



	31 March 2021 Unaudited Shs '000	31 December 2021 Audited Shs '000	31 March 2022 Unaudited Shs '000
<b>I STATEMENT OF FINANCIAL POSITION</b>			
<b>A ASSETS</b>			
1 Cash ( both Local & Foreign)	556,358	997,566	916,403
2 Balances with Central Bank of Kenya	1,613,489	1,267,518	1,192,231
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	867,431	-	-
(ii) Available for Sale:			
(a) Kenya Government Securities	-	-	-
(b) Other Securities	-	-	-
6 Deposits and Balances due from Local Banking Institutions	8,656,289	10,603,217	11,763,326
7 Deposits and Balances due from Banking Institutions Abroad	2,046,616	2,243,097	2,591,535
8 Tax Recoverable	53,673	-	-
9 Financing arrangements to Customers (Net)	20,889,162	20,702,926	20,498,621
10 Balances due from Banking Institutions in the Group	-	-	-
11 Investments in Associates	-	-	-
12 Investments in Subsidiary Companies	1,000	1,000	1,000
13 Investments in Joint ventures	-	-	-
14 Investment Properties	-	-	-
15 Property, Plant and Equipment	684,046	530,553	500,149
16 Prepaid Lease Rentals	-	-	-
17 Intangible Assets	204,444	180,904	191,400
18 Deferred Tax Asset	387,025	628,855	628,855
19 Retirement Benefit Asset	-	-	-
20 Other Assets	436,734	522,859	1,050,446
21 <b>TOTAL ASSETS</b>	<b>36,396,267</b>	<b>37,678,495</b>	<b>39,333,966</b>
<b>B LIABILITIES</b>			
22 Balances due to Central Bank of Kenya	-	-	-
23 Customer Deposits	28,515,480	29,170,883	30,540,825
24 Deposits and Balances due to Local Banking Institutions	-	-	-
25 Deposits and Balances due to Foreign Banking Institutions	-	-	-
26 Other Money Market Deposits	-	-	-
27 Borrowed Funds	1,900,500	1,931,610	1,998,837
28 Balances due to Banking Institutions Group Companies	-	-	-
29 Tax Payable	-	287,908	362,171
30 Dividends Payable	-	-	-
31 Deferred Tax Liability	-	-	-
32 Retirement Benefit Liability	-	-	-
33 Other liabilities	813,238	815,399	821,519
34 <b>TOTAL LIABILITIES</b>	<b>31,229,218</b>	<b>32,205,800</b>	<b>33,723,352</b>
<b>C SHAREHOLDERS' FUNDS</b>			
35 Paid Up/ Assigned Capital	366,324	366,324	366,324
36 Share Premium (Discount)	2,282,112	2,282,112	2,282,112
37 Revaluation Reserves	-	-	-
38 Retained Earnings/Accumulated Losses	2,007,762	2,327,086	2,534,582
39 Statutory Loan Reserves	510,851	497,173	427,596
40 Other Reserves	-	-	-
41 Proposed Dividends	-	-	-
42 Capital Grants	-	-	-
43 <b>TOTAL SHAREHOLDERS' FUNDS</b>	<b>5,167,049</b>	<b>5,472,695</b>	<b>5,610,614</b>
44 Minority Interest	-	-	-
45 <b>TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS</b>	<b>36,396,267</b>	<b>37,678,495</b>	<b>39,333,966</b>
<b>II STATEMENT OF COMPREHENSIVE INCOME</b>			
1.0 <b>PROFIT INCOME</b>			
1.1 Financing arrangements	531,374	2,150,160	523,649
1.2 Government Securities	-	-	-
1.3 Deposits and Placements with Banking Institutions	169,330	755,677	220,965
1.4 Other Profit Income	3,638	6,900	-
