
- from financing activities	214,914,390	-	-	-	-	-	(164,927)	-	-	-	-	-	-
Increase in cash and cash equivalents	(147,801,043)	(79,842,077)	6,809,723	5,702,685	14,191,929	1,693,638	(2,762,583)	(2,469,060)	107,455,956	(2,223,162)	299,384,472	(7,616,587)	-
Cash balance, beginning of period	1,354,132,333	236,302,190	29,686,366	72,118,873	41,460,013	22,091,058	102,692,150	12,999,125	284,347,233	-	66,559,485	7,859,424	5,975,293
Effect of exchange difference	429,723,247	75,908,096	12,512,917	161,782	16,072,629	5,596,383	70,810,721	5,507,234	122,993,754	-	-	-	-
Cash balance, end of period	1,636,054,537	232,368,209	49,009,006	77,983,340	71,724,571	29,381,079	170,740,288	16,037,299	514,796,943	(2,223,162)	365,943,957	242,837	5,975,293

25 Property and equipment and Right of use assets**(a) Group**

In thousands of Nigerian Naira	Leasehold improvement and buildings	ROU Assets	Furniture & equipment	Motor vehicle	Capital work-in- - progress	Total
Cost						
Balance at 1 January 2025	196,708,085	66,103,542	219,973,066	31,279,462	58,779,955	572,844,110
Exchange difference	(120,808)	(362,419)	(138,292)	(247,317)	(219,191)	(1,088,027)
Additions	3,247,762	19,908,161	16,960,316	3,287,091	15,918,931	59,322,261
Disposals	(91,361)	-	(3,440,202)	(543,092)	-	(4,074,655)
Transfers	40,700	-	30,895	133,445	(205,040)	-
Balance at 31 March 2025	199,784,378	85,649,284	233,385,783	33,909,589	74,274,655	627,003,689
Balance at 1 January 2024	168,845,262	54,874,874	131,836,030	21,910,162	11,072,598	388,538,926
Exchange difference	19,082,966	10,199,080	24,333,975	4,711,472	3,211,186	61,538,679
Additions	4,755,562	1,765,326	67,355,193	5,837,232	50,366,837	130,080,150
Disposals	(8,825)	(809,488)	(4,846,580)	(1,648,752)	-	(7,313,645)
Transfers	4,033,120	73,750	1,294,448	469,348	(5,870,666)	-
Balance at 31 December 2024	196,708,085	66,103,542	219,973,066	31,279,462	58,779,955	572,844,110

All Property and equipment are non-current.

Property and equipment and Right of use assets(continued)**Group****Accumulated Depreciation***In thousands of Nigerian Naira*

	Leasehold improvement and buildings	ROU Assets	Furniture & equipment	Motor vehicle	Capital work-in - progress	Total
Balance at 1 January 2025	57,843,512	25,764,108	138,553,591	20,450,850	-	242,612,061
Exchange difference	66,723	(171,232)	(33,411)	(124,760)	-	(262,680)
Charge for the period	1,464,760	532,041	10,518,674	1,395,357	-	13,910,832
Disposal	(91,361)	-	(3,439,799)	(493,222)	-	(4,024,382)
Balance at 31 March 2025	59,283,634	26,124,917	145,599,055	21,228,225	-	252,235,831
Balance at 1 January 2024	43,183,186	17,489,205	88,374,096	15,193,787	-	164,240,274
Exchange difference	9,651,755	3,584,782	19,759,627	2,873,862	-	35,870,026
Charge for the period	5,013,163	5,499,609	35,260,952	4,001,968	-	49,775,692
Disposal	(4,592)	(809,488)	(4,841,084)	(1,618,767)	-	(7,273,931)
Balance at 31 December 2024	57,843,512	25,764,108	138,553,591	20,450,850	-	242,612,061
Carrying amounts:						
Balance at 31 March 2025	140,500,744	59,524,367	87,786,728	12,681,364	74,274,655	374,767,858
Balance at 31 December 2024	138,864,573	40,339,434	81,419,475	10,828,612	58,779,955	330,232,049

Property and equipment and Right of use assets(continued)**(b) Company**

In thousands of Nigerian Naira	Leasehold improvement and buildings	ROU Assets	Furniture & equipment	Motor vehicle	Capital work-in - progress	Total
Cost						
Balance at 1 January 2025	154,083	443,238	876,699	-	-	1,474,020
Balance at 31 March 2025	154,083	443,238	876,699	-	-	1,474,020
Balance at 1 January 2024	154,083	443,238	420,514	-	-	1,017,835
Additions	-	-	456,185	-	-	456,185
Balance at 31 December 2024	154,083	443,238	876,699	-	-	1,474,020

All Property and equipment are non-current.

