

Bank Audi Consolidated Activity Highlights as at End-December 2018

Sustained Profits' Ability with Resilient Financial Standing

Beirut, January 30, 2019

Sustained profits' ability

- US\$ 501 million of net profits in 2018, increasing by 8% relative to 2017
- US\$ 127 million of net profits generated from entities abroad, after the allocation of Odea Bank's net operating results to provisions
- 46% of cost to income ratio in 2018, compared to 51.2% in 2017
- 14% of return on average common equity, improving from 13.4% in 2017

Key balance sheet metrics

- US\$ 47.2 billion of consolidated assets
- US\$ 32.0 billion of consolidated customers' deposits
- US\$ 13.3 billion of consolidated net loans
- US\$ 3.1 billion of common shareholders' equity and US\$ 3.9 billion of total shareholders' equity

Resilient financial standing

- 11.3% of CET1 ratio and 18.8% of total capital adequacy ratio
- 80.4% of primary liquidity to customers' deposits ratio
- 5.5% of gross NPLs to gross loans ratio post adoption of IFRS 9, amid a contraction by 17.7% of gross loans
- 107% coverage of doubtful loans by specific provisions and real guarantees

Real sector of the Lebanese economy characterized by relatively tough conditions in 2018, but the banking sector continues to grow moderately

- The IMF has revised down its 2018 real growth for Lebanon to 1% from a previous forecast of 1.5%. BDL estimates Lebanon's 2018 growth within a range of 1%-1.5%.
- At the banking level, Lebanon's customers' deposits managed to grow by US\$ 7.5 billion in 2018, against US\$ 6.2 billion in 2017.
- In particular, non-resident deposits grew by US\$ 4.3 billion in 2018, against US\$ 1.2 billion in 2017. Growth in non-resident deposits explains to a large extent the widening balance of payments deficit in 2018.

Slightly improving regional economic growth, with bullish prospects in Egypt and relative rebalancing in Turkey

- In the MENA region, growth among oil-importing countries has modestly improved, projected to reach 3.8% in 2018, up from 3.5% in 2017.
- Measured by the consolidated assets of MENA banks, banking activity reported an annual growth of 3.4% in November 2018 relative to the same month of the previous year. Likewise, deposits registered a growth of 3.8% and loans reported a growth of 2.5% over the same period.
- In Egypt, the macro environment continued to improve over the past year within the context of the continuation of adjustment reforms and the improvement of the investment framework, supporting the country's economic prospects on the back of a relative enhancement in macro and fiscal fundamentals.
- In Turkey, macro fears have now shifted from the external imbalances and currency issues (which are improving) to the real economy with a noticeable growth contraction.

Bank Audi's consolidated assets grew by 8% in nominal terms driven mainly by Lebanese entities

Consolidated assets of Bank Audi rose from US\$ 43.8 billion as at end-December 2017 to US\$ 47.2 billion as at end-December 2018, increasing by US\$ 3.5 billion, or a growth of 8%. The latter was primarily driven by a 21% assets growth in Lebanon within a 13.5% contraction of assets outside Lebanon. Consolidated assets under management, including fiduciary deposits and custody accounts, have in turn increased from US\$ 11 billion as at end-December 2017 to US\$ 12.2 billion as at end-December 2018, highlighting the importance of Private Banking as a fourth development pillar of the Group.

Deposits in Audi Lebanon increased by US\$ 642 million

Consolidated customers' deposits amounted to US\$ 32 billion at end-December 2018 compared to US\$ 33.5 billion as at end-December 2017, decreasing by US\$ 1.5 billion during the year. Still deposits of Bank Audi Lebanon increased by US\$ 642 million (a growth of 3.2%) over the same period, while deposits of Bank Audi in Egypt reported a year-on-year increase by US\$ 607 million, i.e. a growth of 22.9%. Hence, the contraction of consolidated deposits stems principally from Odea Bank in Turkey, as a result of the adopted deleveraging strategy driving a real decrease in deposits by US\$ 1.7 billion within a FX translation impact of US\$ 0.6 billion.

Loans policy focused on improving efficiency and reducing risk

Consolidated loan portfolio shrank by US\$ 3 billion to US\$ 13.3 billion as at end-December 2018, of which US\$ 2.3 billion of real decrease and US\$ 0.7 billion due to FX translation impact. Amid a persisting challenging environment in Lebanon and Turkey, Management adopted a policy focusing on improving efficiency and reducing risk, resulting mainly in net loan settlements and a reduction of loan exposures of US\$ 1.7 billion in Odea Bank in Turkey. In Egypt, where a stronger macroeconomic situation supports business prospects, Bank Audi Egypt registered an increase in its loan portfolio by US\$ 101 million.

