

GUARANTY TRUST BANK PLC

STATEMENT TO THE NIGERIAN STOCK EXCHANGE AND THE SHAREHOLDERS ON THE EXTRACT OF AUDITED IFRS RESULTS FOR THE YEAR ENDED 31 DECEMBER 2019

The Board of Directors of Guaranty Trust Bank Plc is pleased to present the summary financial information of the Group's audited results for the year ended 31 December 2019. The summary financial information disclosed were derived from the full financial statements of Guaranty Trust Bank plc ("the bank") and its subsidiaries (together "the group") for the year ended 31 December 2019 and cannot be expected to provide a full understanding of the financial performance, financial position and financing and investing activities of the bank and the group. The bank's auditor issued an unqualified opinion on the full financial statements for the year ended 31 December 2019 from which these summary financial information were derived. The bank's auditor made a report under section 359 of the Companies and Allied Matters Act. The full financial statements from which these summary financial information were derived would be delivered to the Corporate Affairs Commission within the required deadline. An electronic copy of the full financial statements can be obtained at www.gtbank.com

Statements of Financial Position as at 31 December 2019	Group	Restated	Restated	Parent	Restated	Restated
	Dec 2019	Group	Group	Dec 2019	Parent	Parent
	N'million	N'million	N'million	N'million	N'million	N'million
ASSETS						
Cash and bank balances	593,551	676,989	641,974	396,916	457,498	455,296
Financial assets at fair value through profit or loss	73,486	11,315	23,946	44,718	8,920	16,652
Derivative financial assets	26,012	3,855	2,839	26,012	3,855	2,839
Investment securities:						
– Fair Value through Profit or Loss	33,084	2,620	-	33,084	2,620	-
– Fair Value through Other Comprehensive Income	585,392	536,085	517,493	495,732	459,629	453,090
– Held at amortised cost	145,561	98,620	96,467	2,003	2,003	2,007
Assets pledged as collateral	58,037	56,777	58,976	57,791	56,292	58,962
Loans and advances to banks	1,514	2,995	750	72	46	43
Loans and advances to customers	1,500,572	1,259,010	1,448,533	1,300,821	1,067,999	1,265,972
Restricted deposits and other assets	577,433	508,678	444,947	552,106	494,970	433,529
Investment in subsidiaries	-	-	-	55,814	55,814	46,207
Property and equipment	141,775	111,826	98,670	122,633	96,301	84,980
Intangible assets	20,245	16,403	14,835	9,546	5,636	4,501
Deferred tax assets	2,257	2,170	1,667	-	-	-
	3,758,919	3,287,343	3,351,097	3,097,248	2,711,583	2,824,078
Assets classified as held for sale and discontinued operations	-	-	-	-	939	851
TOTAL ASSETS	3,758,919	3,287,343	3,351,097	3,097,248	2,712,522	2,824,929
LIABILITIES						
Deposits from banks	107,518	82,803	85,431	15	736	42
Deposits from customers	2,532,540	2,273,903	2,062,048	2,086,810	1,865,816	1,697,561
Financial liabilities at fair value through profit or loss	1,616	1,865	2,647	1,616	1,865	2,647
Derivative financial liabilities	2,316	3,753	2,607	2,315	3,753	2,607
Other liabilities	233,426	140,448	224,116	205,817	122,179	205,148
Current income tax liabilities	20,597	22,651	24,147	19,748	22,511	24,010
Debt securities issued	-	-	92,132	-	-	92,132
Other borrowed funds	163,000	178,567	220,492	162,743	177,361	210,671
Deferred tax liabilities	10,568	7,076	17,438	12,294	7,179	12,176
TOTAL LIABILITIES	3,071,581	2,711,066	2,731,058	2,491,358	2,201,400	2,246,994
Liabilities classified as held for sale and discontinued operations	-	-	-	-	936	848
TOTAL LIABILITIES	3,071,581	2,711,066	2,731,058	2,491,358	2,202,336	2,247,842
CAPITAL AND RESERVES						
Share capital	14,716	14,716	14,716	14,716	14,716	14,716
Share premium	123,471	123,471	123,471	123,471	123,471	123,471
Treasury shares	(6,532)	(5,584)	(5,291)	-	-	-
Retained earnings	119,248	107,249	123,256	78,111	78,012	108,104
Other components of equity	422,705	323,992	352,404	389,592	293,987	330,796
Capital and reserves attributable to equity holders of the parent entity	673,608	563,844	608,556	605,890	510,186	577,087
Non-controlling interests in equity	13,730	12,433	11,483	-	-	-
TOTAL EQUITY	687,338	576,277	620,039	605,890	510,186	577,087
TOTAL EQUITY AND LIABILITIES	3,758,919	3,287,343	3,351,097	3,097,248	2,712,522	2,824,929

