

**UNAUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES  
FOR THE PERIOD ENDING 31<sup>ST</sup> MARCH 2026**

I STATEMENT OF FINANCIAL POSITION AS AT		31 <sup>st</sup> March 2025	31 <sup>st</sup> December 2025	31 <sup>st</sup> March 2026
		Shs. '000' Unaudited	Shs. '000' Audited	Shs. '000' Unaudited
<b>A</b>	<b>ASSETS</b>			
1	Cash (both Local & Foreign)	145,018	190,458	125,807
2	Balances due from Central Bank of Kenya	1,924,359	2,601,440	5,437,692
3	Kenya Government and other securities held for dealing purposes	-	-	-
4	Financial Assets at fair value through profit and loss	-	-	-
5	Investment Securities:			
	a) Held to Maturity:	5,058,441	6,072,849	4,237,425
	a. Kenya Government securities	5,058,441	6,072,849	4,237,425
	b. Other securities	-	-	-
	b) Available for sale:	-	-	-
	a. Kenya Government securities	-	-	-
	b. Other securities	-	-	-
6	Deposits and balances due from local banking institutions	107,993	9,084	9,127
7	Deposits and balances due from banking institutions abroad	678,948	549,130	517,330
8	Tax recoverable	1,894	86,239	86,239
9	Loans and advances to customers (net)	7,467,957	6,919,340	6,467,337
10	Balances due from banking institutions in the group	-	-	-
11	Investments in associates	-	-	-
12	Investments in subsidiary companies	-	-	-
13	Investments in joint ventures	-	-	-
14	Investment properties	-	-	-
15	Property and equipment	71,981	66,650	74,716
16	Prepaid lease rentals	185,900	178,089	176,089
17	Intangible assets	27,958	26,640	27,578
18	Deferred tax asset	292,183	312,355	312,355
19	Retirement benefit asset	-	-	-
20	Other assets	437,687	438,671	502,773
<b>21</b>	<b>TOTAL ASSETS</b>	<b>16,400,318</b>	<b>17,450,947</b>	<b>17,974,469</b>
<b>B</b>	<b>LIABILITIES</b>			
22	Balances due to Central Bank of Kenya	-	-	-
23	Customer deposits	12,195,287	13,162,224	13,510,114
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	-	-	-
28	Balances due to banking institutions in the group	-	-	-
29	Tax payable	-	-	-
30	Dividends payable	-	-	-
31	Deferred tax liability	-	-	-
32	Retirement benefit liability	-	-	-
33	Other liabilities	427,040	433,057	563,487
<b>34</b>	<b>TOTAL LIABILITIES</b>	<b>12,622,327</b>	<b>13,595,281</b>	<b>14,073,601</b>
<b>C</b>	<b>SHAREHOLDERS' FUNDS</b>			
35	Paid up/Assigned capital	450,375	450,375	450,375
36	Share premium/(discount)	-	-	-
37	Revaluation reserves	-	-	-
38	Retained earnings/Accumulated losses	3,081,160	3,162,527	3,207,879
39	Statutory loan loss reserves	246,456	242,764	242,614
40	Other Reserves	-	-	-
41	Proposed dividends	-	-	-
42	Capital grants	-	-	-
<b>43</b>	<b>TOTAL SHAREHOLDERS' FUNDS</b>	<b>3,777,991</b>	<b>3,855,666</b>	<b>3,900,868</b>
<b>44</b>	<b>Minority Interest</b>			
<b>45</b>	<b>TOTAL LIABILITIES AND SHAREHOLDERS' FUNDS</b>	<b>16,400,318</b>	<b>17,450,947</b>	<b>17,974,469</b>
II STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED		31 <sup>st</sup> March 2025	31 <sup>st</sup> December 2025	31 <sup>st</sup> March 2026