Asset quality

As at end-December 2018, gross NPLs represented 5.5% of gross loans post adoption of IFRS 9 as compared to 3.9% as at end-December 2017. This 1.6% increase is accounted to the extent of 1% by the contraction in gross loans by 17.7% over the year. The coverage ratio of NPLs by specific provisions increased to 63%, reaching 107% when including real guarantees. Collective provisions on loans amounted to US\$ 312 million at end-December 2018, representing 2.4% of net loans. Total collective provisions as per IFRS 9 amounted to US\$ 384 million, representing 1.9% of consolidated credit risk-weighted assets and rising to 2.5% when accounting the excess provisions booked under provisions for risk and charges.

Improved financial flexibility

The Bank's core equity Tier One ratio (CET1) as per Basel III stood at 11.3% as at end-December 2018, compared to 10.5% as at end-December 2017 and 10% minimum regulatory ratio. Capital adequacy ratio also improved from 16.9% to 18.8% over the same period. Primary liquidity represented 80.4% of customers' deposits at year-end 2018, with 9.4% of foreign currency deposits placed with correspondent banks.

8% year-on-year growth in net profits driven by effective asset utilisation policies

Bank Audi reported US\$ 501 million of recurrent consolidated net profits after provisions and taxes in 2018, rising by 7.9% compared to the net profits before discontinued operations in 2017. This performance is even more significant when considering that it was achieved amid the allocation of Odea Bank's operating results to loan loss provisions (compared to a contribution to consolidated net profits of US\$ 88 million in 2017) and within an increase in taxes on income and interest in Lebanon by US\$ 106 million.

The Bank's earning power has strengthened in 2018 amid effective asset utilization policies, in particular in Lebanese entities, which benefitted from market opportunities totally offsetting rising costs of deposits and the aforementioned new taxes. Subsequently, consolidated spread expanded from 2.39% as at end-December 2017 to 2.62% as at end-December 2018.

Consolidated general operating expenses decreased year-on-year by US\$ 81 million, driving an improvement in the cost to income ratio from 51.2% in 2017 to 46% in 2018. In parallel, loan loss provisions of US\$ 176 million consumed 21.9% of pre-provisions pre-tax profits compared to 19.5% in 2017.

Solid profitability

Net income represented 1.12% of average assets as at end-December 2018 as compared to 1.06% as at end-December 2017. Net common income represented 14% of average common equity compared to 13.4% as at end-December 2017; and the earnings per common share rose from US\$ 1.03 in 2017 to US\$ 1.15 in 2018.

Strengthening the balance sheet, reinforcing the financial flexibility and delivering a solid growth of recurrent net profits are the key headlines of Bank Audi's results in 2018. The Group's main purpose remains to achieve quality growth by efficiently meeting the needs of both businesses and individuals in the various countries of presence and ensuring long-term sustainable value to all stakeholders.

Among Top Regional Banking Groups

SUMMARISED INCOME STATEMENT

In US\$ Million	QIV-18	QIV-17	YoY %	2018	2017	YoY %
Net interest income	268	271	-1.2%	1,175	1,051	11.8%
Non-interest income	72	97	-25%	319	458	-30.4%
o.w. Net commissions	57	63	-9.5%	220	243	-9.1%
o.w. Other income	15	33	-54.8%	99	216	-54.2%
Total operating income	340	368	-7.5%	1,494	1,509	-1.0%
General operating expenses	186	186	0.0%	691	772	-10.5%
Net loan loss provisions	50	19	166.8%	176	144	22.4%
Income tax	13	40	-67.0%	126	129	-2.1%
Total costs	249	245	1.7%	994	1,045	-4.9%
Net profits from continuing operations	91	122	-25.8%	501	464	7.9%
Profits from discontinued operations		0			95	100.0%
Net profits	91	122	-25.7%	501	559	-10.5%

SUMMARISED BALANCE SHEET

In US\$ Million	Dec-18	Dec-17	YoY %
Total assets	47,225	43,752	7.9%
Customers' deposits	31,956	33,451	-4.5%
Loans to customers' (net)	13,264	16,294	-18.6%
Shareholders' equity	3,884	4,188	-7.2%
o.w. Common shareholders' equity	3,099	3,148	-1.6%
Number of branches	201	203	-1.0%
Number of staff	6,306	6,541	-3.6%

