

Financially Yours,

Your Daily Electronic Market Report

LEBANESE EUROBONDS

USD	Coupon	Maturity	Bid	Offer	Bid Yield	Offer Yield	Duration	Mduration	Frq
7.5 Lebanon Mar 12	7.500	19/03/2012	102.625	103.625	3.641	2.224	0.68	0.67	2
9 1/8 Lebanon Mar 13	9.125	12/03/2013	108.500	109.500	3.839	3.256	1.56	1.53	2
9 Lebanon May 14	9.000	02/05/2014	113.250	113.750	3.977	3.802	2.53	2.49	2
5.875 Lebanon Jan 2015	5.875	15/01/2015	103.000	104.000	4.936	4.630	3.15	3.08	2
8.50 Lebanon Aug 15	8.500	06/08/2015	114.000	114.625	4.687	4.530	3.46	3.39	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	113.500	114.500	5.122	4.892	3.77	3.68	2
9 Lebanon Mar 17	9.000	20/03/2017	117.000	118.000	5.484	5.297	4.58	4.46	2
6.375 Lebanon Mar 20	6.375	09/03/2020	102.750	103.750	5.963	5.817	6.69	6.50	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	115.500	116.125	6.116	6.038	7.00	6.79	2
7 Lebanon Dec 2024	7.000	03/12/2024	103.000	104.000	6.657	6.546	8.93	8.65	2

EMERGING MARKETS - EUROBONDS

USD	Coupon	Maturity	Bid	Offer	Mid Yield
DAR AL-ARKAN INT	10.750	18/02/2015	102.370	102.870	9.863
REP OF SRI LANKA	8.250	24/10/2012	106.750	107.750	2.517
PETROLEOS MEXICA.	6.000	05/03/2020	112.250	113.000	4.242
TAQA ABU DHABI	6.600	01/08/2013	108.250	108.750	2.355
ADCB F. CAYMAN	4.750	08/10/2014	104.375	105.125	3.198
PET. VENEZUELA	5.250	12/04/2017	63.000	64.000	14.904
ORASCOM	7.504	01/03/2022	99.875	100.125	7.500
REP.VENEZUELA	8.500	08/10/2014	91.500	92.500	11.509
CELL C PTY LTD	11.000	01/07/2015	101.510	103.490	10.218
BANCO DO BRASIL	4.500	22/01/2015	104.200	104.450	3.197
DOLPHIN ENER.LTD	5.888	15/06/2019	107.625	108.125	4.688

BEIRUT STOCK EXCHANGE as 04/07/2011

Name	Price	\$Change	%Chg	P/E 06	Div Yield
Byblos bank	1.69	0.01	0.60%	5.83	0.06
Byblos bank Prty	N/A	N/A	N/A	N/A	N/A
Byblos bank GDR	90	0.00	0.00%	-	-
Byblos bank Pref 08'	100	0.00	0.00%	-	-
Byblos bank Pref 09'	100	0.00	0.00%	-	-
Audi (GDR)	7.34	0.00	0.00%	1.01	0.27
Blom (GDR)	8.46	-0.14	-1.63%	0.72	0.43
Solidere A	17.2	-0.06	-0.35%	15.53	0.06
Solidere B	17.2	-0.10	-0.05%	15.53	0.06
Holcim	16.50	-1.00	-5.70%	17.36	0.05
Casino	540	0.00	-	-	-

Benchmark	Maturity	Yield
US TREASURY	2 YEARS	0.454
	5 YEARS	1.745
	10 YEARS	3.154
	30 YEARS	4.372
EUR BUND	2 YEARS	1.657
	5 YEARS	2.286
	10 YEARS	3.006
	30 YEARS	3.692

Equity Indices	Price	% Change
NASDAQ Comp	2816.03	1.53%
NASDAQ 100	2361	1.50%
DJI	12582.77	0.00%
S&P 500	1339.67	0.00%
Nikkei	9965.09	0.98%
SMI	6245.78	0.13%
CAC 40	4003.11	-0.11%
DAX	7442.96	0.32%
FTSE	6017.54	0.46%
Euronext 100	710.47	0.19%

