

**US\$ 400 MILLION INCREASE OF US\$ 250 MILLION 8.625% NOTES DUE 2013
31 MAY, 2007**

The Lebanese Republic raised US\$ 400 million by re-opening the US\$ 250 million Eurobond due 2013. The Eurobond issuance, that closed May 31st 2007, brings the total of the 8.625% Notes due June 2013 to US\$ 650 million. Citigroup Global Markets Limited and BLOM Bank S.A.L. were the joint lead managers for the issue for the Republic.

Terms and Conditions

Issue Size:	USD 400,000,000
Issue Date:	May 31, 2007
Maturity:	June 20, 2013
Coupon:	8.625%
Coupon payment:	Semi-annual
Principal payment:	Bullet payment at maturity
Issue/Re-offer Price:	99.41% + 160 days of accrued interest, from and including last coupon payment December 20, 2006
Re-offer Yield:	8.75%
ISIN Code:	XS0222794249
Re-offer Spread:	UST +413.3 bps
Benchmark Bond:	UST 4.5% 04/2012 (yielding 4.617%)
Joint lead managers:	Citigroup Global Markets Limited and BLOM Bank S.A.L.