Standard Bank PLC

RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2026

UNAUDITED SUMMARY CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

SUMMARY CONSOLIDATED AND SEPARATE STATEMENTS OF COMPREHENSIVE INCOME

In millions of Malawi Kwacha	CONSOLIDATED			SEPARATE		
	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Audited
	Six months to 30 June 2026	Six months to 30 June 2025	Year ended 31 December 2025	**Six months to 30 June 2026**	Six months to 30 June 2025	Year ended 31 December 2025
Interest income	**136,273**	118,806	273,097	**135,842**	118,439	272,262
Interest expense	**(8,284)**	(6,589)	(13,952)	**(8,341)**	(6,600)	(13,964)
Net interest income	**127,989**	112,217	259,145	**127,501**	111,839	258,298
Non-interest revenue	**55,298**	41,738	93,613	**50,027**	37,544	86,553
Total operating income	**183,287**	153,955	352,758	**177,528**	149,383	344,851
Credit impairment charges	**(15,252)**	(13,518)	(23,056)	**(15,083)**	(13,495)	(23,018)
Income after credit impairment charges	**168,035**	140,437	329,702	**162,445**	135,888	321,833
Operating expenses	**(64,829)**	(59,626)	(124,839)	**(63,953)**	(58,984)	(123,327)
Profit before equity accounted earnings and income tax expense	**103,206**	80,811	204,863	**98,492**	76,904	198,506
Share of profit from joint venture	**333**	230	639	**333**	230	639
Profit before taxation	**103,539**	81,041	205,502	**98,825**	77,134	199,145
Taxation	**(36,068)**	(32,647)	(83,804)	**(34,657)**	(31,168)	(81,334)
Profit after tax	**67,471**	48,394	121,698	**64,168**	45,966	117,811
Other comprehensive income						
Revaluation movement on property and equipment	**(554)**	-	5,618	**(554)**	-	5,618
Net change in fair value of financial assets at fair value through other comprehensive income	**53**	(338)	(360)	**53**	(338)	(360)
Total comprehensive income	**66,970**	48,056	126,956	**63,667**	45,628	123,069

SUMMARY CONSOLIDATED AND SEPARATE STATEMENTS OF CHANGES IN EQUITY

In millions of Malawi Kwacha	CONSOLIDATED			SEPARATE		
	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Audited
	As at 30 June 2026	As at 30 June 2025	Year ended 31 December 2025	**As at 30 June 2026**	As at 30 June 2025	Year ended 31 December 2025
Opening equity	**348,741**	259,785	259,785	**336,481**	251,412	251,512
Profit for the period	**67,471**	48,394	121,698	**64,168**	45,966	117,811
Dividend declared	**(34,848)**	(38,000)	(38,000)	**(34,848)**	(38,000)	(38,000)
Revaluation movement on property and equipment	**(554)**	-	5,618	**(554)**	-	5,618
Movement in other reserves	**53**	(338)	(360)	**53**	(338)	(360)
Closing equity	**380,863**	269,841	348,741	**365,300**	259,040	336,481
Basic earnings per share (MK per share)*	**57.52**	41.26	103.75	**54.70**	39.19	100.44
Dividend per share (tambala)*	**2,971**	3,240	3,240	**2,971**	3,240	3,240
Number of ordinary shares in issue (million)*	**1,173**	1,173	1,173	**1,173**	1,173	1,173
Market price per share (kwacha)*	**3,999.38**	2,355.51	4,248.41	**3,999.38**	2,355.51	4,248.41

SUMMARY CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION

In millions of Malawi Kwacha	CONSOLIDATED			SEPARATE		
	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Audited
	As at 30 June 2026	As at 30 June 2025	As at 31 December 2025	**As at 30 June 2026**	As at 30 June 2025	As at 31 December 2025
ASSETS						
Cash and balances held with the Central Bank	**296,379**	230,375	247,557	**295,921**	230,201	247,173
Trading assets and derivatives	**41,270**	64,600	50,820	**41,270**	64,600	50,820
Financial Investments	**599,423**	522,817	642,788	**599,423**	522,817	642,788
Loans and advances to banks and other financial institutions	**434,423**	312,529	407,057	**426,180**	308,653	402,217
Loans and advances to customers	**611,340**	471,343	496,182	**611,340**	471,343	496,182
Investment in Subsidiaries	-	-	-	**100**	100	100
Other assets	**38,420**	41,190	37,066	**38,993**	41,231	37,664
Property, equipment and right-of-use assets	**41,065**	34,465	41,557	**41,065**	34,465	41,557
Intangible assets	**8,842**	10,371	9,606	**8,842**	10,371	9,606
Deferred tax asset	**14,458**	3,993	4,620	**14,367**	3,980	4,602
Total assets	**2,085,620**	1,691,683	1,937,253	**2,077,501**	1,687,761	1,932,709

