



Standard Bank PLC

RESULTS FOR THE YEAR ENDED 31 DECEMBER 2025

AUDITED SUMMARY CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

	SUMMARY INCOME STATEMENTS			
	For the year ended 31 December 2025			
	Consolidated		Separate	
	2025 MKm	2024 MKm	2025 MKm	2024 MKm
Interest income	273,097	185,245	272,262	185,002
Interest expense	(13,952)	(9,171)	(13,964)	(9,196)
Net interest income	259,145	176,074	258,298	175,806
Fee and commission income	43,824	35,954	43,824	35,954
Fee and commission expense	(10,754)	(7,991)	(10,754)	(7,991)
Net fee and commission income	33,070	27,963	33,070	27,963
Trading income	59,602	48,306	51,478	44,593
Other operating income	941	1,008	2,005	1,052
Other gains on financial instruments	-	225	-	225
Total operating income	352,756	253,576	344,851	249,639
Credit impairment charges	(23,056)	(23,558)	(23,018)	(23,540)
Income after credit impairment charges	329,702	230,018	321,833	226,099
Staff costs	(52,219)	(37,132)	(51,363)	(36,476)
Depreciation and amortisation	(6,832)	(6,171)	(6,832)	(6,171)
Other operating expenses	(65,788)	(50,455)	(65,132)	(50,008)
Total expenditure	(124,839)	(93,758)	(123,327)	(92,655)
Profit before equity accounted earnings and income tax expense	204,863	136,260	198,506	133,444
Share of post-tax profit from joint venture	639	195	639	195
Profit before income tax expense	205,502	136,455	199,145	133,639
Income tax expense	(83,804)	(50,090)	(81,334)	(49,180)
Profit for the year attributable to ordinary shareholders	121,698	86,365	117,811	84,459
Earnings per share				
Basic and diluted (MK per share)*	103.75	73.63	100.44	72.00

	SUMMARY STATEMENTS OF OTHER COMPREHENSIVE INCOME			
	For the year ended 31 December 2025			
	Consolidated		Separate	
	2025 MKm	2024 MKm	2025 MKm	2024 MKm
Profit for the year	121,698	86,365	117,811	84,459
Other comprehensive income for the year				
Items that will not be reclassified to profit or loss				
Revaluation gain on property	5,618	5,005	5,618	5,005
Items that may be reclassified subsequently to profit or loss	(24)	2	(24)	2
Net change in expected credit losses				
Net change in debt financial assets measured at fair value through other comprehensive income (OCI)	(336)	1	(336)	1
	(360)	3	(360)	3
Other comprehensive income for the year, net of tax	5,258	5,008	5,258	5,008
Total comprehensive income for the year attributable to ordinary shareholders	126,956	91,373	123,069	89,467

	SUMMARY STATEMENTS OF FINANCIAL POSITION			
	As at 31 December 2025			
	Consolidated		Separate	
	2025 MKm	2024 MKm	2025 MKm	2024 MKm
Assets				
Cash and balances held with the Central Bank	247,557	197,187	247,173	196,951
Derivative assets	319	2,772	319	2,772
Trading assets	50,501	36,862	50,501	36,862
Loans and advances to banks and other financial institutions	407,057	233,660	402,217	230,623
Loans and advances to customers	496,182	378,343	496,182	378,343
Financial investments	642,788	394,899	642,788	394,899
Investment in subsidiaries	-	-	100	100
Other assets	37,066	31,991	37,664	32,335
Property, equipment and right-of-use assets	41,557	36,103	41,557	36,103
Intangible assets	9,606	11,143	9,606	11,143
Deferred tax assets	4,620	9,685	4,602	9,677
Total assets	1,937,253	1,332,645	1,932,709	1,329,808

Standard Bank PLC is licensed and regulated by the Reserve Bank of Malawi

	SUMMARY STATEMENTS OF FINANCIAL POSITION (CONTINUED)			
	As at 31 December 2025			
	Consolidated		Separate	
	2025 MKm	2024 MKm	2025 MKm	2024 MKm
Liabilities				
Derivative liabilities	98	808	98	808
Trading liabilities	86,114	-	86,114	-
Deposits and loans from banks	70,679	38,552	70,679	38,552
Deposits from customers	1,320,235	928,034	1,328,445	934,071
Other liabilities	63,951	71,606	63,937	71,603
Income tax payable	29,271	20,841	28,791	20,343
Provisions	18,164	13,019	18,164	13,019
Total liabilities	1,588,512	1,072,860	1,596,228	1,078,396
Equity				
Share capital	8,726	235	8,726	235
Share premium	-	8,491	-	8,491
Revaluation reserve	28,346	22,728	28,346	22,728
Fair value through OCI reserve	(12)	348	(12)	348
Retained earnings	311,681	227,983	299,421	219,610
Total equity	348,741	259,785	336,481	251,412
Total liabilities and equity	1,937,253	1,332,645	1,932,709	1,329,808

