

Financially Yours,

Your Daily Electronic Market Report

LEBANESE EUROBONDS

USD	Coupon	Maturity	Bid	Offer	Bid Yield	Offer Yield	Duration	M duration	Frq
9 Lebanon May 14	9.000	02/05/2014	107.000	109.000	4.894	3.790	1.69	1.65	2
8.50 Lebanon Aug 15	8.500	06/08/2015	110.500	112.500	4.776	4.118	2.69	2.64	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	111.000	113.000	5.049	4.467	3.03	2.96	2
9 Lebanon Mar 17	9.000	20/03/2017	114.500	116.500	5.450	5.005	3.90	3.80	2
5.15 Lebanon Nov 18	5.150	12/11/2018	98.750	100.750	5.384	5.009	5.44	5.30	2
6.375 Lebanon Mar 20	6.375	09/03/2020	103.250	105.000	5.841	5.563	6.09	5.92	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	115.250	117.000	5.984	5.748	6.48	6.29	2
6.1 Lebanon 2022	6.100	04/10/2022	100.375	102.375	6.050	5.788	7.70	7.48	2
7 Lebanon Dec 2024	7.000	03/12/2024	105.375	107.000	6.365	6.182	8.55	8.29	2
6.60 Lebanon Dec 2026	6.600	27/11/2026	101.375	102.375	6.451	6.345	9.47	9.18	2

EMERGING MARKETS

USD	Coupon	Maturity	Bid	Offer	Mid Yield
ABCD FINANCE	4.750	08/10/2014	106.030	106.220	1.940
BANCO DO BRASIL	4.500	22/01/2015	105.750	106.500	2.003
DAR AL ARKAN INTL.	10.750	18/02/2015	106.030	106.970	7.927
PROV DE BUENOS A.	11.750	05/10/2015	68.000	68.000	27.216
AFRICAN BANK LTD	8.125	24/02/2017	102.250	102.750	7.471
CROATIA	6.250	27/04/2017	101.375	101.750	5.869
DUBAI DOF SUKUK	4.900	02/05/2017	103.870	104.370	3.949
PETROLEOS DE VEN	8.500	02/11/2017	82.500	83.500	13.029
DOLPHIN ENERGY	5.888	15/06/2019	109.530	109.970	4.247
KUWAIT PROJECTS	9.375	15/07/2020	111.030	111.720	7.462
VIMPELCOM HLDGS	7.504	01/03/2022	94.750	95.375	8.255

BEIRUT STOCK EXCHANGE as 09/07/2012

Name	Price	\$Change	%Chg	P/E	Div Yield
Byblos bank	1.48	0.00	0.00%	5.10	0.07
Byblos bank GDR	79.00	0.00	0.00%	-	-
Byblos bank Pref 08'	100	0.00	0.00%	-	-
Byblos bank Pref 09'	100.3	0.00	0.00%	-	-
Audi (GDR)	6.24	0.00	0.00%	0.86	0.32
Blom (GDR)	7.75	0.00	0.00%	0.66	0.47
Solidere A	13.39	-0.09	-0.67%	12.09	0.07
Solidere B	13.37	0.05	0.40%	12.07	0.07
Holcim	17.74	0.00	0.00%	16.42	0.05
Casino	545	0.00	-	-	-

Benchmark	Maturity	Yield
US TREASURY	2 YEARS	0.266
	5 YEARS	0.621
	10 YEARS	1.508
	30 YEARS	2.616
EUR BUND	2 YEARS	-0.008
	5 YEARS	0.325
	10 YEARS	1.311
	30 YEARS	2.162

Equity Indices	Price	% Change
NASDAQ Comp	2931.77	-0.19%
NASDAQ 100	2610.31	-0.15%
DJI	12736.29	-0.28%
S&P 500	1352.46	-0.16%
Nikkei	8896.88	-1.37%
SMI	6160.78	-0.37%
CAC 40	3156.8	-0.38%
DAX	6410.11	-1.92%
FTSE	5627.33	-0.62%
Euronext 100	608.45	-0.50%

