



مصرف التجارة والتنمية

مصرف التجارة والتنمية

التقرير السنوي التاسع عشر

2015

The nineteenth Annual Report

BANK OF COMMERCE & DEVELOPMENT

2015

التقرير السنوي  
التاسع عشر



BANK OF COMMERCE  
& DEVELOPMENT

2015

THE NINETEENTH  
ANNUAL REPORT





# BANK OF COMMERCE & DEVELOPMENT

**A Libyan Joint Stock Company  
First and Largest Private Bank in Libya**



# 2015

**The Nineteenth  
Annual Report**

**Supervised by**

Mr. Gamal Attaeb Abdelmalik

**Prepared by:**

Mr. Waseem Abdalla Azwayee  
Mr. Walid Abd el Latif AlWarfali  
Mr. Abd el Ati Hashem AlWarfali





# BANK OF COMMERCE & DEVELOPMENT

First and Largest Private Bank in Libya









## Contents

The Board of Directors	08
Chairman's Message	11
Bank Assets and Liabilities	12
Banking Operations	14
Human Resources	18
Electronic Payment Cards	19
Credit	20
New Branches	20
Results of the Financial Year ended on 31/ 12/ 2015	21



---

## Bank of Commerce & Development

---

### A Joint Stock Libyan Company

The Bank of Commerce and Development was established in accordance with statute number (1) / 1993 and its amendments concerning banks, money and credit as follows:

1. The Secretary of the General People's Committee for Planning and Finance Decree number (234) / 1993.
2. The Secretary of the General Committee for Planning, Economy and Trade Decree number (529) / 1994.
3. Commercial Registration number (9515) dated 9/11/1995

The Bank opened officially for business on 9/6/1996

Member of the Union of Arab Banks as of 1/5/1996

Member of the Society of Libyan Banks as of 10/8/1996

Member of the Union of Magreb Banks as of 30/5/1998

---

### Capital

105,000,000 LYD (One Hundred Five Million Libyan Dinar)

---

### Stockholders

Natural persons (2667)

Juridical persons (37)





### Head Office – Benghazi

BOCD Tower - Gamal A / Nasir Str.  
Alberka - Benghazi  
Tel: 40298 BCD HOLY  
P.O.Box: 9045  
Tel: +218 - 61 - 9097300 / 2242111  
Service Number: Ext 1478  
(Admin 1009 - Shareholders 1023)  
Email: info@bcd.ly  
SWIFT: CDBLLYLT

### Branches

#### 1. Benghazi Main Branch

Burj Almukhtar Building - Gamal A /Nasir Str. - Benghazi  
P.O.Box: 9160  
Tel: +218 - 61 - 9080555 / 9097361  
Fax: +218 61 - 9080444

#### 2. Tripoli Main Branch

Annsar Str. - Bumashmasha - Tripoli  
P.O.Box: 91210  
Tel: +218 - 21 - 3335846 / 3335477  
Fax: +218 - 21 - 3335846 / 3335477

#### 3. Misurata Main Branch

The Permanent Industrial Fair - Adjacent to Aljamia Alaali - Misurata  
P.O.Box: 78  
Tel: +218 - 51 - 629550 / 629551  
Fax: +218 - 51 - 629538

#### 4. Tobruk Main Branch

BOCD Bldg - Tobruk  
P.O.Box: 28/86  
Tel: +218 - 087 -76294025  
Fax: +218 - 87 - 621208

#### 5. Azzawia Main Branch

Alamlak Bldg - Oqba Bin Nafee Str. - Azzawia  
P.O.Box: 120  
Tel: +218 - 23 - 057620 / 164620  
Fax: +218 - 23 - 620195

#### 6. Albieda Main Branch

Tel: +218 - 84 - 635694  
Fax: +218 - 84 - 635694

#### 7. Zletin Main Branch

AlQyadat Ashabia Investment Building - Misurata Str. | Zletin  
Tel: +218 - 51 - 4627716  
Fax: +218 - 51 - 4627720

#### 8. Dat Elemad Branch

Dat Elemad Buildings - Tower 1 - Tripoli  
Tel: +218 - 21 - 3350530  
Fax: +218 - 21 - 3350206

#### 9. Sirte Main Branch

Tel: +218 - 545 - 250044 / 250043

#### 10. Derna Main Branch

Tel: +218 - 81 - 5373 263/ 5374 263

#### 11. Al khams Main Branch

Ben Jaha Area - next to Moujamaa almahakem  
Tel: +218 - 53621867 / 53260579  
+218 - 532621780

#### 12. Al Hawari Branch

Al Hawari Street - Benghazi  
Tel: +218 - 61 - 224 0347  
Fax: +218 - 61 - 224 1781  
P.O.Box: 9054

