

CONSOLIDATED
FINANCIAL
STATEMENTS
2021



FRANSABANK

CONSOLIDATED BALANCE SHEET

Amounts in thousands of LBP	2021 (12 months)	2020 (12 months)
ASSETS		
Cash, Compulsory Reserves and Central Bank	11,923,827,672	11,448,820,963
Deposits with banks and financial institutions	730,940,979	620,164,357
Trading assets / Financial assets at FVTPL	149,257,574	156,289,665
Loans to banks	12,652,445	19,611,969
Assets held for sale	21,921,318	23,849,831
Loans and advances to customers (Net)	4,647,826,847	6,404,285,480
<i>Loans and advances to customers</i>	3,863,685,566	5,534,186,515
<i>Loans and advances to related parties</i>	14,374,764	16,367,656
<i>Non-Performing Loans</i>	769,766,517	853,731,309
Investment securities at amortized cost	4,041,569,562	4,925,850,934
Investment securities at FVOCI	242,145,326	370,752,019
Banks' acceptances	29,310,284	19,643,815
Investments in associates	18,679,873	26,976,784
Assets acquired in satisfaction of loans	164,045,998	211,458,470
Property and equipment	438,129,412	457,358,682
Intangible assets	63,629,343	68,172,252
Right -of- use assets	36,633,164	54,164,188
Other assets	187,350,665	165,781,206
TOTAL ASSETS *	22,707,920,462	24,973,180,615
Financial instruments with Off-Balance Sheet risks		
Documentary and commercial letters of credit	168,941,023	166,099,563
Guarantees and standby letters of credit	457,181,062	545,800,349
Forward contracts	78,314,327	66,725,242

CONSOLIDATED BALANCE SHEET

	2021 (12 months)	2020 (12 months)
LIABILITIES		
Deposits and short term borrowings from banks	149,272,833	191,135,918
Liabilities held for sale	776,065	844,339
Customers' creditors accounts	18,598,810,468	20,435,122,511
<i>Customers' accounts at fair value through profit or loss</i>	-	56,369,059
<i>Related parties accounts at fair value through profit or loss</i>	-	2,574,293
<i>Customers' accounts at amortized cost</i>	17,627,252,505	19,345,606,048
<i>Related parties accounts at amortized cost</i>	971,557,963	1,030,573,111
Customers' acceptance liability	29,310,284	19,643,815
Other borrowings	887,692,778	1,040,715,370
Bonds issued	83,545,148	83,547,831
Subordinated Loans	-	-
Lease Liabilities	40,280,638	57,327,742
Other liabilities	272,504,977	355,055,298
Provisions	176,297,726	94,659,671
TOTAL LIABILITIES	20,238,490,917	22,278,052,495
EQUITY		
Share capital	472,500,000	472,500,000
Common Shares	438,500,000	438,500,000
<i>Preferred Shares</i>	34,000,000	34,000,000
Shareholders' cash contribution to capital	140,891,368	140,891,368
Premium from Preferred shares	478,550,000	478,550,000
Legal Reserves	242,606,420	243,087,751
General Reserves **	632,419,990	590,325,299
Reserves for Assets acquired in settlement of bad loans	110,250,779	118,630,279
Buildings revaluation surplus	24,460,590	49,949,650
Cumulative change in assets at FVOCI	11,892,901	5,245,826
Foreign currency translation adjustment	(126,857,904)	(184,228,494)
Treasury Shares	(8,380,776)	(9,333,522)
Retained earnings	475,960,069	629,817,573
Net result for the year	(278,926,590)	(93,087,749)
EQUITY ATTRIBUTABLE TO THE OWNERS OF THE BANK	2,175,366,847	2,442,347,981

CONSOLIDATED BALANCE SHEET

	2021 (12 months)	2020 (12 months)
Non-controlling interest	294,062,698	252,780,139
TOTAL EQUITY (BEFORE DIVIDENDS)	2,469,429,545	2,695,128,120
TOTAL LIABILITIES & EQUITY	22,707,920,462	24,973,180,615
<i>Exchange rate US\$/LBP</i>	1,507.50	1,507.50
* After deduction of :	2,414,987,383	1,401,499,607
Allowance for impairment of Non-performing Customers loans	494,423,186	495,780,180
Unrealized Interests on Non-performing Customers loans	590,922,315	524,270,353
Allowance for impairment of Non-performing Loans to Banks and FIs	43,204,709	44,395,088
Unrealized Interests on Non-performing Loans to Banks and FIs	18,152,582	11,505,562
Allowance for impairment & Change in Fair value of Investment securities	739,798,267	27,948,538
Unrealized Interests on Investment Securities	162,058,539	1,613,781
ECL for performing Customers loans	228,185,877	244,504,902
<i>of which for customers liabilities under acceptances</i>	0	949
ECL & Change in Fair value on Investment Securities	276,171,359	316,330,655
Allowance for impairment of Investment in Associates & Affiliates	57,756,645	0
ECL for other assets	80,485,263	51,481,203
** Composed of Reserves for General Banking Risks, Reserves on Performing loans and Reserves for Non Productive loans		

