

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	102.750	103.500	3.814	2.844	0.75	0.74	2
9 1/8 Lebanon Mar 13	9.125	12/03/2013	108.500	109.500	4.031	3.469	1.63	1.60	2
9 Lebanon May 14	9.000	02/05/2014	112.500	113.500	4.342	3.998	2.60	2.55	2
5.875 Lebanon Jan 2015	5.875	15/01/2015	102.500	103.500	5.102	4.800	3.22	3.14	2
8.50 Lebanon Aug 15	8.500	06/08/2015	112.500	113.500	5.114	4.863	3.53	3.44	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	112.500	113.500	5.393	5.163	3.84	3.74	2
9 Lebanon Mar 17	9.000	20/03/2017	116.250	117.250	5.656	5.470	4.64	4.52	2
6.375 Lebanon Mar 20	6.375	09/03/2020	102.000	103.000	6.075	5.928	6.75	6.56	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	114.375	115.375	6.267	6.142	7.05	6.84	2
7 Lebanon Dec 2024	7.000	03/12/2024	101.750	102.750	6.799	6.687	8.97	8.68	2

EMERGING MARKETS - EUROBONDS

USD	Coupon	Maturity	Bid	Offer	Mid Yield
DAR AL-ARKAN INT	10.750	18/02/2015	99.386	100.282	10.794
REP OF SRI LANKA	8.250	24/10/2012	107.000	108.000	2.666
PETROLEOS MEXICA.	6.000	05/03/2020	104.750	104.750	5.312
TAQA ABU DHABI	6.600	01/08/2013	108.321	108.788	2.482
ADCB F. CAYMAN	4.750	08/10/2014	105.004	105.415	3.092
PET. VENEZUELA	5.250	12/04/2017	60.033	60.433	15.957
ORASCOM	7.875	08/02/2014	103.980	103.980	5.614
REP.VENEZUELA	8.500	08/10/2014	88.750	89.500	12.584
CELL C PTY LTD	11.000	01/07/2015	101.625	103.375	10.228
BANCO DO BRASIL	4.500	22/01/2015	103.883	104.538	3.257
DOLPHIN ENER.LTD	5.888	15/06/2019	108.850	108.850	4.558

BEIRUT STOCK EXCHANGE as 07/06/2011

Name	Price	\$Change	%Chg	P/E 06	Div Yield
Byblos bank	1.72	-0.01	-0.58%	5.93	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)	7.53	0.00	0.00%	1.03	0.26
Blom (GDR)	8.89	0.00	0.00%	0.76	0.41
Solidere A	18.07	-0.32	-1.74%	16.32	0.06
Solidere B	18.01	0.46	-2.40%	16.26	0.06
Holcim	17.25	0.00	0.00%	17.36	0.05
Casino	490	0.00	-	-	-

Benchmark	Maturity	Yield
US TREASURY	2 YEARS	0.413
	5 YEARS	1.578
	10 YEARS	3.006
	30 YEARS	4.269
EUR BUND	2 YEARS	1.708
	5 YEARS	2.370
	10 YEARS	3.077
	30 YEARS	3.632

Equity Indices	Price	% Change
NASDAQ Comp	2701.56	-0.04%
NASDAQ 100	2268.10	-0.12%
DJI	12070.81	-0.16%
S&P 500	1284.94	-0.10%
Nikkei	9442.95	0.67%
SMI	6330.65	-0.62%
CAC 40	3871.92	0.22%
DAX	7103.25	0.26%
FTSE	5864.65	0.03%
Euronext 100	693.02	0.14%

Arab Indices	Price	%Change
BLOM Stock Index .BLSI	1357.955	-0.94%
SAUDI All Share .SASI	6614.13	-0.65%
Doha Stock Market .QSI	8183.5	0.81%
Kuwait SE .KWSE	6314.1	0.02%
Abu Dhabi SE .ADI	2690.05	0.45%
Egyptian .CASE30	5421.23	0.35%
Dubai FM Gen Id .DFMGI	1564.88	0.09%
Morocco CFG 25	6053.32	-1.83%
Bahrain .BAX	1339.16	-3.74%

Tracker Underlying	Last Price	% Change
FXI China	43.55	0.62
EWG Germany	26.74	1.17
EWJ Japan	10.04	0.79
EWY Korea	64.38	0.50
EWT Taiwan	15.80	0.83
EWZ Brazil	73.31	0.30
IIF India	22.64	1.30
RNE Eastern Europe	18.94	2.60
TKF Turkey	16.18	1.31
GLD Gold	150.42	-0.04
USO Oil	39.05	0.13

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	1543.30	-0.21%
Silver / Oz	37.04	0.72%
Palladium / Oz	777.75	0.00%
Platinum / Oz	1786.80	0.00%
Copper/ Lbs	414.45	0.18%
Aluminum / Lbs	119.60	0.72%
Coffee / Lbs	270.90	0.99%
Cocoa EUR / 100 Kg	2934.00	0.93%
Wheat / Tone	837.00	-0.71%
Soybean / Bsh	1394.00	0.78%
Wti / Bbl	98.62	0.19%
Brent	117.08	0.64%

