

CONSOLIDATED FINANCIAL STATEMENTS 2020

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Amounts in thousands of LBP	31.12.20	31.12.19
ASSETS		
Cash, Compulsory Reserves and Central Bank	11,448,820,963	10,689,687,533
Deposits with banks and financial institutions	620,164,357	589,733,697
Trading assets / Financial assets at FVTPL	156,289,665	202,199,467
Loans to banks	19,611,969	34,513,960
Assets held for sale	23,849,831	21,732,835
Loans and advances to customers (Net)	6,404,285,480	8,809,894,596
<i>Loans and advances to customers</i>	<i>5,534,186,515</i>	<i>8,019,788,961</i>
<i>Loans and advances to related parties</i>	<i>16,367,656</i>	<i>30,272,745</i>
<i>Non-Performing Loans</i>	<i>853,731,309</i>	<i>759,832,890</i>
Investment securities at amortized cost	4,925,850,934	6,617,902,241
Investment securities at FVOCI	370,752,019	560,252,735
Banks' acceptances	19,643,815	453,955,790
Investments in associates	26,976,784	57,698,493
Assets acquired in satisfaction of loans	211,458,470	229,014,887
Property and equipment	457,358,682	469,309,061
Intangible assets	68,172,252	69,044,584
Right -of- use assets	54,164,188	63,962,251
Other assets	165,781,206	157,715,217
TOTAL ASSETS *	24,973,180,615	29,026,617,347
Financial instruments with Off-Balance Sheet risks		
Documentary and commercial letters of credit	166,099,563	240,854,340
Guarantees and standby letters of credit	545,800,349	832,848,410
Forward contracts	66,725,242	239,348,353
LIABILITIES		
Deposits and short term borrowings from banks	191,135,918	271,776,863
Liabilities held for sale	844,339	769,393
Customers' creditors accounts	20,435,122,511	23,711,222,334
<i>Customers' accounts at fair value through profit or loss</i>	<i>56,369,059</i>	<i>97,890,093</i>
<i>Related parties accounts at fair value through profit or loss</i>	<i>2,574,293</i>	<i>2,574,339</i>
<i>Customers' accounts at amortized cost</i>	<i>19,345,606,048</i>	<i>22,743,157,614</i>
<i>Related parties accounts at amortized cost</i>	<i>1,030,573,111</i>	<i>867,600,288</i>
Customers' acceptance liability	19,643,815	453,955,790
Other borrowings	1,040,715,370	1,415,721,579
Bonds issued	83,547,831	91,899,662
Subordinated Loans	-	6,375,006
Lease Liabilities	57,327,742	63,833,195
Other liabilities	355,055,298	245,023,028
Provisions	94,659,671	79,371,033
TOTAL LIABILITIES	22,278,052,495	26,339,947,883

Amounts in thousands of LBP	31.12.20	31.12.19
EQUITY		
Share capital	472,500,000	472,500,000
<i>Common Shares</i>	438,500,000	438,500,000
<i>Preferred Shares</i>	34,000,000	34,000,000
Shareholders' cash contribution to capital	140,891,368	17,113,885
Premium from Preferred shares	478,550,000	478,550,000
Legal Reserves	243,087,751	241,836,313
General Reserves **	590,325,299	482,054,870
Reserves for Assets acquired in settlement of bad loans	118,630,279	131,873,557
Buildings revaluation surplus	49,949,650	51,423,111
Cumulative change in assets at FVOCI	5,245,826	6,945,167
Foreign currency translation adjustment	(184,228,494)	(162,319,547)
Treasury Shares	(9,333,522)	(8,287,659)
Retained earnings	629,817,573	893,384,166
Net result for the year	(93,087,749)	(171,411,993)
EQUITY ATTRIBUTABLE TO THE OWNERS OF THE BANK	2,442,347,981	2,433,661,870
Non-controlling interest	252,780,139	253,007,594
TOTAL EQUITY (BEFORE DIVIDENDS)	2,695,128,120	2,686,669,464
TOTAL LIABILITIES & EQUITY	24,973,180,615	29,026,617,347
<i>Exchange rate US\$/LBP</i>	<i>1,507.50</i>	<i>1,507.50</i>
* After deduction of :	1,717,830,262	1,392,422,856
Allowance for impairment of Non-performing Customers loans	1,020,050,533	945,577,625
Allowance for impairment of Non-performing Loans to Banks and FIs	55,900,650	40,785,519
Allowance for impairment of Investment securities	29,562,319	-
ECL for performing Customers loans	244,504,902	189,447,362
<i>of which for customers liabilities under acceptances</i>	<i>949</i>	<i>1,910,418</i>
ECL for other assets	367,811,858	216,612,350

