I. CONSOLIDATED BALANCE SHEET, CONSOLIDATED INCOME STATEMENT, STATEMENT OF NET INCOME, STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY, CASH FLOW STATEMENT AND SUMMARY OF ACCOUNTING POLICIES

1.1. CONSOLIDATED BALANCE SHEET

The consolidated financial statements at 31 december 2015 were approved by the board of directors on 27 march 2017.

ASSETS	NOTES	2017	2016
Cash and amounts due from central banks and post office banks	4.1	15 497 685	12 155 637
Financial assets at fair value through profit or loss	4.2	34 002 616	38 890 923
Derivatives used for hedging purposes		-	2 938
Available-for-sale financial assets	4.3	10 531 128	8 317 725
Loans and receivables due from credit institutions	4.4	25 177 051	21 221 229
Loans and receivables due from customers	4.5	183 814 990	179 774 222
Remeasurement adjustment on interest rate risk hedged assets		-	-
Held-to-maturity financial assets	4.7	23 016 078	25 136 170
Current tax assets	4.8	855 725	414 191
Deferred tax assets	4.8	793 123	521 548
Accrued income and other assets	4.9	6 095 077	6 440 776
Non current assets held for sale		-	-
Investment associates	4.10	643 037	631 268
Investment property	4.11	3 824 439	3 746 146
Property, plant and equipment	4.11	7 302 800	6 988 825
Intangible assets	4.11	937 808	828 970
Goodwill	4.12	852 310	852 310
TOTAL ASSETS		**313 343 867**	**305 922 878**

(In thousand MAD)

LIABILITIES & SHAREHOLDERS EQUITY	NOTES	2017	2016
Due to Central Banks and Post Office Banks		-	-
Financial liabilities at fair value through profit or loss	4.2	1 768 686	2 098 276
Derivatives used for hedging purposes		6 008	-
Due to credit institutions	4.4	44 958 940	49 708 268
Due to customers	4.5	198 783 598	190 050 335
Debt securities	4.6	15 101 490	13 186 303
Remeasurement adjustment on interest rate risk hedged portfolios		-	-
Current tax liabilities	4.8	740 856	641 287
Deferred tax liabilities	4.8	1 598 944	1 198 242
Accrued expenses and other liabilities	4.9	13 419 677	14 278 900
Liabilities related to non-current assets held for sale		-	-
Technical reserves of insurance companies		-	-
Provisions for contingencies and charges	4.13	832 490	685 204
Subsidies, assigned public funds and special guarantee funds		-	-
Subordinated debts	4.6	11 448 754	10 493 376
TOTAL DEBTS		**288 659 443**	**282 340 191**
Capital and related reserves		13 748 403	13 299 090
Consolidated reserves		-	-
- Attributable to parent		*2 427 415*	*2 934 250*
- Non-controlling interests		*4 625 624*	*4 520 991*
Unrealized or deferred gains or losses, attributable to parent		495 942	-9 794
Unrealized or deferred gains or losses, non-controlling interests		543 259	3 323
Net Income		-	-
- Attributable to parent		*2 036 321*	*2 036 186*
- Non-controlling interests		*807 460*	*798 641*
TOTAL CONSOLIDATED SHAREHOLDERS'S EQUITY		**24 684 424**	**23 582 687**
TOTAL		**313 343 867**	**305 922 878**

(In thousand MAD)

