

MCB BANK LIMITED

INCOME STATEMENT

Sri Lanka Operations LKR (Mn)

Group Pakistan
PKR (Mn)

For the period ended 31st March	2026	2025	2026	2025
Interest income	542	523	80,016	77,987
Interest expenses	(248)	(215)	(38,360)	(38,915)
Net interest income	294	308	41,656	39,072
Fee and commission income	53	33	7,214	6,614
Fee and commission expenses	(9)	(8)	-	-
Net fee and commission income	43	25	7,214	6,614
Other operating income (net)	61	42	2,644	4,029
Total operating income	398	375	51,509	49,577
Impairment (Charges)/ Reversal	(2)	30	(892)	2,333
Net operating income	396	405	50,617	51,909
Personnel expenses	(111)	(123)	(10,918)	(9,098)
Depreciation and amortization expenses	(31)	(21)	(2,310)	(1,962)
Other expenses	(121)	(114)	(9,643)	(9,789)
Operating profit before VAT on financial Services	133	147	27,745	31,060
Value Added Tax on Financial Services (VAT on FS) and Social Security Contribution Levy (SSCL)	(43)	(47)	-	-
Operating profit after VAT on FS & SSCL	90	100	27,745	31,060
Share of profits of associates and joint ventures	-	-	165	493
Profit before tax	90	100	27,910	31,553
Income tax expense	(27)	(35)	(14,769)	(16,818)
Profit for the period	63	65	13,142	14,735
Profit attributable to:				
Equity holders of the parent	63	65	13,113	14,652
Non-controlling interests	-	-	29	84
	63	65	13,142	14,735
Earnings per share on profit				
Basic earnings per ordinary share	-	-	11.07	12.36
Diluted earnings per ordinary share	-	-	11.07	12.36

MCB BANK LIMITED

STATEMENT OF COMPREHENSIVE INCOME

Sri Lanka Operations LKR (Mn)

Group Pakistan
PKR (Mn)

Profit for the period	63	65	13,142	14,735
Items that will be reclassified to income statement				
Exchange differences on translation of foreign operations	27	12	(381)	54
Net gains/(losses) on cash flow hedges	-	-	-	-
Net gains/(losses) on investments in debt instruments measured at fair value through other comprehensive income	(8)	(33)	-	-
Share of profits of associates and joint ventures	-	-	(3)	2
Debt instruments at fair value through other comprehensive income	-	-	(17,313)	(1,944)
Movement in share of surplus / deficit on revaluation of associated undertaking- net of tax	-	-	(193)	169
Less: Tax expense relating to items that will be reclassified to income statement	3	10		
Items that will not be reclassified to income statement				
Change in fair value on investments in equity instruments designated at fair value through other comprehensive income	-	-	(5,092)	2,091
Change in fair value attributable to change in the Bank's own credit risk on financial liabilities designated at fair value through profit or loss	-	-		
Re-measurement of post-employment benefit obligations	-	-	-	-
Changes in revaluation surplus	-	-	-	-
Share of profits of associates and joint ventures	-	-	-	-
Less: Tax expense relating to items that will not be reclassified to income statement	-	-	-	-
Other comprehensive income for the period, net of taxes	21	(11)	(22,982)	372
Total comprehensive income for the period	84	54	(9,841)	15,107

MCB BANK LIMITED

STATEMENT OF FINANCIAL POSITION

As at

Sri Lanka Operations LKR (Mn)

Group Pakistan PKR (Mn)

