

**CENTRE DE CONSERVATION ET DE
COMPENSATION DES INSTRUMENTS
FINANCIERS POUR LE LIBAN ET LE
MOYEN-ORIENT (MIDCLEAR) SAL**

**FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REPORT
FOR THE YEAR ENDED
31 DECEMBER 2024**

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

| | 31/12/2024 LBP | (Restated) 31/12/2023 LBP | (Restated) 01/01/2023 LBP |
|--|--------------------------|---------------------------------|---------------------------------|
| Assets | | | |
| Non-Current Assets | 744,140,652,626 | 754,593,789,411 | 368,946,659,902 |
| Property and equipment | 741,787,410,972 | 750,219,398,517 | 356,235,850,289 |
| Intangible assets | 2,353,241,654 | 4,374,390,894 | 12,710,809,613 |
| Current Assets | 597,239,354,964 | 505,324,164,074 | 190,756,194,094 |
| Accounts receivable | 40,642,087,324 | 47,532,427,745 | 7,174,043,579 |
| Other assets | 15,185,400,601 | 16,022,728,860 | 2,336,377,563 |
| Cash and deposits with banks | 541,411,867,039 | 441,769,007,469 | 181,245,772,952 |
| Total Assets | 1,341,380,007,590 | 1,259,917,953,485 | 559,702,853,996 |
| Liabilities and Equity | | | |
| Non-Current Liabilities | 238,358,451,649 | 96,600,328,700 | 9,216,276,693 |
| Provisions | 238,358,451,649 | 96,600,328,700 | 9,216,276,693 |
| Current Liabilities | 49,838,759,987 | 27,141,228,287 | 2,146,036,925 |
| Accounts payable and other liabilities | 49,838,759,987 | 27,141,228,287 | 2,146,036,925 |
| Equity | 1,053,182,795,954 | 1,136,176,396,498 | 548,340,540,378 |
| Share capital | 2,800,000,000 | 2,800,000,000 | 2,800,000,000 |
| Legal reserve | 933,333,333 | 933,333,333 | 933,333,333 |
| Revaluation surplus | 789,967,916,146 | 771,431,045,228 | 360,700,422,258 |
| Retained earnings | 361,012,017,937 | 156,771,784,787 | 58,530,504,310 |
| (Loss)/Profit for the year | (101,530,471,462) | 204,240,233,150 | 125,376,280,477 |
| Total Liabilities and Equity | 1,341,380,007,590 | 1,259,917,953,485 | 559,702,853,996 |

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

| | <u>For the year ended 31 December</u> (Restated) | |
|---|---|---------------------------|
| | 2024 LBP | 2023 LBP |
| Revenues | 579,691,828,444 | 299,740,263,913 |
| Securities custody charges | (83,030,667,601) | (51,369,032,342) |
| Gross profit | 496,661,160,843 | 248,371,231,571 |
| Personnel expenses | (265,876,700,194) | (35,152,307,523) |
| General and administrative expenses | (77,750,010,154) | (50,608,115,286) |
| Depreciation and amortization expenses | (37,652,211,503) | (27,838,652,663) |
| Finance income and finance cost | 1,541,041,684 | (2,225,307,954) |
| Net write-back on impairment losses on financial assets | 162,572,168,000 | 154,014,728,000 |
| Write-back/(Provision) for risk and charges | 447,500,000 | (74,021,053,000) |
| Other income | 17,555,714,831 | 6,919,729,457 |
| Net foreign exchange loss | (379,299,834,969) | (1,837,651,452) |
| (Loss)/Profit for the year before income tax | (81,801,171,462) | 217,622,601,150 |
| Income tax expense | (19,729,300,000) | (13,382,368,000) |
| (Loss)/Profit for the year | (101,530,471,462) | 204,240,233,150 |
| Other comprehensive income (OCI): | | |
| Property and equipment revaluation surplus | 18,536,870,918 | 408,491,313,631 |
| Intangible assets revaluation surplus | - | 2,239,309,339 |
| Total comprehensive (loss)/income for the year | (82,993,600,544) | 614,970,856,120 |

