

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	3.596	2.163	0.67	0.66	2
9 1/8 Lebanon Mar 13	9.125	12/03/2013	108.500	109.500	3.815	3.229	1.55	1.52	2
9 Lebanon May 14	9.000	02/05/2014	113.250	113.750	3.964	3.789	2.53	2.48	2
5.875 Lebanon Jan 2015	5.875	15/01/2015	103.000	104.000	4.934	4.627	3.14	3.07	2
8.50 Lebanon Aug 15	8.500	06/08/2015	114.000	114.625	4.680	4.523	3.46	3.38	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	113.500	114.500	5.118	4.887	3.76	3.67	2
9 Lebanon Mar 17	9.000	20/03/2017	117.000	118.000	5.480	5.293	4.57	4.45	2
6.375 Lebanon Mar 20	6.375	09/03/2020	102.750	103.750	5.962	5.816	6.68	6.49	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	115.500	116.125	6.114	6.036	6.99	6.78	2
7 Lebanon Dec 2024	7.000	03/12/2024	103.000	104.000	6.657	6.546	8.93	8.64	2

EMERGING MARKETS - EUROBONDS

USD	Coupon	Maturity	Bid	Offer	Mid Yield
DAR AL-ARKAN INT	10.750	18/02/2015	102.370	102.730	9.884
REP OF SRI LANKA	8.250	24/10/2012	106.750	107.750	2.483
PETROLEOS MEXICA.	6.000	05/03/2020	112.250	113.000	4.240
TAQA ABU DHABI	6.600	01/08/2013	108.250	108.750	2.340
ADCB F. CAYMAN	4.750	08/10/2014	104.250	105.000	3.234
PET. VENEZUELA	5.250	12/04/2017	62.000	63.000	15.270
ORASCOM	7.504	01/03/2022	99.750	100.000	7.517
REP.VENEZUELA	8.500	08/10/2014	90.750	91.750	11.816
CELL C PTY LTD	11.000	01/07/2015	101.010	103.490	10.293
BANCO DO BRASIL	4.500	22/01/2015	104.200	104.450	3.195
DOLPHIN ENER.LTD	5.888	15/06/2019	107.625	108.125	4.687

BEIRUT STOCK EXCHANGE as 05/07/2011

Name	Price	\$Change	%Chg	P/E 06	Div Yield
Byblos bank	1.69	0.00	0.00%	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)	7.4	0.06	0.82%	1.02	0.27
Blom (GDR)	8.46	0.00	0.00%	0.72	0.43
Solidere A	17.04	-0.16	-0.93%	15.39	0.06
Solidere B	17.2	0.00	0.00%	15.53	0.06
Holcim	16.00	0.00	0.00%	17.36	0.05
Casino	540	0.00	-	-	-

Benchmark	Maturity	Yield
US TREASURY	2 YEARS	0.438
	5 YEARS	1.707
	10 YEARS	3.141
	30 YEARS	4.388
EUR BUND	2 YEARS	1.621
	5 YEARS	2.233
	10 YEARS	2.984
	30 YEARS	3.653

Equity Indices	Price	% Change
NASDAQ Comp	2825.77	0.35%
NASDAQ 100	2371.21	0.42%
DJI	12569.87	-0.10%
S&P 500	1337.88	-0.13%
Nikkei	9972.46	0.07%
SMI	6243.01	-0.04%
CAC 40	3978.83	-0.61%
DAX	7439.44	-0.05%
FTSE	6024.03	0.11%
Euronext 100	707.09	-0.48%

Arab Indices	Price	%Change
BLOM Stock Index .BLSI	1326.761	-0.02%
SAUDI All Share .SASI	6626.95	0.02%
Doha Stock Market .QSI	8501.68	0.24%
Kuwait SE .KWSE	6194.6	0.00%
Abu Dhabi SE .ADI	2729.28	0.52%
Egyptian .CASE30	5438.78	0.20%
Dubai FM Gen Id .DFMGI	1559	0.22%
Morocco CFG 25	5950.31	-3.50%
Bahrain .BAX	1317.28	-5.31%

Tracker Underlying	Last Price	% Change
FXI China	42.97	-0.76
EWG Germany	26.95	-0.70
EWJ Japan	10.54	0.19
EWY Korea	66.53	0.70
EWT Taiwan	15.26	-0.84
EWZ Brazil	73.89	-0.36
IIF India	21.76	-0.09
RNE Eastern Europe	18.82	0.05
TKF Turkey	15.97	-0.56
GLD Gold	147.63	1.86
USO Oil	37.96	2.18

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	1512.30	2.02%
Silver / Oz	35.40	5.07%
Palladium / Oz	777.75	0.00%
Platinum / Oz	1786.80	0.00%
Copper/ Lbs	433.90	1.10%
Aluminum / Lbs	112.15	0.72%
Coffee / Lbs	267.15	0.00%
Cocoa EUR / 100 Kg	3178.00	0.00%
Wheat / Tone	680.75	3.14%
Soybean / Bsh	1332.25	0.76%
Wti / Bbl	97.45	2.68%
Brent	113.75	1.66%