	2026-03-31 Un Audited	2025-12-31 Audited	2026-03-31 Un Audited	2025-12-31 Audited
Assets				
Cash and cash equivalents	373	278	197,972	211,224
Balances with central banks	521	179	-	-
Placements with banks / Financial Institutions	6,342	1,747	122,293	140,868
Derivative financial instruments	0.31	0.17	4	16
Financial assets at amortised cost				
Loans and Advances to customers	14,970	15,578	888,742	821,712
Debt and other financial instrument	1,013	403	36,498	35,638
Financial Assets measured at FVTOCI	4,999	11,018	2,022,768	2,037,335
Investments in associates and joint ventures	-	-	13,177	13,072
Property, plant and equipment	482	504	114,522	114,126
Goodwill and Intangible assets	68	76	3,352	3,453
Deferred tax assets	95	95	-	-
Current tax assets	-	-	-	-
Other assets	117	95	204,479	188,297
Total assets	28,980	29,974	3,618,068	3,578,742
Liabilities				
Due to banks	122	2,234	490,589	460,012
Derivative financial instruments	-	-	-	-
Financial liabilities at amortised cost				
due to depositors	19,171	18,058	2,588,657	2,529,503
due to debt securities holders	-	-	-	-
due to other borrowers	62	104	10,878	16,157
Debt securities issued	-	-	-	-
Retirement benefit obligations	84	80	-	-
Current tax liabilities	52	55	-	-
Deferred tax liabilities	-	-	23,641	49,341
Other provisions	59	41	-	-
Other liabilities	646	700	187,671	186,550
Total liabilities	20,194	21,273	3,301,436	3,241,563
Equity				
Assigned capital	3,970	3,970	11,851	11,851
Statutory reserve fund	367	364	114,635	113,681
Retained earnings	3,283	3,224	51,028	74,810
Other reserves	1,166	1,145	138,362	136,069
Total shareholders' equity	8,786	8,702	315,876	336,410
Non-controlling interests	-	-	757	768
Total equity	8,786	8,702	316,632	337,179
Total equity and liabilities	28,980	29,974	3,618,068	3,578,742
Contingent liabilities and commitments	22,533	15,535	1,035,982	950,107
Number of Employees	114	114	19,787	18,696
Number of Branches	5	5	1,410	1,410

Note: Amount stated are net of impairment amortization and depreciation

MCB BANK LIMITED

STATEMENT OF CHANGES IN EQUITY

Sri Lanka Operations LKR (Mn)

	Assigned capital	Reserve fund	Revaluation Reserve	FVTOCI Reserve	Retained earnings	Exchange Equilization reserves	Total
Balance as at 01st January 2026	3,970	364	193	3	3,224	949	8,702
Change in the foreign exchange reserve					-	-	-
Total comprehensive income for the year							
Profit for the year	-	-	-	-	63	-	63
Other comprehensive income (net of tax)	-	-	-	(6)	-	27	21
Deferred Tax effect on other comprehensive income			-		-		-
Total comprehensive income for the year	-	-	-	(6)	63	27	84
Gain on revaluation of property, plant & equipment	-	-	-	-	-	-	-
Transfers to reserves during the period	-	3	-	-	(3)	-	-
Share issue/increase of assigned capital	-	-	-	-	-	-	-
Profit transferred to head office	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-
Total transactions with equity holders	-	3	-	-	(3)	-	-
Balance as at 31st March 2026	3,970	367	193	(3)	3,283	976	8,786

STATEMENT OF CHANGES IN EQUITY

Group Pakistan PKR 000'

	Share capital	Statutory Reserve	Revaluation Reserves	Other Reserve	Retained earnings	Minority Interest	Total
Balance as at 01st January 2026	11,850,600	60,791,811	74,810,215	52,889,207	136,068,597	768,231	337,178,661
Profit after taxation for the period ended March 31, 2026	-	-	-	-	13,112,803	28,737	13,141,540
Other comprehensive income (net of tax)							
Effect of translation of net investment in foreign branches and subsidiary	-	-	-	(384,224)	-	(2)	(384,226)
Movement in surplus / (deficit) on revaluation of equity investments through FVOCI - net of tax	-	-	(5,092,085)	-	-	-	(5,092,085)
Movement in surplus on associated undertaking-net of tax	-	-	(192,635)	-	-	-	(192,635)
Movement in surplus / (deficit) on revaluation of debt investments through FVOCI - net of tax	-	-	(17,313,169)	-	-	-	(17,313,169)
Total comprehensive income for the year	-	-	(22,597,889)	(384,224)	-	(2)	(22,982,115)
Transfer to statutory reserve	-	1,338,570	-	-	(1,338,570)	-	-
Transfer in respect of incremental depreciation from surplus on revaluation of property and equipment to unappropriated profit - net of tax	-	-	(39,811)	-	39,811	-	-
Surplus realized on disposal of investments in equity instruments through FVOCI - net of tax	-	-	(1,144,405)	-	1,144,405	-	-
Final cash dividend	-	-	-	-	(10,665,540)	-	(10,665,540)
Transactions with owners, recorded directly in equity	-	1,338,570	(1,184,216)	-	(10,819,894)	-	(10,665,540)
Share of dividend attributable to Non-controlling interest	-	-	-	-	-	(40,138)	(40,138)
Balance as at March 31, 2026	11,850,600	62,130,381	51,028,110	52,504,983	138,361,506	756,828	316,632,408

