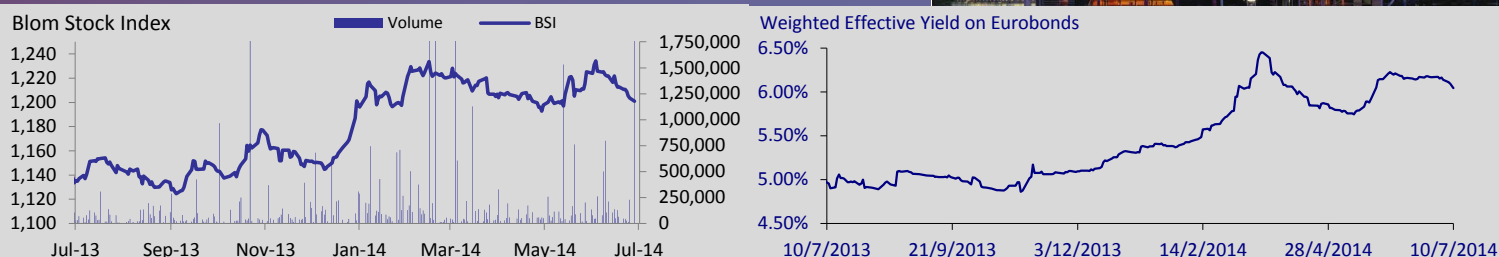


Daily Market Bulletin

Friday July 11, 2014



BLOM Indices*

	Last	Previous	% Change
BSI	1,200.90	1,203.64	-0.23%
High	1,204.14	1,204.83	
Low	1,199.91	1,203.56	
Vol	23,180	22,099	4.89%
Val	\$208,555	\$290,179	-28.13%

BPSI	104.57	104.57	-
Vol	0	1,932	
Val	\$0	\$97,239	

BBI	108.05	108.04	0.02%
10Y Yield	6.23%	6.23%	-
Spread 10Y US	368	366	2

BLOM Funds	09/07/2014	
Cedars A (\$)	\$ 7,301.40	-0.02%
Cedars B (\$)	\$ 5,218.42	-0.02%
Cedars C (\$)	\$ 5,545.46	-0.02%
Petra A (JOD)	\$ 2,800.83	
Petra B (\$)	\$ 4,661.18	
BBF**	\$ 5,913.39	
Pyramids	\$ 5,910.75	-0.04%

Foreign Exchange Market

\$/LBP	1,513.00	1,512.00	0.07%
€/LBP	2,052.01	2,052.01	-
£/LBP	2,582.65	2,579.03	0.14%

NEER****	131.30	131.30	-
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Money & TB's Market Rates

LBP Interbank Rate	2.75%
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	Lebanese TBs	Beirut \$ Market
1 w		0.00%
1 M		0.03%
3 M	4.39%	0.10%
6 M	4.87%	0.16%
1 Y	5.08%	0.25%
2 Y	5.84%	0.47%
3 Y	6.50%	0.91%
5 Y	6.74%	1.98%

MARKET WRAP UP

Activity on the Beirut Stock Exchange (BSE) was subdued where all traded shares saw a decrease in price. Hence, the BLOM Stock Index (BSI) fell by 0.23% and ended the week at 1,200.90 points. The real estate sector grasped a share of 67.97% of total traded volume. Both Solidere A and B shares dropped by 1.17% and 0.16% to close at \$12.65 and \$12.72, respectively. In the banking sector Byblos listed shares lost 0.62% to \$1.60. Audi listed shares exchanged hands at their previous price of \$6.35.

Lebanon's Eurobonds market did not stray from its uphill path, as investors demand more short-term maturities. The BLOM Bond Index (BBI) improved by 0.02% and settled at 108.05 points. The 5Y and 10Y Lebanese Eurobonds' yields steadied at 5.13% and 6.23%, respectively. The 5Y spread against the US Treasury benchmark stretched by 2 bps to 347 bps, and the 5Y Credit Default Swaps (CDS) expanded to 335-365 bps from yesterday's quote of 330-360 bps.

Total consolidated assets of commercial banks stood at \$169.21B by May 2014, a 2.66% growth since year start, and a progress of 8.04% year-on-year (y-o-y). Claims on the private sector, which grasped 28.94% of total assets, swelled by 3.37% since year start, to \$48.98B. The dollarization of private sector loans went from 76.54% down to 76.12%. During the same period, foreign currency loans rose by 2.80%, to \$37.28B, while that of local currency grew at a faster pace of 5.22%, to reach \$11.70B. Moreover, Lebanese commercial banks' holdings of government securities decreased by 0.64%, to settle at \$37.34B. In fact, Eurobonds tumbled by 2.98% to \$17.08B, while treasury bills in local currency escalated by 1.42% y-t-d to \$20.26B. On the liabilities side, resident private sector deposits augmented by 2.97% since year start to \$110.92B. Specifically, deposits denominated in domestic currency broadened by 3.11% to \$44.10B outperforming the 2.87% rise in resident foreign currency deposits to \$66.82B. Whereas non-resident private sector deposits shrank by 1.94% to \$27.93B. As a result, dollarization rate of private deposits went from 66.13% end of December 2013, down to 65.74% by May 2014.

	Last	Change	Volume	Vwap
Solidere (A)	\$12.65	-1.17%	9,488	\$12.76
Solidere (B)	\$12.72	-0.16%	1,629	\$12.72
BLOM GDR	\$9.35	-	-	-
BLOM Listed	\$8.80	-	-	-
Audi GDR	\$6.60	-	-	-
Audi Listed	\$6.35	-	10,000	\$6.35
Byblos Listed	\$1.60	-0.62%	2,063	\$1.60

	Price	Yield
Jan. 2015	101.43	3.44%
Aug. 2015	105.27	3.69%
Jan. 2016	107.07	3.81%
May 2016	113.72	4.36%
June.2018	101.25	5.39%
Mar. 2020	104.76	5.61%
Apr. 2021	114.69	5.85%
Oct. 2022	101.59	5.93%
Jan. 2023	100.48	6.27%
Dec. 2024	105.52	6.40%
Nov. 2026	101.71	6.46%
Nov. 2027	102.54	6.47%

	BSI	BPSI	BBI	NEER
Year to date	4.42%	-0.59%	2.28%	1.74%
	Cedars A	Cedars B	Petra A	Petra B
Year to date	4.99%	3.43%	2.15%	2.15%