DELOITTE & ASSOCIES ERNST & YOUNG Audit

This is a translation into English of the statutory auditors' report on the consolidated financial statements of the Company issued in French and it is provided solely for the convenience of English-speaking users.
This statutory auditors' report includes information required by European regulations and French law, such as information about the appointment of the statutory auditors or the verification of the information concerning the Group presented in the management report.
This report should be read in conjunction with, and construed in accordance with, French law and professional auditing standards applicable in France.

Banque Banorient France

Year ended December 31, 2023

Statutory auditors' report on the consolidated financial statements

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92908 Paris-La Défense cedex
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572 028 041 R.C.S. Nanterre

Commissaire aux Comptes
Membre de la compagnie
régionale de Versailles et du Centre

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Commissaire aux Comptes
Membre de la compagnie
régionale de Versailles et du Centre

Banque Banorient France

Year ended December 31, 2023

Statutory auditors' report on the consolidated financial statements

To the Annual General Meeting of Banque Banorient France,

Opinion

In compliance with the engagement entrusted to us by your annual general meetings, we have audited the accompanying consolidated financial statements of Banque Banorient France for the year ended December 31, 2023.

In our opinion, the consolidated financial statements give a true and fair view of the assets and liabilities and of the financial position of the Group as at December 31, 2023 and of the results of its operations for the year then ended in accordance with French accounting principles.

The audit opinion expressed above is consistent with our report to the Audit Committee.

Basis for Opinion

Audit Framework

We conducted our audit in accordance with professional standards applicable in France. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our responsibilities under those standards are further described in the *Statutory Auditors' Responsibilities for the Audit of the Consolidated Financial Statements* section of our report.

Independence

We conducted our audit engagement in compliance with the independence requirements of the French Commercial Code *(Code de commerce)* and the French Code of Ethics for Statutory Auditors *(Code de déontologie de la profession de commissaire aux comptes)* for the period from January 1, 2023 to the date of our report, and specifically we did not provide any prohibited non-audit services referred to in Article 5(1) of Regulation (EU) No. 537/2014.

Justification of Assessments - Key Audit Matters

In accordance with the requirements of Articles L. 821-53 and R. 821-180 of the French Commercial Code *(Code de commerce)* relating to the justification of our assessments, we inform you of the key audit matters relating to risks of material misstatement that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period, as well as how we addressed those risks.

These matters were addressed in the context of our audit of the consolidated financial statements as a whole and in forming our opinion thereon, and we do not provide a separate opinion on specific items of the consolidated financial statements.

■ Credit Risk Provisioning

Risk identified	Your Company sets aside allowances to cover the credit risk inherent in its activities. All these allowances are accounted for as a deduction from the downgraded balances in "Doubtful Receivables", and constitute a subdivision of the "Operations with Customers" asset line in the balance sheet. Your Company's portfolio of doubtful customer loans amounts to M€ 67.4 as at December 31, 2023, with an allowance for impairment of M€ 50.1. The cost of risk for the 2023 fiscal year amounts to M€ 6.5. Your Company determines provisions on a case-by-case basis, taking into account the debtor's quality and the estimation of various held guarantees (real estate assets and pledged deposits as collateral). The provisioning methods your Company applies are described in Note 6 to the consolidated financial statements. The numerical data are presented in the tables of Notes 1.5 e) and 1.5 f) to the consolidated financial statements. The estimation of provisions involves a judgment by your Company's Management on the following elements: valuation of guarantees, the time horizon for updating the guarantee, and an additional discount in certain situations. We have considered the provisioning of credit risk to be a key audit matter, as the assessment of this risk involves judgment and estimates by Management.
Our response	Our audit approach is based on our assessment of the relevance of the procedures and control system related to the identification, monitoring of customer credit risks, and determination of related impairments. We conducted interviews with the individuals responsible for risk monitoring in order to understand the governance and procedures in place to assess these impairments. On a selection of files, we performed an analysis to assess, in particular: ► the legal documentation of seized assets held as collateral; ► the existence of annual revaluations of these assets at each closing, by an external expert. We also performed an analysis of the evolution of balances and impairments for the 2023 fiscal year. We also examined the information presented in the notes to the consolidated financial statements related to credit risk.

Specific Verifications

We have also performed, in accordance with professional standards applicable in France, the specific verifications required by laws and regulations of the information relating to the Group given in the Board of Directors' management report.

We have no matters to report as to its fair presentation and its consistency with the consolidated financial statements.

Report on Other Legal and Regulatory Requirements

- **Appointment of the Statutory Auditors**

We were appointed as statutory auditors of Banque Banorient France by your annual general meeting held on June 29, 2006 for DELOITTE & ASSOCIES and on May 9, 1997 for ERNST & YOUNG Audit.

As at December 31, 2023, we were in the eighteenth year of total uninterrupted engagement for DELOITTE & ASSOCIES and in the twenty-seventh year for ERNST & YOUNG Audit.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with French accounting principles and for such internal control as Management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, Management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless it is expected to liquidate the Company or to cease operations.

The Audit Committee is responsible for monitoring the financial reporting process and the effectiveness of internal control and risk management systems and where applicable, its internal audit, regarding the accounting and financial reporting procedures.

The consolidated financial statements were approved by the Board of Directors.

Statutory Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

- **Objectives and audit approach**

Our role is to issue a report on the consolidated financial statements. Our objective is to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with professional standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users made on the basis of these consolidated financial statements.

As specified in Article L. 821-55 of the French Commercial Code (*Code de commerce*), our statutory audit does not include assurance on the viability of the Company or the quality of management of the affairs of the Company.

As part of an audit conducted in accordance with professional standards applicable in France, the statutory auditor exercises professional judgment throughout the audit and furthermore:

- Identifies and assesses the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, designs and performs audit procedures responsive to those risks, and obtains audit evidence considered to be sufficient and appropriate to provide a basis for his opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtains an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.

- Evaluates the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management in the consolidated financial statements.

- Assesses the appropriateness of Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. This assessment is based on the audit evidence obtained up to the date of his audit report. However, future events or conditions may cause the Company to cease to continue as a going concern. If the statutory auditor concludes that a material uncertainty exists, there is a requirement to draw attention in the audit report to the related disclosures in the consolidated financial statements or, if such disclosures are not provided or inadequate, to modify the opinion expressed therein.

- Evaluates the overall presentation of the consolidated financial statements and assesses whether these statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtains sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. The statutory auditor is responsible for the direction, supervision and performance of the audit of the consolidated financial statements and for the opinion expressed on these consolidated financial statements.

Report to the Audit Committee

We submit to the Audit Committee a report which includes in particular a description of the scope of the audit and the audit program implemented, as well as the results of our audit. We also report significant deficiencies, if any, in internal control regarding the accounting and financial reporting procedures that we have identified.

Our report to the Audit Committee includes the risks of material misstatement that, in our professional judgment, were of most significance in the audit of the consolidated financial statements of the current period and which are therefore the key audit matters that we are required to describe in this report.