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

SUMMARY CONSOLIDATED AND SEPARATE STATEMENTS OF FINANCIAL POSITION (CONTINUED)

In millions of Malawi Kwacha	CONSOLIDATED			SEPARATE		
	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Audited
	As at 30 June 2026	As at 30 June 2025	As at 31 December 2025	**As at 30 June 2026**	As at 30 June 2025	As at 31 December 2025
EQUITY AND LIABILITIES						
Shareholders' equity						
Issued capital	**8,726**	235	8,726	**8,726**	235	8,726
Share premium	**-**	8,491	-	**-**	8,491	-
Retained earnings	**344,304**	238,377	311,681	**328,741**	227,576	299,421
Other reserves	**27,833**	22,738	28,334	**27,833**	22,738	28,334
Total equity	**380,863**	269,841	348,741	**365,300**	259,040	336,481
Liabilities						
Deposits and loans from banks	**62,717**	11,014	70,679	**62,717**	11,014	70,679
Deposits from customers	**1,377,411**	1,258,808	1,320,235	**1,385,600**	1,266,816	1,328,445
Derivative liabilities	**461**	60	98	**461**	60	98
Trading liabilities	**104,500**	-	86,114	**104,500**	-	86,114
Other liabilities and provisions	**131,289**	122,461	82,115	**131,306**	122,153	82,101
Income tax payable	**28,379**	29,499	29,271	**27,617**	28,678	28,791
Total liabilities	**1,704,757**	1,421,842	1,588,512	**1,712,201**	1,428,721	1,596,228
Total equity and liabilities	**2,085,620**	1,691,683	1,937,253	**2,077,501**	1,687,761	1,932,709
Off-balance sheet items						
Letters of credit and guarantees	**241,563**	291,772	274,916	**241,563**	291,772	274,916
Undrawn commitments	**72,134**	44,885	65,546	**72,134**	44,885	65,546
Foreign exchange contracts	**11,932**	132,328	8,329	**11,932**	132,328	8,329

SUMMARY CONSOLIDATED AND SEPARATE STATEMENTS OF CASH FLOWS

In millions of Malawi Kwacha	CONSOLIDATED			SEPARATE		
	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Audited
	Six months to 30 June 2026	Six months to 30 June 2025	Year ended 31 December 2025	**Six months to 30 June 2026**	Six months to 30 June 2025	Year ended 31 December 2025
Operating activities						
Profit before income tax expense	**103,539**	81,041	205,502	**98,825**	77,134	199,145
Adjustment for non-cash items included within the income statement	**(126,389)**	(99,467)	(235,088)	**(126,070)**	(100,112)	(235,279)
Net movement in operating assets/liabilities	**103,242**	86,650	37,279	**103,350**	88,381	39,195
Interest paid	**(8,240)**	(6,530)	(13,751)	**(8,297)**	(6,541)	(13,763)
Interest received	**163,546**	95,910	238,730	**163,115**	95,543	237,895
Dividend received	**-**	-	-	**-**	1,000	1,000
Income taxes paid	**(46,834)**	(17,696)	(69,121)	**(45,633)**	(16,535)	(66,790)
Net cash flows generated from operating activities	**188,864**	139,908	163,551	**185,290**	138,870	161,403
Investing activities						
Purchase of property and equipment	**(3,328)**	(2,156)	(5,545)	**(3,328)**	(2,156)	(5,545)
Sale of property and equipment	**-**	1	4	**-**	1	4
Net cash flows used in investing activities	**(3,328)**	(2,156)	(5,541)	**(3,328)**	(2,155)	(5,541)
Financing activities						
Principal lease repayments	**(283)**	(250)	(459)	**(283)**	(250)	(459)
Dividend paid	**(10,588)**	(11,674)	(17,573)	**(10,588)**	(11,674)	(17,573)
Net cash flows used in financing activities	**(10,871)**	(11,924)	(18,032)	**(10,871)**	(11,924)	(18,032)
Net increase in cash and cash equivalents	**174,665**	125,829	139,978	**171,091**	124,791	137,830
Cash and cash equivalents at beginning of period	**540,912**	400,934	400,934	**536,028**	398,198	398,198
Cash and cash equivalents at end of period	**715,577**	526,763	540,912	**707,119**	522,989	536,028

