



First Quarter Report

2024



MCB Islamic Bank Ltd.

بائپرکتے پینکارک، ہمارے ذمہ دارے



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ABOUT MCB ISLAMIC BANK

MCB Islamic Bank Limited (the “Bank”) is the wholly owned subsidiary of MCB Bank Limited and commenced its operations in 2015 with a nation-wide network of branches.

The aim of MCB Islamic Bank Limited is to be the first choice Shari’ah compliant financial services provider for the customers and to carry out business purely in accordance with Shari’ah principles with full conviction and devotion.

MISSION STATEMENT

- To provide innovative Shari’ah compliant financial solutions and quality services to our customers.
- To maximize returns in Halal manners for our shareholders.
- To nurture an internal environment of qualified professionals and cutting-edge technology.

VISION STATEMENT

To be the leading provider of Shari’ah Compliant Innovative financial products with a focus on service quality and providing superior value for our customers, shareholders, employees and the community.

OUR VALUES

We are Shari’ah driven

Following the Shari’ah we will conduct our activity in a fair, ethical and socially responsible manner.

Dedicated and Dependable

We will build strong, enduring relationships, delivering an experience that delights our customers.

Aspirational

We will be professional and fulfil our commitments, delivering high quality products and services.



CREDIT RATING

Long Term

A

Short Term

A - 1



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CORPORATE INFORMATION

Board of Directors

Mr. Raza Mansha (Chairman)	Non-Executive Director
Mr. Jawaid Iqbal	Independent Director
Ms. Seema Aziz	Independent Director
Mr. Ahmed Ebrahim Hasham	Non-Executive Director
Mr. Ibrahim Shamsi	Non-Executive Director
Mr. Hammad Khalid	Non-Executive Director
Mr. Omair Safdar	Non-Executive Director
Mr. Zargham Khan Durrani	President / CEO

Board Audit Committee

Mr. Jawaid Iqbal	Chairman
Ms. Seema Aziz	Member
Mr. Ibrahim Shamsi	Member
Mr. Omair Safdar	Member
Mr. Hammad Khalid	Member

Human Resource & Remuneration Committee

Mr. Jawaid Iqbal	Chairman
Ms. Seema Aziz	Member
Mr. Raza Mansha	Member
Mr. Omair Safdar	Member

Risk Management & Portfolio Review Committee

Mr. Omair Safdar	Chairman
Mr. Ahmed Ebrahim Hasham	Member
Mr. Ibrahim Shamsi	Member
Mr. Jawaid Iqbal	Member
Mr. Zargham Khan Durrani	Member

Board Evaluation Committee

Ms. Seema Aziz	Chairman
Mr. Hammad Khalid	Member



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Business Strategy & Service Quality Review Committee

Mr. Ahmed Ebrahim Hasham	Chairman
Mr. Hammad Khalid	Member
Mr. Omair Safdar	Member
Mr. Zargham Khan Durrani	Member

Board I.T. Committee

Mr. Ibrahim Shamsi	Chairman
Mr. Jawaid Iqbal	Member
Mr. Hammad Khalid	Member
Mr. Zargham Khan Durrani	Member

Shari'ah Board

Prof. Mufti Munib-ur-Rehman	Chairman
Mufti Syed Sabir Hussain	Resident Shari'ah Board Member
Mufti Nadeem Iqbal	Shari'ah Board Member

Chief Financial Officer

Syed Iftikhar Hussain Rizvi

Company Secretary

Ms. Maimoona Cheema

Head of Internal Audit

Mr. Muhammad Imran Siddique

Legal Advisor

M/s Imtiaz Siddiqui & Associates,
Advocates & Solicitor

Auditors

M/s A.F. Ferguson & Co., Chartered
Accountants

Registered Office

59-T Block, Phase-II, DHA, Lahore

Website

www.mcbislamicbank.com

Directors' Report to the Members

As representatives of the Board of Directors (The Board) of MCB Islamic Bank Limited (the Bank), we take pleasure in presenting the financial results for the First Quarter Ended March 31, 2024.

	<i>Rs. in Million</i>		
Statement of Financial Position	31-Mar-24	31-Dec-23	Growth
Deposits	203,869	204,460	-0.3%
Total Assets	268,846	267,000	1%
Investments – net	115,203	132,544	-13%
Islamic Financing – net	107,682	89,347	21%
Shareholders' Equity (including revaluations)	22,962	22,036	4%

Profit & Loss Account	Jan – Mar 2024	Jan – Mar 2023	Growth
Operating income	4,464	3,158	41%
Operating and other expenses	2,148	1,590	35%
Provisions against financing and investments	(49)	(116)	-0.42 Times
Profit before taxation	2,267	1,452	56%
Profit after taxation	1,156	840	38%
Basic / diluted earnings per share - Rs.	0.74	0.54	1.38 Times

Performance Review

In the first quarter of 2024, the Pakistani banking industry exhibited resilience despite significant challenges including high inflation, climate-related expenses, economic stagnation and political instability.

Amidst these challenges, our Bank proactively navigated the economic and operational landscape following a strategic approach focused on sustained growth. This entailed optimizing deposit mobilization, timely investments and adherence to prudent financing practices. Supported by an efficient organizational structure, robust risk management and strict regulatory compliance, the Bank achieved a commendable **profit before tax of Rs. 2.27 billion for the quarter ended March 31, 2024, 56% growth from the corresponding period of last year. Alhamdulillah.**

As of March 31, 2024, the Bank's deposits remained stable at Rs. 203.87 billion, compared to Rs. 204.46 billion as of December 31, 2023, indicating consistency, however, in terms of average deposit, the Bank experienced a notable growth of 14%. The Bank's Current and Saving Account (CASA) mix stands at a healthy 75% with non-remunerative Deposits comprising 29% of the total deposit mix. The Bank reported negative growth in Current Accounts by Rs. 4.58 billion (7%) in Q1 2024 at the back of extraordinary current deposit growth in 2023. Emphasizing Islamic Banking, we continue to reach potential non-banked customers through a diverse range of Islamic Banking products, ensuring service excellence.

Total assets witnessed a growth of 1%, reaching Rs. 268.85 billion as of March 31, 2024 compared to Rs. 267 billion as at December 31, 2023. The net Financing position closed at Rs. 107.68 billion compared to Rs. 89.35 billion as at December 31, 2023, demonstrating prudent financial management, while investments stood at Rs. 115.20 billion. The Bank's Capital Adequacy decreased by 0.14% points, concluding at 23.65%. The management maintains unwavering focus on efficient capital management, superior asset quality and a high-yielding portfolio.

During the quarter under review, the Bank generated an operating income of Rs. 4.46 billion, 41% higher than corresponding period last year, achieving a return on earning assets at 18.64% with a net spread of 6.72%. However, operating and other expenses rose by 35% due to heightened inflation and Rupee devaluation. This escalation is vigilantly monitored through effective management controls to sustain profitability.

In light of these developments, the Bank's profit and loss statement sustained an after-tax profit of Rs. 1.16 billion for the quarter under review, a notable improvement from Rs. 840 million and growth of 38% from the corresponding period of last year. Earnings per share after tax rose to Rs. 0.74 for the period under review, compared to Rs. 0.54 in the corresponding last period.



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Credit Rating

Pakistan Credit Rating Agency (PACRA) has reaffirmed the Bank's medium to long-term rating as 'A' and the short-term rating as 'A-1,' maintaining a stable outlook.

Economic Review

The global economic recovery has shown resilience amidst challenges like the COVID-19 pandemic, Russia's invasion of Ukraine and rising living costs. Inflation after peaking in 2022 is declining faster than expected with minimal impact on employment and economic activity, aided by supply-side improvements and central bank actions. Geopolitical tensions, especially in the Middle East are adding uncertainty to commodity markets. The IMF forecasts a gradual decline in global inflation from 6.8% in 2023 to 5.8% in 2024, with global growth at 3.1% for both years.

In Pakistan, Fiscal Year (FY) 2024 holds promise with decreasing inflation, positive real interest rates, stable currency and improved foreign reserves. The formation of a federal government post the February 2024 General Election marks progress. Pakistan has successfully concluded its IMF Stand-By Arrangement program securing a \$1.1 billion disbursement. The Pakistan Stock Exchange (PSX) reflects this progress with robust performance. However, the IMF's growth estimate for FY 2024 has been revised down to 2.0% from the previous 2.5% assessment in October 2023.

In March 2024, the National Consumer Price Index (CPI) saw a significant year-on-year decline, dropping to 20.7% from 35.4% in March 2023. This shift resulted in a positive real interest rate of 1.3%, marking the first time in over 3 years. The State Bank of Pakistan (SBP) has maintained the policy rate unchanged for 9 months, but with the recent positive real interest rate a reduction in the policy rate may be considered in the coming months.

During July-January FY 2024, Large Scale Manufacturing (LSM) declined by 0.5%, an improvement from the 2.7% contraction in the same period last year. In January 2024, LSM increased by 1.8% year-on-year. Notably, several sectors showed positive growth during July- January FY 2024, including Food, Beverages, Apparel, Leather, Wood products, Coke & Petroleum Products, Chemicals, Pharmaceuticals, Rubber Products, Machinery and Equipment, Furniture and Football.

On the external front, during July-February FY 2024 the Current Account deficit notably reduced to USD 999 million, down from USD 3.85 billion the previous year. This decline was attributed to stricter import policies and administrative measures. Exports increased by 10.2% to USD 20.5 billion, while imports declined by 8.8% to USD 34.1 billion narrowing the trade deficit to USD 13.5 billion from USD 18.7 billion. Workers' remittances totalled USD 18.1 billion reflecting a 1.2% decrease. Foreign exchange reserves reached USD 13.38 billion as of March 29, 2024 with a year-on-year exchange rate appreciation of over 2.1%.

On the fiscal front, the overall deficit slightly increased during July-January FY 2024 to 2.6% of GDP (Rs. 2,721 billion) compared to 2.3% of GDP (Rs. 1,974 billion) the previous year.

The KSE-100 Index closed at 67,005 points on March 29, 2024, marking a 4,554-point increase from December 31, 2023.

The assets and deposits of the Islamic banking industry experienced significant growth, with an increase of Rs. 1,765 billion and Rs. 1,588 billion, respectively during the year 2023. The total assets and deposits recorded a substantial rise of 24% and 31%, reaching Rs. 8,994 billion (with a market share of 19.4%) and Rs. 6,749 billion (with a market share of 23.2%) respectively. Additionally, the branch network expanded, closing at 4,955 branches by the end of December 2023.

Future Outlook

The global economic landscape reflects disinflation and steady growth with receding concerns of a hard landing and balanced risks. Potential upside includes further easing of financial conditions and enhanced productivity through structural reforms. Conversely, risks persist from geopolitical tensions, China's property sector challenges and potential tax hikes and spending cuts, all of which could dampen growth. The IMF forecasts a global headline inflation decrease to 5.8% in 2024 and 4.4% in 2025, alongside growth projections of 3.1% in 2024 and 3.2% in 2025.



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On the domestic front, the political uncertainty poses a significant risk to macroeconomic policymaking and the sustainability of stabilization and reform efforts. Persistent political instability coupled with potential external disruptions from conflicts in the Middle East compounds this risk. Recent IMF arrangements are expected to support financial inflows and foreign exchange reserves. Moreover, additional IMF support for medium-term reform initiatives holds promise for improving market sentiment and facilitating access to affordable external financing. As a result, the IMF forecasts GDP growth of 2.0% in 2024 and 3.5% in 2025 for Pakistan.

The banking sector confronts heightened risks like credit, operations and cyber threats amidst the rise of digital financial services. Effective strategic risk management is essential to navigate these challenges.

Despite challenges, our commitment to sustainable growth remains steadfast. We prioritize profitability through acquiring cost-effective deposits, optimizing assets and advancing digitization. Concurrently, we invest in IT enhancements, employee satisfaction and top-tier management practices. With confidence, we move forward, poised to thrive and uphold leadership in the ever-changing landscape banking and finance.

Acknowledgment

On behalf of the Board and management, we extend heartfelt appreciation to our valued customers, esteemed business partners and dedicated shareholders for their unwavering patronage and trust. We extend our gratitude to the State Bank of Pakistan, Securities & Exchange Commission of Pakistan, other regulatory authorities and Shari'ah Board for their consistent guidance and support. The Board sincerely commends the invaluable contributions of our dedicated staff members, whose commitment has played a pivotal role in fostering the growth of our franchise, even amid challenging business conditions.

For and on behalf of the Board of Directors

Zargham Khan Durrani
President & CEO
Date : April 22, 2024

Raza Mansha
Chairman

اضافی مدد کے لیے اٹھائے گئے اقدامات نا صرف مارکیٹ میں اعتماد کو بہتر بنانے بلکہ سستے اور دستیاب بیرونی قرض تک رسائی میں معاونت کا باعث بھی بنیں گے۔ جس کے نتیجے میں آئی ایم ایف کے تخمینے کے مطابق سال 2024ء کے لیے پاکستان کی جی ڈی پی کی نمو کی شرح 2.0 فیصد اور سال 2025ء کے لیے 3.5 فیصد پر تعین کی گئی ہے۔

بینکنگ کے شعبے کو ڈیجیٹل مالی خدمات میں اضافے کے ماحول کے مابین بڑھتے خدشات لاحق ہیں جن میں کریڈٹ، آپریشنز اور سائبر خطرات شامل ہیں۔ ان خدشات سے نبرد آزما ہونے اور ان کے تدارک کے لیے موثر اسٹریٹیجی ک رسک مینجمنٹ ناگزیر ہے۔

ان خدشات کے باوجود، پائیدار نمو کے لیے ہمارا عزم غیر متزلزل اور ثابت قدم ہے۔ ہم موثر لاگت کے ڈیپازٹس کے حصول، اثاثہ جات کی موزونیت اور ڈیجیٹلائزیشن کے فروغ کے ذریعے منافع کے حصول کو اپنی ترجیح کے طور پر دیکھتے ہیں۔ چنانچہ، ہم آئی ٹی کے فروغ، ملازمین کے اطمینان اور اعلیٰ درجے کے انتظامی طریقہ کار میں مسلسل سرمایہ کاری کر رہے ہیں۔ ہم مستقبل میں پیش قدمی کرتے ہوئے نا صرف پر اعتماد ہیں بلکہ مسلسل کوشش کے جاری رکھنے کے لیے پرعزم ہونے کے ساتھ ساتھ بینکنگ اور فنانس کے تیزی سے بدلتے منظر نامے میں صنعت کی قیادت کو برقرار رکھنے کے لیے بھی کوشاں ہیں۔

تسلیم و تحسین:

بورڈ آف ڈائریکٹرز اور مینجمنٹ کی جانب سے ہم اپنے صارفین، کاروباری شراکت دار اور شیئر ہولڈرز کا ان سے غیر متزلزل اعتماد اور تعاون پر تہ دل سے مشکور ہیں۔ ہم اسٹیٹ بینک آف پاکستان، سیکیورٹی اینڈ ایکسچینج کمیشن آف پاکستان، دیگر انضباطی ادارے اور شریعہ بورڈ کی جانب سے جاری معاونت اور رہنمائی پر بھی اکتے بے حد مشکور ہیں۔ بورڈ آف ڈائریکٹرز اپنے ملازمین کی نمایاں خدمات کا پُر خلوص اعتراف کرتے ہیں جن کی بدولت ادارے نے مشکل کاروباری ماحول میں بھی شاندار ترقی کی ہے۔

منجانب و برائے بورڈ آف ڈائریکٹرز:



رضامثناء

چیئرمین



زرغام خان ڈرانی

پریزیڈنٹ اسی ای او

22 اپریل 2024ء

ڈالرز، جبکہ درآمدات 8.8 فیصد کی کمی کے ساتھ 34.1 بلین امریکی ڈالرز رہیں جس سے تجارتی خسارہ 18.7 بلین امریکی ڈالرز سے کم ہو کر 13.5 بلین امریکی ڈالرز تک جا پہنچا۔ افرادی ترسیلات زر 1.2 فیصد کی کمی کے اندراج کے ساتھ 18.1 بلین امریکی ڈالرز پر درج ہوئیں۔ غیر ملکی زرمبادلہ کے ذخائر 29 مارچ 2024ء تک 13.38 بلین امریکی ڈالرز پر پہنچ گئے جبکہ شرح تبادلہ، سال بہ سال کی بنیاد پر 2.1 فیصد سے بڑھ گئی۔

مالیاتی محاذ پر، مالی سال 2024 کے جولائی تا جنوری کے عرصے کے دوران، مجموعی خسارے میں قدرے اضافہ ہوا جو کہ گزشتہ سال کی جی ڈی پی کی 2.3 فیصد (1,974 بلین روپے) کے مقابلے میں بڑھتے ہوئے جی ڈی پی کے 2.6 فیصد (2,721 بلین روپے) پر درج کیا گیا۔

کے ایس ای - 100 انڈیکس 31 دسمبر 2023ء کی سطح سے 4,554 پوائنٹس کے اضافے کے ساتھ 29 مارچ 2024ء تک 67,005 پوائنٹس پر بند ہوا۔

اسلامی بینکاری کی صنعت کے اثاثہ جات اور ڈیپازٹس سال 2023ء کے دوران نمایاں اضافے کے ساتھ بالترتیب 1,765 بلین روپے اور 1,588 بلین روپے رہے۔ کل اثاثہ جات اور ڈیپازٹس میں بالترتیب 24 فیصد اور 31 فیصد کا قابل ذکر اضافہ دیکھا گیا جن کا حجم بالترتیب 8,994 بلین روپے (مارکیٹ شیئر 19.4 فیصد) اور 6,749 بلین روپے (مارکیٹ شیئر 23.2 فیصد) پر پہنچ گئے۔ علاوہ ازیں، برانچ نیٹ ورک بڑھتے ہوئے دسمبر 2023ء کے اختتام تک 4,955 برانچیں رہا۔

