

Financially Yours,

Your Daily Electronic Market Report

LEBANESE EUROBONDS

USD	Coupon	Maturity	Bid	Offer	Bid Yield	Offer Yield	Duration	M duration	Frq
9 Lebanon May 14	9.000	02/05/2014	106.000	108.000	5.158	3.947	1.53	1.50	2
8.50 Lebanon Aug 15	8.500	06/08/2015	110.000	112.000	4.780	4.088	2.64	2.58	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	110.000	112.000	5.219	4.608	2.99	2.92	2
9 Lebanon Mar 17	9.000	20/03/2017	113.500	115.500	5.589	5.126	3.74	3.64	2
5.15 Lebanon Nov 18	5.150	12/11/2018	97.500	99.500	5.633	5.244	5.28	5.14	2
6.375 Lebanon Mar 20	6.375	09/03/2020	99.750	101.750	6.417	6.081	5.90	5.72	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	110.750	112.750	6.591	6.305	6.28	6.08	2
6.1 Lebanon 2022	6.100	04/10/2022	98.000	100.000	6.371	6.099	7.51	7.29	2
7 Lebanon Dec 2024	7.000	03/12/2024	102.000	104.000	6.755	6.519	8.33	8.07	2
6.60 Lebanon Dec 2026	6.600	27/11/2026	97.500	99.500	6.877	6.653	9.23	8.93	2

EMERGING MARKETS

USD	Coupon	Maturity	Bid	Offer	Mid Yield
ABCD FINANCE	4.750	08/10/2014	105.405	105.405	2.088
BANCO DO BRASIL	4.500	22/01/2015	105.250	105.650	2.133
DAR AL ARKAN INTL.	10.750	18/02/2015	106.530	106.530	7.764
PROV DE BUENOS A.	11.750	05/10/2015	81.500	82.500	19.777
AFRICAN BANK LTD	8.125	24/02/2017	102.250	102.750	7.455
CROATIA	6.250	27/04/2017	105.750	106.250	4.790
DUBAI DOF SUKUK	4.900	02/05/2017	106.500	107.250	3.293
PETROLEOS DE VEN	8.500	02/11/2017	87.750	88.750	11.585
DOLPHIN ENERGY	5.888	15/06/2019	113.530	113.530	3.616
KUWAIT PROJECTS	9.375	15/07/2020	117.030	117.030	6.563
VIMPELCOM HLDGS	7.504	01/03/2022	101.750	102.250	7.209

BEIRUT STOCK EXCHANGE as 03/09/2012

Name	Price	\$Change	%Chg	P/E	Div Yield
Byblos bank	1.52	0.00	0.00%	5.24	0.07
Byblos bank GDR	79.00	0.00	0.00%	-	-
Byblos bank Pref 08'	101.3	0.00	0.00%	-	-
Byblos bank Pref 09'	102.5	0.50	0.49%	-	-
Audi (GDR)	6	0.00	0.00%	0.82	0.33
Blom (GDR)	7.7	0.00	0.00%	0.66	0.47
Solidere A	12.83	0.14	1.10%	11.59	0.08
Solidere B	12.66	0.00	0.00%	11.43	0.08
Holcim	15.50	0.00	0.00%	16.42	0.05
Casino	545	0.00	-	-	-

Benchmark	Maturity	Yield
US TREASURY	2 YEARS	0.234
	5 YEARS	0.614
	10 YEARS	1.571
	30 YEARS	2.689
EUR BUND	2 YEARS	-0.032
	5 YEARS	0.348
	10 YEARS	1.365
	30 YEARS	2.142

Equity Indices	Price	% Change
NASDAQ Comp	3066.97	0.00%
NASDAQ 100	2772.74	0.00%
DJI	13090.84	0.00%
S&P 500	1406.58	0.00%
Nikkei	8783.89	-0.63%
SMI	6437.66	0.78%
CAC 40	3453.71	1.19%
DAX	7014.83	0.63%
FTSE	5758.41	0.82%
Euronext 100	658.31	1.18%

