

GUARANTY TRUST BANK PLC

STATEMENT TO THE NIGERIAN STOCK EXCHANGE AND THE SHAREHOLDERS ON THE EXTRACT OF AUDITED IFRS RESULTS FOR THE PERIOD ENDED 30 JUNE 2020

The Board of Directors of Guaranty Trust Bank Plc is pleased to present the summary financial information of the Group's interim audited results for the period ended 30 June 2020. The summary financial information disclosed were derived from the full interim financial statements of Guaranty Trust Bank plc ("the bank") and its subsidiaries (together "the group") for the period ended 30 June 2020 and cannot be expected to provide a full understanding of the financial performance, financial position and financing and investing activities of the bank and the group. The bank's auditor issued an unqualified opinion on the full interim financial statements for the period ended 30 June 2020 from which these summary financial information were derived. The bank's auditor made a report under section 359 of the Companies and Allied Matters Act. The full interim financial statements from which these summary financial information were derived would be delivered to the Corporate Affairs Commission within the required deadline. An electronic copy of the full interim financial statements can be obtained at www.gtbank.com.

Statements of Financial Position as at 30 June 2020	Group	Group	Parent	Parent
	Jun 2020	Dec 2019	Jun 2020	Dec 2019
	₦'million	₦'million	₦'million	₦'million
ASSETS				
Cash and bank balances	758,814	593,551	506,748	396,916
Financial assets at fair value through profit or loss	140,799	73,486	112,457	44,718
Derivative financial assets	34,844	26,012	34,844	26,012
Investment securities:				
– Fair value through Profit or Loss	3,250	33,084	3,250	33,084
– Fair value through Other Comprehensive Income	534,090	585,392	435,094	495,732
– Held at amortised cost	125,422	145,561	2,003	2,003
Assets pledged as collateral	61,426	58,037	61,201	57,791
Loans and advances to banks	1,132	1,514	66	72
Loans and advances to customers	1,623,095	1,500,572	1,416,783	1,300,821
Restricted deposits and other assets	1,054,275	577,433	1,017,248	552,106
Investment in subsidiaries	-	-	56,903	55,814
Property and equipment	149,559	141,775	130,083	122,633
Intangible assets	20,520	20,245	9,899	9,546
Deferred tax assets	4,098	2,257	-	-
TOTAL ASSETS	4,511,324	3,758,919	3,786,579	3,097,248
LIABILITIES				
Deposits from banks	84,927	107,518	15	15
Deposits from customers	3,001,340	2,532,540	2,493,672	2,086,810
Financial liabilities at fair value through profit or loss	-	1,616	-	1,616
Derivative financial liabilities	2,460	2,316	2,460	2,315
Other liabilities	525,974	233,426	492,629	205,817
Current income tax liabilities	9,500	20,597	8,682	19,748
Other borrowed funds	145,355	163,000	145,355	162,743
Deferred tax liabilities	20,834	10,568	19,947	12,294
TOTAL LIABILITIES	3,790,390	3,071,581	3,162,760	2,491,358
CAPITAL AND RESERVES				
Share capital	14,716	14,716	14,716	14,716
Share premium	123,471	123,471	123,471	123,471
Treasury shares	(6,532)	(6,532)	-	-
Retained earnings	115,959	119,248	63,694	78,111
Other components of equity	458,699	422,705	421,938	389,592
Capital and reserves attributable to equity holders of the parent entity	706,313	673,608	623,819	605,890
Non-controlling interests in equity	14,621	13,730	-	-
TOTAL EQUITY	720,934	687,338	623,819	605,890
TOTAL EQUITY AND LIABILITIES	4,511,324	3,758,919	3,786,579	3,097,248

Income Statements for the 6 month period ended 30 June 2020

	Group	Group	Parent	Parent
	Jun 2020	Jun 2019	Jun 2020	Jun 2019
	₦'million	₦'million	₦'million	₦'million
Interest income calculated using effective interest rate	150,486	146,449	124,376	120,543
Interest income on financial assets at fair value through profit or loss	3,222	2,544	2,025	1,856
Interest expense	(26,093)	(32,628)	(20,349)	(25,996)
Net interest income	127,615	116,365	106,052	96,403
Loan impairment charges	(6,769)	(2,186)	(4,524)	(1,673)
Net interest income after loan impairment charges	120,846	114,179	101,528	94,730
Fee and commission income	24,729	35,349	15,871	26,648
Fee and commission expense	(2,435)	(1,505)	(1,757)	(542)
Net fee and commission income	22,294	33,844	14,114	26,106
Net gains on financial instruments held at fair value through profit or loss	10,791	9,488	4,101	2,897
Other income	35,910	28,039	34,446	25,948
Net impairment reversal on other financial assets	3,180	108	3,112	362
Personnel expenses	(18,776)	(18,579)	(12,002)	(11,625)
Right-of-use asset amortisation	(958)	(1,230)	(403)	(358)
Depreciation and amortisation	(14,024)	(10,622)	(12,022)	(8,416)
Other operating expenses	(49,549)	(39,440)	(41,570)	(32,506)
Profit before income tax	109,714	115,787	91,304	97,138
Income tax expense	(15,443)	(16,654)	(11,402)	(12,163)
Profit for the period	94,271	99,133	79,902	84,975
Profit attributable to:				
Equity holders of the parent entity	93,367	98,339	79,902	84,975
Non-controlling interests	904	794	-	-
	94,271	99,133	79,902	84,975
Earnings per share for the profit attributable to the equity holders of the parent entity during the period (expressed in naira per share):				
– Basic	3.32	3.50	2.71	2.89
– Diluted	3.32	3.50	2.71	2.89

