

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 | 105.500 | 106.500 | 3.026 | 2.251 | 1.21 | 1.20 | 2 |
| 9 1/8 Lebanon Mar 13 | 9.125 | 12/03/2013 | 112.000 | 113.000 | 3.513 | 3.082 | 2.05 | 2.02 | 2 |
| 9 Lebanon May 14 | 9.000 | 02/05/2014 | 115.250 | 116.250 | 4.122 | 3.831 | 3.00 | 2.94 | 2 |
| 5.875 Lebanon Jan 2015 | 5.875 | 15/01/2015 | 104.000 | 105.000 | 4.784 | 4.520 | 3.62 | 3.54 | 2 |
| 8.50 Lebanon Aug 15 | 8.500 | 06/08/2015 | 115.625 | 116.625 | 4.712 | 4.492 | 3.89 | 3.81 | 2 |
| 8 1/2 Lebanon Jan 16 | 8.500 | 19/01/2016 | 115.625 | 116.625 | 4.989 | 4.784 | 4.19 | 4.09 | 2 |
| 9 Lebanon Mar 17 | 9.000 | 20/03/2017 | 120.250 | 121.250 | 5.173 | 5.005 | 4.98 | 4.85 | 2 |
| 6.375 Lebanon Mar 20 | 6.375 | 09/03/2020 | 104.000 | 105.000 | 5.808 | 5.671 | 7.06 | 6.87 | 2 |
| 8 1/4 Lebanon Apr 21 | 8.250 | 12/04/2021 | 116.000 | 117.000 | 6.134 | 6.014 | 7.32 | 7.10 | 2 |
| 7 Lebanon Dec 2024 | 7.000 | 03/12/2024 | 104.000 | 105.000 | 6.558 | 6.451 | 9.23 | 8.94 | 2 |

EMERGING MARKETS - EUROBONDS

| USD | Coupon | Maturity | Bid | Offer | Mid Yield |
|-------------------|--------|------------|---------|---------|-----------|
| DAR AL-ARKAN INT | 10.750 | 18/02/2015 | 97.871 | 98.371 | 11.316 |
| REP OF SRI LANKA | 8.250 | 24/10/2012 | 108.500 | 109.000 | 3.357 |
| PETROLEOS MEXICA. | 6.000 | 05/03/2020 | 114.125 | 114.125 | 4.141 |
| TAQA ABU DHABI | 6.600 | 01/08/2013 | 107.683 | 108.183 | 3.419 |
| ADCB F. CAYMAN | 4.750 | 08/10/2014 | 101.291 | 101.666 | 4.324 |
| PET. VENEZUELA | 5.250 | 12/04/2017 | 58.148 | 58.648 | 15.913 |
| ORASCOM | 7.875 | 08/02/2014 | 94.530 | 94.530 | 9.932 |
| REP.VENEZUELA | 8.500 | 08/10/2014 | 86.000 | 87.000 | 13.096 |
| CELL C PTY LTD | 11.000 | 01/07/2015 | 104.000 | 105.000 | 9.748 |
| BANCO DO BRASIL | 4.500 | 22/01/2015 | 104.854 | 105.204 | 3.183 |
| DOLPHIN ENER.LTD | 5.888 | 15/06/2019 | 107.125 | 107.125 | 4.855 |

BEIRUT STOCK EXCHANGE as 08/12/2010

| Name | Price | \$Change | %Chg | P/E 06 | Div Yield |
|----------------------|-------|----------|--------|--------|-----------|
| Byblos bank | 1.78 | 0.00 | 0.00% | 6.14 | 0.06 |
| Byblos bank Prty | 1.75 | 0.00 | 0.00% | 6.03 | 0.07 |
| Byblos bank GDR | 88 | 0.00 | 0.00% | - | - |
| Byblos bank Pref 08' | 102 | 0.00 | 0.00% | - | - |
| Byblos bank Pref 09' | 102 | 0.00 | 0.00% | - | - |
| Audi (GDR) | 8.5 | 0.00 | 0.00% | 1.17 | 0.23 |
| Blom (GDR) | 10.01 | 0.31 | 3.20% | 0.85 | 0.36 |
| Solidere A | 18.79 | 0.13 | 0.70% | 16.97 | 0.05 |
| Solidere B | 18.51 | -0.03 | -0.01% | 16.72 | 0.05 |
| Holcim | 17.09 | 0.59 | 3.50% | 6.14 | 0.06 |
| Casino | 490 | 0.00 | - | - | - |

