

consolidated statement
of **financial**
position

Assets	2015 L.L. million	2014 L.L. million
Cash and balances with the Central Bank	243,616	257,097
Due from banks and financial institutions	137,454	147,747
Investment securities at fair value through profit or loss	49,053	20,016
Loans under reverse repurchase agreements	35,225	30,322
Loans and advances to customers at amortized cost	313,570	321,703
Loans and advances to related parties at amortized cost	1,418	1,234
Debtors by acceptances	1,983	947
Investment securities at amortized cost	830,072	817,672
Investment securities at fair value through other comprehensive income	2,039	2,166
Investment properties	20,196	20,616
Property and equipment	37,030	36,002
Intangible assets	35	50
Non-current assets classified as held for sale	4,132	2,475
Other assets	5,085	5,020
TOTAL ASSETS	1,680,908	1,663,067

Liabilities and equity	2015 L.L. million	2014 L.L. million
Liabilities		
Due to banks and financial institutions	40,011	50,934
Deposits from customers at amortized cost	1,406,752	1,387,650
Deposits from related parties at amortized cost	68,217	65,524
Engagement by acceptances	1,983	947
Current tax liabilities	1,491	1,849
Other liabilities	4,960	7,094
Employee benefit obligations	3,948	4,115
Total liabilities	1,527,362	1,518,113

Equity	2015 L.L. million	2014 L.L. million
Share capital	54,165	54,165
Non distributable reserves	60,702	56,805
Distributable reserves	24,066	19,156
Cumulative change in fair value of securities at fair value through other comprehensive income	437	590
Retained earnings	1,570	1,542
Profit for the year	8,706	8,835
Total equity attributable to equity holders of the Parent	149,646	141,093
Non controlling interests	3,900	3,861
Total equity	153,546	144,954
TOTAL EQUITY AND LIABILITIES	1,680,908	1,663,067

These consolidated financial statements were authorized for issuance by the Chairman of the Board of Directors on 23 May 2016.

consolidated statement
of **Comprehensive**
income

	2015 L.L. million	2014 L.L. million
Interest and similar income	85,508	81,396
Interest and similar expense	(61,170)	(58,352)
Net interest and similar income	24,338	23,044
Fee and commission income	4,383	4,779
Fee and commission expense	(344)	(358)
Net fee and commission income	4,039	4,421
Net gain from investment securities at fair value through profit or loss	4,030	3,983
Revenues from investment securities at fair value through other comprehensive income and net gain from investment securities at amortized cost	2,815	3,024
Net release of impairment on loans and advances to customers	348	398
Other operating income	2,599	1,453
Net operating income	38,169	36,323
Personnel expenses	(14,577)	(13,516)
Depreciation and amortization charges	(2,840)	(2,456)
Other operating expenses	(9,693)	(9,468)
Total operating expenses	(27,110)	(25,440)
PROFIT BEFORE TAX	11,059	10,883
Income tax expense	(2,314)	(2,010)
PROFIT FOR THE YEAR	8,745	8,873

	2015 L.L. million	2014 L.L. million
Other comprehensive income <i>Items not to be reclassified to profit or loss in subsequent periods:</i> Net unrealized (loss) gain on investment securities at fair value through other comprehensive income	(153)	55
Total other comprehensive loss (income) for the year	(153)	55
Total comprehensive income for the year	8,592	8,928
Profit attributable to: Equity holders of the Bank	8,706	8,835
Non-controlling interests	39	38
	8,745	8,873
Total comprehensive income attributable to: Equity holders of the Bank	8,553	8,890
Non-controlling interests	39	38
	8,592	8,928

consolidated statement
of **Changes**
in equity

	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 2015	54,165	56,805	19,156		590	1,542	8,835	141,093	3,861	144,954
Profit for the year	-	-	-		-	-	8,706	8,706	39	8,745
Net unrealized loss on investment securities at fair value through other comprehensive income	-	-	-		(153)	-	-	(153)	-	(153)
Total comprehensive income	-	-	-		(153)	-	8,706	8,553	39	8,592
Transfer to retained earnings	-	-	-		-	8,835	(8,835)	-	-	-
Transfer from retained earnings	-	4,100	4,910		-	(9,010)	-	-	-	-
Release of reserve for non-current assets classified as held for sale	-	(203)	-		-	203	-	-	-	-
	-	3,897	4,910		-	28	(8,835)	-	-	-
Balance at 31 December 2015	54,165	60,702	24,066		437	1,570	8,706	149,646	3,900	153,546
Balance at 1 January 2014	54,165	51,124	14,064		535	2,223	10,092	132,203	3,823	136,026
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	-	(56)	-		-	56	-	-	-	-
	-	5,681	5,092		-	(681)	(10,092)	-	-	-
Balance at 31 December 2014	54,165	56,805	19,156		590	1,542	8,835	141,093	3,861	144,954

consolidated statement
of **Cash flows**

Operating activities	2015 LL million	2014 LL million
Profit for the year	8,745	8,873
Adjustment for:		
Depreciation and amortization charges	2,840	2,456
Net credit (gain)	(348)	(398)
Provision for employees benefit obligations, net	(32)	197
Net gain on sale / exchange of investment securities at amortized cost	(2,715)	(2,960)
Revenue from investment securities at FVTOCI	(100)	(64)
Net gain on sale of financial assets at fair value through profit or loss	(1,165)	(323)
Net (gain) on sale of property and equipment	(6)	(8)
Net gain on sale of non-current assets classified as held for sale	(1,086)	(163)
Net interest income	(27,281)	(25,153)
Income tax expense	2,314	2,010
Impairment provision on receivables from NSSF	416	16
	(18,418)	(15,517)
Change in		
Balances with the Central Bank	(19,274)	(3,835)
Due from banks and financial institutions	1,700	1,400
Loans and advances to customers and related parties	8,360	(53,578)
Other assets	(2,341)	(564)
Investment securities	(37,625)	(80,775)
Due to banks and financial institutions	22,949	-
Deposits from customers and related parties	22,139	109,600
Other liabilities	(2,134)	(150)
	(24,644)	(43,419)
Interest received	88,507	82,203
Interest paid	(61,514)	(58,584)
Employee benefits obligations paid	(135)	(297)
Income tax paid	(2,672)	(1,281)
Net cash (used in) operating activities	(458)	(21,378)

Investing activities	2015 LL million	2014 LL million
Acquisition of property and equipment	(3,443)	(5,045)
Proceeds from sale of property and equipment	16	8
Proceeds from sale of non-current assets classified as held for sale	1,289	372
Loans under reverse repurchase agreements	15,188	(15,188)
Net cash (used in) from investing activities	13,050	(19,853)
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	12,592	(41,231)
Cash and cash equivalents at 1 January	150,510	191,741
CASH AND CASH EQUIVALENTS AT 31 DECEMBER	163,102	150,510