Libor USD	Rate
1 months	0.19
3 Months	0.25
6 Months	0.40
1 Year	0.73
Libor EUR	Rate
1 months	1.18
3 Months	1.39
6 Months	1.67
1 Year	2.11

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1508	1514		
Euro	1.4672	1.4673	1.4693	1.4641
JPY	80.04	80.06	80.26	79.72
GBP	1.6423	1.6427	1.6446	1.6404
CHF	0.8363	0.8366	0.8381	0.8356
CAD	0.9771	0.9775	0.9791	0.9735
AUD	1.0675	1.0678	1.0723	1.0637

Key Economic Calendar		
Data	Date	Forecast
US		
Mortgage Market	08-JUN-11	N/A
MBA Purchase	08-JUN-11	N/A
Euroland / Japan		
EZ GDP Revised	08-JUN-11	N/A

REGIONAL MARKET

Lebanon's BLOM stock index fell 0.94 percent to 1357.955 points. Solidere A fell 1.74 percent to \$18.07 and its B fell 2.40 percent at \$18.01 Byblos Bank S.A.L. common fell 0.58 percent to 1.72.

Bahrain's exchange plans to start short-selling and the so-called delivery-versus-payment system in 2012, criteria

for an upgrade at MSCI Inc., as it seeks to boost trading volumes amid unrest in the Middle East. Union Properties PJSC, Dubai's second-biggest developer by assets, plans to repay 2 billion dirhams (\$545 million) of debt this year to cut interest costs and win bank support to restructure other loans

TOP FX NEWS

The yen rose against all 16 major counterparts after the International Monetary Fund said its 26 billion-euro (\$38 billion) loan to Portugal "entails important risks," spurring demand for Japan's currency as a refuge. The euro fell from near a four-week high versus the dollar after German Finance Minister Wolfgang Schaeuble said bondholders must contribute a "substantial" share of a second aid package for Greece. The yen climbed to a one-month high against the greenback as New York Fed President William Dudley said the U.S. recovery remains "distinctly sub par." The yen gained to 79.97 per dollar at 1:55 p.m. in Tokyo from 80.09 in New York yesterday, after touching 79.75, the highest since May 5. Japan's currency rose to 117.26 per euro from 117.67. The euro declined to \$1.4664 from \$1.4691 yesterday, when it reached \$1.4697, the highest level since May 5. The MSCI Asia Pacific Index dropped 0.4 percent and the Nikkei 225 Stock Average declined 0.2 percent. The yen tends to strengthen during economic and financial turmoil because Japan's trade surplus makes it less reliant on foreign capital. The IMF approved the loan to Portugal on May 20 as part of a joint 78-billion euro bailout with the European Union in the latest effort to stem the region's sovereign-debt crisis. Australia's dollar fell to \$1.0666 from \$1.0721 yesterday. The so-called Aussie dropped 0.7 percent 85.30 yen. New Zealand's dollar declined to 81.80 U.S. cents from 82.05. The so-called kiwi fell 0.5 percent to 65.41 yen. Malaysia's ringgit traded near a three-week high on speculation the nation's central bank will raise interest rates or favor currency gains to damp inflation.

USD/JPY

Res: 80.33/80.65/81.03

Sup: 79.75/79.57/79.25

EUR/USD

Res: 1.4696/1.4754/1.4799

Sup: 1.4643/1.4602/1.4557

GBP/USD

Res: 1.6474/1.6496/1.6575

Sup: 1.6378/1.6358/1.6285

GOLD

Res: 1553.0/1560.0/1575.0

Sup: 1537.4/1524.0/1520.4

EUROLAND

Most European stocks declined, with the benchmark Stoxx Europe 600 Index trading near a 10-week low, as losses in retail shares offset gains in utility companies. Tesco Plc and Home Retail Group Plc fell as a report showed U.K. retail sales declined last month. Utilities posted the best performance among 19 industry groups in the Stoxx 600, gaining 1.2 percent. Mitchells & Butlers Plc surged 3.8 percent following a report that a group of investors may bid for the pub and restaurant owner. The Stoxx 600 slid 0.1 percent to 271.87 at the 4:30 p.m. close in London as four shares retreated for every three that advanced. National benchmark indexes declined in 10 of the 18 western European markets yesterday. Germany's DAX Index added 0.3 percent, while France's CAC 40 Index climbed 0.2 percent. The U.K.'s FTSE 100 Index rose less than 0.1 percent. The Stoxx 600 has fallen 3.3 percent since the beginning of the month and is currently trading at about 13 times its companies' reported earnings, near the cheapest valuation since April 2009, according to data compiled by Bloomberg. Fifty-eight percent of companies in the gauge that have announced earnings since April 11 have topped the average analyst estimate for per-share profit. Greece yesterday unveiled the first step in a privatization program that aims to raise 50 billion euros (\$73 billion) from state asset and real-estate sales by the end of 2015. Prime Minister George Papandreou's government will sell a 10 percent stake in Hellenic Telecommunications Organization SA, which is also known as OTE, to Deutsche Telekom AG for about 400 million euros. Greece's ASE Index lost 2 percent today, led by declines in OTE and banks. OTE plunged 6.2 percent to 6.46 euros. Alpha Bank SA and National Bank of Greece SA sank 2.6 percent to 3.40 euros and 4.1 percent to 4.92 euros, respectively. EON AG and RWE AG, Germany's biggest electricity companies, led gains in utilities. The stocks jumped 3.2 percent to 19 euros and 2.2 percent to 38.70 euros, respectively. The German utilities had fallen for four consecutive days as Chancellor Angela Merkel proceeded with a plan to close the country's nuclear power plants by 2022. Infineon Technologies AG rose 1.4 percent to 7.89 euros as Chief Executive Officer Peter Bauer said Europe's second-biggest chipmaker will increase its sales by more than 10 percent a year in the long term, during a web cast of the company's investor day in Munich. He also forecast a margin of about 20 percent in the long term. Renewable Energy Corp. ASA surged 5.6 percent to 12.17 kroner as Morgan Stanley upgraded the maker of solar-energy wafers, cells and modules to "overweight" from "equal weight. Sky Deutschland AG jumped 3.4 percent.

