

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	99.750	100.750	8.802	2.906	0.17	0.17	2
9 1/8 Lebanon Mar 13	9.125	12/03/2013	106.250	107.250	3.511	2.661	1.09	1.07	2
9 Lebanon May 14	9.000	02/05/2014	111.250	112.250	3.810	3.382	2.09	2.06	2
5.875 Lebanon Jan 2015	5.875	15/01/2015	104.000	105.000	4.431	4.081	2.79	2.73	2
8.50 Lebanon Aug 15	8.500	06/08/2015	114.375	115.375	4.103	3.823	3.07	3.01	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	114.500	115.500	4.499	4.246	3.51	3.44	2
9 Lebanon Mar 17	9.000	20/03/2017	118.500	119.500	4.902	4.704	4.23	4.13	2
6.375 Lebanon Mar 20	6.375	09/03/2020	104.875	105.875	5.619	5.470	6.39	6.21	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	117.750	118.750	5.744	5.617	6.75	6.56	2
7 Lebanon Dec 2024	7.000	03/12/2024	107.000	108.000	6.201	6.093	8.78	8.52	2

EMERGING MARKETS - EUROBONDS

USD	Coupon	Maturity	Bid	Offer	Mid Yield
DAR AL-ARKAN INT	10.750	18/02/2015	92.500	94.500	13.384
REP OF SRI LANKA	8.250	24/10/2012	102.000	103.000	4.860
PETROLEOS MEXICA.	6.000	05/03/2020	104.784	105.484	5.216
TAQA ABU DHABI	6.600	01/08/2013	105.280	106.220	2.744
ADCB F. CAYMAN	4.750	08/10/2014	104.030	104.470	3.106
PET. VENEZUELA	5.250	12/04/2017	63.950	64.950	15.382
ORASCOM	7.504	01/03/2022	89.250	90.125	9.080
REP.VENEZUELA	8.500	08/10/2014	93.450	94.450	11.127
CELL C PTY LTD	11.000	01/07/2015	100.000	105.000	10.119
BANCO DO BRASIL	4.500	22/01/2015	101.875	103.875	3.485
DOLPHIN ENER.LTD	5.888	15/06/2019	107.280	108.220	4.639

BEIRUT STOCK EXCHANGE as 12/01/2012

Name	Price	\$Change	%Chg	P/E 06	Div Yield
Byblos bank	1.58	0.00	0.00%	5.45	0.06
Byblos bank GDR	77.50	0.00	0.00%	-	-
Byblos bank Pref 08'	101	0.00	0.00%	-	-
Byblos bank Pref 09'	101	0.00	0.00%	-	-
Audi (GDR)	5.96	0.00	0.00%	0.82	0.33
Blom (GDR)	7.33	-0.14	-1.87%	0.63	0.50
Solidere A	14.35	-0.15	-1.03%	12.96	0.07
Solidere B	14.27	-0.13	-0.90%	12.89	0.07
Holcim	16.60	-0.29	-1.70%	16.42	0.05
Casino	550	0.00	-	-	-

Benchmark	Maturity	Yield
US TREASURY	2 YEARS	0.233
	5 YEARS	0.838
	10 YEARS	1.933
	30 YEARS	2.979
EUR BUND	2 YEARS	0.170
	5 YEARS	0.844
	10 YEARS	1.836
	30 YEARS	2.442

Equity Indices	Price	% Change
NASDAQ Comp	2724.76	0.51%
NASDAQ 100	2381.10	0.15%
DJI	12471.02	0.17%
S&P 500	1295.5	0.23%
Nikkei	8385.59	-0.74%
SMI	6018.07	0.17%
CAC 40	3199.98	-0.15%
DAX	6179.21	0.44%
FTSE	5662.42	-0.15%
Euronext 100	598.24	-0.12%

Arab Indices	Price	%Change
BLOM Stock Index .BLSI	1170.223	-0.36%
SAUDI All Share .SASI	6476.6	0.00%
Doha Stock Market .QSI	8710.89	0.00%
Kuwait SE .KWSE	5717.1	0.00%
Abu Dhabi SE .ADI	2365.46	0.00%
Egyptian .CASE30	3766.17	0.00%
Dubai FM Gen Id .DFMGI	1333.52	0.00%
Morocco CFG 25	5709.96	-0.20%
Bahrain .BAX	1129.48	-0.70%

Tracker Underlying	Last Price	% Change
FXI China	36.84	0.27
EWG Germany	20.10	1.72
EWJ Japan	9.13	-0.44
EWY Korea	53.19	1.16
EWT Taiwan	12.23	0.33
EWZ Brazil	62.13	1.30
IIF India	15.10	0.07
RNE Eastern Europe	14.36	1.56
TKF Turkey	11.85	3.13
GLD Gold	160.38	0.44
USO Oil	38.06	-2.21

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	1647.30	2.05%
Silver / Oz	30.09	1.80%
Palladium / Oz	640.70	1.35%
Platinum / Oz	1499.00	1.15%
Copper/ Lbs	364.40	1.05%
Aluminum / Lbs	110.50	-0.67%
Coffee / Lbs	233.90	3.52%
Cocoa EUR / 100 Kg	2326.00	-0.30%
Wheat / Tone	605.00	-5.62%
Soybean / Bsh	1178.50	-1.59%
Wti / Bbl	100.18	-1.13%
Brent	113.56	1.12%

