

Bank Audi Consolidated Activity Highlights as at End-September 2018

Sustained profits growth with strengthening balance sheet in an adverse environment

Beirut, October 30, 2018

Sustained profits growth

- US\$ 410 million of net profits in 9M-18, increasing by 20% over the same period of 2017
- US\$ 132 million of net profits generated from entities abroad, representing 32% of total profits
- 43.8% cost to income ratio in 9M-18, compared to 51.4% in the same period of 2017
- 15.4% of return on average common equity, improving from 13.4% in 2017

Key balance sheet metrics

- US\$ 45.7 billion of consolidated assets
- US\$ 30.9 billion of consolidated customers' deposits
- US\$ 13.7 billion of consolidated net loans
- US\$ 3.1 billion of common shareholders' equity and US\$ 3.8 billion of total shareholders' equity

Reinforced financial standing

- 11.4% of CET1 ratio and 18.2% of total capital adequacy ratio
- 76.4% of primary liquidity to customers' deposits ratio
- 4.5% of gross doubtful loans to gross loans ratio,
- 107% coverage of doubtful loans by specific provisions and real guarantees

Further deceleration in growth in Lebanon amid an US\$ 4.6 billion increase in deposits

The Lebanese economy is growing by an estimated 2% this year as per the Central Bank of Lebanon versus 2.5% last year, with the deceleration related mostly to dampened investor appetite ahead of the awaited government formation post the May 2018 parliamentary elections. Banking deposits reported an increase of US\$ 4.6 billion year-to-August, rising on an annualised basis by 4.2% amid stable loans to the private sector.

Mild rebound in economic growth in the MENA, within a 5% GDP growth in Egypt and economic rebalancing in Turkey

- **In the MENA region**, on-going reforms and higher oil prices have helped to offset the impact of the hike in interest rates and adverse economic environment resulting in a mild rebound in economic growth this year to circa 2%.
- **In Egypt**, all indicators point to a bullish cycle, with growth being revised upwards by the IMF to above 5% for 2018, among the highest in the Middle East and North Africa region, while banking sector deposits grew by 19% in US\$ term over the year-ending July 2018.
- **In Turkey**, the economy, which went this year into its worst currency devaluation since 2001 driving inflation to a record 25% level in September, is starting to rebalance, with less output growth amid higher rates, but with noticeably better external imbalances post devaluation, which could provide the much-needed support to the financial/monetary outlook looking forward.

Consolidated assets grew by 4.5% in nominal terms as compared to 2.6% for MENA banks

Consolidated assets rose by US\$ 2 billion in the first nine months of 2018 reaching US\$ 45.7 billion at end-September 2018. This corresponds to a growth of 4.5%, as compared to 2.6% on average for banks in the MENA region. At constant exchange rate (same rate as at end-December 2017), assets would have increased by US\$ 3.7 billion in real terms, or 8.4%. Total assets under management, comprising of fiduciary deposits, custody accounts and assets under management, reached US\$ 13.1 billion at the same date. Accordingly, total assets and assets under management reaches US\$ 58.8 billion. The size of Bank Audi makes it the only Lebanese bank to be ranked among the top 20 Arab banking groups.

Deposits in Audi Lebanon increased by US\$ 450 million

Consolidated customers' deposits amounted to US\$ 30.9 billion at end-September 2018, registering a contraction relative to end-December 2017 by US\$ 2.6 billion, of which US\$ 1.7 billion of real decrease and circa US\$ 1 billion of FX translation impact.

Still deposits of Bank Audi Lebanon increased by US\$ 450 million over the same period as deposits denominated in Lebanese Pounds rose by US\$ 934 million with some customers opting to convert their USD deposits to benefit from the LBP rates.

Loans decrease due to settlements and loan reduction in exposures in Turkey

Consolidated loans stood at US\$ 13.7 billion as at end-September 2018 as compared to US\$ 16.3 billion as at end-December 2017. This is equivalent to a contraction by US\$ 2.6 billion, of which US\$ 1 billion due to FX translation impact. The remaining decrease represents loan settlements and reduction of loan exposures particularly in Odea Bank amid an adverse environment.

