

Consolidated balance sheet of all banks

Al-Baraka Bank Sal	Emirates Lebanon Bank Sal	
AM Bank Sal	Federal Bank of Lebanon Sal	
Arab African International Bank	Fenicia Bank Sal	
Arab Bank Plc	FFA Private Bank Sal	
Arab Bank (Switzerland) Lebanon Sal	First National Bank Sal	
Audi Investment Bank Sal *	Fransa Invest Bank Sal *	
Audi Private Bank Sal *	Fransabank Sal	
B.L.C. Bank Sal *	HBL Habib Bank	
Bank Audi Sal	IBL Bank Sal	
Bank of Baghdad Private S.A. Co.	IBL Investment Bank Sal *	
Bank of Beirut Invest Sal *	Lebanese Swiss Bank Sal	
Bank of Beirut Sal	Lebanon and Gulf Bank Sal	
Bankmed Sal	Libank Sal (Levant Investment Bank)	
Banque Bemo Sal	Lucid Investment Bank Sal	
Banque de Crédit National Sal	MEAB Sal	
Banque de l'Habitat Sal	MedInvestment Bank Sal *	
Banque Libano-Française Sal	National Bank of Kuwait (Lebanon) Sal	
Banque Misr Liban Sal	North Africa Commercial Bank Sal	
BBAC Sal	Qatar National Bank S.A.Q. - Lebanon	
BLOM Bank Sal	Rafidain Bank	
BLOM Development Bank Sal *	Saradar Bank Sal	
BLOMINVEST Bank Sal *	Saudi Lebanese Bank Sal *	
BSL Bank Sal	Société Générale de Banque au Liban Sal (SGBL)	
Byblos Bank Sal		
Byblos Invest Bank Sal *	Network:	
Cedrus Bank Sal *	Lebanon Network	1,007
Cedrus Invest Bank Sal	o.w. Beirut	429
Citibank N.A.	o.w. Mount Lebanon	305
Crédit Libanais Investment Bank Sal *	o.w. South Lebanon	104
Crédit Libanais Sal	o.w. North Lebanon	102
Creditbank Sal	o.w. Bekaa	67
CSCBank Sal	Overseas Banking Network	425

Remarks:

Figures herein are based on the consolidated financial statements as released by the banks including all their subsidiaries.

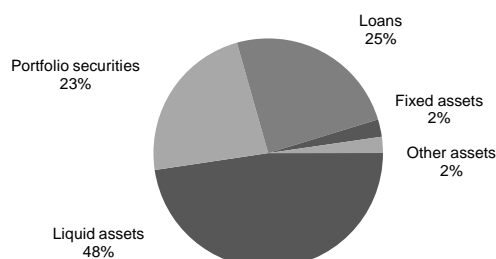
- 1- The capital adequacy ratio was based on 36 banks out of 43 in 2019 and 38 banks out of 46 in 2018.
- 2- Arab African International Bank did not communicate its income statement for both years.
- 3- Finance Bank Sal did not communicate its figures for both years.
- 4- Arab Finance House Sal (Islamic Bank) and Lebanese Islamic Bank Sal were not included in our analyses because of the specific nature of their activity.
- 5- Audi Private Bank Sal and Crédit Libanais Investment Bank Sal did not communicate their standalone figures in 2019 but are included in their mother banks consolidated figures.
- 6- Bank Saderat Iran and Invest Bank P.S.C. did not communicate their figures for both years.

* Financial statements are given for information only since figures are consolidated with mother banks.