مستقبل کی پیش بینی

عالمی معاشی منظر نامہ میں عدم افراط زر اور متواتر بہتری کے اشاریے نمودار ہو رہے ہیں۔ جبکہ معاشی تطہیر اور دیگر خدشات میں کمی واقع ہو رہی ہے۔ اس بارے میں متوقع بہتری میں ڈھانچہ جاتی اصلاحات کے ذریعے مالیاتی صورتحال میں مزید آسانیوں اور پیداواری صلاحیتوں میں اضافہ کرنا شامل ہے۔ اس کے برعکس جغرافیائی و سیاسی تنازعات، چین میں پراپرٹی کے شعبے کے چیلنجز اور ٹیکس میں متوقع اضافے اور اخراجات میں کٹوتی جیسے تمام عوامل، جن سے نمو پر منفی اثرات مرتب ہو سکتے ہیں، کے خدشات بھی برقرار ہیں۔ آئی ایم ایف کے تخمینے کے مطابق عالمی ہیڈلائن افراط زر کی شرح سال 2024ء کی 5.8 فیصد کی سطح سے سال 2025ء میں بہتر ہوتے ہوئے 4.4 فیصد پر آنے کی توقع ہے اور اس کے ساتھ ساتھ نمو کا اندازہ سال 2024ء کے لیے 3.1 فیصد اور سال 2025ء کے لیے 3.2 فیصد کی شرح پر مقرر کیا گیا ہے۔

داخلی محاذ پر، سیاسی غیر یقینی کے باعث کلاں معاشی پالیسی سازی اور پائیدار استحکام اور اصلاحات کی کوششوں کو نمایاں خطرات لاحق ہیں۔ مسلسل جاری سیاسی عدم استحکام اور اسکے ساتھ مشرق وسطیٰ میں ہونے والے تنازعات سے پیدا ہونے والی متوقع بیرونی رکاوٹوں کے باعث یہ خدشات بڑھ سکتے ہیں۔ آئی ایم ایف سے حالیہ معاہدے (ارتھمنٹ) سے مالیاتی وصولیوں اور غیر ملکی زرمبادلہ کے ذخائر میں مدد اور بہتری کی توقع ہے۔ مزید برآں، آئی ایم ایف سے درمیانی مدت کی اصلاحات کے لیے

معاشی جائزہ :

عالمی معاشی بحالی نے، کووڈ - 19 کی عالمگیر وباء، روس کے یوکرین پر حملے اور ضروریات زندگی کی بڑھتی لاگت جیسے چیلنجز میں گھرے ہونے کے باوجود بہتری اور پگھلائی کا مظاہرہ کیا ہے۔ افراط زر سال 2022ء میں بلند ترین شرح کو چھونے کے بعد رسد کی ترسیل میں بہتری اور مرکزی بینک کے اقدامات کی معاونت کے باعث توقع سے کہیں زیادہ کمی کے رجحان ظاہر کر رہا ہے جس کا روزگار اور معاشی سرگرمی پر قدرے کم اثر ہوا ہے۔ سیاسی، جغرافیائی تنازعات، خاص طور پر مشرق وسطیٰ میں وقوع پذیر حالیہ تنازعے کے باعث ایشیاء کی منڈیوں میں غیر یقینی میں اضافہ ہو رہا ہے۔ آئی ایم ایف کی پیش بینی کے مطابق عالمی افراط زر کی شرح سال 2023ء کی 6.8 فیصد کی شرح سے بتدریج کمی کے ساتھ سال 2024ء میں 5.8 فیصد تک آنے کی توقع ہے۔ جبکہ عالمی نمو کی شرح، دونوں سالوں کے لیے، 3.1 فیصد پر رہنے کا تخمینہ ہے۔

پاکستان میں، مالی سال 2024ء افراط زر میں کمی، مثبت حقیقی انٹرسٹ ریٹ، مستحکم کرنسی اور بہتر ہوتے زرمبادلہ کے ذخائر جیسی خوش آئند صورتحال کا پیش خیمہ ہے۔ فروری 2024ء کے عام انتخابات کے بعد وفاقی حکومت کا قیام ایک بڑی پیش رفت ہے۔ پاکستان نے آئی ایم ایف کے ساتھ اسٹینڈ بائی آرینجمنٹ پروگرام کو کامیابی سے مکمل کرتے ہوئے 1.1 بلین امریکی ڈالرز کی رقم وصول کی ہے۔ پاکستان اسٹاک ایکسچینج (پی ایس ایکس) نے اپنی مضبوط کارکردگی کے ذریعے اس مثبت منظر نامے کی شاندار عکاسی کی ہے۔ تاہم، آئی ایم ایف نے اکتوبر 2023ء میں اپنے جاری کیے گئے تخمینے میں سال 2024ء کے لیے نمو کے اندازے کی 2.5 فیصد کی شرح میں تخفیف کر کے اسے 2 فیصد پر مقرر کیا ہے۔

مارچ 2024ء کے دوران، صارف قیمتوں کے قومی جدول (نیشنل کنزیومر پرائس انڈیکس) میں، سال بہ سال کی بنیاد پر، نمایاں کمی دیکھی گئی جو مارچ 2023ء کی 35.4 کی شرح سے کم ہو کر 20.7 فیصد پر درج ہوا۔ اس تبدیلی کی بدولت 1.3 فیصد کا مثبت حقیقی انٹرسٹ ریٹ حاصل ہوا جو کہ گزشتہ تین سال میں پہلا واقع ہے۔ اسٹیٹ بینک آف پاکستان نے پالیسی ریٹ کو گزشتہ نو مہینوں سے کسی ردوبدل کے بغیر برقرار رکھا ہے۔ لیکن حالیہ مثبت حقیقی انٹرسٹ ریٹ کے پیش نظر پالیسی ریٹ میں آئندہ آنے والے مہینوں کے دوران، کچھ کمی کی توقع کی جاسکتی ہے۔

مالی سال 2024ء کے جولائی تا جنوری کی مدت کے دوران، بڑے پیمانے کی پیداواری صنعت نے گزشتہ سال کے مماثل عرصے کے 2.7 فیصد کے سکڑاؤ کی نسبت 0.5 فیصد کی کمی کے ساتھ بہتری کا رجحان ظاہر کیا۔ جنوری 2024ء میں بڑے پیمانے کی پیداواری صنعت میں سال بہ سال کی بنیاد پر، 1.8 فیصد کی بہتری دیکھی گئی۔ مالی سال 2024ء کے جولائی تا جنوری کے عرصے میں کئی شعبوں میں مثبت نمو دیکھی گئی جن میں خوراک، مشروبات، ملبوسات، چمڑے و لکڑی کی ایشیاء، کوک اور پٹرولیم کی پراڈکٹس، کیمیکلز، فارماسیوٹیکل، ربر کی ایشیاء، مشینری و آلات، فرنیچر اور فٹ بال قابل ذکر ہیں۔

بیرونی محاذ کے حوالے سے، مالی سال 2024ء کے جولائی تا فروری کے عرصے میں کرنٹ اکاؤنٹ کا خسارے میں گزشتہ سال کے 3.85 بلین امریکی ڈالرز کے حجم سے کمی کے ساتھ 999 بلین امریکی ڈالرز تک کا حجم دیکھا گیا۔ جس میں سخت درآمدی پالیسیوں اور انتظامی اقدامات کا نمایاں کردار رہا۔ برآمدات 10.2 فیصد کے اضافے کے ساتھ 20.5 بلین امریکی

کو اختتام پذیر سہ ماہی کے دوران 2.27 بلین روپے کا منافع قبل از ٹیکس حاصل کیا جو کہ گزشتہ سال کی تقابلی مدت سے 56 فیصد کے اضافے کا مظہر ہے۔

31 مارچ 2024ء تک بینک کے ڈیپازٹس 31 دسمبر 2023ء تک کے 204.46 بلین روپے کے حجم کے مقابلے میں قدرے استحکام برقرار رکھتے ہوئے 203.87 بلین روپے پر رہے، جو کہ تسلسل کی عکاسی کرتا ہے۔ تاہم، اوسط ڈیپازٹس کے حوالے سے، بینک نے 14 فیصد کی نمایاں نمو حاصل کی۔ بینک کے کرنٹ اکاؤنٹ، سیونگ اکاؤنٹ (کاسا) ڈیپازٹس کی ترکیب 75 فیصد کی مضبوط سطح پر رہی۔ جس میں غیر پیداواری ڈیپازٹس کی کل ڈیپازٹس میں ترکیب کی شرح 29 فیصد پر درج ہوئی۔ بینک نے کرنٹ ڈیپازٹس میں، سال 2023ء میں حاصل کردہ غیر معمولی نمو کے بعد سال 2024ء کی پہلی سہ ماہی میں 4.58 بلین روپے (7 فیصد) کے ساتھ منفی نمو حاصل کی۔ اسلامی بینکاری کی مصنوعات کے فروغ پر زور دیتے ہوئے ہم، اسلامی بینکاری کی پراڈکٹس میں تنوع اور خدمات کے معیار میں عمدگی اور بہتری کے ذریعے بینکاری سے محروم صارفین تک اپنی رسائی کے عمل کو جاری رکھیں گے۔

کل اثاثہ جات 31 دسمبر 2023ء کے 267 بلین روپے کے حجم کی نسبت 31 مارچ 2024ء تک 1 فیصد کے اضافے کے ساتھ 268.85 بلین روپے پر درج ہوئے۔ خالص قرضہ جات کی صورت حال، 31 دسمبر 2023ء کی 89.35 بلین روپے کے مقابلے میں 107.68 بلین روپے پر بند ہوئی۔ جو کہ دانشمندانہ مالیاتی انتظام کی غماز ہے جبکہ سرمایہ کاری 115.20 بلین روپے پر درج کی گئی۔ بینک کے سرمائے کی معقولیت کی شرح 0.14 فیصد پوائنٹس کی کمی کے ساتھ 23.65 فیصد پر رہی۔ انتظامیہ سرمائے کے موثر انتظام، اثاثہ جات کے اعلیٰ ترین معیار اور بلند پیداوار کے پورٹ فولیو کو برقرار رکھنے میں اپنی غیر متزلزل توجہ مرکوز کئے ہوئے ہے۔

اس زیر تجزیہ سہ ماہی کے دوران، بینک نے گزشتہ سال کے تقابلی عرصے سے 41 فیصد کے اضافے کے ساتھ 4.46 بلین روپے کی کاروباری آمدنی حاصل کی اور اس طرح پیداواری اثاثہ جات کی آمدنی کی 18.64 فیصد کی شرح اور اس کے ساتھ 6.72 فیصد کا خالص سپریڈ حاصل کیا۔ تاہم، افراط زر کی بلند شرح اور روپے کی قدر میں فرسودگی کے باعث کاروباری اور دیگر اخراجات میں 35 فیصد کا اضافہ دیکھا گیا۔ پائیدار منافع کے حصول کو یقینی بنانے کے لیے اخراجات میں اس اضافے کی کڑی نگاہ رکھی جارہی ہے۔

ان پیش رفتوں کے تناظر میں اس زیر تجزیہ سہ ماہی کے دوران، بینک کے نفع و نقصان کی اسٹیٹمنٹ میں 1.16 بلین روپے کا منافع بعد از ٹیکس درج کیا گیا جو کہ گزشتہ سال کی تقابلی مدت کے 840 ملین روپے سے 38 فیصد کی نمایاں بہتری کو ظاہر کرتا ہے۔ اس زیر تجزیہ عرصہ کے دوران، فی حصص آمدنی گزشتہ تقابلی مدت کی 0.54 روپے فی حصص کی سطح سے بڑھتے ہوئے 0.74 روپے فی حصص پر پہنچ گئی۔

کریڈٹ ریٹنگ :

پاکستان کریڈٹ ریٹنگ ایجنسی (پاکرا) نے بینک کی درمیانی سے طویل المدت ریٹنگ کو "A" (اے) اور قلیل المدت ریٹنگ کو "A-1" (اے ون) کی سطح پر مستحکم پیش بینی کے ساتھ برقرار رکھا ہے۔

ممبران کے لیے ڈائریکٹرز کی رپورٹ

بورڈ آف ڈائریکٹرز کے نمائندے کی حیثیت سے ہم انتہائی مسرت کے ساتھ ایم سی بی اسلامک بینک لمیٹڈ (بینک) کی 31 مارچ 2024ء کو اختتام پذیر سہ ماہی کے مالیاتی نتائج پیش کر رہے ہیں۔

ملین روپے

نمو	31 مارچ 2023	31 مارچ 2024	مالیاتی اسٹیٹمنٹس کی حیثیت (پوزیشن):
-0.3%	204,460	203,869	ڈیپازٹس
1%	267,000	268,846	کل اثاثہ جات
-13%	132,544	115,203	سرمایہ کاری۔ خالص
21%	89,347	107,682	اسلامی فنانسنگ خالص
4%	22,036	22,962	حصص یا فنڈنگ کی ایکویٹی (سرمایہ) بشمول تخمینہ نو

نمو	جنوری۔ مارچ 2023	جنوری۔ مارچ 2024	نفع و نقصان کا اکاؤنٹ:
41%	3,158	4,464	آپریٹنگ (کاروباری) آمدنی
35%	1,590	2,148	کاروباری و دیگر اخراجات
-0.42 گنا	(116)	(49)	پرویشن قرضہ جات اور سرمایہ کاری کے لیے اخراجات
56%	1,452	2,267	منافع قبل از ٹیکس
38%	840	1,156	منافع بعد از ٹیکس
1.38 گنا	0.54	0.74	بنیادی تحلیل شدہ منافع / آمدنی فی شیئر (حصص) روپے

کارکردگی کا جائزہ

سال 2024ء کی پہلی سہ ماہی کے دوران، پاکستان کی بینکاری کی صنعت نے بلند افراط زر، ماحولیاتی تبدیلی سے متعلقہ اخراجات، معاشی جمود اور سیاسی غیر یقینی اور عدم استحکام جیسے چیلنجز کے باوجود بھرپور پلک و کامیابی کا مظاہرہ کیا ہے۔ ان چیلنجز کے مابین، ہمارا بینک پائیدار نمو پر مرکوز اپنے اسٹریٹیجک نقطہ نظر کی مکمل پاسداری کرتے ہوئے اس معاشی اور کاروباری منظر نامے میں پیش قدمی کے ساتھ رو بہ عمل ہے۔ اس میں ڈیپازٹس کے حصول کی تحریک کو مزید بہتر بنانے، بروقت سرمایہ کاری اور قرضہ جات کے اجراء کے دانشمندانہ طریقہ کار کو اختیار کرنا شامل ہے۔ ایک موثر تنظیمی ڈھانچے، خدشات کے تدارک کے مضبوط نظام اور کڑی ضوابطی تعلیمات کی مدد سے بینک نے الحمد للہ 31 مارچ 2024ء



MCB Islamic Bank Ltd.

بائپرکتے بینکارے، ہمارے ذمہ دارے

CONDENSED INTERIM FINANCIAL STATEMENTS



MCB Islamic Bank Ltd.

بائپرکتے بینکارے، ہمارے ذمہ دارے

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2024

	Note	(Unaudited) March 31, 2024	(Audited) December 31, 2023
Rupees in thousands			
ASSETS			
Cash and balances with treasury banks	8	19,463,988	19,529,055
Balances with other banks	9	2,080,898	2,748,279
Due from financial institutions	10	999,858	2,500,000
Investments	11	115,203,445	132,544,302
Islamic financing and related assets	12	107,682,082	89,347,415
Property and equipment	13	4,051,028	3,755,402
Right-of-use assets	14	1,932,880	2,027,791
Intangible assets	15	696,036	532,846
Deferred tax assets		-	-
Other assets	17	16,735,411	14,014,615
		268,845,626	266,999,705
LIABILITIES			
Bills payable	19	1,628,313	2,175,473
Due to financial institutions	20	29,560,734	25,813,546
Deposits and other accounts	21	203,869,187	204,460,158
Lease liabilities	22	2,537,410	2,636,096
Subordinated debts		-	-
Deferred tax liabilities	16	145,242	445,291
Other liabilities	23	8,142,629	9,432,889
		245,883,515	244,963,453
NET ASSETS			
		22,962,111	22,036,252
REPRESENTED BY			
Share capital	24	15,550,000	15,550,000
Reserves	25	1,659,695	1,428,486
Surplus on revaluation of assets - net of tax	26	761,866	934,644
Unappropriated profit		4,990,550	4,123,122
		22,962,111	22,036,252
CONTINGENCIES AND COMMITMENTS			
	27		

The annexed notes 1 to 44 form an integral part of these condensed interim financial statements.

Syed Iftikhar Hussain Rizvi
Chief Financial Officer

Zargham Khan Durrani
President / Chief Executive

Omair Safdar
Director

Hammad Khalid
Director

Ahmed Ebrahim Hasham
Director



MCB Islamic Bank Ltd.

بائبرکت سے بینکارے، ہمارے ذمہ دارے

CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UNAUDITED) FOR THE QUARTER ENDED MARCH 31, 2024

Note	Quarter ended	Quarter ended	
	March 31 2024	March 31 2023	
Rupees in thousands			
Profit / return earned	28	11,716,023	6,297,101
Profit / return expensed	29	7,520,961	3,410,235
Net profit / return		4,195,062	2,886,866
OTHER INCOME			
Fee and commission income	30	226,058	174,475
Dividend income		-	3,876
Foreign exchange (loss) / income		(8,018)	53,400
Loss on securities	31	(2,300)	(46)
Other income	32	53,261	38,921
Total other income		269,001	270,626
Total income		4,464,063	3,157,492
OTHER EXPENSES			
Operating expenses	33	2,099,314	1,557,277
Workers welfare fund		48,564	32,915
Other charges	34	217	5
Total other expenses		2,148,095	1,590,197
Profit before credit loss allowance		2,315,968	1,567,295
Credit loss allowance and write offs - net	35	49,000	115,609
Extra ordinary / unusual items		-	-
PROFIT BEFORE TAXATION		2,266,968	1,451,686
Taxation	36	1,110,921	612,006
PROFIT AFTER TAXATION		1,156,047	839,680
-----Rupees-----			
Basic and diluted earnings per share	37	0.743	0.540

The annexed notes 1 to 44 form an integral part of these condensed interim financial statements.