Arab Indices	Price	%Change
BLOM Stock Index .BLSI	1148.698	-0.13%
SAUDI All Share .SASI	6756.99	-1.43%
Doha Stock Market .QSI	8247.49	-0.31%
Kuwait SE .KWSE	5842.19	-0.50%
Abu Dhabi SE .ADI	2478.67	0.14%
Egyptian .CASE30	4698.52	-4.15%
Dubai FM Gen Id .DFMGI	1491.95	-0.41%
Morocco CFG 25	5534.01	-0.30%
Bahrain .BAX	1116.28	-0.15%

Tracker Underlying	Last Price	% Change
FXI China	33.05	-1.20
EWG Germany	19.24	-0.10
EWJ Japan	9.29	-0.54
EWY Korea	53.37	-0.67
EWT Taiwan	12.21	0.08
EWZ Brazil	51.77	-0.77
IIF India	15.41	-0.19
RNE Eastern Europe	15.08	0.53
TKF Turkey	14.38	0.28
GLD Gold	154.04	0.21
USO Oil	32.17	1.84

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	4.75%
3 Months	4.75%
6 Months	4.90%
1 Year	4.90%
*Benchmark amount 100-300 Millions	

Commodities	Price	%Change
Gold / Oz	1588.60	0.65%
Silver / Oz	27.41	1.94%
Palladium / Oz	582.60	0.65%
Platinum / Oz	1443.20	-0.25%
Copper/ Lbs	342.60	0.63%
Aluminum / Lbs	106.35	0.76%
Coffee / Lbs	181.75	1.39%
Cocoa EUR / 100 Kg	2318.00	0.00%
Wheat / Tone	810.75	2.46%
Soybean / Bsh	1665.00	2.79%
Wti / Bbl	84.84	0.02%
Brent	100.39	1.57%

Libor USD	Rate
1 months	0.25
3 Months	0.46
6 Months	0.74
1 Year	1.07
Libor EUR	
1 months	0.19
3 Months	0.43
6 Months	0.73
1 Year	1.07

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1501	1510		
Euro	1.2288	1.229	1.2321	1.228
JPY	79.46	79.5	79.59	79.44
GBP	1.5505	1.5511	1.5533	1.5496
CHF	0.9771	0.9776	0.9779	0.9742
CAD	1.0202	1.0209	1.0211	1.0187
AUD	1.0168	1.0178	1.0211	1.0155

Key Economic Calendar	Date	Forecast
US		
Trade Balance	11-JUL-12	-48.5B
CA Housing Starts	10-JUL-12	204.0K
Euroland / Japan		
UK Industrial Production	10-JUL-12	-0.20%

REGIONAL MARKET

Lebanon's BLOM stock index fell 0.13 percent to 1148.698 points. Solidere A fell 0.67 percent to \$13.39 and its Solidere B rose 0.40 percent to 13.37 Byblos Bank S.A.L remained unchanged at 1.48.

Royal Bank of Scotland Group Plc, along with Commerzbank AG and Standard Bank Group Ltd., have abandoned talks with Dubai Group to restructure \$10

billion of debt, two people with knowledge of the matter said. Qatar, the world's biggest exporter of liquefied natural gas, will use state-owned buildings and land as underlying assets for the sale of Islamic bonds, Standard & Poor's Ratings Services said. Qatar continues its meetings with fixed-income investors.

