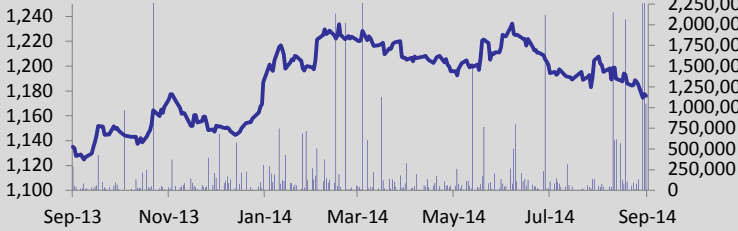


Daily Market Bulletin

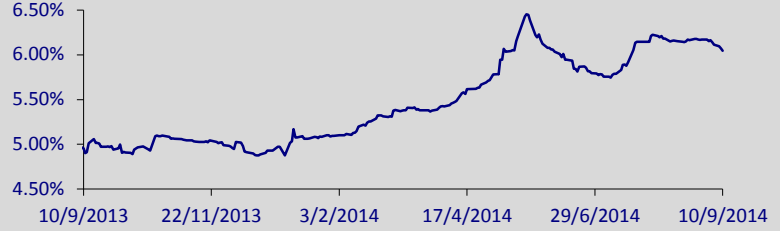
Thursday September 11, 2014



Blom Stock Index



Weighted Effective Yield on Eurobonds



BLOM Indices*

	Last	Previous	% Change
BSI	1,176.15	1,177.65	-0.13%
High	1,180.01	1,178.61	
Low	1,174.65	1,173.51	
Vol	1,043,579	2,902,551	-64.05%
Val	\$3,072,030	\$25,445,036	-87.93%

BPSI	104.58	104.56	0.02%
Vol	5,874	85,661	
Val	\$589,822	\$8,399,491	

BBI	108.45	108.55	-0.09%
10Y Yield	6.14%	6.12%	2
Spread10Y US	360	362	-2

BLOM Funds	10/09/2014	
Cedars A (\$)	\$ 7,342.12	0.05%
CedarsB (\$)	\$ 5,248.32	0.05%
Cedars C (\$)	\$ 5,576.39	0.05%
Petra A (JOD)	\$ 2,842.01	
Petra B (\$)	\$ 4,729.54	
BBF**	\$ 9,652.13	
Pyramids	\$ 6,212.34	-0.36%

Foreign Exchange Market

\$/LBP	1,512.00	1,512.00	-
€/LBP	1,947.24	1,952.21	-0.25%
£/LBP	2,448.78	2,431.45	0.71%
NEER****	136.02	136.01	0.01%

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

Activity on the Beirut Stock Exchange (BSE) was active today with a volume of 1,043,579 shares worth \$3,072,030. The major shares traded were Byblos listed shares, where 674,264 shares out of the 933,730 shares were cross traded and BLOM listed shares were all the 88,965 shares were cross traded. The BLOM Stock Index (BSI) lost 0.13% to reach 1,176.15 points. The banking sector grasped a share of 94.08% of total traded value, where Byblos preferred 2008 and 2009 shares added 0.10% each, to \$100.70 and \$100.20, respectively. Meanwhile, BLOM listed shares, Byblos listed shares, and Audi preferred shares "G" exchanged hands without a change in price. In the real estate sector Solidere "A" and "B" shares dropped 0.33% and 1.06%, to \$12.09 and \$12.11, respectively.

The Lebanese Eurobonds market weakened for the second day, due to the decline in demand for medium and long-term maturities. The BLOM Bond Index (BBI) fell by 0.09% to 108.45 points. The 5Y and 10Y Lebanese Eurobonds' yields added 1 basis point (bp) and 2 bps to settle at 5.04% and 6.14%, respectively. The 5Y spread against the US Treasury benchmark narrowed by 2 bps to 325 bps. The 5Y Credit Default Swaps (CDS) steadied at 330-360.

The consolidated balance sheet of commercial banks revealed a 2.98% year-to-date (y-t-d) growth in total assets to \$169.74B by July, and a gain of 7.56% year-on-year. Reserves, grasping a share of 35.00% of total assets, swelled by 8.53% since the beginning of the year, to reach \$59.42B. Claims on resident private sector followed, (with a share of 25.82% of the total) increasing by 5.61% since year start, to \$43.83B. The dollarization rate of private sector loans went from 76.54% in December, down to 75.92% by July 2014. During this period, foreign currency loans grew by 3.37% to \$37.49B, while loans in the local currency rose at a faster pace of 6.97% to \$11.89B. Moreover, commercial banks' holdings of government securities inched up by 0.12%, to settle at \$37.71B. Eurobonds holdings declined by 4.27% to \$16.86B, while treasury bills in local currency increased by 3.92% to \$20.76B. On the Liabilities side, resident private sector deposits edged up by 4.06% y-t-d to \$112.10B. In fact, deposits denominated in Lebanese pounds augmented by 3.70% to \$44.35B, less than the 4.30% increase in resident foreign currency deposits to \$67.75B. Similarly, non-resident private sector deposits added 2.57% y-t-d to reach \$29.21B by July, where deposits in Lebanese Pounds grew by 6.86% to \$3.59B, more than the 1.99% rise in foreign currency deposits to \$25.62B. Hence the dollarization rate of private sector deposits went from 66.13% end of December 2013, down to 66.08% by July 2014.

	Last	Change	Volume	Vwap
Solidere (A)	\$12.09	-0.33%	11,872	\$12.12
Solidere (B)	\$12.11	-1.06%	3,138	\$12.09
BLOM GDR	\$9.37	-	-	-
BLOM Listed	\$8.75	-	88,965	\$8.75
Audi GDR	\$6.39	-	-	-
Audi Listed	\$6.02	-	-	-
Audi Pref "G"	\$100.50	-	3,300	\$100.50
Byblos Listed	\$1.63	-	933,730	\$1.63
Byblos Pref 08	\$100.70	0.10%	518	\$100.70
Byblos Pref 09	\$100.20	0.10%	2,056	\$100.20

	Price	Yield
Aug. 2015	104.69	3.38%
Jan. 2016	106.57	3.61%
May 2016	112.93	3.71%
June.2018	101.63	4.67%
Mar. 2020	105.05	5.31%
Apr. 2021	115.49	5.43%
Oct. 2022	102.17	5.76%
Jan. 2023	101.05	5.84%
Dec. 2024	106.57	6.13%
Nov. 2026	102.74	6.27%
Nov. 2027	103.70	6.33%

	BSI	BPSI	BBI	NEER
Year to date	2.26%	-0.58%	2.66%	5.39%
	Cedars A	Cedars B	Petra A	Petra B
Year to date	5.57%	5.70%	3.65%	3.65%