



Summary:

In the first half 2012, overall economic activity improved a little in relation to the first half of 2011, given the challenging domestic environment and surrounding unrest hurting trade, real estate and tourism. The trade deficit widened under rising commodity prices and financial inflows slowed down contributing to a balance of payments deficit twice as large the one reported for the corresponding previous year period. Deposits and loans growth relatively decelerated but still considered favorable.

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I- REAL SECTOR**In June 2012,**

The total value of checks cleared in the domestic and foreign currencies slightly increased to USD 6,049 million from USD 5,942 million one month back and USD 5,869 million in June 2011. In the first half of 2012, checks cleared value, o/w 79.2 percent denominated in foreign currencies rose by only 1.9 percent over the first half of the previous year.

The total value of returned checks in the domestic and foreign currencies retreated to USD 128 million from USD 134 million in May 2012 (USD 98 million in June 2011). In the first half of 2012, returned checks value augmented, however, by 8.3 percent with reference to the corresponding 2011 time interval.

Collected real estate fees improved to LBP 85.2 billion from LBP 71.3 billion a month earlier and LBP 73.7 billion twelve months back. Collected fees increased in the first half of 2012 by 6.5 percent with regard to the same preceding year time frame.

Construction permits decreased to 1,363 thousand square meters from 1,443 thousand square meters one month back and 1,793 thousand square meters in June 2011. Construction permits dropped in the first half of 2012 by 14.7 percent in comparison with the similar 2011 period.

Cement deliveries regressed to 512 thousand tons vis-à-vis 562 thousand tons in the previous month and 585 thousand tons in June 2011. Cement deliveries retreated by 2.8 percent in the first half of 2012 in respect of the past year first six months.

The total number of passengers arriving to and departing from Beirut International Airport increased to 316,551 and 228,828 respectively to total 545,379 persons. Arrivals and departures surpassed in the first half 2012 those recorded in the matching 2011 time phase by 11.9 percent and 15.6 percent consecutively.

Agricultural exports progressed to USD 15 million compared to USD 14 million in May 2012 but were below the USD 25 million reported in June 2011. In the first six months 2012, these exports fell below those of the corresponding 2011 period by USD 7 million.

Industrial exports (excluding gold ingots) slightly decreased to USD 253 million from USD 255 million in May 2012 and USD 303 million in June 2011. In the first half of 2012, industrial exports recoiled by 5.1 percent when compared to the identical preceding year period.

Imports of Industrial Equipments advanced to USD 28.5 million from USD 27.3 million one month back and matched those reported in June 2011. In the first six months of 2012, these imports declined, however, by 12.7 percent vis-à-vis the first half 2011.

Real Sector Indicators

	Jun-11	May-12	Jun-12
Checks cleared (total)			
Number (000)	1,125	1,129	1,120
Value (USD million)	5,869	5,942	6,049
Checks cleared in LBP			
Number (000)	326	306	300
Value (LBP billion)	1,743	1,803	1,934
Checks cleared in FX			
Number (000)	799	823	820
Value (USD million)	4,713	4,746	4,766
Returned checks			
Number (000)	20.7	23.8	22.5
Value (USD million)	98	134	128
Construction permits (000 square meters)			
	1,793	1,443	1,367
Cement deliveries (000 tons)			
	585	562	512
Collected property taxes (LBP billion)			
	73.7	71.3	85.2
Passengers arrivals (000)			
	305	229	317
Passengers departures (000)			
	208	209	229
Agricultural exports (USD million)			
	25	14	15
Industrial exports (USD million)			
	303	255	253
Imports of industrial machinery (USD million)			
	28.5	27.3	28.5

Source: BDL, OEA, BIA, CLR, ministry of Industry, Lebanese Customs.



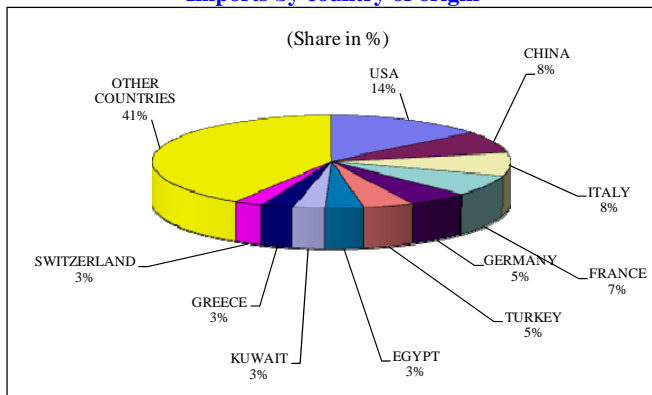
II- EXTERNAL SECTOR

In June 2012,

Imports of goods climbed to USD 1,713 million from USD 1,645 million in the previous month and USD 1,571 million in June 2011. In the first half of 2012, imports multiplied by 17.9 percent in relation to the same 2011 period.

From January till June 2012, mineral products lead imported goods with a 30.2 percent share of total imports. They were followed by machinery and mechanical appliances and products of the chemical, which accounted for 9.5 percent and 8.3 percent respectively. USA topped the list of imports by country of origin with a 14.4 percent share of total. Italy and China came next with a share of 7.8 percent for each followed by France with a share of 7.2 percent and Germany (5.4 percent).

Imports by country of origin

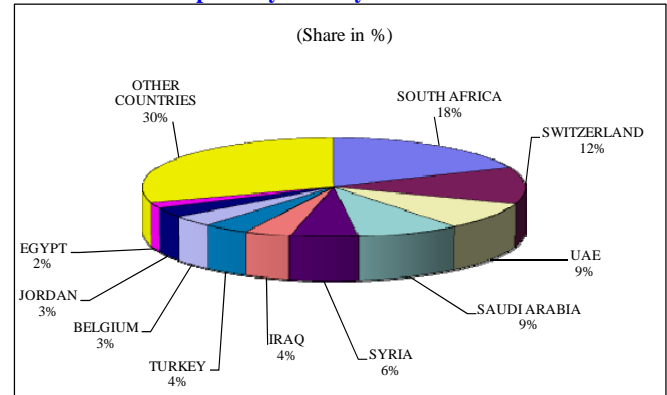


Source: Lebanese Customs

Exports of goods slightly decreased to USD 345 million from USD 355 million in May 2012 and USD 411 million in June 2011. In the first half of 2012, exports advanced, however, by 2.6 percent with reference to the corresponding previous year period.