TOP FX NEWS

The euro declined to within 0.3 percent of its lowest level in two years, before reports forecast to show industrial production shrank in France and Italy as Europe's debt crisis undermines growth. The 17-nation currency was 0.3 percent from a one-month low against the yen after European Union Economic and Monetary Affairs Commissioner Olli Rehn said Spain will have to take additional measures soon to meet budget targets. The dollar strengthened versus most of its 16 major peers as Asian stocks declined. The Australian and New Zealand currencies dropped after data showed growth in exports and imports slowed in China. The euro lost 0.2 percent to \$1.2287 as of 6:30 a.m. in London after sliding to as low as \$1.2251 yesterday, the weakest since July 2010. The shared currency fell 0.3 percent to 97.69 yen from 97.95 yesterday, when it touched 97.43, the lowest since June 5. The dollar slid 0.1 percent to 79.50 yen. The so-called Aussie dropped 0.3 percent to \$1.0173, while the New Zealand currency weakened 0.3 percent to 79.39 U.S. cents. Industrial production in France probably dropped 1 percent in May from the previous month, when it climbed 1.5 percent, according to the median estimate in a Bloomberg News survey before Paris-based national statistics office Insee releases the report today.

USD/JPY

Res: 80.40/80.67/80.97
Sup: 78.80/79.23/79.44

EUR/USD

Res: 1.2285/1.2305/1.2324
Sup: 1.2420/1.2464/1.2512

GBP/USD

Res: 1.5528/1.5557/1.5581
Sup: 1.5466/1.5484/1.5501

GOLD

Res: 1589.7/1610.0/1646.3
Sup: 1570.0/1582.7/1597.0

EUROLAND

European stock-index futures fell as worse-than-expected Chinese imports overshadowed efforts by euro-region governments to support Spanish banks. U.S. futures and Asian shares dropped. BHP Billiton Ltd., the world's largest mining company, declined in Sydney trading after China's imports grew at about half the pace expected by economists. ASML Holding NV may move after Intel Corp. said it will invest as much as \$4.1 billion in the company. Futures on the Euro Stoxx 50 Index expiring in September slipped 0.3 percent to 2,219 at 7:13 a.m. in London. Contracts on the U.K.'s FTSE 100 Index were little changed. Standard & Poor's 500 Index futures lost 0.4 percent, as did the MSCI Asia Pacific Index. European governments agreed to lend 30 billion euros (\$37 billion) to Spain by the end of July, with the aim of eventually using the euro-area bailout fund to recapitalize banks directly, instead of burdening the Spanish government with the debts, Luxembourg Prime Minister Jean-Claude Juncker said. The initial cash will "be mobilized as a contingency in case of urgent needs in the Spanish banking sector," Juncker told reporters early today in Brussels after chairing a nine-hour meeting of euro-region finance ministers. The program "will succeed in addressing the remaining weakness in the Spanish banking sector." The Stoxx Europe 600 Index declined for a fourth day yesterday as Spanish 10-year bond yields climbed to more than 7 percent and Japanese machinery orders fell the most in a decade. China's imports rose less than expected in June, pushing the trade surplus to a three-year high and adding pressure on the government to boost economic stimulus. Inbound shipments increased 6.3 percent from a year earlier, the customs bureau said, compared with the 11 percent median estimate in a Bloomberg survey of 32 economists. Export growth slowed to 11.3 percent and the trade surplus rose to \$31.7 billion. In the U.S., Alcoa Inc. began the second-quarter earnings season late yesterday. The nation's largest aluminum producer said profit excluding charges related to a proposed settlement of Aluminium Bahrain BSC's bribery lawsuit and other items was 6 cents a share, compared with the 5-cent average of 19 estimates compiled by Bloomberg. BHP Billiton dropped 0.9 percent to A\$31.21 in Sydney as the world's second-largest economy shows signs of slowing. ASML may move after Intel said it will take an initial 10 percent stake in the Dutch company for about \$2.1 billion, and later another 5 percent for about \$1 billion. ASML will also get another \$1 billion in stages, the world's largest chipmaker said yesterday. Linde AG may decline after offering to sell as many as 13 million shares to help finance the acquisition of Lincare Holdings Inc. Constitutional Court holds first hearing on demands for temporary injunction to prevent Germany from ratifying the European Stability Mechanism.

