



Byblos Bank S.A.L
Highlights of the Board of Directors' report on
the Audited Consolidated Financial Statements
as at 31/12/2022

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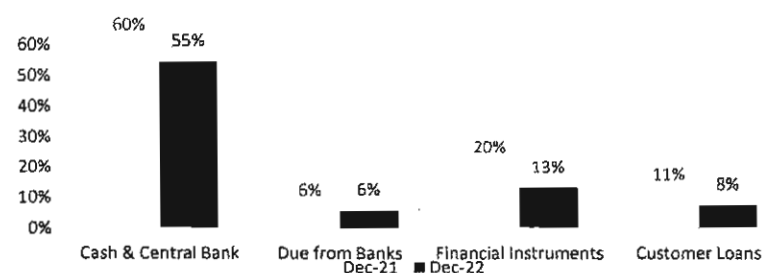
Consolidated Statement of Financial Position as at 31/12/2022

Figures in C/USD Million

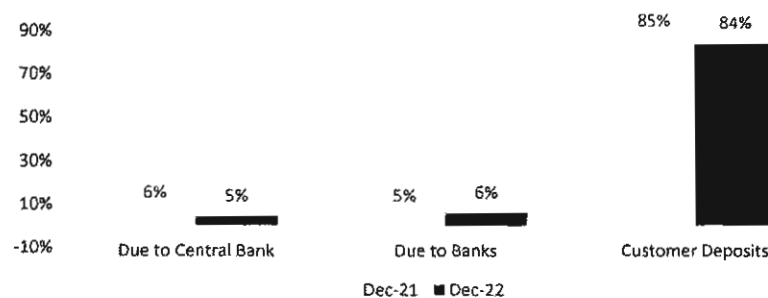
Assets	Dec-21	Dec-22	Variance	%
Cash & Central Bank	10,313	9,753	(560)	-5%
Due from Banks	996	1,065	68	7%
Financial Instruments	3,438	2,372	(1,066)	-31%
Customer Loans	1,876	1,379	(496)	-26%
Acceptances	32	17	(15)	-46%
Fixed Assets	259	2,819	2,561	990%
Other Assets	296	402	106	36%
Total Assets	17,209	17,807	598	3%

Liabilities	Dec-21	Dec-22	Variance	%
Due to Central Bank	966	692	(273)	-28%
Due to Banks	752	913	162	22%
Customer Deposits	13,195	12,417	(778)	-6%
Debt issued and other borrowed funds	-	-	-	0%
Acceptances	32	17	(15)	-46%
Other Liabilities	391	573	182	47%
Subordinated Loans	106	103	(2)	-2%
Shareholders Equity	1,769	3,091	1,323	75%
Total Liabilities & Equity	17,209	17,807	598	3%

Assets Structure



Liabilities Structure



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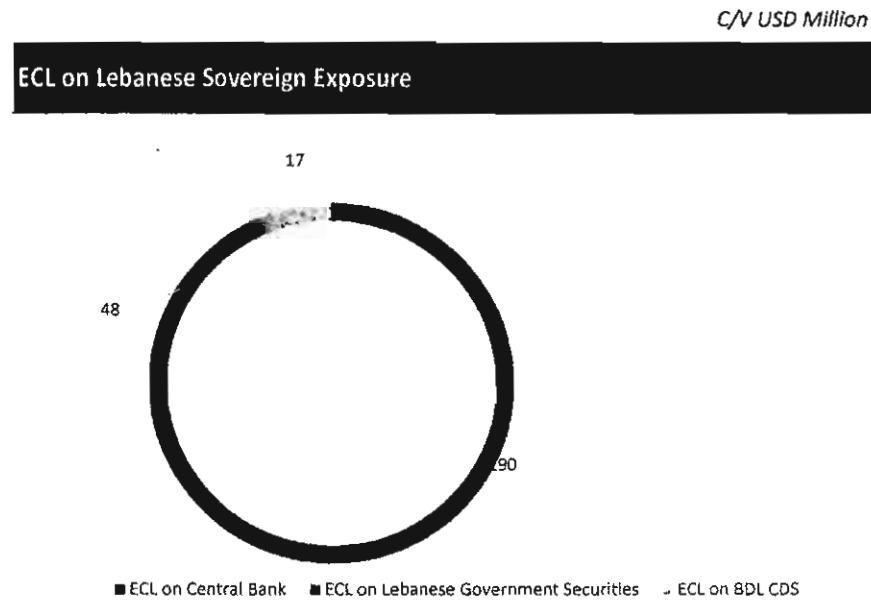
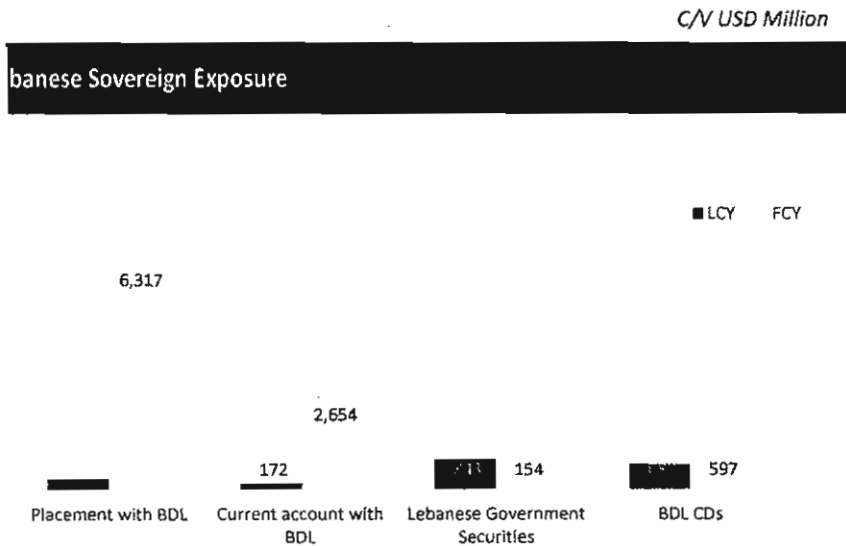
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Lebanese Sovereign Exposure