MCB BANK LIMITED
CASH FLOW STATEMENT

Sri Lanka Operations LKR (Mn)

For the period ended 31st March

2026

2025

Cash Flows From Operating Activities

Interest and commission receipts	594	556
Interest payments	(248)	(215)
Payments to employees	(111)	(123)
VAT on financial services and SSCL	(43)	(47)
Receipts/(outgoings) from other operating activities	61	42
Cash payments to suppliers	(130)	(122)
Operating profit before changes in Operating Assets and Liabilities	123	91

Increase in Operating Assets

Balances with Central Bank of Sri Lanka	(342)	(310)
Financial assets at amortised cost - loans & advances	607	230
Other Assets	(22)	(44)

Increase/(Decrease) in Operating Liabilities

Financial liabilities at amortised cost - due to depositors	1,113	715
Other Liabilities	(11)	(39)

Net Cash Generated from Operations

	1,468	643
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Income Tax Paid

	(30)	(56)
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Net Cash Flows Generated from Operating Activities

	1,437	588
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Cash Flows from Investing Activities

Net proceeds from maturity and purchase of Financial Investments	5,406	(374)
Proceed from maturity of other Placements with Banks	(4,595)	(321)
Purchase of Property, Plant and Equipments	(1)	10
Dividends received from investment in subsidiaries and associates	-	-
Proceeds from Sale of Property, Plant and Equipment	2	-
Net Cash Flows generated from Investing Activities	813	(685)

Cash flow from Financing Activities

Capital Infusion from Head Office	-	-
Profit transferred to Head Office	-	-
Increase/(Decrease) of borrowings	(2,155)	(2)
Decrease of Securities Sold Under Repurchase Agreement	-	-
Net cash generated from/(used in) financing Activities	(2,155)	(2)

Net Increase in Cash and Cash Equivalents

	95	(99)
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Cash and Cash Equivalents at the Beginning of the year

	278	380
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Cash and Cash Equivalents at the End of the year

	373	281
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Reconciliation of cash and cash equivalents

	373	281
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Cash and cash equivalents

	373	281
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Figures in brackets indicate deductions.