Asset quality

Consolidated gross doubtful loans reached US\$ 647 million as at end-September 2018 as compared to US\$ 600 million as at end-December 2017. In parallel, gross doubtful loans represented 4.5% of gross loans as at end-September 2018 as compared to 3.5% as at end-December 2017. This movement is mostly attributed to the 16.4% contraction in gross loans. Coverage ratio of doubtful loans by specific provisions increased to 64.7% and reaches 107% when including real guarantees. In addition, collective provisions amounted to US\$ 200 million, representing 1.5% of net loans.

Improved financial flexibility

The Bank's core equity tier one ratio (CET1) as per Basel III improved from 10.5% as at end-December 2017 to 11.4% as at end-September 2018 while total capital adequacy ratio also reinforced from 16.9% to 18.2% over the same period, both levels comfortably above the minimum regulatory ratios of 10% and 15% respectively. Liquidity remained also solid, representing 76.4% of customer deposits, a high level when compared to regional and global benchmarks.

20% year-on-year growth in net profits driven by revenues and cost efficiencies

Bank Audi reported in the first nine months of 2018 a 20% growth in consolidated net profits after provisions and taxes as compared to the net profits before discontinued operations in the corresponding period of 2017. Subsequently, consolidated net profits reached US\$ 410 million, despite Odea Bank allocating its operating profits in the third quarter of 2018 to loan loss provision. The contribution of entities abroad reached US\$ 132 million representing 32% of the total, of which US\$ 51 million from Bank Audi in Egypt, US\$ 42 million from Odea Bank in Turkey, US\$ 21 million from entities in Europe and US\$ 17 million from other MENA entities.

This performance results mostly from a 16.4% increase in net interest income and a 13.8% contraction in consolidated general operating expenses. The increase in net interest income included new taxes on financial investments in Lebanon for US\$ 68 million over the same period. Consolidated spread expanded from 2.39% as at end-December 2017 to 2.74% as at end-September 2018 with the increase stemming in particular from Lebanese entities.

Consolidated general operating expenses decreased year-on-year by US\$ 81 million, of which US\$ 12 million in Lebanon and US\$ 69 million in entities abroad. US\$ 44 million of the latter represent the real decrease in expenses within a currency translation effect estimated at US\$ 25 million. Subsequently, the cost to income ratio continues to improve gradually quarter on quarter reaching 43.8% in the first nine months of 2018 compared to 51.4% over the same period in 2017.

1.24% ROAA & 15.4% ROACE

Subsequently, the Group's profitability metrics strengthened. The return on average assets improved to 1.24% as at end-September 2018 as compared to 1.06% as at end-December 2017; the return on average common equity increased from 13.4% as at end-December 2017 to 15.4% as at end-September 2018; and, the earnings per common share rose from US\$ 1.03 in 2017 to US\$ 1.25 on an annualised basis in the first nine months of 2018.

Bank Audi's results underline the strong fundamentals of the Group and the diversified nature of its operations. 20% net income growth year on year reaching US\$ 410 million and core tier 1 reaching 11.4% despite headwinds in certain geographies are the key achievements of the period. Bank Audi and its dedicated personnel remain committed to sustained shareholder value creation through premium facilitation of the banking needs of its customer base in its selected geographies, balanced growth and efficient deployment of resources.