US.MARKETS

U.S. stocks fell, giving benchmark indexes the longest slump in more than a month, after a jump in Spanish bond yields above 7 percent intensified concern about Europe's crisis and as investors awaited Alcoa Inc.'s results. Alcoa advanced 0.2 percent at 5:46 p.m. New York time after earnings and revenue analysts' beat estimates. Exxon Mobil Corp. and DuPont Co. dropped more than 1.3 percent to pace losses among the biggest companies. The largest payment networks Visa Inc. and MasterCard Inc. slumped at least 1.3 percent after being downgraded at UBS AG. Patriot Coal Corp. plunged 72 percent before it filed for bankruptcy protection. The Standard & Poor's 500 Index slid 0.2 percent to 1,352.46 at 4 p.m. New York time. The measure dropped 1.6 percent in three days for the longest slump since June 1. The Dow Jones Industrial Average lost 36.18 points, or 0.3 percent, to 12,736.29. Volume for exchange-listed stocks in the U.S. was 5.1 billion shares, 24 percent below the three-month average. Stocks joined a global slump as the yield on Spain's 10-year bond rose above the threshold that prompted bailouts in Greece, Ireland and Portugal. German Finance Minister Wolfgang Schaeuble dismissed a rapid move toward direct bank recapitalization by the European rescue fund, limiting the tools for shoring up Spanish banks as the euro-area crisis simmers. Alcoa, the first company in the Dow to report second-quarter results, added 0.2 percent to \$8.78 after the market close. Profit excluding a restructuring charge and other items was 6 cents a share, compared with the 5-cent profit that was the average of 19 estimates compiled by Bloomberg. Sales fell to \$5.96 billion from \$6.59 billion, exceeding the \$5.81 billion average of 11 estimates. Visa retreated 1.3 percent to \$123.65, while MasterCard declined 2.4 percent to \$431.27. UBS analyst

John Williams changed his rating on the firms' shares today to sell from neutral, citing weaker U.S. economic data and a global slowdown in growth. Williams said this could harm Visa and MasterCard, which are among the top three performing shares in the S&P's Information Technology Index since 2011. Advanced Micro Devices Inc. slumped 9.4 percent to \$5.09 after the close of regular trading. It said second-quarter sales fell 11 percent from the previous period, reducing an earlier forecast, citing weaker-than-expected sales in China and Europe as well as tepid consumer demand. Patriot Coal tumbled 72 percent to 61 cents as two people with knowledge of the matter said the U.S. fuel producer could seek bankruptcy protection as early as today. Patriot filed for bankruptcy after the market closed, as milder winters and a shift to natural gas sent coal demand to a 24-year low. Navistar International Corp. sank 3.1 percent to \$23.67. The maker of International brand trucks dropped after Bloomberg Industries said truckmakers will need to reduce production in the second half of the year. TD Ameritrade Holding Corp. slumped 2.4 percent to \$16.40 as declining growth prospects prompted Goldman Sachs Group Inc. to downgrade the online brokerage to sell from neutral. Apple Inc. rose 1.3 percent to \$613.89. The world's most valuable company may sell 4 million to 6 million still-to-be-released smaller iPad tablets in this year's fourth-quarter holiday season, according to Piper Jaffray Cos. The firm rates Apple overweight, the equivalent of a buy recommendation. Boeing Co. added 0.5 percent to \$74.03. It is set to win an order this week from United Continental Holdings Inc. for 100 of the planemaker's 737 jets in a transaction that may be valued at about \$8.4 billion, people familiar with the matter said.

EMERGING-MARKETS

China's stocks fell, dragging the benchmark index down to a six-month low, after a government report showed imports rose less than anticipated in June while export growth slowed. Shenzhen Chiwan Wharf Holdings Ltd. led a decline for port operators as a gauge of export orders showed a contraction for the first time since January, suggesting that overseas shipments may slow in coming months. Poly Real Estate Group Co., the nation's second-biggest developer, slumped 3.7 percent after forecasting lower first-half profit.

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

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