Pearls, precious and semi - precious stones were on top of the list with a share of 39.3 percent of total exports, followed by machinery and mechanical appliances (11.8 percent) and base metals and articles of base metals (9.9 percent). South Africa outperformed all others in terms of exports by country of destination with 18.7 percent of the total, trailed by Switzerland and UAE with 11.7 percent and 8.8 percent respectively.

Exports by country of destination



Source: Lebanese Customs

The trade deficit widened to USD 1,368 million, from USD 1,290 a month earlier and USD 1,160 million in June 2011. It broadened in the first half 2012 by 22.5 percent in respect of the first half 2011.

External Sector Indicators

	USD million	Jun-11	May-12	Jun-12
Imports		1,571	1,645	1,713
Exports		411	355	345
Trade deficit		-1,160	-1,290	-1,368
Balance of payments		564	-82	-23
Gross foreign currency reserves		28,334	29,569	29,260

Source: Lebanese Customs, BDL.

The overall balance of payments reported a minor deficit of USD 23 million following the USD 82 million deficit in May 2012 (USD 564 million surplus in June 2011). In the first half 2012, a USD 1,021 million deficit accumulated and represented a decrease in net foreign assets of banks and financial institutions (USD -2,169 million) partly offset by an increase in net foreign assets of the central bank (USD +1,148 million)

Gross foreign currency reserves of the Central bank decreased to USD 29,260 million from USD 29,569 million in the previous month (USD 28,334 million at the end of June 2011). The U.S. dollar average rate remained stable at LBP 1507.5 with the Central bank maintaining its foreign exchange intervention rates at LBP 1,501 per one USD for bid and LBP 1,514 per one USD for ask.



III-FINANCIAL SECTOR

1. Commercial Banks

Total consolidated assets of commercial banks operating in Lebanon amounted to LBP 219,940 billion (USD 145.9 billion) at the end of June 2012, thus rising by 3.8 percent from end December 2011 (+5.0 percent growth in the first half of 2011).

Total deposits at commercial banks, including resident and non-resident private sector deposits and public sector deposits grew by 3.6 percent in the first half of 2012 and constituted 83.5 percent of total assets with an equivalent value of LBP 183,764 billion (around USD 121.9 billion) at the end of the period.

Commercial Banks Balance Sheet -Main items

End of period-LBP billion	Jun-11	May-12	Jun-12
Total Assets	204,160	218,375	219,940
Total deposits	170,543	182,390	183,764
Resident private sector	138,054	146,631	147,140
Non-resident private sector	30,006	32,605	33,584
Public sector deposits	2,483	3,154	3,040
Capital accounts	15,609	17,509	17,850
Total claims on the private sector	56,164	63,149	62,868
Resident private sector	48,766	54,069	54,529
Non-resident private sector	7,397	9,080	8,340
Total claims on public sector	41,676	43,959	44,266
Bills & Bonds in LBP	23,594	24,601	24,819
Bonds in FC	18,001	19,252	19,337
Claims on non resident banks	27,182	19,018	20,037
Other foreign assets	8,168	8,978	8,793
Deposits at the central bank	65,125	76,258	76,747

Source: BDL.

The breakdown of total deposits shows that private sector deposits denominated in LBP rose by 6.4 percent from end December 2011, while those denominated in foreign currencies increased by 2.1 percent, resulting in a deposit dollarization rate of 65.0 percent at the end of May 2012, down from 65.9 percent at the end of December 2011. The itemization of total deposits reveals also a growth in non-resident private sector deposits (+4.8 percent), in resident private sector deposits (+3.3 percent) and in public sector deposits (+1.4 percent) in the first half of 2012. Subsequently, resident private sector deposits accounted for 80.1

percent of total deposits at end June 2012 (18.3 percent for non-resident private sector and 1.6 percent for public sector deposits).

Total capital amounted to LBP 17,850 billion (USD 11,841 million) at the end of June 2012 and represented around 8.1 percent of total assets. Total capital increased by 10.4 percent from end December 2011.

Total claims on the resident and non-resident private sector expanded by 5.9 percent in the first half of 2012 to reach LBP 62,869 billion at the end of the period. The dollarization rate of these loans decreased to 78.1 percent at the end of June, and the ratio of total loans to total deposits attained 34.8 percent.

Total claims on the public sector reached LBP 44,266 billion at the end of June 2012, thus increasing by only 0.5 percent from the beginning of the year. At the end of the stated month, commercial banks held USD 12,827 million of Eurobonds (nearly 62.7 percent of the total outstanding portfolio) and LBP 24,819 billion of Lebanese treasury bills (51.8 percent of the total portfolio in circulation).

Deposits at the Central Bank climbed in the first half of 2012 by 7.9 percent to total LBP 76,747 billion at the end of the period, while claims on non-resident banks decreased by 9.1 percent to LBP 20,037 billion (USD 13.3 billion) to represent 17.1 percent of private sector deposits in foreign currencies at the end of June 2012.

2. Investment Banks

Total consolidated assets of investment banks operating in Lebanon (including medium and long term credit banks) amounted to LBP 6,172 billion (around USD 4.1 billion) at the end of June 2012, thus decreasing by 1.1 percent in one month and by 2.0 percent from end of December 2011 (-4.4 percent in the first half 2011).

The 2.0 percent decrease in total assets was associated with a 13.1 percent expansion in capital accounts offset by a 4.8 percent drop in private sector deposits (resident & non-resident), representing around 54.3 percent of the total balance sheet, and a 7.5 percent drop in other items, representing around 23.3 percent of total assets.