Statements of other comprehensive income for the period ended 30 June 2020

	Group	Group	Parent	Parent
	Jun 2020	Jun 2019	Jun 2020	Jun 2019
	₦'million	₦'million	₦'million	₦'million
Profit for the period	94,271	99,133	79,902	84,975
Other comprehensive income not to be reclassified to profit or loss in subsequent periods				
Net change in fair value of equity investments FVOCI	-	54	-	54
Other comprehensive income to be reclassified to profit or loss in subsequent periods:				
- Foreign currency translation differences for foreign operations	1,806	(5,930)	-	-
- Income tax relating to foreign currency translation differences for foreign operations	(542)	1,779	-	-
- Net change in fair value of other financial assets FVOCI	16,714	7,336	16,579	6,357
- Income tax relating to change in fair value of other financial assets FVOCI	(5,014)	(2,200)	(4,974)	(1,907)
Other comprehensive income for the period, net of tax	12,964	1,039	11,605	4,504
Total comprehensive income for the period	107,235	100,172	91,507	89,479
Profit attributable to:				
Equity holders of the parent entity	106,283	99,376	91,507	89,479
Non-controlling interests	952	796	-	-
Total comprehensive income for the period	107,235	100,172	91,507	89,479

	Jun 2020	Jun 2019	Jun 2020	Jun 2019
Gross Earnings	225,138	221,869	180,819	177,892

	Jun 2020	Dec 2019	Jun 2020	Dec 2019
Total impaired Loans and Advances (N'million)	115,435	102,453	89,389	83,498
Total impaired Loans and Advances to Gross Loans and Advances (%)	6.80%	6.53%	6.05%	6.15%

Reports on the Resolution of Customers' Complaints

Below is a breakdown of Complaints received and resolved by the Bank during the period ended 30 June 2020 pursuant to CBN circular dated August 16, 2011.

Description	Number	Amount Claimed (N'000)	Amount Refunded (N'000)
Pending Complaints brought forward from prior period	53	328,758	-
Received Complaints	12,025	342,314	-
Resolved Complaints	12,033	377,155	57,490
Unresolved Complaints escalated to CBN for intervention	-	-	-
Unresolved Complaints pending with the Bank carried forward	45	293,917	-

APPROVED BY THE BOARD OF DIRECTORS ON 13 AUGUST 2020


FRC/2013/ICAN/00000004318

A.I Adeniyi
(Chief Financial Officer)


FRC/2017/CIBN/00000016515

H.H Musa
(Executive Director)


FRC/2013/CIBN/0000001782

J.K Agbaje
(Group Managing Director and Chief Executive)

REPORT ON THE AUDIT OF THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

To the members of Guaranty Trust Bank Plc

Report on the summary interim consolidated and separate financial statements

Opinion

The summary interim consolidated and separate financial statements (the "summary financial statements"), which comprise the summary interim consolidated and separate statements of financial position as at 30 June 2020 and the summary interim consolidated and separate statements of comprehensive income for the 6 month period then ended are derived from the audited interim consolidated and separate financial statements (the "audited financial statements") of Guaranty Trust Bank Plc ("the Bank") and its subsidiary companies (together the "Group") for the 6 month period ended 30 June 2020.

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

Summary financial statements

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

The audited financial statements and our report thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated 20 August 2020. That report also includes the communication of key audit matters. Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period.

Directors' responsibility for the summary financial statements

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

Auditor's responsibility

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

Report on other legal and regulatory requirements

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

- we did not report any exceptions under the sixth schedule of the Companies and Allied Matters Act;
- the Bank has disclosed the information required by the Central Bank of Nigeria circular on insider related credits;
- the Bank paid penalties in respect of contraventions of certain sections of the Banks and Other Financial Institutions Act and relevant circulars issued by the Central Bank of Nigeria during the 6 month period ended 30 June 2020.



For: PricewaterhouseCoopers
Chartered Accountants
Lagos, Nigeria

Engagement Partner: Obioma Ubah
FRC/2013/ICAN/0000002002



20 August 2020