

STATEMENT OF FINANCIAL POSITION		Sri Lanka operations LKR 000		Group Pakistan PKR 000		STATEMENT OF COMPREHENSIVE INCOME				Sri Lanka operations LKR 000		Group Pakistan PKR 000		CASH FLOW STATEMENT		Sri Lanka operations LKR 000	
As at	31.03.2021	31.12.2020 AUDITED	31.03.2021	31.12.2020 AUDITED	For the Period ended 31st March	2021	2020	2021	2020	For the Period ended 31st March	2021	2020	For the Period ended 31st March	2021	2020		
<b>Assets</b>																	
Cash and cash equivalents	212,874	289,328	120,428,027	132,053,041	Interest income	324,672	654,733	30,601,487	41,656,568	Cash Flows From Operating Activities			Interest and commission receipts	362,473	679,724		
Balances with central banks	610,325	743,866	-	-	Interest expenses	(153,756)	(363,097)	(14,303,321)	(24,370,786)	Interest payments	(153,756)	(363,097)	Receipts/(outgoings) from other operating activities	59,534	63		
Placements with banks	567,962	3,016,633	24,630,472	29,011,521	<b>Net interest income</b>	<b>170,916</b>	<b>291,636</b>	<b>16,298,166</b>	<b>17,285,782</b>	Cash payments to employees and suppliers	(224,082)	(228,511)	<b>Operating profit before changes in Operating Assets and Liabilities</b>	<b>44,169</b>	<b>88,180</b>		
Derivative financial instruments	136,453	42,374	-	-	Fee and commission income	37,801	24,992	3,636,522	3,125,528	<b>Increase in Operating Assets</b>			Deposits held for Regulatory or Monetary Control Purposes	133,541	594,764		
Financial assets held-for-trading	-	-	21,788,199	17,968,243	Fee and commission expenses	-	-	-	-	Financial assets at amortised cost - loans & advances	975,326	1,027,722	Other Assets	(103,007)	(103,079)		
Financial assets at amortised cost	-	-	-	-	<b>Net fee and commission income</b>	<b>37,801</b>	<b>24,992</b>	<b>3,636,522</b>	<b>3,125,528</b>	<b>Increase/(Decrease) in Operating Liabilities</b>			Deposits from customers	(3,363,498)	(1,050,589)		
Loans and Advances to customers	14,207,658	15,201,988	513,874,632	547,685,708	Net trading income/(expenses)	-	-	-	-	Other Liabilities	55,669	(274,771)	<b>Net Cash Generated from Operations</b>	<b>(2,257,799)</b>	<b>282,227</b>		
Debt and other financial instrument	1,402,056	3,627,391	-	-	Net gain/(loss) from financial instruments designed at fair value through profit or loss	-	-	-	-	Income Tax Paid	(33,845)	(36,577)	<b>Net Cash Flows Generated from Operating Activities</b>	<b>(2,291,644)</b>	<b>245,651</b>		
Investment securities at FVTPL / Available for sale	8,823,156	8,724,871	1,111,322,424	1,036,217,535	Net gain/(loss) from financial investments	-	-	375,904	(16,659)	<b>Cash Flows from Investing Activities</b>			Net proceeds from maturity and purchase of Financial Investments	2,102,440	(1,795,819)		
Investments in associates and joint ventures	-	-	-	-	Other operating income (net)	59,534	63	962,115	1,058,531	Proceed from maturity of other Placements with Banks	2,448,671	(249,656)	Purchase of Property, Plant and Equipments	23,822	3,873		
Property, plant and equipment	472,039	492,581	63,159,768	63,679,312	<b>Total operating income</b>	<b>268,251</b>	<b>316,691</b>	<b>21,272,707</b>	<b>21,453,182</b>	Proceeds from Sale of Property, Plant and Equipment	-	-	<b>Net Cash Flows generated from Investing Activities</b>	<b>4,574,993</b>	<b>(2,041,603)</b>		
Intangible assets	27,630	30,910	1,894,903	1,867,244	Impairment charges for loans and other losses	(19,004)	3,598	213,343	(779,656)	<b>Cash flow from Financing Activities</b>			Capital Infusion from Head Office	-	-		
Current tax Assets	-	-	-	-	<b>Net operating income</b>	<b>249,247</b>	<b>320,289</b>	<b>21,486,050</b>	<b>20,673,526</b>	Profit transferred to head office	-	-	Increase/(Decrease) of borrowings	(2,359,744)	1,709,608		
Deferred tax assets	16,318	10,412	-	-	Personnel expenses	(93,987)	(86,746)	-	-	Decrease of Securities Sold Under Repurchase Agreement	-	-	<b>Net cash generated from/(used in) financing Activities</b>	<b>(2,359,744)</b>	<b>1,709,608</b>		