		Shs. '000' Unaudited	Shs. '000' Audited	Shs. '000' Unaudited
<b>1.0</b>	<b>INTEREST INCOME</b>			
1.1	Loans and advances	287,126	1,030,154	223,773
1.2	Government securities	125,688	540,924	129,318
1.3	Deposits and placements with banking institutions	25,464	127,518	49,375
1.4	Other Interest income	1,359	1,359	-
<b>1.5</b>	<b>Total Interest Income</b>	<b>439,637</b>	<b>1,699,954</b>	<b>402,465</b>
<b>2.0</b>	<b>INTEREST EXPENSE</b>			
2.1	Customer deposits	206,262	764,744	191,098
2.2	Deposits and placement from banking institutions	-	-	-
2.3	Other interest expenses	8,423	11,604	8,008
<b>2.4</b>	<b>Total interest expenses</b>	<b>214,685</b>	<b>776,348</b>	<b>199,106</b>
<b>3.0</b>	<b>NET INTEREST INCOME/(LOSS)</b>	<b>224,952</b>	<b>923,607</b>	<b>203,359</b>
<b>4.0</b>	<b>NON-INTEREST INCOME</b>			
4.1	Fees and commissions on loans and advances	6,548	58,482	6,186
4.2	Other fees and commissions	2,015	7,767	1,853
4.3	Foreign exchange trading income/(Loss)	16,341	21,725	13,007
4.4	Dividend Income	-	-	-
4.5	Other income	19,184	40,250	4,270
<b>4.6</b>	<b>Total Non-interest income</b>	<b>44,088</b>	<b>128,224</b>	<b>25,316</b>
<b>5.0</b>	<b>TOTAL OPERATING INCOME</b>	<b>269,040</b>	<b>1,051,830</b>	<b>228,675</b>
<b>6.0</b>	<b>OTHER OPERATING EXPENSES</b>			
6.1	Loan loss provision	26,909	81,542	(2,089)
6.2	Staff costs	90,427	370,978	101,200
6.3	Directors' emoluments	5,058	20,332	5,021
6.4	Rental charges	10,204	12,480	7,785
6.5	Depreciation charge on property and equipment	11,226	36,203	11,497
6.6	Amortisation charges	2,888	10,205	2,564
6.7	Other operating expenses	57,916	379,588	57,496
<b>6.8</b>	<b>Total Other Operating Expenses</b>	<b>204,628</b>	<b>911,328</b>	<b>183,474</b>
<b>7.0</b>	<b>Profit/(Loss) Before Tax and Exceptional Items</b>	<b>64,412</b>	<b>140,502</b>	<b>45,202</b>
<b>8.0</b>	<b>Exceptional Items</b>			
9.0	Profit/(Loss) After Exceptional Items	64,412	140,502	45,202
10.0	Current Tax	6,250	4,665	-
11.0	Deferred Tax	-	-	-
<b>12.0</b>	<b>Profit/(Loss) After Tax and Exceptional Items</b>	<b>58,162</b>	<b>135,837</b>	<b>45,202</b>
13.0	Minority Interest	-	-	-
<b>14.0</b>	<b>Profit/(Loss) After tax, exceptional items and Minority Interest</b>	<b>58,162</b>	<b>135,837</b>	<b>45,202</b>
<b>15.0</b>	<b>Other Comprehensive Income</b>			
15.1	Gains/(Losses) from translating the financial statements of foreign operations	-	-	-
15.2	Fair value changes in available for 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	-	-	-
<b>16.0</b>	<b>Other Comprehensive Income for the year net of tax</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>17.0</b>	<b>Total comprehensive income for the year</b>	<b>58,162</b>	<b>135,837</b>	<b>45,202</b>
<b>18.0</b>	<b>EARNINGS PER SHARE - BASIC &amp; DILUTED</b>			
18.0		-	-	-
<b>19.0</b>	<b>DIVIDEND PER SHARE - DECLARED</b>			
19.0		-	-	-