Libor USD	Rate
1 months	0.29
3 Months	0.57
6 Months	0.80
1 Year	1.12
Libor EUR	Rate
1 months	0.79
3 Months	1.18
6 Months	1.47
1 Year	1.82

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1501	1510		
Euro	1.2877	1.2879	1.2878	1.2808
JPY	76.7	76.71	76.83	76.68
GBP	1.5382	1.5385	1.5392	1.5328
CHF	0.9417	0.9421	0.9449	0.9411
CAD	1.0167	1.0171	1.0195	1.0165
AUD	1.0347	1.0352	1.035	1.0298

Key Economic Calendar		
Data	Date	Forecast
US		
International Trade	13-JAN-12	-45.0B
Michigan sentiment	13-JAN-12	71.5
Euroland / Japan		
GB PPI output	13-JAN-12	0.00%

REGIONAL MARKET

Lebanon's BLOM stock index fell 0.36 percent to 1170.223 points. Solidere A fell 1.03 percent to \$14.35 and its Solidere B fell 0.90 percent to \$14.27 Byblos Bank S.A.L remained unchanged at 1.58.

Nakheel PJSC, the Dubai developer that wrote down \$21 billion of its assets, may struggle to raise debt without a state pledge to back its first fundraising since the

emirate's property crash. The builder of islands shaped like palm fronds off Dubai's coast is in talks with banks to raise at least 300 million dirhams (\$82 million) for a retail project on Palm Jumeirah, Chairman Ali Rashed Lootah told reporters yesterday. This is both Nakheel's first project and attempt to sell debt since a 2009 restructuring.

TOP FX NEWS

The euro strengthened against the dollar and the yen as Italy prepared to sell bonds and after European Central Bank President Mario Draghi said policy makers have averted a credit shortage. The 17-nation currency rose 0.4 percent to \$1.2864 as of 3:09 p.m. in Tokyo, and gained 0.4 percent to 98.72 yen. The Australian and New Zealand dollars fell against most of their 16 major peers amid concern U.S. economic growth may be weaker than forecast, sapping demand for riskier assets. The New Zealand dollar dropped for a second day following a report that showed U.S. retail sales increased less than projected and before data that may indicate a wider trade deficit for the world's largest economy. Declines in the so-called Aussie and kiwi were limited as Asian stocks rallied after European Central Bank President Mario Draghi said his strategy for tackling Europe's crisis is beginning to work.

USD/JPY

Res: 77.13/77.56/77.88

Sup: 76.58/76.11/75.32

EUR/USD

Res: 1.2855/1.2893/1.2935

Sup: 1.2798/1.2765/1.2750

GBP/USD

Res: 1.5625/1.5669/1.5700

Sup: 1.5507/1.5470/1.5444

GOLD

Res: 1599.7/1606.0/1617.3

Sup: 1561.0/1545.7/1523.0

EUROLAND

European stocks declined after reports that showed U.S. retail sales and initial jobless claims missed economists' forecasts outweighed lower borrowing costs at Spanish and Italian debt auctions. Tesco Plc dropped 16 percent, leading retail shares lower, after the U.K.'s largest supermarket chain said it was "disappointed" with holiday sales. Vestas Wind Systems A/S and Delhaize Group SA tumbled. Royal Bank of Scotland Group Plc rose 5.6 percent after announcing job cuts. Sulzer AG, the world's second-largest maker of pumps, added 5.1 percent after saying full-year orders increased 14 percent. The Stoxx Europe 600 Index fell 0.2 percent to 249.50 at the close in London. The gauge had earlier advanced as much as 0.9 percent after Spain and Italy sold debt, raising their targeted amounts at lower yields. The benchmark measure has still advanced 2 percent since the beginning of this year as economic reports around the world added to optimism the global economy can withstand the euro area's debt crisis. National benchmark indexes rose in 13 of Europe's 18 western markets. France's CAC 40 Index slipped 0.2 percent and the U.K.'s FTSE 100 Index fell 0.2 percent, while Germany's DAX Index climbed 0.4 percent. Sales at U.S. retailers in December rose less than forecast, restrained by cheaper fuel prices and holiday discounting that helped hold down the value of goods sold. The 0.1 percent gain followed a 0.4 percent advance in November that was more than initially reported, Commerce Department figures showed today. Economists forecast a 0.3 percent December rise, according to the median estimate in a Bloomberg News survey. Purchases excluding automobiles fell 0.2 percent. Tesco tumbled 16 percent to 323.45 pence, the largest decline since at least 1988. The company said sales declined in the six weeks to Jan. 7 and that profit would be at the "low end of the current consensus range." U.K. sales at stores open at least a year fell 2.3 percent, excluding fuel and value-added tax, during the period. Vestas lost 7.1 percent to 58.50 kroner. The biggest wind-turbine maker said it's cutting 2,335 jobs worldwide and a further 1,600 posts are at risk in the U.S. this year as a tax credit expires. RBS advanced 5.6 percent to 23 pence. Britain's biggest government-owned lender will cut 3,500 jobs at its investment bank over the next three years as it exits its unprofitable cash equities and mergers advisory operations. RBS said it will sell or close the units, along with its corporate broking and equity capital markets operations. The bank also said it cut a further 2,000 positions in the second half of last year. UniCredit SpA climbed 14 percent to 2.90 euros. The stock was raised to "buy" from "neutral" at Citigroup Inc., which said the stock would suit a high-risk investment strategy as it offers significant "upside potential." Solar shares gained after a government body said China plans to double solar capacity this year. The head of China's National Energy Administration, Liu Tienan, said yesterday that the country will install 3 gigawatts in 2012. Air France-KLM Group Europe's biggest airline will shrink its fleet and freeze pay and hiring at the main French unit in a push to restore profitability by shaving 1 billion euros (\$1.28 billion) from costs. Air France gained 7.5 percent to 4.29 euros. Danone SA and Nestle SA The food companies made first-round bids for Pfizer Inc.'s baby-formula unit.