We also provide the Audit Committee with the declaration provided for in Article 6 of Regulation (EU) No. 537/2014, confirming our independence within the meaning of the rules applicable in France as set out in particular in Articles L. 821-27 to L. 821-34 of the French Commercial Code *(Code de commerce)* and in the French Code of Ethics for Statutory Auditors *(Code de déontologie de la profession de commissaire aux comptes)*. Where appropriate, we discuss with the Audit Committee the risks that may reasonably be thought to bear on our independence, and the related safeguards.

Paris-La Défense, May 6, 2024

The Statutory Auditors
French original signed by

DELOITTE & ASSOCIES	ERNST & YOUNG Audit
Marjorie Blanc Lourme	Bernard Heller

CONSOLIDATED FINANCIAL STATEMENTS

AS OF DECEMBER 31, 2023

CONSOLIDATED BALANCE SHEET

In Euros

ASSETS	31 décembre 2023	31 décembre 2022
CASH, CENTRAL BANKS & BANKS	**1 344 834 892**	**1 341 527 823**
CUSTOMER TRANSACTIONS	**499 659 967**	**561 424 170**
BONDS, DEBT SECURITIES AND OTHER FIXED INCOME SECURITIES	**341 633 847**	**294 615 865**
INVESTMENTS IN AFFILIASTED UNDERTAKINGS, PARTICIPATION INTEREST AND PORTFOLIO SECURITIES	**18 975 573**	**30 462 512**
TANGIBLE AND INTANGIBLE ASSETS	**68 073 882**	**74 112 411**
GOODWILL	**0**	**0**
PREPAYMENTS, ACCRUED INCOME AND OTHER ASSETS	**24 465 934**	**20 438 839**
TOTAL ASSETS	**2 297 644 095**	**2 322 581 620**

LIABILITIES	31 décembre 2023	31 décembre 2022
TREASURY OPERATIONS AND INTERBANK TRANSACTIONS	**36 069 339**	**20 606 214**
CUSTOMER ACCOUNTS	**1 839 458 081**	**1 927 155 973**
ACCRUALS, DEFERED INCOME AND OTHER LIABILITIES	**29 194 733**	**22 600 510**
PROVISIONS	**5 390 613**	**2 306 521**
FUND FOR GENERAL BANKING RISKS (FGBR)	**109 321**	**102 804**
EQUITY	**387 422 009**	**349 809 598**
SUBSCRIBED CAPITAL	135 000 000	135 000 000
SHARE PREMIUM ACCOUNT	0	0
RESERVES	215 111 564	195 307 044
YEAR'S PROFIT	37 310 445	19 502 553
TOTAL LIABILITIES	**2 297 644 095**	**2 322 581 620**

(*) Clients deposits : Are taken into consideration, in addition to the above amount, the other client funds not included in the balance sheet (Fiduciary deposits placed outside the group and clients' securities portfolio). These funds amount to EUR 851 Millions, which brings the total client deposits to EUR 2 690 Million, or USD 2 972 Million (compared to EUR 2 708 Millions et the end of 2022)

OFF BALANCE SHEET

OFF BALANCE SHEET	31/12/2023	31/12/2022
COMMITMENTS GIVEN		
FINANCING COMMITMENTS	**19 752 471**	**21 742 464**
GUARANTEES	**56 159 214**	**98 256 747**
COMMITMENTS GIVEN ON SECURITIES	**0**	**0**
COMMITMENTS RECEIVED		
FINANCING COMMITMENTS	**0**	**0**
GUARANTEES	**13 943 472**	**10 118 192**
COMMITMENTS RECEIVED ON SECURITIES	**0**	**0**

CONSOLIDATED INCOME STATEMENT

In Euros

	31 décembre 2023	31 décembre 2022
INTEREST AND SIMILAR INCOME	102 723 469	51 919 274
INTEREST AND SIMILAR CHARGES	(33 007 218)	(8 904 736)
INCOME FROM VARIABLE -YIELD SECURITIES	2 081 051	3 673 266
COMMISSION (INCOME)	12 943 962	12 456 987
COMMISSION (EXPENSES)	(2 436 210)	(2 277 744)
PROFIT OR LOSS ON NEGOCIABLE PORTFOLIO TRANSACTIONS	3 727 600	3 997 051
PROFIT OR LOSS ON PORTFOLIO HELD FOR SALE AND EQUIVALENT	4 186 208	2 324 523
OTHER BANKING OPERATION INCOME	1 240 285	767 686
OTHER BANKING OPERATION CHARGES	(219 102)	(1 831 292)
MARGIN ON INSURANCE ACTIVITIES	0	0
NET OF THE OTHER ACTIVITIES	171 062	255 165
NET BANKING EARNING	**91 411 107**	**62 380 180**
GENERAL OPERATING CHARGES	(37 135 508)	(34 921 105)
DEPRECIATION EXPENSES AND PROVISIONS FOR INTANGIBLE AND TANGIBLE FIXED ASSETS	(2 742 561)	(2 987 000)
GROSS TRADING RESULT	**51 533 039**	**24 472 074**
RISK COST	(6 526 749)	(1 332 380)
TRADING RESULT	**45 006 289**	**23 139 694**
SHARE IN THE NET RESULT OF THE COMPANIES PUT IN EQUIVALENCE	0	0
PROFIT OR LOSS ON FIXED ASSETS	590 885	335 738
ORDINARY PRE-TAX PROFIT OR LOSS	**45 597 174**	**23 475 432**
EXCEPTIONNAL PROFIT OR LOSS	0	0
INCOME TAX	(8 286 729)	(3 972 879)
ALLOCATION FOR AMORTIZATION OF GOODWILL	0	0
ALLOCATION FOR FUNDS FOR GENERAL BANKING RISKS	0	0
MINORITY SHARE	0	0
PROFIT OR LOSS FOR THE FINANCIAL YEAR GROUP SHARE	**37 310 445**	**19 502 553**
PROFIT OR LOSS BY SHARE	8,29	4,33
PROFIT OR LOSS DILUTED BY SHARE	8,29	4,33

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

ACCOUNTING PRINCIPLES AND VALUATION METHODS

1. PRESENTATION OF FINANCIAL STATEMENTS

The financial statements are prepared and presented in accordance with the ANC 2014-07 regulation of 26 November 2014 and the regulations that have amended it since that date, in accordance with the accounting standards of the banking industry in France. These statements were prepared in conformity with the conservatism and consistency concepts and the continuity of the evaluation method.

2. SCOPE AND METHODS OF CONSOLIDATION

2.1 Scope of consolidation

The consolidated financial statements include the financial statements of :

- BANQUE BANORIENT SUISSE (Switzerland)
- SC LOTUS SERVICES AND TRADING SRL (Romania)
- Société Immobilière rue Toepffer N°1 SA (Switzerland)

These three companies are under exclusive control and have been consolidated using the full consolidation method as their activities are an extension of banking, financing or related activities, as fixed by the article L.311-2 of the monetary and financial code, even when, like in the case of the service company “LOTUS SERVICES”, or of the “Société Immobilière rue Toepffer N°1 SA”, the individual financial statements are structured differently than those of the other companies included in the consolidation, because they belong to different sectors such as insurance, real estate or computer science and service.