Claims on private sector decreased by only 0.2 percent in the first half of 2012 while claims on the public sector retreated by 5.3 percent to constitute together 46.3 percent of total assets.

"Cash and banks", the largest asset item, decreased by 2.2 percent in the first half of 2012 to account for 45.8 percent of total assets at the end of the period.

3. Financial Markets

The total number of shares traded on the Beirut Stock Exchange regressed to 6,245 thousand shares with a traded value of USD 60.0 million in June 2012 compared to 6,344 thousand shares with a traded value of USD 43.1 million in the previous month (2,800 thousand shares with a value of USD 34.9 million in June 2011).

During June 2012, the traded value by economic sectors was as such: 54.4 percent for Development and Reconstruction, 45.5 percent for Banking, and 0.1 percent for Industrial sector.

Capital Markets

	Jun-11	May-12	Jun-12
BSE			
Traded shares (ooo)	2,800	6,344	6,245
Traded value (USD million)	34.9	43.1	60.0
Market capitalization (USD million)	11,331	10,199	10,069
Outstanding treasury bills (LBP billion)	46,939	50,297	47,658
Outstanding sovereign Eurobonds (USD million)	17,557	18,289	20,169
Outstanding private sector (banks) securities (USD million)	585	543	543

Source: BDL, BSE

The market capitalization of listed shares decreased to USD 10,069 million at the end of June 2012, compared to USD 10,199 million at the end of the previous month and USD 11,331 million at the end of June 2011. Banking had a 74.4 percent weight, whereas Development and Construction 21.5 percent.

The face value of the outstanding treasury bills portfolio denominated in the domestic currency retreated to LBP 47,658 billion at the end of June 2012 while **the value of the outstanding sovereign bonds portfolio** denominated in foreign currencies (**Eurobonds**) progressed to USD 20,169 million. This

is due to the issue of USD 2 billion Eurobonds by the ministry of Finance, where BDL exchanged this amount from its portfolio in Lebanese pound.

The outstanding value of bank-issued certificates of deposits, Euro-CDs, and subordinated debt stood unchanged at USD 543 million at the end of June 2012. **The outstanding value of the certificates of deposits issued by BDL** in the domestic currency slightly increased to LBP 23,097 billion while BDL certificates of deposits denominated in foreign currencies were steady at USD 8.5 billion (o/w USD 2 billion Euro-CD's).

IV- MONETARY DEVELOPMENTS

The stock of money and quasi money (M3) expanded to LBP 151,292 billion at the end of June 2012, of which 59.1 percent denominated in foreign currencies, thus increasing by 0.4 percent in one month and by 3.2 percent from end December 2011 (+2.3 percent in the first half 2011).

Money Supply & Counterparts

	LBP billion	Jun-11	May-12	Jun-12
M3		142,056	150,683	151,292
Net foreign assets		67,535	63,763	63,826
Net claims on public sector		48,670	51,929	52,060
Valuation Adjustment		-12,699	-13,291	-13,372
Claims on private sector		51,120	56,538	56,997
Other items-net		-12,570	-8,257	-8,219
CPI (2004=100)		137.97	145.93	143.67

Source: BDL, CRI.

The LBP 4,717 billion growth in M3 in the first half of 2012 resulted from an increase in each of claims on the private sector (+LBP 2,833 billion), net claims on public sector (+LBP 1,151 billion), and net other items (+LBP 2,458 billion) against a drop in net foreign assets (-LBP 1,638 billion) and valuation adjustment (-LBP 87 billion).

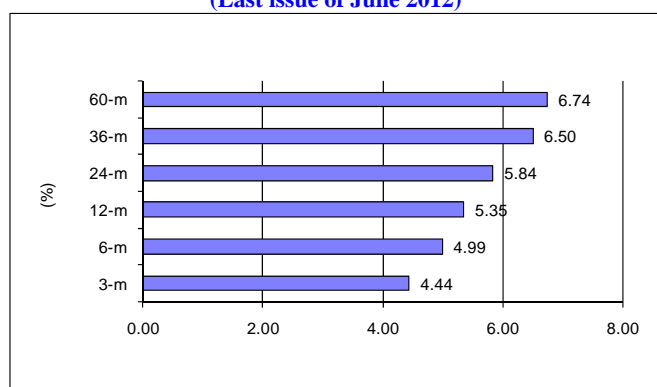
The Consumer Price Index (CPI) for Beirut and Suburbs, published by the Consultation and Research Institute, decreased by 1.6 percent in June 2012 compared to the previous month, but increased by 4.1 percent compared to June 2011.



The Consumer Price Index (CPI) for Lebanon, published by the Central Administration of Statistics, decreased by 1.3 percent in June 2012, but rose by 2.0 percent in respect of June 2011.

The interest rates on LBP monetary instruments were stable at the end of June 2012 on 45 and 60-day-certificates of deposits issued by BDL reading 3.57 percent and 3.85 percent respectively. The yields on the new issued Lebanese Treasury bills stood unchanged in June 2012 and read at the end of the month: 4.44 percent for three-month bills, 4.99 percent for six-month bills, 5.35 percent for one-year bills, 5.84 percent for two-year bills, 6.50 percent for three-year bills and 6.74 percent for five-year bills.

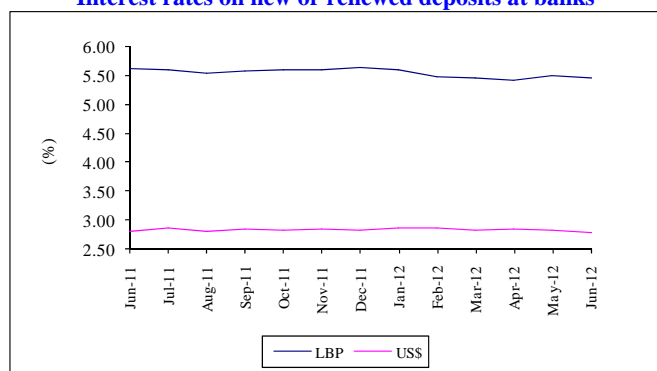
Yield on Lebanese treasury bills denominated in LBP
(Last issue of June 2012)



Source: BDL

In June 2012, the average interest rate on new or renewed LBP and USD deposits at commercial banks slightly decreased to 5.45 percent (5.49 percent in the previous month) and 2.78 percent (2.83 percent in May 2012) respectively. The average 3-month USD LIBOR stood at 0.47 percent.

