

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	106.250	108.250	5.432	4.352	1.75	1.71	2
8.50 Lebanon Aug 15	8.500	06/08/2015	110.000	112.000	5.006	4.355	2.76	2.69	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	111.000	113.000	5.100	4.527	3.09	3.02	2
9 Lebanon Mar 17	9.000	20/03/2017	114.375	116.375	5.517	5.076	3.96	3.86	2
5.15 Lebanon Nov 18	5.150	12/11/2018	98.500	101.000	5.430	4.965	5.50	5.36	2
6.375 Lebanon Mar 20	6.375	09/03/2020	103.000	105.000	5.884	5.568	6.15	5.98	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	115.000	117.000	6.029	5.761	6.54	6.35	2
6.1 Lebanon 2022	6.100	04/10/2022	99.500	102.000	6.166	5.838	7.76	7.53	2
7 Lebanon Dec 2024	7.000	03/12/2024	105.000	107.000	6.411	6.185	8.61	8.35	2
6.60 Lebanon Dec 2026	6.600	27/11/2026	100.000	102.000	6.599	6.385	9.51	9.22	2

EMERGING MARKETS

USD	Coupon	Maturity	Bid	Offer	Mid Yield
ABCD FINANCE	4.750	08/10/2014	105.780	106.220	2.067
BANCO DO BRASIL	4.500	22/01/2015	105.500	105.500	2.301
DAR AL ARKAN INTL.	10.750	18/02/2015	103.030	104.470	9.121
PROV DE BUENOS A.	11.750	05/10/2015	64.000	64.000	29.524
AFRICAN BANK LTD	8.125	24/02/2017	102.250	102.750	7.478
CROATIA	6.250	27/04/2017	98.750	99.750	6.430
DUBAI DOF SUKUK	4.900	02/05/2017	103.180	103.680	4.114
PETROLEOS DE VEN	8.500	02/11/2017	82.500	83.500	12.988
DOLPHIN ENERGY	5.888	15/06/2019	108.405	108.720	4.449
KUWAIT PROJECTS	9.375	15/07/2020	109.780	110.345	7.678
VIMPELCOM HLDGS	7.504	01/03/2022	92.500	93.250	8.599

BEIRUT STOCK EXCHANGE as 13/06/2012

Name	Price	\$Change	%Chg	P/E	Div Yield
Byblos bank	1.56	0.01	0.65%	5.38	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)	6.45	0.00	0.00%	0.89	0.31
Blom (GDR)	7.7	0.00	0.00%	0.66	0.47
Solidere A	13.09	0.17	1.32%	11.82	0.08
Solidere B	13	0.07	0.05%	11.74	0.08
Holcim	16.02	0.00	0.00%	16.42	0.05
Casino	545	0.00	-	-	-

Benchmark	Maturity	Yield
US TREASURY	2 YEARS	0.294
	5 YEARS	0.718
	10 YEARS	1.615
	30 YEARS	2.731
EUR BUND	2 YEARS	0.136
	5 YEARS	0.567
	10 YEARS	1.466
	30 YEARS	2.173

Equity Indices	Price	% Change
NASDAQ Comp	2818.61	-0.86%
NASDAQ 100	2527.20	-0.95%
DJI	12496.38	-0.62%
S&P 500	1314.88	-0.70%
Nikkei	8587.84	0.60%
SMI	5944.69	0.42%
CAC 40	3030.04	-0.55%
DAX	6152.49	-0.14%
FTSE	5483.81	0.18%
Euronext 100	579.41	-0.29%

Arab Indices	Price	%Change
BLOM Stock Index .BLSI	1152.778	0.33%
SAUDI All Share .SASI	6727.83	0.00%
Doha Stock Market .QSI	8261.09	-0.24%
Kuwait SE .KWSE	5915.96	-1.67%
Abu Dhabi SE .ADI	2448.22	0.03%
Egyptian .CASE30	4421.38	-0.62%
Dubai FM Gen Id .DFMGI	1477.86	0.62%
Morocco CFG 25	5710.01	-0.87%
Bahrain .BAX	1116.15	0.14%