Arab Indices	Price	%Change
BLOM Stock Index .BLSI	1126.96	0.06%
SAUDI All Share .SASI	7078.53	-0.17%
Doha Stock Market .QSI	8462.6	0.09%
Kuwait SE .KWSE	5908.51	0.20%
Abu Dhabi SE .ADI	2556.82	-0.01%
Egyptian .CASE30	5459.92	0.65%
Dubai FM Gen Id .DFMGI	1547.66	0.13%
Morocco CFG 25	5523.01	0.00%
Bahrain .BAX	1072.6	0.00%

Tracker Underlying	Last Price	% Change
FXI China	33.07	0.36
EWG Germany	21.22	1.34
EWJ Japan	9.06	0.11
EWY Korea	56.29	0.82
EWT Taiwan	12.66	1.44
EWZ Brazil	52.72	0.75
IIF India	15.37	0.65
RNE Eastern Europe	15.50	1.18
TKF Turkey	14.66	2.02
GLD Gold	164.22	2.31
USO Oil	35.89	1.79

Byblos Bank Deposits	Rates
USD*	
1 months	1.75%
3 Months	1.75%
6 Months	1.80%
1 Year	1.80%
*Benchmark amount 100-200 thds	
LBP*	
1 months	4.75%
3 Months	4.75%
6 Months	4.90%
1 Year	4.90%
*Benchmark amount 100-300 Millions	

Commodities	Price	%Change
Gold / Oz	1684.60	1.88%
Silver / Oz	31.37	3.30%
Palladium / Oz	627.95	2.12%
Platinum / Oz	1536.30	2.24%
Copper/ Lbs	345.40	0.39%
Aluminum / Lbs	104.55	0.87%
Coffee / Lbs	163.00	0.00%
Cocoa EUR / 100 Kg	2642.00	0.00%
Wheat / Tone	870.00	-1.53%
Soybean / Bsh	1764.50	-0.32%
Wti / Bbl	96.31	1.76%
Brent	114.67	1.45%

Libor USD	Rate
1 months	0.23
3 Months	0.42
6 Months	0.71
1 Year	1.03
Libor EUR	
1 months	0.07
3 Months	0.17
6 Months	0.45
1 Year	0.75

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1501	1510		
Euro	1.2617	1.2619	1.2627	1.2578
JPY	78.34	78.38	78.42	78.23
GBP	1.5892	1.5896	1.5899	1.5873
CHF	0.9516	0.9521	0.9544	0.9506
CAD	0.9851	0.9855	0.9866	0.9849
AUD	1.0256	1.0257	1.0256	1.022

Key Economic Calendar	Date	Forecast
US		
ISM Manuf.	04-SEP-12	50.0
Construction Spending	04-SEP-12	0.40%
Euroland / Japan		
EZ PPI	04-SEP-12	45.3

REGIONAL MARKET

Lebanon's BLOM stock index rose 0.06 percent to 1126.96 points. Solidere A rose 1.10 percent to \$12.83 and Solidere B remained unchanged at 12.66 Byblos Bank S.A.L remained unchanged at 1.52.

Dubai's shares climbed for the second time in a week amid speculation U.S. Fed Chairman Ben S. Bernanke may take action to boost the world's biggest economy,

improving the outlook for global stocks. Dubai Investments PJSC, a venture capital firm, rose to the highest in a month. Construction company Drake & Scull International gained the most since Aug. 23. The DFM General Index increased 0.1 percent to 1,547.66 at the close, while the Bloomberg GCC 200 Index lost 0.1 percent.

