

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 2021

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 2021. 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 2021 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 unmodified opinion on the full interim financial statements for the period ended 30 June 2021 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.

Consolidated and Separate Statements of Financial Position as at 30 June 2021	Group Jun-2021	Group Dec 2020	Parent Jun 2021	Parent Dec 2020
	N'million	N'million	N'million	N'million
ASSETS				
Cash and bank balances	794,324	745,557	517,773	493,209
Financial assets at fair value through profit or loss	76,244	67,535	3,487	36,227
Derivative financial assets	35,389	26,449	35,389	26,449
Investment securities:				
– Fair Value through Profit or Loss	3,274	3,274	3,274	3,274
– Fair Value through Other Comprehensive Income	290,067	693,372	180,410	596,932
– Held at amortised cost	865,137	283,582	663,755	77,820
Assets pledged as collateral	69,458	62,200	69,073	61,956
Loans and advances to banks	89	99	89	40
Loans and advances to customers	1,632,089	1,662,732	1,339,074	1,410,578
Restricted deposits and other assets	1,067,577	1,226,481	1,017,671	1,160,172
Investment in subsidiaries	-	-	56,903	56,903
Property and equipment	153,501	148,783	133,322	128,690
Intangible assets	19,516	19,873	9,152	9,294
Deferred tax assets	10,617	4,716	5,097	-
TOTAL ASSETS	5,017,282	4,944,653	4,034,469	4,061,544
LIABILITIES				
Deposits from banks	129,535	101,510	7	13
Deposits from customers	3,625,218	3,509,319	2,941,791	2,881,686
Financial liabilities at fair value through profit or loss	3,087	-	3,087	-
Derivative financial liabilities	2,292	2,759	2,292	2,758
Other liabilities	328,338	356,223	292,500	321,976
Current income tax liabilities	13,760	21,592	11,926	19,720
Other borrowed funds	110,469	113,895	107,123	113,471
Deferred tax liabilities	7,000	24,960	-	19,520
TOTAL LIABILITIES	4,219,699	4,130,258	3,358,726	3,359,144
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	(7,537)	(6,928)	-	-
Retained earnings	163,870	193,922	99,670	137,049
Other components of equity	485,692	473,434	437,886	427,164
Capital and reserves attributable to equity holders of the parent entity	780,212	798,615	675,743	702,400
Non-controlling interests in equity	17,371	15,780	-	-
TOTAL EQUITY	797,583	814,395	675,743	702,400
TOTAL LIABILITIES AND EQUITY	5,017,282	4,944,653	4,034,469	4,061,544

Consolidated and Separate Income Statements for the 6-month period ended 30 June 2021	Group Jun-2021	Group Jun 2020	Parent Jun 2021	Parent Jun 2020
	N'million	N'million	N'million	N'million
Interest income calculated using effective interest rate	116,865	150,486	84,911	124,376
Interest income on financial assets at fair value through profit or loss	9,226	3,222	7,418	2,025
Interest expense	(19,036)	(26,093)	(10,895)	(20,349)
Net interest income	107,055	127,615	81,434	106,052
Loan impairment charges	(4,714)	(6,769)	(2,124)	(4,524)
Net interest income after loan impairment charges	102,341	120,846	79,310	101,528
Fee and commission income	38,284	26,457	26,005	17,599
Fee and commission expense	(1,429)	(2,435)	(622)	(1,757)
Net fee and commission income	36,855	24,022	25,383	15,842
Net gains on financial instruments held at fair value through profit or loss	10,430	10,791	3,946	4,101
Other income	33,109	34,182	36,322	32,718
Net impairment reversal on other financial assets	(342)	3,180	-	3,112
Personnel expenses	(17,235)	(17,449)	(11,217)	(11,802)
Right-of-use asset depreciation	(2,431)	(959)	(1,585)	(403)
Depreciation and amortisation	(15,330)	(14,025)	(13,205)	(12,022)
Other operating expenses	(54,341)	(50,874)	(43,533)	(41,770)
Profit before income tax	93,056	109,714	75,421	91,304
Income tax expense	(13,641)	(15,443)	(8,032)	(11,402)
Profit for the period	79,415	94,271	67,389	79,902
Profit attributable to:				
Equity holders of the parent entity	78,141	93,367	67,389	79,902
Non-controlling interests	1,274	904	-	-
	79,415	94,271	67,389	79,902