	SUMMARY STATEMENTS OF CHANGES IN EQUITY			
	For the year ended 31 December 2025			
	Consolidated		Separate	
	2025 MKm	2024 MKm	2025 MKm	2024 MKm
Opening equity	259,785	193,817	251,412	187,350
Dividend declared	(38,000)	(25,405)	(38,000)	(25,405)
Profit for the year	121,698	86,365	117,811	84,459
Movement in other reserves	5,258	5,008	5,258	5,008
Closing equity	348,741	259,785	336,481	251,412
Dividend per share (tambala)**	3,240	2,166	3,240	2,166
Number of ordinary shares in issue (million)*	1,173	1,173	1,173	1,173
Market price per share (MK)	4,248.41	6,483.95	4,248.41	6,483.95

* During the year, the Group carried out a share split, issuing five new ordinary shares for each ordinary share previously held by shareholders. In accordance with IAS 33 *Earnings per Share*, the number of shares in issue for the comparative period has been restated retrospectively to reflect the share split, in order to ensure comparability of earnings per share across periods. Prior to the share split, the Group had 235 million ordinary shares in issue.

** The dividend per share for the comparative year has been restated to reflect the impact of the share split. This has reduced the dividend per share to 2.166 tambala from the previously reported 10.811 tambala.

	SUMMARY STATEMENTS OF CASH FLOWS			
	For the year ended 31 December 2025			
	Consolidated		Separate	
	2025 MKm	2024 MKm	2025 MKm	2024 MKm
Operating activities				
Profit before income tax expense	205,502	136,455	199,145	133,639
Adjustment for non-cash items included within the income statement	(235,088)	(148,945)	(235,279)	(148,695)
Increase in income-earning and other assets	(459,613)	(210,523)	(459,859)	(210,456)
Increase in deposits and other liabilities	494,548	159,711	496,710	159,259
Interest paid	(13,751)	(9,013)	(13,763)	(9,038)
Interest received	238,730	185,402	237,895	185,159
Dividend received	-	-	1,000	-
Income tax paid	(69,121)	(70,450)	(67,790)	(69,853)
Net cash generated from operating activities	161,207	42,637	159,059	40,015
Investing activities				
Capital expenditure on property and equipment	(5,545)	(5,578)	(5,545)	(5,578)
Proceeds from sale of property and equipment	4	135	4	135
Net cash used in investing activities	(5,541)	(5,443)	(5,541)	(5,443)
Financing activities				
Principal lease repayments	(459)	(364)	(459)	(364)
Dividends paid	(17,573)	(23,456)	(17,573)	(23,456)
Net cash used in financing activities	(18,032)	(23,820)	(18,032)	(23,820)

Net increase in cash and cash equivalents	137,634	13,374	135,486	10,752
Cash and cash equivalents at the beginning of the year	400,934	382,452	398,198	382,338
Effects of exchange rate changes	2,344	5,108	2,344	5,108
Cash and cash equivalents at the end of the year	540,912	400,934	536,028	398,198

NOTES TO THE SUMMARY CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

Impairment losses/Non-Performing credit facilities and expected credit losses by Industry sector

	As at 31 December 2025			As at 31 December 2024		
	Outstanding Amount	Impaired amount	Stage 3 expected credit losses	Outstanding Amount	Impaired amount	Stage 3 expected credit losses
	MKm	MKm	MKm	MKm	MKm	MKm
Agriculture	118,058	437	378	95,990	130	113
Manufacturing	56,844	569	408	46,407	967	809
Construction	28,077	7,729	5,385	25,052	11,952	5,524
Energy/Electricity	4,011	1,160	255	9,310	1,243	225
Transport	24,391	429	371	18,307	1,100	804
Communication	17,485	-	-	21,910	-	-
Financial services and other business services	1,601	-	-	717	-	-
Wholesale/Retail	50,440	1,169	828	32,862	1,631	1,410
Individuals, community, social and personal services	218,164	7,219	6,030	150,519	6,343	5,188
Real estate	2,882	-	-	2,469	-	-
Tourism	9,601	-	-	3,415	2	2
Total	531,554	18,712	13,655	406,958	23,373	14,075