** Composed of Reserves for General Banking Risks, Reserves on Performing loans and Reserves for Non Productive loans

CONSOLIDATED INCOME STATEMENT

Amounts in thousands of LBP	2020 (12 months)	2019 (12 months)
INTEREST INCOME	1,613,269,506	2,077,388,378
Deposits with Central Bank, Banks & FIs	859,943,095	795,977,936
Investment securities	293,338,171	577,758,896
Loans to banks and financial institutions	2,328,728	10,510,035
Loans and advances to customers	457,659,512	693,141,511
INTEREST EXPENSE	(809,720,245)	(1,693,420,549)
Deposits from banks and financial institutions	(35,111,032)	(18,232,538)
Borrowings from banks	(29,337,438)	(29,688,160)
Borrowings from related parties	(2,056,615)	(2,909,546)
Securities lent and repos	(57,865)	(29,017)
Customers' accounts at amortized cost	(728,579,092)	(1,628,130,009)
Subordinated loans	(265,475)	(1,711,068)
Bonds issued	(5,841,631)	(6,225,021)
Shareholders' cash contribution to capital	(4,340,759)	(1,283,656)
Lease liabilities	(4,130,338)	(5,211,534)
Net interest on assets designated at FVTPL	12,323,750	14,758,500
Net interest on liabilities designated at FVTPL	(3,989,348)	(5,919,125)
NET INTEREST INCOME	811,883,663	392,807,204
Net fee and commission income	107,155,356	95,123,437
Fee and Commission Income	119,851,247	117,359,103
Fee and Commission Expense	(12,695,891)	(22,235,666)
Gain / (Loss) on assets designated at FVTPL	(12,689,093)	(6,585,529)
Foreign exchange gain / (loss)	(24,774,008)	8,044,327
Net other operating income	(133,304,837)	854,659
NET FINANCIAL REVENUES	748,271,081	490,244,098
Allowance for impairment of loans and advances to customers	(135,732,735)	(77,823,402)
Write-back of impairment on loans and advances to customers	45,984,024	29,780,784
Expected Credit Loss (ECL) / Write-back on customers exposure	(96,026,152)	(114,628,916)
Allowance for / Write-Back of impairment of loans and advances to banks	(8,709,465)	-
Expected Credit Loss (ECL) / Write-Back on loans and advances to banks	1,891,006	5,714,577
Expected Credit Loss (ECL) / Write-Back on placements with BDL	(13,178,312)	14,630,791
Allowance for / Write-Back of impairment on securities	(6,149,093)	-
Expected Credit Loss (ECL) / Write-Back on securities	(158,774,271)	(116,338,977)
Allowance for impairment of investment measured at FVOCI	187,480	(1,002,638)
Write-back of Impairment of investment in subsidiaries	-	-
Allowance / Write-back for deposits with a foreign central bank	-	-
Collective provision / Write-back on Performing loans (on-BS & off-BS)	22,053	99,093
NET FINANCIAL REVENUES (after impairment charges)	377,785,616	230,675,410

Amounts in thousands of LBP	2020 (12 months)	2019 (12 months)
GENERAL EXPENSES	(408,869,826)	(368,538,385)
Staff costs	(231,724,652)	(235,220,696)
Administrative expenses	(139,137,955)	(95,636,612)
Depreciation and amortization	(38,007,219)	(37,681,077)
Provisions for Charges (Net)	2,679,310	(4,591,448)
Net profit from discontinued operations	-	-
RESULT BEFORE INCOME TAX	(28,404,900)	(142,454,423)
Income Tax Expense	(57,066,239)	(18,635,755)
Differed tax on associates' profits	(3,307,454)	(4,500,208)
NET RESULT FOR THE YEAR	(88,778,593)	(165,590,386)
Owners of the Bank	(93,087,749)	(171,411,993)
Non-controlling interest	4,309,156	5,821,607
<i>Exchange rate US\$/LBP</i>	<i>1,507.50</i>	<i>1,507.50</i>