Arab Indices	Price	%Change
BLOM Stock Index .BLSI	1327.009	-0.28%
SAUDI All Share .SASI	6625.87	-0.52%
Doha Stock Market .QSI	8481.68	0.03%
Kuwait SE .KWSE	6194.6	0.35%
Abu Dhabi SE .ADI	2715.06	0.25%
Egyptian .CASE30	5428.1	0.17%
Dubai FM Gen Id .DFMGI	1555.59	0.15%
Morocco CFG 25	5934.48	-3.75%
Bahrain .BAX	1317.72	-5.28%

Tracker Underlying	Last Price	% Change
FXI China	43.30	0.81
EWG Germany	27.14	0.93
EWJ Japan	10.52	0.86
EWY Korea	66.07	1.65
EWT Taiwan	15.39	1.38
EWZ Brazil	74.16	1.10
IIF India	21.78	-0.73
RNE Eastern Europe	18.81	1.18
TKF Turkey	16.06	0.50
GLD Gold	144.93	-0.73
USO Oil	37.15	-0.24

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	5.00%
3 Months	5.00%
6 Months	5.15%
1 Year	5.15%
*Benchmark amount 100-300 Millions	

Commodities	Price	%Change
Gold / Oz	1482.30	0.00%
Silver / Oz	33.69	0.00%
Palladium / Oz	777.75	0.00%
Platinum / Oz	1786.80	0.00%
Copper/ Lbs	429.20	0.00%
Aluminum / Lbs	111.35	-0.40%
Coffee / Lbs	267.15	-0.69%
Cocoa EUR / 100 Kg	3178.00	0.22%
Wheat / Tone	660.00	0.38%
Soybean / Bsh	1322.25	1.22%
Wti / Bbl	94.91	-0.59%
Brent	111.89	1.39%

Libor USD	Rate
1 months	0.19
3 Months	0.25
6 Months	0.40
1 Year	0.74
Libor EUR	
1 months	1.27
3 Months	1.48
6 Months	1.75
1 Year	2.13

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1512	1514		
Euro	1.4469	1.4473	1.4553	1.4457
JPY	81.09	81.1	81.11	80.69
GBP	1.6009	1.6012	1.6099	1.6005
CHF	0.8487	0.8489	0.8506	0.8468
CAD	0.9622	0.9626	0.9624	0.959
AUD	1.0678	1.0683	1.0746	1.0659

Key Economic Calendar	Date	Forecast
US		
Factory Orders	05-JUL-11	1.0%
Durable Goods	05-JUL-11	N/A
Euroland / Japan		
EZ Retail Sales	05-JUL-11	-1.0%

REGIONAL MARKET

Lebanon's BLOM stock index fell 0.28 percent to 1327.6 points. Solidere A fell 0.35 percent to \$17.20 and its Solidere B fell 0.05 percent to \$17.20 Byblos Bank S.A.L. rose 0.60 percent to 1.69.

Doha-based Alman Group WLL may sell at least \$160 million of Islamic bonds by the end of next week, a banker familiar with the deal said, declining to be

identified because the details aren't public yet. The trading and contracting group has set a price guidance of about 4.5 percent over the three-month London Interbank Offered Rate for the five-year securities, Gulf International Bank BSC, one of three banks hired to manage the sale, said in an e-mailed statement on June 28.

