

Average performance of the lebanese banking sector

Consolidated summarized balance sheet at year end	LL Million			USD Million			%	
	2015	2016	16/15	2015	2016	16/15	2015	2016
Assets								
Primary liquidity	106,586,705.028	125,284,970.323	17.5	70,704.282	83,107.775	17.5	31.0	34.4
Portfolio securities	115,521,440.355	114,502,684.870	-0.9	76,631.138	75,955.347	-0.9	33.6	31.5
Loans and advances	109,527,023.686	111,758,297.900	2.0	72,654.742	74,134.858	2.0	31.9	30.7
Fixed assets	6,308,054.832	6,832,579.228	8.3	4,184.448	4,532.391	8.3	1.8	1.9
Other assets	5,613,907.548	5,521,565.989	-1.6	3,723.985	3,662.730	-1.6	1.6	1.5
Total assets	343,557,131.448	363,900,098.310	5.9	227,898.595	241,393.100	5.9	100.0	100.0
Liabilities and shareholders' equity								
Deposits from banks	20,265,739.127	22,891,213.200	13.0	13,443.276	15,184.884	13.0	5.9	6.3
Deposits from customers	281,168,339.266	291,345,003.871	3.6	186,512.995	193,263.684	3.6	81.8	80.1
Other liabilities	10,419,793.568	14,775,939.271	41.8	6,911.969	9,801.618	41.8	3.0	4.1
Shareholders' equity	31,703,259.487	34,887,941.967	10.0	21,030.355	23,142.913	10.0	9.2	9.6
Total liabilities and shareholders' equity	343,557,131.448	363,900,098.310	5.9	227,898.595	241,393.100	5.9	100.0	100.0
Total footings	419,908,909.126	443,008,758.902	5.5	278,546.540	293,869.823	5.5		
Consolidated profit & loss account								
at year end								
Interest & similar income	17,922,852.606	19,239,640.063	7.3	11,889.123	12,762.614	7.3		
Interest & similar expense	11,940,269.086	12,846,996.044	7.6	7,920.577	8,522.054	7.6		
Net interest income	5,982,583.520	6,392,644.019	6.9	3,968.546	4,240.560	6.9		
Net fee & commission income	1,536,408.111	2,562,540.995	66.8	1,019.176	1,699.861	66.8		
Net gain/loss on financial assets/liabilities at FVTP&L	1,065,407.424	2,016,793.768	89.3	706.738	1,337.840	89.3		
Net gain/loss on financial investments	723,161.757	1,745,709.449	141.4	479.709	1,158.016	141.4		
Other operating income	213,178.402	291,854.650	36.9	141.412	193.602	36.9		
Total operating income	9,520,739.213	13,009,542.881	36.6	6,315.582	8,629.879	36.6		
Net provisions for credit losses	722,049.960	1,869,087.651	158.9	478.972	1,239.859	158.9		
Provisions for impairment of other financial instr./inv.	1,542.831	221,999.087	-	1.023	147.263	-		
Net operating income	8,797,146.422	10,918,456.143	24.1	5,835.586	7,242.757	24.1		
Total operating expenses	4,845,378.424	5,633,657.943	16.3	3,214.181	3,737.087	16.3		
Operating profit	3,951,767.998	5,284,798.200	33.7	2,621.405	3,505.670	33.7		
Share of profit of associates under equity method	39,342.405	41,775.615	6.2	26.098	27.712	6.2		
Net gain/loss from sale or disposal of other assets	26,079.013	-85,185.771	-	17.300	-56.508	-		
Profit before tax	4,017,189.417	5,241,388.045	30.5	2,664.802	3,476.874	30.5		
Income tax	739,340.713	1,237,894.645	67.4	490.442	821.157	67.4		
Profit after tax from operating activities	3,277,848.704	4,003,493.400	22.1	2,174.361	2,655.717	22.1		
Result of discontinued operations	41,102.108	-265,511.850	-	27.265	-176.127	-		
Net profit	3,318,950.812	3,737,981.549	12.6	2,201.626	2,479.590	12.6		
Net profit - Non controlling interest	160,526.554	215,512.702	34.3	106.485	142.960	34.3		
Net profit - Group share	3,158,424.258	3,522,468.847	11.5	2,095.140	2,336.629	11.5		
Growth							2015	2016
Assets (%)							4.8	5.9
Loans to customers (%)							5.6	2.0
Deposits from customers (%)							4.5	3.6
Shareholders' equity (%)							6.9	10.0
Total L/C openings for the year (%)							-21.0	-11.0
Total income (%)							6.5	31.9
Total operating expenses (%)							4.0	16.3
Net profits for the year (%)							6.9	12.6
Management and cost efficiency								
Footings per branch (LL Billion)							280.572	297.046
Footings per staff (LL Billion)							11.615	12.001
Staff per branch							22.9	23.4
Cost per average branch (LL Billion)							3.307	3.879
Staff expenses per average staff (LL Billion)							0.076	0.082
Staff expenses to total operating expenses (%)							55.84	52.12
Cost to income (%)							50.33	44.36
Cost to average assets (%)							1.44	1.59
Liquidity								
Net primary liquidity / deposits							30.70	35.15
Net primary liquidity in LL / deposits in LL							17.06	37.55
Net primary liquidity in FX / deposits in FX							36.67	34.08
Capital adequacy								
Common Tier 1 ratio							10.85	11.58
Additional Tier 1 ratio							2.91	3.15
Tier 1 ratio							13.76	14.72
Tier 2 ratio							1.30	1.79
Total capital ratio							15.06	16.51
Profitability								
Net return on average equities (%)							10.82	11.23
Net return on average assets (%)							0.99	1.06
Investment considerations								
Common earnings per share (LL)							535.59	788.94
Common book per share (LL)							4,599.41	6,566.12
ROAE to hurdle rate (times)							0.75	0.80