



FIRST QUARTER RESULTS FY 2025/26

Earnings call presentation





MCB Group – At a Glance

Rs 11.4 bn

(Q1 FY25: Rs 10.4 bn)

▲
+ 9.2%

Operating Income

Rs 4.1 bn

(Q1 FY25: Rs 3.5 bn)

▲
+ 15.2%

Non-interest expense

35.9%

(Q1 FY25: 34.0%)

▲
+ 185bps

Cost-to-income

16.5%

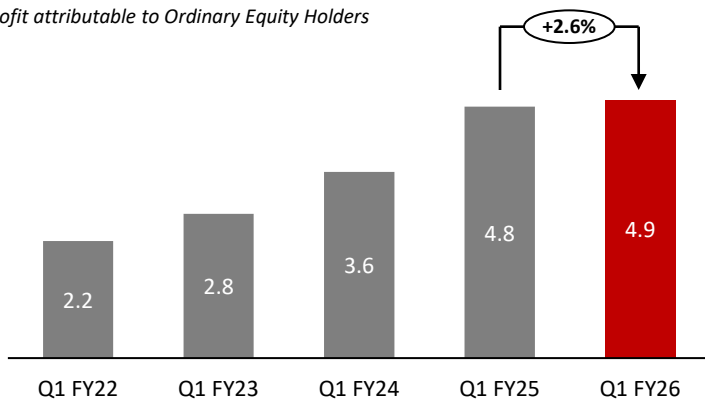
(Q1 FY25: 18.3%)

▼
- 178 bps

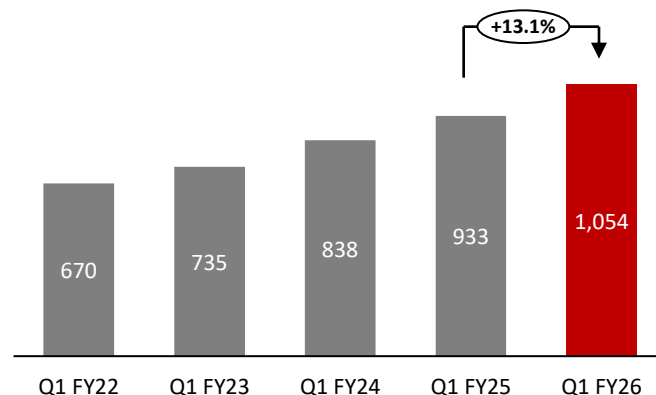
Return on Equity

Sustained Growth in Profit (Rs bn)

Profit attributable to Ordinary Equity Holders



Sustained Growth in Total Assets (Rs bn)



56.6%

(Q1 FY25: 64.0%)

▼
- 731 bps

Net Loans to Deposits

Rs 381 bn

(Q1 FY25: Rs 380 bn)

▲
+ 0.4%

Net Customer Loans

Rs 759 bn

(Q1 FY25: Rs 662 bn)

▲
+ 14.6%

Customer Deposits

21.5%

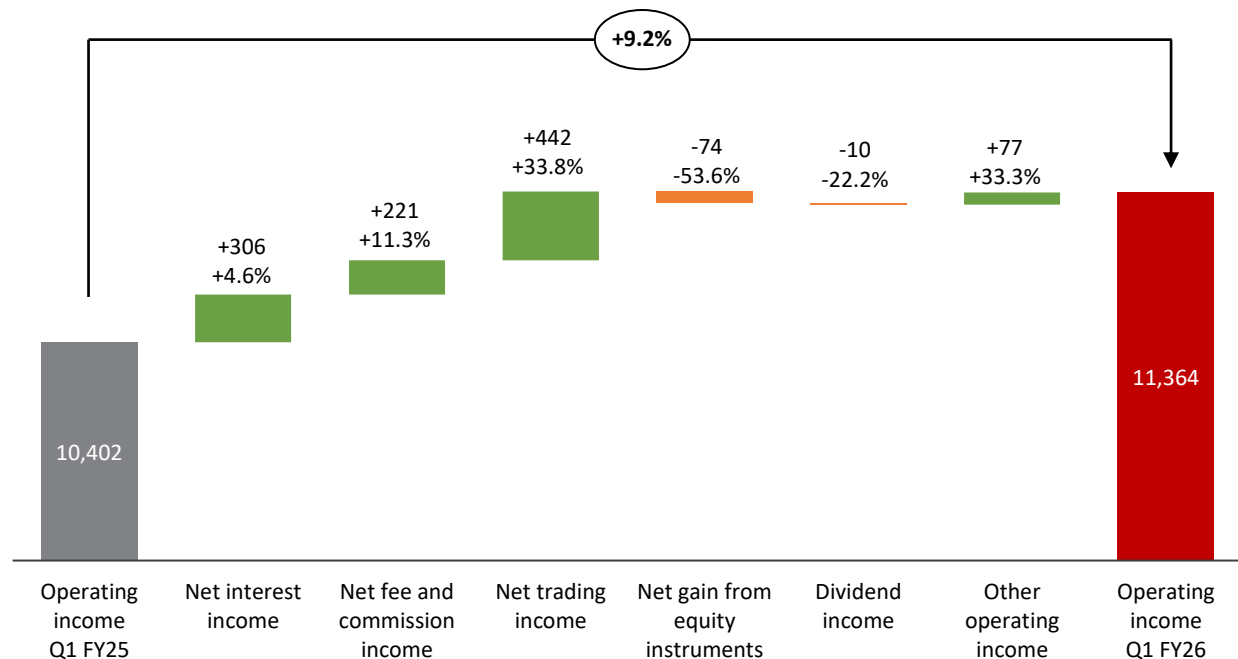
(Q1 FY25: 21.2%)

▲
+ 30 bps

Capital Adequacy Ratio



Operating income – Growth achieved in both net interest income and non-interest income

