

SUMMARY AUDITED CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

for the year ended 31 December 2025

SUMMARY STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME				
	CONSOLIDATED		SEPARATE	
In millions of Malawi Kwacha	2025	2024	2025	2024
Interest income	161,378	96,321	161,378	96,321
Interest expense on deposits and other accounts	(24,564)	(20,414)	(24,564)	(20,414)
Net interest income	136,814	75,907	136,814	75,907
Non-interest income	114,388	54,815	114,388	54,815
Total operating income	251,202	130,722	251,202	130,722
Total operating expenses	(65,182)	(51,326)	(65,182)	(51,326)
Profit before impairment losses on financial assets	186,020	79,396	186,020	79,396
Net impairment losses on financial assets	(3,171)	(2,059)	(3,171)	(2,059)
Profit before income tax expense	182,849	77,337	182,849	77,337
Income tax expense	(75,352)	(30,218)	(75,352)	(30,218)
Profit for the year	107,497	47,119	107,497	47,119
Other comprehensive income				
Revaluation surplus on property	(418)	325	(418)	325
Deferred tax on revalued property	167	(2,523)	167	(2,523)
Total other comprehensive income for the year	(251)	(2,198)	(251)	(2,198)
Total comprehensive income for the year	107,246	44,921	107,246	44,921
Profit or loss attributable to:				
Owners of the parent	107,497	47,119	107,497	47,119
Profit for the year	107,497	47,119	107,497	47,119
Total comprehensive income attributable to:				
Owners of the parent	107,246	44,921	107,246	44,921
Total comprehensive income for the year	107,246	44,921	107,246	44,921

SUMMARY STATEMENTS OF FINANCIAL POSITION				
	CONSOLIDATED		SEPARATE	
In millions of Malawi Kwacha	2025	2024	2025	2024
Liabilities and Equity				
Liabilities				
Balances due to other banks	-	8,670	-	8,670
Customer deposits	728,053	518,267	728,371	518,585
Amounts due to related parties	861	3,706	861	3,706
Income tax payable	20,377	10,249	20,366	10,238
Trade and other payables	45,102	34,764	45,287	34,948
Lease liabilities	801	901	801	901
Provisions	2,511	3,678	2,511	3,678
Deferred tax liabilities	9,195	-	9,198	-
Total liabilities	806,900	580,235	807,395	580,726
Total equity	175,020	107,974	174,663	107,617
Total equity and liabilities	981,920	688,209	982,058	688,343
Assets				
Cash and cash equivalents	193,518	141,575	193,518	141,575
Money market investments	405,452	309,898	405,452	309,898
Loans and advances to customers	259,134	165,085	259,134	165,085
Amounts due from related parties	626	533	626	533
Repurchase agreements	-	8,715	-	8,715
Current tax asset	44	44	-	-
Other assets	23,673	6,785	23,646	6,758
Other Investments	111	111	111	111
Investments at fair value through profit or loss	64,047	15,848	64,047	15,848
Intangible assets	2,696	1,774	2,696	1,774
Right of use assets	554	734	554	734
Investment in subsidiary companies	-	-	209	209
Property and equipment	32,065	30,820	32,065	30,820
Deferred tax assets	-	6,287	-	6,283
Total assets	981,920	688,209	982,058	688,343

SUMMARY STATEMENTS OF CHANGES IN EQUITY				
	CONSOLIDATED		SEPARATE	
In millions of Malawi Kwacha	2025	2024	2025	2024
As at the beginning of the year	107,974	77,553	107,617	77,196
Net profit for the year	107,497	47,119	107,497	47,119
Other comprehensive income	(251)	(2,198)	(251)	(2,198)
Comprehensive Income attributable to owners	215,220	122,474	214,863	122,117
Dividends paid	(40,200)	(14,500)	(40,200)	(14,500)
Balance at the end of the year	175,020	107,974	174,663	107,617