Among Top Regional Banking Groups

SUMMARISED INCOME STATEMENT

In US\$ Million	QIII-18	QIII-17	YoY %	9M-18	9M-17	YoY %
Net interest income	326	272	19.6%	907	780	16.4%
Non-interest income	88	133	-34%	247	362	-31.7%
o.w. Net commissions	58	53	10.0%	163	179	-9.0%
o.w. Other income	30	80	-63.1%	84	182	-54.1%
Total operating income	413	405	1.9%	1,154	1,141	1.1%
General operating expenses	167	192	-13.1%	505	586	-13.8%
Net loan loss provisions	66	54	23.8%	126	125	0.8%
Income tax	36	31	15.1%	113	89	27.4%
Total costs	269	277	-2.8%	745	800	-6.9%
Net profits from continuing operations	144	129	12.2%	410	341	20.0%
Profits from discontinued operations		0			95	-100.0%
Net profits	144	129	12.2%	410	437	-6.2%

SUMMARISED BALANCE SHEET

In US\$ Million	Sep-18	Sep-17	YoY %	Dec-17	YTD %
Total Assets	45,724	44,682	2.3%	43,752	4.5%
Customers' deposits	30,881	35,749	-13.6%	33,451	-7.7%
Loans to customers' (net)	13,679	17,153	-20.3%	16,294	-16.0%
Shareholders' equity	3,828	3,807	0.5%	4,188	-8.6%
o.w. Common shareholders' equity	3,041	3,092	-1.6%	3,148	-3.4%
Number of branches	202	207	-2.4%	203	-0.5%
Number of staff	6,276	6,995	-10.3%	6,541	-4.1%

KEY RATIOS

	QIII-18	QIII-17	YoY %	9M-18	9M-17	YoY %
Spread	2.9%	2.4%	0.4%	2.7%	2.4%	0.4%
Cost/Income	40.4%	47.4%	-7.0%	43.8%	51.4%	-7.6%
Cost of risk (bps)	1.9%	1.2%	0.7%	1.2%	1.0%	0.2%
ROAA	1.3%	1.2%	0.1%	1.2%	1.0%	0.2%
ROACE	17.2%	15.2%	1.9%	15.4%	13.7%	1.7%
	Sep-18	Sep-17	YoY %	Dec-17	YTD %	
Loan/Deposits	44.3%	48.0%	-3.7%	48.7%	-4.4%	
Gross DLs/Gross loans	4.5%	3.3%	1.2%	3.5%	1.0%	
Provision coverage (specific)	64.7%	60.4%	4.3%	60.1%	4.6%	
CET1	11.4%	10.1%	1.3%	10.5%	0.9%	
CAR ratio	18.2%	15.6%	2.7%	16.9%	1.3%	

For more information:

Tamer Ghazaleh

Group Chief Financial Officer

Email: Tamer.ghazaleh@bankaudi.com.lb

Tel: +961 1 964 064

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2018

**AMONG THE TOP REGIONAL
BANKING GROUPS**

USD 45.7 billion in total
assets as at 30/9/2018

consolidated activity highlights

IN US DOLLARS

AT END-SEPTEMBER 2018

Bank Audi

- USD 30.9 billion of total customers' deposits
- USD 13.7 billion of total loans to customers
- USD 3.8 billion of total shareholders' equity
- USD 410 million of net profits in the first nine months of 2018,
rising by 20% relative to the recurrent net profits of the corresponding period of 2017
- USD 132 million of those profits are generated in entities outside Lebanon,
representing 32% of the total

Main Financial Indicators

- 76.4% of primary liquidity to customers' deposits ratio
- 18.2% of capital adequacy ratio as per Basel III,
of which 11.4% of Common Equity Tier 1 ratio
- 4.5% of gross doubtful loans to gross loans ratio,
covered up to 107% by specific provisions and real guarantees
- USD 258 million of collective provisions
- 15.4% of return on average common equity

A UNIVERSAL AND INNOVATIVE BANKING OFFERING
CATERING TO 1.1 MILLION CUSTOMERS SERVED THROUGH
202 BRANCHES AND 6,275 EMPLOYEES IN 11 COUNTRIES