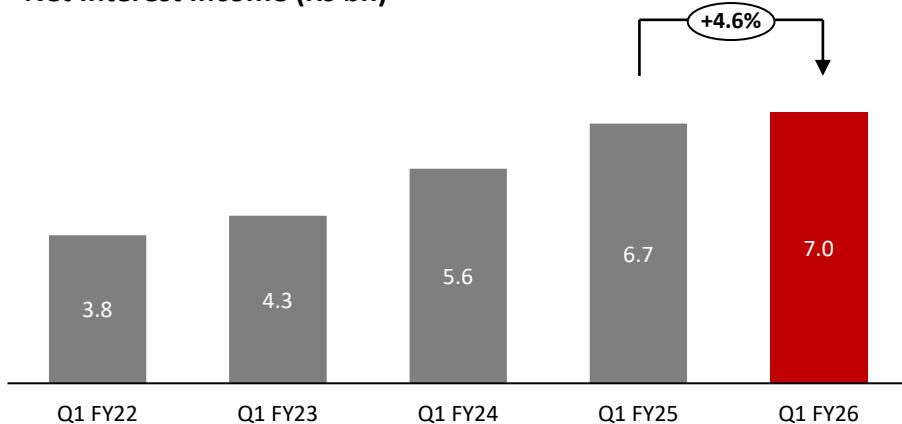


- Increase in net interest income driven by balance sheet expansion despite a fall in net interest margins.
- Rise in net fee and commission income explained by higher loan arrangement fees and increased payment & wealth management activities.
- Growth in net trading income reflecting higher revenues from dealing in foreign exchange & fixed income securities.
- Drop in net gain from equity financial instrument was recorded, with fair value gains on Visa & Mastercard shares now being recognised in other comprehensive income.

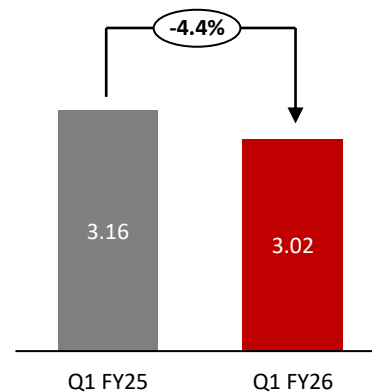


Net Interest Income (NII) – Y-o-Y growth supported by the rise in interest-earning assets

Net Interest Income (Rs bn)

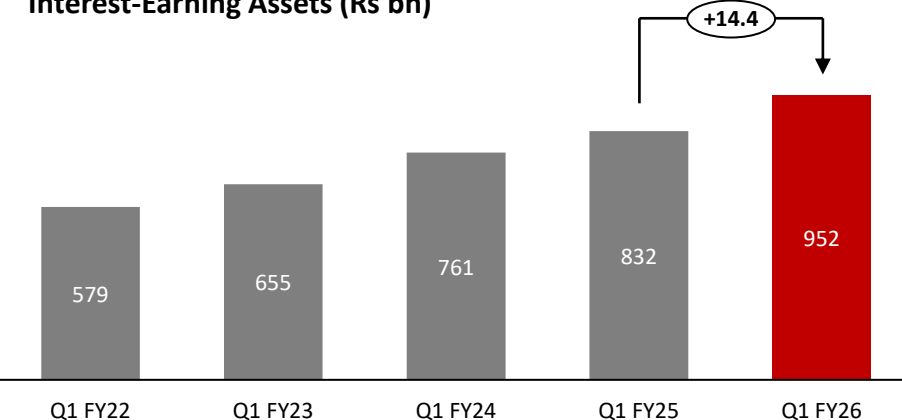


Net Interest Margin* (%)

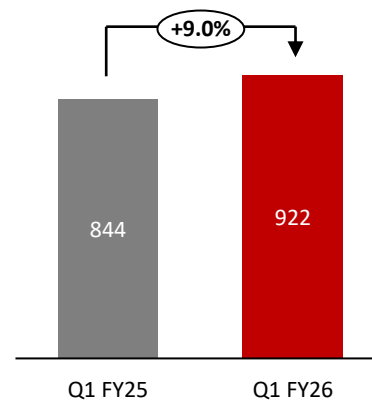


*Net interest Margin: Net interest income as a % of average interest earning assets

Interest-Earning Assets (Rs bn)

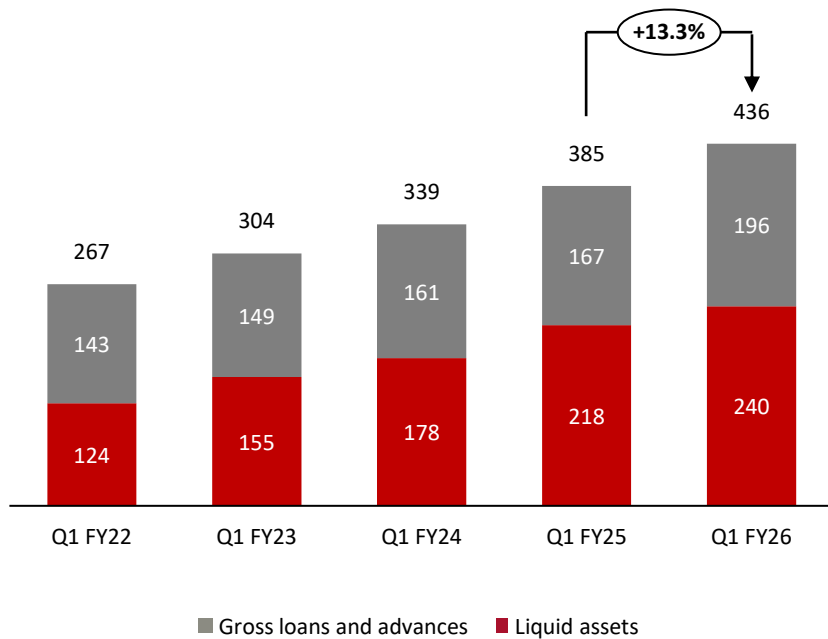


Average Interest-Earning Assets (Rs bn)