SUMMARY STATEMENTS OF CASH FLOWS				
	CONSOLIDATED		SEPARATE	
In millions of Malawi Kwacha	2025	2024	2025	2024
Cash generated from operations before income tax paid	256,427	277,175	256,427	277,175
Income tax paid	(49,537)	(32,527)	(49,537)	(32,527)
Net cash from operating activities	206,890	244,648	206,890	244,648
Net cash (used in)/from investing activities	(109,801)	(161,356)	(109,801)	(161,356)
Net cash (used in)/from financing activities	(49,166)	(29,089)	(49,166)	(29,089)
Net increase in cash and cash equivalents	47,923	54,203	47,923	54,203
Cash and cash equivalents at 1 January	141,575	86,394	141,575	86,394
Effect of changes in exchange rates	4,069	978	4,069	978
Cash and cash equivalents at year end	193,567	141,575	193,567	141,575

IMPAIRMENT LOSSES/NON-PERFORMING CREDIT FACILITIES AND PROVISIONS FOR LOSSES BY INDUSTRY						
	2025			2024		
In millions of Malawi Kwacha	Out-standing Amount	Impaired Amount	Specific Provision	Out-standing Amount	Impaired Amount	Specific Provision
Industry						
Agriculture	85,052	927	755	39,343	1,190	903
Mining	4,870	-	-	234	-	-
Financial Services	7,507	17	17	10,776	-	-
Construction	25,364	61	61	6,689	347	584
Energy/Electricity/Gas/Water	12,856	-	-	10,654	-	-
Manufacturing	43,122	426	65	22,858	504	25
Wholesale and Retail	46,228	155	82	17,421	1,175	589
Individual/Households	30,490	865	782	29,589	194	340
Real Estate	450	-	-	-	-	-
Tourism & Leisure	1,305	201	135	1,371	268	14
Transport & Communication	4,583	75	38	7,604	-	-
Others	-	-	-	21,290	-	-
	261,827	2,727	1,935	167,829	3,678	2,455

CREDIT CONCENTRATIONS					
	2025		2024		
In thousands of Malawi Kwacha	Sector of Borrower	% of Core Capital	Sector of Borrower	% of Core Capital	
	Transport & Communication	34,635,852	28.58%	34,654,335	48.68%
	Construction	-	-	32,530,520	45.70%
	Energy/Electricity/Gas/Water	-	-	18,746,890	26.34%

Note: Credit concentration represents total credit facilities including guarantees, acceptances, and other similar commitments extended to any one customer or group of related customers where amounts exceed 25% of core capital.

LOANS TO DIRECTORS, SENIOR MANAGEMENT, AND OTHER RELATED PARTIES		
	2025	2024
<i>In thousands of Malawi Kwacha</i>		
Corporate bodies directly or indirectly related to the directors:		
Balance at the beginning of the year	1,469,908	3,455,449
Loans granted during the year	12,197,992	-
Repayments	(10,488,483)	(1,985,541)
Balance at the end of the year	3,179,417	1,469,908
Senior management		
Balance at the beginning of the year	536,826	983,775
Loans granted during the year	434,834	-
Repayments	(95,558)	(446,949)
Balance at the end of the year	876,102	536,826

INVESTMENT IN SUBSIDIARY COMPANIES				
	No. of Shares ('000)	Percentage Holding	2025 (MK'000)	2024 (MK'000)
Institution				
ICB Malawi Limited	7,149	100.0%	148,791	148,791
FMB Capital Markets Limited	500	100.0%	50,000	50,000
FMB Forex Bureau	10,000	100.0%	10,000	10,000
FMB Pensions Limited	1,000	100.0%	-	-
			208,791	208,791

BASE LENDING RATE		
	2025	2024
Base lending rate (local currency loans)	25.30%	25.30%
Maximum applicable range (percentage points)	11.10%	11.10%
Base lending rate (foreign currency loans)	0.00	0.00
Maximum applicable range (percentage points)	12.00	12.00
Reference rate	25.30%	25.30%