Libor USD	Rate
1 months	0.19
3 Months	0.25
6 Months	0.40
1 Year	0.73
Libor EUR	
1 months	1.30
3 Months	1.51
6 Months	1.78
1 Year	2.16

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1511	1514		
Euro	1.4455	1.4459	1.4466	1.4413
JPY	80.84	80.86	81.12	80.78
GBP	1.6085	1.6088	1.6088	1.6046
CHF	0.8388	0.8396	0.8414	0.8382
CAD	0.9616	0.962	0.9637	0.961
AUD	1.0729	1.0734	1.0733	1.0676

Key Economic Calendar		
Data	Date	Forecast
US		
ISM N-Mfg	06-JUL-11	54.0
MBA Purchase	06-JUL-11	N/A
Euroland / Japan		
EZ GDP	06-JUL-11	N/A

REGIONAL MARKET

Lebanon's BLOM stock index fell 0.02 percent to 1326.6 points. Solidere A fell 0.93 percent to \$17.04 and its Solidere B remained unchanged at \$17.20 Byblos Bank S.A.L. remained unchanged at 1.69.

Fitch Ratings has affirmed Lebanon's Long-term foreign and local currency Issuer Default Ratings (IDR) at 'B' and Short-term foreign currency IDR at 'B'. The agency has simultaneously affirmed the Country Ceiling at 'B'.

The Outlook is Stable. "The affirmation of Lebanon's ratings reflect the fact that its substantial foreign exchange reserve buffers, lower debt levels, and reduced interest costs, relative to the previous decade, mitigate the downside risks to political stability, growth and public finances in 2011," says Purvi Harlalka, Director in Fitch's Middle East and Africa Sovereign Ratings Group.

TOP FX NEWS

The dollar weakened against most of its major counterparts on speculation the U.S. jobless rate will remain at a level that deters the Federal Reserve from raising interest rates. The greenback fell for the seventh time in eight days against the euro as economists said figures this week will show U.S. companies added 100,000 workers in June, less than the 200,000 cited by some analysts as the minimum needed to bring down unemployment. New Zealand's currency strengthened as gains in Asian stocks boosted demand for higher-yielding assets. The dollar fell to \$1.4459 per euro as of 1:09 p.m. in Tokyo from \$1.4429 in New York yesterday. The greenback dropped to 80.85 yen from 81.07. The euro was at 116.90 yen from 116.97. IntercontinentalExchange Inc.'s Dollar Index, which tracks the greenback against the currencies of six major U.S. trading partners, declined 0.2 percent to 74.486. Swaps traders are betting the Fed will raise its target rate by 22 basis points over the next 12 months, down from this year's high of 54 basis points in April, a Credit Suisse AG index showed. Another index forecasts 83 basis points of tightening by the European Central Bank for the same period. Moody's Investors Service yesterday downgraded Portugal's government bond rating to junk, cutting the nation's long-term ratings to Ba2, two levels below investment grade. The reductions stem partly from "the growing risk that Portugal will require a second round of official financing before it can return to the private market," Moody's said in a statement. New Zealand's dollar rose to 83.01 U.S. cents from 82.51 yesterday, when it fell as low as 82.34, the least since June 29. The currency gained 0.3 percent to 67.11 yen. The Australian dollar rose, ending two days of losses.

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 stocks were little changed, after the benchmark Stoxx Europe 600 Index posted six days of gains. Celesio AG, Europe's biggest drug wholesaler, surged 2.8 percent after analysts raised their recommendation on the stock. CSM NV slumped more than 7 percent, its largest drop in 2 1/2 years, after saying first-half earnings will decline because of higher raw-material costs. The Stoxx 600 climbed less than 0.1 percent to 275.62 at the 4:30 p.m. close in London as more than half its companies retreated. The index surged 4.4 percent during the previous 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. National benchmark indexes fell in 15 of the 18 western European markets. France's CAC 40 Index decreased 0.6 percent. The U.K.'s FTSE 100 Index rose 0.1 percent and Germany's DAX Index retreated 0.1 percent. Asian shares retreated earlier yesterday as Moody's Investors Service said that Chinese banks have lent about 3.5 trillion yuan (\$541 billion) to local governments more than the national auditor had estimated. The credit outlook for the industry might decline, Moody's said. A Commerce Department report yesterday showed that U.S. factory orders climbed 0.8 percent. That missed the average economist estimate for an increase of 1 percent. The Commerce Department revised the size of April's slide to 0.9 percent. CSM plunged 7.5 percent to 20.14 euros, extending 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. PagesJaunes Groupe tumbled 8.2 percent to 5.67 euros. The directory company said it expects to miss its full-year revenue and gross operating margin forecast. Second-quarter orders fell short of its projections due to "social unrest" among its sales force in France. Carrefour SA, the world's second-largest retailer by sales, traded in Paris excluding the value of its Distribuidora Internacional de Alimentacion SA unit which started trading in Madrid today. Carrefour stock closed at 24.15 euros. Dia ended at 3.20 euros, lower than the reference price of 3.50 euros set in a regulatory filing for the initial public offering.