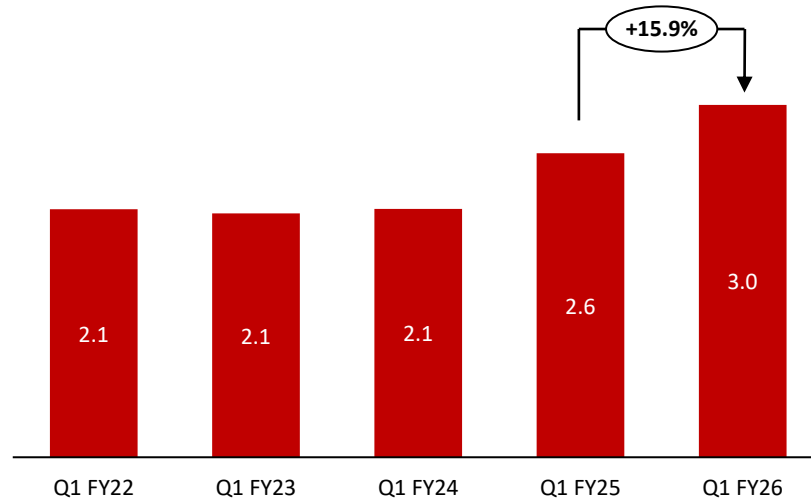


Note: Figures reported are end-of-period balances

MUR Interest-Earning assets* (Rs bn)

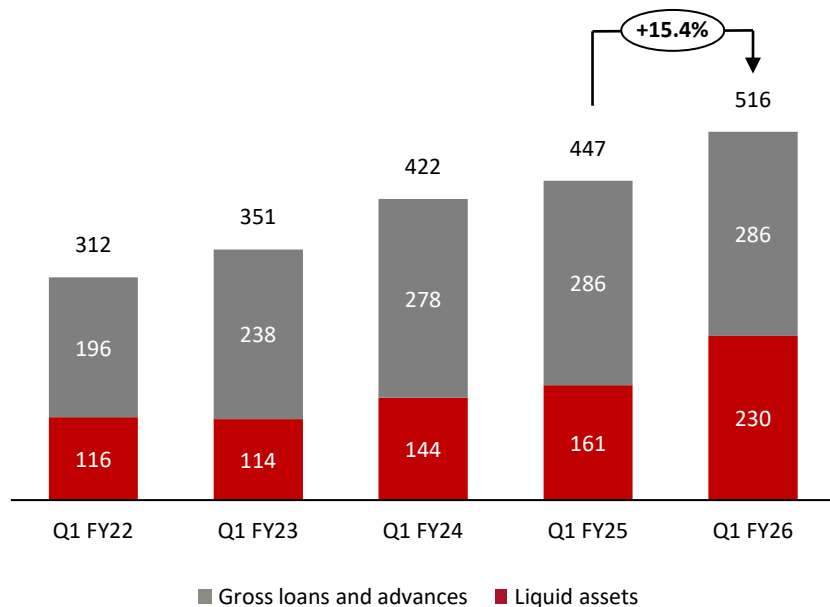


MUR Net Interest Income (Rs bn)

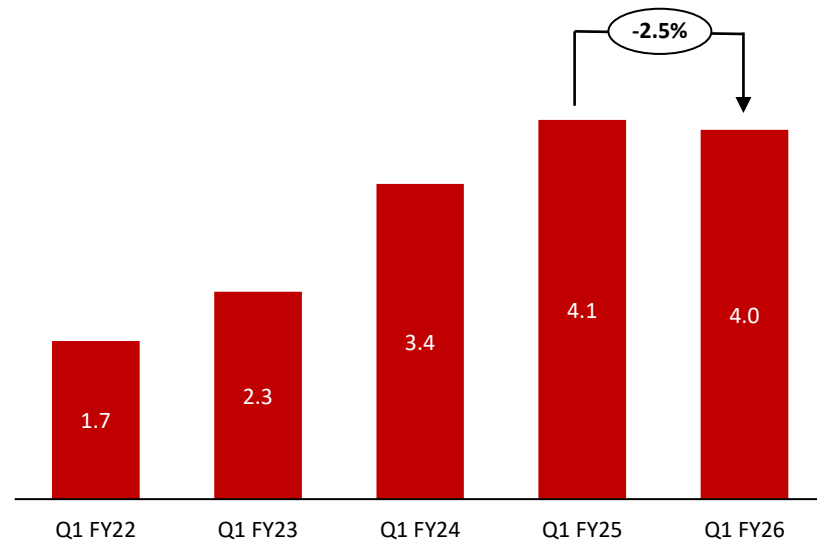




FCY Interest-Earning Assets* (Rs bn)



FCY Net Interest Income (Rs bn)



* Interest earning assets reported as end of period balances; average balances increased by 4.5% y.o.y



Non-interest income – Growth supported by both fees and forex profit

Non-Interest Income	Q1 FY 25	Q1 FY26	%Δ Y-o-Y
(Figures in Rs bn)			
Net Fee and Commission Income	2.0	2.2	11.3%
Other Income	1.7	2.2	25.2 %
Total Non-Interest Income	3.7	4.3	17.8%

Note: Figures may not add up due to rounding

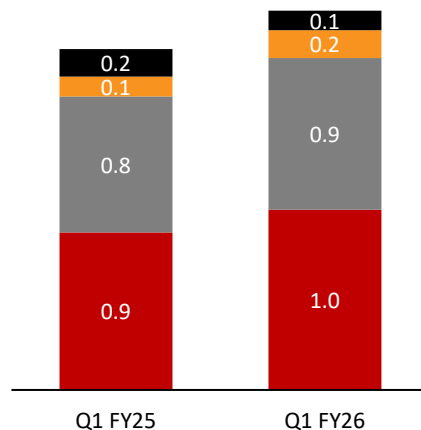
Net fee and Commission Income (Rs bn)