TOP FX NEWS

The dollar rallied versus the euro, ending a six-day drop, on speculation China's efforts to tame inflation will cool growth and damp demand for riskier assets. The U.S. currency climbed against 15 of its 16 major peers after the Beijing-based Economic Information Daily said China is likely to raise interest rates this weekend. The greenback also gained on prospects U.S. companies will bring home earnings to take advantage of a tax holiday being debated in Congress. The Australian dollar extended declines after the nation's Reserve Bank left borrowing costs unchanged. The dollar has advanced 0.8 percent in the past month against a basket of nine developed-market peers, according to Bloomberg Correlation-Weighted Currency Indexes. The dollar rose to \$1.4479 per euro as of 6:47 a.m. in London from \$1.4539 in New York yesterday, when it reached \$1.4578, the weakest level since June 9. The greenback climbed to 81.05 yen from 80.80 yen. Australia's currency fell to \$1.0679 from \$1.0734 and traded at 86.56 yen from 86.73 yen. The euro fetched 117.36 yen from 117.47 yesterday, when it touched 117.74 yen, the strongest since June 8. China is likely to raise rates to combat consumer-price increases that may have reached 6.2 percent in June, Information Daily said, citing market estimates. That followed comments by the People's Bank of China yesterday that the country still faces "large" inflationary pressure.

USD/JPY

Res: 81.27/81.77/82.23

Sup: 80.55/80.27/80.02

EUR/USD

Res: 1.4496/1.4554/1.4580

Sup: 1.4437/1.4397/1.4320

GBP/USD

Res: 1.6055/1.6101/1.6140

Sup: 1.5987/1.5973/1.5912

GOLD

Res: 1499.4/1513.9/1524.0

Sup: 1486.4/1478.0/1472.4

EUROLAND

European stock-index futures were little changed, after six straight days of gains for the Stoxx Europe 600 Index, before a U.S. report that may show factory orders rebounded in May. Asian shares and U.S. index futures fluctuated. CSM NV may slip after saying first-half earnings will decline on higher raw-material costs. Aker Solutions ASA, Norway's biggest maker of oil platforms, may climb after UBS AG advised investors to buy the shares. BNP Paribas SA and Societe Generale SA might decline after Mediobanca SpA cut its recommendation on their shares. Futures on the Euro Stoxx 50 Index, a benchmark for the euro area, fell 0.2 percent to 2,862 at 7:32 a.m. in London. Futures on the U.K.'s FTSE 100 Index expiring in September decreased 0.2 percent. The Stoxx 600 surged 4.4 percent over the past six trading days after Greek lawmakers passed a five-year austerity package, qualifying the country for further aid. The measure still slipped 1.1 percent in the second quarter on concern that Greece will fail to repay all its debt. Futures on the Standard & Poor's 500 Index lost 0.2 percent, while the MSCI Asia Pacific Index dropped 0.2 percent. Exchanges in the U.S. were closed for the Independence Day holiday yesterday. European stocks will be "struggling with the absence of any direction from Wall Street, although after last week's gains a degree of consolidation was arguably long overdue," Cameron Peacock, market analyst at IG Markets in Melbourne, wrote. CSM may extend yesterday's 5.4 percent slump. The world's largest maker of bakery ingredients said first-half earnings before interest, taxes and amortization and before one-off costs will drop to about 80 million euros, lower than last year's first-half earnings because of the increased cost of raw materials. Aker Solutions may advance after UBS raised the shares to "buy" from "neutral." BNP Paribas might retreat after France's biggest bank was cut to "underperform" from "neutral" at Mediobanca. Societe Generale, the country's second-largest bank by market value, was cut to "underperform" from "outperform" by the brokerage. Standard & Poor's and Fitch Ratings may enable European Central Bank President Jean-Claude Trichet to support a private investor rollover of Greek debt by saying a default rating would be partial and temporary. Trichet put Greece's fate in the hands of ratings companies when bank officials began saying in May that the ECB, which has lent 98 billion euros (\$142 billion) to Greek banks, would refuse to accept the nation's bonds as collateral if any "burden sharing" by private investors produced a default rating. Deutsche Telekom AG Europe's largest phone company named a McKinsey & Co. executive to run European operations and a politician to take charge of personnel. The DAX Index rose 23.52, or 0.3 percent yesterday.