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Director



MCB Islamic Bank Ltd.

بائبرکت سے بینکارے، ہمارے ذمہ دارے

**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER ENDED MARCH 31, 2024**

	Quarter ended March 31 2024	Quarter ended March 31 2023
	Rupees in thousands	
Profit after taxation for the period	1,156,047	839,680
Other comprehensive (loss) / income		
Items that may be reclassified to profit and loss account in subsequent periods:		
Movement in deficit on revaluation of debt investments through FVTOCI- net of tax	(172,223)	(132,982)
Items that will not be reclassified to profit and loss account in subsequent periods:		
Movement in deficit on revaluation of property and equipment - net of tax	-	-
Total comprehensive income for the period	<u>983,824</u>	<u>706,698</u>

The annexed notes 1 to 44 form an integral part of these condensed interim financial statements.

Syed Iftikhar Hussain Rizvi
Chief Financial Officer

Zargham Khan Durrani
President / Chief Executive

Omair Safdar
Director

Hammad Khalid
Director

Ahmed Ebrahim Hasham
Director



**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE QUARTER ENDED MARCH 31, 2024**

	Share Capital	Statutory Reserve	Surplus / (deficit) on revaluation of		Unappropriated profit / (loss)	Total
			Investments	Property & Equipment		
Rupees in thousands						
Balance as at January 1, 2023	15,550,000	397,819	(79,928)	480,758	(1,767)	16,346,882
Total comprehensive income / (loss) for the quarter ended March 31, 2023 - net of tax						
Profit for the quarter ended March 31, 2023	-	-	-	-	839,680	839,680
Other comprehensive loss	-	-	(132,982)	-	-	(132,982)
	-	-	(132,982)	-	839,680	706,698
Transfer to statutory reserve	-	167,936	-	-	(167,936)	-
Transfer from surplus on revaluation of property and equipment to unappropriated profit in respect of incremental depreciation - net of tax	-	-	-	(621)	621	-
Transactions with owners, recorded directly in equity						
Issue of right shares	-	-	-	-	-	-
Balance as at March 31, 2023 (Unaudited)	<u>15,550,000</u>	<u>565,755</u>	<u>(212,910)</u>	<u>480,137</u>	<u>670,598</u>	<u>17,053,580</u>
Total comprehensive income / (loss) for the nine months period ended December 31, 2023 - net of tax						
Profit after taxation for the nine months period ended December 31, 2023	-	-	-	-	4,313,655	4,313,655
Other comprehensive income / (loss)	-	-	681,001	(11,984)	-	669,017
	-	-	681,001	(11,984)	4,313,655	4,982,672
Transfer to statutory reserve	-	862,731	-	-	(862,731)	-
Transfer from surplus on revaluation of property and equipment to unappropriated profit in respect of incremental depreciation - net of tax	-	-	-	(1,600)	1,600	-
Balance as at December 31, 2023 (Audited)	<u>15,550,000</u>	<u>1,428,486</u>	<u>468,091</u>	<u>466,553</u>	<u>4,123,122</u>	<u>22,036,252</u>
Impact of adoption of IFRS 9 (ECL) - net of tax	-	-	-	-	(57,965)	(57,965)
Restated Balance under IFRS 9 as at December 31, 2023	<u>15,550,000</u>	<u>1,428,486</u>	<u>468,091</u>	<u>466,553</u>	<u>4,065,157</u>	<u>21,978,287</u>
Total comprehensive income / (loss) for the quarter ended March 31, 2024 - net of tax						
Profit after taxation for the quarter ended March 31, 2024	-	-	-	-	1,156,047	1,156,047
Other comprehensive loss	-	-	(172,223)	-	-	(172,223)
	-	-	(172,223)	-	1,156,047	983,824
Transfer to statutory reserve	-	231,209	-	-	(231,209)	-
Transfer from surplus on revaluation of property and equipment to unappropriated profit in respect of incremental depreciation - net of tax	-	-	-	(555)	555	-
Balance as at March 31, 2024 (Unaudited)	<u>15,550,000</u>	<u>1,659,695</u>	<u>295,868</u>	<u>465,998</u>	<u>4,990,550</u>	<u>22,962,111</u>

The annexed notes 1 to 44 form an integral part of these condensed interim financial statements.

Syed Iftikhar Hussain Rizvi
Chief Financial Officer

Zargham Khan Durrani
President / Chief Executive

Omair Safdar
Director

Hammad Khalid
Director

Ahmed Ebrahim Hasham
Director



MCB Islamic Bank Ltd.

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CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED) FOR THE QUARTER ENDED MARCH 31, 2024

Note	Quarter ended March 31 2024	Quarter ended March 31 2023
	Rupees in thousands	
CASH FLOW FROM OPERATING ACTIVITIES		
	2,266,968	1,451,686
	-	(3,876)
	<u>2,266,968</u>	<u>1,447,810</u>
Adjustments		
Depreciation on property & equipments	33 128,477	101,404
Depreciation on right-of-use asset	33 143,076	127,435
Depreciation on Ijarah assets under IFAS 2	99,743	139,804
Amortization	33 48,545	46,189
Unwinding of liability against right of use assets	29 84,845	74,401
Credit loss allowance and write offs - net	35 49,000	115,609
Unrealized (gain) / loss on forward foreign exchange contracts - net	(35,545)	487,508
Gain on sale of property and equipment - net	32 -	(182)
Unrealised loss on revaluation of FVTPL securities	31 4,181	-
(Gain) / loss on sale of securities - net	31 (1,881)	46
	<u>520,441</u>	<u>1,092,214</u>
	<u>2,787,409</u>	<u>2,540,024</u>
(Increase) / decrease in operating assets		
Due from financial institutions	1,500,142	1,255,261
Islamic financing and related assets	(18,543,384)	(3,672,638)
Other assets (excluding advance taxation)	(2,944,252)	(3,196,861)
	<u>(19,987,494)</u>	<u>(5,614,238)</u>
Increase / (decrease) in operating liabilities		
Bills payable	(547,160)	(784,744)
Due to financial institutions	3,747,188	1,906,821
Deposits	(590,971)	9,005,679
Other liabilities (excluding current taxation)	(193,737)	(748,643)
	<u>2,415,320</u>	<u>9,379,113</u>
	<u>(14,784,765)</u>	<u>6,304,899</u>
Income tax paid	(2,081,015)	(557,308)
Net cash flow (used in) / generated from operating activities	<u>(16,865,780)</u>	<u>5,747,591</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Net divestments in securities classified as FVTPL	1,996,619	-
Net divestments in securities classified as FVTOCI	14,991,769	4,110
Net divestments / (investments) in amortised cost securities	12,478	(2,362)
Dividends received	-	3,876
Investments in property and equipment	13.2 (424,103)	(179,230)
Disposal of property and equipment	-	794
Investments in intangible assets	15.1 (211,735)	(32,129)
Net cash flow generated from / (used in) investing activities	<u>16,365,028</u>	<u>(204,941)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Payment of lease liability against right-of-use asset	(231,696)	(200,124)
Net cash flow used in financing activities	<u>(231,696)</u>	<u>(200,124)</u>
(Decrease) / increase in cash and cash equivalents during the period	<u>(732,448)</u>	<u>5,342,526</u>
Cash and cash equivalents at the beginning of the period	22,277,334	15,144,558
Cash and cash equivalents at the end of the period	<u>38 21,544,886</u>	<u>20,487,084</u>

The annexed notes 1 to 44 form an integral part of these condensed interim financial statements.

Syed Iftikhar Hussain Rizvi
Chief Financial Officer

Zargham Khan Durrani
President / Chief Executive

Omair Safdar
Director

Hammad Khalid
Director

Ahmed Ebrahim Hasham
Director



**NOTES TO AND FORMING PART OF THESE CONDENSED INTERIM FINANCIAL STATEMENTS (UNAUDITED)
FOR THE QUARTER ENDED MARCH 31, 2024**

1 STATUS AND NATURE OF BUSINESS

- 1.1 MCB Islamic Bank Limited (the Bank) was incorporated in Pakistan on May 15, 2014 as an unlisted public limited company under the Companies Act, 2017 (previously Companies Ordinance, 1984) to carry out the business of an Islamic Commercial Bank in accordance and in conformity with the principles of Islamic Shari'ah and in accordance with regulations and guidelines of the State Bank of Pakistan. The Securities and Exchange Commission of Pakistan granted "Certificate of Commencement of Business" to the Bank on January 30, 2015. The Bank is a wholly owned subsidiary of MCB Bank Limited (MCB).
- 1.2 The State Bank of Pakistan (SBP) granted a "Certificate of Commencement of Banking Business" to the Bank on September 14, 2015 under Section 27 of the Banking Companies Ordinance, 1962. The Bank formally commenced operations as a scheduled Islamic Commercial Bank with effect from October 15, 2015 upon receiving notification in this regard from SBP under section 37 of the State Bank of Pakistan Act, 1956. Currently, the Bank is engaged in corporate, commercial, consumer, micro finance, investment and retail banking activities.
- 1.3 The Bank is operating through 230 branches including two sub branches in Pakistan (December 31, 2023: 226 branches including two sub branches). The Registered office of the Bank is situated at 59 Block T, Phase II, DHA, Lahore Cantt and Principal Office is situated at 14-A Main Jail Road, Gulberg, Lahore.
- 1.4 Pakistan Credit Rating Agency (PACRA) has maintained the Bank's medium to long-term rating as "A" and the short-term rating as 'A-1' with stable outlook.

2 BASIS OF PRESENTATION

- 2.1 These condensed interim financial statements have been prepared in conformity with the format of interim financial statements prescribed by the State Bank of Pakistan (SBP) vide BPRD Circular No. 2 dated February 09, 2023.
- 2.2 As per the SBP's BPRD Circular No. 03 of 2022 dated July 05, 2022 and BPRD Circular Letter no. 7 dated April 13, 2023, the applicability of IFRS 9 - Financial Instruments has been extended to January 01, 2024. Accordingly, these condensed interim financial statements have been prepared for determining the impact of IFRS 9 on the Bank's financial statements as at March 31, 2024 assuming that IFRS 9 has been adopted with effect from January 01, 2024. Therefore, the requirements of SBP directives that currently provide the accounting framework for the measurement and valuation of investments and provision against non performing financings have been followed till December 31, 2023.
- 2.3 The Bank provides financing through Shari'ah compliant financing products mainly through Murabaha, Istisna, Salam, Ijarah, Diminishing Musharaka and Running Musharaka. The Bank also provides refinance facilities under various refinance schemes of the State Bank of Pakistan including Islamic Export Refinance Scheme.
- 2.4 The purchases and sales arising under these arrangements are not reflected in these condensed interim financial statements as such but are restricted to the amount of facility actually utilised and the appropriate portion of profit thereon. The income on such Islamic financing is recognised in accordance with the principles of Islamic Shari'ah and in accordance with regulations and guidelines of the State Bank of Pakistan. However, income, if any, received which does not comply with the principles of Islamic Shari'ah is recognised as charity payable if so directed by the Shari'ah Board of the Bank.

3 STATEMENT OF COMPLIANCE

- 3.1 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:
- International Accounting Standard (IAS) 34 "Interim Financial Reporting" and International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017
 - Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as are notified under the Companies Act, 2017;

- Provisions of and directives issued under the Banking Companies Ordinance, 1962 and the Companies Act, 2017; and
- Directives issued by the State Bank of Pakistan (SBP) and the Securities and Exchange Commission of Pakistan (SECP).

Wherever the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 or the directives issued by the SBP and the SECP differ with the requirements of IAS 34, IFRS or IFAS, the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives shall prevail.

The SBP has deferred the applicability of IFAS 3 "Profit and Loss Sharing on Deposits", through BPRD circular No.04 dated February 25, 2015.

Further, the SBP vide BSD Circular Letter No. 10, dated August 26, 2002 has deferred the applicability of International Accounting Standard 40 "Investment Property" for banking companies till further instructions. Further, according to the notification of the SECP issued vide SRO 411(I)/2008 dated April 28, 2008, International Financial Reporting Standard (IFRS) 7 "Financial Instruments: Disclosures" has not been made applicable for banks. Accordingly, the requirements of these standards have not been considered in the preparation of these condensed interim financial statements.

The disclosures made in these condensed interim financial statements have been limited based on a format prescribed by the SBP vide BPRD Circular Letter No. 2 dated February 09, 2023 and the requirements of IAS 34 "Interim Financial Reporting". They do not include all the information and disclosures required in preparation of annual financial statements, and should be read in conjunction with the annual audited financial statements for the year ended December 31, 2023, except for IFRS 9 "Financial Instruments" adopted w.e.f January 01, 2024.

3.2 Standards, interpretations of and amendments to accounting and reporting standards that are effective in the current period

There are certain amendments to existing accounting and reporting standards that have become applicable to the Bank for accounting periods beginning on or after January 01, 2024. These are either considered not to be relevant or do not have any significant impact and accordingly, have not been detailed in these condensed interim financial statements.

3.3 Standards, interpretations of and amendments to approved accounting standards that are not yet effective

There are certain new and amended standards, issued by the IASB, interpretations and amendments that are mandatory for the Bank's accounting periods beginning on or after January 1, 2025 but are considered not to be relevant or do not have any material effect on the Bank's operations and therefore, not detailed in these condensed interim financial statements.

4 BASIS OF MEASUREMENT

4.1 Accounting convention

These condensed interim financial statements have been prepared under the historical cost convention except for certain property and equipment and non banking assets acquired in satisfaction of claims which are stated at revalued amounts; fair value through profit or loss, fair value through other comprehensive income, investments which are measured at fair value; and right of use of assets and related lease liability measured at present value.

4.2 Functional and presentation currency

These condensed interim financial statements are presented in Pakistani Rupees, which is the Bank's functional and presentation currency. The amounts are rounded off to the nearest thousand rupees except as stated otherwise.

5 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities and income and expenses. It also requires management to exercise judgment in the application of its accounting policies. The estimates and assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

The significant judgments made by management in applying its accounting policies and the key sources of estimation uncertainty were the same as those applied to the financial statements of the Bank for the year ended December 31, 2023.

6 MATERIAL ACCOUNTING POLICIES INFORMATION

The accounting policies adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the financial statements of the Bank for the year ended December 31, 2023 except for the adoption of IFRS 9 "Financial Instruments" w.e.f January 01, 2024.

6.1 Adoption of new forms for the preparation of condensed interim financial statements

The SBP, vide its BPRD Circular No. 02 dated February 09, 2023, issued the revised forms for the preparation of the condensed interim financial statements of the Banks. The implementation of the revised forms has resulted in certain changes to the presentation and disclosures of various elements of the condensed interim financial statements. Right of use assets and corresponding lease liability are now presented separately on the face of the Statement of financial position. Previously, these were presented under property and equipment (earlier titled as fixed assets) and other liabilities respectively. There is no impact of this change on the condensed interim financial statements.

6.2 Changes in accounting policies and transition disclosures

6.2.1 Impact of IFRS 9 - Financial Instruments

As permitted by the transitional provisions of IFRS 9, the Bank has opted for modified retrospective approach and has not restated comparative figures. Any adjustments to the carrying amounts of financial assets and liabilities at the date of transition were recognised in the opening retained earnings and other reserves at the beginning of the current year without restating the comparative.

For notes disclosures, the consequential amendments to IFRS 7 disclosures as a result of adoption of IFRS 9 have also only been applied to the current period. The comparative period notes disclosures repeat those disclosures made in the prior year.

IFRS 9 brings fundamental changes to the accounting for financial assets and to certain aspects of accounting for financial liabilities. To determine appropriate classification and measurement category, IFRS 9 requires all financial assets, except equity instruments to be assessed based on combination of the entity's business model for managing the assets and the instruments' contractual cash flow characteristics. The standard introduces a new impairment model for financial assets which requires recognition of impairment charge based on an 'Expected Credit Losses' (ECL) approach rather than the 'incurred credit losses' approach as currently followed. The ECL approach has an impact on all assets of the Bank which are exposed to credit risk.

Classification and measurement

The classification and measurement of financial assets is based on the business model within which they are held and their contractual cash flow characteristics. Financial assets that do not meet the solely payments of principal and profit/rent (SPPI) criteria are measured at fair value through profit or loss ('FVTPL') regardless of the business model in which they are held. The Bank's business model in which financial assets are held determines whether the financial assets are measured at amortized cost, fair value through other comprehensive income ('FVTOCI') or fair value through profit or loss ('FVTPL').

The business model reflects how groups of financial assets are managed to achieve a particular business objective. Financial assets can only be held at amortized cost if the instruments are held in order to collect the contractual cash flows ('hold to collect'), and where those contractual cash flows are solely payments of principal and profit/rent (SPPI). Assets may be sold out of 'hold to collect' portfolios where there is an increase in credit risk. Disposals for other reasons are permitted but such sales should be insignificant in value or infrequent in nature.

Debt instruments where the business model objectives are achieved by collecting the contractual cash flows and by selling the assets ('hold to collect and sell') and that have SPPI cash flows are held at FVTOCI, with unrealized gains or losses deferred in reserves until the asset is derecognized.

The classification of equity instruments is generally measured at FVTPL unless the Bank, at initial recognition, irrevocably designates as FVTOCI but both unrealized and realized gains or losses are recognized in reserves and no amounts other than dividends received are recognized in the income statement.

All other financial assets will mandatorily be held at FVTPL. Financial assets may be designated at FVTPL only if doing so eliminates or reduces an accounting mismatch.