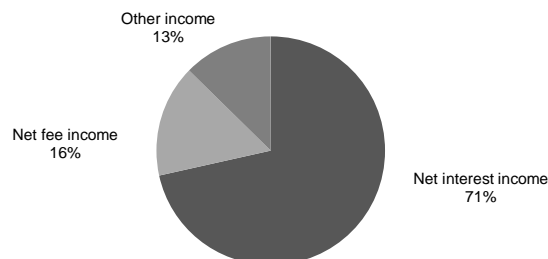
Summary of performance highlights

	2017	2018	2019
Network and staff			
Branches	1,414	1,424	1,408
o.w. Lebanon	1,080	1,095	1,071
Staff employed	35,680	35,501	34,376
o.w. Lebanon	27,572	27,458	26,308
Staff employed in banking entities	33,539	33,417	32,532
Growth (%)	2017	2018	2019
Assets	6.8	7.8	-11.2
Loans to customers	2.3	-3.8	-16.5
Deposits from customers	3.3	2.0	-6.7
Shareholders' equity	6.6	0.4	-15.8
Total L/C openings of the year	16.0	8.4	-16.8
Total income	-13.9	-7.3	-9.8
General operating expenses	-6.2	-3.1	-6.8
Net profits for the year	4.3	-5.0	-
Management efficiency	2017	2018	2019
Average footings per branch (LL Billion)	320.931	343.484	335.717
Average footings per staff (LL Billion)	12.755	13.695	13.606
Average staff per branch	23.7	23.6	23.3
Cost per average branch (LL Billion)	3.707	3.593	3.357
Staff expenses per average staff (LL Billion)	0.080	0.081	0.075
Staff expenses to total operating expenses (%)	54.53	56.47	55.25
Cost to income (%)	48.30	50.48	52.19
Cost to average assets (%)	1.40	1.26	1.20
Total income per average staff (LL Billion)	0.305	0.284	0.261
Domestic market share (%)	2017	2018	2019
Assets	100.00	100.00	100.00
Loans to customers	100.00	100.00	100.00
Deposits from customers	100.00	100.00	100.00
Investment considerations	2017	2018	2019
Common shares outstanding (000)	3,986,401	3,990,871	3,983,940
Of which GDRs	257,249	257,099	257,099
Preferred shares outstanding (000)	59,238	57,737	57,612
Common earnings per share (LL)	-	-	-
Common book per share (LL)	-	-	-
Common dividends	1,305,911.860	1,205,201.879	-
Common dividends per share (LL)	327.59	301.99	-
Preferred dividends	377,329.099	374,545.682	-
Common payout ratio	37.09	36.21	-
Total payout ratio	43.17	42.67	-
ROAE to hurdle rate (times)	0.77	0.62	-