¹ Capital work in progress refers to capital expenditure incurred on items of Property and Equipment which are however not ready for use and as such are not being depreciated.

Property and equipment and Right of use assets(continued)**Company****Accumulated Depreciation**

In thousands of Nigerian Naira

	Leasehold improvement and buildings	ROU Assets	Furniture & equipment	Motor vehicle	Capital work-in - progress	Total
Balance at 1 January 2025	15,635	15,152	308,505	-	-	339,292
Charge for the period	1,114	1,681	38,692	-	-	41,487
Balance at 31 March 2025	16,749	16,833	347,197	-	-	380,779
Balance at 1 January 2024	10,793	7,855	200,917	-	-	219,565
Charge for the period	4,842	7,297	107,588	-	-	119,727
Balance at 31 December 2024	15,635	15,152	308,505	-	-	339,292
Carrying amounts:						
Balance at 31 March 2025	137,334	426,405	529,502	-	-	1,093,241
Balance at 31 December 2024	138,448	428,086	568,194	-	-	1,134,728

26 Intangible assets

(a) Group

In thousands of Nigerian Naira	Goodwill	Purchased Software	Total
Cost			
Balance at 1 January 2025	19,293,116	108,188,948	127,482,064
Exchange translation differences	107	(139,616)	(139,509)
Additions	-	4,682,375	4,682,375
Disposals	-	(1,263,572)	(1,263,572)
Balance at 31 March 2025	19,293,223	111,468,135	130,761,358
Balance at 1 January 2024	19,160,832	43,567,679	62,728,511
Exchange translation differences	132,284	9,424,913	9,557,197
Additions	-	55,196,356	55,196,356
Balance at 31 December 2024	19,293,116	108,188,948	127,482,064
Amortisation and impairment losses			
Balance at 1 January 2025	-	46,237,950	46,237,950
Exchange translation differences	-	(108,193)	(108,193)
Amortisation for the period	-	3,819,920	3,819,920
Disposals	-	(1,263,572)	(1,263,572)
Balance at 31 March 2025	-	48,686,105	48,686,105
Balance at 1 January 2024	-	29,652,473	29,652,473
Exchange translation differences	-	8,328,345	8,328,345
Amortisation for the year	-	8,257,133	8,257,133
Balance at 31 December 2024	-	46,237,951	46,237,951
Carrying amounts:			
Balance at 31 March 2025	19,293,223	62,782,030	82,075,253
Balance at 31 December 2024	19,293,116	61,950,997	81,244,113

All intangible assets are non-current.

Goodwill is reviewed annually for impairment, or more frequently when there are indications that impairment may have occurred. There was no impairment identified in the period ended March 2025 (December 2024: nil).

27 Restricted deposits and other assets

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Dec-2024	Company Mar-2025	Company Dec-2024
Prepayments	131,310,256	173,584,638	-	-
Accounts Receivable	173,483,992	126,399,714	250,238,501	250,238,501
Stocks	2,529,494	1,837,031	-	-
Foreign Banks - cash collateral	174,862,288	242,929,712	-	-
Restricted deposits with central banks (See note 27(i) below)	2,181,116,351	1,964,213,386	-	-
Contribution to AGSMEIS (See note 27(ii) below)	54,991,740	54,991,740	-	-
Recognised assets for defined benefit obligations (See note 31)	36,305,062	36,305,062	-	-
	2,754,599,183	2,600,261,283	250,238,501	250,238,501
Impairment on other financial assets	(26,257,427)	(26,176,629)	-	-
	2,728,341,756	2,574,084,654	250,238,501	250,238,501

- (i) Restricted deposits with central banks comprises of restricted deposits with central banks not available for use in the Group's day-to-day operations. The GTBank Nigeria had restricted balances of N2,171,145,440,000 with the Central Bank of Nigeria (CBN) as at 31 March 2025 (December 2024: N1,963,565,533,000). This balance is CBN cash reserve requirement. The cash reserve ratio represents a mandatory total Naira deposits which should be held with the Central Bank of Nigeria as a regulatory requirement.
- (ii) This represents contribution to Agri-Business/Small and Medium Enterprises Investment Scheme aimed at supporting the Federal Government's effort at promoting agricultural businesses as well as Small and Medium Enterprises. It is an initiative of the Bankers' Committee in which Banks are required to set aside 5% of their Profit After Tax for investment in qualified players. The fund is domiciled with the Central Bank of Nigeria.

