

**NINE MONTHS RESULTS
FY 2024/25**

Earnings call presentation





MCB Group – At a Glance

Rs 31.5 bn

(9M FY24: Rs 27.8 bn)

▲
+13.4%

Operating Income

Rs 11.3 bn

(9M FY24: Rs 10.0 bn)

▲
+13.0%

Operating Expense

35.7%

(9M FY24: 35.9%)

▼
-13 bps

Cost-to-income

17.4%

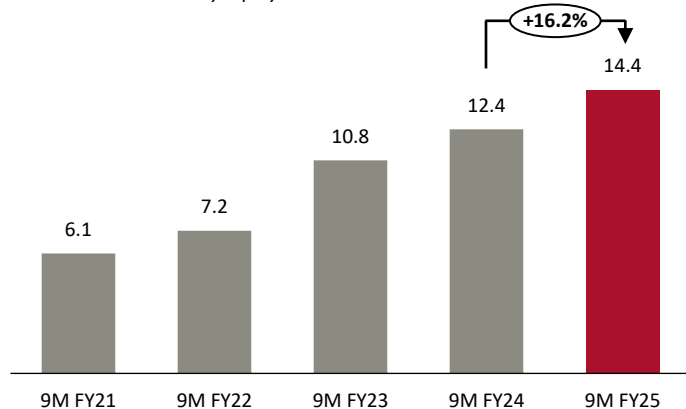
(9M FY24: 17.2%)

▲
+20 bps

Return on Equity

Sustained Growth in Profit (Rs bn)

Profit attributable to Ordinary Equity Holders



59.6%

(Q3 FY24: 63.2%)

▼
-358 bps

Net Loans to Deposits

Rs 382 bn

(Q3 FY24: Rs 360 bn)

▲
+6.2%

Net Customer Loans

Rs 724 bn

(Q3 FY24: Rs 638 bn)

▲
+13.5%

Customer Deposits

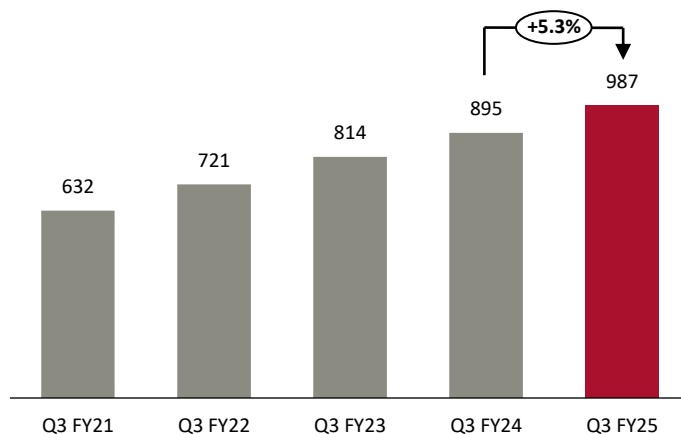
22.4%

(Q3 FY24: 21.1%)

▲
+130 bps

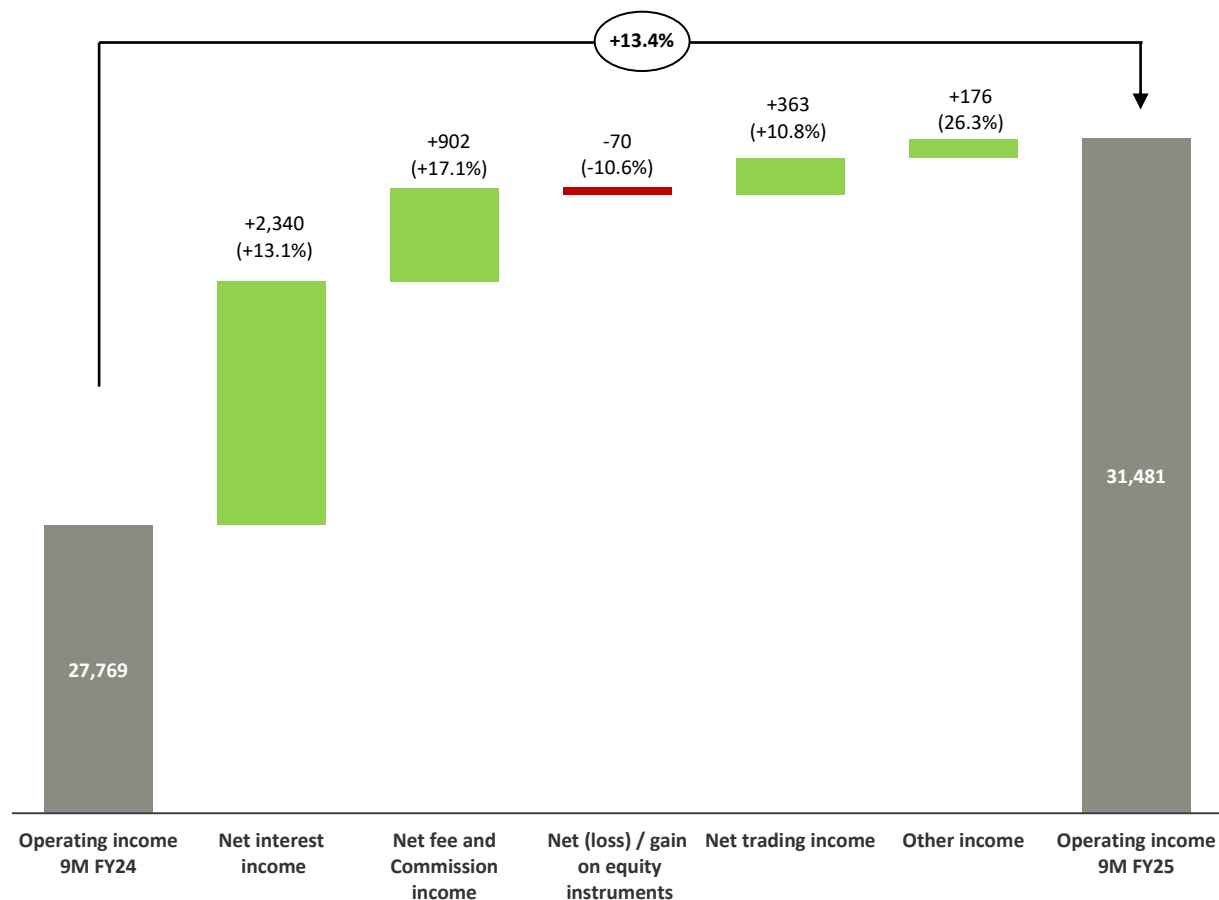
Capital Adequacy Ratio

Y-o-Y Growth in Total Assets (Rs bn)





