

CONSOLIDATED BALANCE SHEET AS AT DECEMBER 31, 2007 (IN THOUSANDS OF LBP - UNAUDITED)

ASSETS	31.12.2007			31.12.2006		
	LBP	FCY	TOTAL	LBP	FCY	TOTAL
1. Cash and Central Bank	8,745,343	138,381,569	147,126,912	7,907,631	125,000,416	132,908,047
2. Lebanese Treasury bills and other government bills	59,849,193	27,141,229	86,990,422	58,892,179	25,349,755	84,241,934
3. Bonds and financial instruments with fixed income	-	36,836,384	36,836,384	-	45,995,524	45,995,524
4. Marketable securities & fin. instruments with var. income	-	14,498,451	14,498,451	-	10,600,229	10,600,229
5. Banks and financial institutions	1,185,477	332,327,648	333,513,125	4,457,050	361,778,457	366,235,507
Current accounts	1,185,477	47,258,672	48,444,149	457,050	43,130,194	43,587,244
Time deposits	-	285,068,976	285,068,976	4,000,000	318,648,263	322,648,263
6. H.O. & branches, parent co., foreign sister fin. inst. & subsid.	-	9,391,262	9,391,262	-	8,290,367	8,290,367
Current accounts	-	1,700,549	1,700,549	-	1,060,052	1,060,052
Time deposits	-	7,690,713	7,690,713	-	7,230,315	7,230,315
7. Loans and advances to customers	6,434,646	470,436,267	476,870,913	5,666,440	348,181,640	353,848,080
Commercial loans	-	1,677,762	1,677,762	-	2,166,094	2,166,094
Overdraft accounts *	6,411,379	468,240,000	474,651,379	5,642,122	345,182,639	350,824,761
Doubtful loans **	23,267	518,505	541,772	24,318	832,907	857,225
8. Bank acceptances	-	42,456,116	42,456,116	-	33,338,640	33,338,640
9. Investments and Participations	646,558	14,351,165	14,997,723	572,903	12,273,253	12,846,156
10. Investments in related parties under equity method	-	-	-	-	-	-
11. Tangible fixed assets (including revaluation variance)	7,768,882	10,762,978	18,531,860	5,452,189	9,649,453	15,101,642
12. Intangible fixed assets	997,890	60,214	1,058,104	487,769	97,201	584,970
13. Other assets	43,631	-	43,631	44,338	-	44,338
14. Regularization accounts & miscellaneous debtor accounts	1,627,604	8,606,047	10,233,651	1,776,954	5,151,198	6,928,152
15. Revaluation variance of other fixed assets	-	-	-	-	-	-
16. Goodwill	-	-	-	-	-	-
Total Assets	87,299,224	1,105,249,330	1,192,548,554	85,257,453	985,706,133	1,070,963,586

** After deduction of	180,057	6,517,155	6,697,212	230,606	5,471,067	5,701,673
Provisions for doubtful debts	67,236	3,342,716	3,409,952	99,953	3,487,209	3,587,162
Unrealized interest for doubtful debts	112,821	3,174,439	3,287,260	130,653	1,983,858	2,114,511
* Includes substandard loans	27,704	2,865,570	2,893,274	1,075,398	3,157,140	4,232,538
* Less unrealized interest for substandard loans	8,310	1,069,232	1,077,542	266,052	1,288,403	1,554,455

OFF BALANCE SHEET ITEMS						
17. Financing engagements received from fin. intermediaries	-	-	-	-	-	-
18. Engagements by signature received from fin. intermediaries	204,165	18,731,777	18,935,942	-	22,276,707	22,276,707
19. Securities sold under repurchase agreements	-	-	-	-	-	-
20. Other engagements received	-	-	-	-	-	-
21. Bad debts fully provisioned for, transferred to Off-B.Sheet	59,109	2,449,081	2,508,190	44,380	2,265,197	2,309,577
Total Contra Accounts	263,274	21,180,858	21,444,132	44,380	24,541,904	24,586,284

