

Lebanese Treasury Securities

ASSOCIATION OF BANKS IN LEBANON

Issue: May 2018

- **In May 2017**, the Ministry of Finance (MoF) issued USD 5,500 million Eurobonds in order to replace a similar amount of local currency treasury bills held by the Central bank of Lebanon.

The four Eurobond series that were issued as part of the transaction consisted of a reopening of the 7.00% coupon March 2028 Eurobond for USD 1,000 million at a repurchase yield of 8.10%, a reopening of the 7.15% coupon November 2031 Eurobond for USD 1,500 million at a repurchase yield of 8.15%, a new USD 1,500 million 8.20% coupon maturing in May 2033, and a new USD 1,500 million 8.25% coupon maturing in May 2034. The redeemed LBP Treasury bond portfolio consisted of 3-year, 5-year, 7-year, 8-year and 10-year categories maturing between 2018 and 2027.

- **At the end of May 2018**, the face value of the outstanding treasury securities portfolio denominated in the domestic currency and the outstanding treasury securities portfolio denominated in foreign currencies amounted to LBP 69,259 billion and USD 33,209 million respectively, against LBP 75,805 billion and USD 27,737 million at the end of April 2018.

Source: Ministry of Finance, BDL, ABL

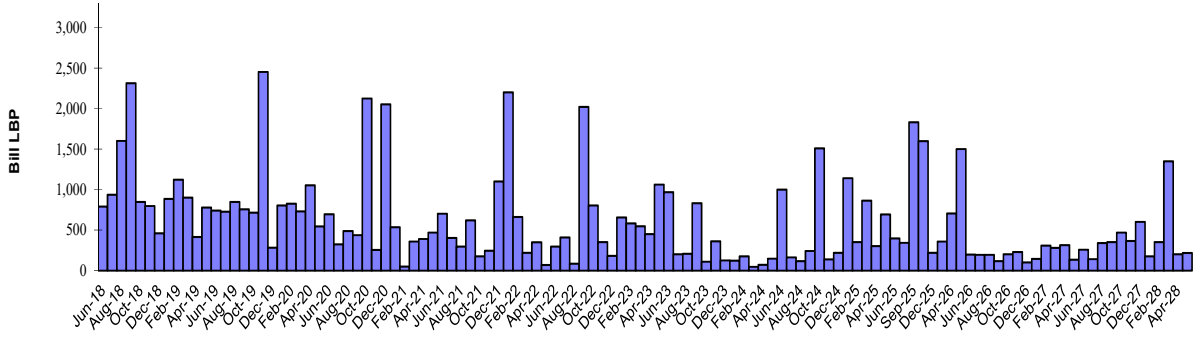
Lebanese Treasury Securities Denominated in LBP - May 2018 (Face value in bill LBP)

Designation	3-month	6-month	12-month	24-month	36-month	60-month	84-month	96-month	120-month	144-month	180-month	Total
1- Subscription	181	205	290	300	300	451	300	-	201	-	-	2,228
Weighted interest (%)*	4.39	4.87	5.08	5.76	6.40	6.63	6.96	-	7.33	-	-	6.04
Weighted yield (%)*	4.44	4.99	5.35	5.84	6.50	6.74	7.08	-	7.46	-	-	6.17
2- Maturity	202	46	159	40	253	62	-	-	-	-	-	762
3- Redemption	-	-	-	-	2,948	3,591	759	1	713	-	-	8,012
4- Outstanding	535	1,048	2,645	8,453	9,058	15,119	10,146	1,832	17,132	3,076	215	69,259
Share (%)	0.8	1.5	3.8	12.2	13.1	21.8	14.6	2.6	24.7	4.4	0.3	100
Weighted life (days)												1,499
Weighted interest (%)												6.56

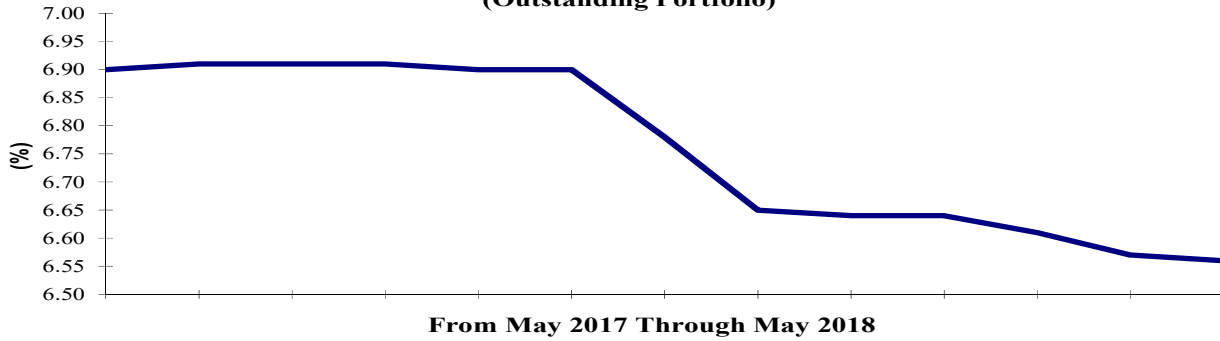
* Based on the weekly subscriptions during the month.