Lebanese Sovereign Exposure

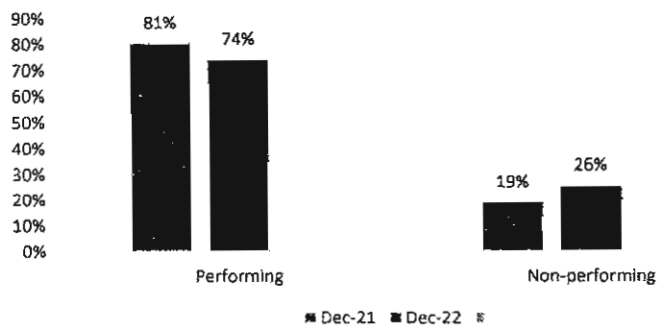
Total Lebanese Treasury Bills & Eurobonds and Central bank gross exposure (including BDL CDs) amounted to USD 11,735 million at the end of Dec-2022 out of which 83% denominated in foreign currency.

- ECL on BDL CDs and Central bank exposure amounted to CV USD 17 million and USD 190 million respectively at the end of Dec-2022 covering 3% of BDL Foreign currency exposure.
- Sovereign exposure ECL denominated in Foreign currency stands at USD 226 Million.

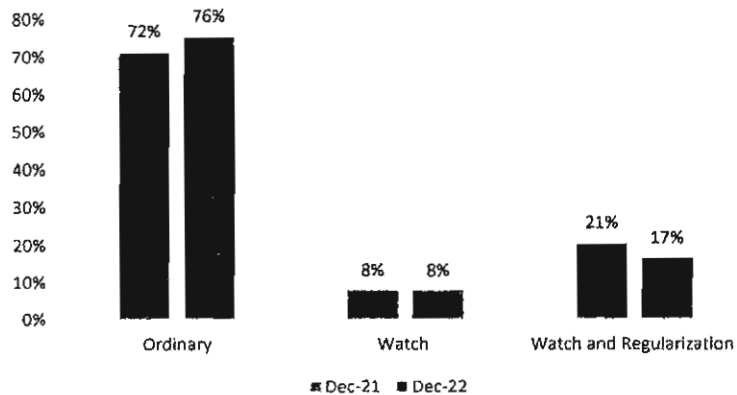


Asset Quality

Loans performance evolution



Performing Loans evolution



C/V USD Million

	Dec-21	Dec-22
Gross loans and advances to customers	2,274	1,749
Gross doubtful loans	440	451
Substandard	101	110
Doubtful	318	312
Bad	21	29
Reserved interests	(93)	(115)
Substandard	(8)	(22)
Doubtful	(78)	(83)
Bad	(7)	(11)
Specific provisions	(130)	(132)
Substandard	-	-
Doubtful	(116)	(113)
Bad	(14)	(18)
General and collective provisions	(175)	(127)
Substandard / Total loans	4.4%	6.3%
Doubtful and bad / Total loans	14.9%	19.5%
Total Doubtful / Total Loans	19.4%	25.8%
Total Provisions and RI / Total loans	17.5%	21.4%
Total Provisions and RI / Doubtful & Bad loans	114.9%	103.3%
Total Provisions and RI / Gross classified loans	90.5%	83.0%
Specific Provisions & RI / Non-Performing Loa	63.4%	66.0%

