

SUMMARY OF UNAUDITED RESULTS FOR THE SIX MONTHS ENDED 30TH JUNE 2025

KEY GROWTH HIGHLIGHTS

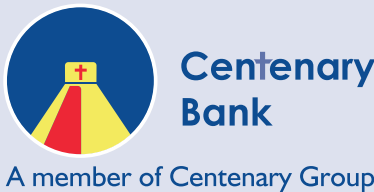
Values in MWK Billion	JUNE 2025	JUNE 2024
Total Assets	219.6	139.8
Total deposits	186.0	108.1
Total Income	20.9	12.4
Profit after tax	3.1	0.3

Total Assets
57%

Total deposits
72%

Total Income
69%

Profit after tax
962%



SUMMARY OF COMPREHENSIVE INCOME

In thousands of Kwacha

	CONSOLIDATED			SEPARATE		
	Six Months to 30 June 2025	Six Months to 30 June 2024	Year ended 31 December 2024	Six Months to 30 June 2025	Six Months to 30 June 2024	Year ended 31 December 2024
INCOME						
Interest and similar income	16,485,157	11,799,726	25,454,195	16,485,157	11,799,726	25,454,195
Interest expense and similar charges	(5,860,503)	(6,059,307)	(11,944,018)	(5,929,867)	(6,055,250)	(11,955,086)
Net interest income	10,624,653	5,740,419	13,510,177	10,555,289	5,744,475	13,499,109
Fee and Commission income	6,886,158	4,207,988	9,551,165	6,886,158	4,201,528	9,081,291
Fee and Commission expense	(917,728)	(748,801)	(1,037,375)	(917,728)	(748,801)	(1,037,375)
Net fee and commission income	5,968,430	3,459,187	8,513,790	5,968,430	3,452,726	8,043,917
Net loss on derecognition of financial assets	-	-	-	-	-	-
Profit from dealing in foreign currencies	4,297,585	3,158,350	5,764,121	3,898,201	2,948,399	5,764,121
Total income	20,890,668	12,357,956	27,788,088	20,421,920	12,145,601	27,307,147
EXPENDITURE						
Staff costs	(4,948,843)	(4,968,631)	(9,645,033)	(4,886,826)	(4,912,799)	(9,540,441)
Other operating expenditure	(7,142,210)	(4,864,389)	(11,441,075)	(7,043,842)	(4,802,097)	(11,216,953)
Depreciation and Amortisation	(1,026,798)	(997,380)	(1,966,088)	(1,007,039)	(971,612)	(1,966,038)
Total expenditure	(13,117,851)	(10,830,400)	(23,052,196)	(12,937,707)	(10,686,508)	(22,723,432)
Profit before recoveries and impairment losses	7,772,816	1,527,556	4,735,892	7,484,213	1,459,093	4,583,715
Impairment losses on loans to customers	(4,140,963)	(1,218,251)	(3,279,306)	(4,140,963)	(1,218,251)	(3,279,306)
Profit before tax	3,631,854	309,305	1,456,586	3,343,251	240,842	1,304,409
Income tax (expense)/credit	(526,411)	(17,000)	460,852	(439,830)	0	510,418
Profit/(Loss) for the period	3,105,443	292,305	1,917,438	2,903,421	240,842	1,814,827
OTHER COMPREHENSIVE INCOME						
Items that may not be reclassified to profit or loss						
Total comprehensive income/(loss) for the year net of tax	3,105,443	292,305	1,917,438	2,903,421	240,842	469,047
Attributable to:						
Equity owners of the parent entity	3,105,443	292,305	1,917,438	2,903,421	240,842	469,047
Earnings per share (MWK)	222	21	137	208	17	34