Operating income – Growth achieved in both net interest income and fees

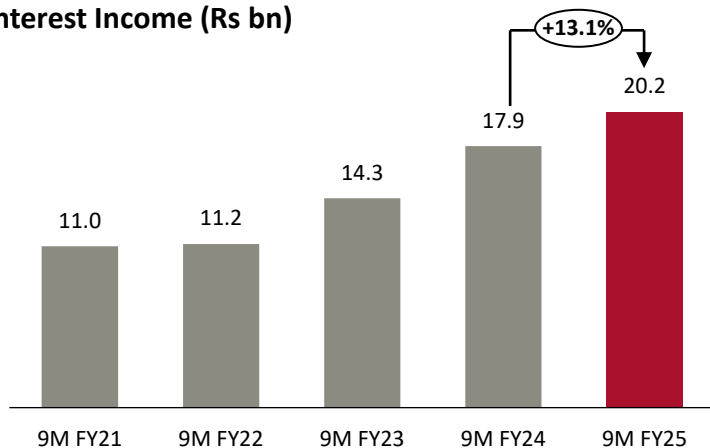


- Increase in net interest income driven by volumes and higher yields on rupee government securities
- Rise in net fee and commission income as result of higher loan arrangement fees and increased trade finance, payment and wealth management activities
- Growth in net trading income reflecting improvement in FX turnover
- A drop in fair value gains on equity financial instruments was recorded, with fair value gains on Visa and Mastercard shares now being recognised in Other Comprehensive Income

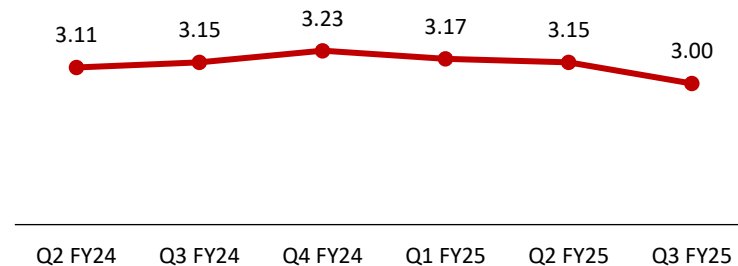


Net Interest Income (NII) – Y-o-Y growth mainly supported by rise in interest-earning assets

Net Interest Income (Rs bn)

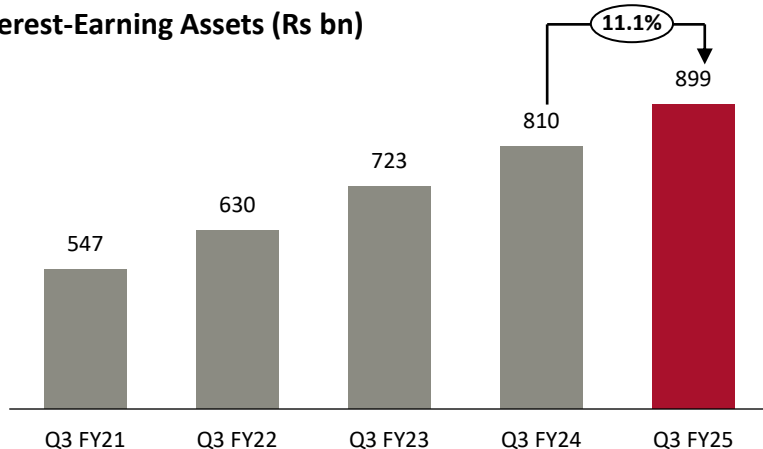


Net Interest Margin* (%)

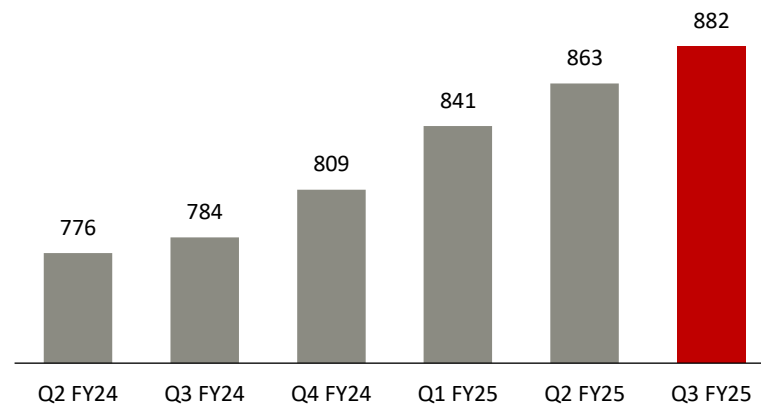


*Net interest Margin: Net interest income as a % of average interest earning assets

Interest-Earning Assets (Rs bn)



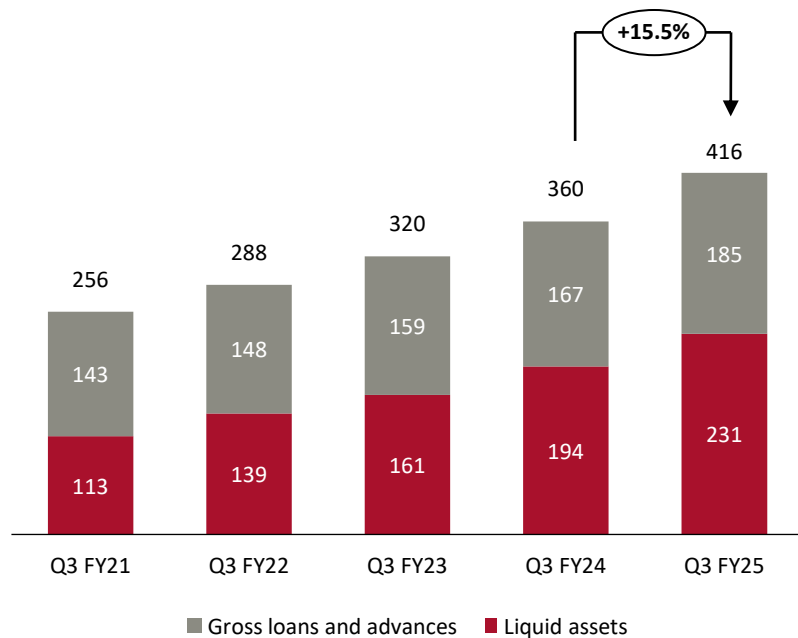
Average Interest-Earning Assets (Rs bn)