28 Deposits from banks

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Dec-2024	Company Mar-2025	Company Dec-2024
Money market deposits	1,452	112,094,453	-	-
Other deposits from banks	309,899,975	276,325,791	-	-
	309,901,427	388,420,244	-	-

29 Deposits from customers

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Dec-2024	Company Mar-2025	Company Dec-2024
Term deposits	1,223,987,540	1,261,518,695	-	-
Current deposits	7,130,462,169	6,182,281,601	-	-
Savings	2,633,858,916	2,569,221,110	-	-
	10,988,308,625	10,013,021,406	-	-

30 Financial liabilities at fair value through profit or loss

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Dec-2024	Company Mar-2025	Company Dec-2024
Bond short positions	2,408,281	51,174,468	-	-
Treasury bills short positions	1,678,355	-	-	-
	4,086,636	51,174,468	-	-

31 Other liabilities

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Dec-2024	Company Mar-2025	Company Dec-2024
Cash settled share based payment liability	13,763,258	13,763,258	-	-
Lease liabilities	26,890,443	21,276,324	-	-
Liability for defined contribution obligations (Note 31(a))	1,724,569	2,137,127	-	-
Deferred income on financial guarantee contracts	17,207	811,683	-	-
Litigation claims provision (Note 31(c))	10,757,458	10,910,317	-	-
Certified cheques	13,284,227	14,892,666	-	-
Provision for restoration cost	279,116	279,116	-	-
Customers' deposit for foreign trade (Note 31(b))	423,551,853	483,842,372	-	-
Customers' escrow balances	62,299,630	49,032,323	-	-
Account payables	98,504,979	170,809,028	11,429,175	221,146,675
Creditors and agency services	229,270,520	146,222,730	-	32,750
Customers deposit for shares of other Corporates	174,745,665	25,165,313	-	-
Impairment on contingents	81,171,903	81,142,794	-	-
	1,136,260,828	1,020,285,051	11,429,175	221,179,425

- (a) The Group and its employees each contribute a minimum of 10% and 8% respectively of basic salary, housing and transport allowance to each employee's retirement savings account maintained with their nominated pension fund administrators.
- (b) This represents the Naira value of foreign currencies held on behalf of customers in various foreign accounts to cover letters of credit transactions. Of the sum of N423,551,853,000 reported, the sum of N174,862,288,000 represents customers cash collateral balances with the corresponding balance included in Foreign Banks - Cash Collateral in other assets. The balance of N248,689,565,000 represents customer's FEM balances.
- (c) Provision for litigation arose from the assessment carried out by the Solicitors of the Bank of all the pending litigations the Bank was involved in as at March 31, 2025.

Movement in provision for litigation claims during the period ended is as follows:

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Dec-2024	Company Mar-2025	Company Dec-2024
Opening Balance	10,910,317	9,333,463	-	-
Increase/(decrease) during the period	(152,859)	1,576,854	-	-
Closing Balance	10,757,458	10,910,317	-	-

This relates to provision on pending cases that the bank is currently involved in.

Timing of resulting outflows of economic resources with respect to the provision can not readily be determined.

32 Defined benefit obligations

The Group operates a non-contributory, funded lump sum defined benefit gratuity scheme. Employees are automatically admitted into the scheme after completing 10 consecutive years of service with the Bank. Employees' terminal benefits are calculated based on number of years of continuous service, limited to a maximum of 10 years. The defined benefit obligation valuation was carried out by Alexander Forbes Consulting Actuaries with FRC Number: FRC/2012/000000000504.

The report was sign by Management Partner Wayne van Jaarsveld with FRC Number: FRC/2021/002/00000024507.