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

	30/9/2018 USD Thousands	31/12/2017 USD Thousands
ASSETS		
Cash and balances with central banks	15,295,350	13,165,412
Due from banks and financial institutions	1,553,658	965,010
Due from head office, sister, related banks and financial institutions	-	-
Loans to banks and financial institutions and reverse repurchase agreements	159,777	801,682
Financial assets given as collateral	-	-
Derivative financial instruments	599,056	264,069
Shares and participations at fair value through profit and loss	64,700	40,484
Debt instruments and other similar financial assets at fair value through profit and loss	205,502	951,522
Of which: net loans and advances at fair value through profit and loss	23,039	31,614
Net loans and advances to customers at amortised cost	13,556,470	16,186,257
Net loans and advances to related parties at amortised cost ⁽¹⁾	122,222	107,339
Debtors by acceptances	250,323	150,512
Debt instruments classified at amortised cost ⁽²⁾	12,111,515	9,832,401
Shares and participations at fair value through other comprehensive income	69,935	104,827
Debt instruments and other similar financial assets at fair value through other comprehensive income	549,957	-
Investments in associates	98,566	89,192
Assets taken in settlement of debts	116,258	95,561
Property and equipment	567,273	586,666
Intangible fixed assets	43,958	50,576
Non-current assets held for sale	-	-
Other assets	330,519	331,995
Goodwill	28,791	28,334
TOTAL ASSETS	45,723,830	43,751,839

⁽¹⁾ Loans granted to related parties against cash collateral amounted to USD 83 million.

⁽²⁾ Includes an amount of USD 1,228 million with risk ceded to customers.

	30/9/2018 USD Thousands	31/12/2017 USD Thousands
OFF-BALANCE SHEET		
Financing commitments		
- Financing commitments given to banks and financial institutions	314,140	499,080
- Financing commitments given to customers	3,260,068	3,305,167
Bank guarantees		
- Guarantees given to banks and financial institutions	68,887	147,759
Of which: credit derivatives	-	-
- Guarantees received from banks and financial institutions	196,180	818,986
Of which: credit derivatives	-	-
- Guarantees given to customers	1,320,089	1,493,460
- Guarantees received from customers	21,144,231	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	4,507,014	7,401,225
- Foreign currencies to deliver	4,480,456	7,411,882
Commitments on term financial instruments	11,047,498	6,117,424
Other commitments		
Claims from legal cases	-	-
Fiduciary accounts	2,309,015	1,953,441
- Under specific instructions	2,293,047	1,936,522
- Under discretionary investments	15,968	16,919
Assets under management	10,696,935	8,987,616
Mutual funds	50,764	49,016
Structured financial products	-	-
Engagement unlikely to be executed	-	-
Bad debts written off during the year	75,302	3,296

	30/9/2018 USD Thousands	31/12/2017 USD Thousands
LIABILITIES		
Due to central banks	7,170,196	2,634,492
Due to banks and financial institutions and repurchase agreement	1,649,468	1,887,294
Due to head office, sister, related banks and financial institutions	-	-
Financial assets taken as a guarantee	-	-
Derivative financial instruments	501,119	136,242
Financial liabilities at fair value through profit and loss	-	-
Of which: deposits at fair value through profit and loss	-	-
Customers' deposits	30,482,079	32,953,802
Deposits from related parties	399,158	497,660
Debt issued and other borrowed funds	43,049	-
Engagements by acceptances	250,323	150,512
Other liabilities	328,670	390,504
Provisions for risks and charges	254,963	94,017
Subordinated loans and similar debts	816,845	819,415
Non-current liabilities held for sale	-	-
TOTAL LIABILITIES	41,895,870	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	1,270,471	1,140,907
Distributable reserves	285,692	287,022
Treasury shares	(5,534)	(62,708)
Retained earnings	944,833	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	(1,539)	582
Reserve for cash flow hedges	9,103	-
Remeasurement actuarial (gain)/Loss on defined benefit plan	(8,495)	(8,495)
Share of associates' other comprehensive income under equity method	3,624	3,016
Foreign currency translation reserve	(1,148,986)	(847,612)
Net (loss) gain on hedge of net investments in foreign entities	-	(7,777)
Result of the period	400,956	538,121
Shareholders' equity - Group share	3,672,523	3,940,735
Non-controlling interest	155,437	247,166
Total shareholders' equity	3,827,960	4,187,901
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	45,723,830	43,751,839



