

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	100.000	101.000	7.379	3.834	0.28	0.28	2
9 1/8 Lebanon Mar 13	9.125	12/03/2013	106.900	107.900	3.477	2.705	1.20	1.18	2
9 Lebanon May 14	9.000	02/05/2014	112.000	113.000	3.724	3.317	2.21	2.17	2
5.875 Lebanon Jan 2015	5.875	15/01/2015	105.000	106.000	4.140	3.805	2.83	2.77	2
8.50 Lebanon Aug 15	8.500	06/08/2015	114.250	115.250	4.253	3.980	3.18	3.11	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	114.250	115.250	4.652	4.404	3.50	3.42	2
9 Lebanon Mar 17	9.000	20/03/2017	118.750	119.750	4.923	4.729	4.34	4.24	2
6.375 Lebanon Mar 20	6.375	09/03/2020	105.000	106.000	5.608	5.461	6.50	6.33	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	117.500	118.250	5.796	5.702	6.85	6.66	2
7 Lebanon Dec 2024	7.000	03/12/2024	106.000	107.000	6.316	6.207	8.87	8.60	2

EMERGING MARKETS - EUROBONDS

USD	Coupon	Maturity	Bid	Offer	Mid Yield
DAR AL-ARKAN INT	10.750	18/02/2015	89.500	90.500	14.765
REP OF SRI LANKA	8.250	24/10/2012	102.000	103.000	5.304
PETROLEOS MEXICA.	6.000	05/03/2020	112.250	113.000	4.199
TAQA ABU DHABI	6.600	01/08/2013	105.530	106.470	2.843
ADCB F. CAYMAN	4.750	08/10/2014	103.780	104.720	3.168
PET. VENEZUELA	5.250	12/04/2017	56.000	57.000	18.359
ORASCOM	7.504	01/03/2022	87.500	88.250	9.365
REP.VENEZUELA	8.500	08/10/2014	88.000	89.000	13.505
CELL C PTY LTD	11.000	01/07/2015	100.000	105.000	10.141
BANCO DO BRASIL	4.500	22/01/2015	102.250	103.700	3.485
DOLPHIN ENER.LTD	5.888	15/06/2019	107.530	107.970	4.654

BEIRUT STOCK EXCHANGE as 02/12/2011

Name	Price	\$Change	%Chg	P/E 06	Div Yield
Byblos bank	1.62	0.00	0.00%	5.59	0.06
Byblos bank GDR	80	0.00	0.00%	-	-
Byblos bank Pref 08'	101	0.00	0.00%	-	-
Byblos bank Pref 09'	101	0.00	0.00%	-	-
Audi (GDR)	6.35	0.05	0.79%	0.87	0.31
Blom (GDR)	7.9	0.00	0.00%	0.67	0.46
Solidere A	14.71	0.82	5.90%	13.28	0.07
Solidere B	14.74	0.74	5.20%	13.31	0.07
Holcim	16.02	0.00	0.00%	-	-
Casino	525	0.00	-	-	-

Benchmark	Maturity	Yield
US TREASURY	2 YEARS	0.258
	5 YEARS	0.938
	10 YEARS	2.063
	30 YEARS	3.063
EUR BUND	2 YEARS	0.300
	5 YEARS	1.029
	10 YEARS	2.125
	30 YEARS	2.720

Equity Indices	Price	% Change
NASDAQ Comp	2626.93	0.03%
NASDAQ 100	2302.04	-0.10%
DJI	12019.42	-0.01%
S&P 500	1244.28	-0.02%
Nikkei	8643.75	0.54%
SMI	5718.85	0.66%
CAC 40	3164.95	1.12%
DAX	6080.68	0.74%
FTSE	5552.29	1.15%
Euronext 100	588.15	0.94%