(a) The amounts recognised in the statement of financial position are as follows:

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Dec-2024	Company Mar-2025	Company Dec-2024
Present value of funded obligations	(4,208,786)	(4,208,786)	-	-
Total present value of defined benefit obligations	(4,208,786)	(4,208,786)	-	-
Fair value of plan assets	40,513,848	40,513,848	-	-
Present value of net asset	36,305,062	36,305,062	-	-
Recognized asset/(liability) for defined benefit obligations	36,305,062	36,305,062	-	-

The Company has a right to the surplus on its plan assets. The defined benefit scheme is not open to asset ceiling, therefore, there is no need to determine any difference between net defined benefit asset and asset ceiling.

Recognised asset for defined benefit obligations is included within Restricted deposits and other assets in note 27.

(b) Movement in the present value of defined benefit obligations:

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Dec-2024	Company Mar-2025	Company Dec-2024
surplus on defined benefit obligations, beginning of year	36,305,062	24,218,604	-	-
Net Income recognised in Profit and Loss	-	4,279,719	-	-
Re-measurements recognised in Other Comprehensive Income	-	7,806,739	-	-
Surplus for defined benefit obligations, end of period	36,305,062	36,305,062	-	-

(c) Plan assets consist of the following:

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Dec-2024	Company Mar-2025	Company Dec-2024
Equity securities:				
- Quoted	5,373,906	5,373,906	-	-
Government securities				
- Quoted	6,853,792	6,853,792	-	-
Cash and bank balances				
- Unquoted	28,286,151	28,286,151	-	-
	40,513,849	40,513,849	-	-

Group	Mar-2025		Dec-2024	
<i>In thousands of Nigerian Naira</i>				
Equity securities	5,373,906	13%	5,373,906	13%
Government securities	6,853,792	17%	6,853,792	17%
Cash and bank balances	28,286,151	70%	28,286,151	70%
	40,513,849	100%	40,513,849	100%

(d) Movement in plan assets:

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Dec-2024	Company Mar-2025	Company Dec-2024
Fair value of plan assets, beginning of the year	40,513,848	26,006,023	-	-
Benefits paid by the plan	-	(295,416)	-	-
Actuarial loss	-	10,174,603	-	-
Return on plan assets	-	4,628,638	-	-
Fair value of plan assets, end of the period	40,513,848	40,513,848	-	-

Actual return on plan asset is made up of expected return on plan assets and actuarial gains / losses.

(e) Movement in present value of obligations:

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Dec-2024	Company Mar-2025	Company Dec-2024
Present value of obligation, beginning of the year	4,208,786	1,787,419	-	-
Interest cost	-	301,921	-	-
Current service cost	-	46,998	-	-
Benefits paid	-	(295,416)	-	-
Actuarial loss/(gain) on obligation	-	2,367,864	-	-
Present value of obligation at end of the period	4,208,786	4,208,786	-	-

(f) Actuarial assumptions

Principal actuarial assumptions at the reporting date (expressed as weighted averages):

	2025	2024
Discount rate	17.7%	17.9%
Salary increase rate	10.0%	4.2%
Inflation	17.2%	17.2%
Retirement age for both male and female	60 years	60 years
Withdrawal Rate: 18 – 29	4.5%	4.5%
Withdrawal Rate: 30 – 44	6.0%	6.0%
Withdrawal Rate: 45 – 50	5.0%	5.0%
Withdrawal Rate: 51	4.5%	4.5%
Withdrawal Rate: 52	4.0%	4.0%
Withdrawal Rate: 53	3.5%	3.5%
Withdrawal Rate: 54	3.0%	3.0%
Withdrawal Rate: 55	2.5%	2.5%
Withdrawal Rate: 56	2.0%	2.0%
Withdrawal Rate: 57	1.5%	1.5%
Withdrawal Rate: 58	1.0%	1.0%
Withdrawal Rate: 59	0.5%	0.5%
Withdrawal Rate: 60	100.0%	100.0%

Assumptions regarding future mortality before retirement are based on A1967/70 ultimate table published by the Institute of Actuaries of United Kingdom.

The overall expected long-term rate of return on assets is 17.7%. The expected long-term rate of return is based on the portfolio as a whole and not on the sum of the returns on individual asset categories. The return is based entirely on current market yields on Nigerian Government Bonds. The component of the rate of remuneration increase based on seniority and promotion is an average of 10% p.a. The inflation component has been worked out at 17.2% per annum.

For members in active service as at the valuation date, the projected unit credit method of valuation as required under the IFRS has been adopted.