CONSOLIDATED INCOME STATEMENT (UNAUDITED)

	30/9/2018 USD Thousands	30/9/2017 USD Thousands
Interest and similar income	2,279,384	2,112,815
Interest and similar expense	(1,376,218)	(1,305,236)
Net interest margin	903,166	807,579
Fee and commission income	189,112	220,448
Fee and commission expense	(25,890)	(41,010)
Net fee and commission income	163,222	179,438
Net gain on financial assets or liabilities at fair value through profit and loss	61,535	89,708
Of which: interest income	5,541	34,681
Net gain on financial investments	10,821	22,859
Other operating income	14,014	39,518
Total operating income	1,152,758	1,139,102
Net provisions for credit losses	(125,976)	(125,022)
Net operating income	1,026,782	1,014,080
Personnel expenses	(280,625)	(317,352)
Other operating expenses	(182,642)	(220,442)
Depreciation of property and equipment	(30,877)	(37,002)
Amortisation of intangible assets	(11,299)	(11,389)
Impairment on goodwill and investments	-	-
Total of operating expenses	(505,443)	(586,185)
Operating profit	521,339	427,895
Share of profit of associates under equity method	1,290	1,677
Net gain (loss) on disposal of other asset	141	594
Profit before tax	522,770	430,166
Income tax	(113,090)	(88,778)
Profit after tax	409,680	341,388
Result of discontinued operations, net of tax	-	95,293
Profit for the period	409,680	436,681
Minority share profit for the period	8,724	14,952
Group share profit for the period	400,956	421,729
Basic earnings per share USD	0.93	1.02
Basic earnings per share from continuing operations USD	0.93	0.78

HEADQUARTERS

BANK AUDI sal
Bank Audi Plaza, Bab Idriss
P.O.Box: 11-2560 Beirut - LEBANON
Phone: +961 1 994000 Fax: +961 1 990555
contactus@bankaudi.com.lb - bankaudigroup.com

Country Management Lebanon

Bank Audi Palladium, Bab Idriss
P.O. Box: 11-2560 Beirut - LEBANON
Phone: +961 1 994000 Fax: +961 1 990555
contactus@bankaudi.com.lb - bankaudi.com.lb

M1 Building, Bab Idriss
P.O. Box: 11-2560 Beirut - LEBANON
Phone: +961 1 994000 Fax: +961 1 990555
contactus@bankaudi.com.lb - bankaudi.com.lb

DOMESTIC PRESENCE

- AUDI INVESTMENT BANK sal
- AUDI PRIVATE BANK sal
- Solifac sal

Phone: +961 1 994000 Fax: +961 1 999406 - contactus@bankaudiib.com - bankaudigroup.com
Phone: +961 1 954800/954900 Fax: +961 1 954880 - contactus.lebanon@bankaudiipb.com - bankaudiipb.com
Phone: +961 1 209200 Fax: +961 1 209205

FOREIGN PRESENCE

- BANQUE AUDI (SUISSE) SA
Beirut Representative Office
- BANK AUDI FRANCE sa
- BANK AUDI sal - JORDAN BRANCHES
- BANK AUDI sae (Egypt)
- AUDI CAPITAL (KSA) cjsc
- BANK AUDI LLC (Qatar)
- AUDI CAPITAL GESTION SAM
- ODEA BANK A.Ş.
- BANK AUDI sal - IRAQ BRANCHES
- BANK AUDI sal - ABU DHABI REP. OFFICE

