

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 2017

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 period ended 30 June 2017. 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 2017 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 period ended 30 June 2017 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 30 June 2017

	Group Jun 2017 (N'million)	Group Dec 2016 (N'million)	Parent Jun 2017 (N'million)	Parent Dec 2016 (N'million)
ASSETS				
Cash and cash equivalents	513,291	455,863	338,093	233,847
Financial assets held for trading	14,728	12,054	9,949	6,321
Derivative financial assets	691	1,042	691	1,042
Investment securities:				
– Available for sale	524,558	448,057	483,524	408,247
– Held to maturity	87,399	80,156	5,218	5,219
Assets pledged as collateral	64,076	48,216	64,064	48,206
Loans and advances to banks	797	654	44	30
Loans and advances to customers	1,489,958	1,589,430	1,306,230	1,417,218
Investment in subsidiaries	-	-	43,965	43,968
Property and equipment	93,164	93,488	81,301	81,711
Intangible assets	14,035	13,859	3,644	3,378
Deferred tax assets	1,676	1,578	-	-
Restricted deposits and other assets	427,864	371,996	420,001	364,153
	3,232,237	3,116,393	2,756,724	2,613,340
Assets classified as held for sale and discontinued operations	-	-	851	-
TOTAL ASSETS	3,232,237	3,116,393	2,757,575	2,613,340
LIABILITIES				
Deposits from banks	55,608	125,068	38	40
Deposits from customers	1,966,376	1,986,246	1,627,718	1,681,185
Financial liabilities held for trading	10,388	2,065	10,388	2,065
Derivative financial liabilities	639	988	639	988
Other liabilities	272,052	115,682	246,636	90,060
Current income tax liabilities	20,136	17,928	19,429	17,819
Deferred tax liabilities	13,511	17,641	6,806	11,947
Debt securities issued	128,005	126,238	127,391	-
Other borrowed funds	227,524	219,634	211,131	332,318
	2,694,239	2,611,490	2,250,176	2,136,422
Liabilities included in assets classified as held for sale and discontinued operations	-	-	848	-
TOTAL LIABILITIES	2,694,239	2,611,490	2,251,024	2,136,422
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)	(5,291)	-	-
Retained earnings	97,140	90,273	89,244	83,989
Other components of equity	297,827	272,891	279,120	254,742
Capital and reserves attributable to equity holders of the parent entity	527,863	496,060	506,551	476,918
Non-controlling interests in equity	10,135	8,843	-	-
TOTAL EQUITY	537,998	504,903	506,551	476,918
TOTAL EQUITY AND LIABILITIES	3,232,237	3,116,393	2,757,575	2,613,340

The Group expects that barring unforeseen circumstances, the trend of the above results should be maintained for the rest of the year

APPROVED BY THE BOARD OF DIRECTORS ON 26 JULY 2017:

A. I. Adeniyi (Chief Financial Officer) FRC/2013/CAN/00000004318
 H. H. Musa (Executive Director) FRC/2017/CIBN/00000016515
 J. K. Agbaje (Group Managing Director and Chief Executive) FRC/2013/CIBN/0000001782

REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY 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 30 June 2017, the summary consolidated and separate income statements for the six months period then ended and the summary consolidated and separate statements of other comprehensive income for the six months period 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 six months period ended 30 June 2017.

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 Institutions 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 14 August 2017. 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 the Banks and Other Financial Institutions Act and/or relevant Central Bank of Nigeria circulars during the six months period ended 30 June 2017.

Obioma Ubah

For: PricewaterhouseCoopers
Chartered Accountants
Lagos, Nigeria



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

14 August, 2017

Income Statements for the period ended 30 June 2017

	Group Jun 2017 (N'million)	Group Jun 2016 Restated (N'million)	Parent Jun 2017 (N'million)	Parent Jun 2016 Restated (N'million)
Interest income	165,885	109,778	145,245	95,412
Interest expense	(36,347)	(30,663)	(29,530)	(26,210)
Net interest income	129,538	79,115	115,715	69,202
Loan impairment charges	(7,213)	(37,547)	(7,317)	(36,655)
Net interest income after loan impairment charges	122,325	41,568	108,398	32,547
Fee and commission income	28,027	36,077	21,389	31,548
Fee and commission expense	(966)	(1,268)	(654)	(1,074)
Net fee and commission income	27,061	34,809	20,735	30,474
Net gains on financial instruments classified as held for trading	5,664	2,346	3,104	1,122
Other income	14,522	61,671	16,864	63,281
Net impairment on other financial assets	(646)	-	(646)	-
Personnel expenses	(16,368)	(14,514)	(11,381)	(10,948)
Operating lease expenses	(750)	(603)	(327)	(336)
Depreciation and amortization	(7,881)	(7,010)	(6,544)	(6,081)
Other operating expenses	(42,826)	(32,579)	(35,645)	(28,026)
Profit before income tax	101,101	85,688	94,558	82,033
Income tax expense	(17,422)	(13,920)	(14,123)	(12,190)
Profit for the period	83,679	71,768	80,435	69,843
Profit attributable to:				
Equity holders of the parent entity	83,120	71,395	80,435	69,843
Non-controlling interests	559	373	-	-
	83,679	71,768	80,435	69,843

Statements of other comprehensive income for the period ended 30 June 2017

	Group Jun 2017 (N'million)	Group Jun 2016 Restated (N'million)	Parent Jun 2017 (N'million)	Parent Jun 2016 Restated (N'million)
Profit for the period	83,679	71,768	80,435	69,843
Other comprehensive income not to be reclassified to profit or loss in subsequent period:				
Actuarial gains and losses	649	-	649	-
Income tax relating to actuarial gains and losses	(194)	-	(194)	-
Other comprehensive income to be reclassified to profit or loss in subsequent period:				
- Foreign currency translation differences for foreign operations	(726)	18,439	-	-
- Income tax relating to foreign currency translation differences for foreign operations	218	(5,532)	-	-
- Net change in fair value of available for sale financial assets	1,747	(7,566)	354	(7,820)
- Income tax relating to net change in fair value of available for sale financial assets	(524)	2,316	(106)	2,392
Other comprehensive income for the period, net of tax	1,170	7,657	703	(5,428)
Total comprehensive income for the period	84,849	79,425	81,138	64,415
Total comprehensive income attributable to:				
Equity holders of the parent entity	83,307	77,362	81,138	64,415
Non-controlling interests	1,542	2,063	-	-
Total comprehensive income for the period	84,849	79,425	81,138	64,415
Earnings per share for the profit from continuing operations attributable to the equity holders of the parent entity during the period (expressed in naira per share):				
-Basic	2.96	2.54	2.73	2.37
-Diluted	2.96	2.54	2.73	2.37
Gross Earnings	214,098	209,872	186,602	191,363

Gross Earnings

	Group Jun 2017	Group Jun 2016	Parent Jun 2017	Parent Jun 2016
Total impaired Loans and Advances (N'million)	58,049	61,196	46,762	49,005
Total impaired Loans and Advances to Loans and Advances (%)	3.71%	3.66%	3.40%	3.29%

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 2017 pursuant to CBN circular dated August 16, 2011.

	Number	Amount Claimed (N'000)	Amount Refunded (N'000)
Pending Complaints brought forward from prior year	150	926,590	-
Received Complaints	7,181	264,715	-
Resolved Complaints	(7,098)	(264,157)	82,896
Unresolved Complaints escalated to CBN for intervention	-	-	-
Unresolved Complaints pending with the Bank carried forward	233	927,148	-