TOP FX NEWS

The euro advanced 0.3 percent to 98.87 yen at 1:37 p.m. in Tokyo. The shared currency added 0.2 percent to \$1.2617, after it reached \$1.2638 on Aug. 31, the highest since July 2. The yen slid 0.1 percent to 78.36 per dollar. Australia's currency added 0.1 percent to \$1.0257, following a 0.7 percent drop yesterday. It fetched 80.37 yen, 0.2 percent above yesterday's close. Draghi told lawmakers he would be comfortable buying bonds with maturities of up to about three years, according to Jean- Paul Gauzes, a member of the European Parliament. Purchasing short-dated bonds doesn't constitute state financing, Draghi said during a closed-door parliamentary session in Brussels yesterday, Gauzes told reporters afterwards. The ECB is scheduled to hold a policy meeting on Sept. 6. The euro gained against the yen on speculation European Central Bank President Mario Draghi's plan to buy bonds of debt-saddled nations in the region will bolster confidence in the single currency. The 17-nation euro rose versus most of its major peers and approached a two-month high against the dollar before European Union President Herman Van Rompuy meets with German Chancellor Angela Merkel today in Berlin for talks and Italian Prime Minister Mario Monti welcomes French President Francois Hollande to Rome.

USD/JPY

Res: 79.43/79.77/80.12
Sup: 77.45/77.64/77.82

EUR/USD

Res: 1.2650/1.2671/1.2702
Sup: 1.2420/1.2545/1.2601

GBP/USD

Res: 1.5828/1.5857/1.6081
Sup: 1.5566/1.5584/1.5601

GOLD

Res: 1670.7/1687.0/1709.3
Sup: 1580.0/1602.7/1607.0

EUROLAND

European stocks rose the most in a month as an unexpected decline in Chinese manufacturing boosted speculation the government will announce further stimulus. BHP Billiton Ltd., the world's biggest mining company, climbed 1 percent as copper gained. Davide Campari-Milano SpA surged 8 percent after agreeing to buy Lascelles deMercado & Co., the Jamaican maker of Appleton rum. U.K. homebuilders advanced as analysts recommended Bovis Homes Group Plc. The Stoxx Europe 600 Index climbed 0.8 percent to 268.47 at the close of trading, the largest gain since Aug. 3. The benchmark gauge has risen 15 percent from this year's low on June 4 amid speculation central banks will undertake further so-called quantitative easing, or QE, to support the economy. National benchmark indexes gained in all western European markets, except for Greece and Iceland. The U.K.'s FTSE 100 increased 0.8 percent. France's CAC 40 rose 1.2 percent, while Germany's DAX climbed 0.6 percent. A Chinese government survey released on Sept. 1. showed factory output unexpectedly shrank for the first time in nine months in August, fueling speculation policy makers will announce more measures to drive growth. Separate data from the Australian Bureau of Statistics yesterday showed retail sales fell in July by the most in almost two years. In the euro area, an August gauge of manufacturing based on a survey of purchasing managers was revised to 45.1 from the reading of 45.3 estimated earlier, Markit Economics said yesterday. The index has held for 13 months below 50, indicating contraction. Euro-region nations are this week asking investors to stake more than 20 billion euros (\$25 billion) on second-guessing the ECB, selling the most debt in two months before the central bank's meeting on Sept. 6. BHP Billiton gained 1 percent to 1,855 pence. Boliden AB, Scandinavia's only copper producer, rose 2.3 percent to 99.55 kronor and Kazakhmys Plc increased 2.9 percent to 610 pence. Campari rallied 8 percent to 5.90 euros, the biggest gain since October 2008. The Italian distiller said it will purchase Lascelles deMercado in a deal worth \$414.8 million to hasten its push into overseas markets. Nokia Oyj, which competes with Samsung Electronics Co. in making smartphones that run Microsoft Corp.'s mobile operating system, advanced 4.7 percent to 2.37 euros. Samsung fell in Seoul as Apple Inc. sought a ban on U.S. sales of Galaxy smartphones, deepening their global patent dispute. ARM Holdings Plc, whose chip designs power Apple's iPhone, declined 2.5 percent to 559.5 pence after Deutsche Bank AG lowered its recommendation to sell from hold, saying the company is likely to face increased competition. Swiss stocks advanced the most in a month as economic reports in Asia and Europe fueled speculation central banks will boost stimulus measures. Swatch Group AG and Cie. Swiss Index also added 0.8 percent yesterday.