Tracker Underlying	Last Price	% Change
FXI China	33.67	0.45
EWG Germany	19.34	-0.72
EWJ Japan	8.87	-0.62
EWY Korea	53.81	-0.61
EWT Taiwan	11.71	-0.55
EWZ Brazil	51.60	0.06
IIF India	14.85	-0.20
RNE Eastern Europe	14.04	-0.28
TKF Turkey	13.09	-0.08
GLD Gold	157.12	0.42
USO Oil	31.10	-1.00

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	1618.10	0.33%
Silver / Oz	28.93	-0.03%
Palladium / Oz	622.00	-0.07%
Platinum / Oz	1465.30	0.85%
Copper/ Lbs	334.00	0.18%
Aluminum / Lbs	108.00	-0.28%
Coffee / Lbs	152.50	-1.68%
Cocoa EUR / 100 Kg	2249.00	2.37%
Wheat / Tone	616.00	0.00%
Soybean / Bsh	1408.25	-1.86%
Wti / Bbl	83.01	0.13%
Brent	98.04	0.72%

Libor USD	Rate
1 months	0.24
3 Months	0.47
6 Months	0.74
1 Year	1.07
Libor EUR	
1 months	0.33
3 Months	0.58
6 Months	0.89
1 Year	1.21

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1501	1510		
Euro	1.2579	1.2582	1.2588	1.255
JPY	79.44	79.46	79.47	79.28
GBP	1.5523	1.5528	1.553	1.5501
CHF	0.9549	0.9552	0.9568	0.9541
CAD	1.0268	1.0272	1.0295	1.0265
AUD	0.9958	0.9962	0.9965	0.9925

Key Economic Calendar		
Data	Date	Forecast
US		
CPI	14-JUN-12	-0.20%
Initial Claims	14-JUN-12	375K
Euroland / Japan		
EZ CPI	14-JUN-12	2.40%

REGIONAL MARKET

Lebanon's BLOM stock index rose 0.33 percent to 1152.778 points. Solidere A rose 1.32 percent to \$13.09 and its Solidere B 0.05 percent to 13.00 Byblos Bank S.A.L rose 0.65 percent to 1.56.

Qatar's market regulator adopted rules that allow the creation of market makers, lending and borrowing of

securities and listing of investment funds. OPEC will probably maintain its production ceiling at its meeting in Vienna as concern that global growth is shrinking outweighs calls for supply cuts to stem sliding crude prices, three of the group's oil ministers said.

TOP FX NEWS

The dollar slid against the majority of its 16 major counterparts before U.S. data that may show consumer prices fell, rekindling expectations the Federal Reserve will take more steps to bolster the economic recovery. The euro maintained a rally from an 11-year low versus the yen amid speculation traders are paring their bearish bets on the European currency before Greek elections on June 17. The Fed is scheduled to hold a two-day policy meeting starting June 19. New Zealand's dollar strengthened against all of its major peers after the central bank left interest rates unchanged. The dollar lost 0.2 percent to \$1.2581 per euro as of 6:04 a.m. in London from the close in New York yesterday. The greenback was little changed at 79.45 yen. The 17-nation euro added 0.2 percent to 99.95 yen following a 0.7 percent advance in the previous two days. The common currency touched 95.60 on June 1, the lowest since November 2000. The U.S. consumer-price index probably fell 0.2 percent in May from a month earlier, the most since December 2008, the median estimate of economists showed in a Bloomberg News survey. The Labor Department will release the figures today. The Fed bought \$2.3 trillion of bonds in two rounds of so-called quantitative easing from 2008 through 2011 to stimulate the economy through lower borrowing costs.