6.2.2 Reconciliation of statement of financial position balances from existing local regulations to IFRS 9

	Prudential Regulations December 31, 2023	Classification & Measurement	Expected Credit Losses	IFRS 9 January 01, 2024
-----Rupees in '000-----				
Cash and balances with treasury banks	19,529,055	-	-	19,529,055
Balances with other banks	2,748,279	-	(4,840)	2,743,439
Due from financial institutions	2,500,000	-	(117)	2,499,883
Investments	132,544,302	-	-	132,544,302
Islamic financing and related assets	89,347,415	-	5,823	89,353,238
Property and equipment	3,755,402	-	-	3,755,402
Right-of-use assets	2,027,791	-	-	2,027,791
Intangible assets	532,846	-	-	532,846
Deferred tax assets	-	-	55,692	55,692
Other assets	14,014,615	-	-	14,014,615
Total Assets	266,999,705	-	56,558	267,056,263
Bills payable	2,175,473	-	-	2,175,473
Due to financial institutions	25,813,546	-	-	25,813,546
Deposits and other accounts	204,460,158	-	-	204,460,158
Lease liabilities	2,636,096	-	-	2,636,096
Subordinated debt	-	-	-	-
Deferred tax liabilities	445,291	-	-	445,291
Other liabilities	9,432,889	-	114,523	9,547,412
Total Liabilities	244,963,453	-	114,523	245,077,976
Share capital	15,550,000	-	-	15,550,000
Reserves	1,428,486	-	-	1,428,486
Surplus on revaluation of assets - net of tax	934,644	-	-	934,644
Unappropriated profit	4,123,122	-	(57,965)	4,065,157
Total Equity	22,036,252	-	(57,965)	21,978,287
Total Equity and Liabilities	266,999,705	-	56,558	267,056,263

7 FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the Bank are consistent with those disclosed in the financial statements for the year ended December 31, 2023.

8 CASH AND BALANCES WITH TREASURY BANKS

	(Unaudited) March 31, 2024	(Audited) December 31, 2023
Rupees in thousands		
In hand		
- local currency	3,761,832	3,458,258
- foreign currencies	745,433	644,364
	4,507,265	4,102,622
With the State Bank of Pakistan in		
- local currency current account	13,248,475	13,897,890
- foreign currency current accounts		
cash reserve account	8.1 408,860	401,933
special cash reserve account	8.2 490,577	479,163
USD clearing account	144,299	48,095
	1,043,736	929,191
With National Bank of Pakistan in		
- local currency current account	664,489	599,329
Prize bonds	8.3 23	23
Less: Credit loss allowance held against cash and balances with treasury banks	-	-
Cash and balances with treasury banks - net of credit loss allowance	19,463,988	19,529,055

- 8.1 As per BSD Circular No. 15 dated June 21, 2008, cash reserve of 5% is required to be maintained with the SBP on deposits held under the New Foreign Currency Accounts Scheme (FE-25 deposits). This account is non-remunerative in nature.
- 8.2 Special Cash Reserve of 6% is required to be maintained with the SBP on FE-25 deposits as specified in BSD Circular No. 15 dated June 21, 2008. This account is non-remunerative in nature.
- 8.3 These represent the national prize bonds received from customers for onward surrendering to SBP. The Bank, as a matter of Shari'ah principle, does not deal in prize bonds.

	(Unaudited) March 31, 2024	(Audited) December 31, 2023
9 BALANCES WITH OTHER BANKS	Rupees in thousands	
In Pakistan		
- deposit account	1,238	1,845
Outside Pakistan		
- current account	2,082,431	2,746,434
Less: Credit loss allowance held against balances with other banks	(2,771)	-
Balances with other banks - net of credit loss allowance	<u>2,080,898</u>	<u>2,748,279</u>

9.1 Balances with other banks- Particulars of credit loss allowance

	March 31, 2024		December 31, 2023	
	Balances with other banks	Credit loss allowance held	Balances with other banks	Provision held
	Rupees in thousands			
Domestic				
Impact of adoption of IFRS 9	-	(4,840)	-	-
Performing Stage 1	2,083,669	2,069	2,748,279	-
Under performing Stage 2	-	-	-	-
Non-performing Stage 3				
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	-	-	-	-
	<u>2,083,669</u>	<u>(2,771)</u>	<u>2,748,279</u>	<u>-</u>

10 DUE FROM FINANCIAL INSTITUTIONS

Musharaka arrangements	1,000,000	2,500,000
Less: Credit loss allowance held against due from financial institution	(142)	-
	<u>999,858</u>	<u>2,500,000</u>

10.1 Due from FIs- Particulars of credit loss allowance

	March 31, 2024		December 31, 2023	
	Due from FIs	Credit loss allowance held	Due from FIs	Provision held
	Rupees in thousands			
Domestic				
Impact of adoption of IFRS 9	-	(117)	-	-
Performing Stage 1	1,000,000	(25)	2,500,000	-
Under performing Stage 2	-	-	-	-
Non-performing Stage 3				
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	-	-	-	-
	<u>1,000,000</u>	<u>(142)</u>	<u>2,500,000</u>	<u>-</u>



MCB Islamic Bank Ltd.

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11 INVESTMENTS

11.1 Investments by type:

		March 31, 2024 (Unaudited)			
		Cost / Amortised cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value
		Rupees in thousands			
FVTPL					
Federal Government securities					
		-	-	-	-
FVTOCI					
Federal Government securities					
		77,648,859	-	586,189	78,235,048
Non Government securities					
		770,000	-	(6,055)	763,945
		78,418,859	-	580,134	78,998,993
Amortised cost					
Federal Government securities					
		36,204,452	-	-	36,204,452
		36,204,452	-	-	36,204,452
Total Investments					
		114,623,311	-	580,134	115,203,445
		December 31, 2023 (Audited)			
		Cost / Amortised cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value
		Rupees in thousands			
FVTPL					
Federal Government securities					
		1,996,619	-	4,181	2,000,800
		1,996,619	-	4,181	2,000,800
FVTOCI					
Federal Government securities					
		92,638,747	-	924,435	93,563,182
Non Government securities					
		770,000	-	(6,610)	763,390
		93,408,747	-	917,825	94,326,572
Amortised cost					
Federal Government securities					
		36,216,930	-	-	36,216,930
		36,216,930	-	-	36,216,930
Total Investments					
		131,622,296	-	922,006	132,544,302

11.1.1 The market value of investments given as collateral as at March 31, 2024 amounted to Rs. 11,074 million (December 31, 2023: Nil).

11.1.2 The market value of securities measured at amortized cost as at March 31, 2024 amounted to Rs. 36,635 million (December 31, 2023: Rs. 36,748 million).

12 ISLAMIC FINANCING AND RELATED ASSETS - NET

		Performing		Non performing		Total	
		(Unaudited) March 31, 2024	(Audited) December 31, 2023	(Unaudited) March 31, 2024	(Audited) December 31, 2023	(Unaudited) March 31, 2024	(Audited) December 31, 2023
		Rupees in thousands					
Murabaha	12.1	20,729,879	12,202,918	46,498	46,550	20,776,377	12,249,468
Musawamah		132,783	-	-	-	132,783	-
Istisna	12.2	4,398,141	4,613,657	338,645	177,761	4,736,786	4,791,418
Salam		-	38,042	-	-	-	38,042
Ijarah	12.3	1,677,242	1,804,112	1,236	973	1,678,478	1,805,085
Running Musharaka	12.4	56,519,395	45,626,287	-	-	56,519,395	45,626,287
Diminishing Musharaka	12.5	21,369,345	22,491,209	1,846,286	1,732,524	23,215,631	24,223,733
Staff finance	12.6	2,013,984	1,901,583	-	-	2,013,984	1,901,583
Islamic financing and related assets - gross		106,840,769	88,677,808	2,232,665	1,957,808	109,073,434	90,635,616
Less: Credit loss allowance / provision against islamic financing and related assets							
		(225,984)	-	-	-	(225,984)	-
		(415,179)	(542,951)	-	-	(415,179)	(542,951)
		-	-	(750,189)	(745,250)	(750,189)	(745,250)
	12.9	(641,163)	(542,951)	(750,189)	(745,250)	(1,391,352)	(1,288,201)
Islamic financing and related assets - net of credit loss allowance / provisions		106,199,606	88,134,857	1,482,476	1,212,558	107,682,082	89,347,415

	(Unaudited) March 31, 2024	(Audited) December 31, 2023
	Rupees in thousands	
12.1 Murabaha		
- Murabaha financing	5,619,785	5,567,599
- Murabaha inventory	14,946,611	6,534,969
- Advances against Murabaha financing	139,981	76,900
- Advances against Murabaha financing - Islamic Export Refinance Scheme (IERS)	70,000	70,000
- Murabaha financing - Islamic Export Refinance Scheme (IERS)	-	-
- Murabaha inventory - Islamic Refinancing Scheme for Payment of Wages and Salaries (IRSPWS)	-	-
	<u>20,776,377</u>	<u>12,249,468</u>
12.2 Istisna		
- Istisna financing	1,507,896	1,620,373
- Istisna inventory	1,223,651	545,663
- Advances against Istisna financing	1,857,801	2,474,159
- Istisna financing - Islamic Export Refinance Scheme (IERS)	147,438	39,284
- Advances against Istisna financing - Islamic Export Refinance Scheme (IERS)	-	111,939
	<u>4,736,786</u>	<u>4,791,418</u>
12.3 Ijarah financing and related assets		
- Net book value of assets in Ijarah under IFAS 2	1,579,368	1,744,035
- Advances against Ijarah	99,110	61,050
	<u>1,678,478</u>	<u>1,805,085</u>
12.4 Running Musharaka		
- Running Musharaka financing	53,128,664	42,210,287
- Running Musharaka financing - Islamic Export Refinance Scheme (IERS)	3,390,731	3,416,000
	<u>56,519,395</u>	<u>45,626,287</u>
12.5 Diminishing Musharaka		
- Diminishing Musharaka financing	22,892,505	23,754,790
- Diminishing Musharaka financing - Islamic Refinancing Scheme for Payment of Wages and Salaries (IRSPWS)	-	-
- Advances against Diminishing Musharaka financing	247,853	347,983
- Advances against Diminishing Musharaka - Islamic Long Term Financing Facility (ILTFF)	-	-
- Advances against Diminishing Musharaka under Islamic Temporary Economic Refinancing Facility (ITERF) for Plant and Machinery	75,273	120,960
	<u>23,215,631</u>	<u>24,223,733</u>
12.6 Staff finance		
- Staff vehicle finance under Diminishing Musharaka	512,045	474,493
- Staff housing finance under Diminishing Musharaka	1,501,939	1,427,090
	<u>2,013,984</u>	<u>1,901,583</u>
12.7 Particulars of Islamic financing and related assets - gross		
In local currency	109,073,434	90,635,616
In foreign currency	-	-
	<u>109,073,434</u>	<u>90,635,616</u>
12.8		
Islamic financing and related assets include Rs. 2,232.665 million (December 31,2023: Rs. 1,957.808 million) which have been placed under non-performing / stage 3 status as detailed below:		

Category of Classification - Stage 3 under IFRS 9	(Unaudited)		(Audited)	
	March 31, 2024	Credit loss allowance	December 31, 2023	Credit loss allowance
	Non-performing Islamic financing and related assets		Non-performing Islamic financing and related	
	Rupees in thousands			
Domestic				
Other Assets Especially Mentioned (OAEM)	-	-	-	-
Substandard	310,923	4,475	222,176	5,482
Doubtful	317,671	5,415	157,979	3,193
Loss	1,604,071	740,299	1,577,653	736,575
	<u>2,232,665</u>	<u>750,189</u>	<u>1,957,808</u>	<u>745,250</u>

12.9 Particulars of credit loss allowance against Islamic financing and related assets

	March 31, 2024 (Unaudited)				December 31, 2023 (Audited)		
	Stage 3	Stage 2	Stage 1	Total	Specific	General	Total
	Rupees in thousands						
Opening balance	745,250	542,951	-	1,288,201	175,194	409,909	585,103
Impact of adoption of IFRS-9	-	(184,505)	178,682	(5,823)	-	-	-
Charge for the period / year	4,939	-	-	4,939	577,686	149,396	727,082
Reversals	-	56,733	47,302	104,035	(6,651)	(16,354)	(23,005)
	4,939	56,733	47,302	108,974	571,035	133,042	704,077
Amounts written off	-	-	-	-	(979)	-	(979)
Closing balance	750,189	415,179	225,984	1,391,352	745,250	542,951	1,288,201

12.10 State Bank of Pakistan vide BSD Circular No. 02 dated January 27, 2009, BSD Circular No. 10 dated October 20, 2009, BSD Circular No. 02 of 2010 dated June 03, 2010 and BSD Circular No. 01 of 2011 dated October 21, 2011 has allowed benefit of Forced Sale Value (FSV) of Plant & Machinery under charge, pledged stock and mortgaged residential, commercial & industrial properties (land and building only) held as collateral against NPLs for five years from the date of classification. Had the benefit not been taken by the Bank, the specific provision against non-performing Islamic financing and related assets would have been higher by Rs. 1,091.322 million (December 31, 2023: Rs. 967.863 million). The additional benefit on the Bank's profit and loss account arising from availing the FSV benefit - net of tax amounts to Rs. 556.574 million (December 31, 2023: Rs. 493.610 million). However, the additional impact on profitability arising from availing the benefit of forced sales value is not available for payment of cash or stock dividends to shareholders.

12.11 Advances - Particulars of credit loss allowance

	March 31, 2024 (Unaudited)				December 31, 2023 (Audited)		
	Stage 3	Stage 2	Stage 1	Total	Specific	General	Total
	Rupees in thousands						
Opening balance	745,250	542,951	-	1,288,201	175,194	409,909	585,103
New/ Impact of adoption of IFRS-9	-	(184,505)	178,682	(5,823)	-	-	-
Derognised or repaid / reversal of provision	-	56,733	47,302	104,035	(6,651)	(16,354)	(23,005)
Transfer to Stage 1 / charge for the year	-	-	-	-	577,686	149,396	727,082
Transfer to Stage 2	-	-	-	-	-	-	-
Transfer to Stage 3	4,939	-	-	4,939	-	-	-
	4,939	(127,772)	225,984	103,151	571,035	133,042	704,077
Amounts written off	-	-	-	-	(979)	-	(979)
Closing balance	750,189	415,179	225,984	1,391,352	745,250	542,951	1,288,201

12.12 Islamic financing and related assets - Category of classification

	March 31, 2024		December 31, 2023	
	Gross amount	Credit loss allowance	Non-performing amount	Provision held
	Rupees in thousands			
Domestic				
Performing	Stage 1	100,304,688	225,984	-
Underperforming	Stage 2	6,536,081	415,179	-
Non-Performing	Stage 3	-	-	-
Substandard		310,923	4,475	222,176
Doubtful		317,671	5,415	157,979
Loss		1,604,071	740,299	1,577,653
		2,232,665	750,189	1,957,808
		109,073,434	1,391,352	1,957,808

13 PROPERTY AND EQUIPMENT

	(Unaudited) March 31, 2024	(Audited) December 31, 2023
Capital work-in-progress	938,609	514,632
Property and equipment	3,112,419	3,240,770
	<u>4,051,028</u>	<u>3,755,402</u>



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13.1 Capital work-in-progress

Civil works
Advance to suppliers and contractors
Electrical and computer equipment

(Unaudited) March 31, 2024	(Audited) December 31, 2023
Rupees in thousands	
13,028	13,028
515,749	425,650
409,832	75,954
<u>938,609</u>	<u>514,632</u>

13.2 Additions to property and equipment

The following additions have been made to property & equipments during the period:

Capital work-in-progress

423,964 47,930

Property and equipment

Building on freehold land
Leasehold improvements
Furniture and fixtures
Electrical, office and computer equipment
Vehicles

-	263
-	10,062
-	14,867
-	106,108
139	-
<u>139</u>	<u>131,300</u>
<u>424,103</u>	<u>179,230</u>

13.3 Disposal of property and equipment

The net book value of property & equipments disposed off during the period is as follows:

Furniture and fixtures
Electrical, office and computer equipment
Vehicles

-	23
-	107
-	482
<u>-</u>	<u>612</u>

(Unaudited) March 31, 2024	(Audited) December 31, 2023
Rupees in thousands	

14 RIGHT-OF-USE ASSETS

Cost at the start of period/ year
Accumulated Depreciation
Net carrying amount at the start of period/ year

4,129,982	3,566,889
(2,102,191)	(1,618,010)
<u>2,027,791</u>	<u>1,948,879</u>

Addition during the period
Deletion during the period
Depreciation charge for the period
Net carrying amount at the end of the period / year

48,165	628,268
-	(22,057)
(143,076)	(527,299)
<u>1,932,880</u>	<u>2,027,791</u>

15 INTANGIBLE ASSETS

Advance against purchase of software
Computer software

307,245	95,510
388,791	437,336
<u>696,036</u>	<u>532,846</u>

(Unaudited) March 31, 2024	(Unaudited) March 31, 2023
----------------------------------	----------------------------------

Rupees in thousands

15.1 Additions to intangible assets

The following additions have been made to intangible assets during the period:

Directly purchased

211,735	32,129
<u>211,735</u>	<u>32,129</u>

16 DEFERRED TAX ASSETS / (LIABILITY) - NET

	March 31, 2024 (Unaudited)			At March 31, 2024
	At Jan 01, 2024	Recognised in P&L A/C	Recognised in OCI	
	Rupees in thousands			
Deductible temporary difference				
Credit loss allowance against Islamic financing and related assets, balances with other banks, due from financial institutions and off balance sheet obligations	2,686	23,275	55,692	81,653
Workers Welfare Fund	154,378	23,796	-	178,174
	<u>157,064</u>	<u>47,071</u>	<u>55,692</u>	<u>259,827</u>
Taxable temporary difference				
Surplus on revaluation of property & equipments	(95,730)	533	-	(95,197)
Surplus on revaluation of investments	(449,734)	-	165,468	(284,266)
Accelerated tax depreciation	(56,891)	31,285	-	(25,606)
	<u>(602,355)</u>	<u>31,818</u>	<u>165,468</u>	<u>(405,069)</u>
	<u>(445,291)</u>	<u>78,889</u>	<u>221,160</u>	<u>(145,242)</u>

