

	BANK 31 December 2021 Audited Shs '000	BANK 31 December 2020 Audited Shs '000
I STATEMENT OF FINANCIAL POSITION AS AT		
A ASSETS		
1 Cash (both Local & Foreign)	997,566	799,579
2 Balances with Central Bank of Kenya	1,267,518	1,133,451
3 Kenya Government & other Securities held for dealing purposes	-	-
4 Financial Assets at Fair Value through Profit & Loss	-	-
5 Investment Securities:		
(i) Held to Maturity:		
(a) Kenya Government Securities	-	-
(b) Other Securities	-	-
(ii) Available for Sale:		
(a) Kenya Government Securities	-	-
(b) Other Securities	-	-
6 Deposits and Balances due from Local Banking Institutions	10,603,217	8,616,014
7 Deposits and Balances due from Banking Institutions Abroad	2,243,097	4,525,104
8 Tax Recoverable	-	128,203
9 Financing arrangements to Customers (Net)	20,702,926	20,698,572
10 Balances due from Banking Institutions in the Group	-	-
11 Investments in Associates	-	-
12 Investments in Subsidiary Companies	1,000	1,000
13 Investments in Joint ventures	-	-
14 Investment Properties	-	-
15 Property, Plant and Equipment	530,553	720,276
16 Prepaid Lease Rentals	-	-
17 Intangible Assets	180,904	217,049
18 Deferred Tax Asset	628,855	387,025
19 Retirement Benefit Asset	-	-
20 Other Assets	522,859	426,349
TOTAL ASSETS	37,678,495	37,652,622
B LIABILITIES		
21 Balances due to Central Bank of Kenya	-	-
22 Customer Deposits	29,170,883	29,972,473
23 Deposits and Balances due to Local Banking Institutions	-	-
24 Deposits and Balances due to Foreign Banking Institutions	-	-
25 Other Money Market Deposits	-	-
26 Borrowed Funds	1,931,610	1,864,208
27 Balances due to Banking Institutions Group Companies	-	-
28 Tax Payable	287,908	-
29 Dividends Payable	-	-
30 Deferred Tax Liability	-	-
31 Retirement Benefit Liability	-	-
32 Other liabilities	815,399	787,306
TOTAL LIABILITIES	32,205,800	32,623,987
C SHAREHOLDERS' FUNDS		
33 Paid Up/ Assigned Capital	366,324	366,324
34 Share Premium (Discount)	2,282,112	2,282,112
35 Revaluation Reserves	-	-
36 Retained Earnings/Accumulated Losses	2,327,086	1,991,610
37 Statutory Loan Reserves	497,173	388,589
38 Other Reserves	-	-
39 Proposed Dividends	-	-
40 Capital Grants	-	-
TOTAL SHAREHOLDERS' FUNDS	5,472,695	5,028,635
TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	37,678,495	37,652,622
II STATEMENT OF COMPREHENSIVE INCOME FOR PERIOD ENDED		
PROFIT INCOME		
1 Financing arrangements	2,150,160	2,347,439
2 Government Securities	-	-
3 Deposits and Placements with Banking Institutions	755,677	515,445
4 Other Profit Income	6,201	6,563
Total Profit Income	2,912,738	2,869,447
PROFIT EXPENSE		
5 Customer Deposits	477,477	476,820
6 Deposits and Placement from Banking Institutions	3,153	8,818
7 Other Profit Expenses	193,391	218,188
Total Profit Expenses	674,021	703,826
NET PROFIT INCOME	2,238,717	2,165,621
OTHER OPERATING INCOME		
8 Fees and Commissions on Financing arrangements	131,656	106,357
9 Other Fees and Commissions	338,059	326,735
10 Foreign Exchange Trading Income (Loss)	232,018	283,295
11 Dividend Income	-	-
12 Other Income	5,241	-
Total Other Operating Income	706,974	716,387
TOTAL OPERATING INCOME	2,945,691	2,882,008
OPERATING EXPENSES		
13 Financing arrangements Loss Provision	186,587	401,024
14 Staff Costs	1,113,620	967,224
15 Directors' Emoluments	72,656	70,632
16 Rental Charges	39,548	38,212
17 Depreciation Charge on Property and Equipment	154,931	171,530
18 Amortisation Charges	59,463	49,748
19 Other Operating Expenses	631,414	624,412
Total Operating Expenses	2,258,219	2,222,782
Profit/(Loss) Before Tax and Exceptional Items	687,472	559,226
20 Exceptional Items	-	-
Profit/(Loss) After Exceptional Items	687,472	559,226
