

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	3.007	2.229	1.21	1.19	2
9 1/8 Lebanon Mar 13	9.125	12/03/2013	112.000	113.000	3.501	3.068	2.05	2.01	2
9 Lebanon May 14	9.000	02/05/2014	115.250	116.250	4.115	3.824	2.99	2.93	2
5.875 Lebanon Jan 2015	5.875	15/01/2015	104.000	105.000	4.783	4.518	3.61	3.53	2
8.50 Lebanon Aug 15	8.500	06/08/2015	115.625	116.625	4.709	4.488	3.89	3.80	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	115.625	116.625	4.986	4.781	4.19	4.09	2
9 Lebanon Mar 17	9.000	20/03/2017	120.250	121.250	5.170	5.002	4.97	4.85	2
6.375 Lebanon Mar 20	6.375	09/03/2020	104.000	105.000	5.807	5.670	7.06	6.86	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	116.000	117.000	6.133	6.014	7.31	7.10	2
7 Lebanon Dec 2024	7.000	03/12/2024	104.000	105.000	6.558	6.451	9.22	8.93	2

EMERGING MARKETS - EUROBONDS

USD	Coupon	Maturity	Bid	Offer	Mid Yield
DAR AL-ARKAN INT	10.750	18/02/2015	97.950	98.700	11.254
REP OF SRI LANKA	8.250	24/10/2012	107.750	108.750	3.609
PETROLEOS MEXICA.	6.000	05/03/2020	111.250	111.250	4.495
TAQA ABU DHABI	6.600	01/08/2013	107.534	108.034	3.470
ADCB F. CAYMAN	4.750	08/10/2014	100.869	101.244	4.444
PET. VENEZUELA	5.250	12/04/2017	57.086	57.586	16.308
ORASCOM	7.875	08/02/2014	94.530	94.530	9.936
REP.VENEZUELA	8.500	08/10/2014	84.750	85.750	13.573
CELL C PTY LTD	11.000	01/07/2015	104.000	105.000	9.747
BANCO DO BRASIL	4.500	22/01/2015	104.441	104.941	3.267
DOLPHIN ENER.LTD	5.888	15/06/2019	106.750	106.750	4.907

BEIRUT STOCK EXCHANGE as 13/12/2010

Name	Price	\$Change	%Chg	P/E 06	Div Yield
Byblos bank	1.78	0.00	0.00%	6.14	0.06
Byblos bank Prty	1.78	0.00	0.00%	6.14	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)	9.08	0.00	0.00%	1.25	0.22
Blom (GDR)	10.21	0.09	0.89%	0.87	0.36
Solidere A	18.5	0.06	0.33%	16.71	0.05
Solidere B	18.39	0.02	0.25%	16.61	0.05
Holcim	17.09	5.59	48.61%	17.00	0.05
Casino	490	0.00	-	-	-

Benchmark	Maturity	Yield
US TREASURY	2 YEARS	0.693
	5 YEARS	2.072
	10 YEARS	3.381
	30 YEARS	4.476
EUR BUND	2 YEARS	1.089
	5 YEARS	2.000
	10 YEARS	2.969
	30 YEARS	3.430

Equity Indices	Price	% Change
NASDAQ Comp	2637.54	0.80%
NASDAQ 100	2215.34	0.62%
DJI	11410.32	0.35%
S&P 500	1240.4	0.60%
Nikkei	10211.95	-0.72%
SMI	6519.14	-0.28%
CAC 40	3857.35	-0.02%
DAX	7006.17	0.60%
FTSE	6514	0.00%
Euronext 100	699.12	0.12%

Arab Indices	Price	%Change
BLOM Stock Index .BLSI	1462.524	0.15%
SAUDI All Share .SASI	6461.4	0.38%
Doha Stock Market .QSI	8794.83	0.17%
Kuwait SE .KWSE	6803.6	-0.83%
Abu Dhabi SE .ADI	2766.27	0.42%
Egyptian .CASE30	6916	2.10%
Dubai FM Gen Id .DFMGI	1676.18	-1.43%
Morocco CFG 25	26561.32	-0.94%
Bahrain .BAX	1424.27	2.38%

Tracker Underlying	Last Price	% Change
FXI China	43.43	0.16
EWG Germany	24.06	0.46
EWJ Japan	10.58	-0.28
EWY Korea	57.95	0.05
EWT Taiwan	14.98	0.33
EWZ Brazil	75.63	0.89
IIF India	27.41	1.63
RNE Eastern Europe	18.76	0.49
TKF Turkey	16.83	-1.35
GLD Gold	135.41	0.03
USO Oil	37.66	-0.74

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	1384.30	-0.56%
Silver / Oz	28.57	-0.74%
Palladium / Oz	731.35	-1.14%
Platinum / Oz	1670.30	-0.22%
Copper/ Lbs	410.50	0.58%
Aluminum / Lbs	104.00	-1.75%
Coffee / Lbs	205.55	2.34%
Cocoa EUR / 100 Kg	2952.00	-3.97%
Wheat / Tone	826.75	-0.87%
Soybean / Bsh	1273.00	-0.66%
Wti / Bbl	88.13	-0.47%
Brent	90.22	-0.44%