Others

Wealth management services

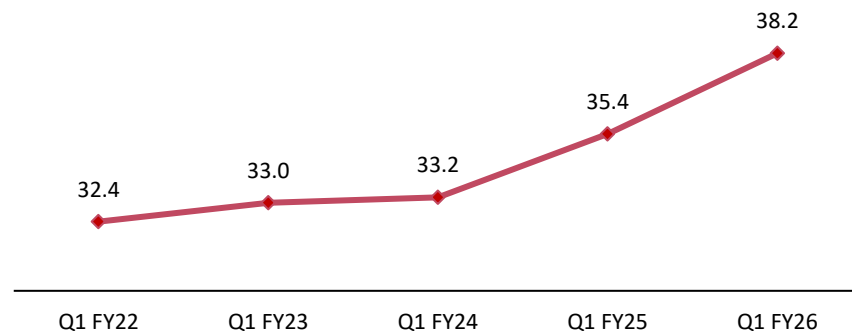
Trade finance & credit facilities

Payments services



Note: Figures may not add up due to rounding

Non-Interest Income to Operating Income Ratio (%)



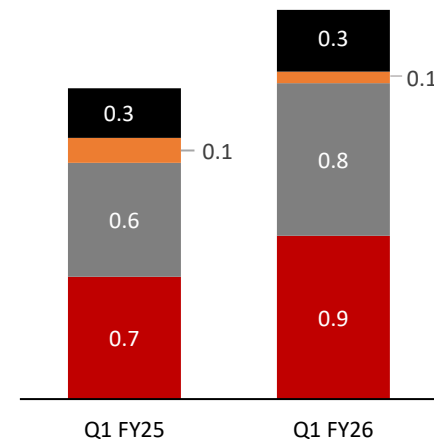
Other Income (Rs bn)

Others*

Gain from Equity Financial Instruments

Trading income - other

Trading income – FX sales



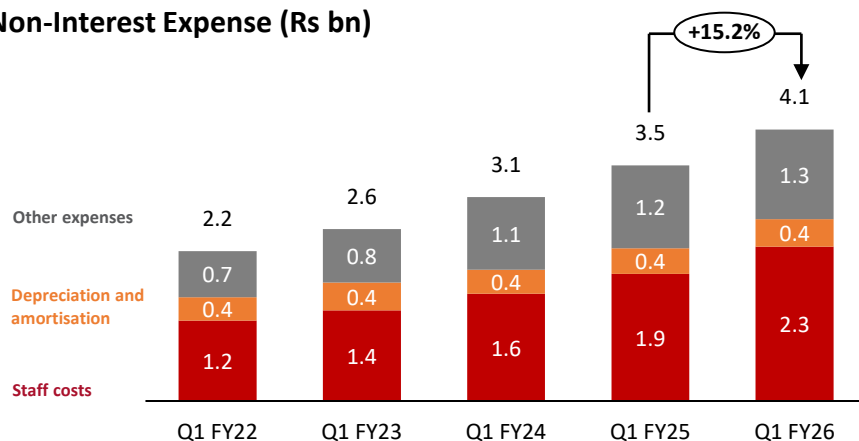
Note: Figures may not add up due to rounding

* Includes dividend income and other operating income

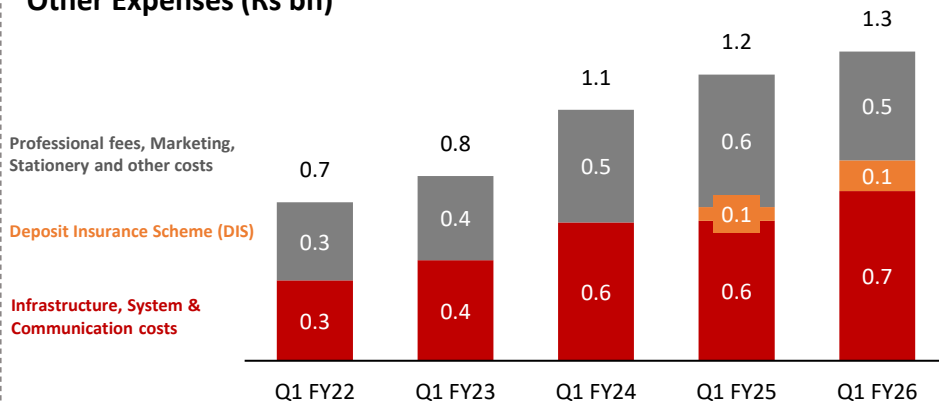


Non-Interest expense - Increase largely explained by rise in staff and technology costs

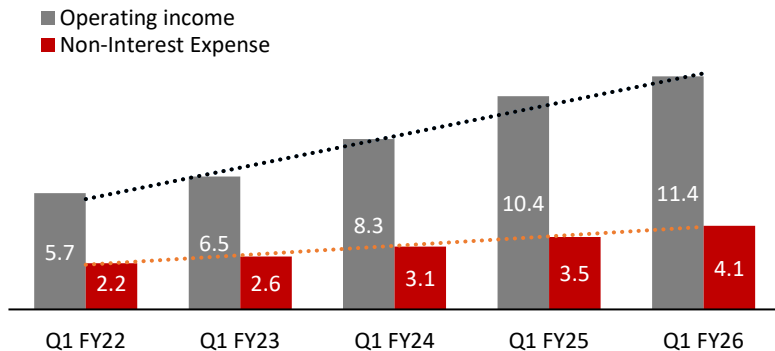
Non-Interest Expense (Rs bn)



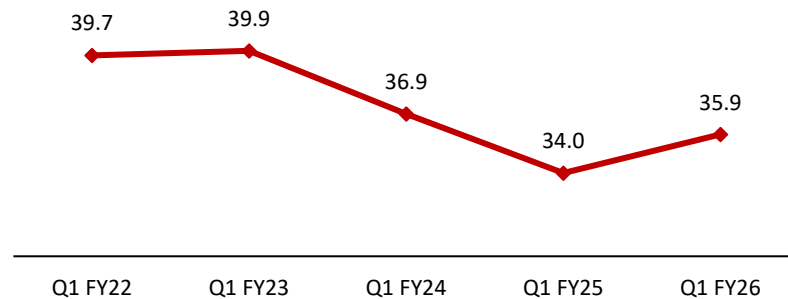
Other Expenses (Rs bn)



