

# FACT SHEET

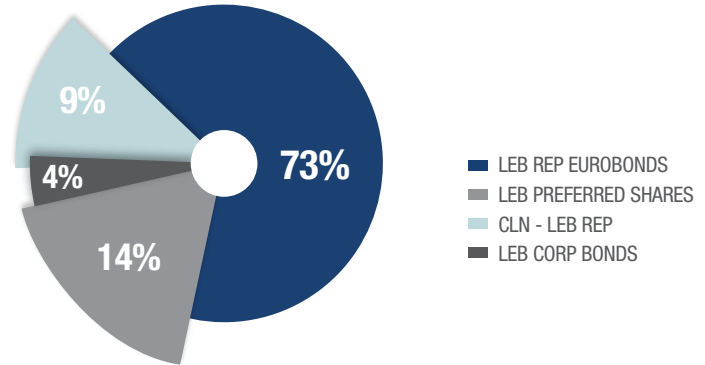
## OCTOBER 2015

# 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.

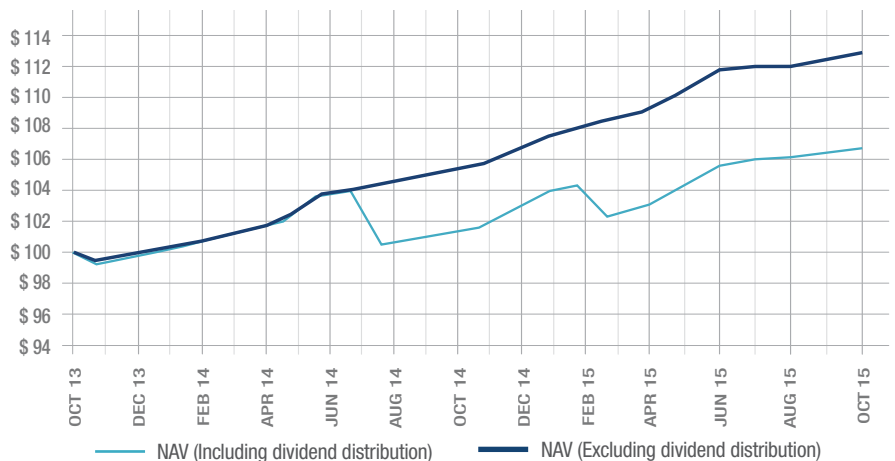
## ASSET ALLOCATION



## 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
	Q3	\$106.24	\$112.51

Annualized Performance since inception **6.11%**



## MARKET OVERVIEW

In October, the Lebanese Government issued triple tranche Eurobonds with maturities of: November 2024 (USD 500 mln), 2028 (USD 500 mln) and 2035 (USD 600 mln) yielding 6.25%, 6.65% and 7.05% respectively; these new notes are part of a voluntary exchange for any or all of the USD 750 mln 8.5% January 2016 outstanding bonds. Due to market adjustments for the issue, offer prices of Lebanese Government Eurobonds' for medium to long term maturities slightly decreased by approx. USD 0.25-0.75. Republic of Lebanon CDS for 5 and 10 year maturities were mostly stable at approx. 410 and 440 (mid-spreads) levels respectively.

In the GCC region, 5 year CDS levels decreased by a few bps except for Saudi Arabia and Bahrain that had an increase of 10 and 37 bps respectively, given continuing downward pressure on oil prices.

*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 October 31, 2015)**  
\$106.34

**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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