US.MARKETS

U.S markets were closed on Labor Day. The currency rebounded from near a six-week low, buying \$1.0264 at 3 p.m. in Sydney compared with \$1.0232 before the announcement. The decision to hold for a third straight meeting was predicted by all 24 economists surveyed by Bloomberg News. Investors are pricing in a 38 percent chance that the benchmark rate will remain at 3.5 percent next month, up from a 30 percent chance yesterday, according to swaps trading data compiled by Bloomberg. BHP Billiton Ltd.'s decision last month to delay approval of an estimated \$33 billion expansion of the Olympic Dam copper, uranium and gold mine sparked suggestions the resources boom that has powered Australian growth is over. Fortescue Metals Group Ltd., Australia's biggest iron ore producer after Rio Tinto Group and BHP, said today it's cutting its full-year capital spending forecast by 26 percent to \$4.6 billion. The Australian dollar rose after the decision as investors pared bets on RBA rate reductions. While Europe's fiscal crisis is weighing on global growth and Chinese demand, Stevens's 75 basis points of cuts in May and June helped spur domestic spending and stabilize the housing market in an economy that's avoided a recession for 21 years. Stevens said the local dollar's strength was greater than the central bank anticipated. "The exchange rate has declined over the past month or two, though it has remained higher than might have been expected, given the observed decline in export prices and the weaker global outlook," he said. Australia maintained

the highest benchmark interest rate among major developed economies as domestic demand weathers a global slowdown that's driving down the price of iron ore, the nation's biggest commodity export. Reserve Bank of Australia Governor Glenn Stevens and his board left the overnight cash-rate target at 3.5 percent, according to a statement today in Sydney. While domestic consumption was "quite firm" in the first half of the year, commodity prices have fallen "sharply" in recent months and China's growth outlook is more uncertain, he said. Secretary of State Hillary Clinton urged Southeast Asian nations and China to use diplomacy rather than force to settle maritime territorial disputes in a region rich in oil and gas, warning against missteps that might result in armed conflict. The U.S. "has a national interest" in "the maintenance of peace and stability, respect for international law, freedom of navigation, unimpeded lawful commerce in the South China Sea," Clinton told reporters after meeting with Indonesian Foreign Minister Marty Natalegawa last night in Jakarta. Rival maritime claims among half a dozen Asian nations have fueled tension this year. China is establishing a military garrison on a disputed island, while the Philippines, Vietnam, Malaysia, Taiwan and Brunei are asserting their own claims. The region is estimated to have as much as 30 billion metric tons of oil and 16 trillion cubic meters of gas, according to China's state-run Xinhua news agency.

EMERGING-MARKETS

The Bovespa snapped a three-day losing streak after a central bank survey showing a lower growth forecast for Brazil's economy spurred bets that policy makers will cut borrowing costs further to boost the recovery. Consumer-goods maker Hypermarcas SA rose the most in two weeks, leading gains by companies that sell in the local market. Cyrela Brazil Realty SA Empreendimentos e Participacoes was the best performer among homebuilders as the BM&FBovespa Real Estate Index increased for a third straight session. Card-payment processor Cielo SA advanced after saying it completed the acquisition of U.S.-based Merchant e-Solutions. The Bovespa added 0.4 percent to 57,266.75 at 2:41 p.m. in Sao Paulo. Forty stocks increased on the gauge while 24 fell. The real weakened 0.1 percent to 2.0327 per U.S. dollar. Brazilian swap rates dropped after the median forecast for economic growth this year from about 100 analysts surveyed by the central bank fell to 1.64 percent, from 1.73 percent the previous week. Brazil's central bank, led by President Alexandre Tombini, has cut the benchmark Selic lending rate by 5 percentage points since August 2011 to a record 7.5 percent in an attempt to shore up growth in Latin America's largest economy. Cyrela advanced 2.3 percent to 16.89 reais. Hypermarcas jumped 3 percent to 13.42 reais. Cielo climbed 1.6 percent to 60.98 reais.

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