Breakdown of assets 2019



Breakdown of income 2019



Consolidated balance sheet of all banks

Consolidated income statement	LL Million			USD Million			Structure (%)	
	2018	2019	19/18	2018	2019	19/18	2018	2019
Interest & similar income	25,746,636.086	30,378,163.799	18.0	17,079.029	20,151.352	18.0		
Less 7% tax on interest earned	991,915.239	1,527,053.604	54.0	657.987	1,012.971	54.0		
Interest & similar income, net of tax	24,754,720.847	28,851,110.195	16.5	16,421.042	19,138.382	16.5		
Interest & similar expense	17,295,462.842	22,415,787.357	29.6	11,472.944	14,869.511	29.6		
Net interest income	7,459,258.005	6,435,322.838	-13.7	4,948.098	4,268.871	-13.7	74.3	70.5
Fee income	1,996,252.652	1,933,424.257	-3.1	1,324.214	1,282.537	-3.1		
Fee expense	446,451.670	484,294.295	8.5	296.154	321.257	8.5		
Net fee income	1,549,800.982	1,449,129.962	-6.5	1,028.060	961.280	-6.5	15.4	15.9
Net gain/loss on financial instruments at FVTPL	617,131.907	136,298.763	-77.9	409.374	90.414	-77.9	6.1	1.5
Of which net unrealized gain/loss	-34,967.108	-240,929.738	-589.0	-23.195	-159.821	-589.0		
Of which net interest income/expense	197,316.019	88,817.632	-55.0	130.890	58.917	-55.0		
Of which net profits on foreign exchange	245,558.194	206,827.758	-15.8	162.891	137.199	-15.8		
Net gain/loss on financial investments	50,907.099	173,460.628	240.7	33.769	115.065	240.7	0.5	1.9
Other operating income	363,934.411	931,748.335	156.0	241.416	618.075	156.0	3.6	10.2
Total operating income	10,041,032.403	9,125,960.526	-9.1	6,660.718	6,053.705	-9.1	100.0	100.0
Allowance for expected credit loss (ECL)	469,699.864	6,608,765.434	-	311.575	4,383.924	-		
Allowance for ECL on debt instr. at amortized cost	12,934.474	2,127,753.193	-	8.580	1,411.445	-		
Allowance for ECL on Stage 3 loans	951,037.925	1,857,361.232	95.3	630.871	1,232.080	95.3		
Allowance recoveries on Stage 3 loans	478,360.943	420,527.505	-12.1	317.321	278.957	-12.1		
Allowance for ECL on Stages 1 & 2	14,013.965	2,882,053.946	-	9.296	1,911.810	-		
Allowance for ECL on Stage 1 & 2 loans	708.822	889,999.010	-	0.470	590.381	-		
Allowance for ECL on Stage 1 & 2 financial assets	13,305.143	1,992,054.936	-	8.826	1,321.429	-		
Other net allowances	-29,925.556	162,124.568	-	-19.851	107.545	-		
Impairment allowance of other fin. inv. (affiliates & subs.)	17,618.408	25,913.187	47.1	11.687	17.190	47.1		
Other provisions	49,109.075	70,646.713	43.9	32.577	46.863	43.9		
Net operating income	9,504,605.056	2,420,635.193	-74.5	6,304.879	1,605.728	-74.5		
Staff expenses	2,879,186.640	2,626,422.763	-8.8	1,909.908	1,742.237	-8.8	56.5	55.2
Administrative & other operating expenses	1,873,805.779	1,617,407.597	-13.7	1,242.989	1,072.907	-13.7	36.7	34.0
Depreciation of tangible fixed assets	287,385.844	364,771.215	26.9	190.637	241.971	26.9	5.6	7.7
Amortization of intangible fixed assets	58,556.369	80,801.465	38.0	38.843	53.600	38.0	1.1	1.7
Impairment of goodwill	-	64,563.066	-	-	42.828	-	-	1.4
Total operating expenses	5,098,934.633	4,753,966.106	-6.8	3,382.378	3,153.543	-6.8	100.0	100.0
Operating profit	4,405,670.423	-2,333,330.914	-	2,922.501	-1,547.815	-		
Share of profit of associates under equity method	45,892.136	-1,450.421	-	30.443	-0.962	-		
Net gain/loss from sale or disposal of other assets	17,523.944	-14,781.355	-	11.625	-9.805	-		
Profit before tax	4,469,086.504	-2,349,562.690	-	2,964.568	-1,558.582	-		
Income tax	762,483.183	502,348.113	-34.1	505.793	333.233	-34.1		
Profit after tax from operating activities	3,706,603.320	-2,851,910.803	-	2,458.775	-1,891.815	-		
Profit after tax from discontinued activities	-3,974.837	-	-	-2.637	-	-		
Net profit	3,702,628.483	-2,851,910.803	-	2,456.138	-1,891.815	-		
Of which net profit - non controlling interest	61,107.028	-30,021.027	-	40.535	-19.914	-		
Of which net profit - group share	3,641,521.455	-2,821,889.776	-	2,415.603	-1,871.900	-		
Earnings per share (LL)	-	-	-	-	-	-		
Diluted earnings per share (LL)	-	-	-	-	-	-		
Non interest income analysis			2018 Share			2019 Share		19/18
Net fee income		1,549,800.982	63.4		1,449,129.962	56.0		-6.5
Net profits on foreign exchange		245,558.194	10.0		206,827.758	8.0		-15.8
Net gain / loss on financial assets and / or investments		225,164.792	9.2		14,114.000	0.5		-93.7
Other income		423,375.654	17.3		915,516.559	35.4		116.2
Total non interest income		2,443,899.622	100.0		2,585,588.280	100.0		5.8
Non interest income / total income		24.20			28.38			4.19
Net fees / average assets		0.38			0.37			-0.02
Cost to average assets		1.26			1.20			-0.06
Credit cost / pre-provision, pre-tax profit		9.38			151.72			142.34
Income tax / profit before tax		17.06			-21.38			-38.44
Key performance metrics (%)			2018			2019		19/18
Yield on earning assets			6.49			7.70		1.22
o.w. in LL			7.64			10.44		2.80
o.w. in FX			5.86			6.33		0.47
- Cost of earning assets			4.50			5.97		1.47
o.w. in LL			5.04			6.64		1.59
o.w. in FX			4.20			5.63		1.43
= Interest margin			1.99			1.74		-0.25
o.w. in LL			2.60			3.81		1.21
o.w. in FX			1.66			0.70		-0.96
x Average interest earnings / Average assets			95.25			94.94		-0.31
o.w. in LL			95.91			95.94		0.03
o.w. in FX			94.90			94.45		-0.45
= Spread			1.90			1.65		-0.25
o.w. in LL			2.49			3.65		1.16
o.w. in FX			1.58			0.66		-0.92
+ Non interest income / Average assets			0.61			0.65		0.05
= Asset utilization ratio			2.50			2.30		-0.20
x Net operating margin			36.66			-31.31		-67.96
o.w. cost to income			50.48			52.19		1.70
o.w. credit cost			4.65			72.55		67.90
o.w. other provisions			0.66			1.06		0.40
o.w. tax cost			7.55			5.51		-2.03
= ROAA			0.92			-0.72		-1.64
x Leverage (average assets times average equity)			10.85			11.52		0.67
= ROAE			9.94			-8.30		-18.24
ROACE			10.68			-9.97		-20.65