Evolution of income and expenses (Rs bn)

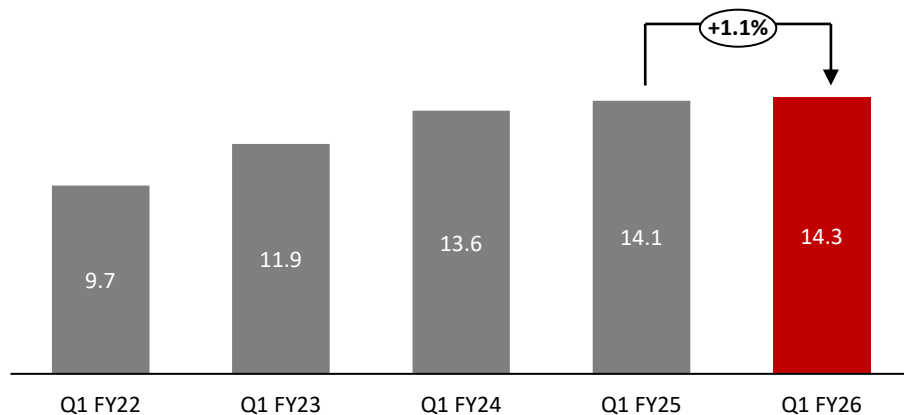


Cost-to-Income Ratio (%)

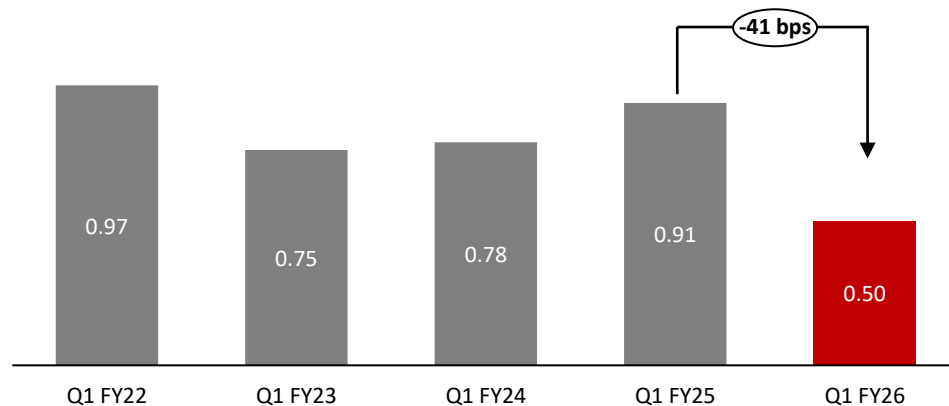


Note: Figures may not add up due to rounding

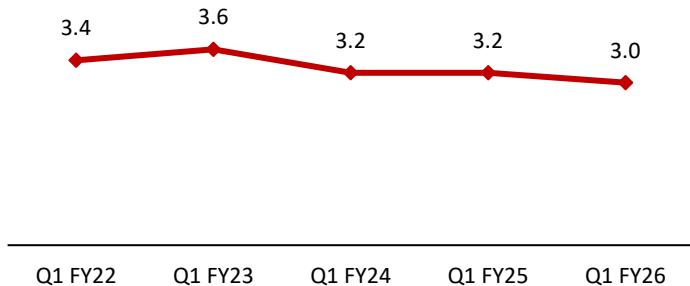
Non-Performing Loans and Advances (Rs bn)



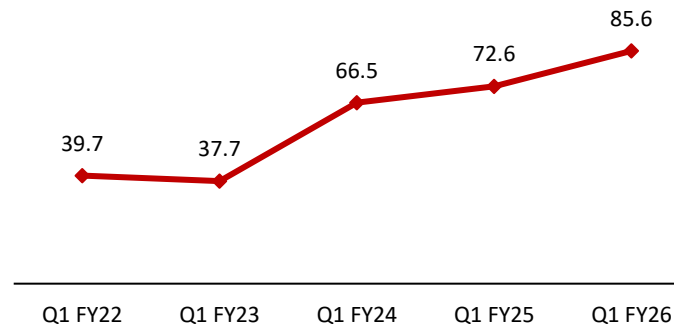
Cost of Risk (%)



Gross NPL Ratio (%)

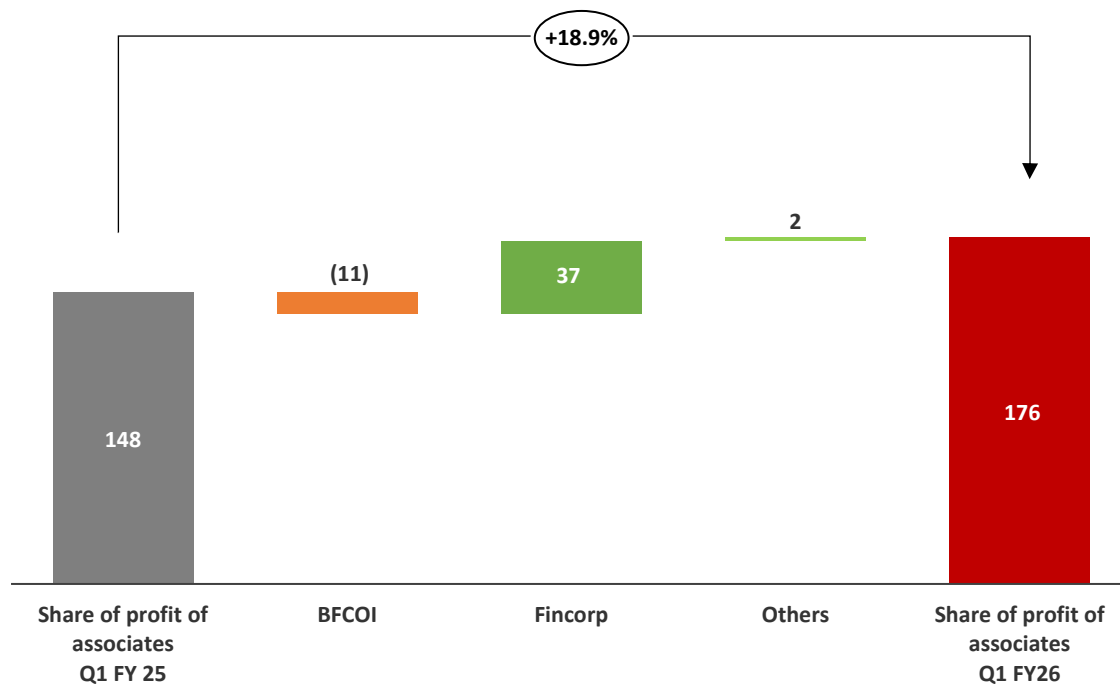


Specific Provision Coverage Ratio (%)