The financial statements of these three companies have been prepared accordingly to the local accounting regulations, including the adjustments and reclassifications necessary to comply with the CRC n°99-07 regulation of the « Accounting Regulation Committee », as well as with the rules generally adopted by the French and international banking industry.

The investments of BANQUE BANORIENT FRANCE in companies, the activity of which cannot be considered as an extension of the Bank’s activity, are not consolidated if they do not match with the consolidated criteria specified by the ANC 2014-07.

BANQUE BANORIENT FRANCE Group accounts are consolidated in the accounts of its parent company BLOM BANK S.A.L. (Rachid Karame St, Beirut Lebanon) using the full consolidation method.

2.2 Consolidation methods

The global consolidation method has been adopted to prepare the consolidated financial statements, as BANQUE

BANORIENT FRANCE holds more than 50 % of BANQUE BANORIENT SUISSE capital, as well as of SC LOTUS SERVICES and Société Immobilière rue Toepffer N°1 SA.

The global consolidation method consists in replacing the value of the securities on hand by each of the elements of the assets and liabilities of the subsidiary, then in eliminating all reciprocal operations between the parent company and the subsidiary.

2.3 Goodwill

The initial amount of the goodwill being the positive difference between the acquisition value of the shares of BANQUE BANORIENT SUISSE and the net book value of these shares at their acquisition date has been entirely amortized.

3. INTERESTS AND COMMISSIONS

Interest and related commissions are accounted on the accrued amount basis.

Commissions which are not similar to interests are accounted according to their allowance nature. The commissions remunerating punctual services are immediately accounted into profit or loss. The commissions remunerating continuous services are accounted on the remaining life of the allowance.

4. FOREIGN CURRENCY TRANSLATION

The financial statements recorded in the local currency of the consolidated company have been translated into Euros at the year end official closing rate for the balance sheet and for the income statement.

The exchange difference resulting from the translated net capital allocation, as compared to its historical value, is posted into a separate account labelled «Currency Translation Profit » and is added or deducted from the consolidated reserves in the balance sheet.
Whenever local regulation requires the accounting as revenue or as a loss of any translation difference resulting from the capital allocation or from any other structural position, an adjustment is carried out in order to neutralize the impact on P&L. This adjustment consists in accounting the exchange difference resulting from the translated capital allocation or any other structural position, within regularization accounts related to capital allocation of branches.

Exchange difference resulting from structural position, if unfavourable and entailing an irreversible and final loss, is subject to a provision allowance.

5. FOREIGN CURRENCY TRANSACTIONS

In accordance with the ANC 2014-07 regulation, assets, liabilities as well as term exchange contracts appearing in the off balance sheet are translated at the market closing date rates or at the nearest preceding rates. It is the same regarding the profit and the charges received, paid or accrued which are converted at the market closing rates.

At each closing date, the result of the translation (either a profit or a loss) at the market closing rates of the term exchange operations (forwards or other term operations) is posted in profit or loss accounts.

The interest difference relating to hedged forward exchange operations are spread in the profit or loss accounts over the actual duration of the hedged operations.

6. LOANS AND ADVANCES

Amounts due from credit institutions and customers are broken down by their original duration or the nature of the exposures : receivables (ordinary accounts and day-to-day transactions) and term receivables for credit institutions, commercial receivables, ordinary accounts and other assistance to the customer base. Commissions received and marginal transaction costs incurred when granting loans are assimilated to interest and are spread out as income over the effective life of the loans.

When a commitment carries a credit risk proven making it probable that Banque Banorient will not collect all or part of the sums due to the commitments subscribed by the counterparty in accordance with the provisions initial contractual obligations, notwithstanding the existence of guarantees, the related outstanding is classified as doubtful outstanding. In any state of cause, the downgrading to doubtful outstanding is carried out if there is one or more unpaid for at least

three months (six months for real estate claims and nine months for claims on local authorities), or if, independently of the existence of any unpaid one can conclude that there is a proven risk, or whether there are litigation procedures.

- Non performing exposures

The loans unpaid for a period not exceeding three months remain in their original accounts. However, all kind of loans presenting a partial or total risk of non-recovery, or presenting a contentious aspect, are transferred to « Non performing exposures » in a sub-division of « Customers transactions ».

The doubtful outstanding presentation is made in accordance with the ANC 2014-07 regulation of the "Accounting Regulation Committee" concerning the presentation of incurred credit risk, illustrated by the following situations :

- Exposures with amounts more than 90 days past due (6 months for home loans, 9 months for exposures with local authorities)
- The debtor is assessed as unlikely to pay its credit obligations, regardless of the existence of any past-due amount or of the number of days past due
- The debtor is engaged in litigious proceedings (ad hoc mandate, bankruptcy protection, court-ordered settlement or compulsory liquidation or other similar proceedings in local jurisdictions)

- Loan impairment provision

Non performing exposures are impaired for the expected amount of credit losses. The calculation of the depreciation is based on the valuation of the actualised values of the guarantees, compared to the gross risk. If interests on such loans continue to be accrued, these interests will have a 100 % provision. All these provisions are deducted from the loans value in the balance sheet.

In BANQUE BANORIENT FRANCE books, there are no restructured loans with out of market conditions.

Provisions are computed on a case by case basis taking into consideration the quality of the debtor customer to evaluate the risk and, in case of a real estate loan, a conservative estimation of the various securities held (such as real estate assets, etc...), the deposits blocked in guarantee and the decision of the bank to follow up the transactions until their final stage in order to better preserve its interest.

- Country risk provision

Country risk balance or off balance sheet exposures may also provisioned, when the country's situation puts at risk the payment of its external debt, regardless of the debtor's situation. This provision ranges from 5 to 50% of the total exposure amount according to the country risk assessment.

7. DEBTS

Debts to credit institutions and customers are broken down according to their original term or the nature of these debts: sight debts (sight deposits, ordinary accounts) and term debts to credit institutions; plan savings accounts. Accrued interest on these debts is carried in the accounts of debts attached against the income statement.

8. SECURITIES PORTFOLIO

In accordance with the ANC 2014-07 regulation, the securities are classified according to:

-Their nature: government securities (Treasury bonds and assimilated securities), bonds (obligations) and the other fixed-income securities (negotiable debt securities and interbank market securities), shares and the other variable-income securities
- Their portfolio of destination: trading, held for sale, investment, corresponding to the economic object of their detention. For every category of portfolio, they are subjected to similar rules of evaluation which are the following:

Trading Securities

They are negotiable stocks on a liquid market that are acquired with the intention of reselling (or repurchasing) in the short term. They are subject to an evaluation on the basis of their market value in the closing date of the exercise. The balance of the latent earnings and losses thus noticed, as well as the balance of the earnings and losses realized on the transfer of the securities, is carried at the expense of net income of the financial operations. The coupons collected on the fixed-income securities of the portfolio of transactions are classified in the earnings report (profit and loss account) within the column Net income of interests relative to the bonds and the other fixed-income securities.

Available for sale securities

Are considered as securities held for sale, the securities that are listed neither in the trading securities nor in the investment securities.