US MARKETS

U.S. stocks fell a fifth day, the longest slump for the Standard & Poor's 500 Index in almost a year, as Federal Reserve Chairman Ben S. Bernanke gave no hint of a new round of economic stimulus even as the recovery slows. Cisco Systems Inc., Bank of America Corp. and Hewlett-Packard Co. lost more than 1 percent to lead losses in the Dow Jones Industrial Average. Six of 10 industry groups in the S&P 500 fell, with the index erasing a rally of up to 0.8 percent in the final minutes of trading, as Bernanke gave no indication of a new round of asset purchases known as quantitative easing. The S&P 500 retreated 0.1 percent at 1,284.94 at 4 p.m. in New York, its lowest level since March 18. The Dow average reversed a rally of as much as 89 points to close down 19.15 points, or 0.2 percent, to 12,070.81 today. The S&P 500 has fallen 4.5 percent over the last five days as signs of a slowing economy spurred concern analyst estimates for 20 percent earnings growth this year are too optimistic. Still, the benchmark gauge for American equities rose 2.2 percent this year amid higher-than-estimated corporate earnings and government stimulus measures. Sprint Nextel Corp. dropped 2 percent to \$5.49. The third-largest U.S. wireless operator was cut to "sell" from "hold" at Stifel Nicolaus & Co., which said analysts' expectations on the company's planned Network Vision program to consolidate technologies to improve voice quality and data speeds may "very well prove to be overly aggressive." Talbots Inc. plunged 41 percent, the most in the Russell 2000 Index, to \$2.63. The women's clothing retailer said fiscal second-quarter sales will decline "significantly" and profit margins would narrow on price markdowns and fewer customer visits. Earlier gains in U.S. stocks today came amid speculation a five-week slide left American equities

cheap compared with prospects for earnings growth. The benchmark gauge on Monday fell to about 12.2 times its companies' forecast operating earnings, the cheapest valuation in more than nine months, according to data compiled by Bloomberg. Some of the biggest U.S. companies slumped. Cisco, the largest maker of networking gear, dropped 3 percent to \$15.51. Bank of America declined 1.7 percent to \$10.65. Hewlett-Packard sank 1.1 percent to \$35.57. Temple-Inland Inc. soared 40 percent to \$29.49. International Paper Co., the world's largest pulp-and-paper maker, made a \$3.31 billion hostile takeover bid for the company to expand production of containerboard used in shipping boxes. Temple-Inland, based in Austin, Texas, rejected the bid. U.S. stocks are unlikely to drop much more even as the Federal Reserve stops buying bonds because there's more than enough money available, according to Brian Belski, Oppenheimer & Co.'s chief investment strategist. Intel Corp. rallied 1.1 percent to \$22.06. A potential foundry relationship between the world's largest chipmaker and Apple may be forming, according to Citigroup. "Given the growth opportunity this opens for x86 processors, we would view such a foundry relationship, were it to happen, positively," Citigroup wrote in a note to clients. Barton Biggs, the hedge-fund manager who bought stocks when the market bottomed in March 2009, said technology companies such as Cisco Systems Inc. and Intel are attractively priced and that he's avoiding financial shares.

With older technology companies, "you can almost buy them as big-capitalization value. They're way too cheap," said Biggs, who runs New York-based Traxis Partners LP, in an interview today on Bloomberg Television's "InBusiness" with Margaret Brennan

EMERGING-MARKETS

Brazilian healthcare companies plan to raise as much as 2.4 billion reais (\$1.5 billion) in initial public offerings this month as increasing wages and record-low unemployment boost demand in Latin America's largest economy. Brazilian brokerage XP Investimentos CCTVM SA is planning an IPO by the first half of 2012, general director and partner Guilherme Benchimol said today. Separately, pension fund Caixa de Previdencia dos Funcionarios do Banco do Brasil said it aims to raise at least 1.5 billion reais by selling shares in infrastructure holding company Investimentos e Participacoes em Infra-Estrutura SA .

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