

CONSOLIDATED BALANCE SHEET

ASSETS <i>(In millions of LBP)</i>	Audited Dec 2007	Audited Dec 2006
1. Cash and Central bank	1,278,468	1,285,415
2. Lebanese Treasury bills and other government securities	1,967,309	1,964,194
3. Bonds and other fixed income securities	74,577	86,247
4. Marketable securities and other variable income instruments	28,802	25,314
5. Banks and financial institutions	930,748	629,492
- Current and sight accounts	119,132	132,025
- Loans and time deposits	811,616	497,467
- Securities purchased under resale agreements	-	-
6. Head office, branches, parent company, foreign sister financial inst. & subs.	-	-
- Current accounts	-	-
- Time deposits	-	-
7. Loans and advances to customers (Net)	1,150,331	981,276
- Commercial loans (*)	1,096,512	912,905
- Other loans to customers	-	-
- Current overdraft accounts	2,485	2,242
- Net debtor accounts against creditor accounts and cash collateral	-	-
- Loans and advances to related parties (article 152 of CMC)	21,694	21,711
- Net doubtful loans (**)	29,640	44,418
8. Debtors by acceptances	27,331	22,673
9. Investment securities including investments in unconsolidated subsidiaries	3,332	1,365
10. Investment in companies carried under the equity method	6,117	7,568
- Non-financial	1,091	6,475
- Financial	5,026	1,093
11. Tangible fixed assets (incl. revaluation surplus approved by the Central Bank)	132,946	115,196
12. Intangible assets	3,263	2,329
13. Other assets	6,553	6,497
14. Regularization accounts and other miscellaneous debtor accounts	26,869	21,755
15. Revaluation surplus on other fixed assets	56,137	56,137
16. Goodwill	-	-
TOTAL ASSETS *	5,692,783	5,205,458
<i>(*) Commercial loans include:</i>		
- Sub-standard loans	45,139	42,208
- Unrealized interest on sub-standard loans	(10,866)	(9,668)
Net Sub-Standard Loans	34,273	32,540
<i>(**) Doubtful loans are shown after deduction of :</i>		
- Provisions for doubtful debts	63,763	60,527
- Unrealized interest	47,470	49,022
Total Provisions	111,233	109,549

CONSOLIDATED BALANCE SHEET (continued)

LIABILITIES & SHAREHOLDERS' EQUITY <i>(In millions of LBP)</i>	Audited Dec 2007	Audited Dec 2006
1. Central bank	-	-
2. Banks and financial institutions	59,198	74,786
- Current and sight accounts	14,368	16,682
- Time deposits and borrowings	44,830	58,104
- Securities sold under repurchase agreements	-	-
3. Head office, branches, parent company, foreign sister financial inst. & subs.	-	-
- Current and sight accounts	-	-
- Time deposits and borrowings	-	-
4. Customers creditor accounts	4,819,536	4,354,298
- Current and sight deposits	495,781	461,325
- Time deposits	993,721	968,961
- Savings accounts	3,330,007	2,923,985
- Net creditor accounts against debtor accounts	-	-
- Related parties accounts	27	27
5. Engagements by acceptances	27,331	22,673
6. Liabilities under financial instruments	92,409	92,409
- Certificates of deposit	92,409	92,409
- Debenture bonds	-	-
- Other liabilities under financial instruments	-	-
7. Other liabilities	58,161	44,513
8. Regularization accounts and other creditor accounts	9,382	5,066
9. Provisions for contingencies and charges	18,025	16,369
10. Subordinated loans (or notes)	-	-
11. Revaluation surplus accepted as supplementary capital	7,828	7,828
12. Premium on issuance of preferred shares	59,375	59,375
13. Share capital	250,000	250,000
14. Reserves for general banking risks	21,104	18,272
15. Reserves and premiums (and equity differences)	158,578	144,380
- Group share	151,627	137,786
- Minority interests	6,951	6,594
16. Unrealized profits (losses) on available-for-sale portfolio	(1,874)	7
17. Profits carried forward	3,717	6,715
- Group share	3,955	6,907
- Minority interests	(238)	(192)
18. Net profit for the year	46,048	44,802
- Group share	44,417	43,270
- Minority interests	1,631	1,532
19. Revaluation surplus on other fixed assets	63,965	63,965
TOTAL LIABILITIES & SHAREHOLDERS' EQUITY	5,692,783	5,205,458

CONTRA ACCOUNTS <i>(In millions of LBP)</i>	Audited Dec 2007	Audited Dec 2006
---	---------------------	---------------------

Engagements & Commitments Received (Asset side)

1. Financing engagements received from financial intermediaries	-	-
2. Engagements by signature received from financial intermediaries	678	2,058
3. Securities sold under repurchase agreements	-	-
4. Other commitments received	2,082,182	1,837,415
5. Murabaha agreements with correspondents	3,015	3,467

Engagements & Commitments Issued (Liability side)

1. Financing commitments issued	311,633	245,364
- To financial intermediaries	282	1,778
- To customers	311,351	243,586
2. Commitments and contingencies issued	41,858	31,646
- To financial intermediaries	-	-
- To customers	41,858	31,646
3. Securities purchased under resale agreements	-	-
4. Other engagements issued	-	-
5. Engagements on term financial instruments	-	-
6. Fiduciary accounts and funds under management	-	-
- Fiduciary accounts	-	-
7. Deposits held under Murabaha agreements	3,015	15,193