SUMMARY STATEMENTS OF FINANCIAL POSITION

In thousands of Kwacha

	CONSOLIDATED			SEPARATE		
	As at 30 June 2025	As at 30 June 2024	As at 31 December 2024	As at 30 June 2025	As at 30 June 2024	As at 31 December 2024
ASSETS						
Cash and funds with Reserve Bank of Malawi	33,591,618	24,789,398	28,152,437	31,601,564	23,266,548	26,429,295
Placements with other banks	11,556,867	6,646,753	2,688,767	11,556,867	6,646,753	2,688,767
Government of Malawi treasury bills and notes	95,272,875	31,713,868	61,199,744	95,272,875	31,713,868	61,199,744
Derivatives	4,141,713	0	0	4,141,713	0	0
Loans and advances	58,307,267	58,562,907	58,443,007	58,307,267	58,562,657	58,443,007
Other assets	7,289,486	8,293,583	6,733,642	8,643,794	8,108,126	8,108,126
Investments in subsidiary	0	0	0	207,800	207,800	207,800
Tax receivable	214,901	5,436	0	301,795	500	0
Plant and equipment	3,299,121	3,278,877	3,511,911	3,259,207	3,233,802	3,467,374
Intangible assets	1,639,098	1,385,755	1,928,718	1,638,695	1,383,096	1,927,387
Right of use asset	808,428	1,384,568	1,054,271	808,428	1,352,395	1,040,062
Deferred tax asset	3,464,165	3,711,852	4,353,622	3,458,443	3,711,850	4,348,213
Total assets	219,585,539	139,772,996	168,066,118	219,198,449	140,275,921	167,859,775

LIABILITIES AND EQUITY LIABILITIES

Customer deposits	185,976,391	108,072,699	135,199,337	185,976,391	108,072,699	135,199,337
Other liabilities	5,343,248	2,640,777	3,114,888	5,304,439	3,199,144	3,061,248
Lease liability	753,539	1,364,701	976,366	696,053	1,346,886	922,505
Tax Liabilities	-	-	158,211	0	0	148,143
Medium term bond note	3,808,305	3,496,516	3,499,703	3,808,305	3,496,516	3,499,703
External borrowings	-	5,224,821	4,518,998	5,224,821	4,518,998	4,518,998
Total liabilities	195,881,482	120,799,514	147,467,503	195,785,187	121,340,066	147,349,934

EQUITY

Capital and reserves						
Share capital	13,986	13,986	13,986	13,986	13,986	13,986
Share premium	25,032,870	17,450,146	17,450,146	25,032,870	17,450,146	17,450,146
Capital contribution	-	7,582,724	7,582,724	-	7,582,724	7,582,724
Accumulated losses	(1,342,799)	(6,073,375)	(4,448,242)	(1,633,595)	(6,111,001)	(4,537,016)
Total equity	23,704,057	18,973,481	20,598,615	23,413,261	18,935,855	20,509,841
Total equity and liabilities	219,585,539	139,772,996	168,066,118	219,198,449	140,275,921	167,859,775

SUMMARY STATEMENTS OF CHANGES IN EQUITY

In thousands of Kwacha

	CONSOLIDATED			SEPARATE		
	Six Months to 30 June 2025	Six Months to 30 June 2024	Year ended 31 December 2024	Six Months to 30 June 2025	Six Months to 30 June 2024	Year ended 31 December 2024
Opening equity at period beginning	20,598,615	11,098,453	11,098,453	20,509,841	11,112,289	11,112,289
New Capital	-	7,582,724	7,582,724	-	7,582,724	7,582,724
Profit/(Loss) for the year	3,105,443	292,305	1,917,438	2,903,420	240,842	1,814,827
Closing equity at period end	23,704,057	18,973,481	20,598,615	23,413,261	18,935,855	20,509,841

SUMMARY STATEMENTS OF CASHFLOWS

In thousands of Kwacha

	CONSOLIDATED			SEPARATE		
	Six Months to 30 June 2025	Six Months to 30 June 2024	Year ended 31 December 2024	Six Months to 30 June 2025	Six Months to 30 June 2024	Year ended 31 December 2024
Cash flows from operating activities						
Profit/(loss) before tax	3,631,854	3,632,257	1,456,586	3,343,251	240,842	1,304,409
Adjustments for:						
Depreciation/amortisation	1,026,798	1,007,039	2,016,370	1,007,039	971,612	1,966,039
Interest on lease liability	269,765	127,284	235,851	265,598	123,229	228,000
Customer deposits	50,777,053	17,654,898	44,781,537	50,777,053	17,654,898	44,781,537
Other liabilities and provisions	2,318,945	928,024	743,939	2,243,191	1,374,005	693,849
Loans and advances	135,740	(4,358,975)	(4,239,326)	135,740	(4,358,975)	(4,239,326)
Other assets	(607,219)	(1,877,394)	368,474	(535,669)	(2,477,682)	176,931
Derivatives	(4,141,713)	-	-	(4,141,713)	-	-
Income tax paid	(49,281)	(7,000)	(42,127)	-	-	(500)
Net cash (used in)/generated from operating activities	53,361,944	17,106,133	45,321,304	53,094,491	13,527,929	44,910,939
Cash flows from investing activities						
Investments with maturity over three months	(34,073,132)	(10,546,800)	(31,616,721)	(34,073,132)	(10,546,800)	(31,616,721)
Purchase of plant and equipment	(278,545)	(527,289)	(1,993,673)	(278,545)	(527,289)	(1,987,872)
Net cash generated from/(used in) investing activities	(34,351,677)	(11,074,089)	(33,610,394)	(34,351,677)	(11,074,089)	(33,604,593)
Cash flows from financing activities						
Lease payments	(492,589)	(540,504)	(1,028,335)	(492,048)	(498,643)	(1,027,796)
Additional Capital	-	7,582,724	7,582,724	-	7,582,724	7,582,724
Change in borrowings	(4,210,396)	-	(9,118,592)	(4,210,396)	-	(9,118,592)
Net cash inflows (used in) financing activities	(4,702,985)	7,042,220	(2,564,203)	(4,702,444)	7,084,081	(2,563,664)
Net (decrease)/increase in cash and cash equivalents	14,307,281	13,074,264	9,146,707	14,040,369	9,537,921	8,742,682
Cash and cash equivalents at beginning of the year	30,841,204	21,694,498	21,694,497	29,118,062	20,375,380	20,375,380
Cash and cash equivalents at end of the period ended	45,148,485	34,768,762	30,841,204	43,158,431	29,913,301	29,118,062

