

STATEMENT TO THE NIGERIAN STOCK EXCHANGE AND THE SHAREHOLDERS ON THE EXTRACT OF AUDITED IFRS RESULTS FOR THE PERIOD ENDED 30 JUNE 2016

The Board of Directors of Guaranty Trust Bank Plc is pleased to announce the Group's audited results for the period ended 30 June 2016

Statements of Financial Position as at 30 June 2016

	Group Jun 2016 (N'million)	Group Dec 2015 (N'million)	Parent Jun 2016 (N'million)	Parent Dec 2015 (N'million)
ASSETS				
Cash and cash equivalents	386,771	254,633	266,941	173,133
Financial assets held for trading	18,905	34,626	7,248	25,076
Derivative financial assets	465	-	465	-
Investment securities:				
– Available for sale	342,317	364,180	290,322	327,586
– Held to maturity	36,461	29,408	3,209	3,211
Assets pledged as collateral	61,603	61,955	61,593	61,946
Loans and advances to banks	1,441	1,051	30	639
Loans and advances to customers	1,560,827	1,371,926	1,406,576	1,265,207
Investment in subsidiaries	-	-	43,968	41,906
Property and equipment	90,066	87,989	78,644	79,193
Intangible assets	13,927	12,471	3,450	2,493
Deferred tax assets	4,843	3,244	3,299	-
Restricted deposits and other assets	413,370	303,111	399,637	297,240
TOTAL ASSETS	2,930,996	2,524,594	2,565,382	2,277,630
LIABILITIES				
Deposits from banks	34,853	26,257	158	40
Deposits from customers	1,973,009	1,610,350	1,700,295	1,422,550
Derivative financial liabilities	398	-	398	-
Other liabilities	126,087	104,606	101,719	85,126
Current income tax liabilities	17,961	17,739	19,442	19,379
Deferred tax liabilities	4,040	6,840	-	6,346
Debt securities issued	113,962	180,117	-	-
Other borrowed funds	207,885	165,123	312,388	338,580
TOTAL LIABILITIES	2,478,195	2,111,032	2,134,400	1,872,021
CAPITAL AND RESERVES				
Share capital	14,716	14,716	14,716	14,716
Share premium	123,471	123,471	123,471	123,471
Treasury shares	(5,291)	(4,754)	-	-
Retained earnings	63,935	51,089	60,231	46,048
Other components of equity	248,127	222,651	232,564	221,374
Capital and reserves attributable to equity holders of the parent entity	444,958	407,173	430,982	405,609
Non-controlling interests in equity	7,843	6,389	-	-
TOTAL EQUITY	452,801	413,562	430,982	405,609
TOTAL EQUITY AND LIABILITIES	2,930,996	2,524,594	2,565,382	2,277,630

APPROVED BY THE BOARD OF DIRECTORS ON 27 JULY 2016:

 A.I. Adeniyi
 Chief Financial Officer
 FRC/2013/ICAN/00000004318

 C.N. Echeozo
 Deputy Managing Director
 FRC/2013/ICAN/00000001319

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

REPORT OF THE INDEPENDENT AUDITOR TO THE MEMBERS OF GUARANTY TRUST BANK PLC

Report on the financial statements

We have audited the accompanying separate and consolidated interim financial statements of Guaranty Trust Bank plc ("the bank") and its subsidiaries (together "the group"). These financial statements comprise the statement of financial position as at 30 June 2016 and the statements of comprehensive income, changes in equity and cash flows for the period ended, and a summary of significant accounting policies and other explanatory notes.

Directors' responsibility for the financial statements

The directors are responsible for the preparation and fair presentation of these financial statements in accordance with IAS 34 "Interim Financial Reporting" and with the requirements of the Companies and Allied Matters Act and the Banks and Other Financial Institutions Act and for such internal control, as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an independent opinion on the financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform our audit to obtain reasonable assurance that the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Opinion

In our opinion the accompanying financial statements give a true and fair view of the state of the financial affairs of the bank and the group as at 30 June 2016 and of the financial performance and cash flows for the period then ended 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.

