

# Flash Note

Wednesday, February 4, 2026



## Commercial Banks

### MCB Bank Limited (MCB)

**Earnings:** MCB Bank Limited (MCB) announced its financial result for the fourth quarter of the year 2025. As per the financial result, the Bank reported unconsolidated earnings of PKR 13.1bn (PKR 11.1/share) during 4QCY25 compared to PKR 9.2bn (PKR 7.7/share) last year, up by +43%/y/y while being down by -5%/q/q. The total earnings for CY25 clocked in at PKR 54.2bn (PKR 45.7/share), down by -6%/y/y, compared to PKR 57.6bn (PKR 48.6) recorded in CY24.

**Dividend/Payout:** The Bank announced a cash dividend of PKR 9.0/share along with the result taking the cumulative dividend for CY25 to PKR 36.0/share.

**Operating Performance:** During the 4QCY25 period under review, the Bank's net-interest income grew by +9%/y/y recording at PKR 36.8bn while non-interest income declined by -8%/y/y to PKR 9.8bn. As a result, MCB's total revenue clocked in at PKR 46.6bn (up by +5%/y/y). Moreover, the Bank recorded operating expenses of PKR 18.3bn (up by +6%/y/y), leading the bank's cost/income ratio at 39% (4QCY24: 39%). The bank booked a provision charge of PKR 0.3bn during 4QCY25 compared to a provision charge of PKR 3.7bn in the same period last year. The tax charge for this quarter came at PKR 14.9bn (effective tax rate of 53% against 61% in 4QCY24). The cumulative tax charge for the year was recorded at PKR 61.3bn (effective tax rate of 53%) versus PKR 60.8bn (effective tax rate of 51%) recorded in last year.

| Exhibit: Financial Highlights MCB Bank Limited (MCB) |             |             |             |              |              |
|--|-------------|-------------|-------------|--------------|--------------|
| Latest result published for 4Q'/25                   |             |             |             |              |              |
| Period (PKRbn)                                       | 4Q'/25      | 4Q'/24      | 3Q'/25      | CY'25        | CY'24        |
| Net Interest Income                                  | 36.8        | 33.7        | 37.5        | 145.6        | 149.1        |
| Fee Income   | 5.3         | 4.8         | 4.1         | 19.3         | 21.2         |
| Treasury Income                                      | 4.4         | 5.8         | 4.1         | 15.9         | 15.8         |
| Non-Interest Income                                  | 9.8         | 10.6        | 8.5         | 35.8         | 37.4         |
| <b>Total Revenue</b>                                 | <b>46.6</b> | <b>44.3</b> | <b>46.0</b> | <b>181.4</b> | <b>186.5</b> |
| Op. Exp.   | (18.3)      | (17.3)      | (17.7)      | (71.2)       | (63.8)       |
| Provision charge                                     | (0.3)       | (3.7)       | 1.2         | 5.3          | (4.3)        |
| Profit Before Tax                                    | 28.0        | 23.3        | 29.4        | 115.5        | 118.4        |
| Tax  | (14.9)      | (14.1)      | (15.6)      | (61.3)       | (60.8)       |
| <b>Profit After tax</b>                              | <b>13.1</b> | <b>9.2</b>  | <b>13.8</b> | <b>54.2</b>  | <b>57.6</b>  |
| <b>EPS</b>   | <b>11.1</b> | <b>7.7</b>  | <b>11.6</b> | <b>45.7</b>  | <b>48.6</b>  |
| <b>DPS</b>   | <b>9.0</b>  | <b>9.0</b>  | <b>9.0</b>  | <b>36.0</b>  | <b>36.0</b>  |

Source: Company accounts, IGI Research. No. of shares: 1185.1mn

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