1.5 <b>Total Profit Income</b>	<b>704,342</b>	<b>2,912,738</b>	<b>744,614</b>
2.0 <b>PROFIT EXPENSE</b>			
2.1 Customer Deposits	106,296	477,477	129,197
2.2 Deposits and Placement from Banking Institutions	260	3,153	51
2.3 Other Profit Expenses	51,920	192,391	46,421
2.4 <b>Total Profit Expenses</b>	<b>158,486</b>	<b>674,021</b>	<b>175,669</b>
3.0 <b>NET PROFIT INCOME</b>	<b>545,856</b>	<b>2,238,717</b>	<b>568,945</b>
4.0 <b>OTHER OPERATING INCOME</b>			
4.1 Fees and Commissions on Financing arrangements	31,393	131,656	31,989
4.2 Other Fees and Commissions	83,645	338,059	82,431
4.3 Foreign Exchange Trading Income (Loss)	63,769	232,018	70,688
4.4 Dividend Income	-	-	-
4.5 Other Income	-	5,241	-
4.6 <b>Total Other Operating Income</b>	<b>178,807</b>	<b>706,974</b>	<b>185,108</b>
5.0 <b>TOTAL OPERATING INCOME</b>	<b>724,663</b>	<b>2,945,691</b>	<b>754,053</b>
6.0 <b>OPERATING EXPENSES</b>			
6.1 Financing arrangements Loss Provision	52,749	186,587	20,390
6.2 Staff Costs	249,551	1,113,620	295,687
6.3 Directors' Emoluments	18,133	72,656	18,834
6.4 Rental Charges	10,138	39,548	11,866
6.5 Depreciation Charge on Property and Equipment	39,546	154,931	37,048
6.6 Amortisation Charges	13,555	59,463	13,933
6.7 Other Operating Expenses	128,048	631,414	144,115
6.8 <b>Total Operating Expenses</b>	<b>511,720</b>	<b>2,258,219</b>	<b>541,873</b>
7.0 <b>Profit/(Loss) Before Tax and Exceptional Items</b>	<b>212,943</b>	<b>687,472</b>	<b>212,180</b>
8.0 Exceptional Items	-	-	-
9.0 <b>Profit/(Loss) After Exceptional Items</b>	<b>212,943</b>	<b>687,472</b>	<b>212,180</b>
10.0 Current tax	74,530	485,242	74,263
11.0 Deferred tax	-	(241,830)	-
12.0 <b>Profit/(Loss) After Tax and Exceptional Items</b>	<b>138,413</b>	<b>444,060</b>	<b>137,917</b>
13.0 Minority Interest	-	-	-
14.0 <b>Profit/(loss) after tax, exceptional items and Minority Interest</b>	<b>138,413</b>	<b>444,060</b>	<b>137,917</b>
15.0 Other Comprehensive Income:			
15.1 Gain/(Losses) from Translating the Financial Statements of Foreign Operations	-	-	-
15.2 Fair Value changes in Available-to-sale Financial Assets	-	-	-
15.3 Revaluation Surplus on Property, Plant and Equipment	-	-	-
15.4 Share of other Comprehensive Income of Associates	-	-	-
15.5 Income Tax Relating to Components of other Comprehensive Income	-	-	-
16.0 Other Comprehensive Income for the Period Net of Tax	-	-	-
17.0 <b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>138,413</b>	<b>444,060</b>	<b>137,917</b>
<b>III OTHER DISCLOSURES</b>			
1.0 <b>NON-PERFORMING FINANCING ARRANGEMENTS</b>			
1.1 (a) Gross Non-Performing Financing arrangements	4,070,625	3,623,419	3,486,223
1.2 (b) Less Profit in Suspense	173,648	241,258	270,454
1.3 (c) <b>Total Non-Performing Financing arrangements (a-b)</b>	<b>3,896,977</b>	<b>3,382,161</b>	<b>3,215,769</b>
1.4 (d) Less Financing arrangements Losses Provision	2,416,172	1,831,977	1,770,596
1.5 (e) <b>Net Non-Performing Financing Arrangements(c-d)</b>	<b>1,480,805</b>	<b>1,550,184</b>	<b>1,445,173</b>
1.6 (f) Discounted Value of Securities	1,418,951	1,531,911	1,420,913
1.7 (g) <b>Net NPLs Exposure (e-f)</b>	<b>61,854</b>	<b>18,273</b>	<b>24,260</b>
2.0 <b>INSIDER FINANCING ARRANGEMENTS</b>			
2.1 (a) Directors, Shareholders and Associates	3,000	3,000	3,000
2.2 (b) Employees	916,863	967,221	981,135
2.3 (c) <b>Total Insider Financing arrangements and other facilities</b>	<b>919,863</b>	<b>970,221</b>	<b>984,135</b>
3.0 <b>OFF-BALANCE SHEET ITEMS</b>			
3.1 (a) Letters of credit, Guarantees & Acceptances	1,151,608	1,198,980	1,435,379
3.2 (b) Forwards Swaps & Options	2,173,763	1,526,826	1,420,168
3.3 (c) Other Contingent Liabilities	530,650	659,418	706,825
3.4 (d) <b>Total Contingent Liabilities</b>	<b>3,856,021</b>	<b>3,385,224</b>	<b>3,562,372</b>
4.0 <b>CAPITAL STRENGTH</b>			
4.1 (a) Core capital	4,586,992	4,844,219	4,996,612
4.2 (b) Minimum Statutory Capital	1,000,000	1,000,000	1,000,000
4.3 (c) <b>Excess/(Deficiency) (a-b)</b>	<b>3,586,992</b>	<b>3,844,219</b>	<b>3,996,612</b>
4.4 (d) Supplementary Capital	1,420,621	1,065,927	1,087,520
4.5 (e) <b>Total Capital (a+d)</b>	<b>6,007,613</b>	<b>5,910,146</b>	<b>6,084,132</b>
4.6 (f) Total risk weighted assets	31,418,457	30,962,180	31,801,570
4.7 (g) <b>Core Capital/Total Deposit Liabilities</b>	<b>16.1%</b>	<b>16.6%</b>	<b>16.4%</b>
4.8 (h) Minimum Statutory Ratio	8.0%	8.0%	8.0%
4.9 (i) <b>Excess/(Deficiency) (g-h)</b>	<b>8.1%</b>	<b>8.6%</b>	<b>8.4%</b>
4.10 (j) <b>Core Capital / Total Risk Weighted Assets</b>	<b>14.6%</b>	<b>15.6%</b>	<b>15.7%</b>
4.11 (k) Minimum Statutory Ratio	10.5%	10.5%	10.5%
4.12 (l) <b>Excess/(Deficiency) (j-k)</b>	<b>4.1%</b>	<b>5.1%</b>	<b>5.2%</b>
4.13 (m) <b>Total Capital/Total Risk Weighted Assets</b>	<b>19.1%</b>	<b>19.1%</b>	<b>19.1%</b>
4.14 (n) Minimum statutory Ratio	14.5%	14.5%	14.5%
4.15 (o) <b>Excess/(Deficiency) (m-n)</b>	<b>4.6%</b>	<b>4.6%</b>	<b>4.6%</b>
(p) Adjusted Core Capital/Total Deposit Liabilities*	16.1%	16.6%	16.4%
(q) Adjusted Core Capital/Total Risk Weighted Assets*	14.6%	15.6%	15.7%
(r) Adjusted Total Capital/Total Risk Weighted Assets*	19.2%	19.1%	19.1%
5.0 <b>LIQUIDITY</b>			
5.1 (a) Liquidity Ratio	48.0%	51.6%	53.7%
5.2 (b) Minimum Statutory Ratio	20.0%	20.0%	20.0%
5.3 (c) <b>Excess/(Deficiency) (a-b)</b>	<b>28.0%</b>	<b>31.6%</b>	<b>33.7%</b>

**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 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.gulfafricanbank.com](http://www.gulfafricanbank.com). They may also be accessed at the institution's head office at Geminia Insurance Plaza, Upperhill, Nairobi.

Rafik Nayed  
Chairman

Anuj Mediratta  
CEO

Gulf African Bank is regulated by the Central Bank of Kenya