National Bank of Malawi plc

SUMMARY OF AUDITED RESULTS FOR THE YEAR ENDED 31 DECEMBER 2025

SUMMARY CONSOLIDATED AND SEPARATE STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	GROUP 31-Dec-2025 K'm	GROUP 31-Dec-2024 K'm	COMPANY 31-Dec-2025 K'm	COMPANY 31-Dec-2024 K'm
Interest and similar income	348,957	236,516	320,334	210,164
Interest expense and similar charges	(54,894)	(36,851)	(48,164)	(30,847)
Net interest and similar income	**294,063**	**199,665**	**272,170**	**179,317**
Insurance revenue	13,772	10,628	-	-
Other income	200,776	103,954	176,579	92,559
Net revenue	**508,611**	**314,247**	**448,749**	**271,876**
Operating expenses	(167,590)	(134,437)	(129,946)	(100,198)
Profit before impairment losses on financial assets	341,021	179,810	318,803	171,678
Net impairment losses on financial assets	(21,388)	(12,663)	(20,859)	(10,896)
Profit before taxation	**319,633**	**167,147**	**297,944**	**160,782**
Taxation	(121,663)	(65,437)	(115,894)	(61,624)
Profit after tax	**197,970**	**101,710**	**182,050**	**99,158**
Other Comprehensive Income				
Surplus on revaluation of properties	12,643	9,183	12,643	9,127
Fair value gain on investment in unquoted shares	1,264	946	1,264	946
Deferred tax on revaluation surplus and fair value gains	(5,597)	(3,613)	(5,564)	(3,619)
Other comprehensive income net of tax	**8,310**	**6,516**	**8,343**	**6,454**
Total comprehensive income for the year	**206,280**	**108,226**	**190,393**	**105,612**
Profit attributable to shareholders				
Owners of the Parent	194,556	102,283	182,050	99,158
Non-Controlling Interest (Minorities)	3,413	(573)	-	-
	197,969	**101,710**	**182,050**	**99,158**
Comprehensive income attributable to shareholders				
Owners of the Parent	202,867	108,799	190,393	105,612
Non-Controlling Interest (Minorities)	3,413	(573)	-	-
	206,280	**108,226**	**190,393**	**105,612**
DIVIDENDS PAID				
Interim	16,641	12,999	16,641	12,999
Final (for prior year)	45,997	37,000	45,997	37,000
Total	**62,638**	**49,999**	**62,638**	**49,999**
Earnings per share (Kwacha)	416.67	217.79		
Dividend per share (Kwacha)	134.15	107.06		
Number of ordinary shares in issue (millions)	467	467		

SUMMARY CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION

	GROUP 31-Dec-2025 K'm	GROUP 31-Dec-2024 K'm	COMPANY 31-Dec-2025 K'm	COMPANY 31-Dec-2024 K'm
LIABILITIES & EQUITY				
Customer deposits	1,908,502	1,328,427	1,462,589	1,034,137
Current income tax liabilities	55,056	34,287	51,733	32,623
Other liabilities	78,732	66,044	55,260	43,651
Insurance contracts liabilities	10,824	9,488	-	-
Re-insurance contracts liabilities	152	203	-	-
Loans and borrowings	13,464	11,349	194	209
Lease liability	7,330	8,761	3,419	4,132
Deferred tax	7,106	972	7,106	726
Equity attributable to equity holders of the parent company	408,066	268,481	379,250	251,495
Non-controlling interest	5,567	2,193	-	-
Total liabilities and equity	**2,494,799**	**1,730,205**	**1,959,551**	**1,366,973**
ASSETS				
Cash and funds with Central Banks	170,785	171,927	136,517	142,136
Placements with other banks	197,819	101,662	194,086	100,778
Other money market investments	446,674	181,617	95,362	8,746
Other assets	54,019	52,940	43,883	48,055
Current income tax asset	414	-	-	-
Insurance contracts assets	348	109	-	-
Reinsurance contracts assets	2,406	2,605	-	-
Equity investments	48,156	18,761	42,168	17,081
Government securities	836,329	628,542	803,460	573,132
Loans and advances to customers	614,615	467,783	510,839	372,467
Investment in associate	-	-	-	-
Investment in subsidiaries	-	-	31,472	20,966
Property and equipment	81,728	69,126	78,740	66,203
Intangible assets	25,412	18,606	21,114	14,296
Investment properties	2,547	1,240	-	-
Right of use assets	3,878	6,132	1,910	3,113
Deferred tax	5,022	4,508	-	-
Goodwill	4,647	4,647	-	-
Total assets	**2,494,799**	**1,730,205**	**1,959,551**	**1,366,973**
Memorandum items				
Contingent liabilities: Letters of credit and guarantees	**64,174**	**81,894**	**61,092**	**77,616**