Other assets	100,891	91,964	54,286,071	62,793,791	Depreciation and amortisation	(25,535)	(28,505)	(1,150,718)	(1,123,051)	<b>Net Increase in Cash and Cash Equivalents</b>	(76,455)	(86,343)	<b>Cash and Cash Equivalents at the Beginning of the year</b>	<b>289,328</b>	<b>267,190</b>		
					Other expenses	(81,767)	(85,207)	(8,938,124)	(8,695,257)	<b>Cash and Cash Equivalents at the End of the year</b>	<b>212,873</b>	<b>180,847</b>					
<b>Total assets</b>	<b>26,577,361</b>	<b>32,272,318</b>	<b>1,911,384,496</b>	<b>1,891,276,395</b>	Operating profit before VAT & NBT on financial Services	<b>47,958</b>	<b>119,831</b>	<b>11,397,208</b>	<b>10,855,218</b>	Reconciliation of cash and cash equivalents	212,874	180,847					
					Value Added Tax (VAT) & Nation Building Tax (NBT) on Financial Services	(22,794)	(28,053)	-	-		<b>212,874</b>	<b>180,847</b>					
<b>Liabilities</b>					<b>Operating profit after value added tax (VAT)</b>	<b>25,164</b>	<b>91,778</b>	<b>11,397,208</b>	<b>10,855,218</b>								
Due to banks	216,790	2,571,044	92,294,641	92,189,524	Share of profits of associates and joint ventures	-	-	276,544	260,896								
Derivative financial instruments	-	6,702	-	-	<b>Profit before tax</b>	<b>25,164</b>	<b>91,778</b>	<b>11,673,752</b>	<b>11,116,114</b>								
Financial Liabilities at amortised cost					Tax expense	(7,046)	(29,108)	(4,624,167)	(4,505,932)								
- Due to depositors	18,196,416	21,559,914	1,414,518,735	1,388,737,961	<b>Profit for the period</b>	<b>18,118</b>	<b>62,670</b>	<b>7,049,585</b>	<b>6,610,182</b>								
Other borrowings	148,180	153,670	117,506,064	92,387,816	<b>Profit attributable to:</b>												
Current tax liabilities	26,876	53,675	-	-	Owners of the parent	18,118	62,670	7,087,250	6,596,450								
Deferred tax liabilities	-	-	5,587,450	7,491,040	Non-controlling interests	-	-	(37,665)	13,732								
Provision	13,387	13,387	-	-	<b>Other comprehensive income/(expenses)</b>												
Other liabilities	1,068,703	1,097,606	103,764,237	117,478,671	Actuarial gains and losses on defined benefit plans	-	-	-	-								
<b>Total liabilities</b>	<b>19,670,353</b>	<b>25,455,998</b>	<b>1,733,671,127</b>	<b>1,698,285,012</b>	Foreign currency translation reserve - Gain / (Loss) on translation of Foreign Operation	91,274	72,194	(21,773)	(15,154)								
<b>Equity</b>					Net Change in Fair Value of Fair Value through Other Comprehensive Income	(24,610)	4,828	-	-								
Stated capital/Assigned capital	3,969,508	3,969,508	11,850,600	11,850,600	Surplus from revaluation of Property, plant & equipment	-	-	-	-								
Statutory reserve fund	243,427	242,521	35,318,488	34,628,527	Surplus on revaluation of non-banking assets - net of tax	-	-	(817,094)	628,091								
Retained earnings	2,250,668	2,233,456	59,143,691	70,498,820	Effect of translation of net investment in foreign branches and subsidiaries	-	-	(3,633,984)	7,949,586								
Other reserves	443,406	370,835	70,663,223	75,234,875	Share of profits of associates and joint ventures	-	-	-	-								
Total shareholders' equity	6,907,008	6,816,320	177,976,002	192,212,822	Less: Tax expense/(income) relating to components of other comprehensive income	5,906	(1,159)	-	-								
Non-controlling interests	-	-	737,367	778,561	<b>Other comprehensive income for the period, net of taxes</b>	<b>72,570</b>	<b>75,863</b>	<b>(4,472,851)</b>	<b>8,526,523</b>								
<b>Total equity</b>	<b>6,907,008</b>	<b>6,816,320</b>	<b>177,713,369</b>	<b>192,991,383</b>	<b>Total comprehensive income for the period</b>	<b>90,688</b>	<b>138,533</b>	<b>2,576,734</b>	<b>15,172,705</b>								
<b>Total equity and liabilities</b>	<b>26,577,361</b>	<b>32,272,318</b>	<b>1,911,384,496</b>	<b>1,891,276,395</b>													
<b>Contingent liabilities and commitments</b>	<b>21,517,745</b>	<b>24,637,147</b>	<b>643,399,084</b>	<b>740,375,303</b>													
Number of Employees	137	140	15,630	15,567													
Number of Branches	8	8	1,429	1,429													