LIABILITIES/SHAREHOLDERS' EQUITY	31.12.2007			31.12.2006		
	LBP	FCY	TOTAL	LBP	FCY	TOTAL
1. Central Bank	-	-	-	-	-	-
2. Banks and financial institutions	11,521,550	27,746,537	39,268,087	3,073,933	25,209,690	28,283,623
Current accounts	750	27,359,543	27,360,293	73,933	20,687,190	20,761,123
Time deposits	11,520,800	386,994	11,907,794	3,000,000	4,522,500	7,522,500
3. H.O. & branches, parent co., foreign sister fin. inst. & subsid.	-	22,628,087	22,628,087	699	19,172,152	19,172,851
Current accounts	-	15,090,587	15,090,587	699	19,172,152	19,172,851
Time deposits	-	7,537,500	7,537,500	-	-	-
4. Deposits from customers	38,586,598	891,686,555	930,273,153	46,550,697	788,894,654	835,445,351
Sight deposits	9,577,021	173,143,966	182,720,987	7,506,542	138,335,746	145,842,288
Time deposits	22,255,915	687,425,701	709,681,616	29,733,693	623,174,864	652,908,557
Saving accounts	6,753,662	31,116,888	37,870,550	9,310,462	27,384,044	36,694,506
5. Engagements by acceptances	-	42,456,116	42,456,116	-	33,338,640	33,338,640
6. Liabilities under financial instruments	-	-	-	-	-	-
7. Other liabilities	1,743,262	14,804,653	16,547,915	2,285,685	12,258,514	14,544,199
8. Regularization accounts/miscellaneous creditor accounts	1,470,267	3,126,145	4,596,412	847,251	4,017,156	4,864,407
9. Provision for risks and charges	1,888,538	2,118,646	4,007,184	1,622,113	2,698,263	4,320,376
10. Subordinated loans (or notes)	-	22,680,317	22,680,317	-	22,680,318	22,680,318
11. Revaluation variance accepted as supplementary capital	-	-	-	-	-	-
12. Share capital and cash contribution	16,200,000	23,105,622	39,305,622	16,200,000	27,005,525	43,205,525
13. Reserves for general banking risks	1,260,000	5,050,125	6,310,125	1,240,000	4,190,850	5,430,850
14. Reserves, premiums and equity differences	17,326,724	30,535,863	47,862,587	4,040,075	30,465,027	34,505,102
Group share	17,031,742	30,535,863	47,567,605	4,040,075	30,465,027	34,505,102
Minority share	294,982	-	294,982	-	-	-
15. Balance carried forward	4,430,504	-	4,430,504	13,996,389	-	13,996,389
Group share	4,462,817	-	4,462,817	13,996,389	-	13,996,389
Minority share	(32,313)	-	(32,313)	-	-	-
16. Net income (or loss) for the period	12,012,229	-	12,012,229	10,576,144	-	10,576,144
Group share	12,013,847	-	12,013,847	10,576,144	-	10,576,144
Minority share	(1,618)	-	(1,618)	-	-	-
17. Change in fair value of available for sale securities	294,765	(124,549)	170,216	374,187	225,624	599,811
Total Liabilities and Shareholders' Equity	106,734,437	1,085,814,117	1,192,548,554	100,807,173	970,156,413	1,070,963,586
OFF BALANCE SHEET ITEMS						
18. Financing engagements issued	-	-	-	-	-	-
19. Engagements by signature issued	3,373,067	153,015,005	156,388,072	4,471,280	157,888,716	162,359,996
To Financial intermediaries	-	97,296,655	97,296,655	-	96,243,332	96,243,332
To Customers	3,373,067	55,718,350	59,091,417	4,471,280	61,645,384	66,116,664
20. Securities purchased under resale agreements	-	-	-	-	-	-
21. Other engagements issued	-	-	-	-	-	-
22. Engagements on term financial instruments	-	-	-	-	-	-
23. Fiduciary accounts and funds under management	-	17,505,417	17,505,417	-	18,093,965	18,093,965
Total Contra Accounts	3,373,067	170,520,422	173,893,489	4,471,280	175,982,681	180,453,961
Values in Deposit	1,143,471	310,980,998	312,124,469	1,095,423	262,295,692	263,391,115

PROFIT AND LOSS ACCOUNT (IN THOUSANDS OF LBP - UNAUDITED)

	31.12.2007	31.12.2006
Interest and similar income	65,777,855	58,615,046
Lebanese treasury bills	6,525,742	6,379,271
Deposits & similar accounts in banks and financial institutions	23,465,650	21,741,686
Deposits in H.O, branches, parent company and foreign sister financial institutions and subsidiaries	574,579	611,477
Bonds and financial instruments with fixed income	1,978,096	1,864,259
Loans and advances to customers	33,233,788	28,018,353
Other interest and similar income	-	-
Interest and similar charges	46,481,257	42,451,797
Deposits & similar accounts from banks/fin. institutions	902,207	1,021,416
Deposits from H.O, branches, parent company and foreign sister financial institutions and subsidiaries	557,754	776,076
Deposits from customers and other creditor accounts	41,619,324	37,331,399
Cash contribution to capital/subordinated loans (or notes)*	3,401,972	3,322,906
Bonds and financial instruments with fixed income	-	-
Other interest and similar charges	-	-
Net allocation to provisions	(682,941)	1,222,239
Provisions for doubtful debts	326,606	1,959,651
Provisions for doubtful debts no more required	1,009,547	737,412
Net interest received	19,979,539	14,941,010
Income from marketable securities & fin. inst. with variable income	-	-
Net commissions	6,404,336	5,284,158
Commissions received	7,028,870	5,949,554
Commissions paid	624,534	665,396

Profit on financial operations	9,229,771	7,819,894
Marketable securities	1,039,189	2,193,279
Financial fixed assets	3,585,260	1,737,616
Foreign exchange transactions	1,545,236	2,194,627
Financial instruments	3,060,086	1,694,372
Loss on financial operations	-	-
Marketable securities	-	-
Financial fixed assets	-	-
Foreign exchange transactions	-	-
Net profit or loss on financial operations	9,229,771	7,819,894
Other operating income	776,204	1,067,030
Other operating charges	-	-
General operating expenses	20,565,341	19,749,174
Staff expenses	12,414,155	11,085,001
Other operating expenses	8,151,186	8,664,173
Allocation to provisions and depreciation of fixed assets	1,870,660	1,571,620
Net allocation to provisions on financial fixed assets	256,275	-
Net allocation to provisions on contra accounts	-	-
Net income - before taxes	13,697,574	7,791,298
Net extraordinary income - before taxes	(330,962)	4,358,614
Extraordinary income	348,984	4,623,421
Extraordinary expenses	679,946	264,807
Income tax	1,354,383	1,573,767
Net profit - after taxes	12,012,229	10,576,145
Group share	12,013,847	10,576,145
Minority share	(1,618)	-

*includes interest on subordinated loan 1,547,170 (000's LBP) up to Dec 2007 and Dec 2006 respectively.

Board of Directors:
Chairman: Mr. Henry Y. OBEGI
Members: BANQUE SAUDI FRANSI Represented by Mr. Abdul-Rahman JAWA
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 Mr. Riad B. OBEGI
 Mr. Jean V. HAJJAR - Member & Advisor to the Chairman
 Mr. Georges B. OBEGI
 Emir Karim S. ABILLAMA

Management:
Chairman: Mr. Henry Y. OBEGI
General Manager: