

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	104.250	105.250	3.745	2.897	1.12	1.10	2
9 1/8 Lebanon Mar 13	9.125	12/03/2013	111.000	112.000	3.748	3.294	1.96	1.92	2
9 Lebanon May 14	9.000	02/05/2014	114.375	115.375	4.265	3.964	2.90	2.84	2
5.875 Lebanon Jan 2015	5.875	15/01/2015	104.000	105.000	4.763	4.493	3.62	3.54	2
8.50 Lebanon Aug 15	8.500	06/08/2015	115.375	116.375	4.706	4.481	3.80	3.71	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	115.500	116.500	4.963	4.755	4.10	4.00	2
9 Lebanon Mar 17	9.000	20/03/2017	120.000	121.000	5.171	5.001	4.88	4.76	2
6.375 Lebanon Mar 20	6.375	09/03/2020	104.250	105.250	5.769	5.631	6.97	6.78	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	115.250	116.250	6.212	6.091	7.21	7.00	2
7 Lebanon Dec 2024	7.000	03/12/2024	103.500	104.500	6.610	6.502	9.12	8.83	2

EMERGING MARKETS - EUROBONDS

USD	Coupon	Maturity	Bid	Offer	Mid Yield
DAR AL-ARKAN INT	10.750	18/02/2015	98.979	99.479	10.983
REP OF SRI LANKA	8.250	24/10/2012	107.400	108.750	3.492
PETROLEOS MEXICA	6.000	05/03/2020	107.700	107.700	4.941
TAQA ABU DHABI	6.600	01/08/2013	108.257	108.754	3.087
ADCB F. CAYMAN	4.750	08/10/2014	101.351	101.851	4.278
PET. VENEZUELA	5.250	12/04/2017	58.006	58.256	16.145
ORASCOM	7.875	08/02/2014	95.500	95.500	9.606
REP. VENEZUELA	8.500	08/10/2014	84.250	85.250	13.870
CELL C PTY LTD	11.000	01/07/2015	104.000	105.000	9.728
BANCO DO BRASIL	4.500	22/01/2015	103.974	104.474	3.365
DOLPHIN ENER.LTD	5.888	15/06/2019	108.125	108.125	4.706

BEIRUT STOCK EXCHANGE as 11/01/2011

Name	Price	\$Change	%Chg	P/E 06	Div Yield
Byblos bank	1.91	0.02	1.06%	6.59	0.05
Byblos bank Prty	1.89	0.00	0.00%	6.52	0.07
Byblos bank GDR	89	0.00	0.00%	-	-
Byblos bank Pref 08'	102.5	0.00	0.00%	-	-
Byblos bank Pref 09'	102.5	0.00	0.00%	-	-
Audi (GDR)	8.92	-0.08	-0.89%	1.23	0.22
Blom (GDR)	10.82	0.03	0.28%	0.92	0.34
Solidere A	20.4	0.40	2.00%	18.42	0.05
Solidere B	20.07	0.15	0.70%	18.13	0.05
Holcim	17.00	0.00	0.00%	6.28	0.05
Casino	490	0.00	-	-	-

Benchmark	Maturity	Yield
US TREASURY	2 YEARS	0.585
	5 YEARS	1.953
	10 YEARS	3.334
	30 YEARS	4.480
EUR BUND	2 YEARS	0.000
	5 YEARS	1.837
	10 YEARS	2.914
	30 YEARS	3.438

Equity Indices	Price	% Change
NASDAQ Comp	2716.83	0.33%
NASDAQ 100	2288.73	0.10%
DJI	11671.88	0.30%
S&P 500	1274.48	0.37%
Nikkei	10510.68	-0.29%
SMI	6534.84	1.37%
CAC 40	3861.92	1.58%
DAX	6941.57	1.23%
FTSE	6014.03	0.97%
Euronext 100	700.78	1.33%

Arab Indices	Price	%Change
BLOM Stock Index .BLSI	1538.133	0.36%
SAUDI All Share .SASI	6701.28	0.50%
Doha Stock Market .QSI	9137.89	1.60%
Kuwait SE .KWSE	6950.6	0.05%
Abu Dhabi SE .ADI	2740.18	N/A
Egyptian .CASE30	7154.7	-0.65%
Dubai FM Gen Id .DFMGI	1633.53	N/A
Morocco CFG 25	6918.59	12.21%
Bahrain .BAX	1424.88	2.42%

Tracker Underlying	Last Price	% Change
FXI China	43.80	1.13
EWG Germany	23.41	1.34
EWJ Japan	11.06	0.71
EWY Korea	61.57	1.07
EWT Taiwan	15.47	2.38
EWZ Brazil	76.93	2.15
IIF India	24.75	0.81
RNE Eastern Europe	18.88	1.72
TKF Turkey	16.72	-0.20
GLD Gold	134.91	0.59
USO Oil	38.88	1.86

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	1384.00	0.75%
Silver / Oz	29.49	2.21%
Palladium / Oz	782.75	4.55%
Platinum / Oz	1767.60	1.41%
Copper/ Lbs	433.90	1.99%
Aluminum / Lbs	111.75	-0.97%
Coffee / Lbs	230.40	1.61%
Cocoa EUR / 100 Kg	3017.00	2.97%
Wheat / Tone	841.50	-0.91%
Soybean / Bsh	1350.50	-1.66%
Wti / Bbl	91.25	2.18%
Brent	97.89	1.44%

Libor USD	Rate
1 months	0.26
3 Months	0.30
6 Months	0.46
1 Year	0.78
Libor EUR	
1 months	0.69
3 Months	0.93
6 Months	1.17
1 Year	1.46

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1498	1503		
Euro	1.2986	1.2991	1.3016	1.2965
JPY	83.11	83.16	83.41	83.09
GBP	1.5632	1.5635	1.5658	1.5599
CHF	0.9743	0.9748	0.9754	0.9728
CAD	0.9877	0.9884	0.9912	0.988
AUD	0.9856	0.9861	0.9874	0.9806

Key Economic Calendar	Date	Forecast
US		
Mortgage Market	12-JAN-10	N/A
US Import/Export	12-JAN-10	1.2/0.7
Euroland / Japan		
EZ Industrial Output	12-JAN-10	0.5%

REGIONAL MARKET

Lebanon's BLOM stock index rose 0.36 percent to 1538.133 points. Solidere A rose 2.00 percent to \$20.40 and its B rose 0.70 percent to \$20.07. Byblos Bank S.A.L. common rose 2.16 percent to 1.89 and its priority share rose 2.16 percent to 1.89.

Abu Dhabi may increase its stake in Aldar Properties PJSC, the emirate's largest developer, as part of a possible

conversion of bonds into equity. The shares fell the most in more than two months. The company may convert 3.56 billion dirhams (\$970 million) of bonds due to Abu Dhabi investment arm Mubadala Development Co. in November into shares, Aldar said today in a statement to the bourse. Aldar also said it may sell convertible bonds and unspecified assets

TOP FX NEWS

The euro rose for a third day against the dollar on speculation bond purchases by Asian nations will help stem a funding crisis in Europe. The shared currency climbed to the highest in almost a week against the Swiss franc before a bond auction in Spain tomorrow that may see demand from China, which has expressed interest in buying the nation's debt. The Australian dollar fell to a one-month low against the greenback amid concern worsening floods will slow growth and keep the Reserve Bank from raising interest rates. Australia's currency weakened versus all of its 16 major counterparts as Brisbane faced its worst floods since 1893 and rivers swollen with heavy rain raced toward the city, triggering evacuations. The euro rose to \$1.2990 at 1:58 p.m. in Tokyo from \$1.2974 in New York yesterday. It was at 107.96 yen from 107.99 yen. The common currency gained to 1.2673 Swiss francs, the highest since Jan. 6, before trading at 1.2652 francs from 1.2632 francs. The dollar bought 83.12 yen from 83.24 yen. The so-called Aussie fell 0.3 percent to 98.45 U.S. cents. It touched 98.04 U.S. cents earlier, the lowest level since Dec. 9. The currency declined to 81.84 yen from 82.17 yen. Spain will sell up to 3 billion euros (\$3.9 billion) of 2016 bonds and Italy will offer as much as 6 billion euros of 2015 and 2026 bonds tomorrow, according to data compiled by Bloomberg. Portugal will sell up to 1.25 billion euros of 2014 and 2020 bonds today.

USD/JPY

Res: 83.70/83.91/84.51
 Sup: 83.17/82.66/82.28

EUR/USD

Res: 1.3022/1.3080/1.3131
 Sup: 1.2944/1.2904/1.2860

GBP/USD

Res: 1.5680/1.5710/1.5752
 Sup: 1.5591/1.5546/1.5513

GOLD

Res: 1386.6/1398.3/1404.0
 Sup: 1373.4/1366.0/1353.4

EUROLAND

European stocks surged to a 28-month high as Japan pledged to buy euro-area bonds, joining China in helping to alleviate the region's debt crisis. HSBC Holdings Plc, Europe's largest bank, and Barclays Plc rallied more than 2 percent after analysts recommended the shares. Mining companies advanced as copper climbed in London and JPMorgan Chase & Co. upgraded BHP Billiton Ltd. Siemens AG rose 3 percent after the engineering company said it's confident of reaching its full-year targets. The benchmark Stoxx Europe 600 Index gained 1.3 percent to 281.98 at the close in London, the highest level since September 2008. The gauge has climbed for five of the past six weeks amid speculation that the global economic recovery will continue, boosting company earnings. Portugal, Spain and Italy are scheduled to sell debt this week following a slump in euro-area government bonds last week. National benchmark indexes climbed in all 18 western European markets. The U.K.'s FTSE 100 and Germany's DAX increased 1 percent and 1.2 percent respectively, while France's CAC 40 gained 1.6 percent. Portugal's PSI-20 Index rallied 2.4 percent, rebounding from a four-day slide. Alcoa Inc. unofficially kicked off the fourth-quarter earnings season in the U.S. on Monday, reporting its highest profit in nine quarters. The shares fell in New York trading after sales missed analyst's estimates. A further five Standard & Poor's 500 Index companies are scheduled to report results this week, including Intel Corp. and JPMorgan. HSBC rose 2.4 percent to 688.7 pence after Citigroup Inc. upgraded the bank to "buy" from "hold," saying it may increase dividends from 34 cents in 2010 to 65 cents in 2013. Barclays increased 5.5 percent to 292 pence as BofA Merrill Lynch Global Research raised its price estimate for Britain's third-biggest bank by 35 percent to 500 pence and reiterated its "buy" recommendation. Separately, strategists at Societe Generale SA upgraded Europe's banking industry to "overweight," citing "attractive" valuations and an improved economy. BHP Billiton led a rebound in mining companies, climbing 1.8 percent to 2,519 pence after JPMorgan upgraded the world's largest mining company to "neutral" and copper advanced on the London Metal Exchange as investors bought the metal after the longest slump since June. Nickel and zinc also rose. Siemens, which reports earnings on Jan. 25, gained 3 percent to 91.48 euros after Europe's largest engineering company said it aims for profit from continuing operations to gain at least 25 percent to 35 percent, while organic sales should rise "moderately" in the full year. Continental AG rallied 4 percent to 60.83 euros. Europe's second-biggest tiremaker beat sales and goals for 2010 as unusually snowy weather in Europe propelled fourth-quarter winter-tire sales.