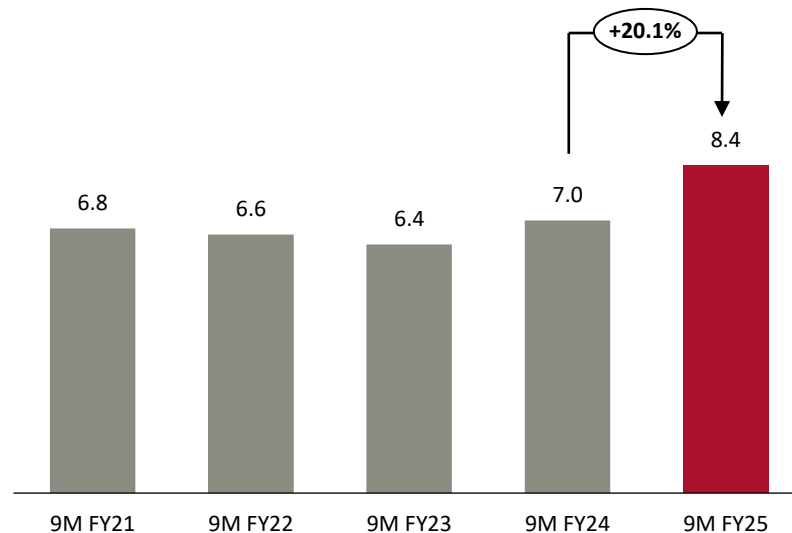
Note: figures reported are end-of-period balances



MUR Interest-Earning assets* (Rs bn)

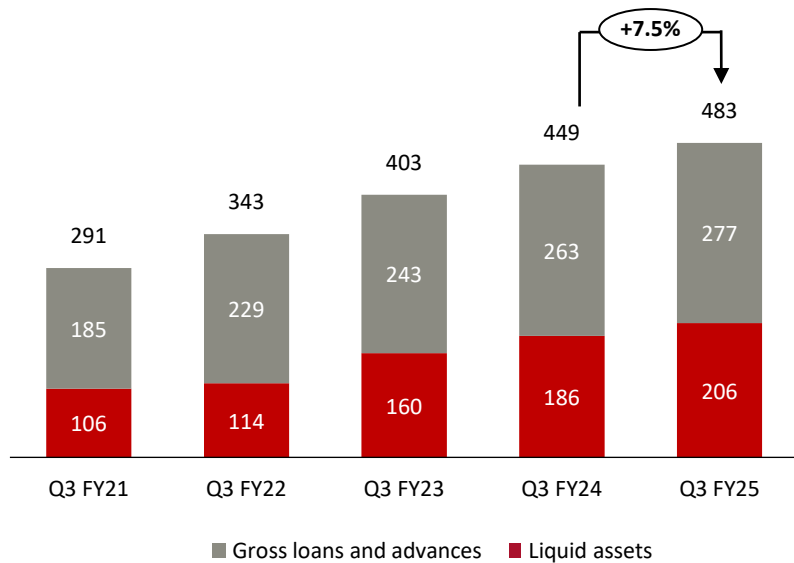


MUR Net Interest Income (Rs bn)

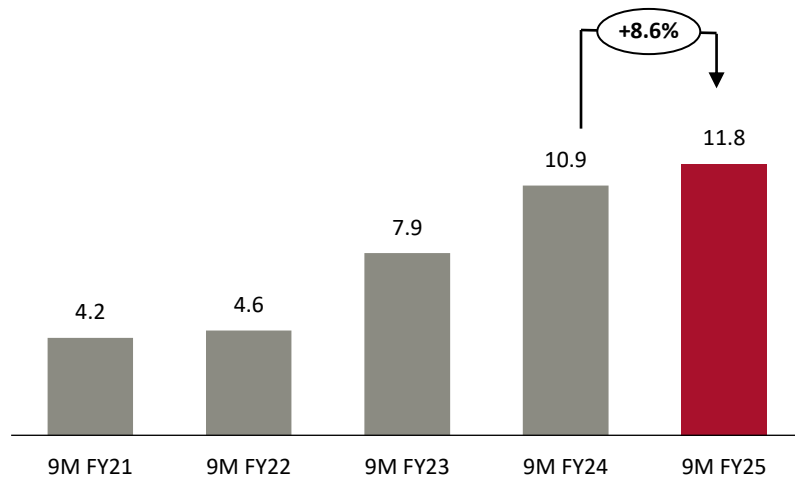




FCY Interest-Earning Assets* (Rs bn)



FCY Net Interest Income (Rs bn)



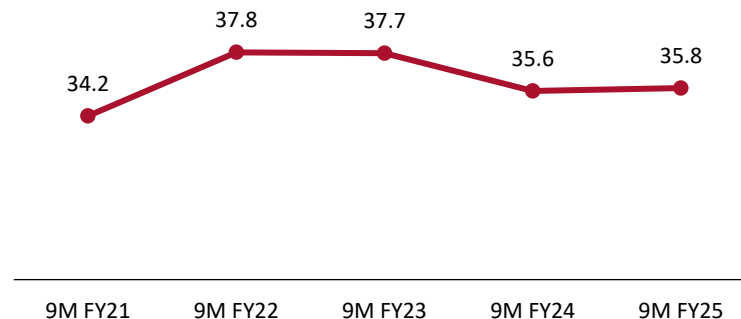
* Interest earning assets reported as end of period balances; average balances increased by 9.1% y.o.y



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

Non-Interest Income (Figures in Rs bn)	9M FY24	9M FY25	%Δ Y-o-Y
Net Fee and Commission Income	5.3	6.2	17.1%
Other Income	4.6	5.1	10.2%
Total Non-Interest Income	9.9	11.3	13.9%

Non-Interest Income to Operating Income Ratio (%)



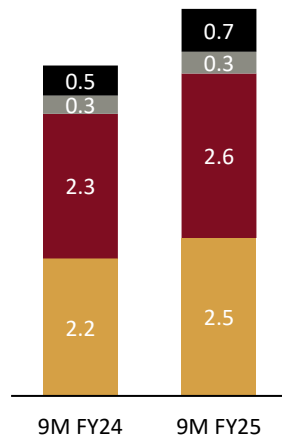
Net fee and Commission Income (Rs bn)