Credit concentrations

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

Sector of borrower	As at 31 December 2025 MKm	% of Core Capital	As at 31 December 2024 MKm	% of Core Capital
Energy/Electricity	100,204	34.2%	-	-

Loans to directors, senior management and other related parties

	As at 31 December 2025 MKm	As at 31 December 2024 MKm
Directors		
Balance at beginning of the year	118	144
Loans granted during the year	-	-
Repayments	(115)	(26)
Balance at end of the year	3	118

	As at 31 December 2025 MKm	As at 31 December 2024 MKm
Other related parties		
Balance at beginning of the year	2,390	3,300
Loans granted during the year	-	2,217
Repayments	(155)	(3,127)
Balance at end of the year	2,235	2,390

	As at 31 December 2025 MKm	As at 31 December 2024 MKm
Senior management officials		
Balance at beginning of the year	1,968	1,614
Loans granted during the year	1,072	678
Repayments	(447)	(324)
Balance at end of the year	2,593	1,968
Total loans to directors, senior management and other related parties	4,831	4,476
Proportion of loans to directors, senior management and other related parties to core capital	2%	2%

Investment in subsidiaries

Name of Subsidiary	Number of shares	Percentage holding	Current year MKm	Previous year MKm
Standard Bank Bureau De Change Limited	99,999,999	100%	100	100
Standard Bank Nominees Limited	19,999	100%	-	-

Lending rate	As at 31 December 2025	As at 31 December 2024
Base lending rate (local currency)	25.3%	25.3%
Maximum applicable range (percentage points)	11.0%	11.0%
Lending rates (foreign currency loans)	7.1%-13.9%	4.5%-12.8%
Reserve Bank of Malawi Policy rate	26.0%	26.0%

Directors' remuneration, bonuses and group directional fees

	31 December 2025 MKm	31 December 2024 MKm
Directors' remuneration		
- Directors fees	147	115
- Directors expenses	260	175
- Executive director's remuneration	967	659
Total bonuses paid to all staff (paid from prior-year provisions)	5,695	4,150
Group Directional fees to holding company	1,800	2,049

Deposit rates

Type of deposit	As at 31 December 2025 Rate	As at 31 December 2024 Rate
Malawi Kwacha		
Current account	0%	0%
Call	2%	2%
Notice	3.5%	3.5%
Savings	3%	3%
Pure save	4%	4%
Contract save	5%-8%	5%-8%
1 month fixed	4%	4%
2 months fixed	4.5%	4.5%
3 months fixed	5%	5%
More than 3 months fixed	negotiable	negotiable
Foreign currency denominated accounts (FCDAs)		
USD	0.37%	0.37%
GBP	0.10%	0.10%
EUR	0%	0%
ZAR	0%	0%



We are pleased to present the summary of the audited financial results of the Group for the year ended 31 December 2025.

Economic highlights

The domestic economy is estimated to have grown by 2.7% in 2025 (2024: 1.7%); the improvement being attributed to a relatively better 2024/25 agricultural season, the scaling up of infrastructure projects in the construction sector, and investments in the key growth sectors of agriculture, tourism, mining and manufacturing. Headline inflation decreased to an average of 26.4% in 2025 (2024: 32.2%), mainly due to food inflation which dropped to 33.2% from 40.2%. Notwithstanding the slight drop in non-food inflation to 20.7% from 21.2%, foreign exchange scarcity and fuel shortages exerted pressure on prices for critical imports (e.g. fertiliser) and transportation. The Malawi Kwacha remained relatively stable to close the year trading at MK1,749.00/US\$, from MK1,749.98/US\$ at the close of 2024 while the Policy rate was flat at 26% throughout 2025 as authorities maintained a tight monetary policy stance. Both the local and foreign currency reserving ratios remained flat at 10.00% and 3.75%, respectively. In accordance with the International Monetary Fund's financing policies for low-income countries, the four-year Extended Credit Facility programme automatically terminated on 14 May 2025, as no review had been completed in time. This resulted in reduced donor assistance, further worsening the foreign exchange supply.

Performance

Despite operating under sustained macroeconomic pressure, the Group achieved solid earnings growth for the year. Performance was delivered in a challenging operating environment characterised by foreign currency constraints and elevated inflation. The results reflect disciplined balance sheet management, selective asset growth and a continued focus on sustainable earnings.

Profit after tax rose to MK122 billion, marking a 41% increase over the previous year. Total revenue increased by 39% year-on-year, supported by growth across both net interest income and non-interest revenue. Revenue performance was driven by the continued expansion of the loans and advances portfolio and a significant increase in financial investments, underpinned by robust and diversified funding strategies.