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

Statement of Changes in Equity

| | Share capital LBP | Legal reserve LBP | Revaluation surplus LBP | Retained earnings LBP | (Loss)/Profit for the year LBP | Total LBP |
|--|----------------------------------|----------------------------------|--|--------------------------------------|---|--------------------------|
| Balance as at 1 January 2023 - before restatement | 2,800,000,000 | 933,333,333 | - | 58,530,504,310 | (6,260,863,361) | 56,002,974,282 |
| Revaluation surplus | - | - | 360,700,422,258 | - | - | 360,700,422,258 |
| Adjustments* | - | - | - | - | 131,637,143,838 | 131,637,143,838 |
| Balance as at 1 January 2023 - after restatement | 2,800,000,000 | 933,333,333 | 360,700,422,258 | 58,530,504,310 | 125,376,280,477 | 548,340,540,378 |
| Allocation of 2022 profit | - | - | - | 125,376,280,477 | (125,376,280,477) | - |
| Dividends paid | - | - | - | (27,135,000,000) | - | (27,135,000,000) |
| Revaluation surplus | - | - | 410,730,622,970 | - | - | 410,730,622,970 |
| Profit for the year 2023 | - | - | - | - | 204,240,233,150 | 204,240,233,150 |
| Balance as at 31 December 2023 | 2,800,000,000 | 933,333,333 | 771,431,045,228 | 156,771,784,787 | 204,240,233,150 | 1,136,176,396,498 |
| Allocation of 2023 profit | - | - | - | 204,240,233,150 | (204,240,233,150) | - |
| Revaluation surplus | - | - | 18,536,870,918 | - | - | 18,536,870,918 |
| Loss for the year 2024 | - | - | - | - | (101,530,471,462) | (101,530,471,462) |
| Balance as at 31 December 2024 | 2,800,000,000 | 933,333,333 | 789,967,916,146 | 361,012,017,937 | (101,530,471,462) | 1,053,182,795,954 |

* These adjustments are related to the retranslation of year end monetary item in foreign currencies at the rate stipulated in the Ministry of Finance Decision# 338 dated 12 March 2025 which is USD 1=LBP 42,000 instead of the official exchange rate of USD 1=LBP 1,507.5.

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

| | <u>For the year ended 31 December</u> | |
|---|---------------------------------------|--------------------------|
| | (Restated) | |
| | 2024 | 2023 |
| | LBP | LBP |
| Cash flows from operating activities | | |
| (Loss)/Profit for the year | (101,530,471,462) | 204,240,233,150 |
| Adjustments for: | | |
| Income tax expense | 19,729,300,000 | 13,382,368,000 |
| Depreciation and amortization expenses | 37,652,211,503 | 27,838,652,663 |
| Provision for staff end of service indemnities (net) | 150,171,843,949 | 13,362,999,007 |
| (Write-back)/Provision for risk and charges | (447,500,000) | 74,021,053,000 |
| Gain on disposal of property and equipment | (89,500,000) | (29,513,162) |
| Net (write-back on impairment loss)/ Impairment loss on accounts receivable | (30,302,073,000) | 37,453,177,000 |
| Write-back of impairment loss on deposits with banks | (132,270,095,000) | (191,467,905,000) |
| | (57,086,284,010) | 178,801,064,658 |
| Decrease/(Increase) in accounts receivable | 37,192,413,421 | (77,811,561,166) |
| Decrease/(Increase) in other assets | 837,328,259 | (13,686,351,297) |
| Increase in accounts payables and other | 2,968,231,700 | 11,612,823,362 |
| Settlements of staff end of service indemnities | (6,176,221,000) | - |
| Settlements of provision for risk and charges | (1,790,000,000) | - |
| Net cash (used in)/generated from operating activities | (24,054,531,630) | 98,915,975,557 |
| Cash flows from investing activities | | |
| Acquisition of property and equipment | (8,662,203,800) | (2,607,820,200) |
| Proceeds from disposal of property and equipment | 89,500,000 | 46,170,000 |
| Acquisition of intangible assets | - | (163,995,840) |
| Net cash used in investing activities | (8,572,703,800) | (2,725,646,040) |
| Cash flows from financing activities | | |
| Dividends paid | - | (27,135,000,000) |
| Net cash used in financing activities | - | (27,135,000,000) |
| Net increase in cash and cash equivalents | (32,627,235,430) | 69,055,329,517 |
| Cash and cash equivalents at beginning of | 1,170,048,102,469 | 1,100,992,772,952 |
| Cash and cash equivalents at end of year | 1,137,420,867,039 | 1,170,048,102,469 |