NOTES TO THE SUMMARY CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

Impairment Losses/Non-Performing Credit Facilities and Provisions for Losses by Industry Sector

	As at 30 June 2026			As at 30 June 2025		
	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	**139,990**	**1,151**	**296**	152,466	382	368
Manufacturing	**88,492**	**609**	**397**	73,899	344	343
Mining	**1,420**	**80**	**80**	587	-	-
Construction	**21,872**	**885**	**863**	25,181	7,236	6,709
Energy/Electricity	**1,016**	**499**	**269**	1,808	1,108	264
Transport/communication	**45,436**	**396**	**330**	36,954	698	547
Financial Services	**517**	**-**	**-**	2,200	-	-
Wholesale/Retail	**81,737**	**2,480**	**1,694**	37,076	1,339	1,158
Individual/Household/community	**245,245**	**9,240**	**8,169**	161,547	6,309	5,289
Real estate	**2,750**	**-**	**-**	2,763	-	-
Tourism	**14,180**	**-**	**-**	7,631	-	-
Total	**642,655**	**15,340**	**12,098**	502,112	17,416	14,678

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.

Sector of borrower	**As at 30 June 2026**	**% of Core Capital**	As at 30 June 2025	% of Core Capital
	MKm		MKm	
Manufacturing	**-**	-	56,763	26.6%

Loans to directors, senior management and other related parties

	30 June 2026 MKm	30 June 2025 MKm
Directors		
Balance at the beginning of the year	**3**	118
Loans granted during the year	**15**	13
Repayments	**(1)**	(114)
Balance at the end of half year	**17**	17

	30 June 2026 MKm	30 June 2025 MKm
Other related parties		
Balance at the beginning of the year	**2,235**	2,390
Loans granted during the year	**9,336**	190
Repayments	**(11)**	(5)
Balance at the end of half year	**11,560**	2,575

	30 June 2026 MKm	30 June 2025 MKm
Senior management officials		
Balance at the beginning of the year	**2,593**	1,968
Loans granted during the year	**345**	513
Repayments	**(515)**	(185)
Balance at the end of half year	**2,423**	2,296
Total loans to directors, senior management and other related parties	**14,000**	4,888
Total loans to directors, senior management and other related parties as a percentage of core capital	**5%**	2%

Investment in subsidiaries

Name of subsidiary	Number of shares	Percentage holding	**Current year MKm**	Previous year MKm
Standard Bank Bureau De Change Limited	100,000,000	100%	**100**	100
Standard Bank Nominees Limited	20,000	100%	**-**	-

Lending rate

	As at 30 June 2026	As at 30 June 2025
Base lending rate (local currency)	**20.4%**	25.1%
Maximum applicable range (percentage points)	**11.0%**	11.0%
Lending rates (foreign currency loans)	**2.4%-13.7%**	3.9%-14.4%
Reserve Bank of Malawi Policy rate	**24.0%**	26.0%

Directors' remuneration, bonuses and group directional fees

	30 June 2026 MKm	30 June 2025 MKm
Directors' remuneration - Directors' fees - Executive director's remuneration	 **224** **779**	 151 529
Total bonuses paid to all staff (relating to prior year provision)	**6,653**	5,695
Group Directional fees to holding company	**982**	1,079

Deposit rates

Type of deposit	**30 June 2026 Rate**	30 June 2025 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%

Additional disclosures on Risk and Capital Management can be accessed on the Group's website **www.standardbank.co.mw**

FINANCIAL REVIEW

We present the unaudited financial results of the Group for the six months ended 30 June 2026.