1.2. CONSOLIDATED INCOME STATEMENT

CONSOLIDATED INCOME STATEMENT	NOTES	2017	2016
+ Interests and similar income		14 895 644	14 505 242
- Interests and similar expense		-5 220 279	-5 259 644
Net Interest income	**2.1**	**9 675 365**	**9 245 598**
+ Fees received and commission income		2 732 308	2 572 675
- Fees paid and commission expense		-315 612	-455 730
Net fee income	**2.2**	**2 416 696**	**2 116 945**
+/- Net gains or losses on financial instruments at fair value through profit or loss	2.3	506 845	982 990
+/- Net gains or losses on available for sale financial assets	2.4	228 257	229 923
Income from market transactions		**735 102**	**1 212 913**
+ Other banking revenues	2.5	1 036 084	884 515
- Other banking expenses	2.5	-495 692	-469 956
Net Banking Income		**13 367 555**	**12 990 015**
- General Operating Expenses	2,9	-7 015 278	-6 678 453
- Allowances for depreciation and amortization PE and intangible assets	2,9	-747 408	-696 947
Gross Operating Income		**5 604 869**	**5 614 615**
- Cost of Risk	2.6	-1 794 180	-1 616 531
Operating Income		**3 810 689**	**3 998 084**
+/- Share in net income of companies accounted for by equity method		12 827	103 652
+/- Net gains or losses on other assets	2.7	14 815	-111 741
+/- Change in goodwill		-	-31 514
Pre-tax earnings		**3 838 331**	**3 958 481**
+/- Corporate income tax	2.8	-994 550	-1 123 654
Net income		**2 843 781**	**2 834 827**
Non-controlling interests		807 460	798 641
Net income attributable to parent		2 036 321	2 036 186
Earnings per share		11,35	11,35
Diluted Earnings per share		11,35	11,35

(In thousand MAD)

1.3. STATEMENT OF NET INCOME AND GAINS AND LOSSES RECOGNISED DIRECTLY IN SHAREHOLDERS' EQUITY

STATEMENT OF NET INCOME AND GAINS AND LOSSES RECOGNISED DIRECTLY IN SHAREHOLDERS' EQUITY	2017	2016
Net income	**2 843 781**	**2 834 827**
Currency tranlation adjustment	**1 098 161**	**-79 054**
Reevaluation of available for sale financial assets	-31 826	-4 909
Reevaluation of hedging instruments	1 129 987	-74 145
Reevaluation of fixed assets	*1 129 987*	*-74 145*
Actuarial gains and losses on defined plans	**-49 166**	**0**
Proportion of gains and losses directly recognised in shareholders equity on companies consolidated under equity method	-49 166	0
Total gains and losses directly recognised in shareholders equity	**1 048 995**	**-79 054**
Net income and gains and losses directly recognised in shareholders equity	**3 892 776**	**2 755 773**
attributable to parent	2 542 057	1 960 805
Non-controlling interests	1 350 719	794 968

(In thousand MAD)

1.4. STATEMENT OF CHANGES IN SHAREHOLDER'S EQUITY

STATEMENT OF CHANGES IN SHAREHOLDER'S EQUITY	Share Capital	Reserves related to stock	Treasury stock	Reserves & consolidated earnings	Unrealised or deferred gains or losses	Shareholder's Equity attributable to parent	Non-controlling interests	Total
Ending balance of Shareholder's Equity 12.31.2015	**1 794 634**	**11 104 784**	**0**	**4 057 036**	**65 587**	**17 022 041**	**5 087 511**	**22 109 552**
Change in the accounting methods						0		0
Beginning Balance of adjusted Shareholder's Equity 12.31.2015	**1 794 634**	**11 104 784**	**0**	**4 057 036**	**65 587**	**17 022 041**	**5 087 511**	**22 109 552**
Operations on capital		399 672		-399 672		0		0
Share-based payment plans						0		0
Operations on treasury stock						0		0
Dividends				-947 308		-947 308	-455 689	-1 402 997
Net income				**2 036 186**		**2 036 186**	**798 641**	**2 834 827**
Financial instruments change in fair value and tranfer to earnings					-70 472	-70 472	-3 673	-74 145
Conversion depths					-4 909	-4 909		-4 909
Unrealized or deferred gains or losses	**0**	**0**	**0**	**0**	**-75 381**	**-75 381**	**-3 673**	**-79 054**
Change in the scope of consolidation				**94 400**		**94 400**	**-68 140**	**26 260**
Others				**129 794**		**129 794**	**-35 695**	**94 099**
Ending Balance of Shareholder's Equity 12.31.2016	**1 794 634**	**11 504 456**	**0**	**4 970 436**	**-9 794**	**18 259 732**	**5 322 955**	**23 582 687**
Impact of changes in accounting methods						0		0
Ending Balance of adjusted Shareholder's Equity 12.31.2016	**1 794 634**	**11 504 456**	**0**	**4 970 436**	**-9 794**	**18 259 732**	**5 322 955**	**23 582 687**
Operations on capital		449 313		-449 313		0		0
Share-based payment plans						0		0
Operations on treasury stock						0		0
Dividends				-897 317		-897 317	-523 494	-1 420 811
Net income				**2 036 321**		**2 036 321**	**807 460**	**2 843 781**
Financial instruments change in fair value and tranfer to earnings					-408 252	-408 252	442 957	34 705
Conversion depths					-31 826	-31 826		-31 826
Unrealized or deferred gains or losses	**0**	**0**	**0**	**0**	**-440 078**	**-440 078**	**442 957**	**2 879**
Change in the scope of consolidation				**-92 449**		**-92 449**	**25 910**	**-66 539**
Others				**-158 128**		**-158 128**	**-99 445**	**-257 573**
Ending Balance of adjusted Shareholder's Equity 12.31.2017	**1 794 634**	**11 953 769**	**0**	**5 409 550**	**-449 872**	**18 708 081**	**5 976 343**	**24 684 424**