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	0.96
6 Months	1.20
1 Year	1.49

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1505	1512		
Euro	1.3192	1.3195	1.3209	1.3183
JPY	84.12	84.13	84.16	83.91
GBP	1.578	1.5784	1.5808	1.5778
CHF	0.9829	0.9835	0.9843	0.9814
CAD	1.0088	1.0093	1.0108	1.0091
AUD	0.9852	0.9854	0.9857	0.9834

Key Economic Calendar		
Data	Date	Forecast
US		
Retail Sales	14-DEC-10	0.60%
Redbook	14-DEC-10	-
Euroland / Japan		
GB PPI	13-DEC-10	0.80%

REGIONAL MARKET

Lebanon's BLOM stock index rose 0.15 percent to 1462.524 points. Solidere A rose 0.33 percent to \$18.50 and its B rose 0.25 percent to \$18.39. Byblos Bank S.A.L. common remained unchanged at 1.78 and its priority share remain unchanged at 1.78.

Egypt shares rose to the highest level in almost three weeks on speculation the central bank may cut interest rates after inflation eased in November. Qatar's benchmark advanced. The EGX 30 Index advanced for a third day, increasing 0.6 percent to 6,916. In the Persian

Gulf, Qatar's benchmark rose 0.5 percent, while the Bloomberg GCC 200 Index slipped 0.1 percent. Qatar's index has soared 7.5 percent since the country was awarded the World Cup on Dec. 2. Abu Dhabi's ADX General Index increased 0.2 percent. Dubai's benchmark stock index dropped 1 percent, the most in two weeks, led by National Central Cooling Co. Bahrain's All Share Index retreated 0.1 percent, Kuwait's gauge slipped 0.3 percent and Oman's MSM30 Index fell less than 0.1 percent. Saudi Arabia's Tadawul All Share Index climbed less than 0.1%.

TOP FX NEWS

The euro dropped against 14 of its 16 major counterparts on signs of division among European governments over how to stem the region's debt crisis. The shared currency weakened for a third day against the dollar before European Union leaders attend a summit on Dec. 16 and 17, with Italy, Belgium and Luxembourg favoring euro-area bonds while Germany and France are opposed. The dollar strengthened before a report tomorrow that may show U.S. retail sales climbed for a fifth month. The Australian dollar snapped a two-day gain after data showing a surge in Chinese inflation stoked concern the Asian nation will raise interest rates. The euro fell to \$1.3197 as of 2:50 p.m. in Tokyo from \$1.3226 in New York on Dec. 10. The euro was at 111.01 yen from 111.04. The U.S. currency was at 84.12 yen from 83.95 yen. The euro has dropped 9.6 percent this year in a measure of the currencies of 10 developed nations, according to Bloomberg Correlation-Weighted Currency Indexes. The yen has gained 11 percent, while the dollar is down 1 percent.

USD/JPY

Res: 84.41/84.67/84.94
Sup: 83.75/83.45/83.03

EUR/USD

Res: 1.3283/1.3323/1.3353
Sup: 1.3164/1.3111/1.3060

GBP/USD

Res: 1.5863/1.5893/1.5936
Sup: 1.5757/1.5711/1.5668

GOLD

Res: 1394.2/1400.1/1404.0
Sup: 1380.9/1372.7/1368.9

EUROLAND

European stocks advanced for a second week as investors speculated that corporate profits and improving macro-economic data will overcome the region's sovereign-debt crisis. Prudential Plc led gains as UBS AG recommended Britain's largest insurer. Bank of Ireland Plc jumped 22 percent as lawmakers backed the Irish government's budget. Burberry Group Plc climbed amid takeover speculation. ASML Holding NV rose 7.2 percent after the company raised its forecast for bookings in the fourth quarter. The benchmark Stoxx Europe 600 Index gained 1.9 percent this week, extending a 1.6 percent advance last week. It's the first five-day up week since June for the European benchmark. The gauge has rallied 8.8 percent this year as corporate profits climbed, the Federal Reserve unveiled a \$600 billion bond-purchase program to assist the U.S. economic recovery and the European Union bailed out Greece and Ireland. European equities will climb 12 percent through the end of 2011 as rising earnings and record-low interest rates help companies overcome the sovereign-debt crisis, a Bloomberg survey of 13 strategists shows. Goldman Sachs Group Inc., the most bullish forecaster, says the Stoxx 600 will rally 20 percent because profits may expand twice as fast as the 14 percent average rate in more than 26,000 analyst estimates compiled by Bloomberg. In the U.K., a report showed manufacturing expanded in October twice as much as economists forecast, a sign that the economic recovery maintained its momentum into the final quarter of the year. In Germany, Europe's largest economy, industrial production rose almost three times as much as economists forecast in October, led by demand for investment goods such as machinery. National benchmark indexes rose in all 18 western European markets, except Finland and Sweden. France's CAC 40 Index surged 2.9 percent. The U.K.'s FTSE 100 Index gained 1.2 percent, while Germany's DAX Index rallied 0.8 percent. Portugal's PSI 20 Index and Ireland's ISEQ Index posted the best performances, both rising more than 3 percent. European insurance companies posted the best performance among 19 industry groups, rising 4.7 percent. Prudential surged 9.7 percent as UBS added the stock to its European "key calls" list. S&P lifted its outlook on U.S. life insurers to "stable" from "negative," saying the industry may sidestep downgrades next year after raising funds in stock and bond sales. Zurich Financial Services AG, Switzerland's largest insurer, climbed 4.4 percent, while Axa SA, France's biggest insurer, advanced 8.1 percent. Bank of Ireland Plc surged 21 percent, extending last week's 22 percent rise. Irish Finance Minister Brian Lenihan won the backing of lawmakers in the first votes on his 6 billion- euro budget to tackle what he called the "worst crisis in our history." Alstom SA surged 9.2 percent.