USD/JPY

Res: 79.10/79.42/79.66

Sup: 77.80/77.40/77.02

EUR/USD

Res: 1.2560/1.2579/1.2635

Sup: 1.2454/1.2485/1.2513

GBP/USD

Res: 1.5528/1.5557/1.5581

Sup: 1.5466/1.5484/1.5501

GOLD

Res: 1660.7/1675.0/1680.3

Sup: 1570.0/1582.7/1597.0

EUROLAND

European stocks declined as borrowing costs increased at debt auctions in Germany and Italy and as Sweden's SKF AB reported weakening demand for its products in the second quarter. SKF, the world's largest maker of ball bearings, dropped 7.3 percent. Renault SA led a selloff by carmakers, sliding 4.2 percent. Etablissements Maurel & Prom SA surged the most since 2003 amid takeover speculation. The Stoxx Europe 600 Index dropped 0.4 percent to 242.56 in London. The gauge yesterday climbed 0.6 percent as investors shrugged off a surge in Spanish borrowing costs. The Stoxx 600 has still fallen 11 percent from its high this year on March 16. Germany sold 4.04 billion euros (\$5.08 billion) of 10-year bunds today at an average yield of 1.52 percent, up from a rate of 1.47 percent at the last auction on May 16. Investors bid for 5.81 billion euros of the bunds, above the 5 billion-euro maximum sales target for the auction, the Bundesbank said. National benchmark indexes fell in 11 of the 18 markets in western Europe. France's CAC 40 lost 0.6 percent, the U.K.'s FTSE 100 rose 0.2 percent and Germany's DAX fell 0.1 percent. Spain's IBEX 35 rose 1.4 percent as shares of Inditex SA surged to a record. Stocks also slid today after retail sales in the U.S. slipped in May for a second month as slower employment and subdued wage gains damped demand. The 0.2 percent decrease followed a similar decline in April that was previously reported as a gain, the Commerce Department release showed. SKF tumbled 7.3 percent to 133.20 kronor in Stockholm, its biggest decline since August, after the company reported "slightly lower" demand for its products and services in the second quarter than in the same period a year earlier. The Swedish engineering company, whose products are used by customers in the construction, automotive and aviation businesses globally, also said it has adjusted manufacturing to respond to weaker demand. Konecranes Oyj, the world's biggest supplier of industrial cranes, tumbled 7 percent to 18.52 euros. Schneider Electric SA and Alstom SA lost 5.1 percent to 41.67 euros and 5 percent to 23.30 euros, respectively in Paris trading. Renault led a selloff by carmakers, falling 4.2 percent to 30.98 euros as Carlos Ghosn, chief executive officer of Renault and Nissan Motor Co., forecast "three to four more years of stagnation" in Europe's auto industry, according to a Reuters report. Pirelli & C. SpA lost 3.4 percent to 7.72 euros as Morgan Stanley said tire volumes were "not picking up and mass pricing is on its way down" after a visit to the Essen tire show, according to a report. Even so, Morgan Stanley reiterated its overweight recommendation for the shares. Michelin & Cie. slid 3.5 percent to 46.40 euros and Continental AG lost 2.4 percent to 66.20 euros. Maurel & Prom surged 18 percent to 12.31 euros, its biggest rally in nine years. The Guardian reported that Royal Dutch Shell Plc may be interested in the French oil explorer without saying where it got the information.

