



BYBLOS BANK SAL

Phone: (01) 335200, Fax: (01) 339436, Web: [http:// www.byblosbank.com.lb](http://www.byblosbank.com.lb)

**Capital LBP 247.228.467.600 Fully paid, C.R.B.14150,
List of Banks No. 39, Head Office - Beirut**

UNAUDITED CONSOLIDATED BALANCE SHEET

In LBP Million	30 June 2002			30 June 2003		
	LBP	C/V LBP	Total	LBP	C/V LBP	Total
ASSETS						
Cash & Central Bank	162,194	620,055	782,249	1,148,642	1,080,757	2,229,399
Lebanese Government Securities	1,554,283	1,206,764	2,761,047	1,651,952	1,244,806	2,896,758
Bonds & Other Fixed Income Securities	0	67,421	67,421	0	55,106	55,106
Equities & Securities With Variable Income	5,677	1,956	7,633	5,418	2,113	7,531
Banks & Financial Institutions	26,424	1,336,438	1,362,862	92,626	1,179,515	1,272,141
- Current Accounts	(22)	(81,900)	(81,922)	(28)	(61,975)	(62,003)
- Time Deposits	(26,402)	(1,254,538)	(1,280,940)	(92,598)	(1,117,540)	(1,210,138)
Head Office & Branches, Parent Companies, and Foreign Sister Financial Institutions	0	19,573	19,573	0	0	0
- Current Accounts	0	(19,573)	(19,573)	0	0	0
- Time Deposits	0	0	0	0	0	0
Net Advances To Customers (*)	184,881	1,362,905	1,547,786	214,331	1,618,811	1,833,142
- Commercial Loans	(47,070)	(915,656)	(962,726)	(31,779)	(894,942)	(926,721)
- Other Loans Granted to Customers	(135,228)	(348,206)	(483,434)	(185,835)	(658,132)	(843,967)
- Overdrafts	(1,763)	(51,461)	(53,224)	(1,547)	(18,334)	(19,881)
- Related Parties	0	0	0	0	0	0
- Net Non Performing Loans	(7,201)	(69,776)	(76,977)	(5,051)	(71,350)	(76,401)
- General Provisions on the Loan Portfolio	6,381	22,194	28,575	9,881	23,947	33,828
- Debtor Accounts Against Creditor Accounts	0	0	0	0	0	0
Bank Acceptances	0	107,268	107,268	0	95,730	95,730
Investment in Companies Under the Cost Method			0	0	0	0
Investment in Companies Under the Equity Method	8,838	0	8,838	12,806	0	12,806
Tangible Fixed Assets	85,522	22,329	107,851	104,196	25,449	129,645
Intangible Fixed Assets	0	45	45	0	2,441	2,441
Sundry Debtor	353	186	539	451	3,382	3,833
Regularization & Miscellaneous Debtor Accounts	23,839	12,683	36,522	17,531	15,293	32,824
Goodwill	2,730		2,730	(2,423)	20,982	18,559
TOTAL ASSETS	2,054,741	4,757,623	6,812,364	3,245,530	5,344,385	8,589,915

30/Jun/2002

30/Jun/2003

(*) Loans that are not classified doubtful and non-performing include:

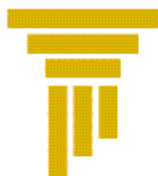
- Substandard loans net of reserved interest	70,595	74,433
Reserved Interest on Substandard Loans	35,097	46,482

(*) After deduction of:

- Specific provisions of doubtful and non-performing loans	86,520	100,129
- Reserved Interest	96,822	138,964

CONTRA ACCOUNTS

Commitments by signature received - Financial institutions	2,601	60,287	62,888	0	71,904	71,904
Commitments by signature received - Customers	120,300	1,859,695	1,979,995	136,470	3,143,480	3,279,950
TOTAL CONTRA ACCOUNTS	122,901	1,919,982	2,042,883	136,470	3,215,384	3,351,854