US MARKETS

US Stocks were closed on the 4th of July on independence day. The S&P 500 rallied, extending the biggest weekly gain in a year, after U.S. manufacturing growth unexpectedly rose in June. The Institute for Supply Management's factory index gained to 55.3, the group said today. Economists forecast a drop to 52, according to the median estimate in a Bloomberg survey. The benchmark index for U.S. stock options decreased the most in three months as stocks rallied amid optimism Greece will contain its debt crisis and a rebound in U.S. manufacturing. Europe's VStoxx slumped. The VIX, as the Chicago Board Options Exchange Volatility Index is known, fell 25 percent this week to 15.87 as of 4:15 p.m. in New York. Earlier, it dropped to 15.12, the lowest intraday level since May 2. The index measures the cost of using options as insurance against declines in the Standard & Poor's 500 Index, which climbed 1.4 percent today for its fifth straight advance. August VIX futures fell 4 percent to 18. Apple Inc. The maker of iPhones and iPads violated two patents and was found not to have infringed two others in a case brought by closely held S3 Graphics Co. over a type of chip used to play video games on mobile devices, a U.S. International Trade Commission judge said. Gold Resource Corp. The company may be overvalued as production delays at its Mexican mine and the absence of independent drilling studies keep its earnings growth outlook unclear, Barron's said, without citing anyone. Juniper Networks Inc. The maker of computer-networking equipment may be attractively priced after losing a third of its market value since March, Barron's reported in its "The Trader" column. The Indian carmaker's U.S.- traded shares may rise to as high as \$35

in the next year as its high-end car offerings capture growing demand in China and other emerging markets, Barron's reported. Tata Motors Ltd. Under Armor Inc. The company's stock may fall to the mid-\$60s in the next year as rising material costs and increasing competition squeeze profitability, Barron's reported. U.S. regulators will oversee more foreign-owned than domestic banks under Dodd-Frank Act rules governing firms deemed systemically important. About 100 foreign-owned banks and financial firms with operations in the United States will be subject to rules designed to protect the U.S. economy from the failure of large firms, according to a Bloomberg Government study. Just 26 U.S.- owned banks and financial firms meet the criteria. The non-U.S. banks will constitute 79 percent of those designated "systemically important financial institutions" by U.S. regulators under Dodd-Frank; U.S. banks will make up 21 percent, the study found. Among the rules non-U.S. banks may have to follow are the so-called Volcker rule, which restricts proprietary trading; a requirement to file a resolution plan, or "living will," with U.S. regulators outlining how to break up the firm in case of failure; and capital requirements that exclude trust-preferred securities from being considered Tier 1 capital. Bank holding companies owned by firms outside the United States that are expected to fall under Dodd-Frank rules include: Taunus Corp., owned by Frankfurt-based Deutsche Bank AG; HSBC North America Holdings Inc., owned by London-based HSBC Holdings Plc; and TD Bank US Holding Company, owned by Toronto-based Toronto-Dominion Bank.

EMERGING-MARKETS

Asian stocks swung between gains and losses as banks declined in China after Moody's Investors Service said the potential scale of problem loans at lenders is greater than had been anticipated, offsetting gains by Tokyo Electric Power Co. Industrial & Commercial Bank of China Ltd., the world's largest lender by market capitalization, fell 0.7 percent in Hong Kong. Tokyo Electric jumped 7.1 percent after the company yesterday said its cooling system used to douse its smoldering nuclear reactors is working. 77 Bank Ltd., a Japanese lender in the Tohoku region worst hit by the March 11 tsunami, advanced 2.5 percent after Nomura Holdings Inc. said it was bullish on regional banks. Taiwan Semiconductor Manufacturing Co. led Taiwanese shares lower after the Digitimes reported the nation's liquid-crystal display panel makers have reduced output. The MSCI Asia Pacific Index fell 0.1 percent to 137.07 as of 1:08 p.m. in Tokyo, reversing earlier gains of as much as 0.2 percent. A similar number of shares rose and fell on the 1,018- member gauge.

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