1.5. CASH FLOW STATEMENTS AS OF DECEMBER 31ST, 2017

1.5.1. Cash Flow Statement

CASH FLOW STATEMENT	NOTE	2017	2016
Pre-tax net income		**3 838 331**	**3 958 481**
+/- Net depreciation/amortization expense on property, plant, and equipment and intangible assets	2.9	747 408	696 947
+/- Impairment of goodwill and other non- current assets		-	31 514
+/- Impairment of financial assets		-16 898	-39 470
+/- Net allowances for provisions	2.6	561 456	1 633 772
+/- Share of earnings in subsidiaries accounted for by equity method	4.10	-12 827	-103 652
+/- Net loss (income) from investing activities		-930 281	-1 061 663
+/- Net loss (income) from financing activities		-	-
+/- Other movements		-1 406 990	-541 722
Non monetary items included in pre-tax net income and other adjustments		**-1 058 132**	**615 726**
+/- Cash flows related to transactions with credit institutions		2 079 434	59 915
+/- Cash flows related to transactions with customers		2 736 592	-1 497 240
+/- Cash flows related to transactions involving other financial assets and liabilities		9 438 124	-3 358 590
Flows related to other operations affecting the transaction securities		*5 563 288*	*-2 216 271*
+/- Cash flows related to transactions involving non financial assets and liabilities		-1 645 793	701 528
Flows related to other operations affecting debt securities borrowed		-1 401 950	-560 317
+/- Taxes paid		**11 206 408**	**-4 654 704**
Net Cash Flows from Operating Activities		**13 986 607**	**-80 497**
+/- Cash Flows related to financial assets and equity investments		-1 166 373	-1 425 337
+/- Cash flows related to investment property	4.11	-81 056	-728 257
+/- Cash flows related to PP&E and intangible assets	4.11	-372 909	-1 003 781
Net Cash Flows from Investing Activities		**-1 620 338**	**-3 157 375**
+/- Cash flows related to transactions with shareholders		-1 425 511	-1 088 198
+/- Cash flows generated by other financing activities		2 950 430	6 291 591
Net Cash Flows from Financing Activities		**1 524 919**	**5 203 393**
Effect of movements in exchange rates on cash and equivalents		434 796	-233 206
Net Increase in Cash and equivalents		**14 325 984**	**1 732 315**
Beginning Balance of Cash and Equivalents		**7 689 262**	**5 956 947**
Net Balance of cash accounts and accounts with central banks and post office banks	4.1	12 155 637	10 403 196
Net Balance of demand loans and deposits- credit institutions		-4 466 375	-4 446 249
Loan and loan of cash		*-1 153 270*	*-2 877 349*
Ending Balance of Cash and Equivalents		**22 015 246**	**7 689 262**
Net Balance of cash accounts and accounts with central banks and post office banks	4.1	15 497 685	12 155 637
Net Balance of demand loans and deposits- credit institutions		6 517 561	-4 466 375
Loan and loan of cash		*3 016 602*	*-1 153 270*
Net increase in cash and equivalents		**14 325 984**	**1 732 315**

		2017	2016
Dividends received	2.4	228 662	240 014
Dividends paid	1.5	-1 420 811	-1 402 997
Interest received		12 337 665	12 532 242
Interest paid		-3 878 943	-3 771 219