Investment Securities

Fixed-income securities with a fixed redemption price shall be regarded as investment securities when they have been acquired with the intention of holding them on a long-term basis, in principle until maturity. Institutions which record securities as investment securities must have sufficient resources to enable them:

- Either to protect themselves in a permanent way against a depreciation of the securities due to the variations of interest rate by means of a coverage by forward and options contracts of interest rate.
- Or to hold effectively the securities durably by the obtaining of resources, including the available stockholders' equity, globally matched and earmarked for the financing of these securities.

The investment securities are booked in an identical way in securities held for sale. However, in the closing of the period, the latent depreciations do not give place to the constitution of a reserve for depreciation of the portfolio securities, except if there is a strong probability of transfer of the short-term securities, or if there are risks of default of the issuer of the securities.

Securities from the activity of portfolio

They are investments realized with the only purpose to get some earning from them in medium-term capital, without intention to invest durably in the development of the issuing company, or to participate actively in its management. These securities are registered on the balance sheet at their lower historical cost value or their utility value (this one being determined by taking into account general perspectives of evolution of the issuer and the residual duration of detention). The value of utility of listed securities is mainly determined in reference to stock quotes over a long period. The unrealised profit is not booked whereas the unrealised loss leads to the constitution of a provision for depreciation of the securities portfolio.

Equities, shares in affiliates undertakings and other securities held in the long run

These are on the one hand:

- Equity securities and shares in the connected companies for which the durable ownership is considered useful to the activity of the company, particularly those answering the following criteria :
    - Securities of companies having common directors or managers with the holder company, in conditions which would allow to exercise an influence on the issuer.
    - Securities of companies belonging to the same group controlled by physical or moral persons exercising a control over the whole and taking advantage of a unity of decision.
    - Securities representing more than 10 % of the rights in the capital issued by a credit institution or by a company, the activity of which stands in the continuation of that of the Group.

And on the other hand:

- Other securities held in the long run, which include investment securities by the company in order to favour the development of long lasting professional relations by creating a privileged link with the issuer company, without however exercising any influence in its management because of the low percentage of shares they represent.

Equity securities, shares in the affiliated undertakings and other securities held in the long run are booked at their purchase cost, excluding acquisition costs. The dividends incomes attached to these securities are registered in the profit and loss account in the “Incomes of variable income securities” section.

At the closing date for the period, equities and shares in the affiliated undertakings are estimated at their utility value representative of the price the company would agree to pay out to obtain these securities if it had to acquire them considering detention goals. This value is estimated in reference to various criteria such as stockholders' equities (own capital), profitability, average rates of stock exchange over a long enough period. The unrealised profits are not booked and the unrealised losses lead to the constitution of a provision for depreciation of the securities portfolio.

9. Fixed Assets

Fixed assets are recorded at their acquisition price and are depreciated according to their estimated useful life on a linear basis. Key money is amortised on a linear basis over a period not exceeding five years. In case the real depreciation amortisation exceeds the applied amortisation, a correction is made by taking additional provisions.
The charges of the amortisations are accounted in the profit and loss in the line depreciation expenses for fixed assets.
The rental amounts received of the fixed assets are accounted at the net cost.

The depreciation and amortisation periods applied by all our branches are as follows:
- For built properties: between 35 and 45 years
- For furniture, between 8 and 10 years
- For office and computer equipment, between 5 and 8 years
- For other material, 5 or 10 years
- For leasehold improvement, 10 years (or 5 years for light installations)
- For software & goodwill, between 3 and 5 years.

10. Derivatives

The hedged rates, exchange or stock derivative instruments are accounted accordingly to the ANC 2014-07 regulation. These commitments are accounted in the off balance sheet at nominal value of the contracts.

The result relating to these operations are accounted by taking into consideration the type of the instrument and the followed strategy.

Instruments negotiated on organised or equivalent market by mutual agreement, or included in a trading portfolio are, accordingly to ANC 2014-07 regulation, estimated at the closing date market value.

Regarding the instruments negotiated on organised or equivalent market, the results whether a profit or a loss (unrealised or not) are accounted in the bank books.

On the other hand, the loss or profit of instruments negotiated on practically illiquid market, such as mutual agreement instruments, are accounted into the profit and loss at the contracts' maturities or on a time basis depending of the instrument nature. Provisions are accounted on unrealised loss.

11. Local rules

In order to comply with the local regulations, the United Arab Emirates branches are requested to have a statutory reserve amounting to 10 % of the net profit of each year. However the total profit is presented in the individual and consolidated financial statements. A capital allocation is accounted after the financial statements approval to meet with the local rules.

12. Deferred Tax

Deferred tax arises whenever a temporary difference appears between the recording of a revenue or an expense for accounting purpose and the recording of these for taxation purpose. Deferred taxes are calculated without any discounting effect according to the tax regulation applicable in the country where the entity is located.
If a change in the tax rate arises, deferred taxes are adjusted according to the new rate prevailing during the accounting period and this is reflected in the income statements. A deferred tax asset is set only when a recovery can be forecast. However, no tax is declared on dividends distributed when the decision to distribute such dividends is not yet known at the end of the financial year.

13. STAFF BENEFITS

Following the ANC 2013-02 regulation and its 7 November 2021 update, Banque Banorient accounts end of career indemnities for employees, as stipulated in the collective and contractual agreements, for as per vested rights as at 31st December of every year.

The actuarial differences are directly accounted in the profit and loss accounts. Staff benefits are accounted for according to the local regulation of each entity in the liabilities.

The retirement system calculation in France is as follows:
The provisions for retirement indemnity are reviewed every year as per the main following evaluation requirements :
- Age of retirement: 64 years
- Updated rate: 3,65%
- Salary evolution rate: 2,00%
- Probability of voluntary retirement within a year: 3,00%
- Social Security contribution rate: 45,73%

For the United Arab Emirates, the calculation is of one-month base salary per year of service. The other entities don't account any staff benefit provisions.

NOTES TO THE FINANCIAL STATEMENTS

1. NOTES TO THE BALANCE SHEET - ASSETS

1.1. Assets currency breakdown

(EUR in thousands)	31/12/2023	31/12/2022
- EUR	490 221	391 479
- USD	808 966	810 019
- CHF	123 139	197 191
- GBP	166 453	169 517
- AED	627 599	635 966
- RON	29 725	33 793
- JPY	34 555	46 918
- Autres	16 986	37 699
TOTAL	**2 297 644**	**2 322 582**

1.2. Maturity breakdown

ASSETS *(EUR in thousands)*	Total	Liquid *	<=3month	3m<D<1 Y	1 to 5 years	> 5 years & other	Related receivable
Cash & Central banks	665 858	665 704					154
Loans to banks	678 977	262 979	171 246	227 421	9 257	100	7 974
Loans to customers	499 660	125 239	37 852	83 754	219 327	32 541	947
Trading securities	78	78					0
Securities held for sale	35 029	11 461	1 807	4 428	17 083		250
Securities held to maturity	306 526		2 716	0	176 871	123 801	3 138
Participations	18 976					18 976	
Regularisation accounts and other assets	24 466	24 466					
Fixed assets	68 074					68 074	
TOTAL	**2 297 644**	**1 089 927**	**213 621**	**315 603**	**422 538**	**243 492**	**12 463**