#### 13. Rass Lanoff

Industrial Area  
Tel: +218 - 54 - 384301 / 3843011  
Fax: +218 - 54 - 3843012

#### 14. Ben Achour Branch

Tripoli, Ben Achour district, Jaafar Ben Abi Taleb Street  
Tel: +218 - 21 - 36301220  
Fax: +218 - 21 - 633 1238

### Agencies

#### 1. Addawa Alislamia Agency

Addawa Alislamia Building - Benghazi  
Tel: +218 - 61 - 9082057  
Fax: +218 - 61 - 9081482

#### 2. Burj Tripoli Agency

Burj Alfateh - 2nd floor - Office no. 1 - Tripoli  
Tel: +218 - 21 - 3351115 / 3351117  
Fax: +218 - 21 - 3351118 / 3351119

#### 3. Gout Ashaal Agency

Zarqaa Alyamama Center - no. 2 - Gout Ashaal - Tripoli  
Tel: +218 - 21 - 4838758 / 4838762  
Fax: +218 - 21 - 4838762





#### 4. Alforosia Agency

Alforosia Investment Complex -  
Aljazeera Dist. - Benghazi  
Tel: +218 - 61 - 9082057  
Fax: +218 - 61 - 9081482

#### 5. Gargarish Agency

Alandalus Dist. - Tripoli  
Tel: +218 - 21 - 4841531 / 4841532  
Fax: +218 - 21 - 4841533

#### 6. Gasr Hamad Agency

Misurata  
Tel: +218 - 51 - 2743024  
Fax: +218 - 51 - 2743023

#### 7. Benina International Airport Agency

Benina International Airport - Benghazi  
Tel: +218 - 61 - 9081483  
Fax: +218 - 61 - 9081483

#### 8. Musaad Border Agency

Mutamar Former Building - Musaad  
Tel: +218 - 87 - 629404  
Fax: +218 - 87 - 629404

#### 9. Tripoli International Airport Agency

Tripoli International Airport - Tripoli  
Tel: +218 - 22 - 634644  
Fax: +218 - 22 - 634645

#### 10. Alberka Agency

BOCD Tower - Gamal A/Nassir Str- Benghazi  
Tel: +218 - 61 - 2239210  
Fax: +218 - 61 - 2239210

#### 11. Alhadaiq Agency

Alfwaihat - Benghazi  
Tel: +218 - 61 - 2233516  
Fax: +218 - 61 - 2239823

#### 12. Alfunduk Alkabar Agency

Alfunduk Alkabar - Tripoli  
Tel: +218 - 21 - 3334072  
Fax: +218 - 21 - 3334073

#### 13. Gialo Agency

Gialo City  
Tel: +218 - 61 - 224581  
Fax: +218 - 2507657/ +218 - 6572238

#### 14. Child Agency

Benghazi  
Tel: +218 - 61 - 2241782  
Fax: 218 - 61 - 2241781

#### 15. Zwara Agency

Gamal A/Nasir Street - Coastal Road -  
Zwara  
Tel: +218 - 25 - 220130  
Fax: +218 - 25 - 220134

#### 16. Adjedabia Agency

Benghazi Street - Adjedabia  
Tel: +218 - 64 - 628670  
Fax: +218 - 64 - 628671

#### 17. Almadar Agency

Sports City - Tripoli  
Tel: +218 - 91 - 90539  
Fax: +218 - 91 - 90540

#### 18. Alfwaihat Agency

Benghazi  
Tel: +218 - 61 - 2239925  
Fax: +218 - 61 - 2239924

#### 19. Alwahda Alarabia Agency

Benghazi  
Tel: +218 - 61 - 2239169  
Fax: +218 - 61 - 2239206

#### 20. Souk Aljuma Agency

Tripoli  
Tel: +218 - 21 - 353946  
Fax: +218 - 21 - 3513997

#### 21. Tajouraa Agency

Tajouraa Alwosta - Almouzdawej Str.  
Tel: +218 - 21 - 3690937  
+218 - 21 - 3690137

#### Business Centers

##### 1. Tripoli Business Center

Datelemal Buildings - Tower 1 - Tripoli  
Tel: +218 - 21 - 3350205  
Fax: +218 - 21 - 3350200

