

**SOCIETE LIBANAISE DES CIMENTS  
BLANCS SAL  
Board of Directors Report  
for the General Assembly of 24 June 2019  
ESTABLISHED ACCORDING TO ARTICLE 158  
OF THE LEBANESE CODE OF COMMERCE**

Ladies and Gentlemen,

Pursuant to Article 158 of the Code of Commerce, the Board of Directors presents this report to inform you and ask for your approval for the conventions concluded in 2018 between the company and its directors or with companies in which members of the Board would be owners, partners in name, managers, directors or administrators .

**1. Holcim (Liban) S.A.L**

The Company benefits from technical services provided by Holcim Liban SAL against fees computed on the fixed basis of 4% of gross sales. These services amounted to LL (000) 790,307 during the year 2018.

The Company purchased raw materials and combustibles from Holcim Liban SAL amounting to LL (000) 3,537,287 during 2018.

Other services, consisting of staff costs and other costs charged by Holcim Liban SAL amounted to LL (000) 425,817 for the year 2018.

Dividends paid to Holcim Liban SAL amounted to LL (000) 3,955,685 during 2018.

During 2008, the Company granted a loan to Holcim Liban SAL amounting to US\$ 5,000,000 which was increased to US\$ 8,000,000 during 2009. No maturity date was determined for this loan. Interest charged during 2018 amounted to LL (000) 994,609. Accrued interest receivable amounted to LL (000) 6,347,773 as at 31 December 2018.

The balance due to and from Holcim Liban SAL respectively amounted to LL (000) 249,869 and LL (000) 6,347,773 as at 31 December 2018.

**2. Holcim Béton S.A.L.**

The balance due from Holcim Béton SAL amounted to LL (000) 346,004 as at 31 December 2018.

It is noteworthy that all these agreements and transactions processed under their disposition were submitted to our auditors and will be subject of a separate and detailed report.

The Board of Directors submits the report for the approval of the General Assembly.

**24 April 2019  
For the Board of Directors  
Chairman**