US.MARKETS

U.S. stocks rose, sending the Standard & Poor's 500 Index higher for a fourth day, as a drop in borrowing costs at auctions in Europe overshadowed disappointing American jobless claims and retail sales data. Alcoa Inc. and Caterpillar Inc. rallied at least 2.3 percent, pacing gains among the biggest companies. Target Corp. added 1.6 percent as the discount retailer said it will buy back as much as \$5 billion of its shares. Energy companies slumped as oil sank and Chevron Corp. lost 2.6 percent after reporting fourth-quarter profit was "significantly below" the previous period. Bank of America Corp. dropped 1.2 percent. The S&P 500 rose 0.2 percent to 1,295.50 at 4 p.m. New York time, erasing a decline of as much as 0.5 percent. The benchmark gauge for American equities gained 1.4 percent in four days to the highest since July 28. The Dow Jones Industrial Average added 21.57 points, or 0.2 percent, to 12,471.02 today. The four-day rally in the S&P 500 extended this year's advance to 3 percent. Commodity, financial and industrial companies had the biggest gains among 10 groups in 2012, adding at least 5.8 percent. Utility and telephone providers, which are least-tied to economic growth, were the worst performers. Target added 1.6 percent to \$49.81. Repurchases under the new authorization will start after the current \$10 billion program ends early this year. Target expects to complete the new \$5 billion authorization in the next two to three years. Dow Chemical Co. rallied 3.6 percent to \$32.56. The European Union removed tariffs against the U.S. on a chemical used in paints and paper coatings after U.K. producer Ineos Oxide Ltd. withdrew a complaint about price undercutting. The policy reversal ends duties as high as 13.8 percent on U.S. exporters including Dow Chemical for allegedly having sold vinyl acetate in the EU below cost, a practice known as dumping. CA Inc. rose 4.2 percent to \$21.82. Hedge fund Taconic Capital Advisors LP said it acquired a 5.1 percent

stake in the maker of software for mainframe computers and is in talks with management to boost returns. Chevron sank 2.6 percent, the most in the Dow, to \$104.97. The company's U.S. refineries processed 18 percent less crude during October and November than during the final three months of 2010 because of maintenance work that idled part of a California refinery, Chevron said. Banks swung between gains and losses ahead of JPMorgan Chase & Co.'s results tomorrow. The New York-based company is projected to report a record \$18.5 billion in 2011 earnings when adjusted for one-time items, a 6 percent increase, according to a survey of analysts by Bloomberg. Profit at San Francisco-based Wells Fargo & Co. is estimated to have jumped more than four times as much, to an all-time high of \$15.3 billion. JPMorgan added 0.5 percent to \$36.85. Wells Fargo lost less than 0.1 percent to \$29.61. Bank of America slumped 1.2 percent to \$6.79, after rallying 11 percent in three days. The 12 percent rally in the S&P 500 since Nov. 25 has pushed optimism to a level last seen when the U.S. stock market began its biggest retreat since 2009. The proportion of investment newsletter writers who are optimistic on equities rose to 51.1 percent this week, the highest since May, according to a report from New Rochelle, New York-based Investors Intelligence yesterday. Last year's peak in bullishness was just before the market's top in April. Some analysts say sentiment serves as a contrary indicator given that optimistic investors have already purchased shares, leaving less money to help drive prices higher. The S&P 500 has climbed in four out of the past six weeks as data on manufacturing and employment raised optimism the world's largest economy will weather Europe's sovereign debt crisis. Energy companies in the S&P 500 slid 0.9 percent as a group. Oil dropped the most in two weeks after a proposed European Union embargo of Iranian oil imports was said likely to be delayed for six months

EMERGING-MARKETS

The Bovespa index fell for the first time in five days as consumer-goods maker Hypermarcas SA dropped with other companies linked to domestic demand on speculation borrowing costs in Brazil won't fall as much as expected. Vale SA, the world's largest iron-ore producer, fell after saying it will lose 2 million metric tons of the steelmaking ingredient because of heavy rains in three Brazilian states.

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