

CONSOLIDATED UNAUDITED BALANCE SHEET AS AT JUNE 30, 2019

ASSETS	30-June-2019	31-Dec-2018 (Restated)
	Millions LBP	Millions LBP
Cash and Central Banks	7,689,354	7,137,674
Due from banks & financial institutions	1,280,445	1,465,956
Inter-group accounts	-	-
Financial loans to banks and reverse repurchase agreements	261,666	255,316
Pledged financial assets	178,043	176,013
Derivative financial instruments	18,313	19,431
Shares and participations classified at fair value through profit & loss (FVTPL)	14,265	14,269
Other similar financial assets and debt instruments classified at fair value through profit & loss (FVTPL)	126,339	110,305
of which: Net loans & advances at fair value through profit & loss	-	-
Shares and participations classified at fair value through other comprehensive income (FVTOCI)	16,359	15,681
Other similar financial assets and debt instruments classified at fair value through other comprehensive income (FVTOCI)	-	-
Net loans & advances to customers at amortized cost	7,647,725	8,555,503
Net loans & advances to related parties at amortized cost	456,300	411,305
Customers' acceptance liability	372,912	399,604
Financial assets classified at amortized cost	7,572,420	7,662,340
Investments and participations in associates	23,412	23,009
Assets acquired in satisfaction of debts	86,110	24,567
Properties and equipments	350,193	295,173
Intangible fixed assets	17,852	18,469
Non current assets held for sale	-	-
Other assets	101,128	55,561
Goodwill	88,472	88,467
TOTAL ASSETS	26,301,308	26,728,643

*The financial statements as at 31 December 2018 and 30 June 2018 have been restated to reflect the financial position after netting the leverage arrangements with the Central Bank of Lebanon effect as per IFRS 9 and after deconsolidating the mutual funds as per IFRS 10.

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LIABILITIES	30-June-2019	31-Dec-2018 (Restated)
	Millions LBP	Millions LBP
Due to Central Banks	722,396	562,166
Due to banks & financial institutions and repurchase agreement	2,674,707	2,437,850
Inter-group accounts	-	-
Derivative financial instruments	10,260	8,578
Liabilities classified at fair value through profit & loss (FVTPL)	-	-
<i>of which: Deposits classified at fair value through profit & loss (FVTPL)</i>	-	-
Customers' deposits and credit balances at amortized cost	18,972,969	19,761,463
Deposits from related parties at amortized cost	506,982	457,183
Certificates of deposit	616	607
Outstanding acceptances	373,758	400,305
Other liabilities	315,909	347,092
Provisions for risk & charges	68,257	63,835
Subordinated loans	-	-
Non-current liabilities held for sale	-	-
TOTAL LIABILITIES	23,645,854	24,039,079
EQUITY	30-June-2019	31-Dec-2018 (Restated)
	Millions LBP	Millions LBP
Ordinary share capital	82,103	82,103
Priority share capital	6,953	6,953
Preferred share capital	30,616	30,616
Common shares - issue premium	385,506	385,506
Priority shares - issue premium	143,800	143,800
Preferred shares - issue premium	813,509	813,509
Cash contribution to capital	20,978	20,978
Non-distributable reserves	559,187	494,141
Free distributable reserves	45,545	34,266
Treasury shares	(4,266)	(3,682)
Retained earnings	476,360	424,085
Owned buildings revaluation surplus	1,669	1,669
Real estate reserve, contributions and partnership shares owned in satisfaction of outstanding or doubtful loans pursuant to the provisions of Article 154 of the Code of Money and Credit	12,568	11,557
Cumulative change in fair value for assets classified at other comprehensive income (OCI)	6,872	6,872
Currency translation adjustment	(29,523)	(26,898)
Net income for the year - Group share	-	260,778
Net income for the period - Group share	99,120	-
Minority interest	4,457	3,311
TOTAL EQUITY	2,655,454	2,689,564
TOTAL LIABILITIES & EQUITY	26,301,308	26,728,643

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OFF BALANCE SHEET	30-June-2019	31-Dec-2018 (Restated)
	Millions LBP	Millions LBP
Financing commitments:	740,141	483,432
Financing commitments given to banks & financial institutions	563,379	415,664
Financing commitments received from banks & financial institutions	176,762	67,768
Financing commitments to clients	-	-
Guarantees:	18,360,906	18,808,298
Guarantees given to banks & financial institutions	148,333	183,959
of which: Credit derivative instruments	-	-
Guarantees received from banks & financial institutions	-	-
of which: Credit derivative instruments	-	-
Guarantees given to customers	1,013,921	1,069,517
Guarantees received from customers	17,198,652	17,554,822
Financial notes commitments:	1,591,825	837,942
Financial notes commitments to be received	1,591,825	837,942
of which financial instruments sold under repurchase agreements	1,591,825	837,942
Financial notes commitments to be delivered	-	-
of which financial instruments purchased under resale agreements	-	-
Foreign currencies forwards:	11,458	16,246
Foreign currencies to be received	1,219,221	1,255,092
Foreign currencies to be delivered	(1,207,763)	(1,238,846)
Commitments on term financial instruments	127,969	139,434
Claims arising from legal disputes	-	-
Other commitments	-	-
Fiduciary assets:	374,325	534,319
Subject to specific instructions	374,325	534,319
Subject to discretionary basis	-	-
Assets under management	267,595	300,983
Mutual funds	1,090,143	1,344,815
Engagement unlikely to be executed	-	-
Bad debts written-off	50,344	50,347