LIABILITIES *(EUR in thousands)*	Total	Liquid *	<=3month	3m<D<1 Y	1 to 5 years	> 5 years & other	Related receivable
Central banks	**0**	0					
Banks deposits	36 069	35 977	0	0			92
Customers deposits	1 839 458	1 547 861	168 707	117 624	1 478		3 788
Financial liabilities	0						
Regularisation accounts and other liabilities	29 195	29 195					
Provisions	5 391					5 391	
Equity	387 531					387 531	
TOTAL	**2 297 644**	**1 613 033**	**168 707**	**117 624**	**1 478**	**392 922**	**3 880**

1.3. Performing and non performing exposures

(EUR in thousands)	Performing assets	Gross impaired assets	Impairment	Total
Loans to banks	1 344 835			1 344 835
Loans to Clients	482 368	67 354	(50 062)	499 660
Securities portfolio	341 634			341 634
Trading Securities	18 975			18 975
Regularisation accounts and other assets	24 466			24 466
Fixed assets	68 074			68 074
TOTAL	**2 280 352**	**67 354**	**(50 062)**	**2 297 644**

1.4. Breakdown of banks' loans and advances

(EUR in thousands)	31/12/2023	31/12/2022
Cash	**4 938**	**5 769**
Central banks	**660 766**	**532 447**
Sister companies	**135**	**205**
Current accounts	130	205
Term accounts	5	0
Other companies	**670 858**	**799 764**
Current accounts	100 135	171 951
Term accounts	570 723	627 813
Related receivables	**8 128**	**3 343**
TOTAL	**1 344 825**	**1 341 528**

(EUR in thousands)	Up to 1 month	1 to 3 M	3 M to 1 Year	1 to 5 Y	More than 5 Y	Unlimited
Interbanks transactions	262 979	171 246	227 421	9 257	100	

1.5. Breakdown of customers' loans and advances

a. Breakdown by nature

(EUR in thousands)	31/12/2023	31/12/2022
- Sister companies:	**0**	**0**
-Commercial Claim	0	0
-Other loans & advances	0	0
-Overdraft facilities	0	0
-Undetermined	0	0
- Other companies:	**498 713**	**560 657**
-Commercial Claim	52 006	61 629
-Other loans & advances	324 447	312 824
-Overdraft facilities	104 968	167 178
-Undetermined	17 292	19 026
- Related receivables	**947**	**767**
TOTAL	**499 660**	**561 424**

b. Breakdown by maturity

(EUR in thousands)	Up to 1 month	1 to 3 M	3 M to 1 Year	1 to 5 Y	More than 5 Y	Unlimited
Customers transactions	125 239	37 852	83 754	219 327	15 110	17 431

c. Breakdown by geographical location (related receivables excluded)

(By country of residence)

(EUR in thousands)	31/12/2023	31/12/2022
- Europe	152 661	117 066
- Other O.E.C.D countries	772	788
- Lebanon	35 962	47 661
- Gulf countries	280 253	361 906
- Other Middle East countries	3 131	6 547
- Other countries	25 934	26 689
TOTAL	**498 713**	**560 657**

d. Breakdown by economic sector (related receivables excluded)

(EUR in thousands)	31/12/2023	31/12/2022
- Agriculture	11 587	10 950
- Industry	45 250	68 290
- Retail trade	15 876	18 167
- Wholesale trade	90 458	85 350
- Services	36 871	50 081
- Construction and real estate	188 692	195 921
- Individuals and other	109 979	131 898
TOTAL	**498 713**	**560 657**

Regarding business transactions, our credit policy favours financing through letters of credit. In terms of liquidity, customer loans and advances represent only 27% of client deposits and of total deposits.

Our exposure in real-estate business is limited (only 37.8%), whereas the diversification of guarantees is favoured.

The forborne exposure as at December 31st amounts to EUR 0.5 million.

e. Geographical breakdown of doubtful loans

(by country of residence)

(EUR in thousands)	Less than 1 year (Non Compromised according to the ANC 2014-07 regulation)	More than 1 year (Compromised according to the ANC 2014-07 regulation)	Provisions	Net as at 31/12/2023	Net as at 31/12/2022
- Europe	5 991	1222	(799)	6 414	1 053
- Other O.E.C.D countries				0	
- Gulf countries	1 745	26 015	(18 807)	8 953	12 949
- Other Middle East countries	0	23 381	(21 456)	1 925	5 024
- Other countries	9000	0	(9 000)	0	0
	16 736	**50 618**	**(50 062)**	**17 292**	**19 026**

f. Breakdown of doubtful loans by economic sector

(EUR in thousands)	Less than 1 year (Non Compromised according to the ANC 2014-07 regulation)	More than 1 year (Compromised according to the ANC 2014-07 regulation)	Provisions	Net as at 31/12/2023	Net as at 31/12/2022
- Industry	7 683	11 674	(11 629)	7 728	3 181
- Trade retail	9 000	21 469	(29 396)	1 073	1 052
- Construction and real estate	0	7 389	(5 000)	2 389	5 597
- Services	0	10 086	(4 031)	6 055	9 196
- Individuals and other	53	0	(6)	47	0
	16 736	**50 618**	**(50 062)**	**17 292**	**19 026**

According to the credit risk policy, each branch prepares a "WATCH LIST" or identifies a list of sensitive files in case of verified information on a client showing :
- Temporary financial difficulties,
- Structural weakness,
- Irregular accounts movements,
- Being part of a sector or a geographical zone in difficulty (such as some countries of the Middle East).
- Every other information that may have a negative impact on our client (important movements on the shareholders or in the management, temporary or permanent unavailability of the client…).

g. Advances and loans granted to the management members

Advances and loans granted to the management members amount to EUR 383 thousand.

1.6. Securities portfolio

a. Maturity breakdown

(receivables excluded but deferred premiums included)

(EUR in thousands)	Up to 3 months	3 M to 1 year	1 to 5 years	More than 5 years	Unlimited	Total
Government securities	11 461					11 461
Bonds & Other Fixed income securities	4 523	4 429	193 953	123 801		326 706
Stocks & Other Variable income securities	78					78
Total	**16 062**	**4 429**	**193 953**	**123 801**	**0**	**338 245**

Related receivables on this portfolio are spread as follows:
- On government securities : EUR 6 thousand
- On fixed income securities : EUR 3,382 thousand

Provisions on this portfolio are spread as follows:
- On government securities : None
- On fixed income securities : None
- On variable income securities : None

b. Geographic breakdown

(EUR in thousands)	Trading securities	Available for sale securities	Held to maturity securities	Portfolio securities	Total
OECD Countries	78	28 369	264 829	1 542	294 818
Gulf Countries		6 411	27 789	0	34 200
Other			10 769	17 434	28 203
Total	**78**	**34 780**	**303 387**	**18 976**	**357 221**