Others

Wealth management services

Trade finance & credit facilities

Payments services



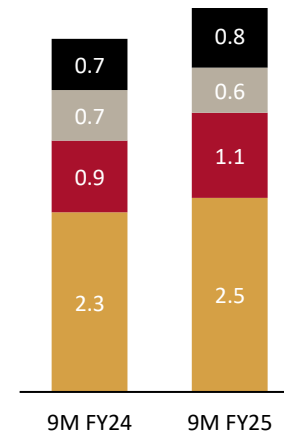
Other Income (Rs bn)

Others

Gain from Equity Financial Instruments

Trading income - other

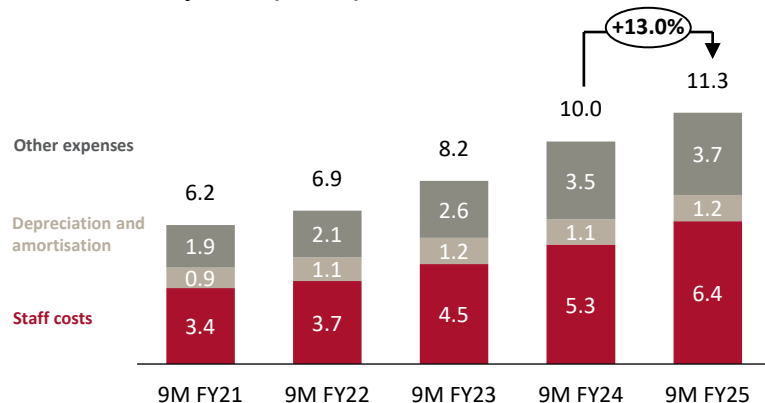
Trading income – FX sales



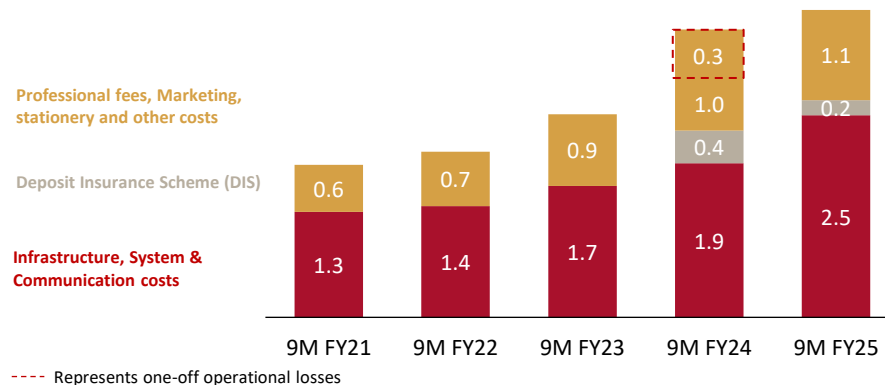


Non-Interest expense (OPEX) - Increase largely explained by rise in staff costs

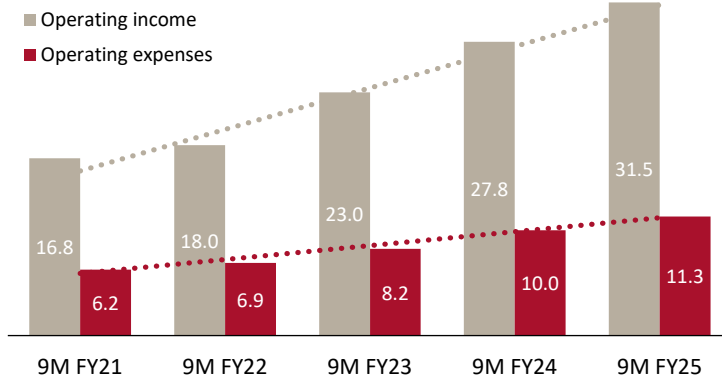
Non-Interest Expense (Rs bn)



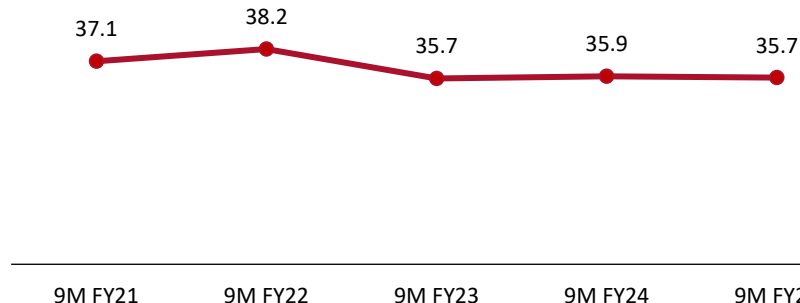
Other Expenses (Rs bn)



Evolution of income and expenses (Rs bn)



Cost-to-Income Ratio (%)

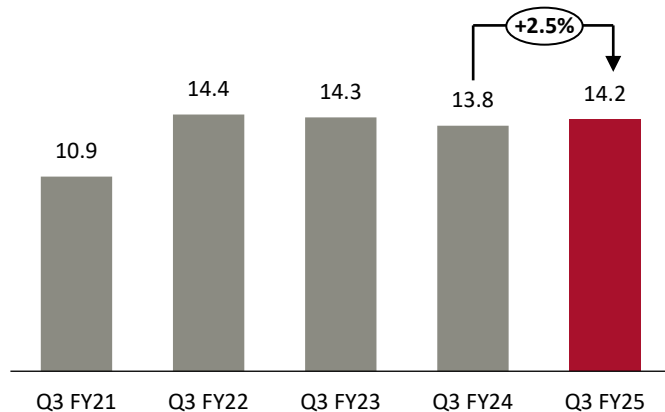


Note: Figures may not add up due to rounding

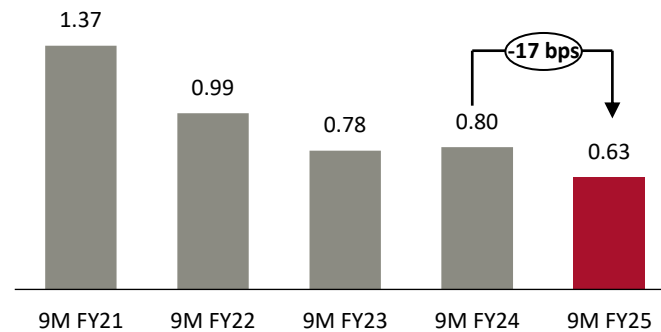


Asset quality – Decline in Gross NPL ratio and cost of risk with strong provision coverage