US.MARKETS

President Barack Obama will meet with the rest of the G-20 leaders June 18-19. Obama is likely to repeat the message he delivered at the last G-8 summit, that Europe needs to focus on growth and solid firewalls to keep the crisis contained, the official said. American Express Co., Home Depot Inc. and Caterpillar Inc. fell more than 2 percent for the biggest declines in the Dow Jones Industrial Average, which slid 77.42 points to 12,496.38. JPMorgan rose 1.6 percent as Dimon spent much of his time at a hearing firing back at the federal regulatory system that has become "really complex" because of legislation stemming from the 2008 financial crisis. He described a \$2 billion loss in the bank's chief investment office as a hedge that "morphed into something I can't justify," and largely blamed subordinates for a trading strategy gone wrong. Expedia Inc., an online travel service, and Chesapeake Energy Corp. dropped at least 2.7 percent as analysts cut their ratings. Thirty-year bond yields lost five basis points to 2.72 percent. Treasuries extended gains as a U.S. sale of \$21 billion in 10-year notes drew a record-low auction yield of 1.622 percent, compared with a forecast of 1.647 percent in a Bloomberg News survey of eight of the Federal Reserve's 21 primary dealers. The Stoxx Europe 600 Index retreated from a two-week high. Sweden's SKF AB, the world's largest maker of ball bearings, dropped 7.3 percent after it reported weakening demand for its products in the second quarter. Renault SA led a selloff by carmakers, sliding 4.2 percent. Etablissements Maurel & Prom SA surged 18 percent, the most since 2003, amid takeover speculation. The G-20 summit next week in Los Cabos, Mexico, will give European leaders a chance to discuss economic concerns with heads of other major economies. European

governments are more focused on building a consensus for a meeting of the 17-nation euro zone later in the month, the official told reporters on condition of anonymity. Stocks fell and Treasuries rose after a drop in American retail sales and higher borrowing costs in Italy and Germany fueled concern about the global economy. The euro gained on speculation Greece will stay in the currency bloc regardless of the results of weekend elections. The Standard & Poor's 500 Index decreased 0.7 percent to 1,314.88 at 4 p.m. in New York, wiping out most of yesterday's rally. The euro appreciated 0.6 percent to \$1.2573 as it strengthened against 13 of 16 major peers. Ten-year U.S. note yields lost six basis points to 1.61 percent after the Treasury auctioned debt at a record low yield. Oil slid to an eight-month low after swinging between gains and losses during the day. U.S. stocks opened the session lower as government data showed U.S. retail sales declined 0.2 percent in May and interest rates rose at auctions in Italy and Germany. Equities turned higher, with JPMorgan Chase & Co. leading gains in banks as Chief Executive Officer Jamie Dimon defended his firm's practices before lawmakers. The rally faded by the final two hours of trading as a U.S. official said the Group of 20 nations probably won't announce significant progress on Europe's crisis and Egan-Jones Ratings Co. cut Spain's debt. JPMorgan Chase & Co. Chief Executive Officer Jamie Dimon's U.S. Senate testimony yesterday underscored how much more complex and government-dependent the bank has become, said historian Ron Chernow. JPMorgan, now the biggest U.S. bank with \$2.3 trillion of assets, grew during the 2008 financial crisis when it acquired Washington Mutual Inc. and Bear Stearns Cos. with the federal government's support

EMERGING-MARKETS

China's benchmark stock index fell for the second time in three days as Credit Suisse Group AG and Deutsche Bank AG lowered their Chinese economic growth forecasts and a Moody's Investors Service cut of Spain's debt rating hurt prospects for a resolution to Europe's debt crisis. Industrial & Commercial Bank of China Ltd. and China Construction Bank Corp. paced declines for banks on concern slowing growth will sap demand for loans. Anhui Conch Cement Co., China's biggest cement maker, slid to a two-month low after Macquarie Group Ltd. cut its recommendation on the stock. Liquor maker Kweichow Moutai Co. led a gauge of consumer staples stocks to the biggest gain among industry groups on expectations their earnings will better withstand the decelerating economy.

ALAIN WANNA | D.G.M. Financial Markets Division

CAPITAL MARKETS | Ziad Moubarak

PRIVATE BANKING | Joe Nader

Fixed Income

Equity Desk

Elie Ghanem

Yves Rahme

Marguerite Bazerli

Rhea Sawaya

Haytham Mroue

Rabih Sfeir

Grace Bcherrawi

Maguy Viltaki

Zeina Anka

Hana Kara

Tarek Bassil

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