Projected Monthly Maturities of Outstanding TB's Portfolio Denominated in LBP as at May 31, 2018 (billion LBP)														
Year	Month	Category											Total	
		3-month	6-month	12-month	24-month	36-month	60-month	84-month	96-month	120-month	144-month	180-month		
2018	Jan-18	202	42	106	183	250	8							792
	Jul-18	151	123	179	205	253	25							936
	Aug-18	181	267	180	899	55	21							1,603
	Sep-18		205	179	143	318	28	1,443						2,317
	Oct-18		205	263	152	197	30							846
	Nov-18		205	286	174	84	49							798
	Dec-18			211	75	127	44							458
	Total	535	1,048	1,404	1,831	1,284	205	1,443					7,751	
2019	Jan-19			309	201	296	79							886
	Feb-19				212	336	119	454						1,121
	Mar-19				211	400	183	107						902
	Apr-19				218	125	53	18						415
	May-19				290	177	206	105						778
	Jun-19					331	368	40						739
	Jul-19					202	407	119						728
	Aug-19					551	221	76						848
	Sep-19					351	324	82						756
	Oct-19					401	163	150						714
	Nov-19					1,565	315	46	530					2,456
	Dec-19					66	145	72						283
	Total			1,241	4,706	2,800	1,348	530					10,624	
2020	Jan-20				265	309	230							804
	Feb-20				350	206	270							826
	Mar-20				350	108	272							730
	Apr-20				650	91	310							1,051
	May-20					300	156	87						544
	Jun-20						78	221	396					695
	Jul-20						187	138						325
	Aug-20						342	147						489
	Sep-20						263	173						436
	Oct-20						52	309		1,765				2,127
	Nov-20						117	138						255
	Dec-20						1,880	174						2,053
	Total				1,916	3,790	2,468	396	1,765				10,334	
2021	Jan-21					205	330							535
	Feb-21					29	19							48
	Mar-21					351	8							358
	Apr-21					300	91							391
	May-21					300	107		61					468
	Jun-21						696		6					702
	Jul-21						402							402
	Aug-21						296							296
	Sep-21						620							620
	Oct-21						174							174
	Nov-21						245							245
	Dec-21						1,100							1,100
	Total					1,184	4,088		67				5,339	
2022	Total						4,949	1,792		900			7,641	
2023	Total						2,061	2,423		1,614			6,099	
2024	Total							2,040		1,905			3,945	
2025	Total							1,522		3,143	3,076		7,742	
2026	Total									3,794			3,794	
2027	Total									3,699			3,699	
2028	Total									2,077			2,077	
2031	Total											215	215	
Portfolio		535	1,048	2,645	8,453	9,058	15,119	10,146	1,832	17,132	3,076	215	69,259	

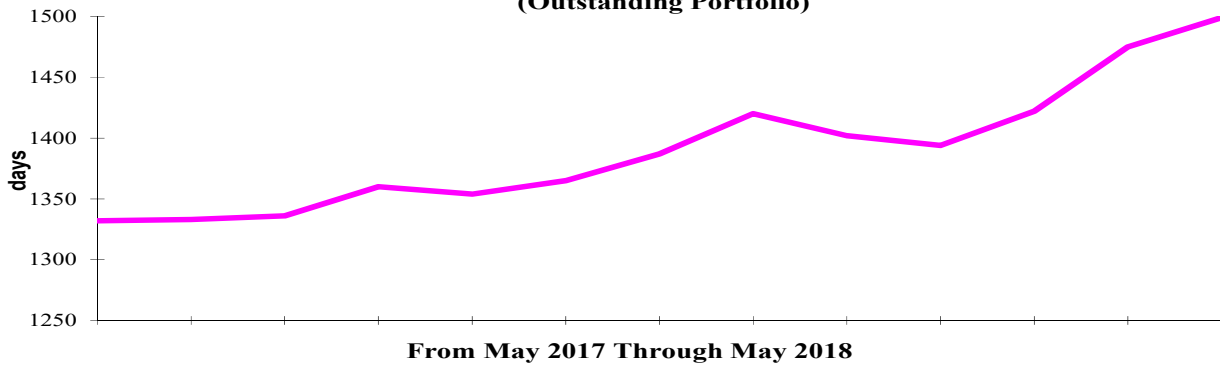
Projected Monthly Maturities of Outstanding Treasury Securities Portfolio Denominated in LBP as at May 31, 2018



Weighted Interest (%) of LBP Denominated Treasury Securities (Outstanding Portfolio)



Weighted Life (days) of LBP Denominated Treasury Securities (Outstanding Portfolio)



Lebanese Treasury Securities denominated in FC (Eurobonds)- May 2018	
Category	Outstanding (million USD)
6-years	2,400
7-years	1,609
8-years	3,875
9-years	538
10-years	6,290
12-years	1,540
13-years	2,693
14-years	2,500
15-years	8,913
16-years	1,500
20-years	1,350
Total	33,209
Weighted Interest (%)	6.70
Weighted Life (years)	7.87

**Projected Monthly Maturities of Outstanding TBs' Portfolio
Denominated in FC (million USD) as at May 31, 2018**

Jun-18	700
Nov-18	1,545
Apr-19	500
May-19	650
Nov-19	1,500
Mar-20	1,200
Apr-20	700
Jun-20	600
Apr-21	2,092
May-22	500
Oct-22	1,540
Jan-23	1,100
May-23	500
Apr-24	700
Nov-24	538
Dec-24	250
Feb-25	800
Jun-25	800
Nov-26	1,600
Mar-27	1,250
Nov-27	1,000
Mar-28	1,700
Nov-28	893
May-29	1,000
Feb-30	1,400
Apr-31	300
Nov-31	2,500
Mar-32	1,000
May-33	1,500
May-34	1,500
Nov-35	600
Mar-37	750

**Projected Yearly Maturities of Lebanese Government Eurobonds (million USD)
As at May 31, 2018**