US MARKETS

U.S. stocks rose for a second week, sending the Standard & Poor's 500 Index to the highest level since September 2008, as President Barack Obama reached a tax-cut agreement with Republicans, General Electric Co. raised its dividend and consumer confidence topped estimates. GE rallied 5.6 percent. Citigroup Inc. added 7.2 percent after the Treasury sold its remaining stake in the bank, and American International Group Inc. increased 12 percent after the insurer said it will repay a Federal Reserve credit line. Tenet Healthcare Corp. surged 55 percent after receiving an unsolicited takeover bid from Community Health Systems Inc. The S&P 500 rose 1.3 percent to 1,240.40, extending its 2010 gain to 11 percent. The Dow Jones Industrial Average climbed 28.23 points, or 0.3 percent, to 11,410.32. The Russell 2000 Index of small U.S. companies climbed 2.7 percent to 776.83, the highest level since December 2007. Stocks rose and Treasuries plunged, sending yields on 10-year notes up the most for a week in 2010, amid speculation Obama's plan to extend tax cuts enacted under his predecessor, George W. Bush, will spur economic growth and drive down unemployment stuck near the highest levels since the early 1980s. The Thomson Reuters/University of Michigan's index showed the most confidence among American consumers in six months. The equities rally pushed the S&P 500 above the 1,228.74 level that marks a recovery of 61.8 percent of its decline from a record beginning in October 2007. The ratio, which corresponds to proportions found in nature, is part of Fibonacci chart analysis and suggests the market may fully recover its losses. Economic reports next week include November retail sales, inflation and home construction. Federal Reserve policy makers meet. Best Buy Co., the world's largest consumer-electronics retailer, FedEx Corp.,

the second-biggest U.S. package shipper, and Oracle Corp., the world's second-largest software maker, are among companies scheduled to report quarterly results. GE rose 5.6 percent to \$17.72, the highest price since May 13. The world's biggest maker of jet engines, power-plant turbines, locomotives and medical-imaging equipment raised its quarterly dividend to 14 cents a share from 12 cents a share, the second increase this year. Citigroup rallied 7.2 percent to \$4.77, the highest since April. The U.S. Treasury sold its remaining stock for \$10.5 billion, bringing the country's third-biggest bank a step closer to independence from the government following a \$45 billion bailout in 2008. AIG rose 12 percent to \$48.95, the highest since August 2009. The insurer that took \$182.3 billion in a federal bailout set a plan to convert the government's preferred stake into common stock, which will then be sold to private investors. Tenet rose 55 percent, the most since at least 1980, to \$6.65. Community Health Systems made an unsolicited offer to buy the company for \$7.3 billion in a bid to create the largest hospital operator in the U.S., with 176 hospitals in 30 states. Tenet rejected the offer Dec. 6 as not "remotely fair value." While the S&P 500 climbed to the highest level since 2008, the 30-stock Dow was held back from setting a peak by declines exceeding 2.7 percent in Boeing Co., 3M Co. and McDonald's Corp. 3M fell 3 percent to \$84.32. The maker of Scotch tape and films to brighten television screens predicted sales volumes at existing businesses would rise more slowly in 2011 than this year. So-called organic-sales volume may expand 5.5 percent to 7.5 percent compared with as much as 14 percent this year, 3M said. McDonald's fell 2.8 percent to \$77.56. The world's largest restaurant chain reported November sales growth that missed analyst.

EMERGING-MARKETS

Emerging-market stocks dropped on speculation Chinese policy makers will raise interest rates to slow inflation in the world's fastest-growing major economy. The MSCI Emerging Markets Index fell 0.2 percent to 1,114.79 at 4:30 p.m. New York time, extending its loss this week to 0.6 percent. Most Asian stocks fell, with the MSCI Asia Pacific Index ex Japan declining 0.2 percent. Stocks in Indonesia and the Philippines dropped at least 1 percent. Russia's Micex index lost 0.3 percent, falling for the second day this week. Turkey's ISE National 100 Index dropped 1.8 percent after the economy grew less than expected. The MSCI index's loss was limited as China's Shanghai Stock Exchange Composite Index rose 1.1 percent, led by commodity producers.

SHADI HANNA | 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