Interest rates on new or renewed deposits at banks



In June 2012, the average interest rate on new or renewed denominated loans at commercial banks in LBP and USD increased a little to 7.44 percent (7.34 percent a month earlier) and 7.15 percent (7.12 percent one month back) respectively.

V- PUBLIC FINANCES

Government revenues, composed of budget revenues and treasury receipts reached LBP 1,470 billion in June 2012, to total LBP 7,642 billion in the first half 2012 (LBP 7,186 billion in the first half 2011). The LBP 7,642 billion revenues encompassed LBP 7,332 billion budget revenues and LBP 310 billion treasury receipts.

Government expenditures, consisting of budget and treasury spending, attained LBP 1,458 billion in June 2012 to sum LBP 9,350 billion in the first half 2012 (LBP 8,490 billion in the first half 2011). The LBP 9,350 billion expenditures incorporated LBP 2,872 billion debt service and LBP 6,478 billion other general expenditures, o/w LBP 1,479 billion related to EDL and LBP 528 billion to budget expenditures for previous years

Fiscal Situation

LBP billion	Jun-11	May-12	Jun-12
Government revenues	1,823	1,408	1,470
Tax revenues	626	998	1,168
Non-tax revenues	1,146	364	248
Treasury receipts	51	46	54
Government expenditures	1,295	1,482	1,458
Debt service	465	527	412
Others	830	955	1,046
Overall balance	528	-74	12
Primary balance	993	453	424

Source: Ministry of Finance.

Total Deficit increased as such to LBP 1,708 billion in the first half 2012, whereas the primary balance recorded an LBP 1,164 billion surplus.

Gross public debt amounted to LBP 83,284 billion (the equivalent of USD 55.2 billion) at the end of June 2012, thus increasing by 3.0 percent compared to end December 2011.

Net public debt, which subtracts public sector deposits at commercial banks and the central bank from gross



public debt, amounted to LBP 71,010 billion at the end of June 2012, thus rising by 1.6 percent from end December 2011.

Public Debt

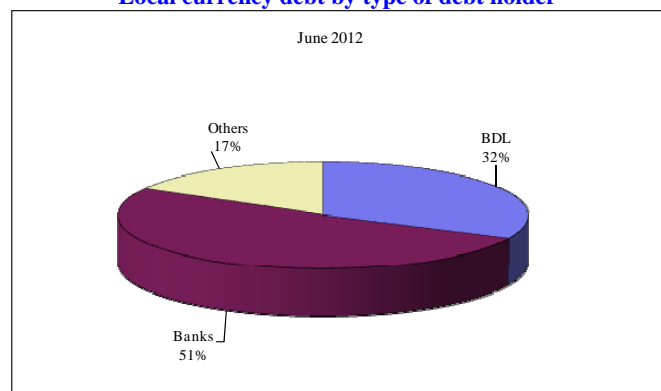
LBP billion	Jun-11	May-12	Jun-12
Public Debt (Gross)	79,220	83,100	83,284
Debt in LBP	47,955	51,193	48,505
Debt in FC	31,265	31,907	34,779
Public Debt (Net)	68,772	71,116	71,010
Public sector deposits	10,448	11,984	12,274
Commercial Banks	2,483	3,154	3,040
BDL	7,965	8,830	9,234

Source: BDL.

The shares of the local currency debt and foreign currency debt of the total gross were around 58.2 percent and 41.8 percent respectively at the end of June 2012. The distribution of local currency debt by type of holder was as follows: 51.2 percent for banks (48.3 percent end of May 2012), 32.1 percent for the Central bank (36.1 percent in the previous month) and 16.7 percent for the non-banking sector (15.6 percent one month earlier). The breakdown of the foreign currency debt was as such: Eurobonds (88.6 percent), Multilateral (5.8 percent), Bilateral (4.4 percent), Paris II loans (0.9 percent) and others (0.3 percent).

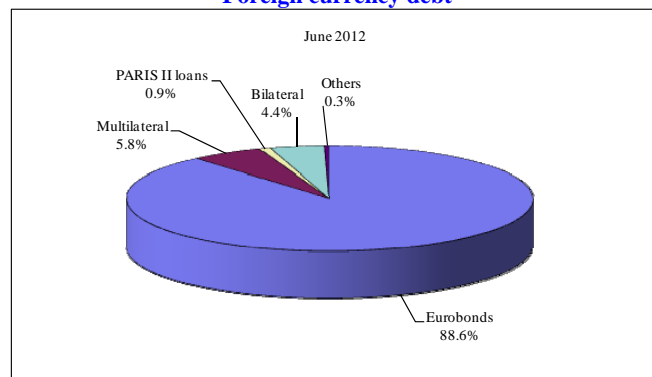
The average maturity of the Government debt securities denominated in the domestic currency is estimated at 908 days as at end June 2012 with a weighted interest of 6.65 percent, while the average maturity of the Government debt instruments denominated in foreign currencies is around 5.84 years with a weighted interest of 6.83 percent.

Local currency debt by type of debt holder



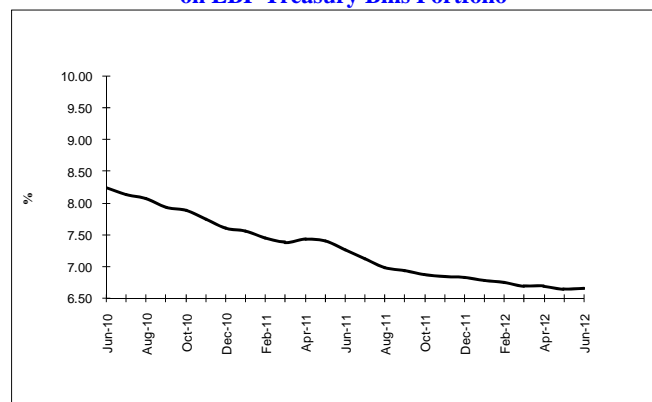
Source: BDL.

