

LEBANESE SWISS BANK S.A.L.**Audited statement****Audited statement of financial position
at 31 December 2015**

	2015	2014
	LL Million	LL Million
Assets		
Cash and balances with the Central Bank	428,312	376,045
Loans and advances to banks	424,254	347,115
Derivative financial instruments	642	2,017
Financial assets at fair value through profit or loss	48,272	51,952
Financial assets at fair value through other comprehensive income	2,083	8,413
Financial assets held at amortised cost	1,075,135	1,037,759
Net loans and advances to customers	638,847	586,452
Net loans and advances to related parties	1,253	3,120
Debtors by acceptances	4,942	4,981
Other assets	4,351	3,801
Non-current assets classified as held for sale	1,746	1,310
Intangible assets	553	634
Property and equipment	10,978	7,054
Total assets	2,641,368	2,430,653
Shareholders' equity and liabilities		
Liabilities		
Due to the Central Bank	20,071	18,056
Deposits from banks and financial institutions	20,200	26,304
Derivative financial instruments	604	691
Deposits from customers	2,380,130	2,181,813
Deposits from related parties	8,291	2,042
Engagements by acceptances	4,942	4,981
Current income tax liability	514	606
Retirement benefit obligations	2,110	2,088
Provisions for risk and charges	1,148	1,207
Other liabilities	3,631	3,073
Total liabilities	2,441,641	2,240,861
Shareholders' equity		
Share capital	70,000	70,000
Reserves	114,268	98,824
Retained earnings	14,800	19,239
Revaluation reserve of financial assets	659	1,729
Total shareholders' equity	199,727	189,792
Total liabilities and shareholders' equity	2,641,368	2,430,653

LEBANESE SWISS BANK S.A.L.**Audited statement****Audited statement of comprehensive income
for the year ended 31 December 2015**

	2015	2014
	LL Million	LL Million
Interest and similar income	142,227	132,580
Interest and similar expenses	(108,818)	(98,808)
Net interest income	33,409	33,772
Net loan impairment charges	(2,160)	(2,377)
Net interest income after loan impairment charges	31,249	31,395
Fee and commission income	10,499	10,362
Fee and commission expense	(639)	(691)
Net fee and commission income	9,860	9,671
Net gain (loss) on financial assets at fair value through profit or loss	(6,262)	(278)
Income from dividends on financial assets at fair value through other comprehensive income	59	59
Net gain on financial assets at amortised cost	5,798	2,734
Other operating income	1,427	1,119
Administrative and general expenses	(26,229)	(23,481)
Net gain from foreign exchange	1,587	2,583
Profit before income tax	17,489	23,802
Income tax expense	(3,645)	(3,730)
Profit for the year	13,844	20,072
Other comprehensive income		
Net change in fair value of financial assets at fair value through other comprehensive income	296	1,097
Total comprehensive income for the year	14,140	21,169

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**Audited statement of changes in equity
for the year ended 31 December 2015**



	Share capital	Reserves	Retained earnings	Revaluation reserve of financial instruments	Total
	LL Million	LL Million	LL Million	LL Million	LL Million
Balance at 1 January 2014	70,000	80,267	20,531	917	171,715
Total comprehensive income for the year	-	-	20,072	1,097	21,169
Dividends declared	-	-	(3,000)	-	(3,000)
Transfers	-	18,557	(18,272)	(285)	-
Other adjustments	-	-	(92)	-	(92)
Balance at 31 December 2014	70,000	98,824	19,239	1,729	189,792
Balance at 1 January 2015	70,000	98,824	19,239	1,729	189,792
Total comprehensive income for the year	-	-	13,844	296	14,140
Dividends declared	-	-	(4,000)	-	(4,000)
Transfers	-	15,444	(14,283)	(1,161)	-
Capital increase	-	-	-	(205)	(205)
Balance at 31 December 2015	70,000	114,268	14,000	659	199,727

LEBANESE SWISS BANK S.A.L.**Audited statement****Audited statement of cash flows
for the year ended 31 December 2015**

	2015	2014
	LL Million	LL Million
Cash flows from operating activities		
Profit before income tax	17,489	23,802
Adjustments for non-cash items:		
Depreciation charge	1,173	1,133
Amortisation charge	187	166
Loss on revaluation of financial assets at fair value through profit or loss	4,265	719
Gain on assets classified as held for sale	(26)	-
Loss on disposal of property and equipment	5	2
Net charge of impairment on loans and advances to customers	2,160	2,377
Net change in retirement benefit obligations	22	(91)
Net change in provision for risk and charges	(59)	16
Net interest income	(33,409)	(33,772)
Changes in working capital:		
Cash and balances with the Central Bank	(23,584)	(36,074)
Loans and advances to banks	(30,709)	(91,309)
Loans and advances to customers	(56,702)	(110,648)
Loans and advances to related parties	1,867	320
Financial investments	(31,653)	(79,640)
Other assets	(550)	(418)
Due to the Central Bank of Lebanon	2,015	11,882
Deposits from banks and financial institutions	(6,079)	(8,353)
Deposits from customers	197,439	137,871
Deposits from related parties	6,249	98
Derivatives financial instruments	1,288	(907)
Other liabilities	(273)	(2,009)
Cash (used in) generated from operating activities	51,115	(168,129)
Interest received	143,352	134,254
Interest paid	(107,965)	(98,157)

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Audited statement
Audited statement of cash flows
(continued)
for the year ended 31 December 2015

	2015	2014
	LL Million	LL Million
Income taxes paid	(3,942)	(4,743)
Net cash (used in) generated from operating activities	82,560	(136,775)
Cash flows from investing activities		
Purchase of property and equipment	(5,009)	(768)
Purchase of intangible assets	(106)	(134)
Proceeds from sale of assets classified as held for sale	-	7
Net cash used in investing activities	(5,115)	(895)
Cash flows from financing activities		
Dividends paid	(3,169)	(2,676)
Net (decrease) increase in cash and cash equivalents	74,276	(140,346)
Cash and cash equivalents at beginning of the year	242,090	382,436
Cash and cash equivalents at end of year	316,366	242,090