Consolidated and Separate Statements of Other Comprehensive income for the 6-month period ended 30 June 2021	Group Jun-2021	Group Jun 2020	Parent Jun 2021	Parent Jun 2020
	N'million	N'million	N'million	N'million
Profit for the period	79,415	94,271	67,389	79,902
Other comprehensive income not to be reclassified to profit or loss in subsequent periods:				
Net change in fair value of equity investments FVOCI	-	-	-	-
Other comprehensive income to be reclassified to profit or loss in subsequent periods:				
- Foreign currency translation differences for foreign operations	(2,731)	1,807	-	-
- Income tax relating to foreign currency translation differences for foreign operations	819	(542)	-	-
- Net change in fair value of financial assets FVOCI	(19,840)	16,714	(20,830)	16,579
- Income tax relating to change in fair value of other financial assets FVOCI	5,952	(5,015)	6,249	(4,974)
Other comprehensive income for the period, net of tax	(15,800)	12,964	(14,581)	11,605
Total comprehensive income for the period	63,615	107,235	52,808	91,507
Profit attributable to:				
Equity holders of the parent entity	61,671	106,283	52,808	91,507
Non-controlling interests	1,944	952	-	-
Total comprehensive income for the period	63,615	107,235	52,808	91,507

Earnings per share for the profit attributable to the equity holders of the parent entity during the period (expressed in naira per share):	Profit attributable to:			
	Jun-2021	Dec-2020	Jun-2021	Dec-2020
– Basic	2.79	3.32	2.29	2.71
– Diluted	2.79	3.32	2.29	2.71
Gross Earnings	207,914	225,138	158,602	180,819

NPL based on Prudential Guidelines (N'million)	Jun-2021	Dec-2020	Jun-2021	Dec-2020
	N'million	N'million	N'million	N'million
NPL based on Prudential Guidelines (N'million)	115,696	111,464	92,925	86,575
NPL ratio based on prudential Guidelines (%)	6.75%	6.39%	6.62%	5.88%

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 2021 pursuant to CBN circular dated August 16, 2011.

Description	Number	Amount Claimed	Amount Refunded
		(N'000)	(N'000)
Pending Complaints brought forward from prior period	-	-	-
Received Complaints	191,995	489,323	-
Resolved Complaints	191,643	489,271	311,630
Unresolved Complaints escalated to CBN for intervention	-	-	-
Unresolved Complaints pending with the Bank carried forward	352	52	-

APPROVED BY THE BOARD OF DIRECTORS ON 28 JULY 2021:


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


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


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

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF GUARANTY TRUST BANK PLC (NOW GUARANTY TRUST BANK LIMITED) ON THE SUMMARY INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

Report on the Audit of the Summary Consolidated and Separate Financial Statements

Opinion

The summary consolidated and separate financial statements of Guaranty Trust Bank Plc ("the Bank"; now Guaranty Trust Bank Limited) and its subsidiaries (together "the Group"), which comprise the consolidated and separate statements of financial position as at 30 June 2021, and the consolidated and separate income statements, consolidated and separate statements other comprehensive income for the period then ended, are derived from the audited consolidated and separate financial statements of Guaranty Trust Bank Plc and its subsidiaries for the period ended 30 June 2021.

In our opinion, the accompanying summary consolidated and separate financial statements are consistent, in all material respects, with the audited consolidated and separate financial statements, in accordance with International Financial Reporting Standards and the relevant provisions of the Companies and Allied Matters Act 2020, the Banks and Other Financial Institutions Act (BOFIA) 2020, and relevant circulars issued by the Central Bank of Nigeria (CBN) and in compliance with the Financial Reporting Council of Nigeria Act No. 6, 2011.

Summary Consolidated and Separate Financial Statements

The summary consolidated and separate financial statements do not contain all the disclosures required by the International Financial Reporting Standards, the provisions of the Companies and Allied Matters Act 2020, the Banks and Other Financial Institutions Act (BOFIA) 2020, and relevant circulars issued by the Central Bank of Nigeria (CBN) and in compliance with the Financial Reporting Council Act No. 6, 2011, applied in the preparation of the consolidated and separate financial statements of the Group and the Bank. The summary consolidated and separate financial statements should be read in conjunction with the audited consolidated and separate financial statements. Reading the summary consolidated and separate financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited consolidated and separate financial statements and the auditor's report thereon. The summary consolidated and separate financial statements and the audited consolidated and separate financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited consolidated and separate financial statements.

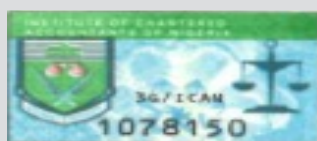
The Audited Consolidated and Separate Financial Statements and Our Report Thereon

We expressed an unmodified opinion on the audited consolidated and separate financial statements in our report dated 13 August 2021. Our report also includes the communication of key audit matters which discussed the credit impairment for financial assets and off-balance sheet exposures. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated and separate financial statements for the current period.

The consolidated and separate financial statements for the year ended 31 December 2020 and for the period ended 30 June 2020 were audited by another auditor who expressed an unmodified opinion on the consolidated and separate financial statements for the year ended 31 December 2020 on 25 February 2021, and for the period ended 30 June 2020 on 20 August 2020.



Anthony Oputa
FRC/2013/CAN/00000000980
For: Ernst & Young
Lagos, Nigeria
Date: 13 August 2021



Directors' Responsibility for the Summary Consolidated and Separate Financial Statements

The Directors are responsible for the preparation and fair presentation of these summary consolidated and separate financial statements in accordance with International Financial Reporting Standards, the provisions of the Companies and Allied Matters Act 2020, the Banks and Other Financial Institutions Act (BOFIA) 2020, and relevant circulars issued by the Central Bank of Nigeria (CBN) and in compliance with the Financial Reporting Council of Nigeria Act No. 6, 2011, and for such internal control as the Directors determine is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatements whether due to fraud or error.

Auditor's Responsibility for the Summary Consolidated and Separate Financial Statements

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

Report on Other Legal and Regulatory Requirements

In accordance with the requirement of the Fifth Schedule of the Companies and Allied Matters Act 2020, we confirm that:

- we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- in our opinion, proper books of account have been kept by the Group and the Bank, in so far as it appears from our examination of those books;
- the consolidated and separate statements of financial position and the consolidated and separate income statements, the consolidated and separate statements of other comprehensive income are in agreement with the books of account;
- in our opinion, the consolidated and separate financial statements have been prepared in accordance with the provisions of the Companies and Allied Matters Act (CAMA), 2020 so as to give a true and fair view of the state of affairs and financial performance of the Bank and its subsidiaries.

In compliance with the Banks and Other Financial Institutions Act, 2020 and circulars issued by Central Bank of Nigeria:

- Related party transactions and balances are disclosed in the consolidated and separate financial statements in compliance with the Central Bank of Nigeria circular BSD/1/2004.
- Returns on customers complaints have been provided herein and in Other Information - Complaints and Feedback in its half-year report in compliance with the Central Bank of Nigeria Circular PDR/DIR/CIR/1/20;
- As disclosed in the consolidated and separate financial statements, the Bank contravened certain circulars of the Central Bank of Nigeria.