CONSOLIDATED INCOME SHEET

	2021 (12 months)	2020 (12 months)
INTEREST INCOME	1,360,942,132	1,613,269,506
Deposits with Central Bank, Banks & FIs	797,347,586	859,943,095
Investment securities	255,334,748	293,338,171
Loans to banks and financial institutions	242,128	2,328,728
Loans and advances to customers	308,017,670	457,659,512
Interest Expense	(315,599,014)	(809,720,245)
Deposits from banks and financial institutions	(1,870,408)	(35,111,032)
Borrowings from banks	(16,732,599)	(29,337,438)
Borrowings from related parties	(1,188,045)	(2,056,615)
Lease Liabilities	(3,695,252)	(4,130,338)
Securities lent and repos	(174,636)	(57,865)
Customers' accounts at amortized cost	(275,095,991)	(728,579,092)
Subordinated loans	0	(265,475)
Bonds issued	(5,656,426)	(5,841,631)
Shareholders' cash contribution to capital	(11,185,657)	(4,340,759)
Others		
Net interest on assets designated at FVTPL	12,706,093	12,323,750
Net interest on liabilities designated at FVTPL	(1,634,583)	(3,989,348)
NET INTEREST INCOME	1,056,414,628	811,883,663
Net fee and commission income	110,170,757	107,155,356
Fee and Commission Income	125,282,529	119,851,247
Fee and Commission Expense	(15,111,772)	(12,695,891)

CONSOLIDATED INCOME SHEET

Gain / (Loss) on Trading portfolio	2021 (12 months)	2020 (12 months)
Gain / (Loss) on assets designated at FVTPL	(226,621,463)	(12,689,093)
Foreign exchange gain / (loss)	(150,022,502)	(24,774,008)
Net other operating income	(7,428,841)	(133,304,837)
NET FINANCIAL REVENUES	782,512,579	748,271,081
Allowance for impairment of loans and advances to customers	(140,341,960)	(135,732,735)
Write-back of impairment on loans and advances to customers	67,935,468	45,984,024
Expected Credit Loss (ECL) / Write-back on customers exposure	(11,366,165)	(96,026,152)
Allowance for / Write-Back of impairment of loans and advances to banks	1,118,551	(8,709,465)
Expected Credit Loss (ECL) / Write-Back on loans and advances to banks	2,681,833	1,891,006
Expected Credit Loss (ECL) / Write-Back on placements with BDL	(24,064,078)	(13,178,312)
Allowance for / Write-Back of impairment of investment securities	(453,061,648)	(6,149,093)
Expected Credit Loss (ECL) / Write-Back on securities	(1,235,560)	(158,774,271)
Allowance for impairment of investment measured at FVOCI	815,159	187,480
Allowance for Impairment of investment in subsidiaries	--	--
Allowance / Write-back for deposits with a foreign central bank		
Collective provision / Write-back on Performing loans (on-BS & off-BS)	0	22,053
NET FINANCIAL REVENUES (after impairment charges)	211,648,646	377,785,616
GENERAL EXPENSES	(376,480,162)	(408,869,826)

	2021 (12 months)	2020 (12 months)
<i>Staff costs</i>	(220,271,700)	(231,724,652)
<i>Administrative expenses</i>	(121,318,046)	(139,137,955)
<i>Depreciation and amortization</i>	(34,890,416)	(38,007,219)
PROVISIONS FOR CHARGES (NET)	(94,160,103)	2,679,310
RESULT BEFORE INCOME TAX	(258,991,619)	(28,404,900)
Income Tax Expense	(15,431,991)	(57,066,239)
Differed tax on associates' profits	(3,168,348)	(3,307,454)
NET RESULT FOR THE YEAR / PERIOD	(277,591,958)	(88,778,593)
<i>Owners of the Bank</i>	(278,926,590)	(93,087,749)
<i>Non-controlling interest</i>	1,334,632	4,309,156