CONSOLIDATED UNAUDITED BALANCE SHEET AS AT JUNE 30, 2019

PROFIT AND LOSS ACCOUNT	30-June-2019	30-June-2018 (Restated)	Board of Directors
	Millions LBP	Millions LBP	
Interest income and similar income	791,980	700,273	<p>Salim G. Sfeir - Chairman General Manager</p> <p>Adib S. Millet - Vice Chairman</p> <p>Fawaz H. Naboulsi - Deputy General Manager - member</p> <p>Antoine A. Abdel Massih - Member</p> <p>Rached Bin Saad Al Rached - Member</p> <p>H.E. Anwar M. El-Khalil - Member</p> <p>Antoine Wakim - Member</p> <p>Krikor Sadikian - Member</p> <p>Robert Sursock -Member</p> <p>Ramzi Saliba - Member</p> <p>Pierre Gaspard - Member</p> <p>Sarkis Nassif - Member</p> <p>Auditors Deloitte & Touche and DFK Fiduciaire du Moyen-Orient Head Office Foch Street, Beirut Central District, Bank of Beirut sal Bldg. Tel. +961 1 972972 69 Branches throughout Lebanon and 5 Digital Branches Bank of Beirut (U.K.) Ltd (Subsidiary) London, England (U.K.) Tel.: +44 20 74938342/6 Bank of Beirut Frankfurt (Branch of BOB (U.K.) LTD) Frankfurt, Germany Tel: + 49 69 915067710 Bank of Beirut sal - Cyprus Branch Limassol, Cyprus Tel.: +357 25 814202/3/4/5/6/7/8 Bank of Beirut sal - Oman (5 Branches) Muscat - Sultanate of Oman Tel : +968 24697269-24696281-24696268 Bank of Sydney LTD - Australia (16 Branches) Level 4, 219-223 Castlereagh Street Sydney NSW 2000 Bank of Beirut sal Representative Offices Dubai, United Arab Emirates (U.A.E.) Tel.: +971 4 3041981/2/3 Lagos, Nigeria Tel.: +234 1 7903660 Accra, Ghana Tel.: +233 302 813 651/3</p> <p>Website: www.bankofbeirut.com 7/24 Call Center 1262</p>
Taxes on Interest income	(27,856)	(26,091)	
Interest expense and similar charges	(587,712)	(451,711)	
Net interest income	176,412	222,471	
Commission income	92,021	89,324	
Commission expense	(13,567)	(11,757)	
Net commission income	78,454	77,567	
Net profit/loss from financial instruments designated at fair value through P&L	16,699	15,607	
<i>of which: Net unrealized Profit/Loss</i>	(537)	(1,302)	
<i>of which: Net interest income</i>	1,716	1,789	
Net Profit/Loss from financial investments	(905)	286	
Other operating income	1,916	893	
Total operating income	272,576	316,824	
Allowance for expected credit loss	19,025	2,571	
Impairment of other financial investments (subsidiaries and associates)	-	-	
Other provisions	(5,425)	(4,364)	
Net operating income	286,176	315,031	
Staff costs	(91,862)	(96,441)	
Other general operating expenses	(61,211)	(62,261)	
Depreciation of tangible fixed assets (including those acquired in satisfaction of loans)	(10,093)	(9,408)	
Amortization of intangible fixed assets	(2,513)	(2,077)	
Impairment charge of goodwill	-	-	
Total operating expenses	(165,679)	(170,187)	
Net financial revenues from operations	120,497	144,844	
Share in profits of an associate	529	114	
Profit/Loss from the sale of other assets	-	-	
Income before income taxes	121,026	144,958	
Income tax expense	(21,700)	(26,625)	
Net income after tax from operations	99,326	118,333	
After tax result on discontinued or under liquidation operations	-	-	
Net income	99,326	118,333	
Net income - Minority share	206	196	
Net income - Group share	99,120	118,137	
Basic earning per common share (in LBP)	2,251	3,081	
Earning per priority common share (in LBP)	3,533	4,352	
Diluted earning per common share (in LBP)	2,251	3,081	