

# 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	3.802	2.827	0.75	0.73	2
9 1/8 Lebanon Mar 13	9.125	12/03/2013	108.500	109.500	4.024	3.460	1.62	1.59	2
9 Lebanon May 14	9.000	02/05/2014	112.500	113.500	4.338	3.994	2.60	2.55	2
5.875 Lebanon Jan 2015	5.875	15/01/2015	102.500	103.500	5.102	4.799	3.22	3.14	2
8.50 Lebanon Aug 15	8.500	06/08/2015	112.500	113.500	5.112	4.861	3.53	3.44	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	112.500	113.500	5.392	5.162	3.83	3.74	2
9 Lebanon Mar 17	9.000	20/03/2017	116.250	117.250	5.655	5.469	4.64	4.51	2
6.375 Lebanon Mar 20	6.375	09/03/2020	102.000	103.000	6.075	5.928	6.75	6.55	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	114.375	115.375	6.267	6.141	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 08/06/2011

Name	Price	\$Change	%Chg	P/E 06	Div Yield
Byblos bank	1.72	0.00	0.00%	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)	8.95	0.06	0.67%	0.76	0.41
Solidere A	18	-0.07	-0.39%	16.26	0.06
Solidere B	18	-0.01	-0.05%	16.26	0.06
Holcim	17.50	0.00	0.00%	17.36	0.05
Casino	525	0.00	-	-	-

Benchmark	Maturity	Yield
US TREASURY	2 YEARS	0.397
	5 YEARS	1.516
	10 YEARS	2.951
	30 YEARS	4.187
EUR BUND	2 YEARS	1.657
	5 YEARS	2.301
	10 YEARS	3.047
	30 YEARS	3.612

Equity Indices	Price	% Change
NASDAQ Comp	2701.56	-0.04%
NASDAQ 100	2268.10	-0.12%
DJI	12048.94	-0.18%
S&P 500	1279.56	-0.42%
Nikkei	9449.46	0.07%
SMI	6256.86	-1.17%
CAC 40	3837.98	-0.88%
DAX	7060.23	-0.61%
FTSE	6514	0.00%
Euronext 100	686.65	-0.92%

Arab Indices	Price	%Change
BLOM Stock Index .BLSI	1357.516	-0.03%
SAUDI All Share .SASI	6614.13	0.00%
Doha Stock Market .QSI	8183.41	0.00%
Kuwait SE .KWSE	6308.1	-0.10%
Abu Dhabi SE .ADI	2696.36	0.23%
Egyptian .CASE30	5436.5	0.28%
Dubai FM Gen Id .DFMGI	1552.74	-0.78%
Morocco CFG 25	5999.38	-2.70%
Bahrain .BAX	1347.34	-3.15%

Tracker Underlying	Last Price	% Change
FXI China	43.32	-0.53
EWG Germany	26.44	-1.12
EWJ Japan	10.03	-0.10
EWY Korea	63.51	-1.35
EWT Taiwan	15.69	-0.70
EWZ Brazil	73.01	-0.41
IIF India	22.50	-0.62
RNE Eastern Europe	18.90	-0.21
TKF Turkey	16.12	-0.37
GLD Gold	149.81	-0.41
USO Oil	39.85	2.05

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	1538.10	-0.34%
Silver / Oz	36.61	-1.14%
Palladium / Oz	777.75	0.00%
Platinum / Oz	1786.80	0.00%
Copper/ Lbs	410.50	-0.95%
Aluminum / Lbs	118.85	-0.63%
Coffee / Lbs	270.85	-0.02%
Cocoa EUR / 100 Kg	2953.00	0.65%
Wheat / Tone	849.50	1.49%
Soybean / Bsh	1401.50	0.54%
Wti / Bbl	101.28	2.70%
Brent	119.37	1.96%

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

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1512	1514		
Euro	1.4623	1.4625	1.4632	1.4571
JPY	80.03	80.05	80.30	79.81
GBP	1.6407	1.6411	1.6414	1.6388
CHF	0.8361	0.8366	0.8367	0.8352
CAD	0.9805	0.9811	0.9808	0.9776
AUD	1.0583	1.0586	1.0662	1.056

Key Economic Calendar	Date	Forecast
US		
Initial Claims	09-JUN-11	415K
Wholesale inventories	09-JUN-11	1.0%]
Euroland / Japan		
EZ ECB Decision Rate	09-JUN-11	1.25%

## REGIONAL MARKET

Lebanon's BLOM stock index fell 0.03 percent to 1357.955 points. Solidere A fell 0.39 percent to \$18.00 and its B fell 0.05 percent at \$18.00 Byblos Bank S.A.L. common remained unchanged at 1.72.