(g) Defined Benefit Risk Management

The Group's exposure to risks through its defined benefit plan is mitigated through a number of strategies. Most important of them is the asset-liability matching strategy. Thus, fluctuations in macro-economic variables have minimal impact on its exposure to the plan.

Over the years, the Group not only ensures that it has sufficient plan assets to fund its defined benefit obligation but also adopts a robust strategy that ensures that the macro-economic variables affecting the obligations are similar to those of the plan assets.

The significant risks inherent in the Group's defined benefit plan are detailed below:

Asset volatility

Post employment benefit obligations are calculated using a discount rate determined with reference to market yields on high quality bonds. The Group ensures that the plan assets do not underperform this yield. This is achieved through maintaining an efficient portfolio of investments in plan assets significantly made up of high quality equities and government securities. Consequently, the yield on the Group's plan assets has consistently outperformed interest cost on plan obligations. The Group also ensures that as tenured investments in plan assets mature, they are replaced with top quality investments which better match the liabilities.

Overall, the Group's defined benefit investment strategy aims at reducing investment risks while maintaining the right mix of investments in high quality equities, debt and near cash instruments void of impairment threats. The choice of investment in equities stems from the long term nature of the Group's defined benefit plan and expected maturity of the plan's liabilities.

Changes in bond yields

The rate used to discount post-employment benefit obligations is determined with reference to market yields at the balance sheet date on high quality corporate bonds. In countries where there is no deep market in such bonds, the market yields on government bonds are used. The Group is of the opinion that there is no deep market in Corporate Bonds in Nigeria and as such assumptions underlying the determination of discount rate are referenced to the yield on Nigerian Government bonds of medium duration, as compiled by the Debt Management Organisation. A decrease in Nigerian Government Bond yields will increase the plan's liabilities. However, this growth is offset by an increase in the value of the plan assets.

Inflation risk

We believe this is less a material risk given the accretion to the Group's plan assets arising from continuous contribution to the plan and improved yield. Growth in inflation, all other things being equal, should lead to increased basic salaries (which is an important determinant of the Group's defined benefit liability) and consequently higher plan liabilities. This growth in liabilities should be offset with increased plan assets.

33 Other borrowed funds

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Dec-2024	Company Mar-2025	Company Dec-2024
Due to BOI	504,720	500,404	-	-
Due to CACS	282,449	350,652	-	-
MSME Development Fund	846	846	-	-
Excess Crude Account -Secured Loans Fund	12,827,098	12,767,505	-	-
RSSF on lending	5,806,116	6,651,419	-	-
SANEF Intervention Fund	668,045	703,603	-	-
NESF Fund	5,180	5,180	-	-
Economic Recovery Fund	188,902	225,589	-	-
Due To CBN	256,219,992	288,376,276	-	-
Due To P-Aads Loan	332,674	439,572	-	-
	276,836,022	310,021,046	-	-

33b Reconciliation of Financial Liabilities

For the Period ended 31 March 2025

Group**Mar-2025**

In thousands of Nigerian Naira	Long term borrowings
Opening Balance	310,021,046
Cash inflow - Principal	-
Cash outflow - Principal	(1,092,372)
Cash outflow - Interest	(42,863,579)
Effect of exchange rate fluctuation	93
Other non-cash ¹	10,770,834
Closing Balance	276,836,022

Group**Dec-2024**

In thousands of Nigerian Naira	Long term borrowings
Opening Balance	72,119,485
Cash inflow - Principal	254,785,709
Cash outflow - Principal	(50,537,692)
Cash outflow - Interest	33,566,468
Effect of exchange rate fluctuation	435,047
Other non-cash ¹	(347,971)
Closing Balance	310,021,046

¹This relates to accrued interest payable during the period**34 Capital and reserves****Share capital**

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to vote at meetings of the Group. All ordinary shares and GDR shares rank pari-passu with the same rights and benefits at meetings of the Group.