	December 31, 2023 (Audited)			At Dec 31, 2023
	At Jan 01, 2023	Recognised in P&L A/C	Recognised in OCI	
	Rupees in thousands			
Deductible temporary difference				
Credit loss allowance against Islamic financing and related assets	63,466	(60,780)	-	2,686
Workers Welfare Fund	41,945	112,433	-	154,378
	<u>105,411</u>	<u>51,653</u>	<u>-</u>	<u>157,064</u>
Taxable temporary difference				
Surplus on revaluation of property & equipments	(85,881)	2,135	(11,984)	(95,730)
Surplus on revaluation of investments	60,297	-	(510,031)	(449,734)
Accelerated tax depreciation	(67,300)	10,409	-	(56,891)
	<u>(92,884)</u>	<u>12,544</u>	<u>(522,015)</u>	<u>(602,355)</u>
	<u>12,527</u>	<u>64,197</u>	<u>(522,015)</u>	<u>(445,291)</u>

	Note	(Unaudited)	(Audited)
		March 31, 2024	December 31, 2023
17 OTHER ASSETS		Rupees in thousands	
Profit / return accrued in local currency		13,973,771	9,550,867
Advances, deposits, advance rent and other prepayments		531,528	492,007
Branch adjustment account		-	211,713
Receivable against ATM transactions		954,202	1,499,978
Receivable under home remittances		15,834	12,874
Un-realized mark to market gain on forward foreign exchange contracts		78,068	247,841
Acceptances	23	637,598	1,584,439
Others		544,410	414,896
		<u>16,735,411</u>	<u>14,014,615</u>
18 CONTINGENT ASSETS			
There were no contingent assets of the Bank as at March 31, 2024 (December 31, 2023: Nil).			
19 BILLS PAYABLE			
In Pakistan		1,628,313	2,175,473
Outside Pakistan		-	-
		<u>1,628,313</u>	<u>2,175,473</u>

20	DUE TO FINANCIAL INSTITUTIONS	(Unaudited)	(Audited)
		March 31, 2024	December 31, 2023
	Details of due to financial institutions - Secured / Unsecured		
	Secured		
	Musharaka with the State Bank of Pakistan -		
	Islamic Export Refinance Scheme (IERS)	3,536,219	3,633,293
	Investment under - Islamic Long Term Financing Facility (ILTFF)	1,905,456	1,929,943
	Investment under - Islamic		
	Temporary Economic Refinancing Facility (ITERF) for Plant and Machinery	3,994,707	4,166,204
	Investment under - Islamic		
	Financing Facility for Renewable Energy (IFRE)	286,630	319,453
	Unsecured		
	Musharaka arrangements with financial institutions	19,636,338	15,562,500
	Musharaka arrangements with other institution	201,384	202,153
	Overdrawn nostro accounts	-	-
		<u>29,560,734</u>	<u>25,813,546</u>
21	DEPOSITS AND OTHER ACCOUNTS		

	March 31, 2024 (Unaudited)			December 31, 2023 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	Rupees in thousands					
Customers						
Current deposits - non-remunerative	49,311,305	2,963,201	52,274,506	53,153,055	3,273,932	56,426,987
Savings deposits	69,601,270	1,515,030	71,116,300	79,492,791	1,473,784	80,966,575
Term deposits	47,058,659	1,926,469	48,985,128	47,562,221	1,856,137	49,418,358
Others	6,201,375	-	6,201,375	6,893,851	-	6,893,851
	172,172,609	6,404,700	178,577,309	187,101,918	6,603,853	193,705,771
Financial Institutions						
Current deposits - non-remunerative	294,274	-	294,274	56,731	163	56,894
Savings deposits	22,973,704	-	22,973,704	7,095,493	-	7,095,493
Term deposits	2,023,900	-	2,023,900	3,602,000	-	3,602,000
	25,291,878	-	25,291,878	10,754,224	163	10,754,387
	<u>197,464,487</u>	<u>6,404,700</u>	<u>203,869,187</u>	<u>197,856,142</u>	<u>6,604,016</u>	<u>204,460,158</u>

22	LEASE LIABILITIES	Note	(Unaudited)	(Audited)
			March 31, 2024	December 31, 2023
	Outstanding amount at the start of the period		2,636,096	2,488,775
	Addition during the period		48,165	628,268
	Disposed off during the period		-	(28,376)
	Lease payments including interest		(231,696)	(761,903)
	Interest expense		84,845	309,332
	Outstanding amount at the end of the period		<u>2,537,410</u>	<u>2,636,096</u>
22.1	Liabilities Outstanding			
	Not later than one year		481,456	495,967
	Later than one year and upto five years		1,564,265	1,625,009
	Over five years		491,689	515,120
	Total at the year end		<u>2,537,410</u>	<u>2,636,096</u>
23	OTHER LIABILITIES			
	Profit / return payable in local currency	23.1	3,817,849	3,114,456
	Profit / return payable in foreign currencies		18,894	16,600
	Accrued expenses		893,143	1,213,379
	Current taxation (provision less payments)		52,642	943,847
	Unearned income		84,682	94,572
	Acceptances	17	637,598	1,584,439
	Branch adjustment account		764,427	-
	Advance receipt against Islamic financing and related assets		49,862	45,040
	Charity fund balance		26,393	23,238
	Credit loss allowance against off-balance sheet obligations	23.2	56,593	-
	Security deposits against ijarah financing		836,450	906,994
	Withholding tax, Federal Excise Duty and other payable		122,707	72,423
	Un-realized mark to market loss on forward foreign exchange contracts		-	205,318
	Others		781,389	1,212,583
			<u>8,142,629</u>	<u>9,432,889</u>

23.1 It includes Rs. 168.101 million (December 31,2023: Rs. 167.819 million) in respect of profit / return accrued on Musharaka with SBP under Islamic Export Refinance Scheme and Rs 77.193 million (December 31,2023: Rs 42.131 million) in respect of return accrued on acceptances from the SBP under various Islamic Refinance Schemes.

23.2 Credit loss allowance against off-balance sheet obligations

	(Unaudited) March 31, 2024	(Audited) December 31, 2023
	Rupees in thousands	
Opening balance	-	-
Charge for the period / year	-	-
Impact of adoption of IFRS 9	114,523	-
Reversals	(57,930)	-
	56,593	-
Amount written off	-	-
Closing balance	<u>56,593</u>	<u>-</u>

24 SHARE CAPITAL
Authorised capital

	(Unaudited) March 31, 2024	(Audited) December 31, 2023		20,000,000	20,000,000
Number of shares					
	<u>2,000,000,000</u>	<u>2,000,000,000</u>	Ordinary shares of Rs. 10/- each		

Issued, subscribed and paid up capital

	(Unaudited) March 31, 2024	(Audited) December 31, 2023		15,550,000	15,550,000
Number of shares					
			Fully paid in cash		-
	1,555,000,000	1,555,000,000	Balance at beginning of the period / year		
	-	-	Issued during the period / year	-	-
	<u>1,555,000,000</u>	<u>1,555,000,000</u>	Balance at end of the period / year	<u>15,550,000</u>	<u>15,550,000</u>

24.1 The Bank's shares are 100 % (December 31,2023: 100%) held by MCB Bank Limited (MCB) - the parent company and its nominee Directors.

25 RESERVES

	(Unaudited) March 31, 2024	(Audited) December 31, 2023
	Rupees in thousands	
Statutory reserves	<u>1,659,695</u>	<u>1,428,486</u>

25.1 Statutory reserve represents amount set aside as per the requirements of section 21 of the Banking Companies Ordinance, 1962.

26 SURPLUS ON REVALUATION OF ASSETS
- NET OF TAX

Surplus arising on revaluation of:

	(Unaudited) March 31, 2024	(Audited) December 31, 2023
	Rupees in thousands	
- Property and equipment	561,194	562,283
- Securities measured at FVOCI-Debt	580,134	917,825
	1,141,328	1,480,108

Deferred tax on surplus on revaluation of:

- Property and equipment	(95,196)	(95,730)
- Securities measured at FVOCI-Debt	(284,266)	(449,734)
	(379,462)	(545,464)

27 CONTINGENCIES AND COMMITMENTS

	(Unaudited) March 31, 2024	(Audited) December 31, 2023
	Rupees in thousands	
Guarantees	17,203,003	16,337,475
Commitments	34,472,973	34,480,690
Other contingent liabilities	1,090,328	1,090,328
	<u>52,766,304</u>	<u>51,908,493</u>
27.1 Guarantees		
Performance guarantees	7,327,895	6,930,799
Other guarantees	9,875,108	9,406,676
	<u>17,203,003</u>	<u>16,337,475</u>

		(Unaudited) March 31, 2024	(Audited) December 31, 2023
		Rupees in thousands	
27.2	Commitments		
	Documentary credits and short-term trade-related transactions		
	Letters of credit	14,030,782	14,814,708
	Commitments in respect of:		
	Forward foreign exchange contracts	19,034,088	17,780,265
	Commitments for acquisition of:		
	Intangible assets	344,086	390,605
	property & equipments	369,033	366,865
	Other commitments	694,984	1,128,247
		<u>34,472,973</u>	<u>34,480,690</u>
27.2.1	Commitments in respect of forward foreign exchange contracts		
	Purchase	11,389,081	10,514,065
	Sale	7,645,007	7,266,200
		<u>19,034,088</u>	<u>17,780,265</u>
27.2.2	Other commitments		
	Commitments to extend financing	694,984	1,128,247
27.2.2.1	These represent commitments that are irrevocable because they cannot be withdrawn at the discretion of the Bank without the risk of incurring significant penalty or expense.		
27.2.2.2	Other than those stated above, the Bank makes commitment(s) to extend credit in the normal course of business including related parties but these being revocable commitments do not attract any penalty or expense if the facility is unilaterally withdrawn.		
		(Unaudited) March 31, 2024	(Audited) December 31, 2023
		Rupees in thousands	
27.3	Other contingent liabilities		
	Claims against the Bank not acknowledged as debt	1,090,328	1,090,328
		<u>1,090,328</u>	<u>1,090,328</u>
		(Unaudited) March 31, 2024	(Unaudited) March 31, 2023
		Rupees in thousands	
28	PROFIT / RETURN EARNED		
	Financing	4,830,216	3,346,281
	Investments in securities	6,868,796	2,902,650
	Musharaka arrangements	16,757	48,038
	Deposits with financial institutions	254	132
		<u>11,716,023</u>	<u>6,297,101</u>
28.1	Profit / return earned recorded on financial assets measured at:		
	Financial assets measured at amortised cost	6,840,647	4,060,725
	Financial assets measured at fair value through OCI.	4,874,216	2,236,376
	Financial assets measured at fair value through P&L	1,160	-
		<u>11,716,023</u>	<u>6,297,101</u>



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		(Unaudited) March 31, 2024	(Unaudited) March 31, 2023
	Note	Rupees in thousands	
29	PROFIT / RETURN EXPENSED		
	Deposits and other accounts	5,669,129	2,916,758
	Musharaka and other arrangements with the State Bank of Pakistan	823,905	132,747
	Musharaka arrangements with other financial institutions	943,082	286,329
	Musharaka arrangements with other institutions	-	-
	Unwinding of lease liability against right-of-use asset	84,845	74,401
		<u>7,520,961</u>	<u>3,410,235</u>
30	FEE AND COMMISSION INCOME		
	Branch banking customer fees	6,482	4,519
	Consumer finance related fees	2,202	2,785
	Card related fees	86,975	43,583
	Credit related fees	2,238	4,230
	Digital banking fees	23,635	13,615
	Commission on trade	52,597	48,464
	Commission on guarantees	17,823	17,893
	Commission on cash management	6,185	18,429
	Commission on remittances including home remittances	10,163	9,974
	Commission on banca takaful	11,659	6,426
	Locker rent	5,850	4,422
	Others	249	135
		<u>226,058</u>	<u>174,475</u>
31	LOSS ON SECURITIES		
	Realised	1,881	(46)
	Unrealised - Measured at FVPL	(4,181)	-
		<u>(2,300)</u>	<u>(46)</u>
31.1	Realised Gains - net on:		
	Federal Government Securities - Sukuk certificates	1,881	(46)
		<u>1,881</u>	<u>(46)</u>
32	OTHER INCOME		
	Rental income	-	-
	Gain on sale of property & equipments	-	182
	Fees and charges recovered	5,483	1,879
	Commission on arrangement with financial institutions	45,219	30,560
	Gain on termination of lease liability against right of use assets	-	515
	Gain on conversion of Ijarah agreements	2,559	5,785
		<u>53,261</u>	<u>38,921</u>
33	OPERATING EXPENSES		
	Total compensation expense	1,092,921	822,953
	Property expense		
	Rent and taxes	17,985	11,311
	Takaful expenses	11,066	8,877
	Utilities cost	70,940	38,329
	Security (including guards)	112,323	71,459
	Repairs and maintenance (including janitorial charges)	18,431	35,789
	Depreciation on right-of-use assets	143,076	127,435
	Depreciation	89,937	68,673
		<u>463,758</u>	<u>361,873</u>

		(Unaudited) March 31, 2024	(Unaudited) March 31, 2023
	Note	Rupees in thousands	
Information technology expenses			
Software maintenance		62,601	60,874
Hardware maintenance		9,798	4,743
Takaful expenses		672	576
Depreciation		32,631	28,784
Amortization		48,545	46,189
Network charges		56,249	27,958
		210,496	169,124
Other operating expenses			
Directors' fees and allowances		4,100	1,900
Fees and allowances to Shari'ah Board		5,062	2,687
Legal and professional charges		13,649	6,682
Takaful expenses		41,305	29,405
Fee and subscription		328	462
Outsourced services costs		41,793	36,824
Travelling and conveyance		42,299	26,830
Repairs and maintenance of vehicles		847	2,472
NIFT clearing charges		8,297	7,550
Brokerage, commission and bank charges		9,768	10,834
Depreciation		5,909	3,947
Training and development		3,073	1,120
Postage and courier charges		12,177	8,612
Communication		28,924	10,965
Stationery and printing		42,960	22,156
Marketing, advertisement and publicity		19,701	477
Auditors' remuneration		5,483	3,370
Entertainment		23,095	15,747
Others		23,369	11,287
		332,139	203,327
		2,099,314	1,557,277
34 OTHER CHARGES			
Penalties imposed by the State Bank of Pakistan		217	5
		217	5
35 CREDIT LOSS ALLOWANCE & WRITE OFFS - NET			
Credit loss allowance against due from financial institutions	9 & 10.1	(2,044)	-
Credit loss allowance / Provision against Islamic financing and related assets	12.90	108,974	115,609
Other credit loss allowance / (write offs)		(57,930)	-
Bad debts written off directly		-	-
Recovery of write offs / bad debts		-	-
		49,000	115,609
36 TAXATION			
Current		1,189,810	707,666
Deferred		(78,889)	(95,660)
		1,110,921	612,006
37 BASIC AND DILUTED EARNINGS PER SHARE			
Profit after taxation		1,156,047	839,680
		Number of shares - in thousands	
Weighted average number of ordinary shares		1,555,000	1,555,000
		Rupees	
Basic and diluted earnings per share		0.743	0.540
		(Unaudited) March 31, 2024	(Unaudited) March 31, 2023
		Rupees in thousands	
38 CASH AND CASH EQUIVALENTS			
Cash and balances with treasury banks	8	19,463,988	13,321,035
Balances with other banks	9	2,080,898	7,175,758
Overdrawn nostro accounts		-	(9,709)
		21,544,886	20,487,084

39 FAIR VALUE MEASUREMENTS

The fair value of quoted securities other than those classified as held to collect model, is based on quoted market price. Quoted securities classified under held to collect model are carried at amortised cost.

In the opinion of the management, the fair value of the remaining financial assets and financial liabilities are not significantly different from their carrying values since these assets and liabilities are either short-term in nature or re-priced over short term.

39.1 Fair value of financial / non-financial assets

The Bank measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the assets or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Fair value measurements using input for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

The table below analyses the financial and non-financial assets carried at fair values, by valuation methods. For financial assets, the Bank essentially carries its investments in Sukuk and equity securities at fair values. Valuation of investments is carried out as per guidelines specified by the SBP. In case of non-financial assets, the Bank has adopted revaluation model (as per IAS 16) in respect of land and building.

March 31, 2024 (Unaudited)					
Carrying value	Level 1	Level 2	Level 3	Total	
Rupees in thousands					
On-balance sheet financial instruments					
Financial assets measured at fair value					
Investments					
Federal Government Securities	78,235,048	-	78,235,048	-	78,235,048
Shares	-	-	-	-	-
Non-Government Securities	763,945	-	763,945	-	763,945
	78,998,993	-	78,998,993	-	78,998,993
Financial assets - disclosed but not measured at fair value					
Investments	36,204,452		36,204,452		36,204,452
Fair value of non-financial assets					
Operating property & equipments (land and building)	1,381,233	-	1,381,233	-	1,381,233
Off-balance sheet financial instruments					
Foreign exchange contracts purchase	11,389,081	-	11,328,633	-	11,328,633
Foreign exchange contracts sale	7,645,007	-	7,506,491	-	7,506,491
December 31, 2023 (Audited)					
Carrying value	Level 1	Level 2	Level 3	Total	
Rupees in thousands					
On-balance sheet financial instruments					
Financial assets measured at fair value					
Investments					
Federal Government Securities					
Pakistan Energy Sukkuks	-	-	-	-	-
GOP Ijarah Sukkuks	95,563,982	-	95,563,982	-	95,563,982
Shares	-	-	-	-	-
Non-Government Securities	763,390	-	763,390	-	763,390
	96,327,372	-	96,327,372	-	96,327,372
Financial assets - disclosed but not measured at fair value					
Investments	36,216,930		36,216,930		36,216,930
Fair value of non-financial assets					
Operating property & equipments (land and building)	1,384,421	-	1,384,421	-	1,384,421
Off-balance sheet financial instruments					
Foreign exchange contracts purchase	10,514,065	-	10,407,558	-	10,407,558
Foreign exchange contracts sale	7,266,200	-	7,116,787	-	7,116,787

The Bank's policy is to recognise transfers into and out of the different fair value hierarchy levels at the date the event or change in circumstances that caused the transfer to occur. There were no transfers between levels 1 and 2 during the period.