| Benchmark | Maturity | Yield |
|-------------|----------|-------|
| US TREASURY | 2 YEARS | 0.604 |
| | 5 YEARS | 1.864 |
| | 10 YEARS | 3.253 |
| | 30 YEARS | 4.460 |
| EUR BUND | 2 YEARS | 0.998 |
| | 5 YEARS | 1.960 |
| | 10 YEARS | 3.022 |
| | 30 YEARS | 3.479 |

| Equity Indices | Price | % Change |
|----------------|----------|----------|
| NASDAQ Comp | 2609.16 | 0.14% |
| NASDAQ 100 | 2200.60 | 0.20% |
| DJI | 11372.48 | 0.12% |
| S&P 500 | 1228.28 | 0.37% |
| Nikkei | 10232.33 | 0.90% |
| SMI | 6508.13 | 0.71% |
| CAC 40 | 3831.98 | 0.56% |
| DAX | 6975.87 | -0.37% |
| FTSE | 5794.53 | 0.00% |
| Euronext 100 | 694.36 | 0.32% |

| Arab Indices | Price | %Change |
|------------------------|----------|---------|
| BLOM Stock Index .BLSI | 1444.785 | 0.29% |
| SAUDI All Share .SASI | 6436.65 | 0.00% |
| Doha Stock Market .QSI | 8779.49 | 1.79% |
| Kuwait SE .KWSE | 6860.3 | -0.11% |
| Abu Dhabi SE .ADI | 2754.6 | 0.53% |
| Egyptian .CASE30 | 6773.66 | 0.56% |
| Dubai FM Gen Id .DFMGI | 1700.44 | -0.94% |
| Morocco CFG 25 | 6697.49 | 8.62% |
| Bahrain .BAX | 1433.04 | 3.01% |

| Tracker Underlying | Last Price | % Change |
|--------------------|------------|----------|
| FXI China | 43.30 | -1.57 |
| EWG Germany | 24.03 | -0.21 |
| EWJ Japan | 10.59 | 0.28 |
| EWY Korea | 57.08 | -0.47 |
| EWT Taiwan | 14.81 | -0.40 |
| EWZ Brazil | 75.90 | -1.30 |
| IIF India | 27.66 | -1.71 |
| RNE Eastern Europe | 18.73 | -0.16 |
| TKF Turkey | 17.54 | -0.40 |
| GLD Gold | 134.79 | -1.25 |
| USO Oil | 37.96 | 0.42 |

| 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 | 1382.50 | -1.83% |
| Silver / Oz | 28.22 | -5.12% |
| Palladium / Oz | 727.20 | -1.36% |
| Platinum / Oz | 1676.40 | -1.11% |
| Copper/ Lbs | 409.45 | 1.25% |
| Aluminum / Lbs | 104.85 | 0.29% |
| Coffee / Lbs | 200.75 | -1.47% |
| Cocoa EUR / 100 Kg | 3101.00 | -1.62% |
| Wheat / Tone | 825.50 | 0.33% |
| Soybean / Bsh | 1296.00 | 0.82% |
| Wti / Bbl | 89.06 | 1.52% |
| Brent | 90.68 | -1.25% |

| Libor USD | Rate |
|-----------|------|
| 1 months | 0.26 |
| 3 Months | 0.30 |
| 6 Months | 0.46 |
| 1 Year | 0.78 |
| Libor EUR | Rate |
| 1 months | 0.76 |
| 3 Months | 0.97 |
| 6 Months | 1.21 |
| 1 Year | 1.49 |

| FX Rates | Bid | Ask | Hi | Lo |
|----------|--------|--------|--------|--------|
| USD / LL | 1499 | 1503 | | |
| Euro | 1.3293 | 1.3299 | 1.3322 | 1.3244 |
| JPY | 83.92 | 83.96 | 84.11 | 83.67 |
| GBP | 1.5824 | 1.5828 | 1.5832 | 1.579 |
| CHF | 0.9832 | 0.9837 | 0.9869 | 0.9818 |
| CAD | 1.0103 | 1.011 | 1.0116 | 1.0088 |
| AUD | 0.9854 | 0.9861 | 0.9883 | 0.9778 |

| Key Economic Calendar | | |
|-----------------------|-----------|----------|
| Data | Date | Forecast |
| US | | |
| Wholesale sales | 09-DEC-10 | 0.60% |
| Initial Claims | 09-DEC-10 | 425K |
| Euroland / Japan | | |
| DE CPI | 09-DEC-10 | 1.50% |

REGIONAL MARKET

Lebanon's BLOM stock index rose 0.29 percent to 1444.785 points. Solidere A rose 0.70 percent to \$18.79 and its B fell 0.01 percent to \$18.51. Byblos Bank S.A.L. common remained unchanged at 1.78 and its priority share remained unchanged at 1.75.