Arab Indices	Price	%Change
BLOM Stock Index .BLSI	1195.915	1.49%
SAUDI All Share .SASI	6169.23	0.94%
Doha Stock Market .QSI	8758.71	1.94%
Kuwait SE .KWSE	5829.3	0.30%
Abu Dhabi SE .ADI	2472.95	1.51%
Egyptian .CASE30	4073.21	1.32%
Dubai FM Gen Id .DFMGI	1404.34	2.47%
Morocco CFG 25	5508.85	-10.66%
Bahrain .BAX	1157.51	-16.80%

Tracker Underlying	Last Price	% Change
FXI China	36.40	-0.60
EWG Germany	20.33	-0.54
EWJ Japan	9.33	0.32
EWY Korea	55.59	-0.70
EWT Taiwan	12.34	-1.20
EWZ Brazil	60.01	0.22
IIF India	15.95	1.66
RNE Eastern Europe	14.48	-0.48
TKF Turkey	12.17	0.66
GLD Gold	169.82	0.11
USO Oil	39.03	1.09

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	1747.00	2.12%
Silver / Oz	3262.10	1.43%
Palladium / Oz	777.75	0.00%
Platinum / Oz	1786.80	0.00%
Copper/ Lbs	357.25	6.37%
Aluminum / Lbs	104.25	0.00%
Coffee / Lbs	227.15	-2.59%
Cocoa EUR / 100 Kg	2030.00	-2.36%
Wheat / Tone	612.25	1.70%
Soybean / Bsh	1135.75	0.69%
Wti / Bbl	101.37	1.01%
Brent	110.53	0.69%

Libor USD	Rate
1 months	0.27
3 Months	0.53
6 Months	0.75
1 Year	1.07
Libor EUR	Rate
1 months	1.13
3 Months	1.40
6 Months	1.65
1 Year	2.00

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1501	1510		
Euro	1.3405	1.3409	1.3435	1.3396
JPY	77.94	78.02	78.10	77.89
GBP	1.5602	1.5606	1.5631	1.5586
CHF	0.9219	0.9228	0.923	0.9196
CAD	1.0176	1.0182	1.0186	1.0154
AUD	1.0205	1.021	1.0266	1.0196

Key Economic Calendar		
Data	Date	Forecast
US		
Durable Goods	05-DEC-11	N/A
ISM N-Mfg PMI	05-DEC-11	53.5
Euroland / Japan		
EZ Markit Services PMI	05-DEC-11	51.4

REGIONAL MARKET

Lebanon's BLOM stock index rose 1.49 percent to 1195.915 points. Solidere A rose 5.90 percent to \$14.71 and its Solidere B rose 5.20 percent to \$14.74 Byblos Bank S.A.L remained unchanged at 1.62.

Dubai banks' provisions to cover bad loans may surge to a record in the next two years as debt restructurings continue and a slowing global economy prevents a recovery of the emirate's property market.

Non-performing loans will peak at 15 percent to 16 percent in 2013, up from 4.8 percent in 2009 and 11.3 percent in 2010, investment bank Exotix Ltd. said Dec. 4. Moody's Investors Service expects provisions to peak at 13 percent to 16 percent next year, it said in a report Nov. 3. Rasmala Investment Bank Ltd. said yesterday it expects bad loans to reach a high in 2012..

TOP FX NEWS

The euro gained against most major peers as Italy advanced a plan to cut its deficit before a European summit on the region's sovereign-debt crisis. The 17-nation currency rose versus the dollar after two people familiar with the negotiations said a proposal to channel European Central Bank loans through the International Monetary Fund may deliver as much as 200 billion euros (\$268 billion) to fight the crisis. The greenback held a two-week climb against the yen after a Dec. 2 report showed the U.S. jobless rate slid to the lowest since March 2009. Malaysia's ringgit dropped from a three-week high. The euro rose 0.1 percent to \$1.3404 at 2:05 p.m. in Tokyo from \$1.3391 on Dec. 2, when it completed a 1.2 percent weekly advance. It gained 0.1 percent to 104.51 yen. The dollar traded at 77.97 yen from 77.99 at the end of last week. German Chancellor Angela Merkel is scheduled to meet French President Nicolas Sarkozy to advance a plan for stricter enforcement of the region's deficit rules. European Union leaders will hold a summit in Brussels this week.