Foreign currency debt

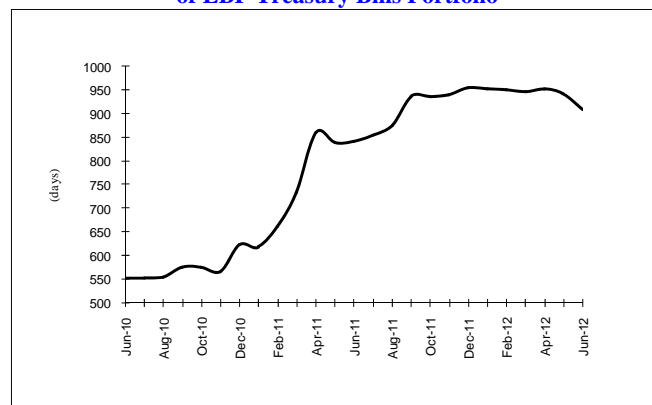


Source: BDL.

Weighted Average Interest Rate on LBP Treasury Bills Portfolio



Weighted Average Life of LBP Treasury Bills Portfolio



GENERAL INDICATORS OF ECONOMIC ACTIVITIES

	2011	2011 Jan - Jun	2012 Jan - Jun	Jun-11	May-12	Jun-12
Imports of Industrial Equipment (000's US\$)	275,046	159,471	145,128	28,474	27,294	28,478
Building Permits (000's m2)	16,465	8,852	7,551	1,793	1,443	1,367
Cement Delivery (000s' tons)	5,550	2,661	2,587	585	562	512
Checks Cleared in LBP (billion LBP)	21,483	10,764	10,888	1,743	1,803	1,934
Checks Cleared in FC (million US\$)	57,845	26,993	27,573	4,713	4,746	4,766
Shipped Goods (tons)-Beirut Port	786,374	414,450	405,910	84,082	75,060	67,689
Unloaded Goods (tons)-Beirut Port	5,899,097	2,830,740	3,080,011	530,340	519,268	567,224
Passengers Arrivals (000's)-BIA	2,815	1,248	1,397	305	229	317
Passengers Departures (000's)-BIA	2,781	1,153	1,333	208	209	229
Total exports of goods (million USD)	4,265	2,117	2,172	411	355	345
Total imports of goods (million USD)	20,158	9,228	10,882	1,571	1,645	1,713
Balance of Trade (million USD)	-15,893	-7,111	-8,710	-1,160	-1,290	-1,368
Changes of Net Foreign Assets in the banking system (million USD)	-1,996	-479	-1,021	564	-82	-23
Gross Foreign Currency Reserves (End of period-million USD)	30,815	-	-	28,334	29,569	29,260
Consumer Price Index (End of period)	139.39	-	-	137.97	145.93	143.67

Sources: BDL ,Lebanese Customs, Consultation & Research Institute, Order of engineers, Beirut International Airport, Port of Beirut, Ministry of Industry.



TOTAL IMPORTS & EXPORTS BY PRODUCT
(Million US Dollars)

Goods	Imports			Exports		
	2011	Jan - Jun 2011	Jan - Jun 2012	2011	Jan - Jun 2011	Jan - Jun 2012
1- Live animals, animal products	867	428	370	19	11	9
2- Vegetable products	850	441	452	161	76	71
3- Fats & edible fats & oils	174	86	98	21	10	13
4- Prepared foodstuffs	1,291	602	686	380	181	202
5- Mineral products	4,624	1,766	3,286	35	23	22
6- Products of the chemical	1,725	925	908	384	174	177
7- Plastics & articles thereof	704	345	385	134	66	76
8- Raw hides & skins, leather, furskins	81	35	36	14	6	7
9- Wood & articles of wood	236	114	120	15	7	9
10- Paper & paperboard & articles thereof	432	235	177	217	104	81
11- Textiles & textile articles	703	327	360	129	69	58
12- Footwear, headgear, prepared feathers	136	67	69	23	11	15
13- Articles of stone, plaster, cement	400	194	201	37	17	21
14- Pearls, precious or semi-precious stones	2,141	836	834	1,492	697	854
15- Base metals & articles of base metal	1,523	715	737	525	309	215
16- Machinery & mechanical appliances	2,130	1,088	1,039	519	273	257
17-Transport equipment	1,480	714	757	37	21	22
18- Optical instruments & apparatus	301	145	161	22	12	9
19- Arms & ammunition	28	12	8	1	0	0
20- Miscellaneous manufactured articles	309	145	186	95	48	49
21- Works of art	23	6	13	4	2	2
Total	20,158	9,228	10,882	4,265	2,117	2,172

Source: Lebanese Customs.

IMPORTS BY ORIGIN
(Million US Dollars)

	Jan - Jun 2011	Share %	Jan - Jun 2012	Share %
USA	841	9.1	1,563	14.4
CHINA	789	8.6	847	7.8
ITALY	895	9.7	847	7.8
FRANCE	714	7.7	786	7.2
GERMANY	569	6.2	587	5.4
TURKEY	380	4.1	495	4.5
EGYPT	401	4.3	381	3.5
KUWAIT	63	0.7	317	2.9
GREECE	115	1.2	315	2.9
SWITZERLAND	369	4.0	280	2.6
OTHER COUNTRIES	4,092	44.3	4,464	41.0
TOTAL IMPORTS	9,228	100.0	10,882	100.0

Source: Lebanese Customs.

