

Financial Results as at 30/09/2020

BLOM Bank achieved during the first nine months of the year 2020, net profits equal to LBP 86.2 billion (USD 57.2 million), which emanated mostly from our units outside Lebanon, especially from our unit operating in Egypt which constituted 60.7% of consolidated profits.

Consolidated Statement of Financial Position

Assets (In USD Thousand)	30/9/2020 Unaudited	31/12/2019 Audited
Cash and balances with central banks	19,363,610	20,698,127
Due from banks and financial institutions	1,359,698	1,274,409
Loans to banks and financial institutions and repurchase agreements	14,815	30,892
Derivative financial instruments	5,562	18,565
Financial assets at fair value through profit or loss (FVTPL)	170,143	319,837
Loans and advances to customers at amortised cost	4,161,471	5,802,019
Loans and advances to related parties at amortised cost	8,682	12,109
Bank acceptances	13,457	94,833
Financial assets at fair value through other comprehensive income (FVTOCI)	862,723	439,122
Financial assets at amortised cost	3,792,418	3,898,293
Assets taken in recovery of debt	36,699	39,883
Property, equipment and right-of-use assets	538,547	543,475
Intangible assets	2,984	2,945
Other assets	166,013	119,740
Goodwill	1,370	1,330
Total Assets	30,498,192	33,295,579

BLOM Bank is required to comply by all BDL circulars as stipulated in the Code of Money and Credit, especially article 208. As a result, the Bank has complied for the year 2020 accounts, by these circulars when calculating expected credit losses in accordance to the specified ratios listed in Appendix 6 of BDL circular number 44, and as amended by the intermediate circular number 567 issued by BDL on August 26th, 2020.

Consolidated Statement of Financial Position

Liabilities (In USD Thousand)	30/9/2020 Unaudited	31/12/2019 Audited
Due to central banks	2,008,579	2,586,238
Due to banks & financial institutions and repurchase agreements	223,849	345,404
Derivative financial instruments	1,430	20,265
Customers' deposits at amortised cost	23,606,752	26,084,174
Related parties' deposits at amortised cost	81,313	75,164
Debt issued and other borrowed funds	308,656	302,849
Engagements by acceptances	13,512	96,071
Other liabilities	589,912	526,808
Provisions for risks and charges	440,769	102,641
Total Liabilities	27,274,772	30,139,614
Shareholders' Equity		
Share capital - common shares	213,930	213,930
Share premium on common shares	248,132	248,132
Non distributable reserves (Legal and Obligatory)	1,068,623	1,069,447
Distributable reserves	490,000	452,998
Treasury shares	(2,941)	(8,976)
Retained earnings	1,302,490	1,240,752
Reserves for revaluation variance-real estate	9,769	9,769
Changes in fair value for financial assets at FVTOCI	4,590	6,586
Foreign currency translation reserve	(223,081)	(242,394)
Non-controlling interests	56,565	56,150
out of which : Profit allocated to non-controlling interests	1,814	5,840
Profit of the financial period - Profit / (Loss)	55,343	109,571
Total Shareholders' Equity	3,223,420	3,155,965
Total Liabilities and Shareholders' Equity	30,498,192	33,295,579

Consolidated Statement of Financial Position

Off Financial Position (In USD Thousand)	30/9/2020 Unaudited	31/12/2019 Audited
Financing commitments		
Financing commitments issued	59,754	104,835
Financing commitments received from financial intermediaries	97,838	120,076
Commitments to lend	284,628	414,462
Guarantees		
Guarantees given to financial intermediaries	49,219	131,333
Guarantees received from financial intermediaries	44,465	47,253
Guarantees given to customers	547,173	575,341
Guarantees received from customers	10,697,035	12,400,324
Commitments on financial assets		
Financial assets to receive	-	-
Financial assets to deliver	-	-
Operations in foreign currencies		
Foreign currencies to receive	481,820	2,997,668
Foreign currencies to deliver	481,105	2,999,326
Commitments on term financial instruments	653,569	1,931,265
Other commitments	1,567,683	1,581,909
Fiduciary deposits	424,503	1,014,212
Under specific instructions	424,503	1,014,212
Under discretionary investments	-	-
Financial assets under management	4,724,541	5,601,510
Bad loans fully provided for and transferred to off balance sheet during the period	71,544	111,321

Consolidated Income Statement

(In USD Thousand)	For the period ended	30/9/2020 Unaudited	30/9/2019 Unaudited
Interest and similar income		1,745,624	1,956,472
Interest and similar expense		(849,991)	(1,421,258)
Net interest income		895,633	535,214
Fees and commission income		97,871	135,585
Fees and commission expense		(23,400)	(34,367)
Net fees and commission income		74,471	101,218
Net (loss) gain from financial assets at fair value through profit or loss (FVTPL)		(36,523)	58,970
Net (loss) gain on financial operations		(46,179)	7,575
Other operating income		5,062	7,480
Total operating income		892,464	710,457
Net impairment loss on financial assets		(487,688)	(218)
Net operating income		404,776	710,239
Personnel expenses		(135,956)	(164,126)
Other operating expenses		(79,445)	(94,729)
Depreciation of property, equipment and right-of-use-assets		(18,905)	(18,732)
Amortization of intangible assets		(1,061)	(1,067)
Total operating expenses		(235,367)	(278,654)
Operating profit		169,409	431,585
Net gain on disposal of property and equipment		391	339
Profit before tax		169,800	431,924
Income tax expense		(112,643)	(73,824)
Net profit		57,157	358,100
Attributable to equity holders of the parent		55,343	355,803
Attributable to non-controlling interests		1,814	2,297
EPS (Basic) in USD		0.26	1.66
EPS (Diluted) in USD		0.26	1.66