USD/JPY

Res: 77.88/78.27/78.45

Sup: 77.31/77.02/76.84

EUR/USD

Res: 1.3344/1.3422/1.3481

Sup: 1.3244/1.3213/1.3145

GBP/USD

Res: 1.5519/1.5566/1.5655

Sup: 1.5423/1.5363/1.5326

GOLD

Res: 1709.7/1725.0/1741.3

Sup: 1677.0/1672.7/1667.0

EUROLAND

European stocks climbed, with the Stoxx Europe 600 Index extending its largest weekly rally since November 2008, after a report showed that the U.S. unemployment rate fell below 9 percent last month. Commerzbank AG rose 11 percent after a report that the lender has a plan to shore up its capital without state aid. Home Retail Group Plc surged 8.5 percent following a report that private-equity firms CVC Capital Partners and Bridgepoint Capital Holdings may be considering a cash bid. The Stoxx 600 rose 0.9 percent to 240.51 at the close in London. The benchmark has rallied 8.6 percent this week, its biggest advance in three years, as the European Central Bank and five other central banks lowered the cost of dollar funding, China cut its reserve-requirement ratio for banks and U.S. consumer confidence unexpectedly rose in November. A Labor Department report showed unemployment in the U.S. unexpectedly dropped in November to a two-year low, while employers added fewer workers than projected and earnings eased, indicating the labor market is making limited progress. The jobless rate dropped to 8.6 percent, the lowest since March 2009, the release showed. Payrolls climbed 120,000, with more than half the hiring coming from retailers and temporary- help agencies, after a revised 100,000 increase in October that was more than initially estimated. The median estimate in a Bloomberg News survey had called for a gain of 125,000. France's CAC 40 Index and the U.K.'s FTSE 100 Index rose 1 percent, while Germany's DAX Index increased 0.7 percent. Commerzbank surged 11 percent to 1.50 euros as Die Welt said Germany's second-biggest bank could generate about 1 billion euros by retaining profit through June 30. The lender could boost its core capital by 3 billion euros by offloading some 30 billion euros in risk-weighted assets, the newspaper said, citing options that its supervisory board will discuss today. The lender could also generate as much as 6 billion euros by converting hybrid capital, according to Die Welt. The German newspaper cited banking officials. BHP Billiton Ltd. and Rio Tinto Group, the world's biggest mining companies, paced gains in commodity stocks, rising 4 percent to 2,000.5 pence and 1.3 percent to 3,346.5 pence, respectively. The industry was among the best performers in the Stoxx 600 this week, surging 12 percent. Aluminum, copper, lead, nickel and zinc all climbed on the London Metal Exchange on Friday. Daimler AG advanced 1.7 percent to 33.93 euros. A report from Autodata Corp. yesterday showed that U.S. light-vehicle sales accelerated to their fastest pace in 2011. Daimler sells more than 17 percent of its vehicles in the U.S., Bloomberg data shows. Separately, Daimler plans to cut production costs by 10 percent annually in 2012 and 2013, Reuters reported, citing Wolfgang Nieke, a works council member. Neopost SA gained 2.1 percent to 52.65 euros as it said after the market close on Thursday that its third-quarter revenue rose to 242 million euros from 233.7 million euros a year earlier. Neopost also confirmed its full-year outlook. ThyssenKrupp AG fell 6.4 percent to 17.80 euros.

