

**CUSTODIAN AND CLEARING CENTER  
OF FINANCIAL INSTRUMENTS  
FOR LEBANON  
AND THE MIDDLE EAST**

**(MIDCLEAR ) S.A.L.**

**FINANCIAL STATEMENTS  
31 DECEMBER 2009**

**Custodian and Clearing Center of Financial Instruments for  
Lebanon and the Middle East (MIDCLEAR) S.A.L.**

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***INCOME STATEMENT***

***Year ended 31 December 2009***

	<i>2009 LL</i>	<i>2008 LL</i>
Revenues	8,643,510,122	9,376,361,459
Securities custody charges	(1,790,104,715)	(1,827,989,308)
<b>GROSS PROFIT</b>	<b>6,853,405,407</b>	<b>7,548,372,151</b>
Other income	1,119,844,168	1,079,134,370
Administrative expenses	(3,032,366,701)	(2,741,083,397)
Depreciation	(132,540,606)	(115,793,998)
(Loss) of exchange, net	(10,212,962)	(5,839,554)
Loss on disposal of property and equipment, net	(38,472)	(221,882)
<b>PROFIT FOR THE YEAR BEFORE INCOME TAX</b>	<b>4,798,090,834</b>	<b>5,764,567,690</b>
Income tax expense	(687,977,796)	(830,964,016)
<b>PROFIT FOR THE YEAR</b>	<b>4,110,113,038</b>	<b>4,933,603,674</b>
Other Comprehensive Income	-	-
<b>Total Comprehensive Income for the year</b>	<b>4,110,113,038</b>	<b>4,993,603,674</b>
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# Custodian and Clearing Center of Financial Instruments for Lebanon and the Middle East (MIDCLEAR) S.A.L.

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## *BALANCE SHEET At 31 December 2009*

	<i>2009 LL</i>	<i>2008 LL</i>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property and equipment	377,810,463	387,043,110
Deposits with the Central Bank of Lebanon for the purchase of real estate	8,180,549,617	5,279,384,907
	8,558,360,080	5,666,428,017
<b>Current assets</b>		
Accounts receivable and prepayments	1,044,964,843	1,007,609,894
Bank balances and cash	11,582,717,960	11,028,092,696
	12,627,682,803	12,035,702,590
<b>TOTAL ASSETS</b>	21,186,042,883	17,702,130,607
<b>Equity and Liabilities</b>		
<b>Equity</b>		
Share capital	2,800,000,000	2,800,000,000
Statutory reserve	933,333,333	933,333,333
Retained earnings	15,661,223,680	12,051,808,042
<b>Total equity</b>	19,394,557,013	15,785,141,375
<b>Non-current liabilities</b>		
Employees' end of service benefits	795,455,618	683,799,186
<b>Current Liabilities</b>		
Accounts payable and accruals	996,030,252	1,233,190,046
<b>Total liabilities</b>	1,791,485,870	1,916,989,232
<b>TOTAL EQUITY AND LIABILITIES</b>	21,186,042,883	17,702,130,607

## **Custodian and Clearing Center of Financial Instruments for Lebanon and the Middle East (MIDCLEAR) S.A.L.**

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<b><i>CASH FLOW STATEMENT</i></b>	<b><i>2009 LL</i></b>	<b><i>2008 LL</i></b>
<b><i>Year ended 31 December 2009</i></b>		
 <b><i>OPERATING ACTIVITIES</i></b>		
Profit before income tax	<b>4,798,090,834</b>	5,764,567,690
Adjustments for:		
Depreciation	<b>132,540,606</b>	115,793,998
Provision for employees' end of service benefits	<b>111,656,432</b>	189,519,402
Loss on sale of property and equipment	<b>38,472</b>	221,882
	<hr/> <b>5,042,326,344</b>	<hr/> 6,070,102,972
Working capital changes:		
Accounts receivable and prepayments	<b>(37,354,949)</b>	22,698,078
Accounts payable and accruals	<b>79,969,201</b>	89,783,062
	<hr/> <b>4,925,002,194</b>	<hr/> 6,182,584,112
Cash from operations	<b>4,925,002,194</b>	6,182,584,112
Income tax paid	<b>(845,168,389)</b>	(610,041,512)
Employees' end of service benefits paid	-	(407,162)
	<hr/> <b>4,079,833,805</b>	<hr/> 5,572,135,438
Net cash from operating activities	<b>4,079,833,805</b>	5,572,135,438
 <b><i>INVESTING ACTIVITIES</i></b>		
Purchase of property and equipment	<b>(123,346,431)</b>	(139,872,917)
Proceeds from the sale of property and equipment	-	75,375
Deposits with the Central Bank of Lebanon for the purchase of real estate	<b>(2,901,164,710)</b>	(5,279,384,907)
	<hr/> <b>(3,024,511,141)</b>	<hr/> (5,419,182,449)
Net cash used in investing activities	<b>(3,024,511,141)</b>	(5,419,182,449)
 <b><i>FINANCING ACTIVITIES</i></b>		
Dividends paid	<b>(500,697,400)</b>	(500,697,400)
	<hr/> <b>(500,697,400)</b>	<hr/> (500,697,400)
Net cash used in financing activities	<b>(500,697,400)</b>	(500,697,400)
 <b><i>INCREASE (DECREASE) IN CASH AND CASH E QUIVALENTS</i></b>		
	<b>554,625,264</b>	(347,744,411)
Cash and cash equivalents at 1 January	<b>11,028,092,696</b>	11,375,837,107
 <b><i>CASH AND CASH EQUIVALENTS AT 31 DECEMBER</i></b>		
	<hr/> <b>11,582,717,960</b>	<hr/> 11,028,092,696

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***STATEMENT OF CHANGES IN EQUITY***

***Year ended 31 December 2009***

	<i>Share capital LL</i>	<i>Statutory reserve LL</i>	<i>Retained earnings LL</i>	<i>Total LL</i>
Balance at 1 January 2008	2,800,000,000	933,333,333	7,618,901,768	11,352,235,101
Profit for the year – 2008	-	-	4,933,603,674	4,933,603,674
Dividends paid	-	-	(500,697,400)	(500,697,400)
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	-	-	4,933,603,674	4,933,603,674
Balance at 31 December 2008	2,800,000,000	933,333,333	12,051,808,042	15,785,141,375
Profit for the year - 2009	-	-	4,110,113,038	4,110,113,038
Dividends paid	-	-	(500,697,400)	(500,697,400)
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income	-	-	4,110,113,038	4,110,113,038
<b>Balance at 31 December 2009</b>	<b>2,800,000,000</b>	<b>933,333,333</b>	<b>15,661,223,680</b>	<b>19,394,557,013</b>