EXPORTS BY DESTINATION
(Million US Dollars)

	Jan - Jun 2011	Share %	Jan - Jun 2012	Share %
SOUTH AFRICA	324	15.3	406	18.7
SWITZERLAND	217	10.3	254	11.7
UAE	163	7.7	192	8.8
SAUDI ARABIA	160	7.6	189	8.7
SYRIA	95	4.5	126	5.8
IRAQ	123	5.8	84	3.9
TURKEY	150	7.1	83	3.8
BELGIUM	66	3.1	77	3.5
JORDAN	59	2.8	70	3.2
EGYPT	36	1.7	39	1.8
OTHER COUNTRIES	724	34.2	652	30.0
TOTAL EXPORTS	2,117	100.0	2,172	100.0

Source: Lebanese Customs.



THE CONSOLIDATED BALANCE SHEET OF COMMERCIAL BANKS OPERATING IN LEBANON
(End of Period - Billion LBP)

	2011 Jun	2011 Dec	Apr	2012 May	Jun
ASSETS					
Reserves	65,562	71,535	76,833	76,705	77,180
-Cash	436	392	423	447	433
-Deposits at the Central Bank	65,125	71,143	76,410	76,258	76,747
Claims on the Private Sector	48,766	51,594	53,782	54,069	54,529
-Claims denominated in Lebanese Pound	11,645	12,820	13,535	13,672	13,795
-Claims denominated in Foreign Currencies	37,122	38,774	40,247	40,398	40,734
Claims on the Public Sector	41,676	44,055	43,720	43,959	44,266
o/w -Treasury Bills in Lebanese Pound	23,594	24,849	24,044	24,601	24,819
-Treasury Bills in Foreign Currencies	18,001	19,100	19,577	19,252	19,337
Foreign Assets	42,747	38,436	37,421	37,075	37,170
-Claims on Non-Resident Private Sector	7,397	7,764	9,028	9,080	8,340
-Claims on Non-Resident Banks	27,182	22,054	19,444	19,018	20,037
-Other Foreign Assets	8,168	8,618	8,949	8,978	8,793
Fixed Assets	5,014	5,131	5,168	5,146	5,176
Unclassified Assets	395	1,166	1,220	1,421	1,619
TOTAL ASSETS	204,160	211,918	218,144	218,375	219,940
LIABILITIES					
Liabilities to the Private Sector	138,054	142,385	146,322	146,631	147,140
-Demand Deposits in Lebanese Pound	3,082	3,201	3,333	3,366	3,470
-Other Deposits in Lebanese Pound	49,115	52,188	54,460	54,904	55,108
-Deposits in Foreign Currencies	85,858	86,997	88,529	88,362	88,561
Liabilities to the Public Sector	2,483	2,999	3,210	3,154	3,040
Deposits of Non-Residents	30,006	32,054	32,703	32,605	33,584
-Denominated in Lebanese Pound	3,656	4,057	4,600	4,625	4,686
-Denominated in Foreign Currencies	26,350	27,997	28,102	27,980	28,898
Liabilities to Non-Resident Banks	8,593	8,764	9,875	9,765	9,312
Bonds	639	661	685	687	646
Capital Base	15,609	16,162	17,315	17,509	17,850
-Core Capital	14,903	15,327	16,561	16,760	17,118
-Supplementary Capital	706	834	754	750	732
Unclassified Liabilities	8,777	8,893	8,035	8,024	8,367
TOTAL LIABILITIES	204,160	211,918	218,144	218,375	219,940

Source: BDL.



MONEY SUPPLY AND COUNTERPARTS
(End of Period - Billion LBP)

	2011	2011		2012	
	Jun	Dec	Apr	May	Jun
Money Supply					
Currency in circulation	2,696	2,891	2,727	2,691	2,752
+ Demand Deposits in LBP	3,125	3,247	3,392	3,413	3,535
= M1	5,821	6,138	6,119	6,104	6,288
+ Other Deposits in LBP	49,376	52,505	54,880	55,317	55,519
= M2	55,197	58,643	60,999	61,421	61,807
+ Deposits in Foreign Currencies	86,554	87,640	89,090	88,942	89,161
+ Bonds	305	293	317	320	323
= M3	142,056	146,576	150,407	150,683	151,292
+ Treasury Bills Held by the Public	7,913	7,789	8,027	7,978	8,099
= M4	149,969	154,365	158,434	158,661	159,391
Counterparts of the Money Supply					
Net Foreign Assets	67,535	65,464	65,534	63,763	63,826
o/w Gold	20,998	21,709	23,128	21,785	21,839
Net Claims on the Public Sector	48,670	50,909	51,813	51,929	52,060
Valuation Adjustment	-12,699	-13,285	-14,756	-13,291	-13,372
Claims on the Private Sector	51,120	54,164	56,247	56,538	56,997
Claims in LBP	11,998	13,202	13,915	14,055	14,177
Claims in FC	39,121	40,962	42,332	42,483	42,820
Other Items (Net)	-12,570	-10,676	-8,431	-8,257	-8,219
TOTAL	142,056	146,576	150,407	150,683	151,292

Source: BDL.



OUTSTANDING PUBLIC DEBT BY TYPE OF HOLDER
(End of Period - Billion LBP)
(Actual Value*)

Year And Month	Total Debt	Local Currency Debt				Foreign Currency Debt					
		Central			Total	IDI**	FG+	Paris II		Total	
		Bank	Banks	Others ⁽¹⁾				loans	Others ⁽²⁾		
2010	Dec	79,298	13,130	27,214	7,911	48,255	2,272	1,475	460	26,836	31,043
2011	Jun	79,220	15,975	24,067	7,913	47,955	2,296	1,540	437	26,992	31,265
	Jul	79,609	16,814	23,521	7,969	48,304	2,270	1,546	431	27,058	31,305
	Aug	80,526	17,162	23,442	7,827	48,431	2,279	1,560	394	27,862	32,095
	Sep	81,971	16,257	26,241	7,802	50,300	2,196	1,518	368	27,589	31,671
	Oct	81,795	16,226	26,084	7,749	50,059	2,196	1,540	380	27,620	31,736
	Nov	81,503	16,365	25,560	7,807	49,732	2,126	1,513	362	27,770	31,771
	Dec	80,887	16,374	25,177	7,789	49,340	2,097	1,511	351	27,588	31,547
2012	Jan	80,944	16,507	25,026	7,846	49,379	2,118	1,539	357	27,551	31,565
	Feb	81,372	17,016	24,848	7,798	49,662	2,121	1,565	324	27,700	31,710
	Mar	81,567	18,006	24,618	7,867	50,491	2,105	1,572	322	27,077	31,076
	Apr	82,982	18,555	24,272	8,027	50,854	2,083	1,548	318	28,179	32,128
	May	83,100	18,479	24,736	7,978	51,193	2,022	1,517	300	28,068	31,907
	Jun	83,284	15,569	24,837	8,099	48,505	2,008	1,521	303	30,947	34,779

Source :BDL.

