

# FACT SHEET

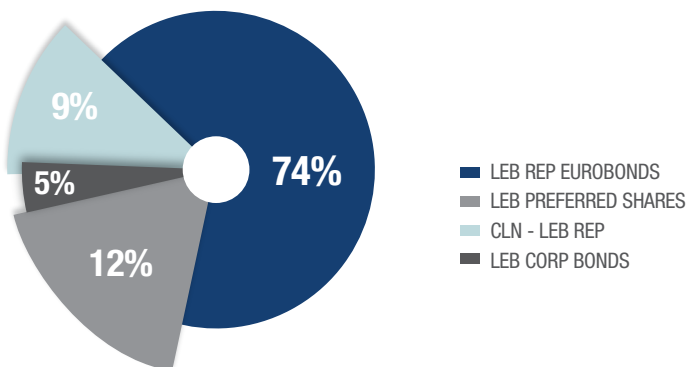
## AUGUST 2015

# BLC BANK - INCOME FUND I

## INVESTMENT AND STRATEGY

The objective of the fund is to achieve steady income and capital appreciation by way of investing in Lebanese and GCC fixed income instruments denominated in U.S. dollars, including: Eurobonds, Corporate bonds, Credit Linked Notes (Rating "A"), Alpha group Preferred Shares, Certificates of Deposits and others. So far the fund has been achieving target return and stable growth, with a major allocation to the local fixed income market which provided competitive yields in comparison to the GCC countries that have yet to present adequate opportunities that would generate additional return for the fund.

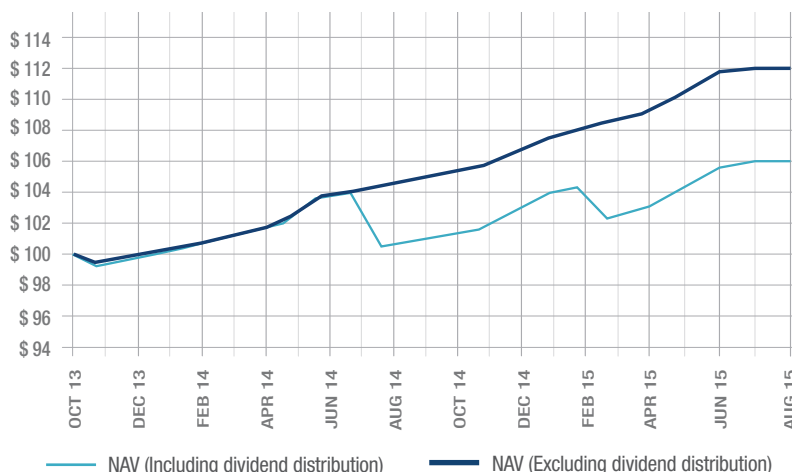
## ASSET ALLOCATION



## PERFORMANCE

	QUARTER	NAV (INCL. DIV)	NAV (EXCL. DIV)
INCEPTION	OCT-13	\$100.00	\$100.00
2013	Q4	\$100.29	\$100.29
2014	Q1	\$101.53	\$101.53
	Q2	\$104.00	\$104.00
	Q3	\$101.50	\$105.27
	Q4	\$103.84	\$107.61
2015	Q1	\$102.98	\$109.25
	Q2	\$105.45	\$111.72

Annualized Performance since inception **6.40%**



## MARKET OVERVIEW

In August, Lebanese Government Eurobonds of medium and long term maturities suffered an increase in offer yields by approx. 20 to 30 bps (decrease in bond prices by 0.5 to 1.5%) due to latest socio-political issues that signaled instability. Republic of Lebanon CDS for 5 and 10 year maturities mirrored the impact on Eurobond prices and rose by an average of 20 bps to 375 and 407 (mid-spreads) levels respectively. Lebanese Ministry of Finance is planning on issuing USD 1.3 billion in Eurobonds and considering the early exchange on the outstanding January 2016 debt.

In the GCC region, 5 year CDS levels were on the increase as well, with Abu Dhabi facing the lowest increase of 7 bps up to Bahrain with the highest of 33 bps. Saudi Arabia CDS jumped by 40 bps before dropping back due to falling oil prices and currency issues; Fitch revises its outlook to "Negative".

*Disclaimer: The information on this sheet is merely informative and does not represent any offer or solicitation. The information presented is not to be taken as fact and the past performance shown is not necessarily indicative of future results; it is the property of BLC Bank SAL and is subject to amendment. The Bank is not liable for any loss resulting from the use of this information.*

**Issue Date**  
October 7, 2013

**Currency**  
USD

**Type**  
Open-Ended

**Maturity**  
September 30, 2019

**Minimum Subscription**  
\$10,000 (Increments Of \$1,000)

**Subscription/ Redemption**  
Monthly

**Expected Annual Return**  
5.00%

**NAV (As at August 31, 2015)**  
\$105.89

**Management Fees**  
1.00%

**Subscription Fee**  
0.50%

**Exit Fees (Only First 6 Months)**  
1.5%

**Dividend Payment**  
Annually

**Manager**  
BLC Bank SAL

**Registrar**  
BLC Bank SAL

**Administrator And Custodian**  
Midclear SAL

**Auditors**  
Deloitte & Touche



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