##### 2. Benghazi Business Center

Addawa Alislamia Building  
Tel: +218 - 61 - 9082057  
Fax: +218 - 61 - 9081482



## The Board of Directors

Jamal T. Abdelmalek

Chairman of the Board

Ali Ahmad Zayed Al Kouara

Deputy Chairman of the Board

Fathi Jomaa Bousnina

Board Member

Fadelalla Faraj Fanoush

Board Member

Khalifa Said Kana

Board Member

Ali Abdallah Ahmad Darwich

Board Member

Youssef Mahmoud Alnehma

Board Member

Ali Rached Ali Almouhanadi

Board Member

## Control Committee

Dr. Mohamad Ramadan Bouzakouk

Control Committee President

Ibrahim Abd El Salam Ikhelif

Control Committee Member

Mohamed Abd El Hakim Bchawesh

Control Committee Member



---

## Executive Management

Khaled Al-Hadi Derbee

Haytham Ahmad Akjam

Wassim Abdallah Alzawi

Salah Ali Alkarari

Jasser mansour Al-Sanosi

Bashir Hasan Alhouti

Mohamad Abd Elbaset Bou Arkoub

Achour Ali Al Warfali

General Manager

Administration Manager

Personnel Manager

Banking Operations Manager

Credit Manager

Systems Manager

Electronic Cards Manager

Inspection Manager

---

## Audit Department

Idriss Ismail Altachani

Ali Mohmoud Kalissa

Tarek Mouftah Alhaddad

Fawzi Ahmad Alhawwaz

Risk Manager

Internal Audit Manager

Head of compliance unit

Head of the Sub-Unit of Financial Information



---

## Bank of commerce and development Vision

---

### Our Vision

The bank of commerce and development aspires to be the first bank favored by everyone.

---

### Our Mission

To provide the best, highest quality and fastest modern banking services.

To introduce the most advanced technologies and methods in the banking industry.

To satisfy our customers by providing diversified products and services to meet their varied purposes, needs and activities.

---

### Our Objectives

To meet our customer's expectations and gain their satisfaction.

To increase profits and reduce costs to increase Stockholders' equity and strengthen the Bank financial position.

To build a sound banking institution focusing on asset quality.

To recruit, train, motivate and reward talented leading banking personnel by providing local and foreign training programs and incentives for the distinguished among them.

To install the single family spirit in all the branches and agencies under the leadership of the Bank's top management.



## Chairman's Message

Honorable, Ladies and Gentlemen

Shareholders of the Bank of Commerce and Development

On behalf of the Board of Directors, I am pleased to present to you the annual report of the Bank of Commerce and Development, for the financial year ended 31/12/2015, including the results and financial statements of the Bank.

Total assets of the Bank increased from (LYD 5,068,056,172.936) at 31/12/2014 to (LYD 5,627,476,206.482) in 31/12/2015, an increase of (LYD 559,420,033.546) while the Bank's liabilities increased from (LYD 4,805,852,292) in 31/12/2014 to (LYD 5,331,877,845) as at 31/12/2015 with an increase of (LYD 526,025,553).

In spite of the dire political and security conditions that the country passed through in the year 2015, a new branch was opened in the Ben Ashour area in Tripoli, where the branch provides all banking services that characterize the Bank of Commerce and Development.

At the end of 31/12/2015, the Bank was able to achieve total pre-tax profit of (LYD 13,422,094,313)

The Bank will continue to grow and will continue to focus on providing high quality services that will ensure excellent returns for its shareholders while ensuring the highest level of customer satisfaction and we look forward to more success and prosperity in the coming years, God willing.

May God's Peace and mercy be upon you.

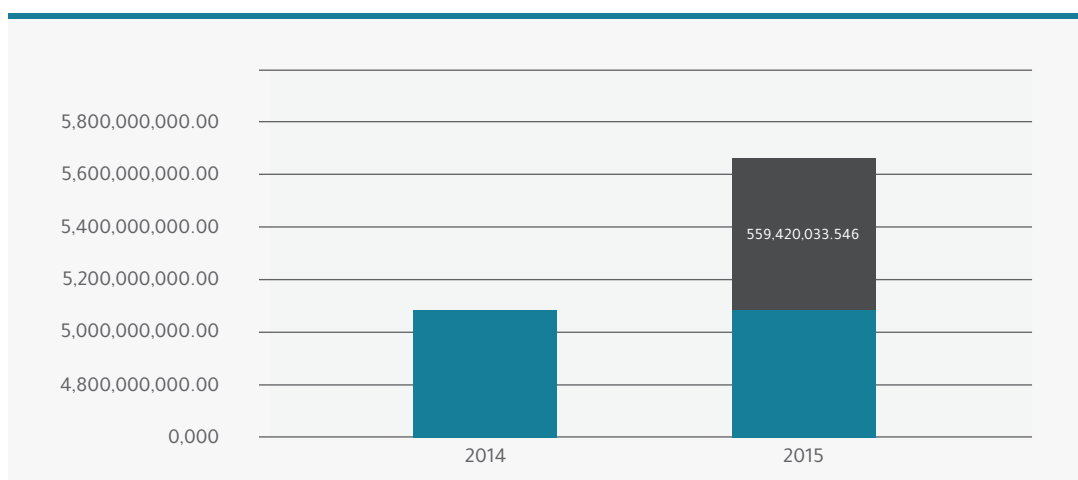
**JAMAL ATTAEB ABDELMALIK**  
Board Chairman



## I. Bank Assets and Liabilities

### 1. Assets

The Bank's assets have seen a significant rise on 31 /12 /2015, with a balance of (LYD 5,627,476,206.482), an increase of (LYD 559,420,033.546), a rate of (9.9%), compared to the amount of (LYD 5,068,056,172.936) of the financial year ended on 31 /12 /2014.