Aramex PJSC, the Middle East's biggest courier company, made a series of acquisitions and partnerships

in Turkey, Malaysia, Bangladesh and Vietnam as the company expands into emerging markets. The United Arab Emirates'-based company increased its shareholding of Aramex Turkey, previously a partially owned subsidiary, to 100%, the company said in a statement on the Dubai Financial Market web site today.

TOP FX NEWS

The dollar fell versus the euro and yen as benchmark Treasury yields dropped from their highest level in six months, tempering demand for the greenback. The U.S. currency weakened against 15 of its 16 major counterparts before Federal Reserve policy makers meet on Dec. 14 to discuss a potential plan to extend Treasury purchases beyond the \$600 billion already announced. The Australian dollar climbed after a government report showed employers in the nation added more than twice as many jobs as economists had estimated. The dollar has fallen 1.4 percent this year in a measure of the currencies of 10 developed nations, according to Bloomberg Correlation-Weighted Currency Indexes. The euro has dropped 9.1 percent. The yen is up 11 percent. The U.S. currency fell to \$1.3308 per euro in Tokyo from \$1.3262 in New York yesterday. The dollar dropped to 83.75 yen from 84.04 yen. The yen was at 111.46 per euro from 111.45, following a 0.7 percent drop yesterday. The Dollar Index, which tracks the greenback against the currencies of six major U.S. trading partners including the euro, yen and pound, fell 0.3 percent to 79.752. Treasury 10-year yields fell four basis points, or 0.04 percentage point, to 3.23 percent today, according to BGCantor Market Data. They rose to 3.33 percent yesterday, the highest since June, after U.S. President Barack Obama this week agreed to extend tax reductions for two years and a payroll-tax cut.

USD/JPY

Res: 84.41/84.94/85.40
 Sup: 83.65/83.44/83.03

EUR/USD

Res: 1.3353/1.3381/1.3401
 Sup: 1.3244/1.3180/1.3154

GBP/USD

Res: 1.5837/1.5893/1.5936
 Sup: 1.5732/1.5668/1.611

GOLD

Res: 1389.0/1395.7/1400.1
 Sup: 1372.7/1369.1/1363.5

EUROLAND

European stocks climbed for a third day, extending a two-year high, as insurance companies rallied and takeover speculation boosted companies from Smith & Nephew Plc to Burberry Group Plc and Fiat SpA. Prudential Plc climbed 3.7 percent as UBS AG recommended Britain's largest insurer and Standard & Poor's raised its outlook for the U.S. life insurance industry. Smith & Nephew, Burberry and Fiat advanced more than 2 percent. Capital Shopping Centres Group Plc fell 5.3 percent after Simon Property Group Inc. said it may end its interest in buying the company. Mining companies slid amid speculation China will raise interest rates. The Stoxx Europe 600 Index gained 0.4 percent to 274.98 at the close in London, the highest level since September 2008. The gauge has advanced 8.3 percent this year as corporate profits improved and the Federal Reserve unveiled a \$600 billion bond-purchase program to assist the U.S. recovery. National benchmark indexes climbed in 10 of 17 western European markets that were open. France's CAC 40 gained 0.6 percent, while Germany's DAX fell 0.4 percent and the U.K.'s FTSE 100 dropped 0.2 percent. Ireland's ISEQ rose 0.6 percent as Finance Minister Brian Lenihan won the backing of lawmakers in the first votes on his 6 billion-euro budget (\$8 billion). Austrian markets were closed for Immaculate Conception Day. Prudential climbed 3.7 percent to 634.5 pence as UBS added the stock to its European "key calls" list, leading a measure of insurers to the biggest gain among 19 industry groups in the Stoxx 600. Swiss Life Holding AG, Switzerland's biggest life insurer, soared 7.4 percent to 126.2 Swiss francs. Smith & Nephew, Europe's largest maker of shoulder and knee implants, climbed 9.1 percent to 662 pence, the biggest increase in six years. The Daily Mail's market report said there's speculation that a group of U.S. private-equity firms make an offer of 800 pence a share, without citing anyone. Smith & Nephew spokesman Jon Coles said the company doesn't comment on market rumors. Separately, Goldman Sachs Group Inc. reiterated its "buy" recommendation on the shares with a price estimate of 750 pence. Burberry rallied 2.3 percent to 1,156 pence amid speculation that PPR SA, the French owner of the Gucci and Puma brands, may make a bid for the U.K.'s largest luxury retailer. Fiat climbed 4.1 percent to 14.63 euros as Italian daily MF reported that Agco Corp. is interested in buying Fiat's tractor-making unit, CNH Global, citing Chief Executive Officer Martin Richenhagen. Rio Tinto Group Plc paced a retreat in mining companies, falling 3 percent to 4,370 pence. BHP Billiton Ltd. slid 2.1 percent to 2,428 pence and Anglo American Plc dropped 3 percent to 2,970.5 pence.