Non-Performing Loans and Advances (Rs bn)

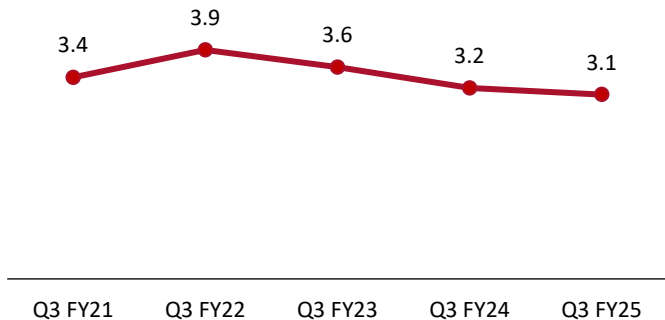


Cost of Risk (%)

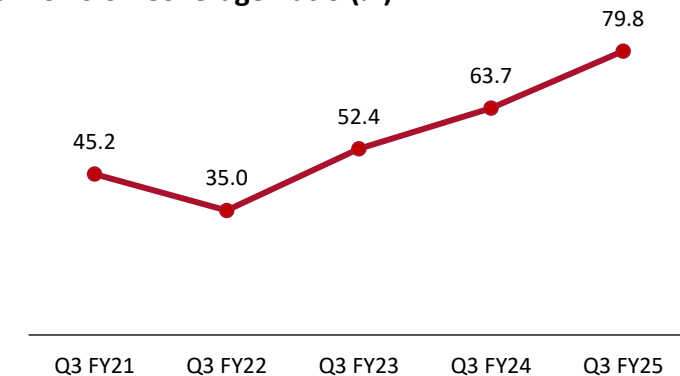


Cost of Risk: Net movement in provisions on loans and corporate notes as a % of gross loans and corporate notes

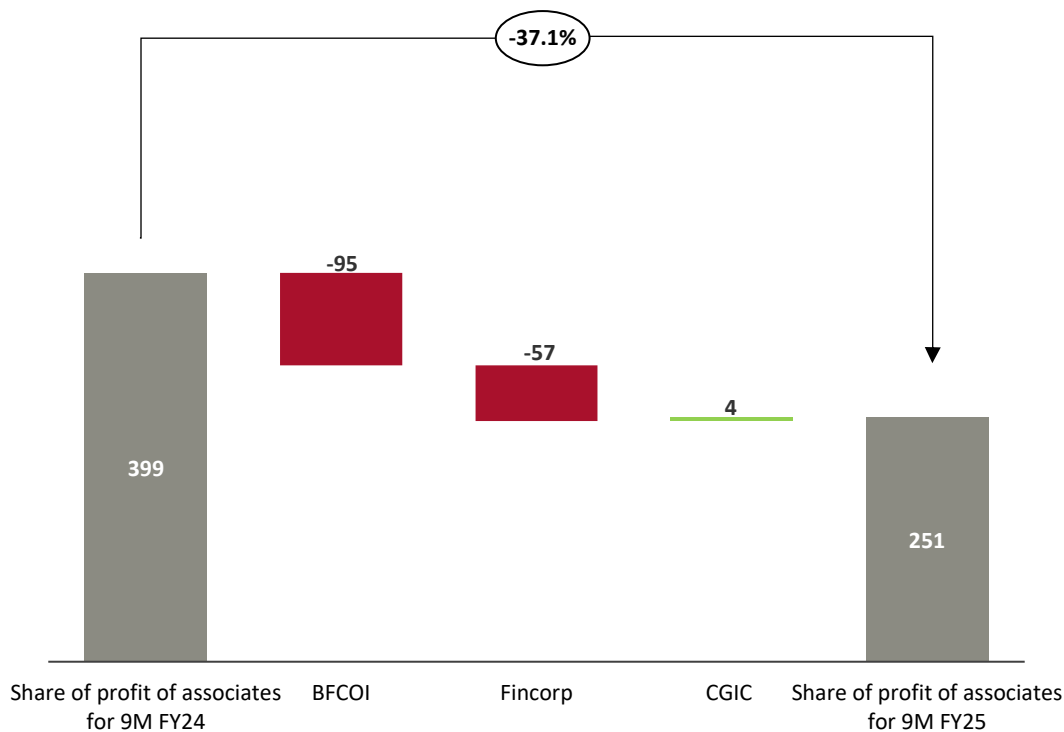
Gross NPL Ratio (%)



Specific Provision Coverage Ratio (%)



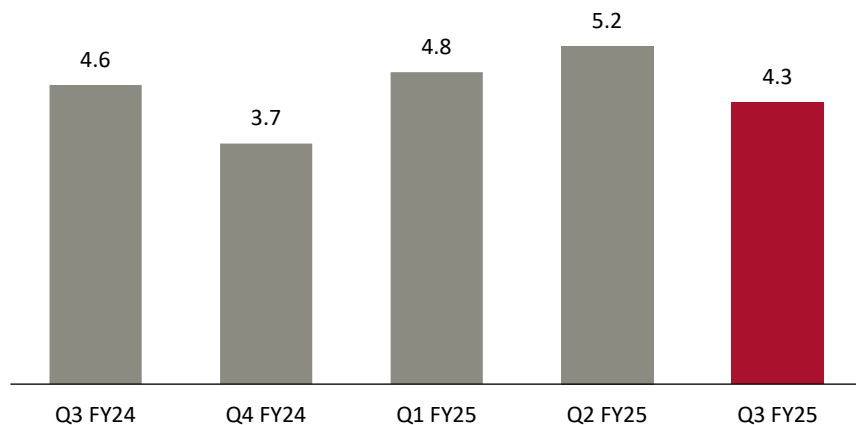
Specific Provision Coverage Ratio: Stage 3 provision on loans and corporate notes as a % of stage 3 gross loans and corporate notes