- (a) **Financial instruments in level 1**
Financial instruments included in level 1 comprise of investments in listed ordinary shares.
- (b) **Financial instruments in level 2**
Financial instruments included in level 2 comprise of Sukuks and Forward Exchange Contracts.
- (c) **Financial instruments in level 3**
Currently, no financial instrument is classified in level 3.

Valuation techniques and inputs used in determination of fair values

Item	Valuation techniques and input used
Fully paid-up ordinary shares	Fair values of investments in listed equity securities are valued on the basis of closing quoted market prices available at the Pakistan Stock Exchange.
Ijarah Sukuks (GOP Ijarah Sukuks and other Ijarah Sukuks)	Fair values of GoP Ijarah Sukuks and other Ijarah Sukuks are derived using the PKISRV rates announced by the Financial Market Association (FMA) through Reuters. These rates denote an average of quotes received from eight different pre-defined / approved dealers / brokers.
Foreign exchange contracts	The valuation has been determined by interpolating the mid rates announced by the State Bank of Pakistan.
Operating property & equipments (land and building)	Land and buildings are revalued every three years using professional valuers on the panel of Pakistan Banker's Association. The valuation is based on their assessment of market value of the properties.

40 SEGMENT INFORMATION
40.1 Segment details with respect to business activities

March 31, 2024 (Unaudited)

	Retail	Corporate	Consumer	Micro Finance	Treasury	Head Office	Sub-total	Elimination	Total
Rupees in thousands									
Profit and Loss									
Net Profit / return	(4,062,754)	3,217,522	421,326	18,728	4,660,118	(59,878)	4,195,062	-	4,195,062
Inter segment revenue - net	7,231,444	(3,314,658)	(358,211)	(17,634)	(3,967,290)	426,349	-	-	-
Other income	180,032	78,547	4,470	-	6,084	(132)	269,001	-	269,001
Total Income	3,348,722	(18,589)	67,585	1,094	698,912	366,339	4,464,063	-	4,464,063
Segment direct expenses	(1,134,371)	(54,148)	(63,223)	(202)	(12,518)	(883,633)	(2,148,095)	-	(2,148,095)
Inter segment expense allocation	(364,272)	(3,545)	(6,851)	(206)	(559)	375,433	-	-	-
Total expenses	(1,498,643)	(57,693)	(70,074)	(408)	(13,077)	(508,200)	(2,148,095)	-	(2,148,095)
Credit loss allowance / reversals	(699)	(49,175)	(6,964)	6,048	2,045	(255)	(49,000)	-	(49,000)
Profit / (loss) before tax	1,849,380	(125,457)	(9,453)	6,734	687,880	(142,116)	2,266,968	-	2,266,968
Balance Sheet									
Cash and bank balances	5,171,466	-	-	30	16,373,108	282	21,544,886	-	21,544,886
Investments	-	-	-	-	115,203,445	-	115,203,445	-	115,203,445
Net inter segment lending	149,530,924	-	-	-	-	15,029,782	164,560,706	(164,560,706)	-
Due from financial institutions	-	-	-	-	999,858	-	999,858	-	999,858
Islamic Financing - performing	12,599,569	83,992,082	7,554,494	19,654	-	2,033,807	106,199,606	-	106,199,606
- non-performing	61,137	1,366,135	52,318	-	-	2,886	1,482,476	-	1,482,476
Others	3,403,562	3,192,174	547,440	4,146	8,867,425	7,400,608	23,415,355	-	23,415,355
Total Assets	170,766,658	88,550,391	8,154,252	23,830	141,443,836	24,467,365	433,406,332	(164,560,706)	268,845,626
Bills payable	1,628,313	-	-	-	-	-	1,628,313	-	1,628,313
Due to financial institutions	201,384	9,723,011	531,250	-	19,105,089	-	29,560,734	-	29,560,734
Deposits & other accounts	162,742,096	15,905,437	364,738	-	24,778,313	78,603	203,869,187	-	203,869,187
Net inter segment borrowing	-	62,471,711	6,506,989	16,430	95,565,576	-	164,560,706	(164,560,706)	-
Others	4,345,485	575,689	760,728	666	726,844	4,415,869	10,825,281	-	10,825,281
Total liabilities	168,917,278	88,675,848	8,163,705	17,096	140,175,822	4,494,472	410,444,221	(164,560,706)	245,883,515
Equity	1,849,380	(125,457)	(9,453)	6,734	1,268,014	19,972,893	22,962,111	-	22,962,111
Total Equity & liabilities	170,766,658	88,550,391	8,154,252	23,830	141,443,836	24,467,365	433,406,332	-	268,845,626
Contingencies & Commitments	14,273,555	18,732,600	12,942	-	19,034,088	713,119	52,766,304	-	52,766,304

March 31, 2023 (Unaudited)

	Retail	Corporate	Consumer	Micro Finance	Treasury	Head Office	Sub-total	Elimination	Total
Rupees in thousands									
Profit & Loss									
Net Profit / return	(2,398,691)	2,087,848	446,705	5,110	2,799,149	(53,255)	2,886,866	-	2,886,866
Inter segment revenue - net	5,380,464	(2,264,182)	(348,947)	(5,041)	(3,023,454)	261,160	-	-	-
Other income	142,919	45,950	6,742	-	70,439	4,576	270,626	-	270,626
Total Income	3,124,692	(130,384)	104,500	69	(153,866)	212,481	3,157,492	-	3,157,492
Segment direct expenses	(792,427)	(45,192)	(60,504)	(196)	(6,117)	(685,761)	(1,590,197)	-	(1,590,197)
Inter segment expense allocation	(259,284)	(2,526)	(7,801)	(190)	(491)	270,292	-	-	-
Total expenses	(1,051,711)	(47,718)	(68,305)	(386)	(6,608)	(415,469)	(1,590,197)	-	(1,590,197)
Provisions / (reversal) write off	20	(118,422)	878	1,261	-	654	(115,609)	-	(115,609)
Profit / (loss) before tax	2,073,001	(296,524)	37,073	944	(160,474)	(202,334)	1,451,686	-	1,451,686

December 31, 2023 (Audited)

	Rupees in thousands								
Balance Sheet									
Cash & Bank balances	4,701,714	-	-	30	17,575,361	229	22,277,334	-	22,277,334
Investments	-	-	-	-	132,544,302	-	132,544,302	-	132,544,302
Net inter segment lending	179,618,749	-	-	-	-	8,274,321	187,893,070	(187,893,070)	-
Due from financial institutions	-	-	-	-	2,500,000	-	2,500,000	-	2,500,000
Islamic Financing - performing	11,605,428	66,413,865	7,847,678	366,300	-	1,901,586	88,134,857	-	88,134,857
- non-performing	351,756	805,017	54,280	-	-	1,505	1,212,558	-	1,212,558
Others	3,043,667	3,630,300	536,668	58,105	6,867,242	6,194,672	20,330,654	-	20,330,654
Total Assets	199,321,314	70,849,182	8,438,626	424,435	159,486,905	16,372,313	454,892,775	(187,893,070)	266,999,705
Bills payable	2,175,473	-	-	-	-	-	2,175,473	-	2,175,473
Due to financial institutions	202,166	10,048,880	562,500	-	15,000,000	-	25,813,546	-	25,813,546
Deposits & other accounts	183,135,643	20,818,642	503,837	-	-	2,036	204,460,158	-	204,460,158
Net inter segment borrowing	-	38,036,631	6,560,455	421,655	142,874,329	-	187,893,070	(187,893,070)	-
Others	3,312,028	1,311,940	720,544	667	242,694	6,926,403	12,514,276	-	12,514,276
Total liabilities	188,825,310	70,216,093	8,347,336	422,322	158,117,023	6,928,439	432,856,523	(187,893,070)	244,963,453
Equity	10,496,004	633,089	91,290	2,113	1,369,882	9,443,874	22,036,252	-	22,036,252
Total Equity & liabilities	199,321,314	70,849,182	8,438,626	424,435	159,486,905	16,372,313	454,892,775	-	266,999,705
Contingencies & Commitments	15,422,534	17,942,082	6,141	-	17,780,265	757,471	51,908,493	-	51,908,493

40.2 Segment details with respect to geographical locations

The Bank operates in Pakistan only.

41 RELATED PARTY TRANSACTIONS

The Bank has related party relationship with its parent company, associates, employee benefit plans and its directors and key management personnel and their close family members.

The Bank enters into transactions with related parties in the ordinary course of business and on substantially the same terms as for comparable transactions with person of similar standing.

Contributions to staff retirement benefit plan are made in accordance with the terms of the contribution plan. Remuneration to the executives / officers including financing provided to them is determined in accordance with the terms of their appointment.

The Chief Executive and three key management personnel have been provided with Bank's maintained cars.

(Unaudited)	(Audited)
March 31, 2024	December 31, 2023
Rupees in thousands	

42 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS
Minimum Capital Requirement (MCR):

Paid - up capital (net of losses)	20,540,550	19,673,122
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Capital Adequacy Ratio (CAR):

Eligible Common Equity Tier 1 (CET 1) Capital	21,504,209	20,568,762
Eligible Additional Tier 1 (ADT 1) Capital	-	-
Total Eligible Tier 1 Capital	21,504,209	20,568,762
Eligible Tier 2 Capital	1,462,535	1,477,595
Total Eligible Capital (Tier 1 + Tier 2)	22,966,744	22,046,357

Risk Weighted Assets (RWAs):

Credit Risk	73,760,681	67,578,085
Market Risk	2,403,676	4,124,665
Operational Risk	20,957,292	20,957,292
Total	97,121,649	92,660,042

Common Equity Tier 1 Capital Adequacy ratio

22.14%	22.20%
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Tier 1 Capital Adequacy Ratio

22.14%	22.20%
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Total Capital Adequacy Ratio

23.65%	23.79%
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Leverage Ratio (LR):

Eligible Tier-1 Capital	21,504,209	20,568,762
Total Exposures	307,143,997	283,260,917
Leverage Ratio	7.00%	7.26%

Liquidity Coverage Ratio (LCR):

Total High Quality Liquid Assets	88,912,858	84,205,536
Total Net Cash Outflow	77,742,838	50,600,287
Liquidity Coverage Ratio	114.37%	166.41%

Net Stable Funding Ratio (NSFR):

Total Available Stable Funding	165,981,943	175,630,548
Total Required Stable Funding	147,243,645	121,097,477
Net Stable Funding Ratio	112.73%	145.03%

43 GENERAL

43.1 Comparative information has been reclassified, rearranged or additionally incorporated in these condensed interim financial statements for the purposes of better presentation.

43.2 The Bank has not restated comparative information for 2024 for financial instruments in the scope of IFRS 9. Therefore, the comparative information for 2024 is reported under previous local regulatory requirements and is not comparable with the information presented for 2023.

43.3 Figures have been rounded off to the nearest thousand rupees unless otherwise stated.

44 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on April 22, 2024 by the Board of Directors of the Bank.



Syed Iftikhar Hussain Rizvi
Chief Financial Officer



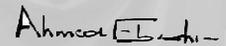
Zargham Khan Durrani
President / Chief Executive



Omair Safdar
Director



Hammad Khalid
Director



Ahmed Ebrahim Hasham
Director



BRANCH NETWORK

Sr. #	Branch Name	Branch Address	City	Contact No.
1	Shahrah-e-Faisal Branch	MCB Islamic Bank, Ground Floor, Nice Trade Orbit, Nursery stop, Main Shahrah-e-Faisal, Karachi	Karachi	021-34960499
2	Liberty Market Branch, Gulberg	MCB Islamic Bank, 9-C, Commercial Liberty Market, Gulberg Lahore	Lahore	042-35789831-34
3	Shah Rukn-e-Alam Colony Branch	MCB Islamic Bank, 17-F Chowk Shah Rukn e Alam Colony, Multan	Multan	061-6560451-57
4	Thandi Sarak Branch	MCB Islamic Bank, Ground Floor, Shop No.6 & 7, River View Apartments, Thandi Sarak, Hyderabad	Hyderabad	022-2785632 022-2101172
5	Peoples Colony Branch	MCB Islamic Bank, 668-1, Block A, Peoples Colony No. 1, Faisalabad	Faisalabad	041-8556601-02 041-8544394
6	Jinnah Avenue, Blue Area Branch	MCB Islamic Bank, 52 East, Dodhy Plaza, Jinnah Avenue Islamabad	Islamabad	051-2875091 051-2604677
7	Rashid Minhas Road Branch	MCB Islamic Bank, Plot# LM-10, Block-10-A, Near Pizza Hut, main Rashid Minhas Road, Karachi	Karachi	021-34817623
8	DHA Phase III, Z Block Branch	MCB Islamic Bank, 339-Z (Commercial) Ground Floor, Phase III, Defence Housing Authority, Lahore	Lahore	042-35692901 042-35746675
9	Bank Road, Saddar Branch	MCB Islamic Bank, Shahbaz Plaza, Bank Road, Saddar, Rawalpindi	Rawalpindi	051-5525434 051-5700105
10	Tasneem Plaza, Saddar Road Branch	MCB Islamic Bank, Tasneem Plaza, 6 Saddar Road, Peshawar Cantt	Peshawar	091-5272180-83
11	M.A Jinnah Road Branch	MCB Islamic Bank, M.A. Jinnah Road, Quetta, Balochistan	Quetta	081-2824977 081-2822705-06
12	Shahalam Market Branch	MCB Islamic Bank, 12-13-6 Block-A, Shah Alam Market, Lahore	Lahore	042-37667813-14
13	New Challi Branch	MCB Islamic Bank, Shop No G-2, Muhammadi Trade tower, Altaf Hussani road, New Challi, Karachi	Karachi	021-32371195
14	S.I.T.E Branch	MCB Islamic Bank, C 18-A, East Avenue, S.I.T.E, Karachi	Karachi	021-32552192 021-32552193
15	G.T. Road Branch, Sharifpura Chowk	MCB Islamic Bank, Sharifpura Chowk G.T Road Gujranwala	Gujranwala	055-3251916-17
16	Rahim Yar Khan Branch	MCB Islamic Bank, 29-Model Town, City Centre, City Park Chowk, Rahim Yar Khan	Rahim Yar Khan	068-5876049 068-5876059
17	Club Road Branch	MCB Islamic Bank, 73, Club Road, Civil Line, Sargodha	Sargodha	048-3768634 048-3768638 048-3768633
18	F-10 Markaz Branch	MCB Islamic Bank, Plot # 7-Q, F-10 Markaz, Islamabad	Islamabad	051-2114301-4
19	Allama Iqbal Town Branch	MCB Islamic Bank, 132 Jahanzaib Block, Main Boulevard, Allama Iqbal Town, Lahore	Lahore	042-37813680 042-37813682-3-4-7
20	Bunder Road Branch	MCB Islamic Bank, Shop/ Plot/ Khasra/ Khatooni/ Khewat # Plot # B-1623, Bunder Road, Sukkur	Sukkur	071-5620756 071-5620752
21	Khalid-Bin-Waleed Road Branch	MCB Islamic Bank, Al-Haram Corner, Plot No. 167-A, PECHS Block-3, Khalid Bin Waleed Road, Karachi	Karachi	021-34323052
22	Maulana Shaukat Ali Road Branch, Johar Town	MCB Islamic Bank, 87-E, Madina Heights, Maulana Shaukat Ali Road, Johar Town, Lahore	Lahore	042-35222674-77
23	Hyderabad Road Branch	MCB Islamic Bank, Plot No.1, Survey No. 272-1 Deh Taluka Hyderabad Road, Tando Allah Yar	Tando Allahyar	022-3891600 022-3891567
24	Farid Town Branch	MCB Islamic Bank, Plot # 23, Khewat # 7854, Khatooni # 7907, Khasra No. 776-23-J, Farid Town, Sahiwal, Tehsil & District Sahiwal	Sahiwal	040-4270713-15
25	Bhimber Road Branch	MCB Islamic Bank, Khewat # 143, Khatooni # 341, Bhimber Road, Gujrat, Tehsil & District Gujrat	Gujrat	053-3601781-82
26	Korangi Industrial Area Sector 23 Branch	MCB Islamic Bank, Plot # 1-A, Sector 23, Korangi Industrial Area, Karachi	Karachi	021-35122312
27	Block H North Nazimabad Branch	MCB Islamic Bank, Shop # 1 & 2 Jasmine Heights Plot # SC-21-A Block H North Nazimabad, Karachi	Karachi	021-36641762
28	Main Saddar Bazaar Branch	MCB Islamic Bank, Qasr-e-Fatima 90-1-2, Main Saddar Bazaar, Hyderabad	Hyderabad	022-27315646-48
29	Main Boulevard Branch, Gulberg	MCB Islamic Bank, 58 Main Boulevard Gulberg Lahore	Lahore	042-35760954-58 042-35777477
30	F.B. Industrial Area Branch	MCB Islamic Bank, Sector no 22, KDA Scheme 16, FB Industrial Area Karachi	Karachi	021-36834441
31	Taj Road Branch	MCB Islamic Bank, Taj Road Chaman, Balochistan	Chaman	082-6615429-30
32	Tehsil Road Branch, Loralai	MCB Islamic Bank, Shop # 372, House # 425, Tehsil Road Loralai, Balochistan	Loralai	082-4660400-01
33	Timergara Branch	MCB Islamic Bank, Zeb plaza main balambat Road Timergara District Lower Dir	Timargara	0945-825571-73
34	Mingora Branch	MCB Islamic Bank, Opposite Bank Square Main Bazar Mingora Swat	Mingora	0946-725372-74
35	Shamsi Road Branch	MCB Islamic Bank, RS Plaza Shamsi Road, Tehsil and District Mardan	Mardan	0937-870751 0937-870753
36	New Garden Town Branch	MCB Islamic Bank, Shop No 12, 13, 14, Shan Arcade, Civic Centre, Garden Town, Lahore	Lahore	042-35941840-41 042-35941790-91
37	Cavalry Ground Branch	MCB Islamic Bank, Plot No 7, Cavalry Ground Commercial Area, Walton Lahore Cantt	Lahore	042-36672180 042-36672183
38	Matta Branch	MCB Islamic Bank, Khatooni No. 28-50, Khasra No.2309, Mehran Khan Plaza, Main Matta Khareli, Matta Swat	Matta	0946-790612-15
39	Mall Godam Road Branch	MCB Islamic Bank, Plot No. 359, Mall Godam Road, Toba Tek Singh	Toba Tek Singh	046-2517327
40	Hazara Town Branch	MCB Islamic Bank, Lilak Shopping Centre, Barma Road, Aliabad, Hazara Town, Quetta, Balochistan	Quetta	081-2853124 081-2853127
41	Main Airport Road Branch	MCB Islamic Bank, Main Airport Road, Gwadar, Balochistan	Gawadar	086-4210290 086-4210294
42	Dream Gardens Branch	MCB Islamic Bank, Shop No.08 & 09, Block C, Dream Garden Housing Society, 1.5 KM Defence Road, Off Raiwind Road, Lahore	Lahore	042-35469652 042-35469696
43	Kabal Branch	MCB Islamic Bank, Khasra No. 2262, Khata No. 901, Khatooni No. 1176, Hassan Plaza, Kabal Chowk, Kabal, District Swat	Kabal	0946-755592-95
44	Sirki Road Branch	MCB Islamic Bank, MCB Islamic Bank, Plot No. 136-14-32, Akram Plaza, Sirki Road, Quetta, Balochistan	Quetta	081-2452931-32
45	Pak Haider Market Branch	MCB Islamic Bank, Shop No 1 to 6, Pak Haider Market, Near Zafar Park, next to Malakand CNG, GT Road, Bathkela District Malakand	Bathkela	0932-410670-73



