

**CUSTODIAN AND CLEARING CENTER  
OF FINANCIAL INSTRUMENTS  
FOR LEBANON AND THE MIDDLE EAST  
(MIDCLEAR) S.A.L.**

**FINANCIAL STATEMENTS  
31 DECEMBER 2011**

**STATEMENT OF COMPREHENSIVE INCOME**  
**Year ended 31 December 2011**

	<i>2011</i> <i>LL</i>	<i>2010</i> <i>LL</i>
Revenues	<b>8,656,263,629</b>	8,901,571,613
Securities custody charges	<b>(1,762,543,148)</b>	(1,773,727,193)
<b>GROSS PROFIT</b>	<b>6,893,720,481</b>	7,127,844,420
Other income	<b>1,557,958,664</b>	1,360,804,659
Administrative expenses	<b>(3,445,882,811)</b>	(3,320,700,813)
Depreciation	<b>(214,777,727)</b>	(187,599,032)
Loss of exchange, net	<b>(89,102,576)</b>	(31,201,513)
<b>PROFIT FOR THE YEAR BEFORE INCOME TAX</b>	<b>4,701,916,031</b>	4,949,147,721
Income tax expense	<b>(665,030,170)</b>	(709,797,319)
<b>PROFIT FOR THE YEAR</b>	<b>4,036,885,861</b>	4,239,350,402
Other comprehensive income	-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>	<b>4,036,885,861</b>	4,239,350,402

Centre de Conservation et de Compensation des Instruments Financiers pour le Liban et le Moyen-Orient (MIDCLEAR) SAL

**STATEMENT OF FINANCIAL POSITION**  
**At 31 December 2011**

	<i>2011</i>	<i>2010</i>
	<i>LL</i>	<i>LL</i>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property and equipment	<b>1,541,060,239</b>	736,567,120
Deposits with the Central Bank of Lebanon for the purchase of real estate	<b>8,180,549,617</b>	8,180,549,617
	<b>9,721,609,856</b>	8,917,116,737
<b>Current assets</b>		
Accounts receivable and prepayments	<b>1,224,497,477</b>	1,193,635,484
Bank balances and cash	<b>17,992,168,181</b>	15,152,223,573
	<b>19,216,665,658</b>	16,345,859,057
<b>TOTAL ASSETS</b>	<b>28,938,275,514</b>	25,262,975,794
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Share capital	<b>2,800,000,000</b>	2,800,000,000
Statutory reserve	<b>933,333,333</b>	933,333,333
Retained earnings	<b>22,936,065,143</b>	19,399,876,682
<b>Total equity</b>	<b>26,669,398,476</b>	23,133,210,015
<b>Non-current liabilities</b>		
Employees' end of service benefits	<b>1,215,521,437</b>	980,601,136
<b>Current liabilities</b>		
Accounts payable and accruals	<b>1,053,355,601</b>	1,149,164,643
<b>Total liabilities</b>	<b>2,268,877,038</b>	2,129,765,779
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>28,938,275,514</b>	25,262,975,794

Centre de Conservation et de Compensation des Instruments Financiers pour le  
Liban et le Moyen-Orient (MIDCLEAR) SAL

**STATEMENT OF CHANGES IN EQUITY**  
**Year ended 31 December 2011**

	<i>Share capital LL</i>	<i>Statutory reserve LL</i>	<i>Retained earnings LL</i>	<i>Total LL</i>
Balance at 1 January 2010	2,800,000,000	933,333,333	15,661,223,680	19,394,557,013
Total comprehensive income for the year - 2010	-	-	4,239,350,402	4,239,350,402
Dividends distributed	-	-	(500,697,400)	(500,697,400)
Balance at 31 December 2010	<u>2,800,000,000</u>	<u>933,333,333</u>	<u>19,399,876,682</u>	<u>23,133,210,015</u>
Total comprehensive income for the year 2011	-	-	4,036,885,861	4,036,885,861
Dividends distributed	-	-	(500,697,400)	(500,697,400)
<b>Balance at 31 December 2011</b>	<b><u><u>2,800,000,000</u></u></b>	<b><u><u>933,333,333</u></u></b>	<b><u><u>22,936,065,143</u></u></b>	<b><u><u>26,669,398,476</u></u></b>

**Centre de Conservation et de Compensation  
des Instruments Financiers pour le Liban et le  
Moyen-Orient (MIDCLEAR) SAL**

**CASH FLOW STATEMENT  
Year ended 31 December 2011**

	<i><b>2011</b></i>	<i><b>2010</b></i>
	<i><b>LL</b></i>	<i><b>LL</b></i>
<b>OPERATING ACTIVITIES</b>		
Profit before income tax	<b>4,701,916,031</b>	4,949,147,721
Adjustments for:		
Depreciation	<b>214,777,727</b>	187,599,032
Provision for employees' end of service benefits	<b>234,920,301</b>	185,145,518
	<b>5,151,614,059</b>	5,321,892,271
Working capital changes:		
Accounts receivable and prepayments	<b>(30,861,993)</b>	(148,670,641)
Accounts payable and accruals	<b>10,388,788</b>	150,050,072
Cash from operations	<b>5,131,140,854</b>	5,323,271,702
Income tax paid	<b>(771,228,000)</b>	(706,713,000)
Net cash from operating activities	<b>4,359,912,854</b>	4,616,558,702
<b>INVESTING ACTIVITIES</b>		
Purchase of property and equipment	<b>(1,019,270,846)</b>	(546,355,689)
Net cash used in investing activities	<b>(1,019,270,846)</b>	(546,355,689)
<b>FINANCING ACTIVITIES</b>		
Dividends paid	<b>(500,697,400)</b>	(500,697,400)
Net cash used in financing activities	<b>(500,697,400)</b>	(500,697,400)
<b>INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>2,839,944,608</b>	3,569,505,613
Cash and cash equivalents at 1 January	<b>15,152,223,573</b>	11,582,717,960
<b>CASH AND CASH EQUIVALENTS AT 31 DECEMBER</b>	<b>17,992,168,181</b>	15,152,223,573