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Consolidated Statement of Financial Position

Assets (In LBP Million)	30/9/2020 Unaudited	31/12/2019 Audited
Cash and balances with central banks	29,190,642	31,202,426
Due from banks and financial institutions	2,049,745	1,921,172
Loans to banks and financial institutions and repurchase agreements	22,334	46,570
Derivative financial instruments	8,384	27,986
Financial assets at fair value through profit or loss (FVTPL)	256,491	482,154
Loans and advances to customers at amortised cost	6,273,417	8,746,544
Loans and advances to related parties at amortised cost	13,088	18,255
Bank acceptances	20,287	142,961
Financial assets at fair value through other comprehensive income (FVTOCI)	1,300,555	661,976
Financial assets at amortised cost	5,717,070	5,876,677
Assets taken in recovery of debt	55,324	60,123
Property, equipment and right-of-use assets	811,860	819,289
Intangible assets	4,499	4,439
Other assets	250,265	180,508
Goodwill	2,066	2,004
Total Assets	45,976,027	50,193,084

BLOM Bank is required to comply by all BDL circulars as stipulated in the Code of Money and Credit, especially article 208. As a result, the Bank has complied for the year 2020 accounts, by these circulars when calculating expected credit losses in accordance to the specified ratios listed in Appendix 6 of BDL circular number 44, and as amended by the intermediate circular number 567 issued by BDL on August 26th, 2020.

Consolidated Statement of Financial Position

Liabilities (In LBP Million)	30/9/2020 Unaudited	31/12/2019 Audited
Due to central banks	3,027,933	3,898,754
Due to banks & financial institutions and repurchase agreements	337,453	520,696
Derivative financial instruments	2,156	30,550
Customers' deposits at amortised cost	35,587,179	39,321,893
Related parties' deposits at amortised cost	122,579	113,309
Debt issued and other borrowed funds	465,299	456,545
Engagements by acceptances	20,370	144,827
Other liabilities	889,294	794,161
Provisions for risks and charges	664,460	154,731
Total Liabilities	41,116,723	45,435,466
Shareholders' Equity		
Share capital - common shares	322,500	322,500
Share premium on common shares	374,059	374,059
Non distributable reserves (Legal and Obligatory)	1,610,949	1,612,192
Distributable reserves	738,675	682,894
Treasury shares	(4,434)	(13,531)
Retained earnings	1,963,503	1,870,434
Reserves for revaluation variance-real estate	14,727	14,727
Changes in fair value of financial assets at FVTOCI	6,919	9,928
Foreign currency translation reserve	(336,294)	(365,409)
Non-controlling interests	85,271	84,646
out of which : Profit allocated to non-controlling interests	2,735	8,804
Profit of the financial period - Profit / (Loss)	83,429	165,178
Total Shareholders' Equity	4,859,304	4,757,618
Total Liabilities and Shareholders' Equity	45,976,027	50,193,084

Consolidated Statement of Financial Position

Off Financial Position (In LBP Million)	30/9/2020 Unaudited	31/12/2019 Audited
Financing commitments		
Financing commitments issued	90,079	158,039
Financing commitments received from financial intermediaries	147,491	181,015
Commitments to lend	429,076	624,801
Guarantees		
Guarantees given to financial intermediaries	74,197	197,985
Guarantees received from financial intermediaries	67,031	71,234
Guarantees given to customers	824,863	867,327
Guarantees received from customers	16,125,780	18,693,489
Commitments on financial assets		
Financial assets to receive	-	-
Financial assets to deliver	-	-
Operations in foreign currencies		
Foreign currencies to receive	726,344	4,518,985
Foreign currencies to deliver	725,266	4,521,484
Commitments on term financial instruments	985,256	2,911,382
Other commitments	2,363,282	2,384,728
Fiduciary deposits	639,938	1,528,924
Under specific instructions	639,938	1,528,924
Under discretionary investments	-	-
Financial assets under management	7,122,246	8,444,277
Bad loans fully provided for and transferred to off balance sheet during the period	107,852	167,816

Consolidated Income Statement

(In LBP Million)	For the period ended	30/9/2020 Unaudited	30/9/2019 Unaudited
Interest and similar income		2,631,528	2,949,381
Interest and similar expense		(1,281,362)	(2,142,546)
Net interest income		1,350,166	806,835
Fees and commission income		147,541	204,394
Fees and commission expense		(35,276)	(51,808)
Net fees and commission income		112,265	152,586
Net (loss) gain from financial assets at fair value through profit or loss (FVTPL)		(55,059)	88,898
Net (loss) gain on financial operations		(69,615)	11,420
Other operating income		7,634	11,276
Total operating income		1,345,391	1,071,015
Net impairment loss on financial assets		(735,190)	(328)
Net operating income		610,201	1,070,687
Personnel expenses		(204,954)	(247,422)
Other operating expenses		(119,763)	(142,804)
Depreciation of property, equipment and right-of-use-assets		(28,500)	(28,239)
Amortization of intangible assets		(1,600)	(1,608)
Total operating expenses		(354,817)	(420,073)
Operating profit		255,384	650,614
Net gain on disposal of property and equipment		589	511
Profit before tax		255,973	651,125
Income tax expense		(169,809)	(111,289)
Net profit		86,164	539,836
Attributable to equity holders of the parent		83,429	536,373
Attributable to non-controlling interests		2,735	3,463
EPS (Basic) in LBP		389	2,504
EPS (Diluted) in LBP		389	2,504