

Result announcement 3QCY22

Commercial Banks

MCB Bank Limited

Earnings: MCB Bank Limited (MCB) announced its financial result for the third quarter 2022. As per the financial result, the Bank reported earnings of PKR 8.7bn (PKR 7.4/share) during 3QCY22 compared to same period last year of PKR 7.8bn (PKR 6.6/share), an increase of +12%/y. This brings 9mCY22 total earnings to PKR 19.9bn.

Dividends/Payouts: The bank announced an interim cash dividend of PKR 5/share this quarter. This brings total cash payout to PKR 14/share for 9MCY22.

Operating performance: During the period under review, the Bank reported net-interest income of PKR 22.5bn (up by +39%/y) and non-interest income of PKR 7.4bn (up by +51%/y). As a result total revenue of the bank stood at PKR 29.9bn (up by +42%/y). Moreover, MCB recorded operating expenses of PKR 11.3bn (up by +22%/y) that improved bank's cost/income ratio to 38% (last year: 44%). The Bank booked a provision reversal of PKR 0.5bn this quarter. Tax charge for this quarter came at PKR 10.3bn (effective tax rate of 54%).

Exhibit: Unconsolidated Financial Highlights MCB Bank Limited (MCB)										
Latest result published for 3QCY22										
Period (PKRbn)	9m'22	3q'22	2q'22	1q'22	2021	4q'21	3q'21	2q'21	1q'21	2020
Net Interest Income	61.5	22.5	20.9	18.1	64.0	16.2	16.2	16.3	15.2	71.3
Fee Income	10.3	3.6	3.5	3.3	12.4	3.3	3.1	2.7	3.3	10.9
Treasury Income	9.8	3.7	3.7	2.4	6.8	2.2	1.6	1.5	1.5	7.1
Non-Interest Income	20.3	7.4	7.2	5.7	20.1	5.7	4.9	4.7	4.7	18.1
Total Revenue	81.8	29.9	28.1	23.8	84.1	21.9	21.1	21.1	20.0	89.5
Operating Expenses	(31.5)	(11.3)	(10.4)	(9.8)	(36.9)	(9.5)	(9.3)	(9.1)	(8.9)	(33.9)
Provision charge	1.3	0.5	(0.1)	0.9	4.8	1.3	1.5	1.8	0.2	(7.3)
Tax Charge	(31.7)	(10.3)	(15.4)	(6.0)	(21.2)	(5.5)	(5.4)	(5.8)	(4.5)	(19.2)
Profit After tax	19.9	8.7	2.2	8.9	30.8	8.3	7.8	8.0	6.8	29.0
EPS	16.8	7.4	1.9	7.5	26.0	7.0	6.6	6.7	5.7	24.5
DPS	14.0	5.0	4.0	5.0	19.0	5.0	4.5	5.0	4.5	20.0
Source: Company accounts, IGI Research, PSX						No. of shares: 1185.06mn				

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