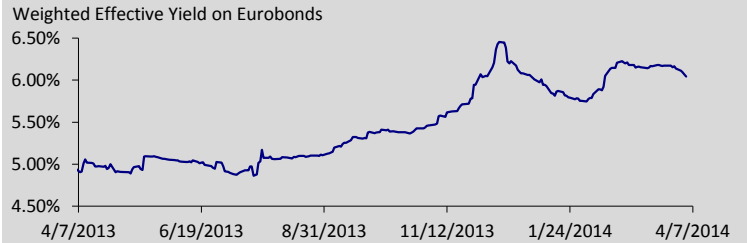
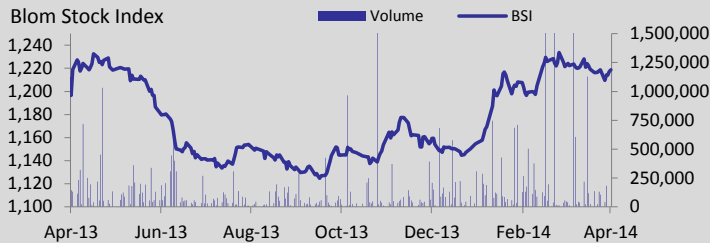


Daily Market Bulletin

Tuesday 08 April, 2014



BLOM Indices*

| | Last | Previous | % Change |
|-------------|-------------|-----------|----------|
| BSI | 1,220.19 | 1,219.39 | 0.07% |
| High | 1,221.13 | 1,221.28 | |
| Low | 1,219.39 | 1,217.98 | |
| Vol | 181,144 | 42,017 | 331.12% |
| Val | \$1,149,953 | \$457,672 | 151.26% |
| BPSI | 106.16 | 106.20 | -0.04% |
| Vol | 700 | | |
| Val | \$70,000 | | |

| | | | |
|--------------|--------|--------|--------|
| BBI | 106.47 | 106.48 | -0.01% |
| 10Y Yield | 6.51% | 6.51% | - |
| Spread10Y US | 380 | 377 | 3 |

BLOM Funds

| | 4/7/2014 | |
|---------------|-------------|--------|
| Cedars A (\$) | \$ 7,116.70 | 0.15% |
| Cedars B (\$) | \$ 5,163.05 | 0.15% |
| Cedars C (\$) | \$ 5,405.18 | 0.15% |
| Petra A (JOD) | \$ 2,863.11 | |
| Petra B (\$) | \$ 4,764.07 | |
| BBF** | \$ 9,582.58 | |
| Pyramids | \$ 5,816.34 | -0.64% |

Foreign Exchange Market

| | | | |
|--------|----------|----------|-------|
| \$/LBP | 1,509.00 | 1,509.00 | - |
| €/LBP | 2,075.07 | 2,068.89 | 0.30% |
| £/LBP | 2,519.48 | 2,499.74 | 0.79% |

| | | | |
|----------|--------|--------|-------|
| NEER**** | 130.45 | 129.88 | 0.44% |
|----------|--------|--------|-------|

Money & TB's Market Rates

| | |
|--------------------|------------------|
| LBP Interbank Rate | 2.75% |
| Lebanese TBs | Beirut \$ Market |
| 1 w | 0.00% |
| 1 M | 0.03% |
| 3 M | 4.39% |
| 6 M | 4.87% |
| 1 Y | 5.08% |
| 2 Y | 5.84% |
| 3 Y | 6.50% |
| 5 Y | 6.74% |

MARKET WRAP UP

The BLOM Stock Index (BSI) posted yet another timid uptick as Parliamentary joint-committees are still debating means to finance the pay raise. The gauge added 0.07% to 1,220.19 points, lifted by the performance of Solidere A shares which gained 0.54% to close at \$12.93. In the banking sector, BEMO's preferred 2013 shares lost 1.48% to settle at \$100 while Byblos' listed shares and Audi's Global Depositary Receipts exchanged hands without any change in price.

The Lebanese Eurobonds market was off to a quiet start on Monday as the BLOM Bond Index (BBI), slid by a marginal 0.01% to 106.47 points. The yields on the 5 Year (5Y) and 10Y Lebanese Eurobonds steadied at 5.34% and 6.51%, respectively. The 5Y spread against the US Treasury Benchmark widened by 3 basis points (bps) to 366 bps while the 5Y Credit Default Swaps (CDS) stabilized at 359-390 bps.

The World Economic Forum (WEF) recently released the results for the Enabling Trade Index 2014 (ETI), on which Lebanon occupied the 82nd spot out of 138 economies. The gauge provides and benchmarks the strengths and weaknesses of several economies in terms of favoring trade activity. Another WEF study, "Valuing Growth Opportunities", showed that reducing even a restricted set of trade barriers halfway to the level of global best practices would yield close to a five percent increase in global GDP. The ETI is a compilation of four sub-indices: Market Access, Border Administration, Infrastructure and Operating Environment, each one holding a 25% weight in the calculation. In terms of market access, Lebanon occupied the 60th spot. Lebanon was ranked higher on the foreign market access pillar (35) than on the domestic market access pillar (101). This indicates that the country presents higher tariff barriers to foreign exporters than the ones faced by Lebanese exporters on foreign destination markets. On the infrastructure sub-index, measuring the availability and quality of transport infrastructure, transport services and use of ICTs, Lebanon was placed at the 74th spot. The Border administration sub-index, measuring the efficiency and transparency of border administration, earned Lebanon the 77 spot. However, Lebanon's ranking deteriorates to 102 on the Operating Environment sub-index, signaling the poor quality of key institutional factors weighing down the business of the Lebanese importers and exporters.

| | Last | Change | Volume | Vwap | Price | Yield |
|----------------|----------------|----------------|---------------|---------------|-----------|--------------|
| Solidere (A) | \$12.93 | 0.54% | 1,950 | \$12.92 | Jan. 2015 | 101.90 3.40% |
| Solidere (B) | \$12.85 | - | 2,875 | \$12.87 | Aug. 2015 | 106.34 3.61% |
| BLOM GDR | \$9.42 | | | | Jan. 2016 | 107.73 3.99% |
| BLOM Listed | \$9.01 | | | | May 2016 | 114.75 4.23% |
| Audi GDR | \$6.50 | - | 150,000 | \$6.50 | June.2018 | 100.38 5.05% |
| Audi Listed | \$6.50 | | | | Mar. 2020 | 103.03 5.76% |
| Byblos Listed | \$1.67 | - | 25,619 | \$1.67 | Apr. 2021 | 112.50 6.04% |
| BEMO Pref 2013 | \$100.00 | -1.48% | 700 | \$100.00 | Oct. 2022 | 98.74 6.29% |
| | | | | | Jan. 2023 | 97.41 6.39% |
| | | | | | Dec. 2024 | 103.45 6.54% |
| | | | | | Nov. 2026 | 99.75 6.63% |
| | | | | | Nov. 2027 | 99.82 6.77% |
| Year to date | BSI 6.09% | BPSI 0.92% | BBI 0.78% | NEER 1.49% | | |
| Year to date | Cedars A 2.33% | Cedars B 2.33% | Petra A 4.42% | Petra B 4.41% | | |

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*BSI: BLOM stock Index BPSI: BLOM Preferred stock index BBI: BLOM bond index
BBF: BLOM Bond Fund * Prices are for information only, for any firm quotation please contact us
**** Nominal effective exchange rate index