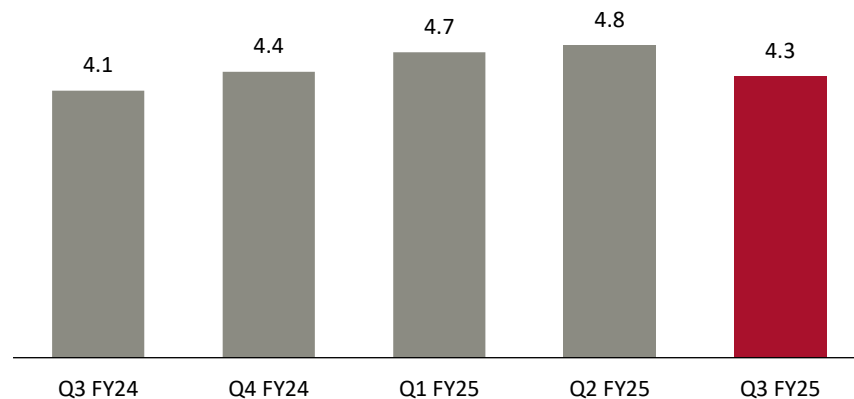
- Lower profit recorded resulting mainly from the drop in profit from BFCOI and Fincorp through PAD's associates



Quarterly Attributable Profits (Rs bn)

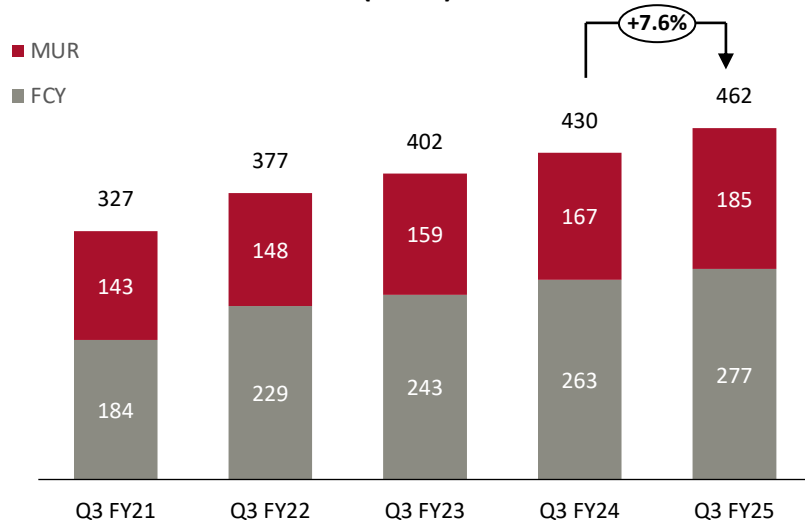


Quarterly Normalised Profits after Tax (Rs bn)

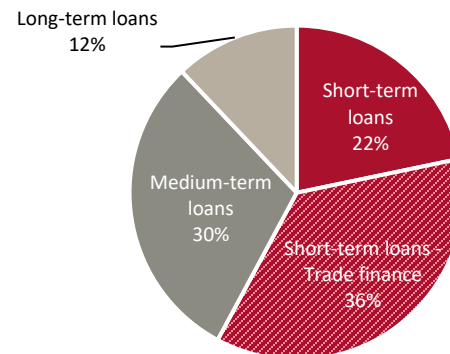




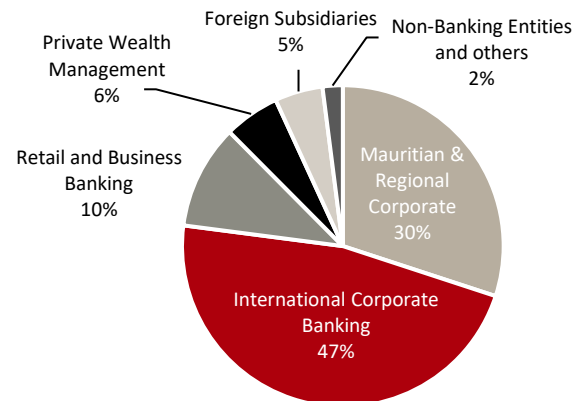
Gross Loans and Advances (Rs bn)*



FCY Loans by Tenor (%) – Q3 FY25



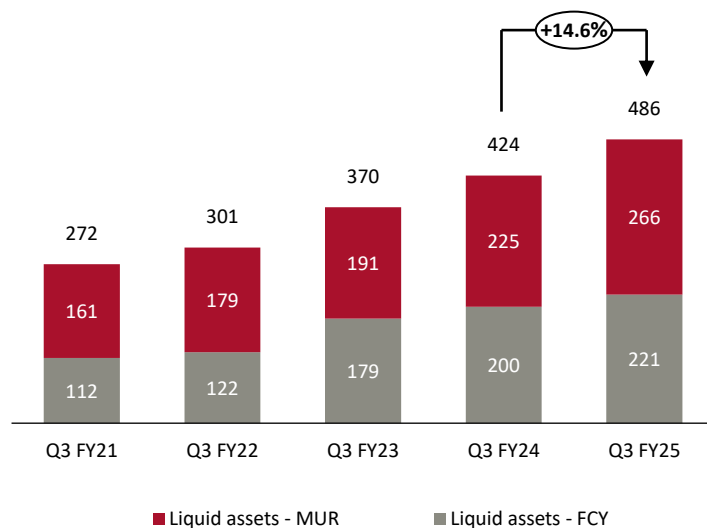
Gross loans by Line of Business (%) – Q3 FY25



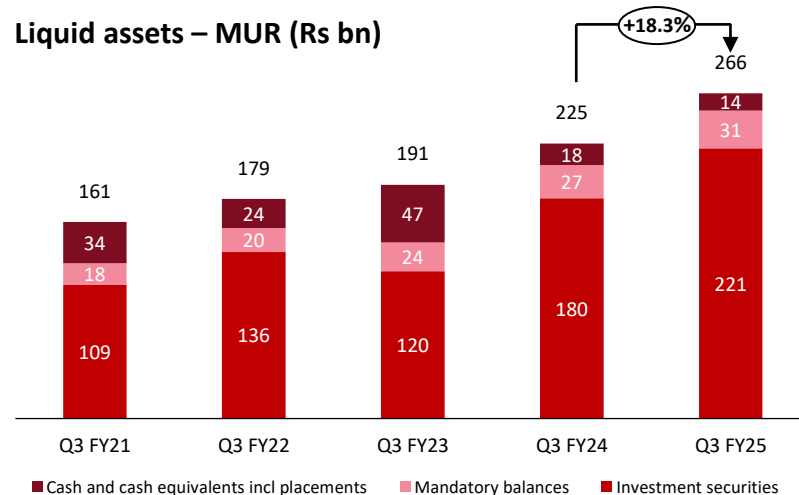


Liquid assets – Excess liquidity in both MUR and FCY mainly deployed in government bonds

