

CONSOLIDATED BALANCE SHEET

ASSETS <i>(In millions of LBP)</i>	Audited Dec 2006	Audited Dec 2005
1. Cash and Central bank	1,216,726	1,481,168
2. Lebanese Treasury bills and other government securities	1,965,866	1,490,242
3. Bonds and other fixed income securities	86,247	101,426
4. Marketable securities and other variable income instruments	25,314	23,003
5. Banks and financial institutions	686,403	550,060
- Current and sight accounts	134,283	62,698
- Loans and time deposits	552,120	487,362
- Securities purchased under resale agreements	-	-
6. Head office, branches, parent company, foreign sister financial inst. & subs.	-	-
- Current accounts	-	-
- Time deposits	-	-
7. Loans and advances to customers (Net)	979,663	899,056
- Commercial loans (*)	911,292	839,517
- Other loans to customers	-	-
- Current overdraft accounts	2,241	2,449
- Net debtor accounts against creditor accounts and cash collateral	-	-
- Loans and advances to related parties (article 152 of CMC)	21,712	1,501
- Net doubtful loans (**)	44,418	55,589
8. Debtors by acceptances	22,673	27,521
9. Investment securities including investments in unconsolidated subsidiaries	1,365	2,204
10. Investment in companies carried under the equity method	7,568	6,442
- Non-financial	6,475	5,387
- Financial	1,093	1,055
11. Tangible fixed assets (incl. revaluation surplus approved by the Central Bank)	115,271	103,130
12. Intangible assets	2,329	2,620
13. Other assets	6,422	6,396
14. Regularization accounts and other miscellaneous debtor accounts	22,292	23,817
15. Revaluation surplus on other fixed assets	56,137	56,137
16. Goodwill	-	-
TOTAL ASSETS *	5,194,276	4,773,222
<i>(*) Commercial loans include:</i>		
- Sub-standard loans	42,208	47,794
- Unrealized interest on sub-standard loans	(9,668)	(8,495)
Net Sub-Standard Loans	32,540	39,299
<i>(**) Doubtful loans are shown after deduction of :</i>		
- Provisions for doubtful debts	60,527	57,458
- Unrealized interest	49,022	58,177
Total Provisions	109,549	115,635

CONSOLIDATED BALANCE SHEET (continued)

LIABILITIES & SHAREHOLDERS' EQUITY <i>(In millions of LBP)</i>	Audited Dec 2006	Audited Dec 2005
1. Central bank	-	-
2. Banks and financial institutions	68,701	55,524
- Current and sight accounts	16,682	14,486
- Time deposits and borrowings	52,019	41,038
- Securities sold under repurchase agreements	-	-
3. Head office, branches, parent company, foreign sister financial inst. & subs.	-	-
- Current and sight accounts	-	-
- Time deposits and borrowings	-	-
4. Customers creditor accounts	4,348,533	4,026,105
- Current and sight deposits	461,325	393,970
- Time deposits	968,961	965,244
- Savings accounts	2,918,220	2,666,864
- Net creditor accounts against debtor accounts	-	-
- Related parties accounts	27	27
5. Engagements by acceptances	22,673	27,521
6. Liabilities under financial instruments	92,409	185,190
- Certificates of deposit	92,409	185,190
- Debenture bonds	-	-
- Other liabilities under financial instruments	-	-
7. Other liabilities	44,513	38,726
8. Regularization accounts and other creditor accounts	5,797	6,096
9. Provisions for contingencies and charges	26,593	26,548
10. Subordinated loans (or notes)	-	-
11. Revaluation surplus accepted as supplementary capital	7,828	7,828
12. Premium on issuance of preferred shares	59,375	59,375
13. Share capital	250,000	96,000
14. Reserves for general banking risks	18,272	15,716
15. Reserves and premiums (and equity differences)	135,241	124,061
- Group share	128,647	118,371
- Minority interests	6,594	5,690
16. Unrealized profits (losses) on available-for-sale portfolio	7	1,737
17. Profits carried forward	6,157	3,898
- Group share	6,349	4,104
- Minority interests	(192)	(206)
18. Net profit for the year	44,212	34,932
- Group share	42,677	33,562
- Minority interests	1,535	1,370
19. Revaluation surplus on other fixed assets	63,965	63,965
TOTAL LIABILITIES & SHAREHOLDERS' EQUITY	5,194,276	4,773,222

CONTRA ACCOUNTS <i>(In millions of LBP)</i>	Audited Dec 2006	Audited Dec 2005
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Engagements & Commitments Received (Asset side)

1. Financing engagements received from financial intermediaries	-	-
2. Engagements by signature received from financial intermediaries	2,058	2,294
3. Securities sold under repurchase agreements	-	-
4. Other commitments received	1,837,415	1,620,948
5. Murabaha agreements with correspondents	15,193	1,848

Engagements & Commitments Issued (Liability side)

1. Financing commitments issued	245,364	285,527
- To financial intermediaries	1,778	2,436
- To customers	243,586	283,091
2. Commitments and contingencies issued	31,646	33,539
- To financial intermediaries	-	-
- To customers	31,646	33,539
3. Securities purchased under resale agreements	-	-
4. Other engagements issued	-	-
5. Engagements on term financial instruments	-	-
6. Fiduciary accounts and funds under management	-	-
- Fiduciary accounts	-	-
7. Deposits held under Murabaha agreements	15,193	1,848