* The figures are equal to the principal paid plus the interests due.

** IDI : International Development Institutions.

+ FG : Foreign Governments.

(1) Include: public TB's, public entities TB's and financial institutions TB's.

(2) Include: Eurobonds holders (banks, non banks, residents and non residents), foreign private sector loans and special TB's in FC (expropriation bonds).

TREASURY BILLS PORTFOLIO IN LBP
(Face value, Billion LBP)

Year And Month	In Circulation End of period	Issue	Reimbursement	Weighted	Weighted	
				Average	Average	
				Life	Interest	
				(days)	(%)	
2010	Dec	47,237	3,821	2,028	623	7.60
2011	Jun	46,939	1,861	1,938	841	7.27
	Jul	47,313	2,259	1,885	854	7.13
	Aug	47,412	2,328	2,229	876	6.99
	Sep	49,380	3,549	1,581	937	6.94
	Oct	49,187	1,265	1,458	936	6.87
	Nov	48,771	1,163	1,579	941	6.84
	Dec	48,384	1,679	2,066	955	6.83
2012	Jan	48,363	1,371	1,392	953	6.78
	Feb	48,608	1,366	1,121	951	6.75
	Mar	49,588	2,220	1,240	947	6.69
	Apr	50,000	1,652	1,240	953	6.69
	May	50,297	1,605	1,308	943	6.64
	Jun	47,658	1,209	3,848	908	6.65

Source:BDL.



AVERAGE INTEREST RATES

Year And Month	Average Lending Rate on Funds in		Average Deposit Rate on Funds in		Inter Bank Rate *	3m Libor \$	Interest rates on TBs (last issue)							
	LBP	US\$	LBP	US\$			3-m	6-m	12-m	24-m	36-m	60-m	84-m	
	2010	Dec	7.91	6.74			5.68	2.80	2.75	0.30	3.89	4.42	4.59	5.27
2011	Jun	7.59	6.98	5.62	2.81	2.76	0.25	3.89	4.40	4.59	5.27	5.85	6.09	
	Jul	7.33	7.03	5.59	2.86	2.75	0.25	3.85	4.40	4.59	5.27	5.85	6.09	
	Aug	7.53	7.16	5.53	2.80	2.77	0.29	3.89	4.40	4.59	5.27	5.85	6.09	
	Sep	7.37	6.92	5.58	2.84	3.79	0.35	3.89	4.40	4.59	5.27	5.85	6.09	7.46
	Oct	7.27	7.10	5.60	2.82	2.75	0.41	3.89	4.40	4.59	5.27	5.85	6.09	
	Nov	7.31	6.99	5.59	2.84	2.75	0.48	3.89	4.40	4.59	5.27	5.85	6.09	
	Dec	7.38	7.02	5.63	2.83	2.75	0.56	3.89	4.40	4.59	5.27	5.85	6.09	
2012	Jan	7.19	6.99	5.60	2.87	2.75	0.57	3.89	4.39	4.59	5.27	5.85	6.09	
	Feb	7.07	7.13	5.47	2.87	2.75	0.50	3.89	4.40	4.59	5.27	5.85	6.09	
	Mar	7.16	7.06	5.46	2.83	2.76	0.47	4.38	4.87	5.06	5.74	6.38	6.63	
	Apr	7.49	7.10	5.42	2.84	2.78	0.46	4.39	4.87	5.08	5.76	6.40	6.63	
	May	7.34	7.12	5.49	2.83	2.75	0.47	4.39	4.87	5.08	5.76	6.40	6.63	
	Jun	7.44	7.15	5.45	2.78	2.75	0.47	4.39	4.87	5.08	5.76	6.40	6.63	

Sources: BDL, Société Financière du Liban s.a.l.

* On Funds in LBP, weighted by daily volume.