GROUP CASH FLOW STATEMENT

	Pakistan Rupees '000 2026	Pakistan Rupees '000 2025
For The Three Months Period Ended March 31,		
Cash Flows From Operating Activities		
Profit before taxation	27,910,367	31,553,318
Less: Dividend income and share of profit of associates	(1,127,250)	(2,018,235)
	26,783,117	29,535,083
Adjustments:		
Net mark-up / Interest Income	(41,655,930)	(39,072,261)
Depreciation on property and equipment	1,452,501	1,257,958
Depreciation on right of use assets	676,339	521,944
Depreciation on non-banking assets acquired in satisfaction of claims	3,142	4,111
Amortization	178,263	178,242
Credit loss allowance / provisions and write offs - net	892,450	(2,332,565)
Worker welfare fund	556,159	631,069
Gain on conversion of Ijarah agreements	(1,215)	(2,258)
Gain on sale of property and equipment - net	(40,557)	(94,616)
Reversal for defined benefit plans - net	(313,124)	(254,560)
Unrealized (gain) / loss on revaluation of investments classified as FVTPL	455,712	(210,224)
Finance charges on lease liability against right-of-use assets	550,860	420,243
Gain on termination of lease liability against right of use assets	(17,697)	(20,491)
Unrealized gain on forward contracts of government securities	(10,479,980)	(9,438,325)
Decrease / (increase) in operating assets		
Lending to financial institutions	14,097,408	(13,616,049)
Securities classified as FVTPL	2,930,898	1,310,676
Advances	(68,460,819)	296,820,509
Others assets (excluding advance taxation)	(24,405,174)	(32,175,309)
	(75,837,687)	252,339,827
Increase / (decrease) in operating liabilities		
Bills payable	(13,391,194)	(40,439,911)
Borrowings from financial institutions	27,350,332	321,254,881
Deposits	59,153,871	187,648,981
Others liabilities (excluding current taxation)	5,719,066	2,200,568
	78,832,075	470,664,519
Mark-up / Interest Received	87,929,417	61,699,430
Mark-up / Interest Paid	(25,682,163)	(54,419,314)
Defined benefits paid	(47,735)	(71,875)
Income tax paid	(18,939,665)	(20,960,614)
Net cash flow from operating activities	35,774,262	699,813,648
Cash flow from investing activities		
Net (investment) / divestment in securities classified as FVOCI	(36,759,405)	(662,612,204)
Net investment in securities classified as amortized cost	(859,510)	(4,527)
Dividends received	923,621	1,168,589
Net investment in associates	(583,235)	(833,118)
Investments in property and equipment	(2,127,344)	(2,804,206)
Investments in intangible assets	(79,336)	(363,906)
Disposals of property and equipment	48,822	114,557
Disposals of non-banking assets acquired in satisfaction of claims	(384,224)	55,524
Effect of translation of net investment in foreign branches and subsidiaries	(384,224)	55,524
Net cash flow used in investing activities	(39,820,611)	(665,279,291)
Cash flow from financing activities		
Payment of lease liability against right-of-use-assets	(1,178,480)	(968,400)
Dividend paid	(10,612,512)	(10,609,453)
Net cashflow used in financing activities	(11,790,992)	(11,577,853)
Effects of credit loss allowance changes on cash and cash equivalents	159,648	(91,694)
(Decrease) / Increase in cash and cash equivalents	(15,677,693)	22,864,810
Cash and Cash equivalents at beginning of the period	251,202,911	211,431,923
Effects of exchange rate changes on cash and cash equivalents	(517,708)	438,342
Opening expected credit loss allowance on cash and cash equivalents	(622,553)	(582,389)
	250,062,650	211,287,876
Cash and Cash equivalents at end of the period	234,384,957	234,152,686

MCB BANK LIMITED - SRI LANKA BRANCH**ANALYSIS OF DEPOSITS**

As at	2026-03-31	2025-12-31
<i>All amounts in Sri Lankan Rupees</i>		
Deposits from customers		
Product wise analysis of deposits from customers		
By product - Domestic currency		
Demand deposits (current accounts)	2,865,403,808	2,967,953,321
Savings deposits	3,621,261,108	2,875,665,757
Fixed deposits	9,369,224,223	8,604,767,935
Margin deposits and VOSTRO	136,382,533	159,603,487
	15,992,271,672	14,607,990,500
By product - Foreign currency		
Demand deposits (current accounts)	331,223,528	401,385,484
Savings deposits	817,158,156	1,059,021,053
Fixed deposits	1,934,906,996	1,895,867,423
Margin deposits and VOSTRO	95,092,390	93,305,415
	3,178,381,071	3,449,579,375
Total Deposits from customers	19,170,652,743	18,057,569,876