Phone: +41 22 704 11 11 Fax: +41 22 704 11 00 - contactus.gva@bankaudiipb.com - bankaudiipb.com
Phone: +961 1 977 544 Fax: +961 1 980 535
Phone: +33 1 53 83 50 00 Fax: +33 1 42 56 09 74 - contactus@bankaudi.fr - bankaudi.fr
Phone: +962 6 4604000 Fax: +962 6 4680015 - contactus@bankaudi.com.jo - bankaudi.com.jo
Phone: +20 2 35343300 Fax: +20 2 35362120 - contactus@bankaudi.com.eg - bankaudi.com.eg
Phone: +966 11 2199300 Fax: +966 11 4627942 - contactus@audicapital.com - audicapital.com
Phone: +974 44967365 Fax: +974 44967373 - contactus.qatar@bankaudiipb.com - bankaudiipb.com
Phone: +377 97 97 65 11 Fax: +377 97 97 65 19 - contactus.mc@bankaudiipb.com - bankaudiipb.com
Phone: +90 212 3048444 Fax: +90 212 3048445 - info@odeabank.com.tr - odeabank.com.tr
Phone: +964 772 9768900 - contactus.iraq@bankaudi.com.lb - bankaudiiraq.com
Phone: +971 2 6331180 Fax: +971 2 6336044 - contactus.abu-dhabi@bankaudiipb.com - bankaudiipb.com

2018

**AMONG THE TOP REGIONAL
BANKING GROUPS**

LBP 68,929 billion in total
assets as at 30/9/2018

consolidated activity highlights

IN LEBANESE POUNDS

AT END-SEPTEMBER 2018

Bank Audi

- LBP 46,553 billion of total customers' deposits
- LBP 20,621 billion of total loans to customers
- LBP 5,771 billion of total shareholders' equity
- LBP 618 billion of net profits in the first nine months of 2018
rising by **20%** relative to the recurrent net profits of the corresponding period of 2017
- LBP 198 billion of those profits are generated in entities outside Lebanon,
representing **32%** of the total

Main Financial Indicators

- **76.4%** of primary liquidity to customers' deposits ratio
- **18.2%** of capital adequacy ratio as per Basel III,
of which **11.4%** of Common Equity Tier 1 ratio
- **4.5%** of gross doubtful loans to gross loans ratio,
covered up to **107%** by specific provisions and real guarantees
- LBP 390 billion of collective provisions
- **15.4%** of return on average common equity

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CATERING TO 1.1 MILLION CUSTOMERS SERVED THROUGH
202 BRANCHES AND 6,275 EMPLOYEES IN 11 COUNTRIES

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED)

	30/9/2018 LBP Million	31/12/2017 LBP Million
ASSETS		
Cash and balances with central banks	23,057,740	19,846,859
Due from banks and financial institutions	2,342,140	1,454,753
Due from head office, sister, related banks and financial institutions	-	-
Loans to banks and financial institutions and reverse repurchase agreements	240,864	1,208,536
Financial assets given as collateral	-	-
Derivative financial instruments	903,077	398,084
Shares and participations at fair value through profit and loss	97,535	61,030
Debt instruments and other similar financial assets at fair value through profit and loss	309,794	1,434,420
Of which: net loans and advances at fair value through profit and loss	34,731	47,658
Net loans and advances to customers at amortised cost	20,436,379	24,400,781
Net loans and advances to related parties at amortised cost ⁽¹⁾	184,249	161,814
Debtors by acceptances	377,362	226,896
Debt instruments classified at amortised cost ⁽²⁾	18,258,108	14,822,345
Shares and participations at fair value through other comprehensive income	105,428	158,027
Debt instruments and other similar financial assets at fair value through other comprehensive income	829,060	-
Investments in associates	148,588	134,457
Assets taken in settlement of debts	175,259	144,058
Property and equipment	855,164	884,400
Intangible fixed assets	66,266	76,243
Non-current assets held for sale	-	-
Other assets	498,259	500,481
Goodwill	43,402	42,713
TOTAL ASSETS	68,928,674	65,955,897

⁽¹⁾ Loans granted to related parties against cash collateral amounted to LBP 125 billion.