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In LBP Million	30 June 2002			30 June 2003		
	LBP	C/V LBP	Total	LBP	C/V LBP	Total
LIABILITIES						
Central Bank	111,022	468	111,490	98,646	7,229	105,875
Banks & Financial Institutions	1,425	477,062	478,487	767	480,653	481,420
- Current Accounts	(1,425)	(85,473)	(86,898)	(767)	(112,884)	(113,651)
- Time Deposits	0	(391,589)	(391,589)	0	(367,769)	(367,769)
Head Office & Branches, Parent Companies, and Foreign Sister Financial Institutions	0	0	0	0	1,710	1,710
- Current Accounts	0	0	0	0	(1,710)	(1,710)
- Time Deposits	0	0	0	0	0	0
Customer Deposits	1,553,118	3,972,376	5,525,494	2,691,551	4,296,130	6,987,681
- Sight Deposits	(120,279)	(521,472)	(641,751)	(210,171)	(508,877)	(719,048)
- Time Deposits	(40,745)	(860,627)	(901,372)	(399,226)	(1,152,854)	(1,552,080)
- Saving Deposits	(1,391,840)	(2,532,100)	(3,923,940)	(2,080,739)	(2,584,806)	(4,665,545)
- Related Parties	(254)	(35,011)	(35,265)	(1,415)	(26,240)	(27,655)
- Creditor Accounts Against Debtor Accounts	0	(23,166)	(23,166)	0	(23,353)	(23,353)
Bank Acceptances	0	107,268	107,268	0	95,730	95,730
Bonds & Other Short Term Debt Instruments	0	33,431	33,431	0	0	0
- Certificates of Deposits	0	(33,431)	(33,431)	0	0	0
- Debt Securities	0	0	0	0	0	0
Sundry Liabilities	12,836	62,086	74,922	27,305	82,754	110,059
Regularization & Miscellaneous Creditor Accounts	6,200	5,519	11,719	14,555	5,860	20,415
Provisions For Risk & Charges	15,602	73	15,675	14,356	174	14,530
Subordinated loans	0	9,460	9,460	0	157,861	157,861
Issued & Paid Up Capital	246,028	0	246,028	247,228	0	247,228
Reserves for General Banking Risk	16,633	3,910	20,543	17,073	9,170	26,243
Reserves and Premiums	122,491	0	122,491	130,594	163,299	293,893
Profit Carried Forward	951	0	951	1,440	123	1,563
Net Income for the Year	31,050	3,037	34,087	35,460	1,758	37,218
Revaluation Variance Accepted in Tier Two Capital	5,689	0	5,689	5,689	0	5,689
Negative Goodwill	4,702	9,906	14,608	0	0	0
Translation Adjustment			0	0	2,775	2,775
Minority Interest	21	0	21	0	25	25
TOTAL LIABILITIES AND EQUITY	2,127,768	4,684,596	6,812,364	3,284,664	5,305,251	8,589,915
CONTRA ACCOUNTS						
Engagements by Signature - Financial institutions	0	169,386	169,386	0	197,810	197,810
Engagements by Signature - Customers	30,296	262,702	292,998	43,490	340,484	383,974
Engagement by Financial Instruments	0	3,769	3,769	0	3,015	3,015
TOTAL CONTRA ACCOUNTS	30,296	435,857	466,153	43,490	541,309	584,799

UNAUDITED CONSOLIDATED STATEMENT OF INCOME

In LBP Million	1st Half 2002	1st Half 2003
- Lebanese Government Securities	172,358	193,202
- Banks and Financial Institutions	39,900	45,692
- Head Office & Branches, Parent Company & Foreign Sister Financial Institutions & Subsidiaries	0	0
- Bonds and Other Fixed-Income Securities	3,762	3,117
- Advances to Customers	66,734	77,133
- Advances to Related Parties	0	17
- Others	0	0
Total Interest Income	282,754	319,161
- Banks and Financial Institutions	11,685	10,568
- Head Office & Branches, Parent Company & Foreign Sister Financial Institutions & Subsidiaries	376	0
- Customer Deposits and Other Creditor Accounts	174,602	201,224
- Related Parties Deposits	1,426	1,512
- Subordinated and Permanent Loans	315	8,741
- Certificates of Deposits	6,431	102
- Debt Instruments	0	0
Total Interest Expenses	194,835	222,147
Net Interest Income Before Provisions	87,919	97,014
- Provisions for Doubtful Loans	6,353	11,103
- Recoveries from Provisions for Doubtful Loans	(807)	(1,753)
Net Provisions for Doubtful Loans	5,546	9,350
Net Interest Income After Provisions	82,373	87,664
Shares, participations and other financial instruments with variable revenue	0	0
- Commission Received	15,609	17,639
- Commission Paid	731	899
Net Commissions Received	14,878	16,740
- Gain on Bonds & Other Fixed Income Securities	0	9,428
- Gain on Equities & Securities With Variable Income	0	0
- Gain on Foreign Exchange	4,086	3,007
Total Gain From Financial Operations	4,086	12,435
- Loss on Bonds & Other Fixed Income Securities	1,422	1
- Loss on Equities & Securities With Variable Income	0	0
- Loss on Foreign Exchange	0	0
Total Loss From Financial Operations	1,422	1
Other Operating Income	533	600
Other Operating Expenses	0	0
- Salaries and Employee Benefits	30,914	35,328
- Other Operating Expenses	20,353	23,113
Operating Expenses	51,267	58,441
Depreciation, Amortization, and Provision for Tangible and Intangible Assets	7,775	8,330
Net Provisions on Financial Fixed Assets	0	0
NET OPERATING INCOME	41,406	50,667
- Extraordinary Income	18	1,506
- Extraordinary Expenses	649	6,151
Net Extraordinary Income	(631)	(4,645)
- Financial Companies	213	0
- Non Financial Companies	938	40
Income from subsidiaries	1,151	40
Income Taxes	7,838	8,844
NET INCOME	34,088	37,218



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UNAUDITED FINANCIAL HIGHLIGHTS & KEY RATIOS		
(in US million, except for per share Data)	30 June 2002	30 June 2003
Total Assets	4,519	5,698
Customer Deposits	3,665	4,635
Net Advances to Customers	1,027	1,216
Cash & Due From Banks	1,436	2,323
Total Equity	301	512
Net Book Value (1)	295	408
Net Income	22.6	24.7
Number of shares outstanding	205,023,723	205,023,723
Earnings Per Share	0.11	0.12
Book Value Per Share	1.44	1.99
Assets Growth	-2.83%	7.72%
Deposits Growth	1.02%	7.80%
Loans Growth	1.77%	1.12%
Return on Average Assets	0.99%	0.90%
Return on Average Equity	14.98%	13.51%
Net Interest Margin	2.65%	2.44%
Cost-to-income	55.70%	52.66%
Net Advances / Assets	22.72%	21.34%
Liquid Assets / Assets	73.30%	75.13%
1 USD =	1,507.5	1,507.5

(1) This excludes subordinated loans.