

AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES FOR THE YEAR ENDED 31 DECEMBER 2022

Shari'ah
Compliant

	BANK 31 December 2021 Audited Shs '000	BANK 31 December 2022 Audited Shs '000
I STATEMENT OF FINANCIAL POSITION AS AT		
A ASSETS		
1 Cash (both Local & Foreign)	997,566	1,058,729
2 Balances with Central Bank of Kenya	1,267,518	2,147,871
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	8,814,895
7 Deposits and Balances due from Banking Institutions Abroad	2,243,097	1,802,418
8 Tax Recoverable	-	367,357
9 Financing arrangements to Customers (Net)	20,702,926	22,016,309
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	492,924
16 Prepaid Lease Rentals	-	-
17 Intangible Assets	180,904	178,775
18 Deferred Tax Asset	628,855	491,410
19 Retirement Benefit Asset	-	-
20 Other Assets	522,859	790,783
TOTAL ASSETS	37,678,495	38,162,471
B LIABILITIES		
21 Balances due to Central Bank of Kenya	-	-
22 Customer Deposits	29,170,883	31,367,799
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	-
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	766,873
TOTAL LIABILITIES	32,205,800	32,134,672
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	3,074,364
37 Statutory Loan Reserves	497,173	304,999
38 Other Reserves	-	-
39 Proposed Dividends	-	-
40 Capital Grants	-	-
TOTAL SHAREHOLDERS' FUNDS	5,472,695	6,027,799
TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS	37,678,495	38,162,471
II STATEMENT OF COMPREHENSIVE INCOME FOR PERIOD ENDED		
PROFIT INCOME		
1 Financing arrangements	2,150,160	2,223,797
2 Government Securities	-	-
3 Deposits and Placements with Banking Institutions	755,677	881,228
4 Other Profit Income	6,901	-
Total Profit Income	2,912,738	3,105,025
PROFIT EXPENSE		
5 Customer Deposits	477,477	511,023
6 Deposits and Placement from Banking Institutions	3,153	1,593
7 Other Profit Expenses	193,391	130,409
Total Profit Expenses	674,021	643,025
NET PROFIT INCOME	2,238,717	2,462,000
OTHER OPERATING INCOME		
8 Fees and Commissions on Financing arrangements	131,656	137,969
9 Other Fees and Commissions	338,059	352,490
10 Foreign Exchange Trading Income (Loss)	232,018	303,191
11 Dividend Income	-	-
12 Other Income	5,241	63,812
Total Other Operating Income	706,974	857,462
TOTAL OPERATING INCOME	2,945,691	3,319,462
OPERATING EXPENSES		
13 Financing arrangements Loss Provision	186,587	477,562
14 Staff Costs	1,113,620	1,108,933
15 Directors' Emoluments	72,656	60,185
16 Rental Charges	39,548	47,357
17 Depreciation Charge on Property and Equipment	154,931	144,436
18 Amortisation Charges	59,463	57,698
19 Other Operating Expenses	631,414	596,543
Total Operating Expenses	2,258,219	2,492,714
Profit/(Loss) Before Tax and Exceptional Items	687,472	826,748
Exceptional Items	-	-
Profit/(Loss) After Exceptional Items	687,472	826,748
21 Current tax	485,242	134,199
22 Deferred tax	(241,830)	137,445
Profit/(Loss) After Tax and Exceptional Items	444,060	555,104
23 Minority Interest	-	-
Profit/(Loss) After Tax, Exceptional Items & Minority Interest	444,060	555,104
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	555,104

	BANK 31 December 2021 Audited Shs '000	BANK 31 December 2022 Audited Shs '000
III OTHER DISCLOSURES		
1.0 NON-PERFORMING FINANCING ARRANGEMENTS		
1.1 (a) Gross Non-Performing Financing arrangements	3,623,419	3,203,324
1.2 (b) Less Profit in Suspense	241,258	296,907
1.3 (c) Total Non-Performing Financing arrangements (a-b)	3,382,161	2,906,417
1.4 (d) Less Financing arrangements Losses Provision	1,831,977	1,926,955
1.5 (e) Net Non-Performing Financing Arrangements (c-d)	1,550,184	979,462
1.6 (f) Discounted Value of Securities	1,531,911	962,134
1.7 (g) Net NPLs Exposure (e-f)	18,273	17,328
2.0 INSIDER FINANCING ARRANGEMENTS		
2.1 (a) Directors, Shareholders and Associates	3,000	3,000
2.2 (b) Employees	967,221	1,009,299
2.3 (c) Total Insider Financing arrangements and other facilities	970,221	1,012,299
3.0 OFF-BALANCE SHEET ITEMS		
3.1 (a) Letters of credit, Guarantees & Acceptances	1,198,980	1,378,516
3.2 (b) Forwards Swaps & Options	1,526,826	1,665,225
3.3 (c) Other Contingent Liabilities	659,418	795,147
3.4 (d) Total Contingent Liabilities	3,385,224	3,838,888
4.0 CAPITAL STRENGTH		
4.1 (a) Core capital	4,844,219	5,722,800
4.2 (b) Minimum Statutory Capital	1,000,000	1,000,000
4.3 (c) Excess/ (Deficiency) (a-b)	3,844,219	4,722,800
4.4 (d) Supplementary Capital	1,065,927	304,999
4.5 (e) Total Capital (a+d)	5,910,146	6,027,799
4.6 (f) Total risk weighted assets	30,962,180	31,524,032
4.7 (g) Core Capital/Total Deposit Liabilities	16.6%	18.2%
4.8 (h) Minimum Statutory Ratio	8.0%	8.0%
4.9 (i) Excess/ (Deficiency) (g-h)	8.6%	10.2%
4.10 (j) Core Capital / Total Risk Weighted Assets	15.6%	18.2%
4.11 (k) Minimum Statutory Ratio	10.5%	10.5%
4.12 (l) Excess/(Deficiency) (j-k)	5.1%	7.7%
4.13 (m) Total Capital/Total Risk Weighted Assets	19.1%	19.1%
4.14 (n) Minimum statutory Ratio	14.5%	14.5%
4.15 (o) Excess/(Deficiency) (m-n)	4.6%	4.6%
(p) Adjusted Core Capital/Total Deposit Liabilities*	16.6%	18.2%
(q) Adjusted Core Capital/Total Risk Weighted Assets*	15.6%	18.2%
(r) Adjusted Total Capital/Total Risk Weighted Assets*	19.1%	19.1%
5.0 LIQUIDITY		
5.1 (a) Liquidity Ratio	51.6%	43.9%
5.2 (b) Minimum Statutory Ratio	20.0%	20.0%
5.3 (c) Excess/(Deficiency) (a-b)	31.6%	23.9%

* 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.gulfafricanbank.com. They may also be accessed at the institution's head office at Geminia Insurance Plaza, Upperhill, Nairobi.

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Rafik Nayed
Chairman

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Jyoti Patel
Director

GAB
15 Year
Anniversary


GulfAfricanBank
Your Partner For Growth

Celebrating 15 years of serving you!

Thank you for making us your Shari'ah Compliant Bank of Choice.

Profit After Tax

444 M

555 M

31 Dec 21

31 Dec 22



Customer Deposits

29.2 Bn

31.4 Bn

31 Dec 21

31 Dec 22



Customer Financing
Arrangements(Net)

20.7 Bn

22.01 Bn

31 Dec 21

31 Dec 22



Shareholders' Equity

5.5 Bn

6.03 Bn

31 Dec 21

31 Dec 22



Total Assets

37.7 Bn

38.2 Bn

31 Dec 21

31 Dec 22



Partnering with you to enable your growth