US MARKETS

U.S. stocks fell, ending the Standard & Poor's 500 Index's five-day winning streak, as a Moody's Investors Service downgrade of Portuguese debt rekindled concern the economy will slow and offset gains by energy producers. Bank of America Corp., the biggest U.S. lender, and General Electric Co. lost 0.8 percent as shares of financial and industrial companies led losses in the S&P 500. A gauge of banks dropped the most in the S&P 500 within 24 groups, falling 1.2 percent, as Citigroup Inc. said 2012 industry earnings estimates may be too high. Energy companies in the S&P 500 advanced 0.5 percent, the most among 10 groups. The S&P 500 slumped 0.1 percent to 1,337.88 at 4 p.m. in New York. The intraday move in the S&P 500 between its high and low was 0.5 percent, the smallest move since April 29, when the index peaked for the year. The benchmark equity index rose 5.6 percent last week, the biggest rally since July 2009. The Dow Jones Industrial Average fell 12.90 points, or 0.1 percent, to 12,569.87 today. Equities declined earlier as the Commerce Department said orders placed with U.S. factories increased 0.8 percent in May, while economists projected a 1 percent increase, according to the median forecast in a Bloomberg survey. An unexpected pickup in American manufacturing growth helped ease concern last week that the world's largest economy is faltering, sending benchmark indexes to their highest levels since May and their biggest weekly gains in two years. Alcoa Inc., the largest U.S. aluminum producer, will become the first Dow company to report second-quarter earnings on July 11. Bank of America lost 0.8 percent to \$11 as financial stocks in the S&P 500 slumped 0.8 percent, the most among 10 industries. The KBW Bank Index retreated 1.2 percent as 22 of its 24 stocks retreated. Wells Fargo & Co., the largest U.S. home lender, dropped 0.9 percent to \$28.42. Regions Financial Corp. slid 2.1 percent to \$6.17. GE, the world's biggest maker of jet engines, power-generation equipment, medical imaging machines and

locomotives, slipped 0.8 percent to \$19.04. A gauge of industrial companies lost 0.6 percent, the second-most within 10 groups in the S&P 500. Energy shares climbed as crude oil jumped 2.1 percent to a three-week high of \$96.89 a barrel after European finance ministers approved an 8.7 billion-euro (\$12.6 billion) aid payment to Greece on July 2. Marathon Oil gained 3.4 percent to \$34.07 and Peabody Energy advanced 2.2 percent to \$60.69. Chevron Corp., the second-biggest U.S. energy company, rose the most in the Dow, adding 1 percent to \$105.12. The S&P 500 Insurance Index of 22 stocks slumped 1.1 percent, the second-biggest decline in the S&P 500 among 24 groups. MetLife Inc. lost 1.5 percent to \$43.72, while Genworth Financial Inc. decreased 2.7 percent to \$10.28. MetLife and Genworth Financial units are among nine companies subpoenaed last month as part of New York Attorney General Eric Schneiderman's probe of the life insurance industry's handling of so-called abandoned property, a person familiar with the matter said. The probe is seeking to determine whether the companies do enough to determine whether someone has died and benefits are due, the person said. About 35 other states are looking into whether the insurance industry is adequately handling abandoned property such as unclaimed life-insurance proceeds. Google Inc., the world's largest Internet-search company, rose 2.2 percent to \$532.44. The shares were raised to "overweight" from "equal weight" at Evercore Partners, which said they may reach \$670 as the company grows in social media and other product initiatives. SanDisk Corp. climbed 1.5 percent to \$43.45. Deutsche Bank AG analysts Bob Gujavarty and Ross Seymore raised their recommendation to "buy" from "hold," saying profit margins will become "far more sustainable." General Motors Co. gained 0.9 percent to \$30.86. The biggest overseas automaker in China said its June sales rose in the country, reversing a two-month decline, as customers bought more Buick and Chevrolet passenger cars.

EMERGING-MARKETS

The Bovespa stock index declined the most in a month, led by retailers and homebuilders, as foreign investors held back from pouring new cash into the Brazilian market after six straight days of gains. The Bovespa fell 1.3 percent to 63,038.81 at the 4:15 p.m. New York time close, halting a six-day advance. It was the measure's biggest decline since June 6. Fifty-six stocks dropped on the index, while eight climbed. The real weakened 0.7 percent to 1.5648 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