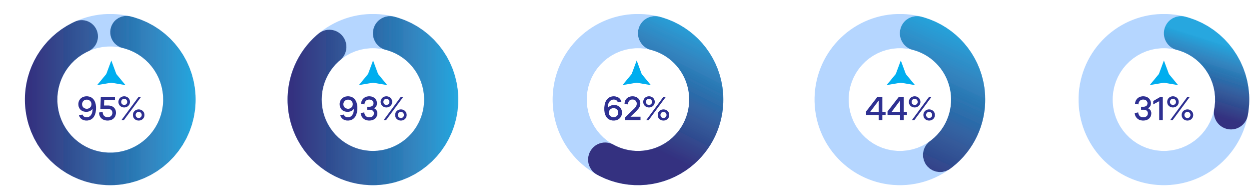
SUMMARY CONSOLIDATED AND SEPARATE STATEMENTS OF CHANGES IN EQUITY

	GROUP 31-Dec-2025 K'm	GROUP 31-Dec-2024 K'm	COMPANY 31-Dec-2025 K'm	COMPANY 31-Dec-2024 K'm
As at beginning of year	**270,674**	**207,774**	**251,495**	**195,882**
Total comprehensive income for the year	206,280	108,226	190,393	105,612
Translation differences	(644)	3,206	-	-
Transfer of minority interest from UGI	-	1,515	-	-
Dividends paid	(62,677)	(50,047)	(62,638)	(49,999)
As at end of year	**413,633**	**270,674**	**379,250**	**251,495**

SUMMARY CONSOLIDATED AND SEPARATE STATEMENTS OF CASH FLOWS

	GROUP 31-Dec-2025 K'm	GROUP 31-Dec-2024 K'm	COMPANY 31-Dec-2025 K'm	COMPANY 31-Dec-2024 K'm
Cash flows from operating activities				
Profit before tax	**319,633**	**167,147**	**297,944**	**160,782**
Adjustments for:				
Depreciation of property and equipment	7,332	6,293	6,094	5,319
Amortisation of intangible assets	2,769	1,645	1,683	1,451
Amortisation of right of use of assets	2,317	2,289	1,234	1,234
Interest on lease liability	2,032	2,274	1,124	1,271
Interest payable on loans	406	339	-	59
Net gains on financial instruments classified as held for trading	(35,977)	(7,299)	(31,693)	(6,807)
Gains on disposal of financial instruments classified as held for trading	(6,180)	56	(6,180)	56
Profit/(loss) on disposal of property and equipment	(29)	(64)	(33)	(38)
Write-off of property and equipment	-	9	-	9
Dividends received	(635)	(426)	(3,653)	(1,603)
Net fair value loss/(gain) on revaluation of properties	(1,202)	(353)	(194)	(153)
Net (gains)/losses on modified and restructured loans	(61)	(59)	(61)	(59)
Movement in allowance for impairment on financial assets	28,122	16,950	26,505	14,057
Operating cashflows before working capital movements	**318,527**	**188,801**	**292,770**	**175,578**
Movement in customer deposits	580,075	359,014	428,452	281,595
Movement in Government securities	202,153	87,536	175,893	103,362
Movement in liabilities to other banks	2,981	732	1,591	(6,103)
Movement in other liabilities and provisions	9,707	14,546	10,018	11,353
Movement in loans and advances to customers	(174,954)	(78,873)	(164,877)	(64,595)
Movement in other assets	185	(19,713)	5,436	(25,735)
Net cash flow from operating activities	**938,674**	**552,043**	**749,283**	**475,455**
Income tax paid	(101,285)	(58,019)	(95,968)	(54,991)
Net cash from operating activities	**837,389**	**494,024**	**653,315**	**420,464**
Net cash used in investing activities	**(412,728)**	**(347,918)**	**(403,984)**	**(344,495)**
Net cash outflow used in financing activities	**(64,589)**	**(54,368)**	**(75,026)**	**(57,229)**
Net increase in cash and cash equivalents	**360,072**	**91,738**	**174,305**	**18,740**
Cash and cash equivalents at beginning of the year	**455,206**	**363,468**	**251,660**	**232,920**
Cash and cash equivalents at end of the year	**815,278**	**455,206**	**425,965**	**251,660**