REGULATORY DISCLOSURES

IMPAIRMENT LOSSES/NON PERFORMING CREDIT FACILITIES AND PROVISION FOR LOSSES BY INDUSTRY SECTOR

In thousands of Kwacha

	As at 30 June 2025				As at 30 June 2024				As at 31 December 2024			
	Exposure	Impaired Amounts	Expected Credit Loss	Net Exposure	Exposure	Impaired Amounts	Expected Credit Loss	Net Exposure	Exposure	Impaired Amounts	Expected Credit Loss	Net Exposure
Agriculture	1,572,638	206,130.13	262,738.40	1,309,900	1,269,004	478,912	18,414	1,232,726	498,089	295,257		295,257
Manufacturing	295,831	295,831.04	4,272.55	291,558	286,784	286,260	397	293,825	293,825	4,467		4,467
Construction	3,836,925	530,690.11	692,403.53	3,144,522	5,500,815	698,093	284,612	4,454,369	2,459,242	1,142,048		1,142,048
Wholesale and retail trade	13,006,617	5,712,423.93	1,641,081.47	11,365,536	15,009,915	7,995,914	1,366,426	13,200,725	7,303,411	1,481,322		1,481,322
Tourism	486,472	217,904.52	36,884.41	449,588	731,697	225,085	11,947	503,127	222,165	20,617		20,617
Transport and communications	2,649,047	284,954.91	385,049.83	2,263,998	3,426,962	871,983	348,293	3,304,758	6,446,965	354,161		354,161
Financial services	64,023	18,830.39	-	64,023	279,983	103,140	518	178,047	121,858	1,995		1,995
Community, social & personal services	35,692,269	5,166,376.01	1,944,026.40	33,748,243	30,224,950	6,589,357	1,287,246	34,450,272	969,503	1,616,915		1,616,915
Other	5,797,797	59,730	127,897	5,669,900	5,273,564	485,332	123,200	5,969,432	465,035	227,492		227,492
	63,401,620	12,492,872	5,094,353	58,307,267	62,003,710	17,734,076	3,441,053	63,587,281	18,780,093	5,144,274		5,144,274

CREDIT CONCENTRATIONS

Total credit facilities including guarantees, acceptances and other similar commitments extended to any one customer or group of related customers where amounts exceed 25% of our core capital.

	30 June 2025	30 June 2024	31 Dec 2024
Exposure	-	-	-

SECTOR OF BORROWING

None	Exposure	Exposure	Exposure
	-	-	-

LOANS TO DIRECTORS, SENIOR MANAGEMENT AND OTHER RELATED PARTIES

	30 June 2025	30 June 2024	31 December 2024
Net Loans	-	-	-

DIRECTORS			
Balance at period beginning	4,099	123	123
New loans	-	5,500	5500
Repayments	(746)	(911)	(1,524)
Balance at period end	3,353	4,712	4,099

SENIOR MANAGEMENT

Balance at period beginning of the year	343,080	343,080	453,906
New loans	267,490	60,713	202,000
Repayments	(101,220)	(247,774)	(312,826)
Balance at period end	509,350	156,019	343,080

OTHER RELATED PARTIES

Balance at period beginning	427,706
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