

## Press Release

### MCB Bank announces financial performance for the half year ended June 2016

**[Lahore: 10<sup>th</sup> August 2016]** The Board of Directors of MCB Bank Limited, met under the Chairmanship of Mian Mohammad Mansha, on August 10, 2016 to review the performance of the Bank and approve the financial statements for the half year ended June 30, 2016.

MCB Bank Limited reported a Profit Before Tax (PBT) of Rs. 18.9 billion and a Profit After Tax (PAT) of Rs. 10.7 billion. Net markup income of the Bank was reported at Rs. 23.4 billion, down by 6.2% over corresponding period last year. On the gross markup income side, the Bank reported a decrease of Rs. 5.1 billion which was mainly on account of decreased yields on advances and investments in-line with interest rate movements. However, advances and investments grew by Rs. 10.9 billion and Rs. 11.2 billion on average respectively when compared with the corresponding period last year. On the interest bearing liabilities side, the consistent tapering of high cost deposits along with the decrease in minimum deposit rate resulted in a significant drop in cost of funds.

On the non-markup income front, the Bank reported a base of Rs. 6.1 billion with major contributions from fees, commissions and dividend income.

The administrative expense base (excluding pension fund reversal) recorded a nominal increase of 0.2% over the corresponding period last year. On the provision front, MCB Bank Limited continued with its recovery trajectory and posted a reversal in provision of Rs. 620 million in the six months period ended June 30, 2016.

The total asset base of the Bank was reported at Rs. 1,086.4 billion presenting a growth of 8.16% over 2015. Analysis of the asset mix highlights that net investments have increased by Rs. 32.5 billion (+5.75%) with net advances increasing by Rs. 38.2 billion (+12.56%) over December 31, 2015. The coverage ratio of the Bank was reported at 86.49% with an infection ratio of 5.71%.

On the liabilities side, the deposit base of the Bank recorded an increase of Rs. 58.6 billion (8.41%) over December 2015. MCB Bank Limited continued to enjoy one of the highest CASA mixes in the banking industry of 94% with current deposits increasing by 17% and savings deposits by 5% over December 2015. Return on Assets and Return on Equity were reported at 2.05% and 18.78% respectively, whereas book value per share stood at Rs. 103.23.

The Board of Directors declared a 2<sup>nd</sup> interim cash dividend of Rs. 4.0 per share for the half year ended June 30, 2016 which is in addition to a Rs. 4.0 per share 1<sup>st</sup> interim dividend already paid to shareholders.

**ENDS**

**About MCB Bank:**



## Press Release

MCB Bank, is one of Pakistan's largest & most innovative banks in the private sector. The bank operates a strong and vast network of over 1200 ATMs, over 1240 branches in Pakistan and 11 branches overseas. MCB Bank was declared 'Best Bank in Pakistan, 2016 by Euromoney & Finance Asia' and the bank continues to maintain a strong rating of AAA/A1+. With a customer base of over 06 million, it leads the banking & financial services sector in Pakistan and Customers across the globe have 24/7 access to MCB Bank via the bank's World Class Internet Banking.

### Media Contacts:

#### **Humaid Merchant**

Unit Head Strategic Public Relations  
MCB Bank Ltd.

Phone # +92 42 36041610

Cell # 321 7777166

[humaid.merchant@mcb.com.pk](mailto:humaid.merchant@mcb.com.pk)

#### **Rais Ahmed Alvi**

Department Head Marketing  
MCB Bank Ltd.

Phone # +92 42 36042785

Cell # 0340-0007081

[rais.alvi@mcb.com.pk](mailto:rais.alvi@mcb.com.pk)

#### **Syed Fuad Mehdi**

Divisional Head - Marketing  
MCB Bank Ltd.

Phone # +92 42 36041890

Cell # 92 321 8216999

[fuad.mehdi@mcb.com.pk](mailto:fuad.mehdi@mcb.com.pk)