US MARKETS

U.S. stocks rose, sending the Standard & Poor's 500 Index to a two-year high, as a potential extension of tax cuts boosted shares and American International Group Inc. said it will repay its Federal Reserve credit line. Regions Financial Corp. and Zions Bancorporation rallied at least 5.3 percent on speculation that lending will become more profitable as bond yields rise. Morgan Stanley added 3.2 percent after getting approval to sell its stake in China International Capital Corp. Lincoln National Corp. and other life insurers gained after Standard & Poor's raised the industry's outlook. AIG fell 3.9 percent before shares were halted for the announcement about the repayment plan. The S&P 500 rose 0.4 percent to 1,228.28 as in New York, its highest close since Sept. 19, 2008. The Dow Jones Industrial Average gained 13.32 points, or 0.1 percent, to 11,372.48. The 10-year Treasury yield climbed 11 basis points to a six-month high of 3.24 percent. Morgan Stanley advanced 3.2 percent to \$26.47. The sixth-largest U.S. bank by assets said it has received all required regulatory approvals for the sale of its 34.3 percent holding in China International Capital Corp., clearing the way for the stake's sale to four investors. Morgan Stanley expects to realize a pretax gain of about \$700 million upon consummation of the transaction, which is expected to close before the end of 2010, the New York-based bank said today in a statement. Life insurers gained after S&P lifted the industry's outlook to "stable" from "negative," saying the companies may sidestep downgrades next year following stock and bond sales. Lincoln National advanced 7.5 percent to \$27.24. Hartford Financial Services Group Inc. added 3.5 percent to \$25. MetLife Inc. rose 3.9 percent to \$42.79. Corning Inc. increased 1.2 percent to \$18.86. The world's biggest maker of glass for flat-panel televisions said fourth-quarter LCD glass market volumes

are now expected to be consistent with those from the third quarter. The company had previously forecast volumes to be flat to down slightly. Gannett Co. increased 3 percent to \$15.78 after the newspaper publisher said it expects fourth-quarter earnings to be at the "high end" of its forecast of between 72 cents to 82 cents a share. AIG fell 3.9 percent to \$42.22 before its shares were halted. The insurer said it struck a deal to repay its Federal Reserve credit line as AIG seeks independence from the government. AIG will use proceeds from the sales of two non-U.S. life insurance units, the New York-based company said in a regulatory filing announcing the agreement with regulators including the U.S. Treasury Department. Youku.com Inc. surged in the biggest gain for a U.S. initial public offering in five years and E-Commerce China Dangdang Inc. almost doubled in its debut, the latest sign of booming demand for Chinese Internet companies. Energy and raw-materials shares fell. Gold and silver prices tumbled the most in three weeks, while oil declined after a government report showed an unexpected increase in supplies of gasoline and distillate fuels. Occidental Petroleum Corp. fell 1.6 percent to \$90.89, while Newmont Mining Corp. slumped 2.7 percent to \$60.83. McDonald's Corp. dropped 2 percent to \$78.74, the biggest decline in the Dow average. The world's largest restaurant chain said U.S. comparable-store sales climbed 4.9 percent. The estimate was 5 percent. The MSCI Emerging Markets Index dropped 1.4 percent after China's statistics bureau brought forward the release of November economic data on inflation, retail sales, industrial output and fixed-asset investments by two days to Dec. 11, heightening speculation that the People's Bank of China will lift interest rates this weekend.

EMERGING-MARKETS

Brazil's Bovespa stock index fell the most in two weeks, erasing this year's advance, after a report showing quickening inflation spurred concern policy makers will raise borrowing costs to cool the economy. Homebuilders Rossi Residencial SA and Gafisa SA fell at least 4 percent after a report showed consumer prices rose at the fastest pace in more than five years. Itau Unibanco Holding SA, Brazil's biggest bank by market value, sank to the lowest price since September. Usinas Siderurgicas de Minas Gerais SA, Brazil's biggest supplier of steel for the auto industry, led a drop for raw-materials producers.

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