⁽²⁾ Includes an amount of LBP 1,851 billion with risk ceded to customers.

	30/9/2018 LBP Million	31/12/2017 LBP Million
OFF-BALANCE SHEET		
Financing commitments		
- Financing commitments given to banks and financial institutions	473,566	752,363
- Financing commitments given to customers	4,914,552	4,982,539
Bank guarantees		
- Guarantees given to banks and financial institutions	103,848	222,747
Of which: credit derivatives	-	-
- Guarantees received from banks and financial institutions	295,741	1,234,621
Of which: credit derivatives	-	-
- Guarantees given to customers	1,990,034	2,251,391
- Guarantees received from customers	31,874,929	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	6,794,324	11,157,347
- Foreign currencies to deliver	6,754,288	11,173,412
Commitments on term financial instruments	16,654,103	9,222,017
Other commitments		
Claims from legal cases	-	-
Fiduciary accounts	3,480,840	2,944,813
- Under specific instructions	3,456,768	2,919,307
- Under discretionary investments	24,072	25,506
Assets under management	16,125,629	13,548,832
Mutual funds	76,526	73,892
Structured financial products	-	-
Engagement unlikely to be executed	-	-
Bad debts written off during the year	113,517	4,968

	30/9/2018 LBP Million	31/12/2017 LBP Million
LIABILITIES		
Due to central banks	10,809,070	3,971,498
Due to banks and financial institutions and repurchase agreement	2,486,573	2,845,095
Due to head office, sister, related banks and financial institutions	-	-
Financial assets taken as a guarantee	-	-
Derivative financial instruments	755,436	205,384
Financial liabilities at fair value through profit and loss	-	-
Of which: deposits at fair value through profit and loss	-	-
Customers' deposits	45,951,734	49,677,857
Deposits from related parties	601,731	750,222
Debt issued and other borrowed funds	64,896	-
Engagements by acceptances	377,362	226,896
Other liabilities	495,470	588,685
Provisions for risks and charges	384,358	141,731
Subordinated loans and similar debts	1,231,393	1,235,268
Non-current liabilities held for sale	-	-
TOTAL LIABILITIES	63,158,023	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	1,915,235	1,719,917
Distributable reserves	430,681	430,592
Treasury shares	(8,343)	(94,532)
Retained earnings	1,424,337	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	(2,320)	877
Reserve for cash flow hedges	13,723	-
Remeasurement actuarial (gain)/Loss on defined benefit plan	(12,807)	(12,807)
Share of associates' other comprehensive income under equity method	5,463	4,546
Foreign currency translation reserve	(1,732,096)	(1,277,774)
Net (loss) gain on hedge of net investments in foreign entities	-	(11,724)
Result of the period	604,442	811,217
Shareholders' equity - Group share	5,536,330	5,940,658
Non-controlling interest	234,321	372,603
Total shareholders' equity	5,770,651	6,313,261
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	68,928,674	65,955,897



CONSOLIDATED INCOME STATEMENT (UNAUDITED)

	30/9/2018 LBP Million	30/9/2017 LBP Million
Interest and similar income	3,436,171	3,185,068
Interest and similar expense	(2,074,649)	(1,967,643)
Net interest margin	1,361,522	1,217,425
Fee and commission income	285,086	332,325
Fee and commission expense	(39,029)	(61,823)
Net fee and commission income	246,057	270,502
Net gain on financial assets or liabilities at fair value through profit and loss	92,765	135,235
Of which: interest income	8,354	52,282
Net gain on financial investments	16,313	34,460
Other operating income	21,126	59,573
Total operating income	1,737,783	1,717,195
Net provisions for credit losses	(189,910)	(188,471)
Net operating income	1,547,873	1,528,724
Personnel expenses	(423,042)	(478,409)
Other operating expenses	(275,334)	(332,316)
Depreciation of property and equipment	(46,547)	(55,780)
Amortisation of intangible assets	(17,033)	(17,168)
Impairment on goodwill and investments	-	-
Total of operating expenses	(761,956)	(883,673)
Operating profit	785,917	645,051
Share of profit of associates under equity method	1,944	2,528
Net gain (loss) on disposal of other asset	213	895
Profit before tax	788,074	648,474
Income tax	(170,482)	(133,831)
Profit after tax	617,592	514,643
Result of discontinued operations, net of tax	-	143,654
Profit for the period	617,592	658,297
Minority share profit for the period	13,150	22,541
Group share profit for the period	604,442	635,756
Basic earnings per share LBP	1,406	1,541
Basic earnings per share from continuing operations LBP	1,406	1,172