Figures in brackets indicate deductions.

Note: Amount stated are net of impairment and depreciation

GROUP CASH FLOW STATEMENT		Group Pakistan PKR 000	
For the Period ended 31st March	2021	2020	
<b>Cash Flows From Operating Activities</b>			
Profit before taxation	11,673,752	11,116,114	
Less: Dividend income and share of profit of associates	(624,484)	(461,222)	
	<b>11,049,268</b>	<b>10,654,892</b>	
<b>Adjustments:</b>			
Depreciation of fixed assets	613,317	583,177	
Depreciation on right of use assets	408,609	422,219	
Depreciation on non-banking assets acquired in satisfaction of claims	9,360	8,074	
Amortisation	119,432	109,581	
Provisions / (reversals) and write offs - net	(213,343)	779,656	
Worker welfare fund	230,258	217,299	
Gain on sale of non-banking assets acquired in satisfaction of claims	31,550	-	
Gain on sale of fixed assets	-	(17,386)	
(Reversal)/ charge for defined benefit plans	87,000	57,000	
unrealised loss on revaluation of investments classified as held for trading	(107,067)	(3,514)	
Interest expensed on lease liability against right-of-use assets	359,708	375,369	
Gain on sale of shares in associates	(19,853)	-	
	<b>12,568,239</b>	<b>13,186,367</b>	
<b>Decrease / (increase) in operating assets</b>			
Lending to financial institutions	(3,819,956)	(4,061,675)	
Held-for-trading securities	(6,141,200)	(5,395,951)	
Advances	33,849,476	7,148,673	
Others assets (excluding advance taxation)	5,382,122	4,120,539	
<b>Increase in operating liabilities</b>	<b>29,270,442</b>	<b>1,811,586</b>	
Bills payable	(12,739,976)	(3,826,537)	
Borrowings from financial institutions	24,812,440	(666,437)	
Deposits	25,780,774	45,357,158	
Others liabilities (excluding current taxation)	450,037	(10,100,686)	
	<b>38,303,275</b>	<b>30,763,498</b>	
Defind benefits paid	(65,768)	(82,171)	
Income tax paid	(3,620,061)	(3,152,477)	
Net cash flow from operating activities	<b>76,456,127</b>	<b>42,553,803</b>	
<b>Cash flow from investing activities</b>			
Net Investment in available-for-sale securities	(78,252,501)	(81,461,963)	
Net investment in held-to-maturity securities	4,726,170	12,259,730	
Net cash inflow on amalgamation	-	-	
Proceeds from divestment in a subsidiary	244,208	101,023	
Dividends received	(575,566)	(557,401)	
Investments in fixed assets	(144,091)	(68,504)	
Investments in intangible assets	22,862	27,190	
Proceeds from sale of fixed assets	-	-	
Proceeds from sale of non-banking assets acquired insatisfaction of claims	-	-	
Investments in non-banking assets acquired in satisfaction of claims	-	-	
Effect of translation of net investment in foreign branches and subsidiaries	(817,094)	612,921	
Net cash flow used in investing activities	<b>(74,796,012)</b>	<b>(69,087,004)</b>	
<b>Cash flow from financing activities</b>			
Payments of subordinated debt	-	-	
Payment of lease liability against right-of-use-assets	(581,361)	(527,673)	
Dividend paid	(17,495,742)	(5,829,391)	
Net cashflow used in financing activities	<b>(18,077,103)</b>	<b>(6,357,064)</b>	
Effects of exchange rate changes on cash and cash equivalents	(1,931,902)	-	
Increase in cash and cash equivalents	<b>(18,348,890)</b>	<b>(32,890,265)</b>	
Cash and Cash equivalents at beginning of the period	162,627,544	162,986,508	
Cash and Cash equivalents at end of the period	<b>144,278,654</b>	<b>130,096,243</b>	