BRANCH NETWORK

Sr. #	Branch Name	Branch Address	City	Contact No.
46	G-11 Markaz Branch	MCB Islamic Bank, Shop No. 7,8,25,26, Plot No. 33, G-11 Markaz, Islamabad	Islamabad	051-2360067 051-2361302
47	Chaklala Scheme III Branch	MCB Islamic Bank, Plot No. 16, Commercial Area, Chaklala Scheme III, Rawalpindi Cantt.	Rawalpindi	051-5766233 051-5766235-36
48	Nawan Shehar Branch	MCB Islamic Bank, Plot No. 741-F, Ward No.9, Muslim Mouza Ismail, Chowk Nawan Shehar, Multan	Multan	061-4573032 061-4573035
49	Gulshan-e-Iqbal Branch	MCB Islamic Bank, Shop No. 1&2, AI- Sammad Tower 13- Gulshan-e-Iqbal, Main University Road, Karachi	Karachi	021-34971513
50	Latifabad Branch	MCB Islamic Bank, Shop No. 1, 2 & 3, United Plaza, Opposite American Hospital, Main Road, Unit # 7, Taluka Latifabad, District Hyderabad	Hyderabad	022-3821861 022-3818439
51	Zainab Market, Saddar Branch	MCB Islamic Bank, PB No. 272-1, Ground Floor State Life Building No.11, Abdullah Haroon Road, Saddar Karachi	Karachi	021-35681852
52	Main Road Branch, Turbat	MCB Islamic Bank, Main Road Turbat, Balochistan	Turbat	085-2411150 085-2413001
53	G-1 Market, Johar Town Branch	MCB Islamic Bank, 435 G-1 Market, Johar Town, Lahore	Lahore	042-35468415-17 042-35468495
54	PIA Housing Society Branch	MCB Islamic Bank, Plot No. 8, Block D, Phase I, PIA Housing Scheme, Wapda Town, Lahore	Lahore	042-35463994-98
55	Manshera Road Branch	MCB Islamic Bank, GM Tower, near Sethi Masjid, Mansehra Road, Abbottabad	Abbottabad	0992-408301-04
56	Main Boulevard Branch, Faisal Town	MCB Islamic Bank, 35-A, Main Boulevard, Faisal Town, Lahore.	Lahore	042-3520200 042-3520202-04
57	Ataliq Bazar, Bypass Road Branch	MCB Islamic Bank, Ataliq Bazar Bypass Road Near Bus Adda, Chitral	Chitral	0943-414389 0943-414316
58	Tehsil Bazar Branch, Sadiqabad	MCB Islamic Bank, 19/20-D, Tehsil Bazar, Sadiqabad	Sadiqabad	068-5802242-44
59	JK Sugar Mills Branch	MCB Islamic Bank, JK Sugar Mills, Chak No. 84/15L Mian Channu	Mian Channu	042-34501000 Ext. 1972
60	Muhammab Ali Society Branch	MCB Islamic Bank, 12-C/B Muhammad Ali Society, Karachi	Karachi	021-34320831
61	Kachehri Road, DG Khan Branch	MCB Islamic Bank, Ashraf Palaza, Block # 2, Kachehri Road, D. G. Khan	Dera Ghazi Khan	064-2460258 064-2460256
62	Bahria Town Phase IV Branch	MCB Islamic Bank, Shop No G-9-10, Bahria Heights II, Ext Bahria Town, Phase- IV, Islamabad	Islamabad	051-5146025 051-5146050 051-5146012
63	Model Colony Branch	MCB Islamic Bank, H.No. 4/95, Affandi House, Liaquat Ali Khan Road, Model Colony, Karachi	Karachi	021-34110334
64	DHA Rahbar Branch	MCB Islamic Bank, Defence Road, DHA Rahbar, Lahore	Lahore	042-35447910-11
65	Jutial Branch	MCB Islamic Bank, Shahrah-e-Quaid-e-Azam, Near NHA Office, Jutial Gilgit	Gilgit	05811-450751 05811-450754
66	Model Town Block A Branch	MCB Islamic Bank, 30 - Model Town-B, Block A Bahawalpur	Bahawalpur	062-2888768
67	DHA Phase II - Tulip Road Branch	MCB Islamic Bank, Plaza # 8, Street # A/62, Tulip Road, Sector A, DHA Phase-II, Islamabad	Islamabad	051-5147175 051-5147164 051-5147163
68	Madras Chowk Branch	MCB Islamic Bank, Shop # S-8, S-9 & S-10, Pioneer Tower Survey No. 22 & 24, Deh Songal Gujro, Sector 16-A, Scheme, Karachi	Karachi	021-34645753
69	Faizan-e-Madina Branch	MCB Islamic Bank, Shop No. 22, Alami Madani Markaz, Faizan-e-Madina, Mohalla Saudagran Old Sabzi Mandi Karachi	Karachi	021-34910376
70	Okara Branch	MCB Islamic Bank, M.A. Jinnah Road, Okara	Okara	044-2510124-25
71	Raza Garden Branch	MCB Islamic Bank, Main Sillanwali Road, Raza Garden Sargodha	Sargodha	048-3218620 048-3218622
72	Arabia Islamia Road Branch	MCB Islamic Bank, Plot No.98 Block-A, Arabia Islamia Road, Burewala	Burewala	067-3351281-85
73	Millat Chowk Branch	MCB Islamic Bank, 156-B, Millat Chowk, Gulistan Colony, Faisalabad	Faisalabad	041-8782965 041-8782968
74	Dalazak Road Branch	MCB Islamic Bank, Malik Sardar Plaza, Near Yousafabad Canal, Dalazak Road, Peshawar	Peshawar	091-224041-42 091-2583838
75	Qasimabad Branch	MCB Islamic Bank, Shop No. 6 & 7, Raheel Heights, 267/2, Deh Sari, Wadhu Wah Road, Qasimabad, Hyderabad	Hyderabad	022-2675334 022-2675337
76	Korangi Industrial Area Sector 7-A Branch	MCB Islamic Bank, Plot No. 251, Sector 7-A, Korangi Industrial Area, Karachi	Karachi	021-35151195
77	Sarwar Road Cantt. Branch	MCB Islamic Bank, Plot No. 05, Survey No.52/C-5, Sarwar Road Cantt. Lahore	Lahore	042-37177096 042-36682075-76-78
78	Malir Cantt Branch	MCB Islamic Bank, Shop No. 75, 4 Dots Shopping Complex C/O HQ 4 Air Defence Division, 31 Bostan Lines, Malir Cantonment, Karachi	Karachi	021-34901140
79	Muslim Bagh Branch	MCB Islamic Bank, Station Road, Muslim Bagh, Balochistan	Muslim bagh	0823-669214-5
80	Samanabad Branch	MCB Islamic Bank, Property 22-7-17/1 & 22-5-17/2, Main Samanabad, Lahore	Lahore	042-37590152-53
81	G.T Road Branch, PAC Chowk	MCB Islamic Bank, Shop No. 75, Mini Plaza, PAC Chowk, G.T Road, Kamra Cantt	Kamra	057-2642521 057-2551198 057-2551200
82	Burq Road Branch	MCB Islamic Bank, Shop # B-III/37, C-152, Dr. Ghulam Gillani Burq Road, Attock City	Attock	057-2700603 057-2700609
83	Talagang Road Branch, Chakwal	MCB Islamic Bank, B1-1/1634/1, B-1-1635, Talagang Road, Chakwal	Chakwal	0543-600684 0543-602050
84	Canal Road Branch	MCB Islamic Bank, 204 RB East, Canal Road Faisalabad	Faisalabad	041-2421890-91 041-2421889
85	Kotwali Road Branch	MCB Islamic Bank, P-64 Taj Plaza, Kotwali Road, Faisalabad	Faisalabad	041-2604940 041-2604935
86	G.T Road Branch, Ghakhar	MCB Islamic Bank, Khewat # 2414, Khatooni # 3600, Khasra # 3359, GT Road, Ghakkar	Ghakhar	055-3886660-1 055-3886665
87	Satellite Town Branch	MCB Islamic Bank, Satellite Town Branch, 529-C Satellite Town, Gujranwala	Gujranwala	055-3825781 055-3825786
88	G.T Road Branch, Kharian	MCB Islamic Bank, Bilal Plaza, G.T.Road, Kharian	Kharian	053-7601357 053-7601358
89	Ghalla Mandi Branch	MCB Islamic Bank, Plot # 7/211, Ward # 7, Ghalla Mandi, Mandi Bahauddin	Mandi Bahauddin	0546-509554 0546-509551-2



BRANCH NETWORK

Sr. #	Branch Name	Branch Address	City	Contact No.
90	G.T Road Branch, Hussain Plaza	MCB Islamic Bank, Khasra No. 625, Hussain Plaza, Chowk GTS, G.T Road, Gujrat	Gujrat	053-3517542 053-3530287
91	F-7 Markaz, Post Mall Branch	MCB Islamic Bank, Plot # 3, F-7 Markaz, Post Office, Mall Building, Islamabad	Islamabad	051-2653583 051-2653428
92	F-8 Markaz Branch	MCB Islamic Bank, Shop # 12 & 13, Al-Babar Center, F-8 Markaz, Islamabad	Islamabad	051-2852653 051-2852655 051-2818246
93	F-11 Markaz Branch	MCB Islamic Bank, Plot # 18, Trade Centre, Main Double Road, F-11 Markaz, Islamabad	Islamabad	051-2107862-4
94	E-11/3 Branch	MCB Islamic Bank, Commercial Plot No. 2, Sector E-11/3, Islamabad Garden, Islamabad	Islamabad	051-2375345-6
95	I-8 Markaz Branch	MCB Islamic Bank, MB City Mall, Plot No. 34, I-8 Markaz, Islamabad	Islamabad	051-4862287 051-4862289
96	Wah Cantt Branch	MCB Islamic Bank, Plot No. 10, Shahwali Colony, Moza Bhabra, Wah Cantt	Wah Cantt	051-4902231 051-4530260-61
97	Yousuf Shah Road Branch	MCB Islamic Bank, Khawat # 698, Khatoon.i # 203, Yousuf Shah Road, District Jhang (Opposite District Courts Jhang)	Jhang	047-7629590-1 047-7629594
98	G.T Road Branch, Sarai Alamgir	MCB Islamic Bank, Al Awan Plaza, near Military College, Main GT Road, Sarai Alamgir	Sarai Alamgir	0544-654929 0544-654927
99	G.T Road Branch, Gujjar Khan	MCB Islamic Bank, Commercial Property # BIII 379 & BIII 377, G.T. Road (Near MCB), Gujjar Khan	Gujjar Khan	051-3510156 051-3510158
100	Shandar Chowk Branch	MCB Islamic Bank, Model Colony, Shandar Chowk, Jhelum	Jhelum	0544-627128 0544-628677 0544-627286
101	North Napier Road Branch	MCB Islamic Bank, Marium Manzil, Plot # 161, Survey Sheet # MR-1, Market Quarters, North Napier Road, Karachi	Karachi	021-32473166
102	I.I. Chundrigar Road Branch	MCB Islamic Bank, Gul Tower, Main I.I Chundrigar Road, Karachi	Karachi	021-324210471
103	Cloth Market Branch	MCB Islamic Bank, Plot # 21/1, Puri Building, Cloth Market, Karachi	Karachi	021-32471726
104	Jodia Bazar Branch	MCB Islamic Bank, MR 6/2, Market Quarters, Virjee Street, Jodia Bazar, Karachi	Karachi	021-32443758
105	Javed Arcade Branch	MCB Islamic Bank, Javed Arcade, Plot # SB-1, Block # 17, KDA Scheme # 36, Gulistan-e-Jauhar, Karachi	Karachi	021-34636747
106	Shershah Branch	MCB Islamic Bank, Plot # M-I-E-606, Shershah, Karachi	Karachi	021-32587583
107	Shaheed-e-Millat Road Branch	MCB Islamic Bank, Bismillah Blessings, Plot No. 7-A/228, SS No. 35-P/1, Block-3, DMCHS, Main Shaheed-e-Millat Road, Karachi	Karachi	021-24943888
108	Business Arcade Branch	MCB Islamic Bank, Plot # 27-A, Business Arcade, Block-6, P.E.C.H.S., Shahrah-e-Faisal, Karachi	Karachi	021-34374220
109	EOBI House Branch	MCB Islamic Bank, Plot No. ST-1/A-1, KDA Commercial Complex, Scheme 1, B, Ground Floor, EOBI House, Shahrah-e-Faisal, Karachi	Karachi	021-34330172
110	Allama Iqbal Road Branch	MCB Islamic Bank, Plot No.683-C Ground Floor & Mezzanine Floor, Block-2, PECHS, Allama Iqbal Road, Karachi	Karachi	021-34301815
111	DHA Phase V Ext., Saba Avenue Branch	MCB Islamic Bank, Saba Avenue, Plot # 8-C, Badar Commercial, Street # 6, Phase V Ext, DHA, Karachi	Karachi	021-35341673
112	DHA Phase V, Zamzama Lane Branch	MCB Islamic Bank, 17-E, 6th Commercial Lane, DHA Phase-V, Karachi	Karachi	021-35295210
113	Kulsoom Court Branch	MCB Islamic Bank, Kulsoom Court, Shop # 2, 3, 5A & 6, Plot DC-3, KDA Scheme # 5, Block-9, Clifton, Karachi	Karachi	021-35837018
114	DHA Phase IV 9th Commercial Branch	MCB Islamic Bank, Ground Floor, Plot # 99-E, 9th Commercial Street, Phase-IV, DHA, Karachi	Karachi	021-35885719
115	Paper Market Branch	MCB Islamic Bank, Plot # 11/2, Sheet SR-9, Seraj Quarters, Anjarwala Bakery Sharah-e-Liaquat Karachi	Karachi	021-322126368
116	Gulshan-e-Ravi Branch	MCB Islamic Bank, 159-A, Main Boulevard, Gulshan Ravi, Lahore	Lahore	042-37401870-74 042-37401890
117	Nila Gumbad Branch	MCB Islamic Bank, Plot # 12, McLagan Road, Nila Gumbad, Lahore	Lahore	042-37360129-32
118	Shahrah-e-Aiwan-e-Tijarat, China Chowk Branch	MCB Islamic Bank, 14-A (Ground Floor), Shahrah-e-Aiwan-e-Tijarat, Old Race Course Road, Lahore	Lahore	042-36282790-91-93-94-95
119	Davis Road Branch	MCB Islamic Bank, Aftab Centre, 30-Davis Road, Lahore	Lahore	042-36287027 042-36287029 042-36286965
120	C Block, Model Town Branch	MCB Islamic Bank, Shop No.10 and 11, Commercial Market, C-Block, Model Town, Lahore	Lahore	042-35915402-406-408
121	DHA Phase II, Commercial Area Branch	MCB Islamic Bank, Commercial Plot # 12, Block CCA, Phase II, DHA, Lahore	Lahore	042-35749481 042-35749485
122	Bahria Town Sector C Branch	MCB Islamic Bank, 65-A, Sector-C, Bahria Town, Lahore	Lahore	042-37861591-94
123	Thokar Niaz Baig Branch	MCB Islamic Bank, 171-A Ali Town, Main Raiwind Road, Lahore	Lahore	042-35297829-31
124	Ichra Branch	MCB Islamic Bank, Shop # 158, Mohalla Rasool Pura, Ichra, Main Ferozepura Road, Lahore.	Lahore	042-37426801-05
125	Muzaffarabad AJK Branch	MCB Islamic Bank, Plot No. 26-1, Ghari Phan Chowk, Domel Syedan, Muzaffarabad, Azad Kashmir	Muzaffarabad	05822-921137-38 05822-920455
126	Mirpur AJK Branch	MCB Islamic Bank, Bank Square, Allama Iqbal Road, Mirpur, Azad Kashmir	Mirpur A.K.	05827-442840 05827-447683 05827-442886 05827-442118
127	Hayatabad Branch	MCB Islamic Bank, B-1, Phase V, Hayatabad, Peshawar	Peshawar	091-5825305 091-5825278-79
128	Gulbahar Branch	MCB Islamic Bank, Malik Arcade, Anam Sanam Chowk, Gulbahar Road, Peshawar	Peshawar	091-2606113 091-2590422
129	Choharmal Road Branch	MCB Islamic Bank, Choharmal Road, Quetta, Balochistan	Quetta	081-2843640-650
130	Mannan Chowk Branch	MCB Islamic Bank, 2-11/6-303, Mannan Chowk, M.A. Jinnah Road, Quetta	Quetta	081-2836204-05
131	Murree Road Branch	MCB Islamic Bank, North Star Plaza, 20-B, Murree Road, Satellite Town, Rawalpindi	Rawalpindi	051-4426976 051-4572370
132	PWD Employees Society Branch	MCB Islamic Bank, 40-B, Block-B, Commercial Area (Extension), PWD Employees Housing Society, Lohi Bhair, Islamabad Highway, Islamabad	Islamabad	051-5194302 051-5957422
133	Mian Khan Road Branch	MCB Islamic Bank, 110 Mian Khan Road, Block 5, Sargodha	Sargodha	048-3768856, 048-3729623

