

SE-100(5F)2017/11
February 08, 2017

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
Karachi

Dear Sir,

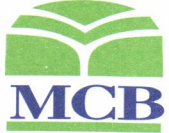
Sub: **FINANCIAL RESULTS FOR THE YEAR ENDED DECEMBER 31, 2016**

We have to inform you that the Board of Directors of **MCB Bank Limited** in their Meeting held on **February 08, 2017, at 11:00 AM, at 9th Floor, MCB House, 15-Main Gulberg, Lahore, Pakistan**, recommended the following:

- (i) **CASH DIVIDEND**
40% [i.e. PKR 4.00 per share; this is in addition to Interim Dividends already paid at PKR 12.00 per share i.e. 120%.]
- (ii) **BONUS SHARES**
Nil
- (iii) **RIGHT SHARES**
Nil
- (iv) **ANY OTHER ENTITLEMENT/CORPORATE ACTION**
Nil
- (v) **ANY OTHER PRICE-SENSITIVE INFORMATION**
Nil

The Financial Results approved by the Board of Directors of the Bank, are attached as **Annexure-A**.

The Annual General Meeting of the Bank will be held on **March 29, 2017**, at 11:00 AM, at Pearl Continental Hotel, Shahrah-e-Quaid-e-Azam, Lahore, Pakistan (subject to approval from Pakistan Stock Exchange Limited).



Bank for Life

The above entitlement will be paid to the shareholders whose names will appear in the Register of Members on March 20, 2017.

The Share Transfer Books of the Bank will be closed from **March 21, 2017 to March 29, 2017** (both days inclusive). Transfers received at M/s THK Associates (Pvt.) Limited, 1st Floor, 40-C, Block-6, P.E.C.H.S., Karachi, at the close of business on March 20, 2017, will be treated in time for the purpose of above entitlement to the transferees.

We will be sending you 200 copies of printed accounts for distribution amongst the TRE Certificate Holders of the Exchange 21 days before the date of AGM.

Yours truly,

Fida Ali Mirza

Company Secretary



Encl: **As above**

Cc: **London Stock Exchange**

MCB Bank Limited

MCB Bank Limited
Unconsolidated Profit and Loss Account (Audited)
Results for the year ended December 31, 2016

	2016	2015 Restated
	(Rupees in thousand)	
Mark-up / return / interest earned	67,422,024	80,393,385
Mark-up / return / interest expensed	<u>23,655,124</u>	<u>31,077,225</u>
Net mark-up / interest income	43,766,900	49,316,160
Provision / (reversal) for diminution in the value of investments - net	<u>(647,356)</u>	822,059
Provision / (reversal) against loans and advances - net	<u>1,300,989</u>	(318,785)
Bad debts written off directly	<u>18</u>	67
	<u>653,651</u>	<u>503,341</u>
Net mark-up / interest income after provisions	43,113,249	48,812,819
Non mark-up / interest income		
Fee, commission and brokerage income	<u>7,639,750</u>	7,842,050
Dividend income	<u>1,456,326</u>	1,266,530
Income from dealing in foreign currencies	<u>958,711</u>	945,739
Gain on sale of securities - net	<u>5,677,010</u>	4,432,941
Unrealized gain / (loss) on revaluation of investments classified as held for trading	<u>1,622</u>	(4,392)
Other income	<u>488,479</u>	2,083,199
Total non mark-up / interest income	<u>16,221,898</u>	<u>16,566,067</u>
	<u>59,335,147</u>	<u>65,378,886</u>
Non mark-up / interest expenses		
Administrative expenses	<u>22,073,702</u>	21,967,630
Other provision - net	<u>271,151</u>	155,240
Other charges	<u>915,604</u>	927,477
Total non mark-up / interest expenses	<u>23,260,457</u>	23,050,347
Extra ordinary / unusual item	-	-
Profit before taxation	<u>36,074,690</u>	<u>42,328,539</u>
Taxation - Current year	<u>12,386,090</u>	14,447,371
- Prior years	<u>1,675,794</u>	1,906,156
- Deferred	<u>121,910</u>	428,745
	<u>14,183,794</u>	<u>16,782,272</u>
Profit after taxation	21,890,896	25,546,267
Retained earnings brought forward	<u>50,746,685</u>	46,947,863
Remeasurement of defined benefit plans - net of tax	<u>780,437</u>	(1,719,982)
Transferred from surplus on revaluation of fixed assets - net of tax	<u>48,636</u>	48,875
Net surplus on revaluation of assets transferred to MCBIBL	<u>-</u>	287,253
	<u>51,575,758</u>	<u>45,564,009</u>
	<u>73,466,654</u>	<u>71,110,276</u>
Appropriations:		
Transferred to:		
Statutory reserve	<u>2,189,090</u>	2,555,099
Final Cash Dividend December 31, 2015 @ Rs 4.0 per share - (December 31, 2014: Rs. 4.0)	<u>4,452,123</u>	4,452,123
Interim Cash Dividend March 31, 2016 @ Rs 4.0 per share - (March 31, 2015: Rs. 4.0)	<u>4,452,123</u>	4,452,123
Interim Cash Dividend June 30, 2016 @ Rs 4.0 per share - (June 30, 2015: Rs. 4.0)	<u>4,452,123</u>	4,452,123
Interim Cash Dividend September 30, 2016 @ Rs 4.0 per share - (September 30, 2015: Rs. 4.0)	<u>4,452,123</u>	4,452,123
	<u>19,997,582</u>	<u>20,363,591</u>
Retained earnings carried forward	<u>53,469,072</u>	<u>50,746,685</u>
Basic and diluted earnings per share - after tax	<u>19.67</u>	<u>22.95</u>