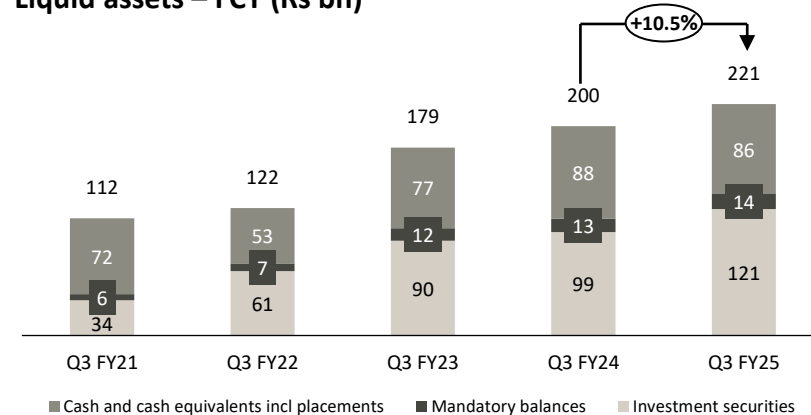
Total liquid assets (Rs bn)



Liquid assets – MUR (Rs bn)



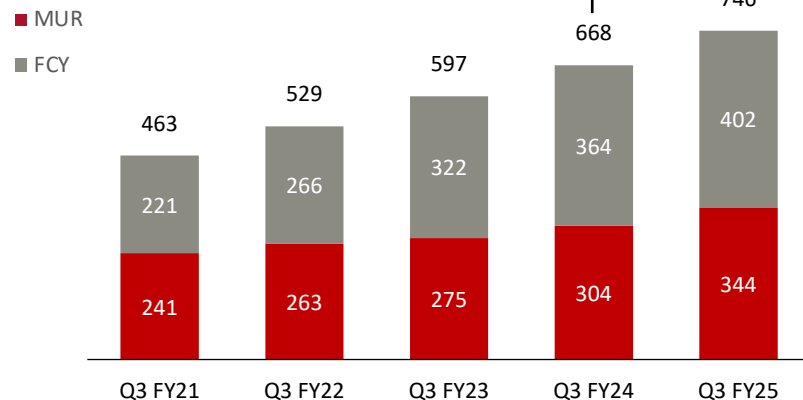
Liquid assets – FCY (Rs bn)



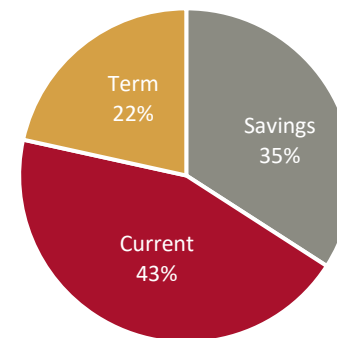


Funding and liquidity – Continued growth in both MUR and FCY deposits

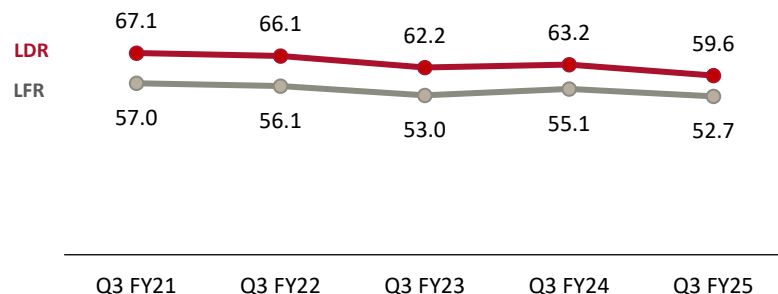
Deposits (Rs bn)



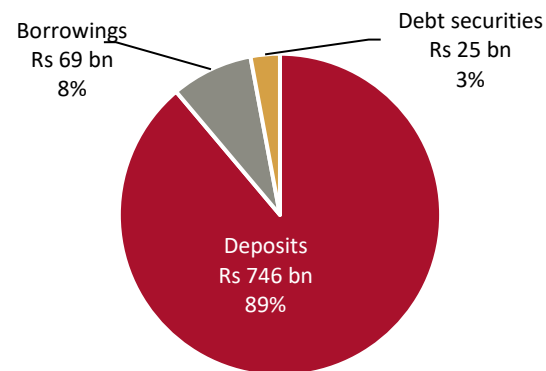
MCB Ltd deposit mix (%) – Q3 FY25



Liquidity ratios (%)



Funding base composition (%) – Q3 FY25



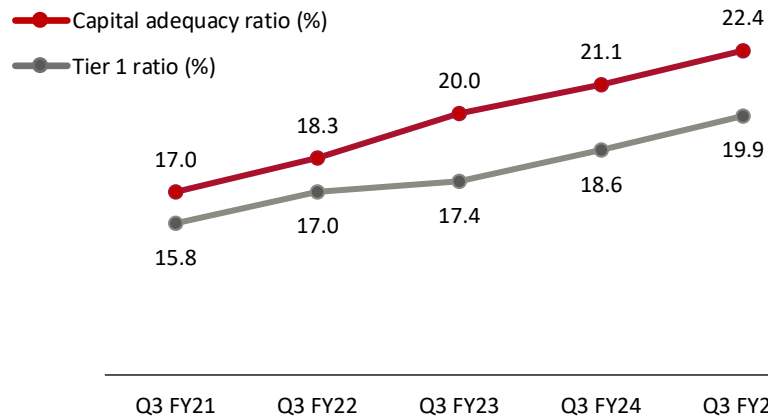
LDR: Net customer loans and advances to customer deposit ratio