KEY RATIOS

	QIV-18	QIV-17	YoY %	2018	2017	YoY %
Spread	2.3%	2.5%	-0.2%	2.6%	2.4%	0.2%
Cost/income	54.7%	50.6%	4.1%	46.3%	51.2%	-4.9%
Cost of risk (bps)	1.5%	0.5%	1.0%	1.3%	0.9%	0.4%
ROAA	0.8%	1.1%	-0.3%	1.1%	1.1%	0.1%
ROACE	9.7%	13.5%	-3.8%	14.0%	13.4%	0.6%
	Dec-18	Dec-17	YoY %			
Loan/deposits	41.5%	48.7%	-7.2%			
Gross NPLs/gross loans	5.5%	3.9%	1.6%			
Provision coverage (specific)	63.0%	54.7%	8.3%			
Collective provisions/net loans	2.4%	1.2%	1.2%			
CET1	11.3%	10.5%	0.8%			
CAR ratio	18.8%	16.9%	1.8%			

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2018

**AMONG THE TOP REGIONAL
BANKING GROUPS**

USD 47.2 billion in total
assets as at 31/12/2018

consolidated activity highlights

IN US DOLLARS

AT END-DECEMBER 2018

Bank Audi

- **USD 32.0 billion of total customers' deposits**
- **USD 13.3 billion of total loans to customers**
- **USD 3.1 billion of common shareholders' equity** and **USD 3.9 billion** of total shareholders' equity
- **USD 501 million of net profits in 2018**, increasing by **8%** relative to 2017
- **USD 127 million of net profits generated from entities abroad**, after the allocation of Odea Bank's net operating results to provisions

Main Financial Indicators

- **80.4% of primary liquidity to customers' deposits ratio**
- **11.3% of CET1 ratio as per Basel III** and **18.8%** of total capital adequacy ratio
- **5.5% of gross NPLs to gross loans ratio post adoption of IFRS 9**, amid a contraction by **17.7%** of gross loans
- **1.9% coverage of credit risk-weighted assets by collective provisions**, rising to **2.5%** when including excess provisions booked under provisions for risks and charges
- **14.0% of return on average common equity**

A UNIVERSAL AND INNOVATIVE BANKING OFFERING CATERING
TO 1.1 MILLION CUSTOMERS SERVED THROUGH 201 BRANCHES
AND 6,300 EMPLOYEES IN 11 COUNTRIES

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

	31/12/2018 USD Thousands	31/12/2017 USD Thousands
ASSETS		
Cash and balances with central banks	16,446,887	13,165,412
Due from banks and financial institutions	2,549,669	965,010
Due from head office, sister, related banks and financial institutions	-	-
Loans to banks and financial institutions and reverse repurchase agreements	176,879	801,682
Financial assets given as collateral	-	-
Derivative financial instruments	307,535	264,069
Shares and participations at fair value through profit and loss	70,998	40,484
Debt instruments and other similar financial assets at fair value through profit and loss	86,671	951,522
Of which: net loans and advances at fair value through profit and loss	24,699	31,614
Net loans and advances to customers at amortised cost	13,162,373	16,186,257
Net loans and advances to related parties at amortised cost ⁽¹⁾	101,938	107,339
Debtors by acceptances	275,041	150,512
Debt instruments classified at amortised cost ⁽²⁾	11,931,166	9,832,401
Shares and participations at fair value through other comprehensive income	45,052	104,827
Debt instruments and other similar financial assets at fair value through other comprehensive income	785,373	-
Investments in associates	97,829	89,192
Assets taken in settlement of debts	128,505	95,561
Property and equipment	582,223	586,666
Intangible fixed assets	45,423	50,576
Non-current assets held for sale	-	-
Other assets	403,604	331,995
Goodwill	28,135	28,334
TOTAL ASSETS	47,225,301	43,751,839

⁽¹⁾ Loans granted to related parties against cash collateral amounted to USD 71 million.

⁽²⁾ Includes an amount of USD 990 million with risk ceded to customers.