Egypt's central bank will meet today to decide on the benchmark interest rate. The Monetary Policy Committee, led by Governor Farouk El-Okdah, will keep the overnight

deposit rate at 8.25 percent, the lowest since November 2006, according to all six economists surveyed by Bloomberg News. OPEC failed to agree on crude production for the first time in at least 20 years after six countries opposed a Saudi Arabian push to increase supply as oil trades above \$100 a barrel.

## TOP FX NEWS

The euro climbed toward a one-month high versus the dollar on speculation European Central Bank President Jean-Claude Trichet will today signal policy makers are likely to raise interest rates next month. The Dollar Index fell ahead of a U.S. report that economists said will show the trade deficit widened to the most in 10 months, adding to signs the economy is losing momentum. New Zealand's currency gained toward a record after the country's central bank said borrowing costs will need to rise in the next two years. The Australian dollar dropped after data showed the nation's employers added fewer jobs than economists had expected. The euro rose to \$1.4618 at 1:48 p.m. in Tokyo from \$1.4583 in New York yesterday. It reached \$1.4697 on June 7, the strongest since May 5. The currency climbed 0.4 percent to 116.97 yen. The yen fell to 80.09 per dollar from 79.89 yesterday, when it touched 79.70, the highest level in a month. The Dollar Index, which tracks the greenback against the currencies of six major U.S. trading partners, declined 0.1 percent to 73.804. The pound was at \$1.6410 from \$1.6403 yesterday. The U.K. currency fell to 89.08 pence per euro from 88.90 yesterday, when it reached 89.76, the weakest since May 5. The Bank of England will keep its benchmark interest rate unchanged at 0.5 percent at today's meeting, according to all 55 economists surveyed by Bloomberg News. The euro extended gains as traders increased bets that the ECB will raise interest rates. The central bank will lift its benchmark rate by 79 basis points over the next year, according to a Credit Suisse Group AG index based on swaps trading yesterday.

### 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

European stocks dropped for a sixth day, their longest losing streak since March, after Federal Reserve Chairman Ben S. Bernanke gave no hint that the central bank will unveil a new round of stimulus. U.K. stocks extended their losses as Moody's Investors Service said the country's Aaa credit rating will be at risk if the government misses its debt reduction targets. UBS AG dropped 2.1 percent after a report that its investment banking unit will increase pay to retain senior employees. Kabel Deutschland Holding AG, Germany's largest cable operator, slumped 5 percent after reporting a full-year loss. The Stoxx Europe 600 Index slid 1.1 percent to 269.01 at the 4:30 p.m. close in London. Europe's benchmark measure has fallen 7.6 percent since this year's high on Feb. 17 and is trading at about 12.9 times its companies' reported earnings, near its cheapest valuation since April 2009, according to data compiled by Bloomberg. Germany's industrial production unexpectedly declined for the first time this year in April, led by a drop in construction output, the Economy Ministry in Berlin said yesterday. European stocks extended their losses after Moody's said that the U.K. could lose its Aaa rating if the government misses its target to reduce debt as the economy slows. UBS fell 2.1 percent to 15.32 Swiss francs as the Financial Times reported that the bank plans to raise pay to help recruit and retain senior employees following departures from its investment banking unit. BHP Billiton Plc, the world's largest mining company, dropped 2 percent to 2,295 pence as copper and aluminum fell for the first time in four days on the London Metal Exchange. Rio Tinto Group slid 1.2 percent to 4,147 pence. Nokia Oyj declined 4.2 percent to 4.29 euros after Sanford C. Bernstein & Co. reiterated its underperform rating on the stock. Shares in the Finnish mobile phone maker have plunged 45 percent this year. Saab AB plunged 8.4 percent to 136.50 kronor, its biggest drop in more than a year, as BAE Systems Plc, Europe's largest defense contractor, sold its remaining stake in the Swedish weapons maker for about \$253 million. The sale brings an end to BAE's 13-year investment in the maker of the Gripen fighter jet. BAE's shares dropped 1.1 percent to 319.5 pence. Lloyds Banking Group Plc gained 2.3 percent to 48.7 pence. The British government will change the rules of its Credit Guarantee Scheme to allow banks an early exit from the emergency support program. The changes allow banks to buy back and cancel securities issued through the arrangement, the Treasury said in a statement today. EON, Germany-based power producer, rose 1 percent to 19.19 euros after Morgan Stanley raised its rating to "overweight".