This portfolio essentially consists of bonds and certificates of deposits rated as “Investment grade” by Moody’s, Fitch or S&P and are essentially first rank banks.

c. Breakdown of the securities portfolio by fixed and variable income

(Excluding related receivables and after provisions and deferred premiums)

(EUR in thousands)	Trading securities	Available for sale securities	Held to maturity securities	Total
Government securities	**0**	**11 461**	**0**	**11 461**
Flat Rate		11 461		11 461
Floating Rate / Reviewable				
Bonds & Other Fixed income securities	**0**	**23 319**	**303 387**	**326 706**
Flat Rate		10 617	134 933	145 550
Floating Rate / Reviewable		12 702	168 454	181 156
Stocks & Other Variable income securities	**78**	**0**	**0**	**78**
	78	**34 780**	**303 387**	**338 245**

d. Trading securities

(EUR in thousands)	31/12/2023	31/12/2022
- Acquisition value	83	2 958
- Positive revaluation	8	0
- Negative revaluation	(14)	(275)
	77	**2 683**

Movements in 2023 (In thousand EUR without related receivables)

End of 2022	Acquisitions	Repayment	Exchange rate	Positive revaluation	Negative revaluation	Net value End of 2023
2 683	29	(2 783)	170	8	(14)	78

e. Available for sale securities

(EUR in thousands)	31/12/2023	31/12/2022
- Acquisition value	35 549	30 210
- Deferred premiums	(770)	(1 998)
TOTAL	**34 779**	**28 212**
- Unrealised gains	40	50
- Unrealised losses	0	0
- Provisions	0	0

Movements in 2023

End of 2022	Acquisitions	Repayment	Deferred premiums	Exchange rate	Allow ance of Provisions	Reversal of provisions	Net value End of 2023
28 212	15 237	(8 362)	(290)	(18)			34 779

f. Held to maturity securities

Movements in 2023

End of 2022	Exchange rate	Acquisition	Deferred premiums	Repayment	Gross value End of 2023	Provisions	Net value End of 2023	Fair value End of 2023
260 957	(8 130)	91 706	(249)	(40 897)	303 387	0	303 387	324 609

g. Participations and other securities from the activity of portfolio

(EUR in thousands)	2023
Securities from the activity of portfolio	
- Participation in Transfond (166 shares representing 2,47%)	1 186
- Participation in BANK AL ETIHAD (11 294 958 shares representing 7,06%)	17 434
- Other	356
TOTAL	**18 976**

Movements in 2023

Gross value End of 2022	Exchange rate	Acquisitions	Sales	Gross value End of 2023	Provisions	Net value End of 2023
30 463	(1 024)	341	(10 805)	18 975	0	18 975

The K EUR 10,805 sales represents the partial sale of 7,000,000 shares of the Bank Al Etihad participation.

1.7. Tangible and intangible fixed assets and depreciation

a. Fixed assets : Movements

(EUR in thousands)	Balance End of 2022	Exchange difference	Acquisition and transfer from an account to another	Sale and transfer from an account to another	Balance End of 2023
A) INTANGIBLE FIXED ASSETS	**6 262**	**104**	**246**	**(361)**	**6 251**
Goodwill	1 029	0	0	0	1 029
Leasehold rights	0	0	0	0	0
Software	5 149	107	246	(297)	5 205
Organisation Expenses	0	0	0	0	0
Fixed assets in progress	84	(3)	0	(64)	17
B) TANGIBLE FIXED ASSETS	**93 993**	**1 267**	**585**	**(5 868)**	**89 977**
Land	42 064	1 790	0	(1 537)	42 317
Building	39 071	(389)	21	(3 908)	34 795
Office furniture	1 486	2	19	(130)	1 377
Office equipment and computers	2 965	(1)	407	(123)	3 248
Installations	7 625	(114)	115	0	7 626
Miscellaneous	620	(15)	23	(14)	614
Fixed assets in progress	162	(6)	0	(156)	0
C) FIXED ASSETS HELD AS INVESTMENTS	**302**	**(3)**	**0**	**0**	**299**
Land	0	0	0	0	0
Building	302	(3)	0	0	299
T O T A L	**100 557**	**1 368**	**831**	**(6 229)**	**96 527**

b. Depreciation : Movements

(EUR in thousands)	Balance End of 2022	Exchange difference	Acquisition and transfer from an account to another	Sale and transfer from an account to another	Balance End of 2023
A) INTANGIBLE FIXED ASSETS	**5 573**	**86**	**397**	**(297)**	**5 759**
Goodwill	1 029	0	0	0	1 029
Leasehold rights	0	0	0	0	0
Software	4 544	86	397	(297)	4 730
Organisation Expenses	0	0	0	0	0
Fixed assets in progress	0	0	0	0	0
B) TANGIBLE FIXED ASSETS	**20 758**	**139**	**2 381**	**(703)**	**22 575**
Land	0	0	0	0	0
Building	11 639	141	1 488	(433)	12 835
Office furniture	1 518	21	73	(2)	1 610
Office equipment and computers	2 501	(13)	159	(175)	2 472
Installations	4 574	(16)	522	(79)	5 001
Miscellaneous	526	6	139	(14)	657
Fixed assets in progress	0	0	0	0	0
C) FIXED ASSETS HELD AS INVESTMENTS	**113**	**(1)**	**7**	**0**	**119**
Land	0	0	0	0	0
Building	113	(1)	7	0	119
T O T A L	**26 444**	**224**	**2 785**	**(1 000)**	**28 453**

1.8. Prepayments, Accrued Income and Sundry Accounts

(in thousand EUR)	31/12/2023	31/12/2022
Account relating to financial instruments	**0**	**0**
Sundry debtor accounts	**6 460**	**5 292**
Guarantee deposits	109	62
Government (tax prepayments, etc.)	2 112 *	1 372
Miscellaneous	4 239	3 858
Stock account	**52**	**80**
Sundry Assets	**17 954**	**15 067**
Items purchased for collection	27	35
Foreign currencies adjustment account (in balance sheet) Intergroup	11 617	11 474
Expenses to be shared	0	0
End of service expenses, paid in advance	2 302	805
Other expenses, paid in advance	3 250	1 296
Income and commissions to be received	758	257
Miscellaneous	0	1 200
TOTAL	**24 466**	**20 439**

* Includes deferred taxes : 170 in 2023 vs 178 in 2022

1.9. Details of the interest to be received on each item of the balance sheet (Assets)

(EUR in thousands)	31/12/2023	31/12/2022
Banks & financial institutions	**8 129**	**3 343**
On central banks call accounts	154	45
On banks & financial institutions call accounts	36	24
On banks & financial institutions time deposits	7 939	3 274
Customers	**947**	**768**
On loan accounts	945	767
Sur Comptes Ordinaires débiteurs de la Clientèle	2	1
Securities	**3 388**	**2 764**
On government securities	6	0
On fixed income securities	3 382	2 764
TOTAL	**12 464**	**6 875**