Income Statements for the year ended 31 December 2019

	Group	Restated	Parent	Restated
	Dec 2019	Group	Dec 2019	Parent
	N'million	N'million	N'million	N'million
Interest income calculated using effective interest rate	291,658	303,436	238,303	255,888
Interest income on financial assets at fair value through profit or loss	4,547	3,527	2,875	2,123
Interest expense	(64,842)	(84,530)	(51,859)	(69,655)
Net interest income	231,363	222,433	189,319	188,356
Loan impairment charges	(4,912)	(4,906)	(2,221)	(1,504)
Net interest income after loan impairment charges	226,451	217,527	187,098	186,852
Fee and commission income	62,419	52,368	44,919	36,111
Fee and commission expense	(2,975)	(1,898)	(1,788)	(958)
Net fee and commission income	59,444	50,470	43,131	35,153
Net gains on financial instruments held at fair value through profit or loss	20,890	24,584	9,971	16,652
Other income	55,793	50,784	54,859	45,606
Net impairment (charge)/reversal on other financial assets	100	(650)	362	120
Personnel expenses	(37,284)	(36,856)	(23,331)	(23,681)
Right-of-use asset amortisation	(2,114)	-	(922)	-
Operating lease expenses	-	(2,085)	-	(664)
Depreciation and amortization	(22,692)	(17,629)	(18,641)	(14,255)
Other operating expenses	(68,880)	(70,558)	(52,349)	(55,812)
Profit before income tax	231,708	215,587	200,178	189,971
Income tax expense	(34,843)	(30,876)	(25,053)	(23,218)
Profit for the year from continuing operations	196,865	184,711	175,125	166,753
Loss for the year from discontinued operations	(16)	-	-	-
Profit for the year	196,849	184,711	175,125	166,753
Profit attributable to:				
Equity holders of the parent entity	195,382	183,923	175,125	166,753
Non-controlling interests	1,467	788	-	-
	196,849	184,711	175,125	166,753

Statements of other comprehensive income for the year ended 31 December 2019

	Group	Group	Parent	Parent
	Dec-2019	Dec-2018	Dec-2019	Dec-2018
	N'million	N'million	N'million	N'million
Profit for the year	196,849	184,711	175,125	166,753
Other comprehensive income not to be reclassified to profit or loss in subsequent years:				
Net change in fair value of equity investments FVOCI	54	71	54	71
Remeasurements of post-employment benefit obligations	(2,094)	(239)	(2,094)	(239)
Income tax relating to remeasurements of post-employment benefit obligations	628	72	628	72
Other comprehensive income to be reclassified to profit or loss in subsequent years:				
- Foreign currency translation differences for foreign operations	(7,323)	11,698	-	-
- Income tax relating to foreign currency translation differences for foreign operations	2,197	(3,510)	-	-
- Net change in fair value of financial assets FVOCI	4,796	(7,270)	4,258	(7,692)
- Income tax relating to net change in fair value of financial assets FVOCI	(1,438)	2,104	(1,277)	2,230
Other comprehensive income for the year, net of tax	(3,180)	2,926	1,569	(5,558)
Total comprehensive income for the year	193,669	187,637	176,694	161,195
Profit attributable to:				
Equity holders of the parent entity	192,301	186,140	176,694	161,195
- Total comprehensive income for the year from continuing operations	192,317	186,140	176,694	161,195
- Total comprehensive loss for the year from discontinued operations	(16)	-	-	-
Non-controlling interests	1,368	1,497	-	-
Total comprehensive income for the year	193,669	187,637	176,694	161,195
Earnings per share for the profit attributable to the equity holders of the parent entity during the year (expressed in naira per share):				
- Basic	6.96	6.54	5.95	5.67
- Diluted	6.96	6.54	5.95	5.67
Gross Earnings	435,307	434,699	350,927	356,380

	Dec-2019	Dec-2018	Dec-2019	Dec-2018
Total impaired Loans and Advances (N'million)	102,453	99,445	83,498	83,581
Total impaired Loans and Advances to Gross Loans & Advances (%)	6.53%	7.30%	6.15%	7.21%

Reports on the Resolution of Customers' Complaints

Below is a breakdown of Complaints received and resolved by the Bank during the year ended 31 December 2019 pursuant to CBN circular dated August 16, 2011

Description	Number	Amount Claimed	Amount Refunded
		(N'000)	(N'000)
Pending Complaints brought forward from prior year	87	329,014	-
Received Complaints	49,553	173,026	-
Resolved Complaints	49,587	173,282	282,014
Unresolved Complaints escalated to CBN for intervention	-	-	-
Unresolved Complaints pending with the Bank carried forward	53	328,758	-

APPROVED BY THE BOARD OF DIRECTORS ON 18 FEBRUARY 2020:

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

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

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

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

To the members of Guaranty Trust Bank Plc

Report on the summary consolidated and separate financial statements

Opinion

The summary consolidated and separate financial statements (the "summary financial statements"), which comprise the summary consolidated and separate statements of financial position as at 31 December 2019 and the summary consolidated and separate statements of other comprehensive income for the year then ended are derived from the audited consolidated and separate financial statements (the "audited financial statements") of Guaranty Trust Bank Plc ("the Bank") and its subsidiary companies (together the "Group") for the year ended 31 December 2019.

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 consolidated and separate 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 28 February 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 year ended 31 December 2019.

For: PricewaterhouseCoopers
Chartered Accountants
Lagos, Nigeria

Engagement Partner: Obioma Ubah
FRC/2013/CAN/00000002002



28 February 2020