III OTHER DISCLOSURES		31 <sup>st</sup> March 2025	31 <sup>st</sup> December 2025	31 <sup>st</sup> March 2026
		Shs. '000' Unaudited	Shs. '000' Audited	Shs. '000' Unaudited
<b>1.0</b>	<b>NON-PERFORMING LOANS AND ADVANCES</b>			
(a)	Gross Non-performing loans and advances	1,194,203	1,097,394	1,102,500
(b)	Less: Interest in Suspense	454,362	475,182	494,160
(c)	<b>Total Non-Performing Loans and Advances (a-b)</b>	<b>739,841</b>	<b>622,212</b>	<b>608,340</b>
(d)	Less: Loan Loss Provision	266,283	281,550	265,222
(e)	<b>Net Non-Performing Loans and Advances (c-d)</b>	<b>473,559</b>	<b>340,662</b>	<b>343,118</b>
(f)	Discounted Value of Securities	473,559	340,622	343,118
(g)	<b>Net NPLs Exposure (e-f)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>2.0</b>	<b>INSIDER LOANS AND ADVANCES</b>			
(a)	Directors, Shareholders and Associates	61,951	66,453	63,179
(b)	Employees	7,580	4,209	4,295
(c)	<b>Total Insider Loans and Advances and other facilities</b>	<b>69,531</b>	<b>70,662</b>	<b>67,474</b>
<b>3.0</b>	<b>OFF-BALANCE SHEET ITEMS</b>			
(a)	Letters of credit, guarantees, acceptances	801,954	706,331	707,954
(b)	Forwards, swaps and options	7,552	-	-
(c)	Other contingent liabilities	175,447	138,326	374,200
(d)	<b>Total Contingent Liabilities</b>	<b>984,952</b>	<b>844,656</b>	<b>1,082,154</b>
<b>4.0</b>	<b>CAPITAL STRENGTH</b>			
(a)	Core capital	3,502,454	3,612,902	3,635,653
(b)	Minimum Statutory Capital	1,000,000	3,000,000	3,000,000
(c)	<b>Excess/(Deficiency)(a-b)</b>	<b>2,502,454</b>	<b>612,902</b>	<b>635,653</b>
(d)	Supplementary Capital	157,567	151,948	135,486
(e)	<b>Total Capital (a+d)</b>	<b>3,660,021</b>	<b>3,764,850</b>	<b>3,771,140</b>
(f)	Total risk weighted assets	12,605,355	12,155,836	10,838,914
(g)	<b>Core Capital/Total deposits Liabilities</b>	<b>28.7%</b>	<b>27.4%</b>	<b>26.9%</b>
(h)	Minimum statutory Ratio	8.0%	8.0%	8.0%
(i)	Excess/(Deficiency) (g-h)	20.7%	19.4%	18.9%
(j)	<b>Core Capital / total risk weighted assets</b>	<b>27.8%</b>	<b>29.7%</b>	<b>33.5%</b>
(k)	Minimum Statutory Ratio	10.5%	10.5%	10.5%
(l)	Excess (Deficiency) (j-k)	17.3%	19.2%	23.0%
(m)	<b>Total Capital/total risk weighted assets</b>	<b>29.0%</b>	<b>31.0%</b>	<b>34.8%</b>
(n)	Minimum statutory Ratio	14.5%	14.5%	14.5%
(o)	Excess/(Deficiency) (m-n)	14.5%	16.5%	20.3%
<b>5.0</b>	<b>LIQUIDITY</b>			
5.1	(a) <b>Liquidity Ratio</b>	<b>62.4%</b>	<b>71.5%</b>	<b>75.6%</b>
5.2	(b) Minimum Statutory Ratio	20.0%	20.0%	20.0%
5.3	(c) Excess (Deficiency) (a-b)	42.4%	51.5%	55.6%

These unaudited financial statements are extracts from the books of the institution. The complete set of quarterly financial statements, statutory and qualitative disclosures can be accessed on the Institution's website www.guardian-bank.com. They may also be accessed at the institutions head office located at Guardian Centre, Biashara Street, Nairobi.

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