FINANCIAL HIGHLIGTHS



PROFIT AFTER TAX	OTHER INCOME	NET REVENUE	CUSTOMER DEPOSITS	LOAN BOOK
K197.97b	K200.78b	K508.61b	K1,908.50b	K619.25b

BASIS OF PREPARATION

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

Sector	Outstanding amount K'm	Impaired Amount K'm	Expected Credit Losses K'm	Outstanding amount K'm	Impaired Amount K'm	Expected Credit Losses K'm
Agriculture, Forestry, Livestock and Fishing	85,809	5,804	1,799	74,371	8,282	3,950
Manufacturing	82,260	1,111	1,980	35,359	628	303
Mining and Quarrying	3,040	99	487	2,556	2,522	221
Construction and Engineering	10,493	2,784	173	7,579	555	230
Energy/Electricity, Gas, Air conditioning, Water supply & Waste management	56,654	46	3124	24,109	15,628	189
Transport/Storage	18,023	2,850	189	17,924	3,074	73
Communication	15,016	10,063	3,016	18,487	11,045	4711
Financial/Insurance/Professional/Scientific & Technical services	17,132	1,296	195	12,250	111	148
Wholesale/Retail	84,088	4,716	3,759	63,470	4,379	2,076
Individual/Households	174,549	2,773	7,772	144,032	2,717	5382
Real Estate	8,501	105	25	47,159	489	12
Tourism	57,065	27,489	280	11,437	26,212	182
Other	30,209	3,061	793	27,399	2,131	869
TOTAL	**642,837**	**62,197**	**23,592**	**486,130**	**77,774**	**18,347**

CREDIT CONCENTRATION

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.

SECTOR OF BORROWER

	31 December 2025 K'm	31 December 2025 % OF CORE CAPITAL	31 December 2024 K'm	31 December 2024 % OF CORE CAPITAL
WHOLESALE AND RETAIL	0	0%	0	0%

LOANS TO DIRECTORS, SENIOR MANAGEMENT AND OTHER RELATED PARTIES

	31 December 2025 K'm	31 December 2024 K'm
DIRECTORS:		
Balance at beginning of year	356	305
Loans granted during the year	70	121
Repayments	(129)	(70)
Balance at end of year	297	356
OTHER RELATED PARTIES:		
Balance at beginning of year	27,138	17,794
Loans granted during the year	8,699	13,461
Repayments	(5,661)	(4,117)
Balance at end of year	30,176	27,138
SENIOR MANAGEMENT OFFICIALS:		
Balance at beginning of year	1,268	900
Loans granted during the year	720	522
Repayments	(178)	(154)
Balance at end of year	1,810	1,268
Total related party lending	32,283	28,762
Total related party lending as a percentage of core capital	16%	15%

INVESTMENTS IN SUBSIDIARIES

Name of Subsidiary	31 December 2025	31 December 2024
NBM Capital Markets Limited	100%	100%
NBM Securities Limited	100%	100%
National Bank of Malawi Nominees Limited	100%	100%
NBM Bureau De Change Limited	100%	100%
NBM Development Bank Limited	100%	100%
NBM Pension Administration Limited	100%	100%
Akiba Commercial Bank (Tanzania) plc	77.33%	60.48%
Stockbrokers Malawi Limited	75%	75%
United General Insurance Company Limited	55%	57%

LENDING RATES

	31 December 2025	31 December 2024
Malawi Kwacha facilities		
Base Lending Rate	25.30%	25.30%
Lending Rate Spread	+1.1% to +11%	+1.1% to +11%
Foreign Currency facilities	7.5% to 12.5%	7% to 12.5%

DIRECTORS REMUNERATION, BONUSES AND MANAGEMENT FEES

	2025 K'm	2024 K'm
Directors Remuneration	2,479	1,885
Total Bonuses Paid by the Group	7,249	6,013
Management Fees	Nil	Nil

DEPOSIT RATES

Type of Deposit	31 December 2025 Rate %	31 December 2024 Rate %
Malawi Kwacha		
Current Account	0.00	0.00
Savings	5.75	5.75
Special savings	4.00	4.00
Savings Bond	12.00	12.00
Student Save	5.00	5.00
Fiesta Save	8.75	8.75
7 Day Call	5.00	5.00
30 Day Call	6.00	6.00
2 Months	6.50	6.50
3 Months	7.50	7.50
6 Months	8.00	8.00
9 Months	Negotiable	Negotiable
12 Months	Negotiable	Negotiable
Foreign Currency Denominated Accounts (FCDAs)		
USD	0.50	0.50
GBP	0.50	0.50
ZAR	1.50	1.50
EUR	0.25	0.25

SUMMARY OF AUDITED RESULTS FOR THE YEAR ENDED 31 DECEMBER 2025

The Board is pleased to announce the summary audited results for the Group for the year ended 31 December 2025.

PERFORMANCE

The Group delivered a profit after tax of K197.97b, representing a 95% increase over the K101.71b reported in 2024. This robust performance was driven by significant growth in net revenue, which rose by 62% (2024: 46%). Strong growth in customer deposits enabled expansion of the loan portfolio, increased investments in fixed income securities, and other money market instruments. The Group also benefited from capital appreciation on its listed equity investments.

Customer deposits increased by 44% (2024: 37%) year-on-year while the loan book grew by 31% (2024: 15%). Investment in fixed income securities increased by 33% (2024: 65%).

