

Financial Highlights June 2019 (Unaudited)

Following are the main highlights of BLC Bank for the period ending June 30, 2019

I. Income Statement:

- ∞ The Bank's Consolidated Net Income reached \$12.5 M till June 2019, compared to \$19.6 M for the same period of 2018. The decrease is due to the economic crisis and the continuous increase in cost of funds.
- ∞ Total staff costs reached \$23.1 M till June 2019, decreasing by 4% compared to June 2018.
- ∞ Total operating expenses, reached \$35.4 M till June 2019, stable compared to June 2018.

//. Statement of Financial Position:

- Total Assets decreased by \$ 65 M (-1.3%) during Q2 2019 compared to December 2018.
- Net loans decreased in Q2 2019 by \$ 83 M (-5.2%) compared to December 2018.
- Total deposits decreased in Q2 2019 by \$ 135 M (-3.5%) compared to December 2018, to settle at \$3.77 B.
- The bank's regulatory liquidity ratio in foreign currency stands at 18.3% as at June 30, 2019, compared to a 10% requested by BDL.
- Capital Adequacy ratio stands at 17.6%, compared to a 15% required by the Central Bank for March 2019.

Income Statement

	Unaudited 30.06.2019	Unaudited 30.06.2018
<i>Amounts in (000's USD)</i>		
Interest Income	167,917	154,944
Less: tax on interest	(5,630)	(4,753)
Interest Income: net of tax	162,287	150,191
Interest Expense	(129,585)	(105,293)
Net Interest Income	32,702	44,898
Fee and Commission Income	10,407	10,614
Fee and Commission Expense	(1,699)	(1,130)
Net fee and commission income	8,708	9,485
Net Interest and Gain / (Loss) on Fair Value securities	240	1,357
Other Operating Income	496	2,276
Net Financial Revenues	42,145	58,017
Write back / (provision) for credit losses	2,045	866
Write back / (provision) of Financial Investment	5,252	-
Net Financial Revenues after impairment loss / write back	49,442	58,883
Gain on disposal of property and equipment and properties acquired in satisfaction of debts	263	0
Allowance for contingencies (net)	(12)	237
Staff costs	(23,121)	(24,050)
Administrative expenses	(9,941)	(9,515)
Depreciation and Amortization	(2,324)	(2,074)
Profit before income tax	14,307	23,480
Income Tax expense	(1,803)	(3,874)
Net profit for the year	12,504	19,606
Attributable to:		
Equity holders of the bank	12,491	19,587
Non controlling interest	13	19
	12,504	19,606

Statement Of Financial Position

Amounts in (000's USD)

	Unaudited	Audited
	30.06.2019	31.12.2018
<u>ASSETS</u>		
Cash and Central bank	1,188,193	1,113,627
Deposits with banks and financial institutions	185,955	191,747
Loans to Banks	1,373	1,829
Investment securities at FVPL	32,146	36,794
Loans and advances to customers	1,524,049	1,607,073
Investment Securities at amortized cost	1,586,119	1,707,753
Investment Securities at FVOCI	70,985	75,296
Customers ' liability under acceptances	24,038	21,187
Investment in subsidiaries	59,550	74,136
Assets acquired in satisfaction of loans	56,150	55,629
Properties and equipment	63,317	59,632
Financial assets against structured transaction	177,312	88,347
Intangible assets	3,122	2,881
Other assets	15,653	17,247
Total Assets	4,987,961	5,053,177
<u>LIABILITIES</u>		
	30.06.2019	31.12.2018
Deposits and borrowings from banks	146,512	98,966
Customers' accounts at amortized cost	3,773,217	3,908,047
Soft leverage arrangements with BDL	177,312	88,347
Liabilities under acceptances	24,253	21,444
Other borrowings	271,071	295,380
Other liabilities	51,299	52,360
Provisions	13,935	13,218
Total Liabilities	4,457,597	4,477,763
<u>SHAREHOLDERS' EQUITY</u>		
Capital	141,957	141,725
Treasury shares	(50,404)	-
Preferred shares	101,351	101,351
Reserves	126,179	113,582
Special reserve for assets acquired in satisfaction of debts	48,373	44,442
Retained earnings	146,516	129,161
Cumulative change in fair value of OCI securities	3,667	3,966
Net Profit for the Period	12,491	40,961
Total attributable to the equity holders of the parent	530,130	575,187
Non controlling interest	234	228
Total Equity	530,364	575,415
Total liabilities and Shareholders' Equity	4,987,961	5,053,177

*During 2019, BLCBANK disposed of its subsidiary (USB BANK) in Cyprus.