The following is a statement of the most important assets' items:

#### A. Balances with Local and Foreign Banks:

The balance of this item at the end of the year on 31 /12 /2015 amounted to (LYD 2,648,841,617.949), compared to the amount of (LYD 1,906,153,215.681) at the end of the year 2014, an increase of (LYD 742,680,402.260) a rate of (39%).

#### B. Certificates of Deposit with the Central Bank of Libya:

The balance of certificates of deposit on 31 /12 /2015 amounted to (LYD 997,513,049.658), against the amount of (LYD 1,326,692,356.057) for the financial year ended on 31/ 12/ 2014, a decrease of (LYD 329,179,306.399 ), No interest on certificates of deposit has been calculated by the Central Bank in accordance with Law No. (1) for the year 2013 concerning the cancellation of riba-based interest.

#### C. Deposits with Foreign Banks:

The balance of deposits with foreign banks on 31 /12 /2015 amounted to (LYD 486,015,143.811), against the amount of (LYD 232,789,517.773) for the year ended 31 /12 /2014, an increase of (LYD 253,225,626.038), a rate of (109%).

#### D. Local Investments:

The local investments after deduction of provisions total on 31 /12 /2015 amounted to (LYD 5,758,458.000), against the amount of (LYD 5,758,458.000) for the year ended 31 /12 /2014.

#### E. Loans and Facilities After Deducting Provisions:

The total balance of credit facilities on 31 /12 /2015 amounted to (LYD 486,432,363.036), against (LYD 453,215,811.099) on 31 /12/ 2014, an increase of (LYD 33,216,551.940), a rate of (10%).



### F. Accounts Receivable and other Debit Balances:

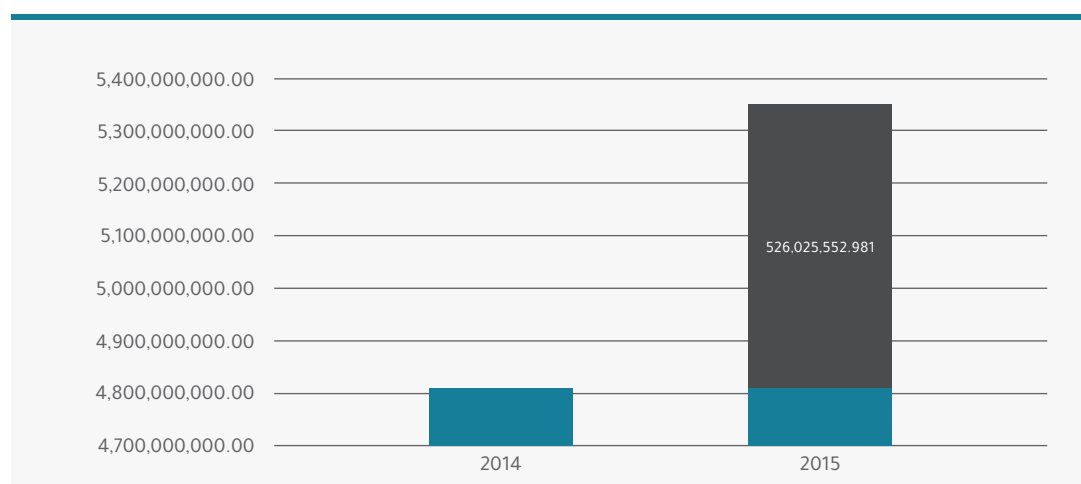
The total balance of accounts receivable and other debit balances on 31 /12 /2015 amounted to (LYD 36,513,929.145), compared to the amount of (LYD 41,171,289.258) on 31 /12 /2014, an increase of (LYD 4,657,360.110), a rate of (3%).

### G. Fixed Assets:

The total of Fixed Assets after depreciation on 31 /12 /2015 amounted to (54,346,450.114), compared to the amount of (LYD 55,030,107.222) at 31 /12 /2014 a decrease of (LYD 683,657.108) a rate of (1.2%).

## 2. Liabilities

Liabilities rose to reach a remarkable increase on 31 /12 /2015 amounted to (LYD 5,331,877,845.559), over the financial year ended on 31 /12 /2014 with a total amount of liabilities of (LYD 4,805,852,292.578), a rate of (10%).



The following is a statement of the most important liabilities' items

### A. Customer deposits:

The balance of customer deposits on 31 /12 /2015 amounted to (LYD 4,362,434,631.699), an increase of (LYD 814,679,956.130), a rate of (23%) over the financial year ended on 31 /12 /2014, with a total of (LYD 3,547,754,675.568).

### B. Customer Time Deposits:

Time deposits balances on 31 /12 /2015 amounted to (LYD 42,392,084.597), against the amount of (LYD 425,723,750.000) for the financial year ended on 31 /12 /2014, a decrease of (LYD 383,331,665.403) a rate of (90%).