US MARKETS

U.S. stocks were little changed, wiping out gains spurred by a decrease in the jobless rate, while Treasuries and the dollar rose amid concern next week's summit of European leaders will fail to stem the debt crisis. The S&P 500 dropped less than 0.1 percent to 1,244.28 at 4 p.m. New York time, erasing a 1.3 percent gain. Yields on 10-year Treasuries fell five basis points to 2.04 percent and the Dollar Index added 0.4 percent as the euro lost 0.5 percent to \$1.3391. Italy's 10-year bond yield climbed three basis points after losing 23 basis points. Oil rose to a two-week high amid concern over tensions between Iran and the West. The stocks rally started to fizzle an hour after exchanges opened, when the S&P 500 had extended its advance since Nov. 24 to 8.8 percent. The index finished with a weekly rally of 7.4 percent, the most since March 2009. Equities dropped as the euro and Italian bonds reversed gains, with health-care companies posting the biggest slump in the S&P 500. The Labor Department said the U.S. jobless rate dropped to 8.6 percent, while economists expected a 9 percent rate. The Citigroup Economic Surprise Index for the U.S. has risen to the highest level since March 9. The gauge, which measures the rate at which data is beating or missing economist forecasts in Bloomberg surveys, reached 85.7 today and has rebounded from a more-than two-year low of minus 117.2 in June. Friday's jobs data showed payrolls climbed 120,000, with more than half the hiring coming from retailers and temporary help agencies, after a revised 100,000 rise in October that was more than initially estimated. The median estimate in a Bloomberg News survey called for a gain of 125,000. The euro had surged 1.7 percent versus the dollar during the first four days of the week, rebounding from a seven-week low on Nov. 25.

German Chancellor Angela Merkel dismissed suggestions for quick solutions for dealing with the crisis. Speaking to lawmakers in Berlin before next week's European summit, she rejected joint euro-area bonds or trying to make the European Central Bank the lender of last resort. Tenet Healthcare Corp. led S&P 500 losses, dropping 11 percent, after a Wells Fargo & Co. analyst said that Medicare won't pay for hospital stays in 11 states for heart and orthopedic procedures until the treatment is reviewed and deemed necessary. The S&P 500 Healthcare Equipment & Services index dropped 1.8 percent, the most among 24 industries, following the report from Wells Fargo. Almost three stocks rose for every two that fell as the Russell 2000 Index, a measure of the smallest U.S. companies, advanced 0.6 percent. The Dow Jones Industrial Average slumped 0.61 point, or less than 0.1 percent, to 12,019.42. BB&T Corp. BB&T may rise as the Winston-Salem, North Carolina-based bank's asset quality improves and its earnings increase, Barron's reported in its "The Trader" column. Guess The clothing retailer may be attractive after concern over a sales slowdown in Europe and the U.S. pushed the share price below \$30, Barron's reported in its "The Trader" column. Medicis Pharmaceutical Corp. The drug company that makes wrinkle treatments and acne medicine forecast 2011 profit of as much as \$2.39 a share, compared with the average analysts' estimate of \$2.35. Staples Inc. The world's largest office products company may rise to as high as \$22 in the next year if the economy improves and companies spend more on office supplies, Barron's reported. SuccessFactors Inc SAP AG agreed to buy SuccessFactors for \$40 a share, or 52 percent more than the closing price on Dec. 2, to extend its reach in the market for cloud computing.

EMERGING-MARKETS

The Bovespa stock index fell, paring its first weekly gain in five, on concern measures announced by the government won't be enough to shore up growth. PDG Realty SA Empreendimentos & Participacoes, Brazil's biggest homebuilder by revenue, paced declines by companies that depend on domestic demand. Card-payment processor Redecard SA retreated after Banco J. Safra cut its recommendation to "underperform" from "neutral." The Bovespa slid 0.4 percent to 57,885.85 at the close in Sao Paulo. Forty-three stocks fell on the index while 22 advanced. The real rose 0.5 percent to 1.7908 per dollar.

ALAIN WANNA | D.G.M. Financial Markets Division

CAPITAL MARKETS | Ziad Moubarak

Fixed Income

Elie Ghanem

Rhea Sawaya

Grace Bcherrawi

Equity Desk

Yves Rahme

Haytham Mroue

Maguy Viltaki

Hana Kara

Youssef Abi Saab

Tarek Bassil

PRIVATE BANKING | Joe Nader

Marguerite Bazerli

Rabih Sfeir

Zeina Anka

For further information please contact Byblos Bank's **Capital Markets and Private Banking** on: **+961 1 335240/6/9**
 Please visit our website at: www.byblosbank.com