

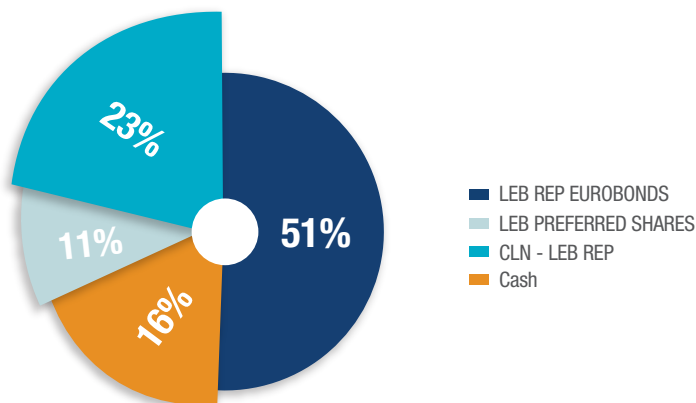
# FACT SHEET AUGUST 2019

# 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.

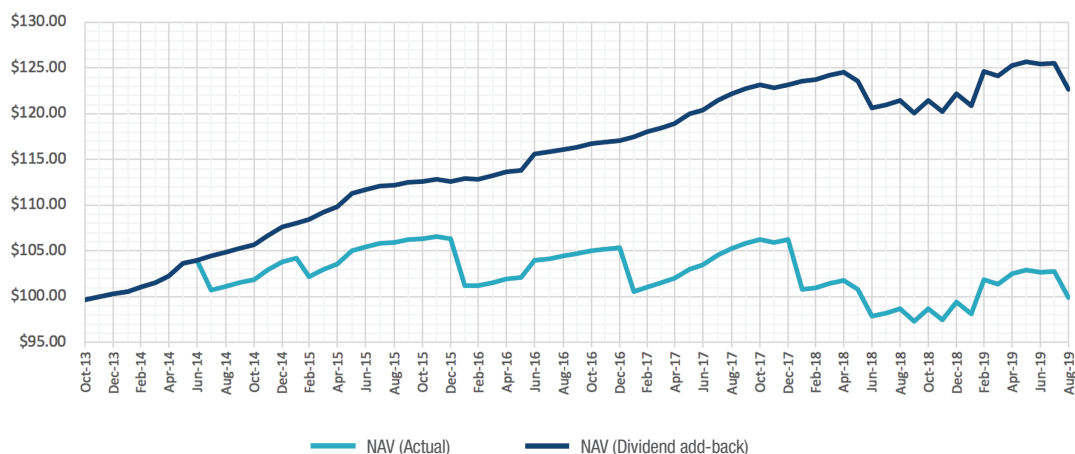
## ASSET ALLOCATION



## PERFORMANCE

QUARTER	DATE	NAV/SHARE (ACTUAL)	NAV/SHARE (DIVIDEND ADD-BACK)	DATE	NAV/SHARE (ACTUAL)	NAV/SHARE (DIVIDEND ADD-BACK)
Q1	2016	\$101.56	\$113.23	2018	\$101.44	\$124.21
Q2		\$103.94	\$115.61		\$97.87	\$120.64
Q3		\$104.69	\$116.36		\$97.33	\$120.10
Q4		\$105.38	\$117.05		\$99.46	\$122.23
Q1	2017	\$101.55	\$118.47	2019	\$101.39	\$124.16
Q2		\$103.45	\$120.37		\$102.64	\$125.41
Q3		\$105.80	\$122.72			
Q4		\$106.25	\$123.17			

Cumulative Performance Since Inception **22.7 %**



## MARKET OVERVIEW

In August, Lebanese Government Eurobonds' prices witnessed a massive drop after a downgrade to CCC by Fitch and notice period of 6-months before a potential downgrade by S&P took effect, along with heavy political tension; prices dropped between USD 4 and 10 from the short end until the long end of the curve, with the Treasury curve inverting and shifting upwards. CDS levels for 5 years saw a huge jump by around 275 bps reaching 1,250 ask-spread. In the GCC, 5 year CDS levels remained stable. Moody's says Qatar's credit metric to remain consistent despite boycott; and that it expects GCC governments to increase spending and delay austerity measures at current oil price levels. It also mentioned that Bahrain's credit profile reflects a weak balance sheet and susceptibility to external and liquidity risks. UAE bank lending grew 5.1% YoY in July.

*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**  
October 7, 2019

**Subscription/ Redemption**  
Monthly

**Expected Annual Return**  
5.00%

**NAV (As at August 31, 2019)**  
\$99.93

**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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