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Dec-2024	Company Mar-2025	Company Dec-2024
Issued and fully paid:				
34,138,949,684 ordinary shares of 50 kobo each (31 December 2024: 34,138,949,684 ordinary shares of 50k each)	17,069,475	17,069,475	17,069,475	17,069,475

The movement on the value of issued and fully paid-up share capital (Non GDR and GDR) account during the period ended was as follows:

<i>In thousands of Nigerian Naira</i>	Group Mar-2025	Group Dec-2024	Company Mar-2025	Company Dec-2024
Balance, beginning of period	17,069,475	14,715,590	17,069,475	14,715,590
Increase in the period	-	2,353,885	-	2,353,885
Balance, end of period	17,069,475	17,069,475	17,069,475	17,069,475

Share capital

Movement in the components of share capital for the Group is as shown below:

	Number of shares (thousands)	Ordinary shares	Share premium	Treasury shares
At January 2024	29,431,180	14,715,590	123,471,114	(8,125,998)
Increase during the period	4,707,770	2,353,885	205,758,047	-
Purchases of treasury shares	-	-	-	(3,163,602)
At 31 December 2024	34,138,950	17,069,475	329,229,161	(11,289,600)
At 31 March 2025	34,138,950	17,069,475	329,229,161	(11,289,600)

Share premium

Share premium is the excess paid by shareholders over the nominal value for their shares.

Other regulatory reserves

The other regulatory reserve includes movements in the statutory reserves, the small and medium enterprises equity investment reserve and Agri-Business/Small and Medium Enterprises Investment Scheme (AGSMEIS).

- (i) **Statutory Reserves:** Nigerian banking regulations require the Bank to make an annual appropriation to a statutory reserve. As stipulated by S.16(1) of the Banks and Other Financial Institution Act of 1991 (amended), an appropriation of 30% of profit after tax is made if the statutory reserve is less than paid-up share capital and 15% of profit after tax if the statutory reserve is greater than the paid up share capital. In the current year, the Company appropriated N32,485,881,000 representing 15% of its profit after tax to statutory reserves. Total statutory reserves was N661,351,807,000 at the end of the period.
- (ii) **Small and medium enterprises equity investment reserve (SMEEIS):** The SMEEIS reserve is maintained to comply with the Central Bank of Nigeria (CBN) requirement that all licensed banks set aside a portion of the profit after tax in a fund to be used to finance equity investment in qualifying small and medium scale enterprises. Under the terms of the guideline (amended by CBN letter dated 11 July 2006), the contributions will be 10% of profit after tax and shall continue after the first 5 years but banks' contributions shall thereafter reduce to 5% of profit after tax. However, this requirement is no longer mandatory. The small and medium scale industries equity investment scheme reserves are non-distributable. Total SMEEIS reserves was N4,232,478,000 at the end of the period.
- (iii) **Treasury shares:** Treasury shares in the sum of N11,289,600,000 (31 December 2024: N11,289,600,000) represents the Company's shares held by the Staff Investment Trust as at 31 March 2025.
- (iv) **Fair value reserve:** The fair value reserve includes the net cumulative change in the fair value of fair value through other comprehensive income investments until the investment is derecognised or impaired.
- (v) **Regulatory risk reserve:** The regulatory risk reserves warehouses the difference between the impairment balance on loans and advances as determined in accordance with the provisions of Prudential guidelines of Central Bank of Nigeria when compared with the assessment in line with the requirement of IFRS 9 Expected credit loss model. The key component of CBN Prudential Guidelines (PG) is the setting aside of additional 2% provision on all performing loans assessed under the PG. This 2% provision is not required under IFRS 9. Therefore it has been recognised in Regulatory Risk Reserve. The Company's total balance in Regulatory Risk Reserve is N75,269,128,000.
- (vi) **Retained earnings:** Retained earnings are the carried forward recognised income net of expenses plus current year profit attributable to shareholders.

- (vii) Agri-Business/Small and Medium Enterprises Investment Scheme (AGSMEIS): The AGSMEIS is maintained to support the Federal Government's effort at promoting Agricultural businesses and Small and Medium Enterprises. Effective 2017 all Deposit Money Banks (DMBs) are required to set aside 5% of their Profit After Tax for equity investment in permissible activities as stipulated in the scheme guidelines. The fund is domiciled with CBN.