MCB BANK LIMITED - SRI LANKA BRANCH**ANALYSIS OF LOANS AND ADVANCES, COMMIMENTS, CONTINGENCIES AND IMPAIRMENT**

As at	2026-03-31	2025-12-31
<i>All amounts in Sri Lankan Rupees</i>		
Loans and advances to customers		
Gross loans and advances	16,092,216,086	16,718,009,499
Less: Accumilated impairment	1,122,710,243	1,139,582,206
Total loans and advances	14,969,505,842	15,578,427,293
Concentration by Product - Domestic Currency		
Overdrafts	3,088,574,762	3,100,633,195
Trade finance	535,259,095	613,450,032
Lease rentals receivable	-	-
Credit cards	-	-
Pawning	-	-
Staff loans	117,319,367	109,838,134
Term loans	1,956,249,111	1,244,831,103
Short-term	6,601,122,519	7,741,156,375
Long-term	-	-
Reverse repo agreements	-	-
Others	-	-
	12,298,524,854	12,809,908,837
Concentration by Product - Foreign Currency		
Overdrafts	332,335,460	324,942,414
Trade finance	1,645,611,493	1,569,225,216
Lease rentals receivable	-	-
Credit cards	-	-
Pawning	-	-
Staff loans	-	-
Term loans	970,764,439	1,113,714,826
Short-term	844,979,840	900,218,206
	3,793,691,232	3,908,100,662
	16,092,216,086	16,718,009,499
Commitments		
Commitment for unutilised credit facilities	7,826,743,172	5,654,547,218
Lease commitments		
Other commitments on forwards and swaps	2,443,477,310	1,127,715,270
	10,270,220,482	6,782,262,488
Contingencies		
Acceptance	550,323,948	476,865,545
Documentary credits	3,955,507,556	1,675,207,420
Guarantees	239,845,754	285,634,968
Bills sent for collection	7,516,688,121	6,314,578,850
	12,262,365,379	8,752,286,783
	22,532,585,861	15,534,549,271

MCB BANK LIMITED - SRI LANKA BRANCH
ANALYSIS OF LOANS AND ADVANCES, COMMITMENTS, CONTINGENCIES AND IMPAIRMENT (CONTINUED..)

All amounts in Sri Lankan Rupees

Movement in provision for impairment during the year (Under SLFRS 9)

Loans and Advances	Stage 1	Stage 2	Stage 3	Total
As at 01st January 2026	371,859,091	140,437,987	627,285,128	1,139,582,206
Charge/(Write back) to statement of Profit / loss	(5,716,197)	(33,288,981)	22,133,215	(16,871,962)
write-off/(Recoveries) during the year	-	-	-	-
Exchange movement	-	-	-	-
As at 31st March 2026	366,142,894	107,149,007	649,418,343	1,122,710,244
Commitment and contingencies				
As at 01st January 2026	28,955,828	12,080,213	-	41,036,040
Charge/(Write back) to statement of Profit / loss	11,280,670	6,414,151	-	17,694,822
write-off/(Recoveries) during the year	-	-	-	-
Exchange movement	-	-	-	-
As at 31st March 2026	40,236,498	18,494,364	-	58,730,862
Debt and other financial instruments at Amortised Cost				
As at 01st January 2026	176,522	-	-	176,522
Charge/(Write back) to statement of Profit / loss	1,061,340	-	-	1,061,340
write-off/(Recoveries) during the year	-	-	-	-
Exchange movement	-	-	-	-
As at 31st March 2026	1,237,862	-	-	1,237,862
Total				
As at 01st January 2026	400,991,440	152,518,200	627,285,128	1,180,794,768
Charge/(Write back) to statement of Profit / loss	6,625,814	(26,874,829)	22,133,215	1,884,199
write-off/(Recoveries) during the year	-	-	-	-
Exchange movement	-	-	-	-
As at 31st March 2026	407,617,254	125,643,371	649,418,343	1,182,678,967

MCB BANK LIMITED - SRI LANKA BRANCH
ANALYSIS OF FINANCIAL INSTRUMENTS ON MEASUREMENT BASIS

All amounts in Sri Lankan Rupees

Financial Assets and Liabilities

Classification of Financial Assets and Liabilities by Measurement Basis

The following table provides a reconciliation between line items in the statement of financial position and categories of financial instruments.