21 Current tax	485,242	56,837
22 Deferred tax	(241,830)	108,718
23 Profit/(Loss) After Tax and Exceptional Items	444,060	393,671
Minority Interest	-	-
Profit/(Loss) After Tax, Exceptional Items & Minority Interest	444,060	393,671
Other Comprehensive Income:		
24 Gains/(Losses) from Translating the Financial Statements of Foreign Operations	-	-
25 Fair Value changes in Available-for-sale Financial Assets	-	-
26 Revaluation Surplus on Property, Plant and Equipment	-	-
27 Share of other Comprehensive Income of Associates	-	-
28 Income Tax Relating to Components of other Comprehensive Income	-	-
Other Comprehensive Income for the Period Net of Tax	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	444,060	393,671
III OTHER DISCLOSURES		
1.0 NON-PERFORMING FINANCING ARRANGEMENTS		
1.1 (a) Gross Non-Performing Financing arrangements	3,623,419	4,028,256
1.2 (b) Less Profit in Suspense	241,258	156,468
1.3 (c) Total Non-Performing Financing arrangements (a-b)	3,382,161	3,871,788
1.4 (d) Less Financing arrangements Losses Provision	1,831,977	2,242,708
1.5 (e) Net Non-Performing Financing Arrangements(c-d)	1,550,184	1,629,080
1.6 (f) Discounted Value of Securities	1,531,911	1,485,516
1.7 (g) Net NPLs Exposure (e-f)	18,273	143,564
2.0 INSIDER FINANCING ARRANGEMENTS		
2.1 (a) Directors, Shareholders and Associates	3,000	3,000
2.2 (b) Employees	967,221	916,703
2.3 (c) Total Insider Financing arrangements and other facilities	970,221	919,703
3.0 OFF-BALANCE SHEET ITEMS		
3.1 (a) Letters of credit, Guarantees & Acceptances	1,198,980	1,062,437
3.2 (b) Forwards Swaps & Options	1,526,826	1,819,518
3.3 (c) Other Contingent Liabilities	659,418	879,919
3.4 (d) Total Contingent Liabilities	3,385,224	3,761,874
4.0 CAPITAL STRENGTH		
4.1 (a) Core capital	4,844,219	4,640,046
4.2 (b) Minimum Statutory Capital	1,000,000	1,000,000
4.3 (c) Excess/ (Deficiency) (a-b)	3,844,219	3,640,046
4.4 (d) Supplementary Capital	1,065,927	1,415,069
4.5 (e) Total Capital (a+d)	5,910,146	6,055,115
4.6 (f) Total risk weighted assets	30,962,180	31,903,026
4.7 (g) Core Capital/Total Deposit Liabilities	16.6%	15.5%
4.8 (h) Minimum Statutory Ratio	8.0%	8.0%
4.9 (i) Excess/ (Deficiency) (g-h)	8.6%	8.3%
4.10 (j) Core Capital / Total Risk Weighted Assets	15.6%	14.5%
4.11 (k) Minimum Statutory Ratio	10.5%	10.5%
4.12 (l) Excess/(Deficiency) (j-k)	5.1%	4.0%
4.13 (m) Total Capital/Total Risk Weighted Assets	19.1%	19.0%
4.14 (n) Minimum statutory Ratio	14.5%	14.5%
4.15 (o) Excess/(Deficiency) (m-n)	4.6%	4.5%
(p) Adjusted Core Capital/Total Deposit Liabilities*	16.6%	15.5%
(q) Adjusted Core Capital/Total Risk Weighted Assets*	15.6%	14.6%
(r) Adjusted Total Capital/Total Risk Weighted Assets*	19.1%	19.0%
5.0 LIQUIDITY		
5.1 (a) Liquidity Ratio	51.6%	50.1%
5.2 (b) Minimum Statutory Ratio	20.0%	20.0%
5.3 (c) Excess/(Deficiency) (a-b)	31.6%	30.1%

Notes

* The Adjusted Capital Ratios includes the expected credit loss provisions added back to Capital in line with the CBK Guidance Note issued in April 2018 on implementation of IFRS 9.

These financial statements are extracts from the bank's financial statements which have been audited by KPMG Kenya and have received an unqualified opinion. These financial statements are extracts of the books of the institution. The complete set of annual financial statements, statutory and other qualitative disclosures can be accessed in the institution's website www.gulfafrikanbank.com. They may also be accessed at the institution's head office at Gemina Insurance Plaza, Upperhill, Nairobi.

Rafik Nayed **Abdalla Abdulkhalik**
Chairman Managing Director

Gulf African Bank is regulated by the Central Bank of Kenya