

Financial Highlights June 2017

Following are the main highlights of BLC Bank for the period ending June 30, 2017

I. **Income Statement:**

- ∞ The Bank's Consolidated Net Income reached US **\$24.9** M till June 2017 which is 27% above the same period of 2016.
- ∞ Recurrent income from the operations in Lebanon, which is constituted mainly of net interest and net commissions, reached **\$25.6** M till June 2017, up by **+3%** from the **\$24.9M** registered till June 2016, where net commissions increased by **+9%** compared to June 2016.

II. **Statement of Financial Position:**

A. Consolidated

- Consolidated Total Assets increased during the first half of 2017 to reach US **\$5.85** billion as at June 30, 2017 compared to US **\$5.74** as at December 31, 2016 , **+3%**,and increased by **+5.6%** YOY basis.
- Consolidated net total loans increased by 1.3%, from \$1.85 billion in 2016 to \$ 1.88 billion as at June 30, 2017.
- Consolidated total deposits increased by **1.4%** in the first half of 2017 to settle at **\$4.76 B** compared to **\$4.69 B** as at December 31, 2016, and increased by **+2.7%** YOY basis.
- The bank's regulatory liquidity ratio in foreign currency stands at **24%** as at June 30 2017, compared to a **10%** requested by BDL.
- Latest Consolidated Capital Adequacy ratio (March 2017)stands at **16.3%**, compared to a **14.5%** required by the Central Bank for 2017

Consolidated Income Statement

	Unaudited 30.06.2017 <i>(000's \$)</i>	Audited 31.12.2016 <i>(000's \$)</i>
Interest Income	158,540	313,733
Interest Expense	(98,669)	(194,292)
Net Interest Income	59,871	119,441
Fee and Commission Income	11,571	21,747
Fee and Commission Expense	(1,341)	(2,902)
Net fee and commission income	10,229	18,846
Net Interest and Gain / (Loss) on Fair Value securities	6,975	12,790
Other Operating Income	1,489	5,069
Net Financial Revenues	78,564	156,145
Allowance for Impairment of Loans and Advances (net)	(7,302)	(14,237)
Loans direct write off (net)	44	(469)
Write-back of Discount on Loan Portfolio Purchased	25	405
Net Financial Revenues after impairment loss / write back	71,332	141,845
Gain on disposal of property and equipment and properties acquired in satisfaction of debts	3,090	922
Allowance for contingencies (net)	(310)	230
Change in fair value of investment properties	(304)	(631)
Staff costs	(28,192)	(53,099)
Administrative expenses	(13,253)	(27,695)
Depreciation and Amortization	(3,040)	(5,998)
Profit before income tax	29,321	55,573
Income Tax expense	(4,454)	(8,228)
Net profit for the period	24,867	47,345
Attributable to:		
Equity holders of the bank	24,878	47,246
Non controlling interest	(11)	99
	24,867	47,345

Consolidated Statement Of Financial Position

Amounts in (000's USD)

	Unaudited	Audited
	30.06.2017	31.12.2016
ASSETS		
Cash and Central bank	856,237	867,299
Deposits with banks and financial institutions	380,229	295,194
Loans to Banks	2,340	2,809
Investment securities at FVPL	320,975	265,291
Loans and advances to customers	1,875,061	1,850,571
Investment Securities at amortized cost	2,141,660	2,201,492
Investment Securities at FVOCI	11,611	11,607
Customers ' liability under acceptances	22,169	22,479
Assets acquired in satisfaction of loans	125,241	119,643
Investment Property	13,628	12,655
Properties and equipment	61,505	56,840
Intangible assets	1,809	1,811
Deferred charges	12,679	17,868
Goodwill	4,198	3,898
Other assets	20,940	20,037
Total Assets	5,850,283	5,749,493
LIABILITIES		
	30.06.2017	31.12.2016
Deposits and borrowings from banks	29,279	27,798
Customers' accounts at amortized cost	4,758,361	4,690,500
Liabilities under acceptances	22,169	22,479
Other borrowings	274,999	272,885
Other liabilities	133,840	152,649
Provisions	37,569	5,271
Total Liabilities	5,256,218	5,171,583
SHAREHOLDERS' EQUITY		
Capital	141,360	141,360
Capital - Preferred shares	1,095	1,095
Premium on preferred shares	163,905	163,905
Reserves	107,632	85,256
Special reserve for assets acquired in satisfaction of debts	39,061	31,088
Cumulative translation adjustment	269	(94)
Retained earnings	106,357	98,749
Property revaluation reserve	241	224
Cumulative change in fair value of OCI securities	5,031	5,121
Net Profit for the Period	24,878	47,246
Total attributable to the equity holders of the parent	589,830	573,950
Non controlling interest	4,234	3,960
Total Equity	594,065	577,910
Total liabilities and Shareholders' Equity	5,850,283	5,749,493