DEPOSITS RATES		
	2025	2024
Savings Accounts (Balances above K10,000)	4.00%	4.00%
Fast Accounts (Balances above K10,000)	2.00%	2.00%
Call Accounts		
7 day call	3.00%	3.00%
30 day call	3.00%	3.00%
Fixed Deposits (Minimum deposit K25,000)		
1 Month	3.50%	3.50%
2 Months	5.50%	5.50%
3 Months	5.00%	5.00%
Above 3 Months	Negotiable	Negotiable
Current Account (Balances above K500,000)	0.00%	0.00%

DIRECTORS' FEES AND BONUS TO STAFF		
	2025	2024
<i>In thousands of Malawi Kwacha</i>		
Fees paid to non-executive directors	858,542	760,897
Bonuses paid to staff	2,324,092	1,184,234

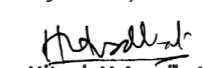
BASIS OF PREPARATION

The Directors have prepared the summary consolidated and separate financial statements to meet the requirements of the Financial Services Act, 2010. The Directors have considered the requirements of the Financial Services Act, 2010 and believe that the summary consolidated and separate statements of financial position, the summary consolidated and separate statements of comprehensive income, the summary consolidated and separate statements of changes in equity and the summary consolidated and separate statements of cash flows are sufficient to meet the requirements of the users of the summary consolidated and separate financial statements. The amounts in the summary consolidated and separate financial statements are prepared in accordance with the framework concepts and the measurement and recognition requirements of IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB). The accounting policies applied in preparation of financial statements from which the summary financial statements were derived, are in terms of IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB), the IAS 29 Directive as issued by the Institute of Chartered Accountants in Malawi (ICAM) and are consistent with the accounting policies applied in the preparation of the previous consolidated and separate financial statements.

FINANCIAL PERFORMANCE

The bank delivered a strong financial performance in 2025, achieving a profit after tax of MK107.5 billion (2024: MK47.1 billion), marking a significant increase of 128% compared to the previous year. This robust growth was supported by an 80% surge in net interest income, primarily due to strategic growth in money market investments and loans and advances, alongside a 109% increase in non-interest income, which reached MK114.4 billion (2024 MK54.8 billion) largely owing to strong performance in trading activities and transactional income. Efficiency improvements were also notable, as the cost-to-income ratio decreased from 41% in 2024 to 27% in 2025. Furthermore, the bank's balance sheet expanded substantially, showing a 43% year-on-year growth to MK982.1 billion. This expansion was underpinned by a 40% rise in customer deposits to MK728.4 billion from MK518.6 billion in 2024 and a 31% increase in money market investments to MK405.5 billion (2024: MK309.9 billion).

By order of the Board


Hitesh N Anadkat
Director


Agness Jazza
Chief Executive Officer


Michael Kadumbo
Chief Finance Officer

BOTSWANA • MALAWI • MOZAMBIQUE • ZAMBIA • ZIMBABWE

REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

To the members of First Capital Bank Plc

OPINION

The summary consolidated and separate financial statements, which comprise the summary consolidated and separate statements of financial position as at 31 December 2025, the summary consolidated and separate statements of profit or loss and other comprehensive income, the summary consolidated and separate statements of changes in equity and the summary consolidated and separate statements of cash flows for the year then ended, and related notes, are derived from the audited consolidated and separate financial statements of First Capital Bank Plc for the year ended 31 December 2025.

DIRECTORS' RESPONSIBILITY FOR THE SUMMARY CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

The Directors are responsible for the preparation of the summary consolidated and separate financial statements in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB), the IAS 29 Directive as issued by the Institute of Chartered Accountants in Malawi (ICAM) and in compliance with the Companies Act, 2013; and for such internal control as the directors determine is necessary to enable the preparation of the summary consolidated and separate financial statements that are free from material misstatements, whether due to fraud or error.

THE SUMMARY CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

The summary consolidated and separate financial statements do not contain all the disclosures required by the IFRS Accounting Standards as issued by the International Accounting Standards Board (IASB) and the requirements of the Companies Act, 2013. Reading the summary consolidated and separate financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited consolidated and separate financial statements and the auditor's report thereon. The summary consolidated and separate financial statements and the audited consolidated and separate financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited consolidated and separate financial statements.