

consolidated statement
of **financial**
positions

Assets	Notes	2014	2013
Cash and balances with the Central Bank	9	257,097	252,296
Due from banks and financial institutions	11	147,747	194,933
Investment securities at fair value through profit or loss	13	20,016	31,343
Loans under reverse repurchase agreements	10	30,322	-
Loans and advances to customers at amortized cost	12	321,703	267,604
Loans and advances to related parties at amortized cost	12, 36	1,234	890
Debtors by acceptances		947	3,861
Investment securities at amortized cost	14	817,672	721,428
Investment securities at fair value through other comprehensive income	15	2,166	2,111
Investment properties	16	20,616	21,036
Property and equipment	17	36,002	32,979
Intangible assets		50	65
Non-current assets classified as held for sale	18	2,475	2,684
Other assets	19	5,020	4,471
Total assets		1,663,067	1,535,701

Equity	Notes	2014	2013
Share capital	24	54,165	54,165
Non distributable reserves	25	56,805	51,124
Distributable reserves	25	19,159	14,067
Cumulative change in fair value of securities at fair value through other comprehensive income		590	535
Retained earnings		1,542	2,223
Profit for the year		8,835	10,092
Total equity attributable to equity holders of the Parent		141,096	132,206
Non controlling interests		3,861	3,823
Total equity		144,957	136,029
TOTAL EQUITY AND LIABILITIES		1,663,067	1,535,701

These consolidated financial statements were authorized for issuance by the Chairman of the Board of Directors on 27 May 2015:

Liabilities and equity	Notes	2014	2013
Liabilities			
Due to banks and financial institutions	20	50,934	39,429
Deposits from customers at amortized cost	21	1,388,110	1,273,419
Deposits from related parties at amortized cost	36	65,064	70,387
Engagement by acceptances		947	3,861
Current income tax liabilities	33	1,849	1,120
Other liabilities	22	7,091	7,241
Employee benefit obligations	23	4,115	4,215
Total liabilities		1,518,110	1,399,672

Ramsay El Khoury
Chairman

consolidated statement
of **Comprehensive**
income

	Notes	2014	2013
Interest and similar income	26	81,396	75,105
Interest and similar expense	26	(58,352)	(52,984)
Net interest and similar income		23,044	22,121
Fee and commission income	27	4,779	4,618
Fee and commission expense		(358)	(317)
Net fee and commission income		4,421	4,301
Net gain from investment securities at fair value through profit or loss	28	3,983	2,965
Revenues from investment securities at fair value through other comprehensive income and net gain from investment securities at amortized cost	14&15	3,024	1,373
Net release of impairment on loans and advances to customers		398	1,370
Other operating income	29	1,453	3,422
Net operating income		36,323	35,552
Personnel expenses	30	(13,516)	(12,332)
Depreciation and amortization charges	31	(2,456)	(2,294)
Other operating expenses	32	(9,468)	(8,887)
Total operating expenses		(25,440)	(23,513)
PROFIT BEFORE TAX		10,883	12,039
Income tax expense	33	(2,010)	(1,899)
PROFIT FOR THE YEAR		8,873	10,140

	Notes	2014	2013
Other comprehensive income <i>Items not to be reclassified to profit or loss in subsequent periods:</i> Net unrealized profit (loss) on investment securities at fair value through other comprehensive income	15	55	(250)
Total other comprehensive income (loss) for the year		55	(250)
Total comprehensive income for the year		8,928	9,890
Profit attributable to: Equity holders of the Bank		8,835	10,092
Non-controlling interests		38	48
		8,873	10,140
Total comprehensive income attributable to: Equity holders of the Bank		8,890	9,842
Non-controlling interests		38	48
		8,928	9,890

