

SE-100(5F)2014/43  
August 12, 2014

**The Managing Director**

Karachi Stock Exchange Limited  
Stock Exchange Building  
Stock Exchange Road  
**Karachi**

Fax: 021-111-573-329

**The Managing Director**

Lahore Stock Exchange Limited  
19, Khayaban-e-Aiwan-e-Iqbal Road  
P.O. Box No.1315  
**Lahore**

Fax: 042-36368485

**The Managing Director**

Islamabad Stock Exchange Limited  
ISE Towers, 55-B  
Jinnah Avenue, Blue Area  
**Islamabad**

Fax: 051-111-473-329

Sub: **FINANCIAL RESULTS – MCB BANK LIMITED**  
HALF YEAR ENDED JUNE 30, 2014

Dear Sir(s)

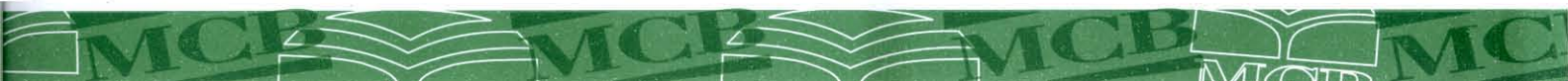
We have to inform you that the Board of Directors of **MCB Bank Limited** in their Meeting held on **August 12, 2014 at 11:00 AM, at 9th Floor, MCB Building, 15-Main Gulberg, Lahore**, recommended the following:

- (i) **CASH DIVIDEND**  
35% (i.e. PKR. 3.50 per share)
- (ii) **BONUS SHARES**  
Nil
- (iii) **RIGHT SHARES**  
Nil
- (iv) **ANY OTHER ENTITLEMENT/CORPORATE ACTION**  
Nil
- (v) **ANY OTHER PRICE-SENSITIVE INFORMATION**  
Nil

Page 1 of 2



**MCB Bank Limited**





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

The Share transfer books of the Bank will remain closed from **September 10, 2014 to September 17, 2014** (both days inclusive) subject to the approval of the Stock Exchange.

The Shareholders whose names appear in the Register of Members at the close of business on September 09, 2014, will be entitled to above entitlement. Transfer received at the office of Share Registrar, M/s THK Associates (Pvt.) Ltd, Ground Floor, State Life Building-3, Dr. Ziauddin Ahmed Road, Karachi, at the close of business on September 09, 2014, will be treated in time for the purpose of above entitlement to the transferees.

We will be sending 200 copies of printed Accounts for distribution amongst the members of the Exchange.

Yours truly

*Mudassar Hussain Naqvi*

**Syed Mudassar Hussain Naqvi**  
Company Secretary & Group Head Legal Affairs

Encl: **As above**

Cc: **London Stock Exchange**



1/2

**MCB Bank Limited**  
**Unconsolidated Condensed Interim Profit and Loss Account (Un-audited)**  
**Results for the six months ended June 30, 2014**

Annexure A

	Quarter ended June 30, 2014	Half year ended June 30, 2014	Quarter ended June 30, 2013	Half year ended June 30, 2013
	----- (Rupees in '000) -----			
Mark-up / return / interest earned	19,638,472	37,573,378	16,259,629	32,974,914
Mark-up / return / interest expensed	8,215,500	16,136,524	7,172,627	14,165,224
Net mark-up / interest income	11,422,972	21,436,854	9,087,002	18,809,690
Reversal of provision against loans and advances - net	(386,340)	(939,201)	(468,869)	(1,279,800)
Reversal of provision for diminution in the value of investments - net	(10,272)	(40,749)	(5,296)	(34,773)
Bad debts written off directly	20	20	-	-
	(396,592)	(979,930)	(474,165)	(1,314,573)
<b>Net mark-up / interest income after provisions</b>	<b>11,819,564</b>	<b>22,416,784</b>	<b>9,561,167</b>	<b>20,124,263</b>
<b>Non mark-up / interest income</b>				
Fee, commission and brokerage income	1,717,364	3,402,276	1,737,856	3,265,203
Dividend income	171,257	448,776	129,210	506,900
Income from dealing in foreign currencies	333,848	750,271	155,804	296,370
Gain on sale of securities - net	374,118	628,497	1,347,341	1,552,989
Unrealized gain on revaluation of investments classified as held for trading	-	-	3,173	2,241
Other income	118,633	225,888	118,294	218,378
Total non mark-up / interest income	2,715,220	5,455,708	3,491,678	5,842,081
	14,534,784	27,872,492	13,052,845	25,966,344
<b>Non-mark-up / interest expenses</b>				
Administrative expenses	4,765,481	9,570,671	3,906,100	7,944,215
Other provisions / (reversals)	119,643	115,253	(72,302)	(62,122)
Other charges	205,966	386,782	196,301	384,245
Total non mark-up / interest expenses	5,091,090	10,072,706	4,030,099	8,266,338
	9,443,694	17,799,786	9,022,746	17,700,006
Extraordinary / unusual item	-	-	-	-
<b>Profit before taxation</b>	<b>9,443,694</b>	<b>17,799,786</b>	<b>9,022,746</b>	<b>17,700,006</b>
Taxation - current period	3,078,246	5,910,889	2,657,515	5,518,291
- prior years	-	-	-	-
- deferred	151,191	162,691	245,909	294,442
	3,229,437	6,073,580	2,903,424	5,812,733
<b>Profit after taxation</b>	<b>6,214,257</b>	<b>11,726,206</b>	<b>6,119,322</b>	<b>11,887,273</b>
Retained earnings brought forward - restated	40,971,397	40,552,043	37,015,202	35,424,921
Remeasurement of defined benefit plans - net of tax	164,050	164,050	96,341	165,960
Transfer from surplus on revaluation of fixed assets - net of tax	11,907	23,814	8,947	17,894
	41,147,354	40,739,907	37,120,490	35,608,775
	47,361,611	52,466,113	43,239,812	47,496,048
<b>APPROPRIATIONS:</b>				
Transfer to:				
Statutory reserve	621,426	1,172,621	611,932	1,188,727
Issue of bonus shares - Dec 31, 2013 @ 10 % (Dec 2012: 10%)	-	1,011,846	-	919,860
Final cash dividend - Dec 31, 2013 @ Rs 3.5 per share - (Dec 2012: Rs.3)	-	3,541,461	-	2,759,581
Interim Cash Dividend March 2014 @ Rs 3.0 per share - (March 2013: Rs. 3.5)	3,339,092	3,339,092	3,541,471	3,541,471
	3,960,518	9,065,020	4,153,403	8,409,639
	43,401,093	43,401,093	39,086,409	39,086,409
Earnings per share - basic and diluted - Rupees	5.58	10.54	5.50	10.68