Consolidated balance sheet of all banks

Asset quality	LL Million			USD Million			Sector avg 19
	2018	2019	19/18	2018	2019	19/18	LL Million
Breakdown of loans and advances to customers							
Retail	12,088,454.532	10,388,932.718	-14.1	8,018.875	6,891.498	-14.1	241,603.086
SMEs	17,529,804.189	15,506,973.464	-11.5	11,628.394	10,286.550	-11.5	360,627.290
Corporate	41,444,321.583	30,210,685.291	-27.1	27,492.087	20,040.256	-27.1	702,574.077
Housing	19,353,989.230	18,175,417.401	-6.1	12,838.467	12,056.662	-6.1	422,684.126
Public sector	845,761.833	797,860.604	-5.7	561.036	529.261	-5.7	18,554.898
Secured by commercial real estate	9,298,012.789	8,539,677.409	-8.2	6,167.836	5,664.794	-8.2	198,597.149
Other loans	9,431,677.016	8,243,017.412	-12.6	6,256.502	5,468.005	-12.6	191,698.079
Total net loans	109,992,021.173	91,862,564.299	-16.5	72,963.198	60,937.024	-16.5	2,136,338.705
Gross loans	119,442,985.713	103,339,519.946	-13.5	79,232.495	68,550.262	-13.5	2,403,244.650
Gross credit-impaired loans (CILs Stage 3)	12,385,412.269	15,638,560.874	26.3	8,215.862	10,373.838	26.3	363,687.462
o.w. net CILs (S3)	4,703,996.752	6,472,319.273	37.6	3,120.396	4,293.412	37.6	150,519.053
o.w. specific provision for CILs (S3)	3,716,161.861	4,856,751.038	30.7	2,465.116	3,221.725	30.7	112,947.699
o.w. unrealized interest on CILs (S3)	3,965,253.656	4,309,490.564	8.7	2,630.351	2,858.700	8.7	100,220.711
LLRs on credit-impaired loans (Stage 3)	7,681,415.516	9,166,241.602	19.3	5,095.466	6,080.426	19.3	213,168.409
Allowance for ECL on Stages 1 & 2	3,081,682.323	7,317,435.250	137.4	2,044.234	4,854.020	137.4	170,172.913
Allowance for ECL on Stage 1 & 2 loans	1,769,549.024	2,310,714.045	30.6	1,173.830	1,532.812	30.6	53,737.536
Allowance for ECL on Stage 1 & 2 fin. assets	1,312,133.299	5,006,721.205	281.6	870.404	3,321.208	281.6	116,435.377
Debt fully provided for (Off balance sheet)	3,673,430.630	4,260,927.605	16.0	2,436.770	2,826.486	16.0	99,091.340
Ratios (in %)							
Gross credit-impaired loans (S3) / gross loans	10.37	15.13	4.76	10.37	15.13	4.76	15.13
Net credit-impaired loans (S3) / gross loans	3.94	6.26	2.32	3.94	6.26	2.32	6.26
LLRs on credit-impaired loans (S3) / CILs (S3)	62.02	58.61	-3.41	62.02	58.61	-3.41	58.61
LLRs / gross loans	7.91	11.11	3.19	7.91	11.11	3.19	11.11
Allowance for ECL on Stages 1 & 2 / net loans	1.61	2.52	0.91	1.61	2.52	0.91	2.52
Net credit-impaired loans (S3) / equity	12.61	20.61	8.01	12.61	20.61	8.01	20.61
Equity / assets	8.90	8.43	-0.47	8.90	8.43	-0.47	8.43
Write-offs / gross CILs (S3) + write-offs	22.87	21.41	-1.46	22.87	21.41	-1.46	21.41
Liquidity	LL Million			USD Million			Sector avg 19
	2018	2019	19/18	2018	2019	19/18	LL Million
Portfolio securities breakdown							
o.w. Lebanese Treasury bills in LL	24,603,207.289	20,141,337.033	-18.1	16,320.536	13,360.754	-18.1	468,403.187
o.w. Lebanese Sovereign Eurobonds	25,216,852.749	18,582,183.268	-26.3	16,727.597	12,326.490	-26.3	432,143.797
