

Average performance of the lebanese banking sector

Consolidated summarized balance sheet at year end	LL Million			USD Million			%	
	2013	2014	14/13	2013	2014	14/13	2013	2014
Assets								
Primary liquidity	92,203,973.902	105,462,671.841	14.4	61,163.498	69,958.655	14.4	30.7	32.2
Portfolio securities	103,884,208.158	106,715,936.443	2.7	68,911.581	70,790.008	2.7	34.6	32.6
Loans and advances	93,415,907.242	103,707,253.767	11.0	61,967.434	68,794.198	11.0	31.1	31.6
Fixed assets	5,121,638.593	5,894,798.010	15.1	3,397.439	3,910.314	15.1	1.7	1.8
Other assets	5,274,951.411	6,050,562.851	14.7	3,499.139	4,013.640	14.7	1.8	1.8
Total assets	299,900,679.306	327,831,222.912	9.3	198,939.091	217,466.815	9.3	100.0	100.0
Liabilities and shareholders' equity								
Deposits from banks	15,872,913.057	19,097,906.440	20.3	10,529.296	12,668.595	20.3	5.3	5.8
Deposits from customers	247,772,871.715	268,930,503.375	8.5	164,360.114	178,395.027	8.5	82.6	82.0
Other liabilities	9,460,719.288	10,113,346.349	6.9	6,275.767	6,708.687	6.9	3.2	3.1
Shareholders' equity	26,794,175.245	29,689,466.749	10.8	17,773.914	19,694.505	10.8	8.9	9.1
Total liabilities and shareholders' equity	299,900,679.306	327,831,222.912	9.3	198,939.091	217,466.815	9.3	100.0	100.0
Total footings	365,508,871.919	402,102,170.464	10.0	242,460.280	266,734.441	10.0		
Consolidated profit & loss account								
at year end	LL Million			USD Million				
	2013	2014	14/13	2013	2014	14/13		
Interest & similar income	14,831,245.760	16,625,831.695	12.1	9,838.306	11,028.744	12.1		
Interest & similar expense	9,637,334.697	10,941,772.651	13.5	6,392.925	7,258.224	13.5		
Net interest income	5,193,911.063	5,684,059.043	9.4	3,445.380	3,770.520	9.4		
Net fee & commission income	1,363,163.309	1,525,098.830	11.9	904.254	1,011.674	11.9		
Net gain/loss on financial assets/liabilities at FVTP&L	824,083.430	848,253.814	2.9	546.656	562.689	2.9		
Net gain/loss on financial investments	663,845.620	690,116.541	4.0	440.362	457.789	4.0		
Other operating income	228,834.919	270,951.229	18.4	151.798	179.735	18.4		
Total operating income	8,273,838.341	9,018,479.457	9.0	5,488.450	5,982.408	9.0		
Net provisions for credit losses	558,195.065	584,833.420	4.8	370.279	387.949	4.8		
Provisions for impairment of other financial instr./inv.	-1,005.235	-4,186.200	-316.4	-0.667	-2.777	-316.4		
Net operating income	7,716,648.511	8,437,832.237	9.3	5,118.838	5,597.235	9.3		
Total operating expenses	4,307,974.375	4,678,432.117	8.6	2,857.694	3,103.438	8.6		
Operating profit	3,408,674.136	3,759,400.119	10.3	2,261.144	2,493.798	10.3		
Share of profit of associates under equity method	30,596.451	36,105.661	18.0	20.296	23.951	18.0		
Net gain/loss from sale or disposal of other assets	8,337.382	16,788.539	101.4	5.531	11.137	101.4		
Profit before tax	3,447,607.969	3,812,294.319	10.6	2,286.970	2,528.885	10.6		
Income tax	604,804.408	694,808.090	14.9	401.197	460.901	14.9		
Profit after tax from operating activities	2,842,803.561	3,117,486.229	9.7	1,885.774	2,067.984	9.7		
Result of discontinued operations	-1,111.930	-604.292	45.7	-0.738	-0.401	45.7		
Net profit	2,841,691.630	3,116,881.937	9.7	1,885.036	2,067.583	9.7		
Net profit - Non controlling interest	87,090.973	129,853.220	49.1	57.772	86.138	49.1		
Net profit - Group share	2,754,600.657	2,987,028.717	8.4	1,827.264	1,981.445	8.4		
Growth							2013	2014
Assets (%)							9.6	9.3
Loans to customers (%)							15.1	11.0
Deposits from customers (%)							9.6	8.5
Shareholders' equity (%)							8.5	10.8
Total L/C openings for the year (%)							-5.8	2.6
Total income (%)							3.9	9.1
Total operating expenses (%)							8.4	8.6
Net profits for the year (%)							0.0	9.7
Management and cost efficiency								
Footings per branch (LL Billion)							256.549	271.432
Footings per staff (LL Billion)							10.680	11.306
Staff per branch							22.9	22.8
Cost per average branch (LL Billion)							3.178	3.309
Staff expenses per average staff (LL Billion)							0.074	0.077
Staff expenses to total operating expenses (%)							55.58	56.21
Cost to income (%)							51.82	51.57
Cost to average assets (%)							1.50	1.49
Liquidity								
Net primary liquidity / deposits							30.81	32.11
Net primary liquidity in LL / deposits in LL							20.43	17.85
Net primary liquidity in FX / deposits in FX							35.27	38.13
Capital adequacy								
Common Tier 1 ratio							9.91	10.34
Additional Tier 1 ratio							3.24	3.14
Tier 1 ratio							13.15	13.48
Tier 2 ratio							1.08	1.13
Total capital ratio							14.23	14.61
Profitability								
Net return on average equities (%)							11.04	11.04
Net return on average assets (%)							0.99	0.99
Investment considerations								
Common earnings per share (LL)							639.10	680.00
Common book per share (LL)							5,251.08	5,777.37
ROAE to hurdle rate (times)							0.71	0.76