(viii) **Other regulatory reserves breakdown**

In thousands of Nigerian Naira	SMEIS Reserves	Group Mar-2025 AGSMEIS Reserves	Total
Opening Balance	4,232,478	76,908,346	81,140,824
Total comprehensive income for the period:			
Transfers for the period ended	-	-	-
Total transactions with equity holders	-	-	-
Balance as at 31 March 2025	4,232,478	76,908,346	81,140,824

In thousands of Nigerian Naira	SMEIS Reserves	Group Dec-2024 AGSMEIS Reserves	Total
Opening Balance	4,232,478	55,010,215	59,242,693
Total comprehensive income for the year:			
Transfers for the year	-	21,898,131	21,898,131
Total transactions with equity holders	-	21,898,131	21,898,131
Balance as at 31 December 2024	4,232,478	76,908,346	81,140,824

35 Dividends

The following dividends were declared and paid by the Group during the period :

In thousands of Nigerian Naira	Group Mar-2025	Group Dec-2024	Company Mar-2025	Company Dec-2024
Balance, beginning of period	-	-	-	-
Final dividend declared	-	79,910,665	-	79,464,184
Interim dividend declared	-	29,431,179	-	29,431,179
Payment during the period	-	(109,341,844)	-	(108,895,363)
Balance, end of period	-	-	-	-

Contingent liabilities and commitments

In common with other banks, the Group conducts business involving transaction related bonds and indemnities. Contingent liabilities and Commitments comprise guarantees and letters of credit.

Nature of instruments

Guarantees and letters of credit are given as security to support the performance of a customer to third parties. As the Group will only be required to meet these obligations in the event of the customer's default, the cash requirements of these instruments are expected to be considerably below their nominal amounts.

Other contingent liabilities include transaction related customs and performances bond and are, generally, commitments to third parties which are not directly dependent on the customer's creditworthiness. Documentary credits commit the Group to make payments to third parties on production of documents, which is usually reimbursed immediately by customers. The following tables summarise the nominal amount of contingent liabilities and commitments with off-financial position risk.

Acceptances, bonds, guarantees and other obligations for the account of customers:

a. These comprise:

In thousands of Nigerian Naira	Group Mar-2025	Group Dec-2024	Company Mar-2025	Company Dec-2024
Contingent liabilities:				
Transaction related bonds and guarantees	553,164,249	592,945,965	-	-
	553,164,249	592,945,965	-	-
Commitments:				
Clean line facilities and letters of credit	156,605,898	26,580,227	-	-
Other commitments	13,314,013	48,951,258	-	-
	169,919,911	75,531,485	-	-

ai. Loan commitments

Loan commitments are irrevocable commitments to provide credits under pre-specified terms and conditions. At the reporting date, the Gtbank Nigeria had loan commitments amounting to N450.2 billion (December 2024: N732.2 billion) in respect of various loan contracts.

36. Related parties

(a) Related party transactions

Parties are considered to be related if one party has the ability to control the other party or exercise influence over the other party in making financial and operational decisions, or another party controls both. The definition includes subsidiaries, associates, joint ventures and the Group's pension schemes, as well as key management personnel.

(b) Subsidiaries

Transactions between the Company and its subsidiaries also meet the definition of related party transactions. These transactions are eliminated on consolidation; hence, they are not disclosed in the consolidated financial statements.

As at 31 March 2025, GTBank Limited had receivables from its subsidiaries, which is shown below;

Receivables from Subsidiaries		
In Nigerian Naira	Mar-25	Dec-24
GTBank Kenya	4,774,316	3,124,150
GTBank Sierra Leone	9,701,932	8,744,297
GTBank Gambia	28,645,763	27,080,742
GTBank UK	8,181,986	8,181,986
GTBank Liberia	2,747,510	1,789,875
GTBank Tanzania	20,693,480	20,739,131

This relates to payment of services on behalf of subsidiaries

(c) Transactions with key management personnel

The Group's key management personnel, and persons connected with them, are also considered to be related parties. The definition of key management include the close family members of key personnel and any entity over which they exercise control. The key management personnel have been identified as the Assistant General Managers, Deputy General Managers, General Managers, Executive and Non-Executive directors of the Group. Close family members are those family members who may be expected to influence, or be influenced by that individual in their dealings with Guaranty Trust Holding Company Plc and its subsidiaries.

(d) Risk assets outstanding 31 March 2025

During the year the Group granted various credit facilities to companies whose directors are also directors of Company (Director Related) 'or related to a Key Management Personnel (Insider Related) at rates and terms comparable to other facilities in the Group's portfolio. An aggregate of N91,279,000 (31 December 2024:N177,375,000) was outstanding on these facilities at the end of the year.