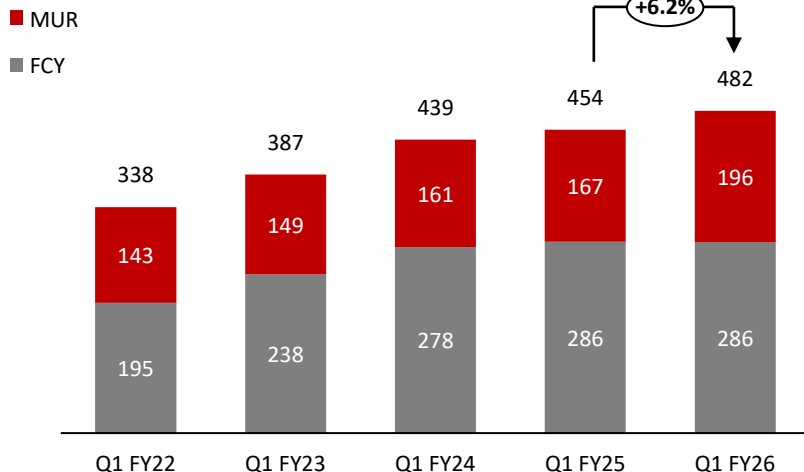
Associates – Increase explained mainly by improved performance of PAD



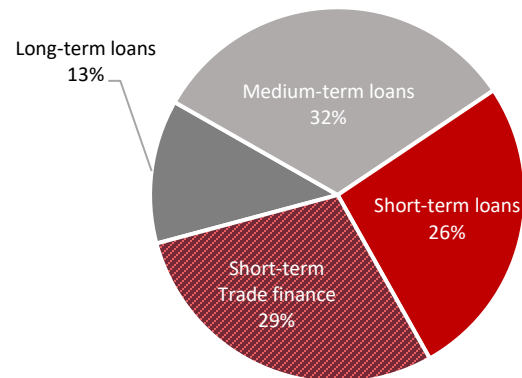


Loans and advances – Growth supported by higher MUR disbursement to both retail and corporate customers

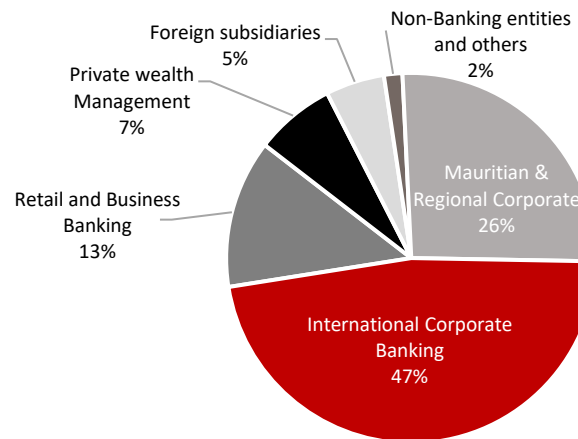
Gross Loans and Advances (Rs bn)*



FCY Loans by Tenor (%) – Q1 FY26



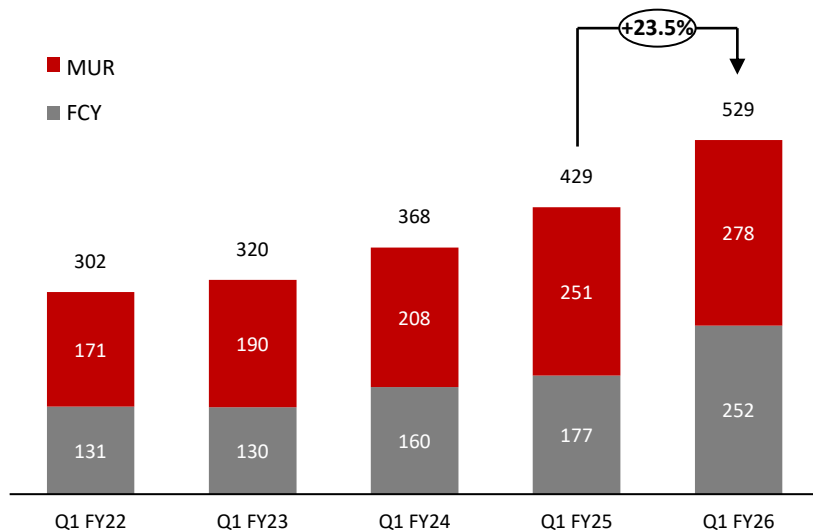
Gross loans by Line of Business (%) – Q1 FY 26



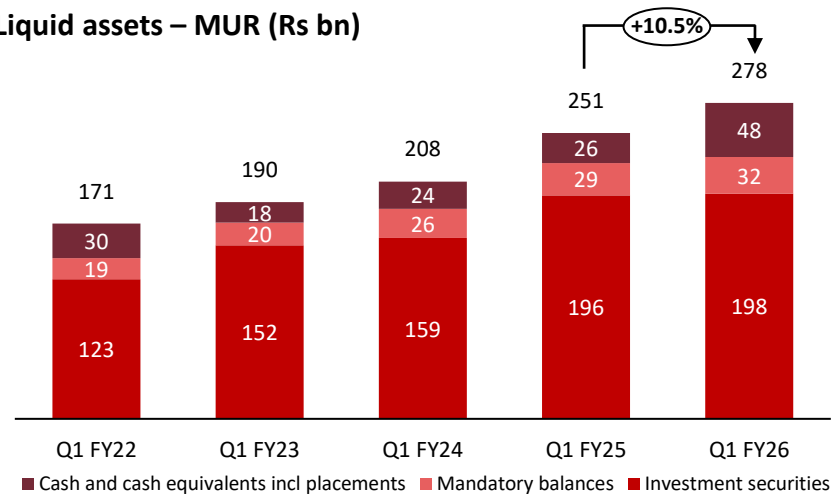


Liquid assets – Excess liquidity deployed mainly in govies and placement with banks