### C. Savings Deposits:

This item represents the total savings accounts of the young and old, which on 31 /12 /2015 amounted to (LYD 32,096,311.134) compared to the amount of (LYD 33,575,421.599), for the financial year ended on 31 /12 /2014, a decrease of (LYD 1,479,110.465), a rate of (4%).



### E. Cash Margins:

The balance of this item on 31 /12 /2015 amounted to (LYD 405,473,175.564), against the amount of (LYD 172,193,303.810), for the financial year ended on 31 /12 /2014, an increase of (233,279,871.754) a rate of (135%).

## II. Banking Operations

During the year 2015, the Bank witnessed a clear reduction in its external operations, due to the Central Bank's policies regarding setting a ceiling for coverage in foreign currency, as shown below:

### 1. Letters of Credit

#### Letters of Credit (export)

The number of letters of credit (export) opened during the fiscal year ended on 31 /12 /2015 was (873) documents with a total value of (LYD 856,656,036.890).

The following table shows the total open credits and their value according to the currencies issued:

#### USD

Number of credits	Total	LYD Equivalent
786	463,229,176.50	669,482.960

#### EURO

Number of credits	Total	LYD Equivalent
148	122,975,167.40	185,864,668.008

#### GBP

Number of credits	Total	LYD Equivalent
4	779,119.63	1,378,885,921

Currency	Number of credits	Total open credits	LYD Equivalent
USD	705	695,388,777.029	876,189,855.605
EURO	312	247,575,580.21	420,878,486.357
GBP	5	2,318,522.84	4,868,897.964
TND	1	9,656.000	7,227.000
LYD	1	9,735,455.83	9,735,455.83



### Letters of Credit (import)

The value of the letters of credit (import) on 31 /12 /2015 amount to (LYD 57,833,357.860), while on 31 /12/ 2014 they amounted to (LYD 52,191,813.374), an increase of (LYD 5,641,544.486).

LYD

Number of credits	Total	LYD Equivalent
3	3,560,618,100	3,560,618.100

USD

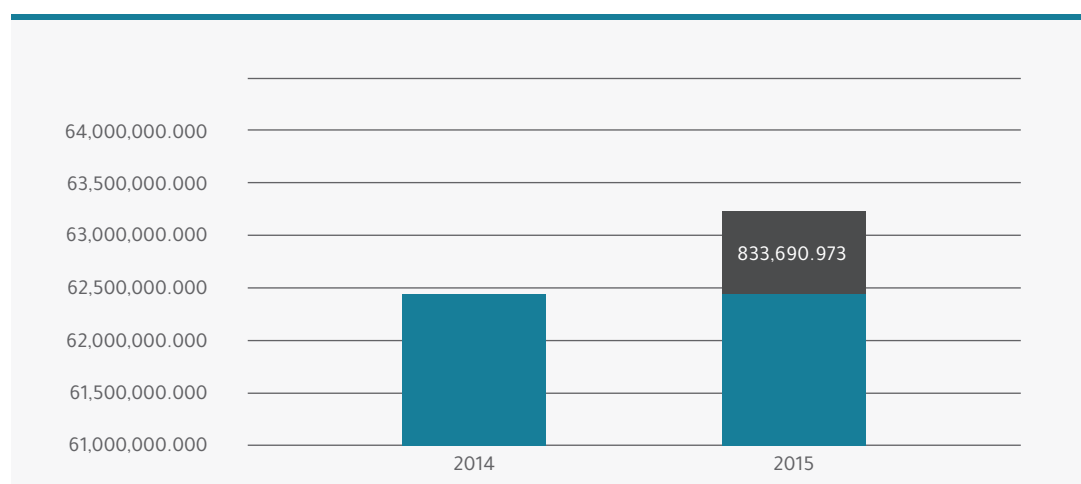
Number of credits	Total	LYD Equivalent
3	654,068.130	915,695.382

EURO

Number of credits	Total	LYD Equivalent
1	273,408.520	415,580.950

## 2. External Bills for Collection

The value of external bills for collection transacted during the financial year ended on 31 /12 /2015 amounted to (LYD 63,263,020.889), while on 31 /12 /2014 they amounted (LYD 62,429,329.916), an increase of (LYD 833,690.973) a rate of (2%)





The following is a statement showing the total number of documents received in the collection and execution drawings and their value according to the currencies stated in them and equivalent in LYD:

#### USD

Number of credits	Total	LYD Equivalent
7	22,385,638.76	31,339,894.264

#### EURO

Number of credits	Total	LYD Equivalent
7	22,385,638.76	31,339,894.264

### 3. Letters of Guarantee

The total value of local and foreign letters of guarantee for the financial year ended on 31/12/2015 was (LYD 201,386,152.230) with an increase of (LYD 68,471,284.420) for the fiscal year ended on 31/12/2014, reaching (LYD 132,914,867.816), a rate of (5%).