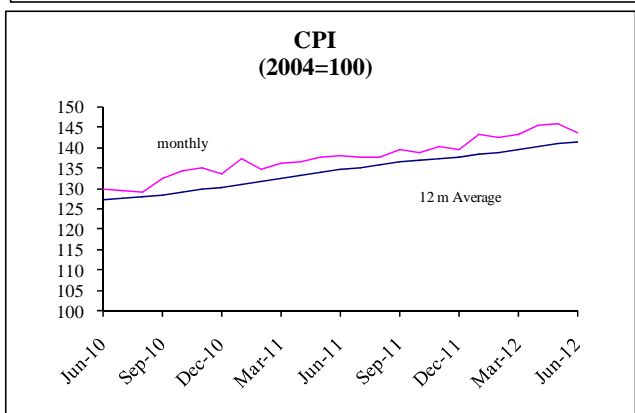
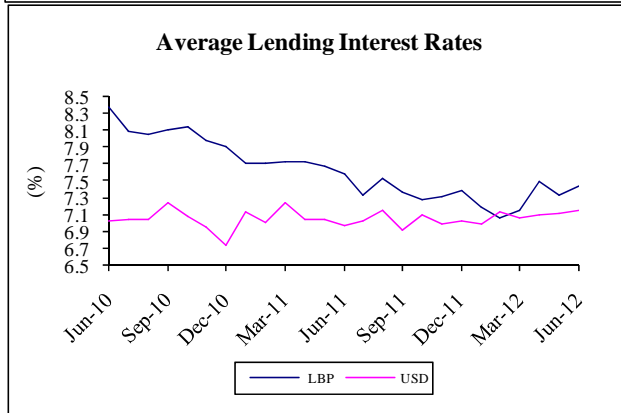
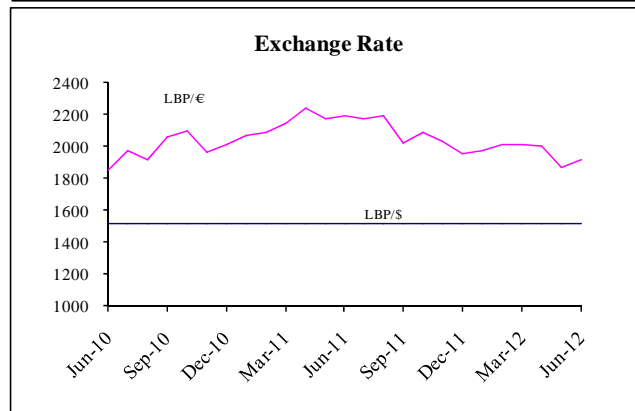
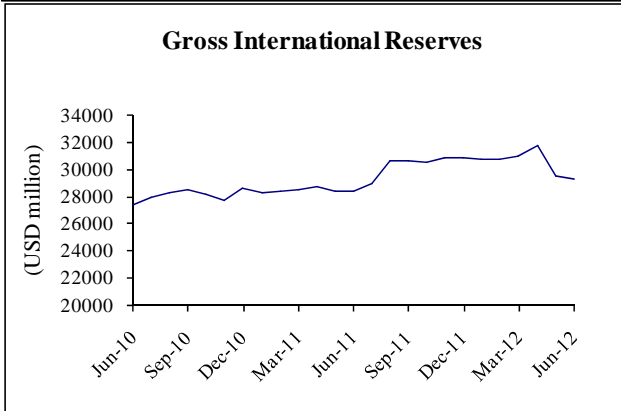
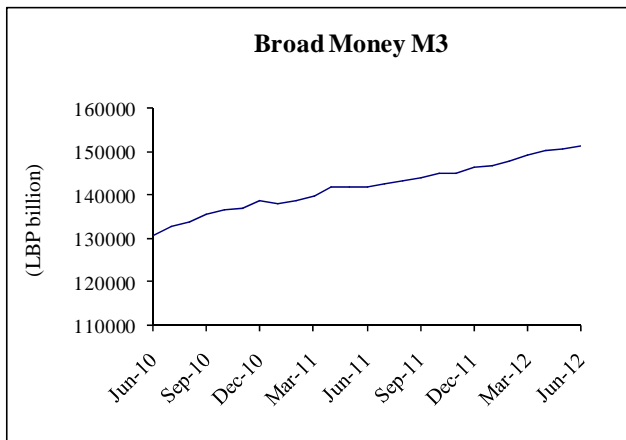
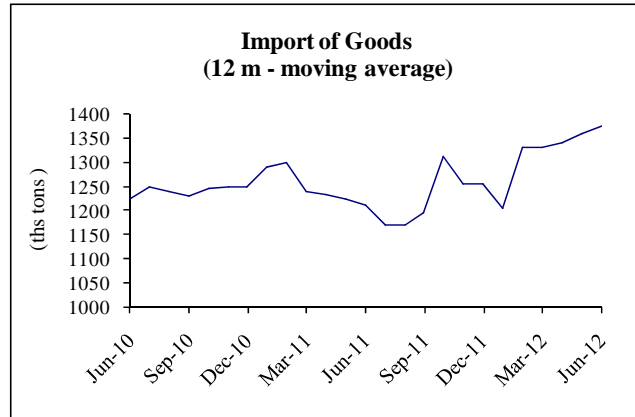
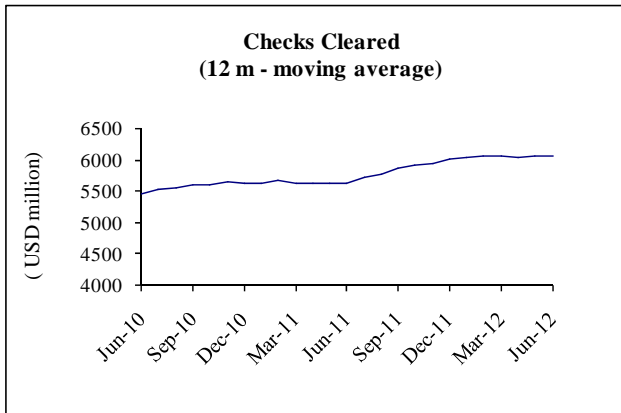
END OF PERIOD EXCHANGE RATES
(LBP per other currencies)

Year and Month	US Dollar	Swiss Franc	British Pound	Japanese Yen	Euro	
2010	Dec	1,507.50	1,611.50	2,323.75	18.50	2,002.75
2011	Jun	1,507.50	1,793.50	2,421.00	18.72	2,188.50
	Jul	1,507.50	1,911.75	2,476.75	18.58	2,167.75
	Aug	1,507.50	1,847.45	2,473.00	19.62	2,187.40
	Sep	1,507.50	1,663.00	2,352.50	19.55	2,020.75
	Oct	1,507.50	1,718.00	2,424.00	19.29	2,087.00
	Nov	1,507.50	1,652.00	2,362.50	19.44	2,026.75
	Dec	1,507.50	1,607.15	2,341.25	19.59	1,950.75
2012	Jan	1,507.50	1,638.50	2,375.75	19.78	1,972.50
	Feb	1,507.50	1,666.65	2,400.00	18.54	2,009.50
	Mar	1,507.50	1,670.35	2,411.25	18.21	2,010.25
	Apr	1,507.50	1,661.25	2,446.75	18.88	1,995.25
	May	1,507.50	1,551.75	2,323.00	19.24	1,864.00
	Jun	1,507.50	1,587.70	2,360.75	18.85	1,907.75

Source: BDL.



Indicative Charts



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