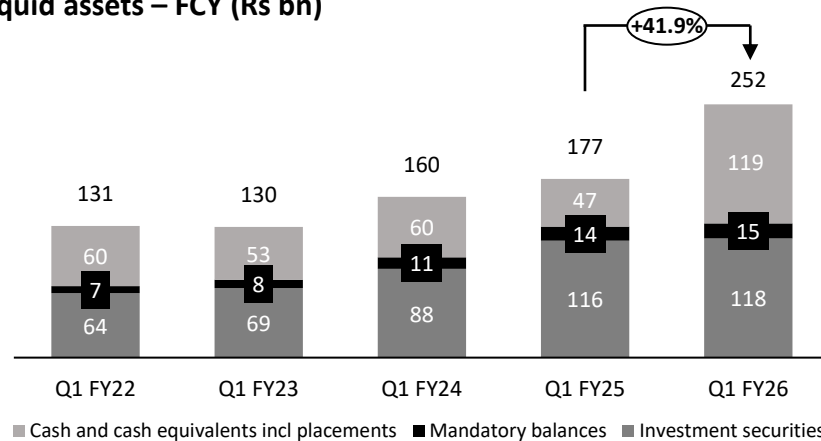
Total liquid assets (Rs bn)



Liquid assets – MUR (Rs bn)



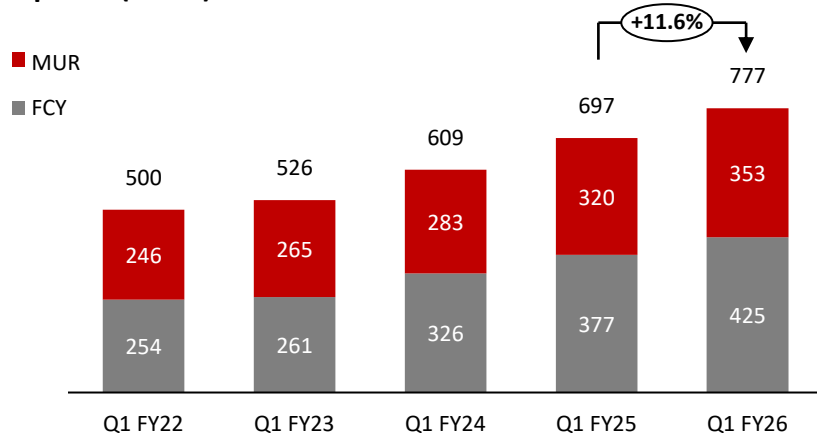
Liquid assets – FCY (Rs bn)



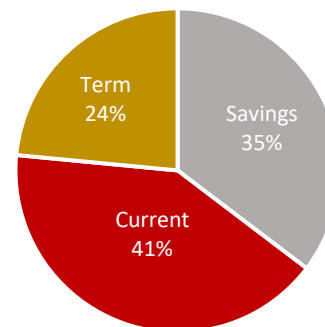


Funding and liquidity – Continued growth in both MUR and FCY deposits

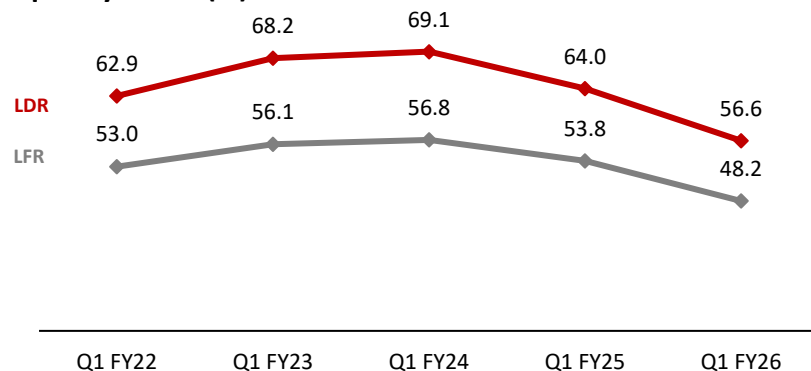
Deposits (Rs bn)



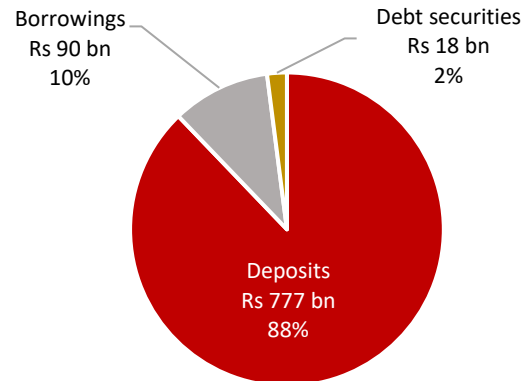
MCB Ltd deposit mix (%) – Q1 FY 26



Liquidity ratios (%)



Funding base composition (%) – Q1 FY 26



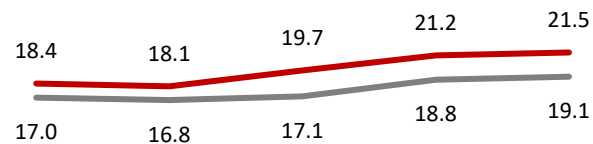
LDR: Net customer loans and advances (including corporate notes) to customer deposit ratio
LFR: Loan-to-funding base (including borrowings) ratio



Capital Adequacy Ratio (%)

—●— Capital adequacy ratio (%)