**MCB Bank Limited & subsidiary companies**  
**Consolidated Condensed Interim Profit and Loss Account (Un-audited)**  
**Results for the six months ended June 30, 2014**

Annexure A

	Quarter ended June 30, 2014	Half year ended June 30, 2014	Quarter ended June 30, 2013	Half year ended June 30, 2013
	----- (Rupees in '000) -----			
Mark-up / return / interest earned	19,670,804	37,631,625	16,288,961	33,029,122
Mark-up / return / interest expensed	8,218,537	16,140,895	7,175,867	14,171,662
Net mark-up / interest income	11,452,267	21,490,730	9,113,094	18,857,460
Reversal of provision against loans and advances - net	(379,295)	(932,156)	(468,869)	(1,279,800)
Reversal of provision for diminution in the value of investments - net	(10,272)	(40,749)	(5,296)	(34,773)
Bad debts written off directly	20	20	-	-
	(389,547)	(972,885)	(474,165)	(1,314,573)
<b>Net mark-up / interest income after provisions</b>	<b>11,841,814</b>	<b>22,463,615</b>	<b>9,587,259</b>	<b>20,172,033</b>
<b>Non mark-up / interest income</b>				
Fee, commission and brokerage income	1,866,735	3,670,209	1,849,927	3,482,250
Dividend income	69,306	300,629	93,176	415,431
Income from dealing in foreign currencies	333,938	750,393	155,995	296,687
Gain on sale of securities - net	376,248	627,118	1,351,723	1,537,585
Unrealized gain on revaluation of investments classified as held for trading	17,175	41,156	11,622	45,541
Other income	119,565	227,475	119,842	221,640
Total non mark-up / interest income	2,782,967	5,616,980	3,582,285	5,999,134
	14,624,781	28,080,595	13,169,544	26,171,167
<b>Non-mark-up / interest expenses</b>				
Administrative expenses	4,878,525	9,776,164	4,009,430	8,129,587
Other provisions / (reversals)	119,643	115,253	(72,302)	(62,122)
Other charges	205,966	386,782	196,333	384,314
Total non mark-up / interest expenses	5,204,134	10,278,199	4,133,461	8,451,779
<b>Share of profit of associates</b>	<b>68,270</b>	<b>257,438</b>	<b>266,656</b>	<b>451,687</b>
	9,488,917	18,059,834	9,302,739	18,171,075
Extraordinary / unusual item	-	-	-	-
<b>Profit before taxation</b>	<b>9,488,917</b>	<b>18,059,834</b>	<b>9,302,739</b>	<b>18,171,075</b>
Taxation - current period	3,096,980	5,944,183	2,668,822	5,544,191
- prior years	-	-	-	-
- deferred	215,352	246,116	268,600	335,167
Share of tax of associates	7,958	26,136	25,297	48,862
	3,320,290	6,216,435	2,962,719	5,928,220
<b>Profit after taxation</b>	<b>6,168,627</b>	<b>11,843,399</b>	<b>6,340,020</b>	<b>12,242,855</b>
Profit attributable to minority interest	(28,175)	(51,894)	(18,925)	(36,613)
<b>Profit attributable to ordinary shareholders</b>	<b>6,140,452</b>	<b>11,791,505</b>	<b>6,321,095</b>	<b>12,206,242</b>
Retained earnings brought forward	43,596,622	43,038,094	39,238,496	37,530,955
Remeasurement of defined benefit plans - net of tax	164,050	164,050	96,341	165,960
Transfer from surplus on revaluation of fixed assets - net of tax	11,997	23,974	9,016	18,027
	43,772,669	43,226,118	39,343,853	37,714,942
	49,913,121	55,017,623	45,664,948	49,921,184
<b>APPROPRIATIONS:</b>				
Transfer to:				
Statutory reserve	621,426	1,172,621	611,932	1,188,727
Issue of bonus shares - Dec 31, 2013 @ 10 % (Dec 2012: 10%)	-	1,011,846	-	919,860
Final cash dividend - Dec 31, 2013 @ Rs 3.5 per share - (Dec 2012: Rs.3)	-	3,541,461	-	2,759,581
Interim Cash Dividend March 2014 @ Rs 3.0 per share - (March 2013: Rs. 3.5)	3,339,092	3,339,092	3,541,471	3,541,471
	3,960,518	9,065,020	4,153,403	8,409,639
Retained earnings carried forward	45,952,603	45,952,603	41,511,545	41,511,545
Earnings per share - basic and diluted - Rupees	5.52	10.59	5.68	10.97