Other income grew by 93%, increasing from K103.95b to K200.78b, largely due to growth in profits on foreign exchange dealings, fees and commissions and capital appreciation on listed equity investments. Operating expenses increased by 25%, below the annual headline inflation of 28.4%.

Despite improved loan book performance, challenging macroeconomic conditions affected impairment drivers associated with fixed income securities. Consequently, net impairment charges on financial assets increased by 69%, from K12.66b to K21.39b.

All subsidiaries registered improved performances compared to the prior year, contributing positively to Group profitability.

Efforts to turnaround Akiba Commercial Bank in Tanzania through short and medium term strategies have begun to bear positive outcomes, which resulted in the Bank reporting a lower loss compared to the previous year.

THE OPERATING ENVIRONMENT

The Malawi economy grew by an estimated 2.8% in 2025 (2024: 1.8%) attributed to a modest recovery in agricultural production. Modest gains in tourism and mining also helped boost economic activity. However, these gains were countered by persistent foreign exchange scarcity, high inflation, and the effects of rising public debt.

Annual average year-on-year inflation fell to 28.4% from 32.2% recorded in the prior year. This is attributed to Government policy interventions post-elections to import the staple grain from Zambia to support vulnerable families, which led to a fall in food prices. In addition, Government took steps to control public spending whilst raising tax and non-tax revenues. Interest rates, on the other hand, remained relatively stable, though still high, with the Reserve Bank of Malawi maintaining the policy rate at 26% per annum throughout the year.

The official Malawi Kwacha exchange rate against the US Dollar remained unchanged in 2025 at K1,751 despite the market having been characterized by persistent foreign exchange scarcity.

DIVIDEND

The Bank paid a first interim dividend of K16.6b in October 2025 (2024: K13.0b) and a second interim dividend amounting to K23.5b has been proposed to be paid in April 2026 (2025: K17.4b). The directors recommend a final dividend of K52.2b (2025: K28.6b) making a total dividend of K92.4b in respect of 2025 profits representing K197.92 per ordinary share (2024: K59.0b representing K126.35 per share). The final dividend will be payable after approval by the Annual General Meeting scheduled for June 2026.

OUTLOOK

Economic growth is projected to improve to 3.8% in 2026, from 2.7% in 2025, supported by increased investment in key productive sectors including agriculture, tourism, mining, and manufacturing. Government expenditure on critical enablers such as infrastructure, transport, and energy, together with policy initiatives aimed at promoting export diversification and import substitution under the National Economic Recovery Plan (NERP) and the 2026/2027 National Budget, are expected to improve foreign exchange availability and support external sector resilience. Ongoing efforts to stabilize the macroeconomic environment through domestic debt restructuring, strengthened fiscal discipline, and improved revenue mobilization are also expected to help moderate interest rates and encourage private sector economic activity.

Despite this positive outlook, economic growth may be constrained by persistent foreign exchange shortages, high fuel and utility costs, and increased taxation amidst rising prices. This could weaken household incomes and dampen domestic demand.

Global geopolitical tensions and conflicts pose risks to the global and domestic economy, particularly through increases in oil prices and supply chain disruptions.

Headline inflation is projected to moderate from the elevated levels recorded in the previous year, with official and international forecasts ranging between 15% and 24.1%, supported by improved food supply conditions, increased investment in productive sectors, and continuation of tight fiscal and monetary policies.

Overall, while the operating environment remains challenging, the Board remains cautiously optimistic that the Bank will continue to demonstrate resilience and deliver sustainable performance, supported by its skilled workforce, innovation, and strong strategic partnerships.

By order of the Board

Dr. Grant P. Kabango
Chairman

Madalo C. Mwenelupembe (Mrs.)
Director

Harold N. Jiya
Chief Executive Officer

Daniel C.W. Jere
Chief Financial Officer

20 March 2026
Registered Office: 7 Henderson Street, BLANTYRE.

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

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, summary consolidated and separate statements of changes in equity and 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 National Bank of Malawi 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 Standardsas issued by the International Accounting Standards Board (IASB), IAS 29 Directive as issued by theInstitute of Chartered Accountants in Malawi (ICAM) and in compliance with the Companies Act, 2013.

SUMMARY CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

The summary consolidated and separate financial statements do not contain all the disclosures required by IFRS Accounting Standardsand the requirements of the Companies Act 2023. 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 financialstatements 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 27 March 2026. That report also includes the communication of key audit matters. Key audit matters are those matters that in our professionaljudgment, 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

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), 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.

AUDITOR'S RESPONSIBILITY ON THE SUMMARY CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

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 Standard on Auditing (ISA) 810 (Revised), *Engagements to Report on Summary Financial Statements.*

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Chartered Accountants (Malawi)
Chiwemi Chihana
Registered Practicing Accountant

27 March 2026