### 4. Foreign Transfers

#### A. Foreign transfers (Outward)

By the end of the year 2015 a number of (963) outward transfers were issued, valued at (LYD 19,367,109.188), compared to (LYD 92,388,205.573) for the year ended on 31/12/2014, a decrease of (LYD 73,021,096.385), a rate of (-79%).

The following table shows the total foreign remittances issued and their value according to the currencies issued and equivalent in LYD:

#### USD

Number of credits	Total	LYD Equivalent
800	11,503,516.00	16,623,730.972

#### EURO

Number of credits	Total	LYD Equivalent
164	1,470,995.45	2,223,262.523



## GBP

Number of credits	Total	LYD Equivalent
53	278,677.70	493,203.793

## CHF

Number of credits	Total	LYD Equivalent
2	19,100.00	26,911.900

**B. Foreign transfers (Inward)**

The number of foreign transfers received by 31/12/2015 numbered (2650) transfer, amounted to (LYD129,479,109.309), compared to (LYD 25,001,719.397) in 2014, an increase of (LYD104,477,389.912), a rate of (400%).

The following table shows the total foreign remittances issued and their value according to the currencies issued and equivalent in LYD:

## USD

Number of credits	Total	LYD Equivalent
1939	44,445,419.96	64,228,076.384

## EURO

Number of credits	Total	LYD Equivalent
649	18,889,635.50	28,549,795.090

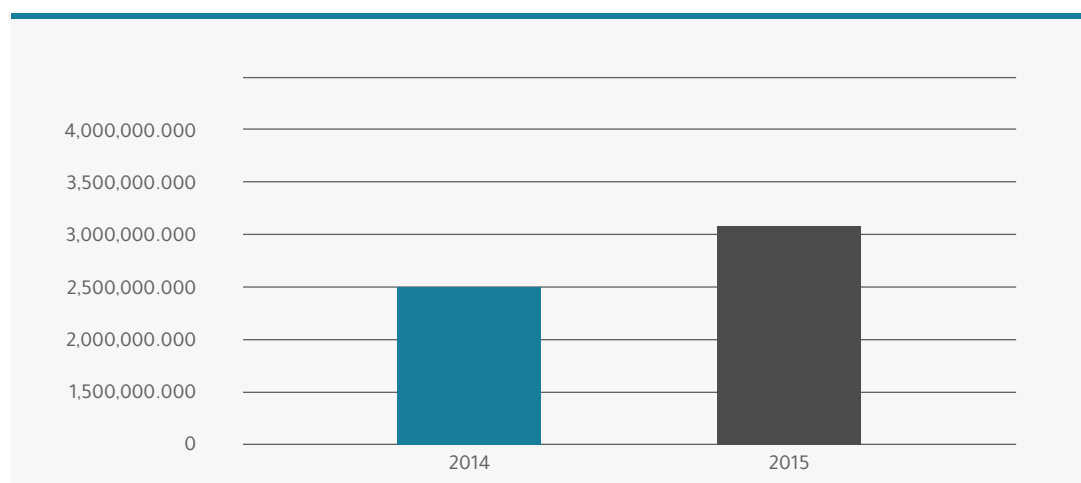
## GBP

Number of credits	Total	LYD Equivalent
55	2,548,894.42	4,351,751.340

**C. Fast Transfers (Western Union)**

The year 2015 witnessed a sharp decline in the number and values of transfers because of the of a total ceiling set by the Central Bank, which affected the revenues of this service compared to previous years where the total revenue achieved for the fiscal year 2015 amount (LYD 2,504,300,345), compared to (LYD 5,543,008,279) at 31/12/2014 a decrease of (LYD 3,038,707,934), a rate of (121%).





### III. Human Resources

The Bank of Commerce and Development continued to take care of its human resources by rehabilitating and developing them through continuous practical and theoretical training despite the circumstances in the country and the clear decline in the bank's business.

The number of staff reached (933) on 31 /12 /2015 compared to the number of (911) employees for the financial year ended on 31 /12 /2014, an increase of (2%).

The following table shows the number of employees for the last three years:

2013	2014	2015
920	911	933

The Bank has conducted a number of training courses for its employees, (13) employees were trained during 2015, a decrease due to the circumstances in the country.

#### Health insurance policy:

In addition, the Bank signed with the United Insurance Company, a health insurance policy for all employees of the Bank and their families to allow them treatment at home and abroad.



#### IV. Electronic Payment Cards

The year 2015, has known a large turnout in the prepaid cards issued by the Bank of Commerce and Development.

Card type	Number	Total uses
ELECTRON	6373	9,546,590
GOLD	15313	40,505,023
INTERNET	8162	308,222
TRAVEL	3478	1,569,564

While the total use of bank's ATM machines amounted to (2,627,903 LYD).