Name of company /individual In thousands of Nigerian Naira	Relationship	Facility type	Status	Nature of Security	Group Mar-2025	Group Dec-2024
Hassan Ibrahim	Director related (Bank)	Credit Card	Performing	Legal Mortgage	-	52,227
Rockwood Trading Company Ltd	Director related (Holdco)	Over Draft	Performing	Cash	44,423	51,158
Hassan Ibrahim	Director related (Bank)	Term Loan	Performing	Legal Mortgage	46,856	73,990
					91,279	177,375

(e) Subsidiaries' deposit account balances

Name of company/Individual In thousands of Nigerian Naira	Relationship	Type of Deposit	Mar-2025	Dec-2024
GTB Sierra Leone	Subsidiaries	Domicilliary	5,688	5,681
GTB Ghana	Subsidiaries	Demand Deposit	3,462	3,462
GTB Ghana	Subsidiaries	Domicilliary	182,248	182,032
GTB Rwanda	Subsidiaries	Domicilliary	59,734	59,663
			251,132	250,838

37. Involvement with Unconsolidated Structured Entities

The table below describes the various investment funds which the Group does not consolidate but in which it holds interest. The funds are not consolidated because they are held in other entities which are considered as legally separate from the Group.

Type of Investment funds	Nature and purpose	Revenues
Mutual Funds	<ul style="list-style-type: none"> - To generate fees arising from managing assets on behalf of third party investors. - These vehicles are financed through the issue of units to investors. 	Investments in units issued by the funds from which the Group earns Management Fees
<ul style="list-style-type: none"> - Retirement Savings Accounts (RSAs); - Approved Existing Schemes; - Closed Pension Fund Administrators 	<ul style="list-style-type: none"> - To generate fees arising from managing pension contributions and investing same in safe and high yield investment opportunities on behalf of Pension Contributors. - To seamlessly handle benefit payment to Retirees 	Administrative and Management Fees earned by the Group on the Net asset Value of the Funds under Management

The table below sets out an analysis of the Investment funds managed by the Group, their Assets Under Management, and the carrying amounts of interest held by the Group in the investment funds. The maximum exposure to loss is the carrying amount of the interest held by the Group.

Assets under Management (AuM)- Guaranty Trust Fund Managers Limited

In thousands of Nigerian Naira	Asset under Management			Interest Held by the Group	
Investment funds	Mar-25	Dec-24		Mar-25	Dec-24
Guaranty Trust Money Market Fund	77,563,682	47,886,680		214,063	195,108
Guaranty Trust Investment Fund 724	352,714	161,273		154,185	150,000
Guaranty Trust Guaranteed Income Fund	12,139,390	11,846,892		133,088	128,324
Guaranty Trust Balanced Fund	3,391,259	3,106,074		-	-
Guaranty Trust Dollar Fund	96,751,778	77,300,768		215,537	134,609
Guaranty Trust Equity Income Fund	764,722	618,453		63,601	53,524
TOTAL	190,963,545	140,920,142		780,473	661,565

Funds under Management (FuM)- Guaranty Trust Pension Managers Limited

In thousands of Nigerian Naira	Funds under Management	
	Mar-25	Dec-24
Retirement Savings Account Fund Classes:		
Fund I	1,225,976	711,088
Fund II	54,050,626	49,576,021
Fund III	12,183,872	11,102,196
Fund IV	2,242,770	2,026,224
Fund V	17,691	13,875
Fund VI	302,506	251,653
TCF¹ And Reconciliation	503,926	492,293
Privately Managed Funds:		
Approved Existing Schemes	40,676,171	39,116,540
TOTAL	111,203,538	103,289,891

¹ Transitional Contribution Fund- A Nominal Retirement Savings Account for any employee that has failed to open RSA within a period of six months, to enable the remittance of pension contributions by Employer.

37. Securities Trading Policy

In compliance with Rule 17.15 Disclosure of Dealings in Issuers' Shares, Rulebook of the Exchange 2015 (Issuers Rule) **Guaranty Trust Holding Company Plc** maintains a Security Trading Policy which guides Directors, Audit Committee members, employees and all individuals categorized as insiders as to their dealing in the Company's shares. The Policy undergoes periodic reviews by the Board and is updated accordingly. The Company has made specific inquiries of all its directors and other insiders and is not aware of any infringement of the policy during the period.