## US MARKETS

U.S. stocks retreated, sending the Standard & Poor's 500 Index to the longest losing streak since February 2009, as raw-material and financial shares slumped amid growing concern the economy is slowing. Visa Inc. and MasterCard Inc. fell at least 1.5 percent after the U.S. Senate rejected a six-month delay of a Federal Reserve rule capping debit-card swipe fees set by the companies. Ciena Corp., the maker of network gear for the biggest U.S. phone companies, tumbled 16 percent after reporting a wider-than-estimated loss. Gap Inc. slumped 2.4 percent after Barclays Plc cut its recommendation for the largest U.S. apparel chain. The S&P 500 fell 0.4 percent to 1,279.56 at 4 p.m. in New York, dropping for a sixth day. The Dow Jones Industrial Average slid 21.87 points, or 0.2 percent, to 12,048.94 yesterday. Visa dropped 3.9 percent to \$76.71. MasterCard declined 1.5 percent to \$270. Senator Richard Durbin of Illinois, the No. 2 Democrat in the chamber, led the opposition to the delay amendment, which was defeated in a 54-45 vote. The measure needed 60 votes for approval. The central bank now has until July 21 to implement the final rule on capping the fees, which accounted for more than \$16 billion in 2009, according to the Fed. In December, the Fed proposed capping the swipe fees, or interchange, at 12 cents a transaction, replacing a formula that averages 1.14 percent of the purchase price. Ciena tumbled 16 percent to \$20.29. The maker of network gear for the biggest U.S. phone companies reported second-quarter adjusted loss of 24 cents a share. On average, the analysts surveyed by Bloomberg estimated a loss of 11 cents. JDS Uniphase Corp. fell 5.5 percent to \$17.40. Gap retreated 2.4 percent to \$17.49. Barclays cut its recommendation for the largest U.S. apparel chain to "equal weight" from "overweight," citing risks to sales improvement. Exxon Mobil Corp. added 1 percent to \$80.76 for the third-biggest gain in the Dow. The world's

largest energy company by market value discovered the equivalent of 700 million barrels of oil in three deep-water Gulf of Mexico wells. Cabot Oil & Gas Corp. climbed 4.3 percent, the most in the S&P 500, to \$58.31. The Houston-based natural gas producer was boosted to "buy" from "hold" at Canaccord Genuity, which cited "significantly higher" expected output at Marcellus Shale fields. The Fed yesterday said the economy expanded at a "steady pace" in most of the U.S. while slowing in four of 12 regions as consumers contended with higher food and fuel prices and shortages of parts reduced auto production. Reports from the Fed's district banks "indicated that economic activity generally continued to expand since the last report, though a few districts indicated some deceleration," the Fed said today in its Beige Book survey of the economy in Washington. Manufacturing "continued to expand in most parts of the country," while slowing in some areas. Consumer spending was "mixed," it said, while the job market improved "gradually across most of the nation." Stocks extended a worldwide slump today after the World Bank said global gross domestic product may expand 3.2 percent this year, less than the 3.3 percent forecast in January. German industrial production unexpectedly declined for the first time in four months in April, the government said. Molycorp Inc. retreated 9.4 percent, the most since Jan. 6, to \$53.21. The owner of the largest rare-earth deposit outside China said it plans to offer \$200 million of convertible senior notes due 2016. LDK Solar Co. fell 7.5 percent to \$6.57 for its biggest decline since May 25. The Chinese maker of solar panels said second-quarter sales will be no more than \$760 million, falling short of the \$797.33 million average projection of analysts surveyed by Bloomberg.

## EMERGING-MARKETS

Brazil's central bank refrained from signaling an end to interest-rate increases after the fourth straight move yesterday, bucking economists' projections. Policy makers maintained a pledge to raise borrowing costs for a "sufficiently long period" to bring inflation back to target in 2012, in a statement accompanying the decision to boost the Selic rate a quarter point to 12.25 percent. Analysts had expected the rate to reach 12.50 percent in July and remain there until year-end, a June 3 central bank survey showed.

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