BRANCH NETWORK

Sr. #	Branch Name	Branch Address	City	Contact No.
134	Sargodha Road Branch	MCB Islamic Bank, Shop No. 1, Ground Floor, Al-Hamd Plaza, Batti Chowk, Sargodha Road, Sheikhpura	Sheikhpura	056-3545724 0563547707 0563547882
135	Kashmir Road Branch	MCB Islamic Bank, 155/A, Bill-12S, Sublime Chowk, Kashmir Road, Sialkot	Sialkot	052-3241490-1 052-3241292
136	Bank Road Deh Garaho Branch	MCB Islamic Bank, Plot No. 9, Block No. 263/4 Deh Garaho City, Bank Road, Kunri	Kunri	0238-558013-14
137	Shahdara Branch	MCB Islamic Bank, Shahdara, Main Sheikhpura Road, Jiya Musa, Lahore	Lahore	042-37919160 0423-7940888-891
138	Baghbanpura Branch	MCB Islamic Bank, 266, G.T. Road, Baghbanpura, Lahore	Lahore	042-36844011-13 042-36844015
139	Ravi Road, Timber Market Branch	MCB Islamic Bank, NWIII.R.78/5/A, Timber Market, Lahore	Lahore	042-37709233
140	Babar Center, Circular Road Branch	MCB Islamic Bank, Babar Center, 51-Circular Road, Outside Akbari Gate, Lahore	Lahore	042-37641201-02 042-37379250
141	Badami Bagh Branch	MCB Islamic Bank, 93-Grain Market Badami Bagh, Lahore	Lahore	042-37706366 042-37706086 042-37720696 04237706086
142	Bahria Town Phase VII Branch	MCB Islamic Bank, Plot No.6, Mini River View Commercial Mall Extension - II, Bahria Town Phase VII, Rawalpindi	Rawalpindi	051-5400185 051-5400180-183
143	Tehsil Road Branch, Gojra	MCB Islamic Bank, Tehsil Office Road, Gojra	Gojra	046-3515426 046-3515427-28
144	Shahkas Branch	MCB Islamic Bank, Spinzer Market, Wazir Dhand, Main Jamrud Road, Shahkas Jamrud, District Khwyber Agency	Jamrud	091-3021760-61
145	U.P. More Branch	MCB Islamic Bank, Shop no. 1&2, Ground Floor, Plot Bearing No. A976, Sector 11-B, U.P More, North Karachi	Karachi	021-36416681
146	Adda Khaliqabad Tulamba Branch	MCB Islamic Bank, Adda Khaliqabad Tulamba, District Khanewal	Khanewal	042-34501000 Ext. 2196
147	DHA Phase II Ext. Branch	MCB Islamic Bank, Plot No. 47-E, 21st Commercial Street, Phase II-Extension, D.H.A, Karachi	Karachi	021-35392202
148	SMCHS Branch	MCB Islamic Bank, Plot # 21-22, Sub Block D, Block A, Sindhi Muslim Cooperative Housing Society, Karachi	Karachi	021-34300712
149	DHA Phase VI Branch	MCB Islamic Bank, Plot No. 12, Main Boulevard Phase VI, DHA Lahore	Lahore	042-37180316-17-18
150	Jinnah Avenue, Bahria Town Branch	MCB Islamic Bank, Dominion Business-1, Plot No: B-34, Jinnah Avenue Commercial, Bahria Town, Karachi	Karachi	021-37188142
151	Railway Road Branch	MCB Islamic Bank, Plot# 376/A, Railway Road, Bannu City, Bannu	Bannu	0928-660404-6 0928-660414
152	Dera Ismail Khan Branch	MCB Islamic Bank, Plot # 3, Survey # 68, Circular Road, Dera Ismail Khan	Dera Ismail Khan	0966-719934-36
153	DHA EME Sector Branch	MCB Islamic Bank, Plot# 408, Block-J, Commercial Area, DHA, EME Sector, Mullan Road, Lahore	Lahore	042-37512400-1-2
154	Chowk Halalpur Noon Branch	MCB Islamic Bank, Chowk Halalpur Noon, Tehsil Kot Momin, District Sargodha	Sargodha	048-6873029 048-6873027 047-6333566 047-6333577
155	Faisalabad Road Branch	MCB Islamic Bank, Shan Plaza, Opposite NADRA Office, Faisalabad Road, Chiniot	Chiniot	051-3570650-52
156	Kallar Sayedan Branch	MCB Islamic Bank, Mouza kallar Sagwal, Tehsil Kallar Syedan, District Rawalpindi	Rawalpindi	042-34501000 Ext. 2208
157	Bahria Town Phase VIII Branch	MCB Islamic Bank, Plot No. 43/C, Business Junction, Circulation Strip, Bahria Town, Phase VIII, Rawalpindi	Rawalpindi	042-35923686-88
158	Attari Ferozepur Road Branch	MCB Islamic Bank, Plot # S-86-R-800/C/Hall, Sobra Attari Ferozepur Road, Lahore	Lahore	055-6816623 055-6816923
159	G.T Road Branch, Kamoke	MCB Islamic Bank, G.T Road Kamoke	Kamoke	052-3550103-04
160	Shahabpura Road Branch	MCB Islamic Bank, Bill-85-322, Shahabpura Road, Sialkot	Sialkot	021-36377051
161	F B Industrial Area, Water Pump Branch	MCB Islamic Bank, PMJ Square, Phase-1, Shop # 1 to 4, Block 14, Naseerabad, F.B Industrial Area, Karachi	Karachi	021-35210179
162	Sheikh Sultan Trust Branch	MCB Islamic Bank, Survey No. 25, Survey Sheet No. CL-10, Building No. 1, Sheikh Sultan Trust, Beaumont Road, Civil Lines, Karachi	Karachi	041-4310931-33
163	Jaranwala Branch	MCB Islamic Bank, Main Hassan Road, Jaranwala	Jaranwala	065-2660166-67
164	G.T Road Branch, Mian Channu	MCB Islamic Bank, Amin Trade Center, GT Road, Mian Channu	Mian Channu	061-6216391-94
165	Model Town Branch, Multan	MCB Islamic Bank, Plot # 1, 2 Block B, Model Town, Multan	Multan	0555-6601611-12
166	Hajipura Branch	MCB Islamic Bank, Hajipura, adjacent Doctors Hospital, Wazirabad	Wazirabad	0606-410691-93
167	Chobara Road Branch	MCB Islamic Bank, Near MCB Bank, Chobara Road, Layyah	Layyah	051-462441-42
168	I-10 Markaz Branch	MCB Islamic Bank, I-10 Markaz Branch, Islamabad	Islamabad	051-4500037-39
169	Faisal Hills Branch	MCB Islamic Bank, Plot No. 22, MB Square, MR-01, Executive Block, Faisal Hills, Main GT Road, Taxila	Taxila	042-3545199 042-35451509
170	Bahria Orchard (Sub Branch Bahria Town Sector C)	MCB Islamic Bank, Plot No. 34, Low Cost Commercial Block-C, Category Boulevard, Bahria Orchard, Lahore	Lahore	0922-866155-56
171	Bannu Road Branch	MCB Islamic Bank, Shop # T-663, 664, Bezari, Chakkar Kot, Main Bazaar, Bannu Road, Kohat	Kohat	063-2507633-34
172	Highway Road Branch, Chishtian	MCB Islamic Bank, Highway Road, Chishtian	Chishtian	042-34501000 Ext. 2223
173	Top City 1 Branch	MCB Islamic Bank, Orion Business Square, Top City, Rawalpindi	Rawalpindi	0945-88807-009
174	Main Bazaar Kumbar Branch	MCB Islamic Bank, Old Adda, Main Bazaar, Kumbar, District Lower Dir	Lower Dir	0997-391801-803
175	Manshera Branch	MCB Islamic Bank, Main Bazaar, near Fouji Foundation, Manshera	Manshera	042-37166582
176	Muridke Branch	MCB Islamic Bank, Muhalla Bilal Park, GT Road, Muridke	Muridke	0547-583492 0547-583494
177	Hafizabad Branch	MCB Islamic Bank, Royal Guest House, Gujranwala Road, Hafizabad	Hafizabad	042-3450100 Ext. 2228
178	Adda Chamb Morr Branch, Lodhran Branch	MCB Islamic Bank, M97 Highway Road (M-5) Adda Chamb Morr, Lodhran	Lodhran	021-32373702
179	Lady Dufferin Hospital Branch	MCB Islamic Bank, Chand Bibi Road, Adhmal Oodhram Quarter, Opposite Civil Hospital, Karachi	Karachi	041-3420214-17
180	Samundri Branch	MCB Islamic Bank, Grain Market, Samundri	Samundri	049-2771010-11
181	Kasur Branch	MCB Islamic Bank, M.A. Jinnah Road, Kasur	Kasur	042-3450100 Ext. 2232
182	Al Kabir Town Phase II Branch	MCB Islamic Bank, Plot No. 16 Commercial Area, Block B Al Kabir Town, Phase II, Lahore	Lahore	041-8502858-61
183	Susan Road Branch	MCB Islamic Bank, Plot # 101, P-12, Main Susan Road, Faisalabad	Faisalabad	



BRANCH NETWORK

Sr. #	Branch Name	Branch Address	City	Contact No.
184	Sundar Industrial Estate Branch	MCB Islamic Bank, Mull Chowk, Opposite Sundar Industrial Estate Gate 1, Rawind Road, Lahore	Lahore	042-37860171-74
185	Model Town Khanpur Branch	MCB Islamic Bank, Main Bazaar, Model Town, Khanpur	Khanpur	068-5575116-19
186	Jalalpur Jattan Branch	MCB Islamic Bank, Main Bazaar, Jalalpur Jattan	Jalalpur Jattan	0533-592774-75
187	Lalamusa Branch	MCB Islamic Bank, Sabri Mohallah G.T. Road, Lalamusa	Lalamusa	053-511811-15
188	Narowal Branch	MCB Islamic Bank, Circular Road, Narowal	Narowal	054-2410581 054-2410581
189	Batagram Branch	MCB Islamic Bank, Opposite Police Station, Karokaram Highway, Battagram	Batagram	0997-310470-74
190	Darra Adam Khel Branch	MCB Islamic Bank, Main Bazaar, Kohat Road, Darra Adam Khel	Darra Adam Khel	042-3450100 Ext. 2240
191	Depalpur Branch	MCB Islamic Bank, Okara Road, Depalpur	Depalpur	044-4544449 044-4544492 044-4542121 044-4540717
192	Old Airport Road Branch	MCB Islamic Bank, Bismillah Tower, Faisal Colony Near Gulzar-e-Quaid, Old Airport Road, Rawalpindi	Rawalpindi	051-5707804-06
193	G-13/2 Branch	MCB Islamic Bank, Plot No. 4-A Bazaar No. 4, G-13/2, Islamabad	Islamabad	051-2769270-71
194	Talagang Branch	MCB Islamic Bank, Rawalpindi Road, Talagang	Talagang	0543-414200
195	Odigram Branch	MCB Islamic Bank, Main Bazaar Odigram, Lower Dir	Odigram	0945-890022-26
196	Airport Road Swat Branch	MCB Islamic Bank, Airport Road, Swat	Swat	0946-812063-64
197	Khawazakhela Branch	MCB Islamic Bank, Khawazakhela Bazaar, Swat	Khawaza Khela	0946-746700-01
198	Karak Branch	MCB Islamic Bank, Bannu Road, Karak	Karak	0927-210650-51
199	Chichawatni Branch	MCB Islamic Bank, Railway Road, Chichawatni	Chichawatni	040-5480401-02
200	33 Phatak Branch	MCB Islamic Bank, Khewat No. 69/66, Khatuni No. 185 to 206, Qitat 231, Chak No 33 Phatak, Sargodha	Sargodha	042-34501000 Ext. 2250
201	Gulberg Green Branch	MCB Islamic Bank, Block D, Markaz, Gulberg Green, Islamabad	Islamabad	051-5915350-51
202	Bahadurabad (Sub Branch Javed Arcade)	MCB Islamic Bank, Head Office Saylani Welfare Internatioanal Trust, Bahadurabad Chowringi, Karachi	Karachi	021-34920171
203	Shorkot Branch	MCB Islamic Bank, Jhang Road, Shorkot	Shorkot	042-34501000 Ext. 2252
204	Gulshan-e-Iqbal Block 3 Branch	MCB Islamic Bank, Shop # C-3/II, C-3/III, C-4/III, Plot # FI-2, Block 3, Gulshan-e-Iqbal, KDA Scheme # 24, Karachi	Karachi	021-34960499
205	Chak Beli Khan Branch	MCB Islamic Bank, Chak Beli Road, Bhumili Stop, Rawalpindi	Rawalpindi	042-34501000 Ext. 2254
206	Bahria Enclave Branch	MCB Islamic Bank, Plot No. 11, Street No. BEA, Sector-C, Bahria Enclave Avenue, Bahria Enclave, Islamabad	Islamabad	042-34501000 Ext. 2255
207	Chakri Road Branch	MCB Islamic Bank, Charki Road, Near Al-Haram City, Rawalpindi	Rawalpindi	042-34501000 Ext. 2256
208	Fateh Jang Branch	MCB Islamic Bank, Fateh Jhang Rawalpindi Road, Opposite General Bus Stand, Fateh Jang	Fateh Jang	042-34501000 Ext. 2257
209	G.T Road Branch, Dina	MCB Islamic Bank, G.T Road, Dina	Dina	042-34501000 Ext. 2258
210	Mardan Road Branch	MCB Islamic Bank, Main Mardan Road, Charsadda	Charsadda	091-6515703-04 091-6515706 091-6515708
211	NASTP Branch	MCB Islamic Bank, NASTP Alpha Techno Square, Old Airport, Chaklala Cantt, Rawalpindi	Rawalpindi	042-34501000 Ext. 2260
212	Swari Bazar Branch	MCB Islamic Bank, Sawari Main Bazar, Mardan Road, Buner	Buner	0939-555125-26
213	Saidu Sharif Branch	MCB Islamic Bank, Marghuzar Road, Saidu Sharif, Swat	Saidu Sharif	0946-726642-43 0946-728671
214	Tariq Road Branch	MCB Islamic Bank, Shop # 3, 4 Plot # 3/19 Delhi Co-operative Housing Society, Amber Arcade, Tariq Road, Karachi	Karachi	021-34543488
215	Katchery Road Branch	MCB Islamic Bank, Property No. B-2442/T-2013, Muhalla Ali Murad, Katchery Road, Khairpur	Khairpur	0243-715000 0243-715500 0243-714550 0243-714155
216	Sanghar Branch	MCB Islamic Bank, Plot # Bearing City Survey No. 9501111, Ward A, Sanghar	Sanghar	042-34501000 Ext. 2265
217	Umerkot Road Branch	MCB Islamic Bank, Plot City Survey Number 862/4, PM Colony, Mirpurkhas	Mirpurkhas	0233-873454-57
218	Bank Road Daska Branch	MCB Islamic Bank, Plot # 91, 92 & 95, Muslim Market, Bank Road, Daska	Daska	052-6618822-23
219	Ghalla Mandi Branch	MCB Islamic Bank, Ghala Mandi, Nankana Sahib	Nankana Sahib	056-2876562-63
220	Electronics Market Branch	MCB Islamic Bank, Shop # S-1, G-1, Ground Floor, Plot # Pr-2/25, Sheet # 2, Kohinoor Electronics Centre, Preedy Quarter, Saddar, Karachi	Karachi	021-32762242
221	GT Road Haripur Branch	MCB Islamic Bank, Khata # 327, Khatooni # 388, Mouza Pandak 172, GT Road, Haripur	Haripur	099-5613353
222	Mughalpura Branch	MCB Islamic Bank, 165 Shalimar Link Road, Mughalpura, Lahore	Lahore	042-37130764-67
223	Soan Garden Branch	MCB Islamic Bank, Commercial Plot AC-3 & AC-5, Phase-1 Accounts Group Officers Co-Operative Housing Society, Soan Garden, Islamabad	Islamabad	042-34501000 Ext. 2272
224	Block F North Nazimabad, Hayderi Branch	MCB Islamic Bank, Shop # 1, Plot # D 2, LA Grande, Block F, Hayderi, North Nazimabad, Karachi	Karachi	042-34501000 Ext. 2273
225	DHA Phase IV Branch	MCB Islamic Bank, Plot # 224, Block CCA, Commercial Area, Phase IV, DHA, Lahore	Lahore	042-37192138-39
226	Ghalla Mandi Arifwala Branch	MCB Islamic Bank, Ghala Mandi Road, Arifwala	Arifwala	042-34501000 Ext. 2275
227	Wapda Town Branch	MCB Islamic Bank, Plot # MM 33, Main Market B Block, Wapda Town Employees Housing Society, Gujranwala	Gujranwala	042-34501000 Ext. 2276
228	Bahawalnagar Branch	MCB Islamic Bank, Khewat # 2145, Khatooni # 2240, Mouza Town Bahawalnagar	Bahawalnagar	063-2277914-17
229	Ring Road Branch	MCB Islamic Bank, Khata # 23/22/1, Khasra # 507/2, Achini Payan Ring Road, Peshawar	Peshawar	042-34501000 Ext. 2278
230	Haronabad Branch	MCB Islamic Bank, Plot # 193, Block C, Near Ghalla Mandi, Bangla Road, Haroonabad	Haronabad	063-2251072-73 063-2251076-77



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