INCOME STATEMENT

<i>(In millions of LBP)</i>	Audited Dec 2006 (12 months)	Audited Dec 2005 (12 months)
1. Total interest received and similar income	362,613	304,705
- Interest received on Lebanese Treasury bills	153,821	114,123
- Interest received on deposits and similar accounts with banks and financial institutions	116,779	110,149
- Interest received on deposits in head office, branches, parent company, foreign sister financial institutions and subsidiaries	-	-
- Interest received from bonds and other fixed income instruments	8,147	5,989
- Interest received from loans and advances to customers	77,478	69,295
- Interest received from loans and advances to related parties	2,433	1,780
- Interest received from leasing activities	223	482
- Other interest received and similar income	3,732	2,887
2. Total interest paid and similar charges	(249,672)	(211,696)
- Interest paid on deposits and similar accounts from banks & financial institutions	(2,521)	(1,531)
- Interest paid on deposits from head office, branches, parent company, foreign sister financial institutions and subsidiaries	-	-
- Interest paid on deposits from customers and other creditor accounts	(237,529)	(197,890)
- Interest paid on deposits from related parties	-	-
- Interest paid on cash contribution to capital and subordinated loans (or notes)	-	-
- Interest paid on certificates of deposit	(9,464)	(12,119)
- Interest paid on bonds and financial fixed income instruments	-	-
- Interest paid on leasing activities	-	-
- Other interest paid and similar charges	(158)	(156)
3. Net allocation to provisions for doubtful debts	(8,303)	(9,722)
- Provisions for loans and advances	(14,211)	(12,631)
- Provisions written back on loans and advances	5,908	2,909
4. NET INTEREST INCOME (1-2-3)	104,638	83,287
5. Income from marketable securities & other variable income instruments	1,849	1,386
6. Net commissions received	20,042	19,138
- Commissions received	21,772	20,992
- Commissions paid	(1,730)	(1,854)
7. Profit on financial operations	9,069	16,507
- Net profit from operations on transaction securities	4,850	9,218
- Net profit from operations on financial fixed assets	-	4,038
- Net profit from foreign exchange operations	4,219	3,251
- Net profit from operations on financial instruments	-	-
8. Loss on financial operations	(2,718)	(707)
- Net loss from operations on transaction securities	(2,409)	(505)
- Net loss from operations on financial fixed assets	-	-
- Net loss from foreign exchange operations	(309)	(202)
- Net loss from operations on financial instruments	-	-
9. Net income on financial operations (7-8)	6,351	15,800
10. Other operating income	23,214	22,560
11. Other operating charges	(17,532)	(15,779)
12. NET FINANCIAL INCOME (4+5+6+9+10+11)	138,562	126,392

INCOME STATEMENT (continued)

<i>(In millions of LBP)</i>	<i>Audited Dec 2006 (12 months)</i>	<i>Audited Dec 2005 (12 months)</i>
13. General operating expenses	(81,319)	(75,931)
- Staff expenses	(51,012)	(48,271)
- Other operating and administrative expenses	(30,307)	(27,660)
14. Amortization and depreciation of tangible and intangible assets	(10,181)	(9,509)
15. Net allocation to provisions and recoveries on financial assets	(200)	(82)
16. Net allocation to provisions and recoveries on off-balance sheet commitments	-	-
17. NET OPERATING INCOME (before tax) (12-13-14-15-16)	46,862	40,870
18. Net extraordinary results	4,881	162
- Exceptional income	5,273	842
- Exceptional expenses	(392)	(680)
19. Income tax	(8,743)	(7,202)
20. Share in net income of companies accounted for under the equity method	1,212	1,102
- Non-financial institutions	1,099	982
- Financial institutions	113	120
21. NET PROFIT FOR THE YEAR	44,212	34,932
- Group share	42,677	33,562
- Minority interests	1,535	1,370

KEY INDICATORS

General Information	Audited Dec 2006	Audited Dec 2005
Exchange Rate of 1 US Dollar (in LBP)	1,507.50	1,507.50
Balance Sheet Data (in millions of US Dollars)		
Total Assets	\$ 3,445.62	\$ 3,166.32
Total Customer Deposits (excluding Certificates of Deposit)	\$ 2,884.60	\$ 2,670.72
Total Loans and Advances	\$ 649.86	\$ 596.39
Total Shareholders' Equity (excluding profits for the year)	\$ 316.34	\$ 204.72
Earnings Data (in millions of US Dollars)		
Net Interest Income	\$ 69.41	\$ 55.25
Non-Interest Income	\$ 22.50	\$ 28.59
Net Financial Income	\$ 91.92	\$ 83.84
Net Profit for the Year	\$ 29.33	\$ 23.17
Liquidity Ratio		
BIS Capital Adequacy Ratio (excluding profits for the current year)	86%	83%
Number of Common Shares Outstanding	23,400,000	8,000,000
Number of Branches	58	56

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