Economic highlights

Foreign exchange demand and supply imbalances persisted throughout the first half of 2026, exacerbated by subdued tobacco prices. During the year to end June 2026, the value of the Malawi Kwacha remained almost flat, trading at about MK1,750 to the United States dollar. While non-food inflation was pressured by foreign exchange shortages and elevated fuel prices, improved food availability pulled headline inflation down by 6 percentage points year-on-year, closing at 21.1% in June 2026. Thus, the significant drop provided scope for monetary authorities to cut the policy rate from 26% to 24% during the same period. As the Government of Malawi stepped up fiscal discipline efforts, the same trend was evident in the average all-Treasury-bill yield, which declined by 6 percentage points in the first half. The banks' reference rate followed suit, closing the same period at 20.40% (June 2025: 25.1%). In a bid to prevent a further buildup of excess Kwacha liquidity in the banking system, the local currency reserve requirement was raised from 10.00% to 12.00% between June 2025 and June 2026.

Performance

The Group delivered a strong set of results during the period despite continued foreign exchange constraints, elevated inflation, and challenging economic conditions. Growth in revenue, disciplined execution of the Group's strategy and effective cost management supported improved profitability and further strengthened the Group's financial position.

Profit after tax grew by 39% to MK67.5 billion, while total revenue grew by 19% year-on-year, driven by growth in both net interest income and non-interest revenue.

Net interest income increased by 14%, supported by a 30% growth in loans and advances to customers and a 15% increase in financial investments, despite lower reference rates and reduced yields on government securities compared to the prior period.

Non-interest revenue grew by 32%, reflecting strong growth in fees and commission income, supported by higher transaction volumes and annual pricing adjustments, as well as an increase in trading revenue driven by improved transaction volumes.

Credit impairment charges increased by 13%, primarily driven by growth in the loans and advances and financial investments portfolios, as well as higher provisions for selected non-performing customer exposures. Impairment charges also reflected updates to model assumptions incorporating prevailing and forward-looking macroeconomic conditions. The Group remains focused on prudent risk management, disciplined lending practices and the recovery of previously written-off exposures.

Operating expenses increased by 9%, remaining well below average inflation of 23.6% for the period. Growth in operating expenses was mainly driven by strategic investments, including Agency Banking activation costs and other initiatives aimed at enhancing customer experience, promoting financial inclusion and supporting long-term growth. Consequently, the cost-to-income ratio improved to 35% from 39% in the prior period.

Earnings per share increased by 39% from MK41.26 for the half-year ended 30 June 2025 to MK57.52 for the half-year ended 30 June 2026.

Outlook

The operating environment is expected to remain challenging in the second half of 2026, driven by persistent inflationary pressures stemming from constrained foreign currency availability and continued volatility in global fuel prices amid geopolitical developments. This will be in addition to unknown effects of the planned reprofiling of sovereign debt, which is expected to be anchored in a new economic programme supported by the International Monetary Fund (IMF).

*Other comparative changes

In 2025, the Group carried out a share split, issuing five new ordinary shares for each ordinary share previously held by shareholders. Prior to the share split, the Group had 235 million ordinary shares in issue, which increased to 1,173 million following the split. 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, to ensure comparability of earnings per share across periods. This has also resulted in the restatement of dividend per share and market price per share for comparative purposes. The previously reported prior period dividend per share and market price per share of 16,170 tambala and MK11,777.54, respectively, have been restated to 3,240 tambala and MK2,355.51, respectively, to reflect the share split. The share split did not affect the Group's total equity, market capitalisation immediately following the split, or shareholders' proportionate ownership interests.

Dividend

The Board of Directors resolved not to declare an interim dividend for the half-year ended 30 June 2026. The decision reflects the Board's prudent approach to capital management while supporting the Group's strategic objectives and long-term value creation. The Board will continue to assess the Group's financial performance, capital position and operating environment when considering future dividend declarations. No interim dividend was declared for the half-year ended 30 June 2025.

By order of the Board

NAME	DESIGNATION	SIGNATURE	DATE
1. A Mkandawire	Chairperson		30 July 2026
2. C Chithila	Director		30 July 2026
3. P Madinga	Chief Executive		30 July 2026
4. J Mhone	Chief Finance and Value Management Officer		30 July 2026