STATEMENT OF CHANGES IN EQUITY		Group Pakistan PKR 000					
	Assigned Capital	Statutory Reserve	Revaluation Reserve	Other Reserves	Retained earnings	Minority Interest	Total
<b>Balance as at 01 January 2021</b>	11,850,600	34,628,527	28,803,351	46,431,524	70,498,820	778,561	192,991,383
<b>Total comprehensive income for the year</b>							
Profit for the year	-	-	-	-	7,087,250	37,665	7,124,915
Other comprehensive income (net of tax)	-	-	(4,692,669)	219,829	(11)	(4,472,851)	
<b>Total comprehensive income for the year</b>					<b>7,087,250</b>	<b>37,651</b>	<b>2,652,064</b>
<b>Shares issued</b>							
Transfers to reserves during the period	-	689,961	-	-	(689,961)	-	-
Final cash dividend	-	-	-	(17,851,230)	(78,848)	(17,930,078)	
Interim Cash dividends	-	-	-	-	-	-	
Others	-	-	(98,812)	-	98,812	-	
<b>Total transactions with equity holders</b>		<b>689,961</b>	<b>(98,812)</b>		<b>(18,442,379)</b>	<b>(78,848)</b>	<b>(17,930,078)</b>
<b>Balance as at 31st March 2021</b>	<b>11,850,600</b>	<b>35,318,488</b>	<b>24,011,870</b>	<b>46,651,353</b>	<b>59,143,691</b>	<b>737,367</b>	<b>177,713,369</b>

We, the undersigned, being the Country General Manager and Department Head - Finance Control of MCB Bank Limited jointly certify that (a) the above statements have been prepared in compliance with the format and definitions prescribed by the Central Bank of Sri Lanka (b) the information contained in these statements have been extracted from the un-audited financial statements of the bank unless stated as audited.

(sgd) Apiramy Jayarajah  
Department Head - Finance Control  
29th May 2021

(sgd) Aali Shafi  
Country General Manager  
29th May 2021

STATEMENT OF CHANGES IN EQUITY		Sri Lanka operations LKR 000					
	Assigned Capital	Reserve Fund	Revaluation Reserve	Available for Sale Reserve	Retained Earnings	Exchange Equilization Reserves	Total