	31/12/2018 USD Thousands	31/12/2017 USD Thousands
OFF-BALANCE SHEET		
Financing commitments		
- Financing commitments given to banks and financial institutions	278,767	499,080
- Financing commitments given to customers	3,155,165	3,305,167
Bank guarantees		
- Guarantees given to banks and financial institutions	62,802	147,759
Of which: credit derivatives	-	-
- Guarantees received from banks and financial institutions	223,810	818,986
Of which: credit derivatives	-	-
- Guarantees given to customers	1,359,644	1,493,460
- Guarantees received from customers	22,815,503	24,395,771
Financial notes commitments		
- Financial notes commitments to be received	-	-
Of which: financial instruments sold with a buy back option	-	-
- Financial notes commitments to be delivered	-	-
Of which: financial instruments purchased with a buy back option	-	-
Foreign currencies forwards		
- Foreign currencies to receive	5,194,301	7,401,225
- Foreign currencies to deliver	5,215,218	7,411,882
Commitments on term financial instruments	8,075,223	6,117,424
Other commitments		
Claims from legal cases		
Fiduciary accounts	2,054,514	1,953,441
- Under specific instructions	2,008,516	1,936,522
- Under discretionary investments	45,998	16,919
Assets under management	10,103,390	8,987,616
Mutual funds	40,906	49,016
Structured financial products		
Engagement unlikely to be executed	-	-
Bad debts written off during the year	80,947	3,296

	31/12/2018 USD Thousands	31/12/2017 USD Thousands
LIABILITIES		
Due to central banks	7,907,124	2,634,492
Due to banks and financial institutions and repurchase agreement	1,449,414	1,887,294
Due to head office, sister, related banks and financial institutions	-	-
Financial assets taken as a guarantee	-	-
Derivative financial instruments	299,909	136,242
Financial liabilities at fair value through profit and loss	-	-
Of which: deposits at fair value through profit and loss	-	-
Customers' deposits	31,692,916	32,953,802
Deposits from related parties	262,762	497,660
Debt issued and other borrowed funds	39,309	-
Engagements by acceptances	275,041	150,512
Other liabilities	371,331	390,504
Provisions for risks and charges	224,283	94,017
Subordinated loans and similar debts	818,860	819,415
Non-current liabilities held for sale	-	-
TOTAL LIABILITIES	43,340,949	39,563,938
Shareholders' Equity - Group share		
Share capital - Common shares	442,840	440,984
Share capital - Preferred shares	6,647	8,274
Issue premium - Common shares	586,124	586,124
Issue premium - Preferred shares	593,353	741,726
Subsidiary shares warrants	8,377	8,377
Share capital and cash contribution to capital	48,150	48,150
Non-distributable reserves	1,273,695	1,140,907
Distributable reserves	285,695	287,022
Treasury shares	(6,019)	(62,708)
Retained earnings	833,734	827,137
Proposed dividends	-	-
Revaluation reserve of real estate	236,907	236,907
Reserve on revaluation of financial assets at fair value through other comprehensive income	(6,166)	582
Reserve for cash flow hedges	(12,863)	-
Remeasurement actuarial (gain)/Loss on defined benefit plan	(8,643)	(8,495)
Share of associates' other comprehensive income under equity method	3,624	3,016
Foreign currency translation reserve	(1,044,966)	(847,612)
Net (loss) gain on hedge of net investments in foreign entities	-	(7,777)
Result of the year	499,675	538,121
Shareholders' equity - Group share	3,740,164	3,940,735
Non-controlling interest	144,188	247,166
Total shareholders' equity	3,884,352	4,187,901
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	47,225,301	43,751,839



CONSOLIDATED INCOME STATEMENT (UNAUDITED)

	2018 USD Thousands	2017 USD Thousands
Interest and similar income	3,228,545	2,833,619
Less: tax on interest income	(96,923)	(12,492)
Interest and similar income, net of tax	3,131,622	2,821,127
Interest and similar expense	(1,972,400)	(1,761,482)
Net interest margin	1,159,222	1,059,645
Fee and commission income	257,429	292,935
Fee and commission expense	(36,973)	(50,277)
Net fee and commission income	220,456	242,658
Net gain on financial assets or liabilities at fair value through profit and loss	81,937	63,439
Of which: interest income	6,244	53,659
Net gain on financial investments	10,988	29,923
Other operating income	20,903	110,841
Total operating income	1,493,506	1,506,506
Net provisions for credit losses	(180,330)	(143,759)
Net operating income	1,313,176	1,362,747
Personnel expenses	(365,354)	(418,393)
Other operating expenses	(266,001)	(289,262)
Depreciation of property and equipment	(40,727)	(49,351)
Amortisation of intangible assets	(14,953)	(15,236)
Impairment on goodwill and investments	-	-
Total of operating expenses	(687,035)	(772,242)
Operating profit	626,141	590,505
Share of profit of associates under equity method	551	2,021
Net gain (loss) on disposal of other asset	289	487
Profit before tax	626,981	593,013
Income tax	(126,424)	(129,179)
Profit after tax	500,557	463,834
Result of discontinued operations, net of tax	-	95,121
Profit for the year	500,557	558,955
Minority share profit for the year	882	20,834
Group share profit for the year	499,675	538,121
Basic earnings per share USD	1.15	1.27
Basic earnings per share from continuing operations USD	1.15	1.03