Classification of Financial Assets and Liabilities by Measurement Basis as per SLFRS 9 - Financial Instruments

As at 31st March 2026

ASSETS	FVTPL	FVOCI	Amortised cost	Total
Cash and Cash Equivalents	-	-	372,760,365	372,760,365
Balances with Central Banks	-	-	521,019,981	521,019,981
Placement with Banks	-	-	6,342,485,748	6,342,485,748
Derivative Financial Instruments	308,744	-	-	308,744
Financial assets at amortised cost				
Loans and Advances to customers	-	-	14,969,505,842	14,969,505,842
Debt and other financial instrument	-	-	1,013,441,590	1,013,441,590
Investment securities - Measured at FVOCI*	-	4,998,717,569	-	4,998,717,569
Total Financial Assets	308,744	4,998,717,569	23,219,213,527	28,218,239,841
		FVTPL	Amortised cost	Total
LIABILITIES				
Due to Banks		-	121,774,264	121,774,264
Derivative Financial Instruments		-	-	-
Deposits from customers		-	19,170,652,743	19,170,652,743
Other Borrowings		-	61,668,237	61,668,237
Total Financial Liabilities		-	19,354,095,244	19,354,095,244

As at 31st December 2025

	FVTPL	FVOCI	Amortised cost	Total
ASSETS				
Cash and Cash Equivalents	-	-	372,760,365	372,760,365
Balances with Central Banks	-	-	521,019,981	521,019,981
Placement with Banks	-	-	6,342,485,748	6,342,485,748
Derivative Financial Instruments	308,744	-	-	308,744
Financial assets at amortised cost				
Loans and Advances to customers	-	-	14,969,505,842	14,969,505,842
Debt and other financial instrument	-	-	1,013,441,590	1,013,441,590
Investment securities - Measured at FVOCI*	-	4,998,717,569	-	4,998,717,569
Total Financial Assets	308,744	4,998,717,569	23,219,213,527	28,218,239,841
		FVTPL	Amortised cost	Total
LIABILITIES				
Due to Banks		-	121,774,264	121,774,264
Derivative Financial Instruments		-	-	-
Deposits from customers		-	19,170,652,743	19,170,652,743
Other Borrowings		-	61,668,237	61,668,237
Total Financial Liabilities		-	19,354,095,244	19,354,095,244

* Unquoted equity investments of Rs. 3,030,000 are stated at cost as it was impractical to compute the market value due to unavailability of market information. However, Management has determined the impact as immaterial as it was less than 0.01 % of the total assets.

MCB BANK LTD

SELECTED PERFORMANCE INDICATORS/KEY FINANCIAL DATA AS AT 2026-03-31

Item	Current Period	Previous Period
	2026-03-31	2025-12-31
Regulatory Capital Adequacy (LKR in Million)		
Common Equity Tier 1	8,106	7,998
Tier 1 Capital	8,106	7,998
Total Regulatory Capital	8,306	8,188
Regulatory Capital Ratios (%)		
Common Equity Tier 1 Capital (%) (Minimum Requirement: 7%)	44.12	44.26
Tier 1 Capital Ratio (%) (Minimum Requirement: 8.50%)	44.12	44.26
Total Capital Ratio (%) (Minimum Requirement: 12.50%)	45.21	45.31
Basel III Leverage Ratio (Minimum Requirement : 3%)	26.12	24.39
Regulatory Liquidity Requirement		
Liquidity Coverage Ratio (%)- (Minimum Requirement : 100%)		
-Rupee (%)	260.00	522.47
-All Currency (%)	260.76	511.06
Net Stable Funding Ratio (%) - (Minimum Requirement : 100%)	185.00	187.17
Assets Quality		
Impaired Loans (Stage 3) to Total Loans, Ratio (%)*	3.98	3.94
Impairment (Stage 3) to Stage 3 Loans, Ratio (%)*	68.23	71.11
Income and Profitability		
Net Interest Margin (%)	4.14	4.16
Return on Assets (before Tax) (%)	0.89	1.04
Return on Equity (%)	2.87	3.32
Cost to Income Ratio (%)	66.93	66.33
Memorandum Information		
Credit Rating (Fitch Ratings)	AA (Ika)	AA (Ika)
Number of Employees	114	114
Number of Branches	5	5

* Including Undrawn Portion of Credit

CERTIFICATION:

We, the undersigned, being the Country General Manager and Department Head - Financial Control of MCB Bank 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 unaudited financial statements of the bank unless indicated as audited.

Tahir Riaz

Country General Manager
29/05/2026

Thushara Perera

Department Head - Financial Control
29/05/2026