Report on other legal requirements

The Companies and Allied Matters Act and the Banks and Other Financial Institutions Act require that in carrying out our audit we consider and report to you on the following matters. We confirm that:

- we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- the bank has kept proper books of account, so far as appears from our examination of those books and returns adequate for our audit have been received from branches not visited by us;
- the bank's statement of financial position and comprehensive income are in agreement with the books of account;
- the information required by Central Bank of Nigeria Circular BSD/1/2004 on insider related credits is disclosed in Note 47 to the financial statements;
- except for the contraventions disclosed in Note 48 to the financial statements, the bank has complied with the requirements of the relevant circulars issued by the Central Bank of Nigeria



For: PricewaterhouseCoopers
Chartered Accountants
Lagos, Nigeria
Engagement Partner Daniel Asapokhai
FRC/2013/ICAN/00000000946



10 August 2016

Income Statements for the period ended 30 June 2016

	Group Jun 2016 (N'million)	Group Jun 2015 (N'million)	Parent Jun 2016 (N'million)	Parent Jun 2015 (N'million)
Interest income	109,778	113,885	95,412	103,006
Interest expense	(30,663)	(33,765)	(26,210)	(30,097)
Net interest income	79,115	80,120	69,202	72,909
Loan impairment charges	(37,547)	(5,951)	(36,655)	(6,002)
Net interest income after loan impairment charges	41,568	74,169	32,547	66,907
Fee and commission income	36,077	24,609	31,548	20,693
Fee and commission expense	(1,268)	(1,091)	(1,074)	(959)
Net fee and commission income	34,809	23,518	30,474	19,734
Net gains on financial instruments classified as held for trading	2,346	7,596	1,122	6,211
Other income	61,671	6,906	63,281	7,775
Net impairment reversal on financial assets	-	3	-	3
Personnel expenses	(14,514)	(15,109)	(10,948)	(11,042)
Operating lease expenses	(603)	(535)	(336)	(338)
Depreciation and amortisation	(7,010)	(6,124)	(6,081)	(5,336)
Other operating expenses	(26,885)	(27,312)	(22,333)	(24,712)
Profit before income tax	91,382	63,112	87,726	59,202
Income tax expense	(13,921)	(9,738)	(12,190)	(8,267)
Profit for the period	77,461	53,374	75,536	50,935
Profit attributable to:				
Equity holders of the parent entity	77,088	52,967	75,536	50,935
Non-controlling interests	373	407	-	-
	77,461	53,374	75,536	50,935

Statements of Other Comprehensive Income for the period ended 30 June, 2016

	Group Jun 2016 (N'million)	Group Jun 2015 (N'million)	Parent Jun 2016 (N'million)	Parent Jun 2015 (N'million)
Profit for the period	77,461	53,374	75,536	50,935
Other comprehensive income to be reclassified to profit or loss in subsequent periods:				
- Foreign currency translation differences for foreign operations	18,439	(1,318)	-	-
- Income tax relating to foreign currency translation differences for foreign operations	(5,532)	395	-	-
- Net change in fair value of available for sale financial assets	(7,565)	3,224	(7,819)	3,117
- Income tax relating to net change in fair value of available for sale financial assets	2,316	(797)	2,392	(765)
Other comprehensive income for the period, net of tax	7,658	1,504	(5,427)	2,352
Total comprehensive income for the period	85,119	54,878	70,109	53,287
Profit attributable to:				
- Equity holders of the parent entity	83,056	54,397	70,109	53,287
- Non-controlling interests	2,063	481	-	-
Total comprehensive income for the period	85,119	54,878	70,109	53,287
Earnings per share for the profit attributable to the equity holders of the parent entity during the period (expressed in naira per share):				
- Basic	2.74	1.88	2.57	1.73
- Diluted	2.74	1.88	2.57	1.73
Gross Earnings	209,873	152,996	191,363	137,685

Total impaired Loans and Advances (N'million) and Advances (%)

	Jun 2016	Dec 2015	Jun 2016	Dec 2015
Total impaired Loans and Advances (N'million)	71,428	45,061	51,937	36,611
Total impaired Loans and Advances to Loans and Advances (%)	4.39%	3.21%	3.54%	2.83%