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2018

**AMONG THE TOP REGIONAL
BANKING GROUPS**

LBP 71,192 billion in total
assets as at 31/12/2018

consolidated activity highlights

IN LEBANESE POUNDS

AT END-DECEMBER 2018

Bank Audi

- **LBP 48,173 billion of total customers' deposits**
- **LBP 19,996 billion of total loans to customers**
- **LBP 4,671 billion of common shareholders' equity** and **LBP 5,856 billion** of total shareholders' equity
- **LBP 755 billion of net profits in 2018**, increasing by **8%** relative to 2017
- **LBP 191 billion of net profits generated from entities abroad**, after the allocation of Odea Bank's net operating results to provisions

Main Financial Indicators

- **80.4% of primary liquidity to customers' deposits ratio**
- **11.3% of CET1 ratio as per Basel III** and **18.8%** of total capital adequacy ratio
- **5.5% of gross NPLs to gross loans ratio post adoption of IFRS 9**, amid a contraction by **17.7%** of gross loans
- **1.9% coverage of credit risk-weighted assets by collective provisions**, rising to **2.5%** when including excess provisions booked under provisions for risks and charges
- **14.0% of return on average common equity**

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

	31/12/2018 LBP Million	31/12/2017 LBP Million
ASSETS		
Cash and balances with central banks	24,793,682	19,846,859
Due from banks and financial institutions	3,843,626	1,454,753
Due from head office, sister, related banks and financial institutions	-	-
Loans to banks and financial institutions and reverse repurchase agreements	266,645	1,208,536
Financial assets given as collateral	-	-
Derivative financial instruments	463,609	398,084
Shares and participations at fair value through profit and loss	107,030	61,030
Debt instruments and other similar financial assets at fair value through profit and loss	130,656	1,434,420
Of which: net loans and advances at fair value through profit and loss	37,233	47,658
Net loans and advances to customers at amortised cost	19,842,278	24,400,781
Net loans and advances to related parties at amortised cost ⁽¹⁾	153,671	161,814
Debtors by acceptances	414,625	226,896
Debt instruments classified at amortised cost ⁽²⁾	17,986,233	14,822,345
Shares and participations at fair value through other comprehensive income	67,916	158,027
Debt instruments and other similar financial assets at fair value through other comprehensive income	1,183,950	-
Investments in associates	147,478	134,457
Assets taken in settlement of debts	193,721	144,058
Property and equipment	877,701	884,400
Intangible fixed assets	68,476	76,243
Non-current assets held for sale	-	-
Other assets	608,431	500,481
Goodwill	42,413	42,713
TOTAL ASSETS	71,192,141	65,955,897

⁽¹⁾ Loans granted to related parties against cash collateral amounted to LBP 107 billion.

⁽²⁾ Includes an amount of LBP 1,492 billion with risk ceded to customers.

	31/12/2018 LBP Million	31/12/2017 LBP Million
OFF-BALANCE SHEET		
Financing commitments		
- Financing commitments given to banks and financial institutions	420,241	752,363
- Financing commitments given to customers	4,756,412	4,982,539
Bank guarantees		
- Guarantees given to banks and financial institutions	94,674	222,747
Of which: credit derivatives	-	-
- Guarantees received from banks and financial institutions	337,394	1,234,621
Of which: credit derivatives	-	-
- Guarantees given to customers	2,049,663	2,251,391
- Guarantees received from customers	34,394,371	36,776,625
Financial notes commitments		
- Financial notes commitments to be received	-	-
Of which: financial instruments sold with a buy back option	-	-
- Financial notes commitments to be delivered	-	-
Of which: financial instruments purchased with a buy back option	-	-
Foreign currencies forwards		
- Foreign currencies to receive	7,830,409	11,157,347
- Foreign currencies to deliver	7,861,941	11,173,412
Commitments on term financial instruments	12,173,399	9,222,017
Other commitments		
Claims from legal cases	-	-
Fiduciary accounts	3,097,180	2,944,813
- Under specific instructions	3,027,838	2,919,307
- Under discretionary investments	69,342	25,506
Assets under management	15,230,861	13,548,832
Mutual funds	61,666	73,892
Structured financial products	-	-
Engagement unlikely to be executed	-	-
Bad debts written off during the year	122,028	4,968