LFR: Loan-to-funding base (including borrowings) ratio

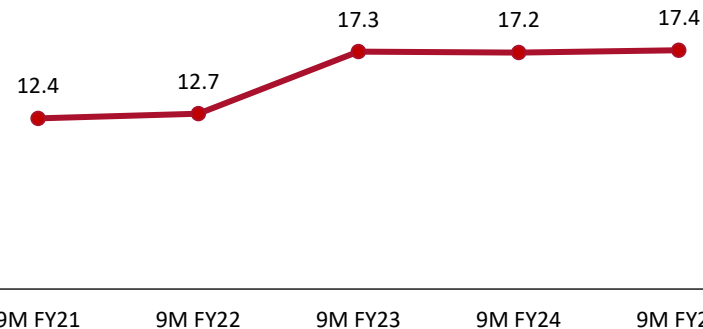


Capital adequacy and return – Improved capital adequacy ratios and stable ROE

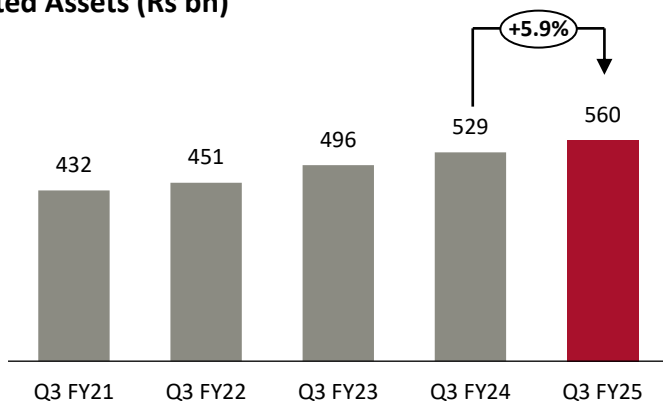
Capital Adequacy Ratio (%)



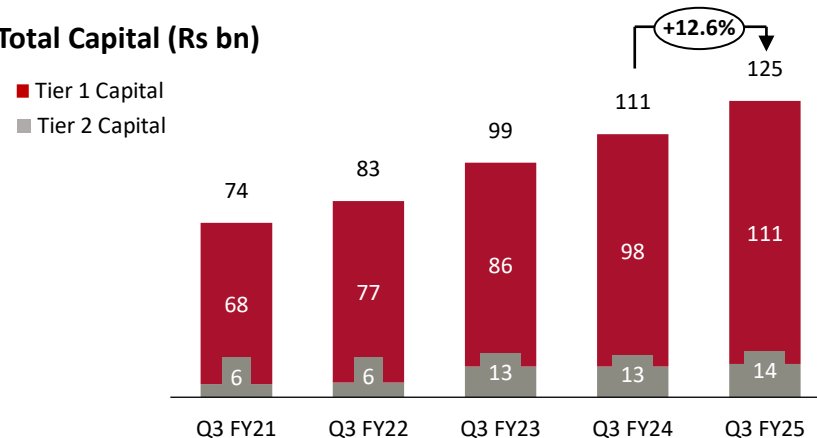
Return on Equity (%)



Risk-Weighted Assets (Rs bn)

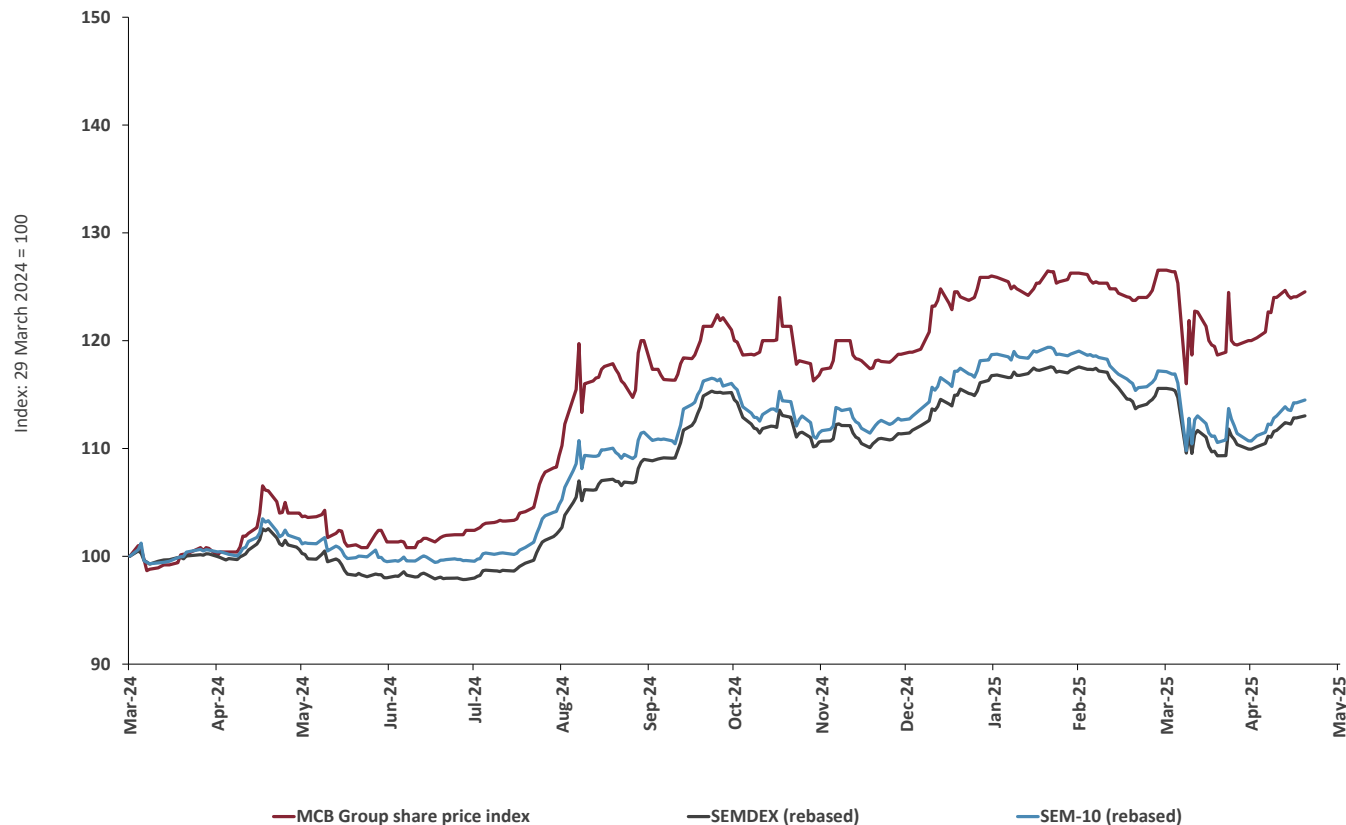


Total Capital (Rs bn)





MCB Group share price – MCB Group outperforming local indices



THANK YOU