Net interest income grew by 47% year-on-year, driven by 31% growth in loans and advances to customers and 63% growth in financial investments. This performance was achieved despite broadly stable yields across all government securities tenors compared to the prior year, underscoring effective balance sheet positioning and asset mix management.

Non-interest revenue rose by 21% compared to the previous year. Net fees and commissions grew by 18%, primarily due to increased transaction volumes and annual fee adjustments. Trading revenue grew by 23%, driven by higher transaction activity.



Standard Bank PLC

RESULTS FOR THE YEAR ENDED

31 DECEMBER 2025

AUDITED SUMMARY CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

Credit impairment charges were 2% lower than the prior year, primarily due to impairment releases arising from financial investments nearing maturity, resulting in the roll off of previously recognised expected credit losses. These releases were partially offset by higher impairment charges associated with growth in the customer loan book and updates to forward-looking credit assumptions. The Group continues to apply prudent risk management and responsible lending practices.

Operating expenses increased by 33% year-on-year, reflecting inflationary pressures and foreign exchange impacts. Despite this increase, strong revenue growth and disciplined cost management improved the cost-to-income ratio to 35%, from 37% in the prior year, demonstrating enhanced operating efficiency.

Earnings per share rose from a rebased value of MK73.63 in 2024 to MK103.75 in 2025.

Outlook

Economic headwinds will more likely moderate this year, as a favourable agricultural output is expected to lower food prices and headline inflation. The downside could be inflationary pressures from a weak currency, high fuel and utility prices, while efforts to contain public spending work on the upside. Economic outcomes in 2026, especially related to foreign exchange supply and budgetary operations, would also be impacted by decisions made by the country's external development partners. For the country to get on a more sustainable growth trajectory, export-led industrialisation in the chosen sectors - agriculture, tourism, mining and manufacturing, remains critical.

Basis of preparation

The summary consolidated and separate financial statements are prepared to meet the requirements of the Financial Services Act, 2010 of Malawi for summarised financial statements, and to comply with the Malawi Stock Exchange Listing Requirements, which require a listed entity to publish audited results. The summarised consolidated and separate financial statements have been 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 the preparation of the consolidated and separate financial statements from which the summary consolidated and separate financial statements were derived are in terms of IFRS Standards, the IAS 29 Directive 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.

Dividend

The directors resolved to pay an interim dividend of **MK16.7 billion**, representing **MK14.23** per share, in respect of the year ended 31 December 2025. The directors will continue to assess the prevailing economic and financial sector conditions for future dividend decisions.

For the year ended 31 December 2024, a first interim dividend of MK5.0 billion, representing MK4.26 per ordinary share, was paid in February 2025. A second interim dividend of MK16.5 billion, representing MK14.06 per ordinary share, was paid in April 2025, while a final dividend of MK16.5 billion, representing MK14.06 per ordinary share, was paid in July 2025.

Following the share split effected during the year, dividend per share amounts for the comparative period have been adjusted retrospectively, while the total dividend amounts remain unchanged.

By order of the Board

NAME	DESIGNATION	SIGNATURE	DATE
1. A. Mkandawire	Chairperson		5 March 2026
2. C. Chithila	Director		5 March 2026
3. P. Madinga	Chief Executive		5 March 2026
4. J. Mhone	Chief Financial and Value Management Officer		5 March 2026

To the shareholders of Standard 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 income statements 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 Standard Bank PLC for the year ended 31 December 2025.

In our opinion, the accompanying summary consolidated and separate financial statements are consistent in all material respects with the audited consolidated and separate financial statements, in accordance with IFRS Accounting Standards as issued by the International Accounting Standards Board, the IAS 29 Directive issued by the Institute of Chartered Accountants in Malawi (ICAM) and in compliance with the Companies Act, 2013.

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 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.

The audited consolidated and separate financial statements and our report thereon

We expressed an unmodified audit opinion on the audited consolidated and separate financial statements in our report dated 12 March 2026. That report also includes the communication of key audit matters. Key audit matters are those matters that in our professional judgement, were of most significance in our audit of the consolidated and separate financial statements of the current year.

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, the IAS 29 Directive 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.

Auditor's responsibility

Our responsibility is to express an opinion on whether the summary consolidated, and separate financial statements are consistent in all material respects, with the audited consolidated and separate financial statements based on our procedures, which were conducted in accordance with International Standards on Auditing (ISA) 810 (Revised), *Engagements to Report on Summary Financial Statements*.



Chartered Accountants (Malawi)
MacDonald Kamoto - Partner
Registered Practicing Accountant
12 March 2026