US MARKETS

U.S. stocks rose, as the Standard & Poor's 500 Index rebounded from a three-day slump, after Sears Holdings Corp.'s profit forecast and Lennar Corp.'s earnings beat estimates, while higher oil prices boosted energy shares. Sears, the largest U.S. department-store chain, and homebuilder Lennar climbed at least 6.3 percent. Apollo Group Inc., whose earnings also exceeded estimates, jumped 13 percent. Chevron Corp. and Schlumberger Ltd. gained more than 1.5 percent as oil rose to a one-week high. Bank of America Corp. advanced 2 percent after Morgan Stanley recommended the lender. The S&P 500 increased 0.4 percent to 1,274.48 in New York, returning to near its highest level since September 2008. The Dow Jones Industrial Average increased 34.43 points, or 0.3 percent, to 11,671.88. The benchmark gauge for U.S. equities gained 88 percent since its March 2009 low amid government measures to stimulate the economy and as companies reported better-than-estimated earnings. Companies in the S&P 500 posted higher-than-estimated results in all three quarters reported so far for 2010, and analysts predict they'll climb 14 percent in 2011, according to data compiled by Bloomberg News. Sears jumped 6.3 percent to \$75.03. The largest U.S. department-store chain said it will earn \$3.39 to \$4.12 a share before any items for the fourth quarter. Analysts surveyed by Bloomberg had estimated profit of \$3.05 on average. Lennar advanced 7.1 percent to \$20.24. The Miami-based homebuilder reported fourth-quarter earnings that beat analyst estimates after cutting costs. Net income in the three months ended Nov. 30 was 17 cents a share excluding some items. Analysts projected earnings of about 1 cent a share, according to the average of 15 estimates compiled by Bloomberg. Apollo Group added 13 percent to \$40.74, the biggest gain in the S&P 500. The Phoenix-based education company said earnings

in the first quarter were \$1.63, surpassing the \$1.35 average estimate of analysts. Energy shares had the biggest gain in the S&P 500 among 10 industries, rising 1.6 percent. Oil rose to the highest level in a week after a presidential panel investigating the BP Plc spill in the Gulf of Mexico called for "urgent reform" and the Trans Alaska Pipeline System's closure threatened refiners' supplies. Chevron, the second-biggest U.S. energy company, added 1.6 percent to \$91.83. Schlumberger, the largest oilfield services provider, rallied 2 percent to \$82.26. Bank of America rose 2 percent, the most in the Dow average, to \$14.69. The largest U.S. bank by assets was recommended by Morgan Stanley as long research tactical idea. Supervalu Inc. tumbled 12 percent, the biggest decline in the S&P 500, to \$7.59. The grocer said it expects a fiscal 2011 adjusted profit of \$1.25 to \$1.35 a share. It previously forecast \$1.40 to \$1.60 a share. The average estimate of analysts surveyed by Bloomberg was for \$1.45 a share. Advanced Micro Devices Inc. slumped 9 percent to \$8.36. The second-largest maker of computer microprocessors named Thomas Seifert as interim chief executive officer, as Dirk Meyer resigned in a mutual agreement with the board. Phone companies had the biggest decline in the S&P 500 among 10 industries, falling 1.5 percent. Verizon Communications Inc. fell the most in the Dow average, sliding 1.6 percent to \$35.36. Verizon Wireless, set to get Apple Inc.'s iPhone this month after four years of waiting, may spend \$3 billion to \$5 billion to subsidize customer purchases of the device this year, cutting into profits, analysts say. The S&P 500's valuation may tumble to the lowest level since the 1980s as profits rise faster than stock prices over the coming years, according to Janney Montgomery Scott LLC.

EMERGING-MARKETS

China's stocks fluctuated as health-care shares and smaller companies tumbled, offsetting gains for steelmakers and large banks. Shandong Dong-E E-Jiao Co. led drugmakers lower on concern industry stocks were overvalued after doubling over the past two years. Industrial and Commercial Bank of China Ltd., the nation's biggest lender, rose after Guotai Junan Securities Co. said China's biggest banks are the cheapest globally and will benefit from the nation's economic expansion. The Shanghai Composite Index, which tracks the bigger of China's stock exchanges, declined 3.1, or 0.1 percent, to 2,800.97 as of 1:23 p.m., erasing a gain of as much as 0.9 percent.

ALAIN WANNA | A.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

Rizkallah Semaan

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