1.10. Detail of provisions of depreciated assets

(EUR in thousands)	End of 2022	Exchange difference	Increase	Decrease	End of 2023
Customers' loans	56 917	(1 583)	7 030	(12 302)	50 062
Participations in sister companies	0	0	0	0	0
Available for sale securities	0	0	0	0	0
Held to maturity securities	0	0	0	0	0
TOTAL	**56 917**	**(1 583)**	**7 030**	**(12 302)**	**50 062**

2. NOTES TO THE BALANCE SHEET - LIABILITIES

2.1 Due to banks & financial institutions

(EUR in thousands)	31/12/2023	31/12/2022
Central Banks	**0**	**0**
Sister companies	**3 285**	**4 913**
Current accounts	3 125	3 542
Term accounts	160	1 371
Other companies	**32 693**	**15 677**
Current accounts	11 522	4 941
Term accounts	21 171	10 736
Related payables	**92**	**16**
TOTAL	**36 070**	**20 606**

Maturity breakdown

(EUR in thousands)	Up to 1 month	1 to 3 M	3 M to 1 Year	1 to 5 Y	More than 5 Y	Unlimited
Banks & financial institutions	35 978					

2.2 Customers' transactions

(EUR in thousands)	31/12/2023	31/12/2022
Sister companies	**0**	**0**
Current accounts		
Term accounts		
Other companies	**1 835 670**	**1 925 625**
Current accounts	824 404	1 178 111
Saving deposits	94 474	113 400
Term accounts	916 792	634 114
Related payables	**3 788**	**1 531**
TOTAL	**1 839 458**	**1 927 156**

Maturity breakdown

(EUR in thousands)	Up to 1 month	1 to 3 M	3 M to 1 Year	1 to 5 Y	More than 5 Y	Unlimited
Customers' creditor accounts	1 547 860	168 707	117 624	1 478	0	

2.3 Other liabilities & sundry accounts

(EUR in thousands)	31/12/2023	31/12/2022
Accounts related to financial instruments	**0**	**0**
Sundry creditors	**6 731**	**3 304**
Government (taxes, etc)	6 330	3 162
Social organisations	384	135
Sundry	17	7
Adjustment accounts	**22 464**	**19 297**
Creditor collection accounts	0	0
Currency adjustments	11 683	12 027
Deferred revenue	1 775	1 735
Accrued tax expenses	1 381	1 068
Accrued social expenses	2 335	2 088
Banking transactions expenses	2 248	2 187
Other acrred expenses	3 009	4
Sundry	33	188
TOTAL	**29 195**	**22 601**

2.4 Details of the interest to be paid on each item of the balance sheet (Liabilities)

(EUR in thousands)	31/12/2023	31/12/2022
Banks and financial institutions	**92**	**16**
On banks and financial institutions call accounts	0	0
On banks and financial institutions time deposits	92	16
Customers	**3 788**	**1 531**
On customers' current accounts	1	1
On customers' time deposits	3 787	1 530
TOTAL	**3 880**	**1 547**

2.5 Provisions

(EUR in thousands)	End of 2022	Exchange difference	Increase	Decrease	End of 2023
For pension and retirement costs	2 058	(64)	288	(100)	2 182
For country risk	84	117	2 756	0	2 957
Collective on client portfolio	43	(43)	0	0	0
On commitments	15	0	194	0	209
Other provisions	107	(64)	0	0	43
Total	**2 307**	**(54)**	**3 238**	**(100)**	**5 391**

A provision of USD 3,045 K (EUR 2,756 K) was made during 2023 to cover the risk incurred on the commitments in Egypt following the deterioration of the macroeconomic situation in this country, representing 10% of the outstanding amounts granted.

In addition, the collective provision of EUR 43 K has been reclassified to "Other provisions".

2.6 Fund for general banking risk – FGBR

(EUR in thousands)	End of 2022	Exchange difference	Increase	Decrease	End of 2023
BANQUE BANORIENT France	0				0
BANQUE BANORIENT SUISSE	103	6	0	0	109
SC LOTUS SERVICE	0				0
Total	**103**	**6**	**0**	**0**	**109**

2.7 Shareholders' equity

(EUR in thousands)	Capital (*)	Reserves	Net income	Total
Equity 2021	**135 000**	**180 309**	**3 967**	**319 276**
Net income 21		3 967	-3 967	0
Dividends				0
Translation adjustment	0	11 031	0	11 031
Net income 22			19 503	19 503
Equity 2022	**135 000**	**195 307**	**19 503**	**349 810**
Net income 22		19 503	-19 503	0
Dividends				0
Translation adjustment	0	302	0	302
Net income 2023			37 310	37 310
Equity 2023	**135 000**	**215 112**	**37 310**	**387 422**

(*) paid-up capital : 4,500,000 shares of EUR 30.00

Income per share : EUR 8.29.
Minority interests : None

3. OFF BALANCE SHEET NOTES

3.1 Spread between affiliated and non-affiliated

(EUR in thousands)	Affiliated	Non affiliated
COMMITMENTS GIVEN	**347**	**75 564**
Financing guarantees given to banks	0	0
Financing guarantees given to customers	0	19 752
Guarantees given on behalf of banks	347	5 367
Guarantees given on behalf of customers	0	50 445
COMMITMENTS RECEIVED	**0**	**13 943**
Financing guarantees received from banks	0	0
Guarantees received from Banks	0	13 943

3.2 Details of forex forward transactions not closed at the end of the financial year

(EUR in thousands)	Covering transactions made by private arrangements	Other Transactions
Loans in foreign currencies		303 475
Borrowings in foreign currencies		28 639
Foreign currencies bought		166 365
Foreign currencies sold		167 798
Forex currency options futures (commodities)		156 652

3.3 Information on financial instruments operations

Breakdown by instrument

(EUR in thousands)	Positive replacement value	Negative replacement value	Notional amount
Currency Swaps	1 781	389	166 365
Foreign exchange transactions	0	0	0
Futures - Commodities	177	177	156 652
Total	**1 958**	**566**	**323 017**

Breakdown by maturity

(EUR in thousands)	Up to 3 months	3 months to 1 year	1 to 5 years	More than 5 years
Currency Swaps	166 365	0	0	0
Foreign exchange transactions	0	0	0	0
Futures - Commodities	156 652	0	0	0
Total	**323 017**	**0**	**0**	**0**

3.4 Customers' securities portfolio

(EUR in thousands)	31/12/2023	31/12/2022
BANQUE BANORIENT FRANCE	0	0
BANQUE BANORIENT SUISSE	551 973	444 307
TOTAL	551 973	444 307

The above table presents the fair value for the customers' securities portfolio.