o.w. BDL's Certificates of deposits in LL	22,322,838.075	14,889,866.012	-33.3	14,807.853	9,877.191	-33.3	346,275.954
o.w. BDL's Certificate of deposits in FX	22,715,363.240	21,478,956.533	-5.4	15,068.234	14,248.064	-5.4	499,510.617
o.w. Other debt instruments	9,183,429.135	8,443,045.458	-8.1	6,091.827	5,600.694	-8.1	196,349.894
o.w. Equity Instruments	2,285,877.853	1,969,052.325	-13.9	1,516.337	1,306.171	-13.9	45,791.915
Total portfolio securities	106,327,568.341	85,504,440.629	-19.6	70,532.384	56,719.364	-19.6	1,988,475.363
Primary liquidity / assets	44.05	47.65	3.59	44.05	47.65	3.59	47.65
o.w. Central Bank / assets	37.42	42.25	4.82	37.42	42.25	4.82	42.25
o.w. Banks / assets	6.63	5.40	-1.23	6.63	5.40	-1.23	5.40
Net primary liquidity / deposits	53.90	54.35	0.45	53.90	54.35	0.45	54.35
o.w. net primary liquidity in LL / deposits in LL	84.31	74.74	-9.57	84.31	74.74	-9.57	74.74
o.w. net primary liquidity in FX / deposits in FX	42.65	48.50	5.85	42.65	48.50	5.85	48.50
Loans / deposits	35.85	32.08	-3.77	35.85	32.08	-3.77	32.08
o.w. in LL	32.01	32.51	0.51	32.01	32.51	0.51	32.51
o.w. in FX	37.28	31.95	-5.32	37.28	31.95	-5.32	31.95
Portfolio securities / deposits	34.66	29.86	-4.80	34.66	29.86	-4.80	29.86
Lebanese Treasury bills in LL / deposits in LL	29.70	31.53	1.83	29.70	31.53	1.83	31.53
BDL's Certificates of deposits in LL/deposits in LL	26.94	23.31	-3.64	26.94	23.31	-3.64	23.31
Lebanese Sovereign eurobonds / deposits in FX	11.26	8.35	-2.91	11.26	8.35	-2.91	8.35
BDL's Certificates of deposits in FX/deposits in FX	10.14	9.65	-0.49	10.14	9.65	-0.49	9.65
Lebanese Sovereign eurobonds / equity	67.58	59.18	-8.40	67.58	59.18	-8.40	59.18
Capital adequacy	LL Million			USD Million			Sector avg 19
	2018	2019	19/18	2018	2019	19/18	LL Million
As per Basle framework							
Risk weighted assets	207,069,183.198	313,065,270.402	51.19	137,359.326	207,671.821	51.19	7,280,587.684
Risk weighted assets / total assets in %	49.40	84.07	34.66	49.40	84.07	34.66	84.07
Common Tier 1 (including profits net of dividends)	26,194,591.833	21,507,367.286	-17.89	17,376.180	14,266.910	-17.89	500,171.332
Additional Tier 1 Capital	5,846,639.528	5,938,592.610	1.57	3,878.368	3,939.365	1.57	138,106.805
Tier 1 Capital	32,041,231.361	27,445,959.896	-14.34	21,254.548	18,206.275	-14.34	638,278.137
Tier 2 Capital	4,790,348.890	4,749,183.836	-0.86	3,177.678	3,150.371	-0.86	110,446.136
Total capital	36,831,580.251	32,195,143.731	-12.59	24,432.226	21,356.646	-12.59	748,724.273
Common Tier 1 ratio	12.65	6.87	-5.78	12.65	6.87	-5.78	6.87
Additional Tier 1 ratio	2.82	1.90	-0.93	2.82	1.90	-0.93	1.90
Tier 1 ratio	15.47	8.77	-6.71	15.47	8.77	-6.71	8.77
Tier 2 ratio	2.31	1.52	-0.80	2.31	1.52	-0.80	1.52
Total capital ratio	17.79	10.28	-7.50	17.79	10.28	-7.50	10.28
Capital adequacy ratio (as provided by banks)	17.79	10.28	-7.50	17.79	10.28	-7.50	10.28