

CONSOLIDATED AUDITED BALANCE SHEET AS AT DECEMBER 31, 2019

I - ASSETS	31/12/2019	31/12/2018
	Millions LBP	Millions LBP
Cash and Central Banks	9,244,432	7,137,979
Due from banks & financial institutions	699,186	1,465,955
Financial loans to banks and reverse repurchase agreements	252,255	255,316
Pledged financial assets	62,759	132,810
Derivative financial instruments	21,897	19,431
Shares and participations classified at fair value through profit & loss (FVTPL)	14,270	59,412
Other similar financial assets and debt instruments classified at fair value through profit & loss (FVTPL)	123,203	1,256,511
Shares and participations classified at fair value through other comprehensive income (FVTOCI)	16,632	15,681
Net loans & advances to customers at amortized cost	7,431,206	8,555,503
Net loans & advances to related parties at amortized cost	62,040	125,277
Customers' acceptance liability	303,737	399,604
Financial assets classified at amortized cost	5,675,607	7,662,035
Investments and participations in associates	24,569	23,009
Assets acquired in satisfaction of debts	80,732	24,567
Properties and equipments	325,141	295,173
Intangible fixed assets	17,744	19,130
Right of Use assets	45,915	-
Other assets	83,965	54,903
Goodwill	87,034	88,467
TOTAL ASSETS	24,572,324	27,590,763

CONSOLIDATED AUDITED BALANCE SHEET AS AT DECEMBER 31, 2019

II- LIABILITIES	31/12/2019	31/12/2018
	Millions LBP	Millions LBP
Due to Central Banks	1,145,022	562,166
Due to banks & financial institutions and repurchase agreement	1,817,109	2,438,435
Derivative financial instruments	6,358	8,578
Customers' deposits and credit balances at amortized cost	18,121,796	19,761,299
Deposits from related parties at amortized cost	402,243	457,347
Certificates of deposit	637	607
Outstanding acceptances	306,334	400,305
Other Liabilities	280,999	356,386
Lease Liability	44,949	-
Provisions for risk & charges	71,169	63,835
TOTAL LIABILITIES	22,196,616	24,048,958
EQUITY	31/12/2019	31/12/2018
	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	561,468	528,406
Treasury shares	(5,467)	(70,284)
Retained earnings and distributable reserve	520,076	424,084
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)	6,871	6,872
Cumulative change in fair value of financial derivative instruments designated for cash flow hedges	(52,012)	(52,123)
Currency translation adjustment	26,995	25,225
Net income for the year - Group share	(183,092)	259,896
Minority interest	3,167	923,038
TOTAL EQUITY	2,375,708	3,541,805
TOTAL LIABILITIES & EQUITY	24,572,324	27,590,763

* The financial statements as at 31/12 /2019 do not include the mutual funds as per IFRS10.

CONSOLIDATED AUDITED BALANCE SHEET AS AT DECEMBER 31, 2019

III- OFF BALANCE SHEET	31/12/2019	31/12/2018
	Millions LBP	Millions LBP
Financing commitments:	332,771	483,432
Financing commitments given to banks & financial institutions	294,617	414,839
Financing commitments received from banks & financial institutions	38,154	67,768
Guarantees:	17,848,114	18,825,784
Guarantees given to banks & financial institutions	71,108	183,959
Guarantees given to customers	939,200	1,087,003
Guarantees received from customers	16,837,806	17,554,822
Financial notes commitments:	1,812,015	800,255
Financial notes commitments to be received	1,812,015	800,255
of which financial instruments sold under repurchase agreements	1,812,015	800,255
Foreign currencies forwards:	16,212	16,246
Foreign currencies to be received	892,692	1,255,092
Foreign currencies to be delivered	(876,480)	(1,238,846)
Commitments on term financial instruments	122,447	139,434
Fiduciary assets:	267,320	534,319
Subject to specific instructions	267,320	534,319
Assets under management	238,514	300,983
Mutual funds	807,828	1,344,815
Bad debts written-off	50,340	50,347

CONSOLIDATED AUDITED BALANCE SHEET AS AT DECEMBER 31, 2019

PROFIT AND LOSS ACCOUNT	31/12/2019	31/12/2018	Board of Directors
	Millions LBP	Millions LBP	
Interest income and similar income	2,146,348	1,454,379	<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 71 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 sal - Cyprus Branch Limassol, Cyprus Tel.: +357 25 814202/3/4/5/6/7/8 Bank of Beirut sal - Oman (4 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>
Taxes on Interest income	(85,826)	(51,317)	
Interest expense and similar charges	(1,267,234)	(952,616)	
Net interest income	793,288	450,446	
Commission income	183,091	167,294	
Commission expense	(31,124)	(26,656)	
Net commission income	151,967	140,638	
Net profit/loss from financial instruments designated at fair value through P&L	7	79,648	
<i>of which: Net unrealized Profit/Loss</i>	(3,852)	(36,199)	
<i>of which: Net interest income</i>	2,970	104,674	
Net Profit/Loss from financial investments	(56,063)	641	
Other operating income	30,684	33,649	
Total operating income	919,883	705,022	
Allowance for expected credit loss	(765,755)	1,567	
Other provisions	(8,091)	(7,170)	
Net operating income	146,037	699,419	
Staff costs	(162,043)	(182,803)	
Other general operating expenses	(110,104)	(122,911)	
Depreciation & Provisions of tangible fixed assets	(21,496)	(20,386)	
Amortization of intangible fixed assets	(11,690)	(5,356)	
Write-off of Goodwill	(1,448)	-	
Total operating expenses	(306,781)	(331,456)	
Net financial revenues from operations	(160,744)	367,963	
Share in profits of an associate	1,686	1,105	
Income before income taxes	(159,058)	369,068	
Income tax expense	(24,996)	(57,421)	
Net income after tax from operations	(184,054)	311,647	
Net income	(184,054)	311,647	
Net income - Minority share	(962)	51,751	
Net income - Group share	(183,092)	259,896	
Basic earning per common share (in LBP)	(3,009)	3,385	
Earning per priority common share (in LBP)	-	4,659	
Diluted earning per common share (in LBP)	(3,009)	3,385	

* The financial statements as at 31/12 /2019 do not include the mutual funds as per IFRS10.