—●— Tier 1 ratio (%)



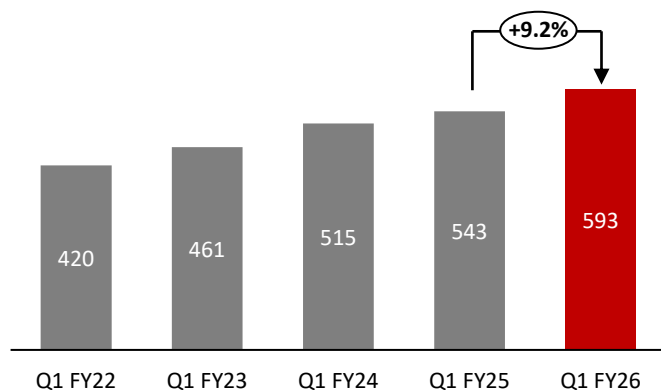
Q1 FY22 Q1 FY23 Q1 FY24 Q1 FY25 Q1 FY26

Return on Equity (%)



Q1 FY22 Q1 FY23 Q1 FY24 Q1 FY25 Q1 FY26

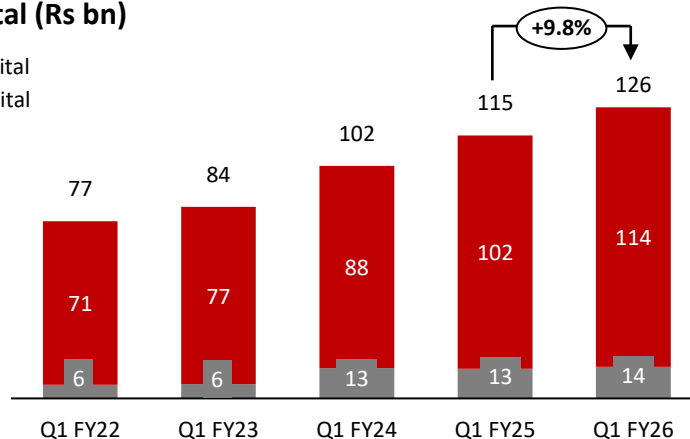
Risk-Weighted Assets (Rs bn)



Total Capital (Rs bn)

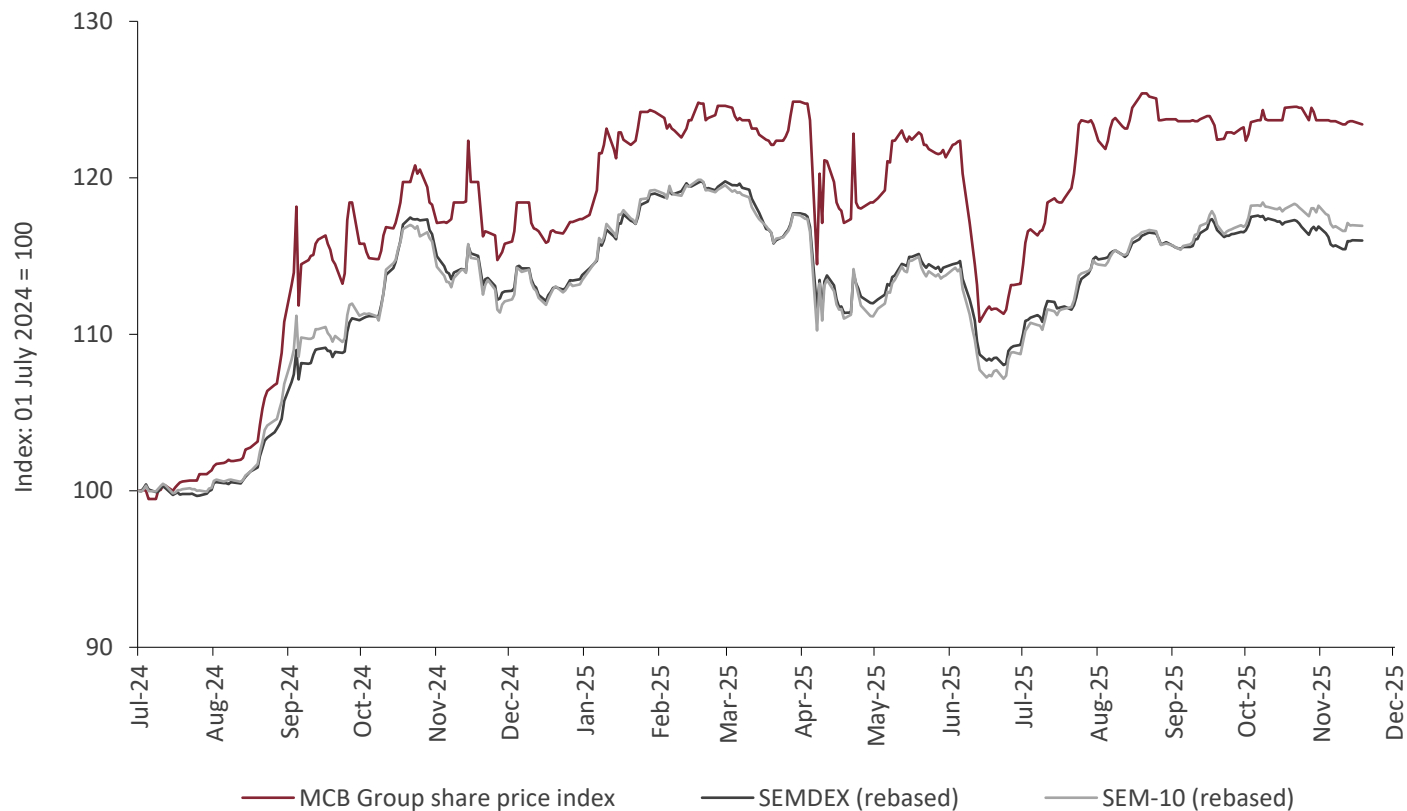
■ Tier 1 Capital

■ Tier 2 Capital





MCB Group share price – MCB Group outperforming local indices



THANK YOU