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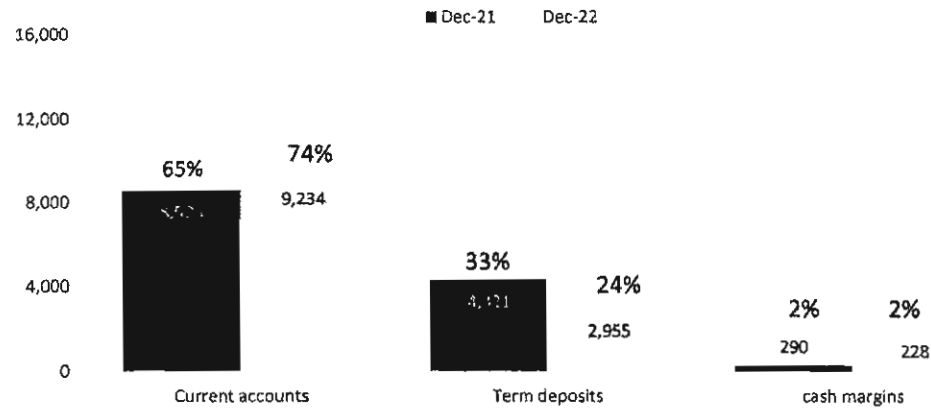
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Customer Deposits

total customers' deposits amounted to USD 12,417 million at the end of Dec-2022 decreasing by 6% USD 777 million compared to 21.

Customer Deposits

C/V USD Million



* Figures excludes related parties deposits and accrued interest

Shareholders Equity

Total shareholders equity amounted to USD 3,091 million at the end of Dec-2022 increasing by 75% (USD 1,322 million).

/ USD Million

	Dec-21	Dec-22
Equity capital - Ordinary common	454	454
Equity Contribution To Capital	270	270
Equity capital - Preferred	3	3
Premium on ordinary common shares	152	152
Premium on preferred shares	392	392
Undistributable reserves (legal and obligatory)	664	652
Distributable reserves	64	60
Treasury shares	(6)	(6)
Accumulated earnings	(184)	(286)
Valuation variance on real estates	4	2,441
Change in fair value of financial instruments through OCI	(11)	(10)
Foreign currency translation reserve	(44)	(34)
Other reserves	17	17
Income for the year	(16)	(1,023)
Minority Interest	9	9
Shareholders Equity	1,769	3,091

Capital Adequacy Ratio reached 13.10% at the end of Dec-2022 compared to 12.91% at the end of Dec-2021

C/V USD Million

CAR Ratio	31/12/2021	31/12/2022
Tier 1 capital	2,847	3,150
Of which: common Tier 1	1,844	2,147
Tier 2 capital	358	277

CAR Ratio	31/12/2021	31/12/2022
Capital adequacy - Common Tier 1	7.43%	8.21%
Capital adequacy - Tier 1	11.47%	12.04%
Capital adequacy - Total capital	12.91%	13.10%

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Consolidated Income Statement

USD Million

	Dec-21	Dec-22	Variance	%
Interest and similar income	1,009	831	(179)	-18%
Interest and similar expense	(314)	(209)	105	-34%
Interest Income	695	622	(73)	-11%
Fees and commission income	79	104	25	32%
Fees and commission expense	(30)	(446)	(417)	1402%
Fees and Commission Income	49	(343)	(392)	-801%
Gain or loss on financial instrument	(205)	(895)	(690)	336%
Other operating income	15	12	(3)	-18%
Other operating income	553	(604)	(1,157)	-209%
Goodwill loss expense	(284)	18	302	-106%
Other operating income	270	(586)	(856)	-317%
Personnel expenses	(108)	(140)	(33)	30%
Other operating expenses	(123)	(276)	(153)	125%
Depreciations	(17)	(16)	1	-9%
Other operating expenses	(248)	(433)	(185)	74%
Operating profit	22	(1,019)	(1,040)	-4824%
Profit before tax	20	(1,019)	(1,039)	-5240%
Income Tax Expense	(38)	(4)	35	-90%
Profit	(18)	(1,023)	(1,004)	5441%

