

**BANQUE DU LIBAN**

**Intermediate Circular No 384**

**Addressed to Banks, Financial Institutions, Financial Intermediation Institutions, and  
Leasing Companies**

Attached is a copy of Intermediate Decision No 11918 of December 24, 2014, amending Basic Decision No 7723 of December 2, 2000 (Banks' Position) attached to Basic Circular No 76.

Beirut, December 24, 2014

The Governor of Banque du Liban

Riad Toufic Salamé

**BANQUE DU LIBAN**

**Intermediate Decision No 11918**

**Amending Basic Decision No 7723 of December 2, 2000  
Relating to Banks' Position**

**The Governor of Banque du Liban,**

**Pursuant to the Code of Money and Credit, particularly Articles 146 and 174 thereof,**

**Pursuant to Basic Decision No 7723 of December 2, 2000 and its amendments, relating to Banks' Position, and**

**Pursuant to the Decision of the Central Council of Banque du Liban (BDL), taken in its meeting of December 10, 2014,**

**Decides the following:**

**Article 1:**

The following subitems shall be added to Item "11700- Customers' doubtful or bad loans-Net" in Statement No 1 "Assets" of Form 2010, attached to Basic Circular No 7723 of December 2, 2000:

11741	<u>Of which:</u> Gross doubtful or bad retail loans
11721	<u>Of which:</u> Provision for impairment in doubtful or bad retail loans

**Article 2:**

The following subitems shall be added to Item "18100- Customers' doubtful or bad retail loans in foreign currencies provided for in Lebanese pound-Net-" in Statement No 1 "Assets" of Form 2010, attached to Basic Circular No 7723 of December 2, 2000:

18141	<u>Of which:</u> Gross doubtful or bad retail loans in foreign currencies provided for in Lebanese pound
18121	<u>Of which:</u> Provisions in Lebanese pound for doubtful or bad retail loans in foreign currencies

**Article 3:**

Item “21541” of Statement No 2 “Liabilities” of Form 2010, attached to Basic Circular No 7723 of December 2, 2000 is repealed and replaced by the following:

21541	<u>Of which:</u> Collective provisions for loans, except retail loans.
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**Article 4:**

The following subitems shall be added to Item “21500- Provisions for risks and charges -” in Statement No 2 “Liabilities” of Form 2010, attached to Basic Circular No 7723 of December 2, 2000:

21542	<u>Of which:</u> Provisions for retail loans with no payment default in excess of 30 days
21543	<u>Of which:</u> Provisions for retail loans with a payment default ranging between 31 to 90 days
21544	<u>Of which:</u> Provisions for retail loans with a payment default ranging between 91 and 180 days
21545	<u>Of which:</u> General provisions eligible in Tier 2 capital
21549	<u>Of which:</u> Other general provisions

**Article 5:**

The following subitems shall be added to Item “22000- Total Capital or Capital Allocations -” in Statement No 2 “Liabilities” of Form 2010, attached to Basic Circular No 7723 of December 2, 2000:

22031	<u>Of which:</u> Non-interest bearing cash contribution to capital
22032	<u>Of which:</u> Interest bearing cash contribution to capital

**Article 6:**

The following subitems shall be added to Item “21900- Reserves and Premiums -” in Statement No 2 “Liabilities” of Form 2010, attached to Basic Circular No 7723 of December 2, 2000:

21934	<u>Of which:</u> General reserves on the portfolio of retail loans
21935	<u>Of which:</u> General reserves on the portfolio of loans, other than retail loans

**Article 7:**

The following subitems shall be added to Item “34700- Customers’ doubtful loans -Net -” in Statement No 3 “Off-Balance Sheet” of Form 2010, attached to Basic Circular No 7723 of December 2, 2000:

34706	<u>Of which:</u> Gross doubtful or bad retail loans
34721	<u>Of which:</u> Provisions for impairment in doubtful or bad retail loans

**Article 8:**

The following subitems shall be added to Item “32500- Customers’ bad loans -Net -” in Statement No 3 “Off-Balance Sheet” of Form 2010, attached to Basic Circular No 7723 of December 2, 2000:

32506	<u>Of which:</u> Bad retail loans kept on balance sheet
32514	<u>Of which:</u> Provisions for bad retail loans kept on balance sheet
32541	<u>Of which:</u> Retail loans fully provided for and duly transferred to memo accounts

**Article 9:**

The following subitems shall be added to Item “34800- Unrealized interest on non-performing loans-” in Statement No 3 “Off-Balance Sheet” of Form 2010, attached to Basic Circular No 7723 of December 2, 2000:

34855	<u>Of which:</u> On substandard retail loans
34865	<u>Of which:</u> On doubtful retail loans
34875	<u>Of which:</u> On bad retail loans kept on balance sheet

**Article 10:**

The following subitems shall be added to Item “34900- Unrealized interest on customers’ bad loans transferred off-balance sheet-” in Statement No 3 “Off-Balance Sheet” of Form 2010, attached to Basic Circular No 7723 of December 2, 2000:

34901	<u>Of which:</u> Unrealized interest on retail loans transferred off-balance sheet
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**Article 11:**

This Decision shall come into force as of the position closed on January 31, 2015.

**Article 12:**

This Decision shall be published in the Official Gazette

Beirut, December 24, 2014

The Governor of Banque du Liban

Riad Toufic Salamé