Rupees

MCB Bank Limited & Subsidiary Companies
Consolidated Profit and Loss Account (Audited)
Results for the year ended December 31, 2016

	2016	2015
	(Rupees in thousand)	
Mark-up / return / interest earned	69,035,820	80,840,506
Mark-up / return / interest expensed	24,236,261	31,171,853
Net mark-up / interest income	44,799,559	49,668,653
Provision / (reversal) for diminution in the value of investments - net	(647,356)	831,369
Provision / (reversal) against loans and advances - net	1,204,892	(285,965)
Bad debts written off directly	18	67
	557,554	545,471
Net mark-up / interest income after provisions	44,242,005	49,123,182
Non mark-up / interest income		
Fee, commission and brokerage income	8,244,999	8,463,171
Dividend income	1,123,108	861,381
Income from dealing in foreign currencies	942,613	771,686
Gain on sale of securities - net	5,498,958	4,343,994
Unrealized gain on revaluation of investments classified as held for trading	5,614	577
Other income	540,644	2,088,120
Total non mark-up / interest income	16,355,936	16,528,929
	60,597,941	65,652,111
Non mark-up / interest expenses		
Administrative expenses	23,628,212	22,566,685
Other provision - net	271,151	155,240
Other charges	924,495	937,153
Total non mark-up / interest expenses	24,823,858	23,659,078
Share of profit of associates	946,774	795,607
Extra ordinary / unusual item	-	-
Profit before taxation	36,720,857	42,788,640
Taxation - Current year	12,503,868	14,569,863
- Prior years	1,682,063	1,894,674
- Deferred	177,995	1,209,820
Share of tax of associates	182,786	79,171
	14,546,712	17,753,528
Profit after taxation	22,174,145	25,035,112
Profit attributable to non-controlling interest	(111,157)	(125,111)
Profit attributable to equity shareholders of the Bank	22,062,988	24,910,001
Retained earnings brought forward	52,631,368	49,765,031
Remeasurement of defined benefit plans - net of tax	780,529	(1,719,718)
Transferred from surplus on revaluation of fixed assets - net of tax	48,636	49,162
	53,460,533	48,094,475
	75,523,521	73,004,476
Appropriations:		
Transferred to:		
Statutory reserve	2,206,016	2,564,616
Final Cash Dividend December 31, 2015 @ Rs 4.0 per share - (December 31, 2014: Rs. 4.0)	4,452,123	4,452,123
Interim Cash Dividend March 31, 2016 @ Rs 4.0 per share - (March 31, 2015: Rs. 4.0)	4,452,123	4,452,123
Interim Cash Dividend June 30, 2016 @ Rs 4.0 per share - (June 30, 2015: Rs. 4.0)	4,452,123	4,452,123
Interim Cash Dividend September 30, 2016 @ Rs 4.0 per share - (September 30, 2015: Rs. 4.0)	4,452,123	4,452,123
	20,014,508	20,373,108
Retained earnings carried forward	55,509,013	52,631,368
Basic and diluted earnings per share - after tax	19.82	22.38

Rupees