	31/12/2018 LBP Million	31/12/2017 LBP Million
LIABILITIES		
Due to central banks	11,919,990	3,971,498
Due to banks and financial institutions and repurchase agreement	2,184,991	2,845,095
Due to head office, sister, related banks and financial institutions	-	-
Financial assets taken as a guarantee	-	-
Derivative financial instruments	452,113	205,384
Financial liabilities at fair value through profit and loss	-	-
Of which: deposits at fair value through profit and loss	-	-
Customers' deposits	47,777,071	49,677,857
Deposits from related parties	396,114	750,222
Debt issued and other borrowed funds	59,258	-
Engagements by acceptances	414,625	226,896
Other liabilities	559,783	588,685
Provisions for risks and charges	338,106	141,731
Subordinated loans and similar debts	1,234,431	1,235,268
Non-current liabilities held for sale	-	-
TOTAL LIABILITIES	65,336,482	59,642,636
Shareholders' Equity - Group share		
Share capital - Common shares	667,581	664,783
Share capital - Preferred shares	10,020	12,472
Issue premium - Common shares	883,582	883,582
Issue premium - Preferred shares	894,480	1,118,153
Subsidiary shares warrants	12,629	12,629
Share capital and cash contribution to capital	72,586	72,586
Non-distributable reserves	1,920,095	1,719,917
Distributable reserves	430,685	430,592
Treasury shares	(9,073)	(94,532)
Retained earnings	1,256,853	1,249,004
Proposed dividends	-	-
Revaluation reserve of real estate	357,137	357,137
Reserve on revaluation of financial assets at fair value through other comprehensive income	(9,295)	877
Reserve for cash flow hedges	(19,391)	-
Remeasurement actuarial (gain)/Loss on defined benefit plan	(13,030)	(12,807)
Share of associates' other comprehensive income under equity method	5,463	4,546
Foreign currency translation reserve	(1,575,286)	(1,277,774)
Net (loss) gain on hedge of net investments in foreign entities	-	(11,724)
Result of the year	753,260	811,217
Shareholders' equity - Group share	5,638,296	5,940,658
Non-controlling interest	217,363	372,603
Total shareholders' equity	5,855,659	6,313,261
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	71,192,141	65,955,897



CONSOLIDATED INCOME STATEMENT (UNAUDITED)

	2018 LBP Million	2017 LBP Million
Interest and similar income	4,867,032	4,276,300
Less: tax on interest income	(146,112)	(18,832)
Interest and similar income, net of tax	4,720,920	4,257,468
Interest and similar expense	(2,973,394)	(2,655,435)
Net interest margin	1,747,526	1,602,033
Fee and commission income	388,074	441,600
Fee and commission expense	(55,737)	(75,793)
Net fee and commission income	332,337	365,807
Net gain on financial assets or liabilities at fair value through profit and loss	123,521	99,182
Of which: interest income	9,413	80,892
Net gain on financial investments	16,564	41,561
Other operating income	31,512	163,918
Total operating income	2,251,460	2,272,501
Net provisions for credit losses	(271,848)	(221,335)
Net operating income	1,979,612	2,051,166
Personnel expenses	(550,771)	(627,553)
Other operating expenses	(400,996)	(436,062)
Depreciation of property and equipment	(61,397)	(74,397)
Amortisation of intangible assets	(22,541)	(22,968)
Impairment on goodwill and investments	-	-
Total of operating expenses	(1,035,705)	(1,160,980)
Operating profit	943,907	890,186
Share of profit of associates under equity method	831	3,047
Net gain (loss) on disposal of other asset	436	734
Profit before tax	945,174	893,967
Income tax	(190,584)	(194,737)
Profit after tax	754,590	699,230
Result of discontinued operations, net of tax	-	143,394
Profit for the year	754,590	842,624
Minority share profit for the year	1,330	31,407
Group share profit for the year	753,260	811,217
Basic earnings per share LBP	1,739	1,919
Basic earnings per share from continuing operations LBP	1,739	1,550

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