HEADQUARTERS

BANK AUDI sal
Bank Audi Plaza, Bab Idriss
P.O.Box: 11-2560 Beirut - LEBANON
Phone: +961 1 994000 Fax: +961 1 990555
contactus@bankaudi.com.lb - bankaudigroup.com

Country Management Lebanon

Bank Audi Palladium, Bab Idriss
P.O. Box: 11-2560 Beirut - LEBANON
Phone: +961 1 994000 Fax: +961 1 990555
contactus@bankaudi.com.lb - bankaudi.com.lb

M1 Building, Bab Idriss
P.O. Box: 11-2560 Beirut - LEBANON
Phone: +961 1 994000 Fax: +961 1 990555
contactus@bankaudi.com.lb - bankaudi.com.lb

DOMESTIC PRESENCE

- AUDI INVESTMENT BANK sal
- AUDI PRIVATE BANK sal
- Solifac sal

Phone: +961 1 994000 Fax: +961 1 999406 - contactus@bankaudiib.com - bankaudigroup.com
Phone: +961 1 954800/954900 Fax: +961 1 954880 - contactus.lebanon@bankaudiipb.com - bankaudiipb.com
Phone: +961 1 209200 Fax: +961 1 209205

FOREIGN PRESENCE

- BANQUE AUDI (SUISSE) SA
Beirut Representative Office
- BANK AUDI FRANCE sa
- BANK AUDI sal - JORDAN BRANCHES
- BANK AUDI sae (Egypt)
- AUDI CAPITAL (KSA) cjsc
- BANK AUDI LLC (Qatar)
- AUDI CAPITAL GESTION SAM
- ODEA BANK A.Ş.
- BANK AUDI sal - IRAQ BRANCHES
- BANK AUDI sal - ABU DHABI REP. OFFICE

Phone: +41 22 704 11 11 Fax: +41 22 704 11 00 - contactus.gva@bankaudiipb.com - bankaudiipb.com
Phone: +961 1 977 544 Fax: +961 1 980 535
Phone: +33 1 53 83 50 00 Fax: +33 1 42 56 09 74 - contactus@bankaudi.fr - bankaudi.fr
Phone: +962 6 4604000 Fax: +962 6 4680015 - contactus@bankaudi.com.jo - bankaudi.com.jo
Phone: +20 2 35343300 Fax: +20 2 35362120 - contactus@bankaudi.com.eg - bankaudi.com.eg
Phone: +966 11 2199300 Fax: +966 11 4627942 - contactus@audicapital.com - audicapital.com
Phone: +974 44967365 Fax: +974 44967373 - contactus.qatar@bankaudiipb.com - bankaudiipb.com
Phone: +377 97 97 65 11 Fax: +377 97 97 65 19 - contactus.mc@bankaudiipb.com - bankaudiipb.com
Phone: +90 212 3048444 Fax: +90 212 3048445 - info@odeabank.com.tr - odeabank.com.tr
Phone: +964 772 9768900 - contactus.iraq@bankaudi.com.lb - bankaudiiraq.com
Phone: +971 2 6331180 Fax: +971 2 6336044 - contactus.abu-dhabi@bankaudiipb.com - bankaudiipb.com