Card Type	Number
Visa Gold	15313
Visa Electron	6373
Visa Net	7883
Visa Travel	3478
Kanze	27041
American Express Green	81
American Express Gold	61
American Express Platinum	72





## V. Credit

The value of received current accounts at the end of 31/ 12 /2015 was (LYD 204,093,183.466). while the value on 31 /12 /2014 was (LYD 161.665.359.669).

## VI. New Branches

In 2015, and with the help of God, we witnessed the opening of a new branch in the area of Ben Ashour in Tripoli, that provides all banking services recognized and integrated for the business sector. The opening came as a proof of the determination and will of the Bank's management to increase the number of branches and provide its distinguished services to a larger number of customers.





## VII. Results Of The Financial Year Ended on 31 /12 /2015

In 2015, the Bank achieved a total pre-tax profit of (LYD 13,422,094.313). These profits were achieved through efforts to implement Board policies and plans to diversify and multiply profit centers, diversify income-generating banking services and attract new accounts, despite the suspension of interest on facilities and social loans granted to natural persons.

### 1. Total Revenues

Total revenue on 31 /12 /2015 amounted to (LYD 85,211,148.158), compared to (LYD 96,008,941.217) on 2014, a decrease of (LYD 10,797,793.060), a rate of (3%).

#### A. Interest Income

Revenue	2014	2015
Over draughts	5,402,946.688	2,179,903.648
Interest on advances and loans	2,284,569.786	2,107,819.841
Interest on time deposits in foreign currencies	6,123,347.185	6,324,151.974
Interest on certificates of deposit	16,685,982.728	--
Interest on accounts in foreign currencies	35,356.613	--
Interest on a promissory note	--	10,000,000.000
Branch and agency interest	15,194,527.150	12,674,164.132
Total interest income	45,726,730.150	33,286,039.595





## B. Commissions and other Income

Revenues	2014	2015
Banking operations	3,687,963.266	4,153,397.501
Profit (valuation-sale-purchase) foreign currency	6,785,788.918	15,496,672.207
Foreign transfers commission	2,541,974.197	4,001,716.172
Post - fax - telephone	439,990.826	498,532.962
Other miscellaneous revenues	4,047,162.110	7,264,577.686
E-bank revenue	149,061.500	139,703.000
Mobile bank revenue	5,665,200.000	944,443.750
Rental revenue	--	--
Inward foreign transfer commission	1,140,904.633	394,482,140
Kanze Card issue commission	122,875.300	48,988.500
Letter of guarantee commission	881,065.618	813,642.890
Letters of credit commission income	10,068,520.230	15,155,280.296
Dividends of the Bank	319,410.000	36,374.940
Revenue from sale of assets	10,562,470.225	3,233,051.128
Visa card revenues	10,069,357.095	3,197,281.858
123 service and transfers revenues	27,225.029	10,503.056
Discounted bills commission	16,800.210	--
POS machines revenue	--	--
Western Union revenue	5,543,008.279	2,504,300.345
<b>Total Revenues</b>	<b>50,282,211.067</b>	<b>51,925,108.563</b>

## 2. Expenses

### A. General Administrative Expenses

Administrative and general expenses on 31/12/2015 amounted to (53,953,623,748 LYD) compared to (LYD55,740,916,671) in 2014, a decrease of (LYD 1,787,292.920), a rate of (6%).

### B. Interest Paid

The interest paid on 31/12/2015 amounted to (LYD12,708,334.201) compared to (LYD15,352,879,723) as at 31/12/2014, a decrease of (LYD 2,644,545.520), a rate of (17.5%).

### C. Fixed Assets Depreciation Expenses

The fixed assets consumption expenditure was amounted to (LYD 5,127,095.896) on 31/12/2014 compared to (LYD 5,598,624,977) on 2013, a decrease of (LYD 471,529.081), a rate of (9%).

## 3. Total Income Before Taxes

The total income before taxes amounted to (LYD 13,422,094.313), against (LYD 19,316,519,846) at 31/12/2014, a decrease of (LYD 5,894,425.530).





## Income Statment for the year ended 31/12/2015

Revenue	LYD Equivalent
Interest Income	33,286,039.595
Commissions & Other Revenue	51,925,108.563
Total Revenue	85,211,148.158
Expenses	
Administrative & General Expenses	53,953,623.748
Fixed Assets Depreciation Expenses	5,127,095.896
Paid Interest	12,708,334.201
Total Expenses	71,789,053.845
Total Income before Tax	13,422,094.313
Taxes due	825,409.636
Net Income After Taxes	12,596,684.677