INCOME STATEMENT

<i>(In millions of LBP)</i>	Audited Dec 2007 (12 months)	Audited Dec 2006 (12 months)
1. Total interest received and similar income	385,871	362,603
- Interest received on Lebanese Treasury bills	168,053	153,821
- Interest received on deposits and similar accounts with banks and financial institutions	120,259	116,769
- Interest received on deposits in head office, branches, parent company, foreign sister financial institutions and subsidiaries	-	-
- Interest received from bonds and other fixed income instruments	7,215	8,147
- Interest received from loans and advances to customers	83,403	77,471
- Interest received from loans and advances to related parties	3,781	2,440
- Interest received from leasing activities	273	223
- Other interest received and similar income	2,887	3,732
2. Total interest paid and similar charges	(270,408)	(249,672)
- Interest paid on deposits and similar accounts from banks & financial institutions	(2,126)	(2,521)
- Interest paid on deposits from head office, branches, parent company, foreign sister financial institutions and subsidiaries	-	-
- Interest paid on deposits from customers and other creditor accounts	(261,888)	(237,529)
- Interest paid on deposits from related parties	-	-
- Interest paid on cash contribution to capital and subordinated loans (or notes)	-	-
- Interest paid on certificates of deposit	(6,218)	(9,464)
- Interest paid on bonds and financial fixed income instruments	-	-
- Interest paid on leasing activities	-	-
- Other interest paid and similar charges	(176)	(158)
3. Net allocation to provisions for doubtful debts	(7,840)	(8,303)
- Provisions for loans and advances	(9,811)	(14,211)
- Provisions written back on loans and advances	1,971	5,908
4. NET INTEREST INCOME (1-2-3)	107,623	104,628
5. Income from marketable securities & other variable income instruments	2,151	1,849
6. Net commissions received	20,753	20,089
- Commissions received	24,316	21,799
- Commissions paid	(3,563)	(1,710)
7. Profit on financial operations	6,701	9,069
- Net profit from operations on transaction securities	3,180	4,850
- Net profit from operations on financial fixed assets	-	-
- Net profit from foreign exchange operations	3,521	4,219
- Net profit from operations on financial instruments	-	-
8. Loss on financial operations	(976)	(2,733)
- Net loss from operations on transaction securities	(904)	(2,409)
- Net loss from operations on financial fixed assets	-	-
- Net loss from foreign exchange operations	(72)	(324)
- Net loss from operations on financial instruments	-	-
9. Net income on financial operations (7-8)	5,725	6,336
10. Other operating income	24,902	23,214
11. Other operating charges	(19,302)	(17,532)
12. NET FINANCIAL INCOME (4+5+6+9+10+11)	141,852	138,584

INCOME STATEMENT (continued)

<i>(In millions of LBP)</i>	<i>Audited Dec 2007 (12 months)</i>	<i>Audited Dec 2006 (12 months)</i>
13. General operating expenses	(83,121)	(81,279)
- Staff expenses	(52,655)	(51,012)
- Other operating and administrative expenses	(30,466)	(30,267)
14. Amortization and depreciation of tangible and intangible assets	(5,602)	(5,999)
15. Net allocation to provisions and recoveries on financial assets	-	(200)
16. Net allocation to provisions and recoveries on off-balance sheet commitments	-	-
17. NET OPERATING INCOME (before tax) (12-13-14-15-16)	53,129	51,106
18. Net extraordinary results	800	1,227
- Exceptional income	951	1,619
- Exceptional expenses	(151)	(392)
19. Income tax	(8,978)	(8,743)
20. Share in net income of companies accounted for under the equity method	1,097	1,212
- Non-financial institutions	1,024	1,099
- Financial institutions	73	113
21. NET PROFIT FOR THE YEAR	46,048	44,802
- Group share	44,417	43,270
- Minority interests	1,631	1,532

KEY INDICATORS

General Information	Audited Dec 2007	Audited Dec 2006
Exchange Rate of 1 US Dollar (in LBP)	1,507.50	1,507.50
Balance Sheet Data (in millions of US Dollars)		
Total Assets	\$ 3,776.31	\$ 3,453.04
Total Customer Deposits (excluding Certificates of Deposit)	\$ 3,197.04	\$ 2,888.42
Total Loans and Advances	\$ 763.07	\$ 650.93
Total Shareholders' Equity (excluding profits for the year)	\$ 330.83	\$ 322.77
Earnings Data (in millions of US Dollars)		
Net Interest Income	\$ 71.39	\$ 69.40
Non-Interest Income	\$ 22.71	\$ 22.52
Net Financial Income	\$ 94.10	\$ 91.93
Net Profit for the Year	\$ 30.55	\$ 29.72
Liquidity Ratio		
BIS Capital Adequacy Ratio (excluding profits for the current year)	84%	86%
Number of Common Shares Outstanding	23,400,000	23,400,000
Number of Branches	60	58

For further information, please contact:
Phone & Fax: +961-9-646204