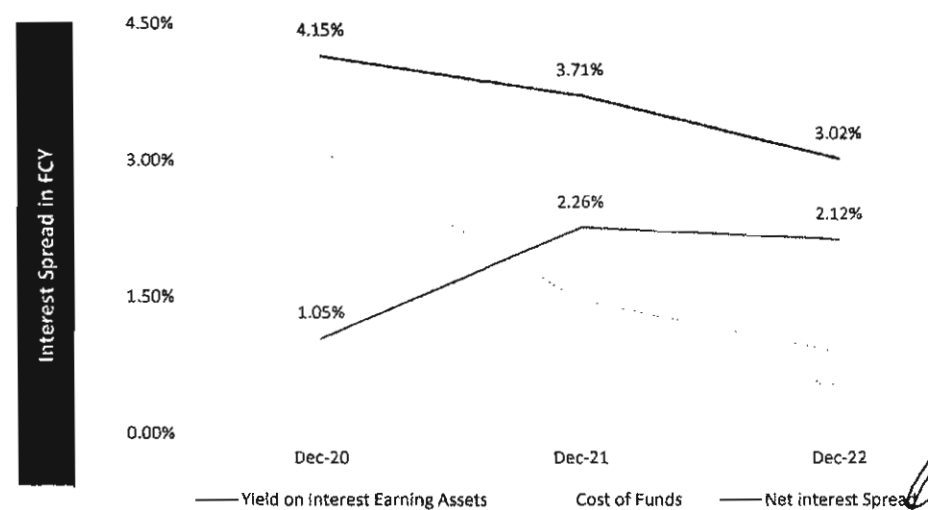
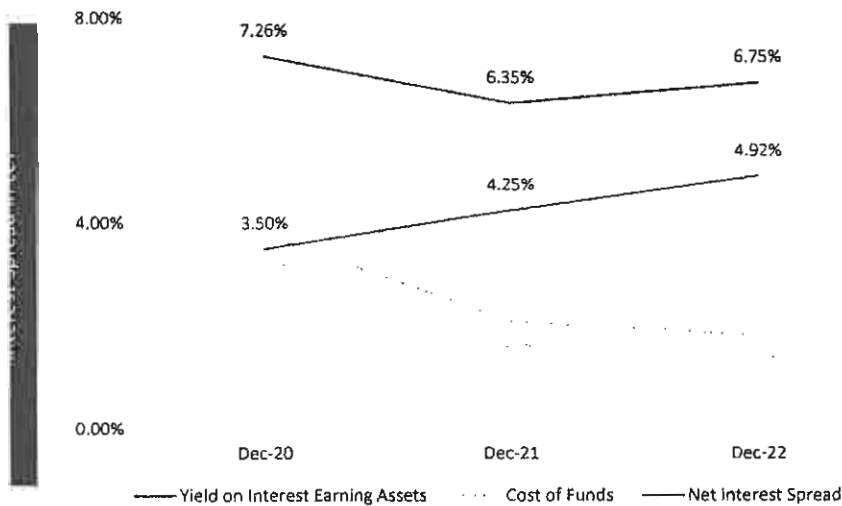
Net loss amounted to USD 1,023 million in 2022 compared to a net loss of USD 18 million in 2021. However, it is worth net Fresh Income in 2022 amounted to US\$ 18 million compared to US\$ 9 million in 2021. Losses are mainly driven by losses on FX for the amount of CV \$816 million, and commissions paid on banknotes.

Profitability Ratios	2021	2022
Cost-To-Income	37.09%	-61.35%
Operating Expenses/ Average Assets	1.15%	2.17%
Operating Expenses/ Average Customer Deposits	1.47%	2.88%
Net Interest Inc. / Total Operating Inc.	125.57%	-102.91%
Net Commission Inc. / Total Operating Inc.	8.84%	56.77%
Net Financial Operations Inc. / Total Operating Inc.	-37.12%	148.18%
Net Other Operating Inc. / Total Operating Inc.	2.71%	-2.03%

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Interest Spread

- Net Interest Spread reached 3.20 % at the end of Dec-2022 compared to 3.02 % at the end of Dec-2021 showing an increase of 0.18 %.
- Net interest Spread in LCY Reached 4.92% at the end of Dec-2022 compared to 4.25% at the end of Dec-2021.
- Net interest Spread in FCY Reached 2.12% at the end of Dec-2022 compared to 2.26% at the end of Dec-2021.



Customers' deposits and Loans & Advances breakdown by currency