consolidated statement
of **Changes**
in equity

	Notes	Share capital LL million	Non distributable reserves LL million	Distributable reserves LL million		Cumulative change in fair value of securities at fair value through other comprehensive income LL million	Retained earnings LL million	Profit for the year LL million	Total equity LL million	Non-controlling interests LL million	Total LL million
Balance at 1 January 2014		54,165	51,124	14,067		535	2,223	10,092	132,206	3,823	136,029
Profit for the year		-	-	-		-	-	8,835	8,835	38	8,873
Net unrealized profit on investment securities at fair value through other comprehensive income		-	-	-		55	-	-	55	-	55
Total comprehensive income		-	-	-		55	-	8,835	8,890	38	8,928
Transfer to retained earnings		-	-	427		-	9,665	(10,092)	-	-	-
Transfer from retained earnings		-	5,737	4,665		-	(10,402)	-	-	-	-
Release of reserve for non-current assets classified as held for sale	18	-	(56)	-		-	56	-	-	-	-
		-	5,681	5,092		-	(681)	(10,092)	-	-	-
Balance at 31 December 2014		54,165	56,805	19,159		590	1,542	8,835	141,096	3,861	144,957
Balance at 1 January 2013		54,165	48,974	8,824		785	1,486	8,130	122,364	3,775	126,139
Profit for the year		-	-	-		-	-	10,092	10,092	48	10,140
Net unrealized profit on investment securities at fair value through other comprehensive income		-	-	-		(250)	-	-	(250)	-	(250)
Total comprehensive income		-	-	-		(250)	-	10,092	9,842	48	9,890
Transfer to retained earnings		-	-	299		-	7,831	(8,130)	-	-	-
Transfer from retained earnings		-	2,887	4,944		-	(7,831)	-	-	-	-
Release of reserve for non-current assets classified as held for sale	18	-	(737)	-		-	-	-	-	-	-
		-	2,150	5,243		-	737	(8,130)	-	-	-
Balance at 31 December 2013		54,165	51,124	14,067		535	2,223	10,092	132,206	3,823	136,029

consolidated statement
of **Cash flows**

Operating activities	Notes	2014 LL million	2013 LL million
Profit for the year		8,873	10,140
Adjustment for:			
Depreciation and amortization charges	31	2,456	2,294
Net credit (gain) loss		(398)	(1,370)
Provision for employees benefit obligations, net	23	197	294
Net gain on sale / exchange of investment securities at amortized cost	14	(2,960)	(1,310)
Revenue from investment securities at FVTOCI	15	(64)	(63)
Net gain on sale of financial assets at fair value through profit or loss	28	(323)	(367)
Net (gain) loss on sale of property and equipment		(8)	5
Net gain on sale of non-current assets classified as held for sale	29	(163)	(2,371)
Net interest income	26,28	(25,153)	(24,155)
Income tax expense	33	2,010	1,899
Impairment provision on receivables from NSSF		16	-
		(15,517)	(15,004)
Change in			
Balances with the Central Bank	9	(3,835)	(31,962)
Due from banks and financial institutions	11	1,400	1,700
Loans and advances to customers and related parties	12,36	(53,578)	(39,534)
Other assets	19	(564)	(182)
Investment securities	13,14,15	(80,775)	(11,870)
Deposits from customers and related parties	21,36	109,600	150,607
Other liabilities	22	(150)	4,002
		(43,419)	57,757
Interest received		82,203	76,124
Interest paid		(58,584)	(51,940)
Employee benefits obligations paid	23	(297)	(139)
Income tax paid	23	(1,281)	(1,720)
Net cash (used in) from operating activities		(21,378)	80,082

Investing activities	Notes	2014 LL million	2013 LL million
Acquisition of property and equipment	17	(5,045)	(1,534)
Proceeds from sale of property and equipment		8	16
Proceeds from sale of non-current assets classified as held for sale		372	3,272
Loans under reverse repurchase agreements		(15,188)	-
Net cash (used in) from investing activities		(19,853)	1,754
(DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS		(41,231)	81,836
Cash and cash equivalents at 1 January		191,741	109,905
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	34	150,510	191,741