## Income Statment for the year ended 31/12/2015

Assets	LYD Equivalent
Cash in Local & Foreign Currencies	157,656,873.178
Balances in Local & Foreign Banks	2,648,841,617.949
Deposit Certificates with CPL	997,513,049.658
سندات اذنية	500,000,000.000
Deposits with Foreign Banks	486,015,143.811
Clearance Cheques	104,839,177.675
Real Estate Investment	23,308,809.265
Local Investments	5,758,458.000
Loans & Facilities after Deducting Provisions	486,432,363.036
Debtors & other Debtor Balances	36,513,929.145
Net Fixed Assets	54,346,450.114
Head Office & Branch Accounts	118,507,304.201
Buildings under construction	7,743,030.450
<b>Total Assets</b>	<b>5,627,476,206.482</b>
Liabilities & Shareholders Equity	
Liabilities	
Customers Deposits (Current Accounts)	4,362,434,631.699
Customers Time Deposits	42,392,084.597
Savings Deposits	32,096,311.134
Cash Securities	405,473,175.564
Certified Cheques	231,326,096.698
Creditors & Other Liabilities	239,066,594.671
Other Provisions	19,088,951.196
<b>Total Liabilities</b>	<b>5,331,877,845.559</b>
Shareholders Equity	
Capital	105,000,000.000
Share Issue Premium (2010) - Income before Tax (2011)	13,422,094.313
Legal Reserve	105,000,000.000
General Reserve	1,530,296.106
Retained Earnings	72,341.013
ارباح سنوات سابقة	70,573,629.491
<b>Total Shareholders Equity</b>	<b>295,598,360.923</b>
<b>Total Liabilities &amp; Shareholders Equity</b>	<b>5,627,476,206.482</b>
Contingent Accounts & Other Liabilities	
Letters of Credit (Export)	-
Letters of Credit (Import)	520,958.000
Inward Local Letters of Credit	339,873,476.051
Outward Local Letters of Credit	1,879,755,263.746
Inward Bills for Collection	5,728,343.000
Local letters of guarantee	190,120,990.185
Outward Foreign Letters of Guarantee	199,000,255.234
Inward Foreign Letters of Guarantee	2,385,897.000
<b>Total Contingent Accounts &amp; Other Liabilities</b>	<b>2,617,385,183.216</b>
<b>Grand Total</b>	<b>8,244,861,389.698</b>



---

## External Auditor's Report

Messrs:

Chairman & members of General Assembly of the Bank of Commerce & Development.

We have audited the budget of the Bank of Commerce & Development as of 31/12/2015. As well as the final accounts for the year ended on the same date. These financial statements are the responsibility of the Bank's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We have performed the audit process in accordance with generally accepted auditing standards that require reasonable assurance whether the financial statements are free of material misstatement. The audit also included a test of evidence supporting the amounts presented in the financial statements. They also include an assessment of the accounting principles used and significant estimates made by the management, and we believe that our audit provides a reasonable basis for expressing an opinion.

In our opinion, the balance sheet and final accounts represent the fairness of the financial position of the Bank of Commerce & Development on 31/12/2015. And the results of its operations during the financial year ended on the same date in accordance with generally accepted accounting principles.

Omer Mohamed El Sheikh  
Certified Accountant & Auditor



---

## External Auditor's Report

**Date: 01/11/2017**

Messrs:

Chairman & members of General Assembly of the Bank of Commerce and Development.

We have audited the Financial Position of the Bank of Commerce & Development; (Bank of Commerce & Development, a Libyan Joint Stock Company) as of 31 /12 /2015 and the Income Statement, Shareholders' equity and cash flow for the year ended on that date.

These financial statements are the responsibility of the Bank Management in accordance with the 226 statement of the Commerce law No. 23 of the year 2010; our responsibility is to express opinion on these statements on the basis of our audit. The audit process also includes examining - on a test basis - evidence supporting amounts and disclosures in the financial statements.

The audit also includes assessing the accounting principles and significant estimates made by management, as well as, evaluating the overall presentation of the financial statements.

We have performed the audit process in accordance with the accepted and recognized auditing standards (outlined by the Accountants International Federation (2009 /20 10). These standards require that we plan and perform the audit to obtain a reasonable assurance about whether the financial statements are free of material errors and misstatement.

It also included evaluation of the extent of compliance by the Bank to the application of the laws by the Central Bank. We believe our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements and the notes thereon fairly represent the Financial Position of the Bank of Commerce & Development as at 31 /12 /2015, and the results of operations for the year ended on that date, and the cash flow in accordance with the recognized accepted accounting principles and the requirements of applied bank laws.

Our report was amended in accordance with Libyan Central Bank's requirement on provisions.

On 07 September 2013 Law No. 1 of the 2013 year was issued on the prevention of interests on transactions and published in the Official Gazette on 21 March 2014.



#### Report Results

- The Bank holds regular records and documentation, and the declarations in the Board's report comply with those found in the Bank's records.
- The audit was done in accordance with recognized and accepted regulations and principles.
- As far as gathered information, We have found no trace of any breach of rules that can affect the activity of the Bank or its financial status.

Accountant & Auditor



KASHADAH & PARTNERS