4. NOTES TO THE INCOME STATEMENT

4.1 Detail of interest and similar income and charges

(EUR in thousands)	2023	2022
Profit	**102 723**	**51 919**
-Interest on banks transactions	53 825	15 150
-Interest on clients transactions	37 930	29 790
-Income on security portfolio transactions	12 804	11 169
-Charges on off balance sheet transactions	1 452	1 481
-Net of the reversals and charges on doubtful clients	(3 288)	(5 671)
Charges	**33 007**	**8 905**
-Interest on banks transactions	1 914	2 196
-Interest on clients transactions	31 081	6 682
-Charges on off balance sheet transactions	12	27

4.2 Income from variable income securities

(EUR in thousands)	2023	2022
- Dividend	2 081	3 673
- Dividend on affiliates	0	0
- Other income on variable income securities	0	0
- Charges on variable income securities	0	0
TOTAL	**2 081**	**3 673**

4.3 Commissions detail expenses and incomes by type of transaction

(EUR in thousands)	2023	2022
Income	**12 944**	**12 457**
Transactions with banks	5	16
Transactions with customers	3 953	4 007
Securities transactions	0	0
Foreign exchange transactions	44	34
Services offered	8 942	8 400
Charges	**2 436**	**2 278**
Transactions with banks	807	822
Transactions with customers	0	0
Securities transactions	357	268
Foreign exchange transactions	0	0
Services offered	1 272	1 188

4.4 Profit or loss on negotiable portfolio transactions

(EUR in thousands)	2023	2022
Net on foreign exchange transactions	**3 613**	**4 223**
Profit	3 614	4 223
Loss	(1)	0
Net on other transactions	**115**	**(226)**
Profit on trading securities	115	109
Loss on trading securities	0	(335)
TOTAL	**3 728**	**3 997**

4.5 Profit or loss on portfolio held for sale and equivalent

(EUR in thousands)	2023	2022
Net on held for sale portfolio	**4 186**	**2 325**
Charges for provision	0	0
Reversal of provisions	0	0
Loss on sales	0	(109)
Income on sales	4 186	2 434
Net on other transactions	**0**	**0**
TOTAL	**4 186**	**2 325**

4.6 Other banking operating income or charges

(EUR in thousands)	2023	2022
Other banking operating income	**1 240**	**768**
-Banking operating income	570	180
-Other banking operating income	670	588
-Reversals for provisions on risk and charges	0	0
Other banking operating charges	**219**	**1 831**
-Banking operating charges	47	1 642
-Other banking operating charges	172	189
-Charges for provisions on risk and charges	0	0

4.7 Other activities net income

(EUR in thousands)	2023	2022
- Collected rents	171	255
TOTAL	**171**	**255**

4.8 General Operating Charges

(EUR in thousands)	2023	2022
Staff expenses	**25 454**	**23 623**
Salaries and wages	20 219	19 166
Social security charges	1 764	1 398
Other social charges	3 226	3 073
Payroll based taxes	245	180
Staffing and reversals of provisions for pensions	0	(194)
Autres charges d'exploitation	**11 682**	**11 298**
Taxes	1 022	919
Leasing contracts charges	1 110	1 080
Transport and travel expenses	379	275
Fees	1 797	1 683
Communication	1 358	1 274
Advertising	43	42
Office equipment maintenance	2 302	2 481
Supplies and documentation	345	311
Other external services	3 326	3 233
TOTAL	**37 136**	**34 921**

4.9 Cost of Risk

(EUR in thousands)	2023	2022
Transfers to loans provisions (Excluding the interest)	(2 890)	(1 474)
Transfers from loans provisions	2 570	0
Losses on unrecoverable loans covered by provisions	(3 237)	0
Losses on unrecoverable loans not covered by provisions	(14)	0
Recovery of written off loans	0	142
Provisions for country risk	(2 763)	0
Reversal of provisions for country risk	0	0
Other provisions for risks and charges	(193)	0
Other reversals of provisions for risks and charges	0	0
TOTAL	**(6 526)**	**(1 332)**

4.10 Profit or loss on fixed assets

(EUR in thousands)	2023	2022
Profit on disposal of fixed assets	631	336
Loss on disposal of fixed assets	(40)	0
Provisions on participations	0	0
Profit on disposal of participations	0	0
Loss on disposal of participations	0	0
Reversal of provisions on participations	0	0
TOTAL	**591**	**336**

4.11 Charges or reversals on Fund for general banking risks (FGBR)

(EUR in thousands)	2023	2022
-Reversals on FGBR	0	0
TOTAUX	**0**	**0**

4.12 Geographical breakdown of income

The operating income of BANQUE BANORIENT FRANCE in Europe and in the Gulf comes mainly from transactions with the Middle East and Gulf Countries clients, except for the Romanian branches which activity is mainly with local clients.

A geographical breakdown of the operating income is presented below.

(EUR in thousands)	Europe	Gulf
Interest and similar income	49 906	52 817
Commissions	9 824	3 120
Other banking operating income	1 096	144
Income from financial transactions	2 190	1 538
TOTAL	**63 016**	**57 619**

5. OTHER INFORMATION

5.1 Management committee

The total amount paid to the members of the various management committees during the year amounted to EUR 1,294 thousand.

5.2 Income Tax

Breakdown of the tax expense

(EUR in thousands)	2023
Current taxes	7 797
Current taxes from previous years	-10
Deferred taxes	501
Tax expenses	**8 287**

Détail de la charge de l'impôt courant :

(EUR in thousands)	2023
Income before tax	58 358
Normal tax rate applicable to French companies	**25,0%**
Taxable	2 143
Deductible	-21 608
Other adjustments	-3 473
Taxable income	**35 419**
Tax credits	432
Income tax after tax credits	**7 797**
Effective tax rate	**13,36%**

Tax proof

(EUR in thousands)	2023	
Profit before tax	**58 358**	
Income tax theoretical rate	14 589	25,00%
Effects of differences	-4 349	-7,45%
Differential income tax rate	-2 875	4,93%
Tax credit and Other	432	-0,74%
Accounted tax	**7 797**	**13,36%**

Carried forward tax losses

The Banque Banorient Suisse subsidiary have a carried forward deficit of EUR 1,750,558 thousand.

5.3 Staff

(number of persons)	France	United Kingdom	UAE	Romania	Switzerland	Total
End of 2022	**38**	**23**	**112**	**70**	**32**	**275**
Entries in 2023	6	7	22	2	7	44
Leavings in 2023	6	5	15	3	6	35
End of 2023	**38**	**25**	**119**	**69**	**33**	**284**

5.4 Auditors' fees

Statutory audit

(EUR in thousands)	2023				2022			
	Ernst & Young		Deloitte		Ernst & Young		Deloitte	
Audit	444	63%	257	37%	441	61%	280	39%
Audit, certification, individual and consolidated accounts inspection								
Other diligence and services linked to the audit assignment	0	0%	0	0%	0	0%	0	0%
TOTAL des Honoraires	**444**	**63%**	**257**	**37%**	**441**	**61%**	**280**	**39%**

Other services

The non audit fees amounts paid in 2023 are :

- Ernst & Young :
  - EUR 11.3 K for various services
- Deloitte :
  - EUR 17.2 K for IT security
  - EUR 13.3 K for various services

5.5 Significant events of the year

None.

5.6 Post-closing events

Banque Banorient France proceeded to the sale of the last remaining shares of its undertaking in Bank Al Etihad on 14 February 2024, i.e. 11,294,958 shares, for a transfer price of USD 28,116 thousand. The generated gain amounts to USD 8,852 thousand (EUR 8,162 thousand).