

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	102.625	103.625	3.456	1.971	0.65	0.64	2
9 1/8 Lebanon Mar 13	9.125	12/03/2013	108.500	109.250	3.742	3.295	1.52	1.50	2
9 Lebanon May 14	9.000	02/05/2014	112.750	113.750	4.102	3.748	2.50	2.45	2
5.875 Lebanon Jan 2015	5.875	15/01/2015	103.125	104.125	4.889	4.581	3.21	3.13	2
8.50 Lebanon Aug 15	8.500	06/08/2015	113.625	114.625	4.756	4.503	3.43	3.35	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	113.750	114.750	5.044	4.813	3.88	3.79	2
9 Lebanon Mar 17	9.000	20/03/2017	117.500	118.500	5.374	5.187	4.55	4.43	2
6.375 Lebanon Mar 20	6.375	09/03/2020	103.375	104.375	5.870	5.725	6.67	6.48	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	115.875	116.500	6.064	5.986	6.97	6.77	2
7 Lebanon Dec 2024	7.000	03/12/2024	103.250	104.250	6.628	6.518	8.91	8.62	2

EMERGING MARKETS - EUROBONDS

USD	Coupon	Maturity	Bid	Offer	Mid Yield
DAR AL-ARKAN INT	10.750	18/02/2015	101.800	102.200	10.065
REP OF SRI LANKA	8.250	24/10/2012	106.250	107.250	2.761
PETROLEOS MEXICA.	6.000	05/03/2020	112.250	113.000	4.236
TAQA ABU DHABI	6.600	01/08/2013	108.250	108.750	2.291
ADCB F. CAYMAN	4.750	08/10/2014	104.750	105.500	3.063
PET. VENEZUELA	5.250	12/04/2017	62.250	63.250	15.218
ORASCOM	7.504	01/03/2022	99.000	99.250	7.621
REP.VENEZUELA	8.500	08/10/2014	91.250	92.250	11.636
CELL C PTY LTD	11.000	01/07/2015	101.010	103.490	10.288
BANCO DO BRASIL	4.500	22/01/2015	104.550	105.200	3.024
DOLPHIN ENER.LTD	5.888	15/06/2019	107.750	108.250	4.665

BEIRUT STOCK EXCHANGE as 14/07/2011

Name	Price	\$Change	%Chg	P/E 06	Div Yield
Byblos bank	1.74	0.00	0.00%	6.00	0.06
Byblos bank Prty	N/A	N/A	N/A	N/A	N/A
Byblos bank GDR	90	0.00	0.00%	-	-
Byblos bank Pref 08'	100.1	0.00	0.00%	-	-
Byblos bank Pref 09'	100	0.00	0.00%	-	-
Audi (GDR)	7.35	0.00	0.00%	1.01	0.27
Blom (GDR)	8.46	0.00	0.00%	0.72	0.43
Solidere A	16.18	0.02	0.12%	14.61	0.06
Solidere B	16.11	0.11	0.60%	14.55	0.06
Holcim	16.00	0.00	0.00%	17.36	0.05
Casino	540	0.00	-	-	-

Benchmark	Maturity	Yield
US TREASURY	2 YEARS	0.371
	5 YEARS	1.498
	10 YEARS	2.963
	30 YEARS	4.276
EUR BUND	2 YEARS	1.241
	5 YEARS	1.887
	10 YEARS	2.742
	30 YEARS	3.451

Equity Indices	Price	% Change
NASDAQ Comp	2762.67	-1.22%
NASDAQ 100	2325.06	1.00%
DJI	12437.12	-0.44%
S&P 500	1308.87	-0.67%
Nikkei	9936.12	-0.27%
SMI	5980.97	-0.73%
CAC 40	3751.23	-1.11%
DAX	7214.74	-0.73%
FTSE	5846.95	-1.01%
Euronext 100	673.42	-0.96%

Arab Indices	Price	%Change
BLOM Stock Index .BLSI	1310.589	0.12%
SAUDI All Share .SASI	6490.23	0.00%
Doha Stock Market .QSI	8468.57	0.00%
Kuwait SE .KWSE	6175.9	0.00%
Abu Dhabi SE .ADI	2714.76	0.00%
Egyptian .CASE30	5092.18	0.00%
Dubai FM Gen Id .DFMGI	1553.56	0.00%
Morocco CFG 25	5989.69	-2.86%
Bahrain .BAX	1317.92	-5.27%

Tracker Underlying	Last Price	% Change
FXI China	41.20	-0.72
EWG Germany	25.49	-0.74
EWJ Japan	10.58	-0.94
EWY Korea	65.30	-0.61
EWT Taiwan	14.74	-0.54
EWZ Brazil	69.54	-1.54
IIF India	21.56	-0.28
RNE Eastern Europe	18.54	-0.64
TKF Turkey	15.43	-1.09
GLD Gold	154.54	0.26
USO Oil	37.55	-2.09

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	1589.00	0.24%
Silver / Oz	38.68	1.42%
Palladium / Oz	777.75	0.00%
Platinum / Oz	1786.80	0.00%
Copper/ Lbs	437.20	-0.51%
Aluminum / Lbs	110.95	-0.22%
Coffee / Lbs	262.10	-2.06%
Cocoa EUR / 100 Kg	3181.00	-0.47%
Wheat / Tone	738.00	-0.64%
Soybean / Bsh	1382.00	-0.36%
Wti / Bbl	95.77	-2.00%
Brent	118.19	-1.65%

Libor USD	Rate
1 months	0.19
3 Months	0.25
6 Months	0.42
1 Year	0.74
Libor EUR	
1 months	1.41
3 Months	1.55
6 Months	1.79
1 Year	2.16

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1512	1514		
Euro	1.417	1.4173	1.4199	1.4138
JPY	79.16	79.18	79.25	78.87
GBP	1.6153	1.6156	1.6174	1.6131
CHF	0.8149	0.8152	0.8162	0.8118
CAD	0.9591	0.9596	0.9606	0.9585
AUD	1.0729	1.0734	1.0745	1.0713

Key Economic Calendar	Date	Forecast
US		
CPI	15-JUL-11	-0.10%
Mich. Sentiment	15-JUL-11	72.5
Euroland / Japan		
EZ Eurostat Trade	15-JUL-11	N/A

REGIONAL MARKET

Lebanon's BLOM stock index rose 0.12 percent to 1310.589 points. Solidere A rose 0.12 percent to \$16.18 and its Solidere B rose 0.60 percent to \$16.11 Byblos Bank S.A.L. remained unchanged at 1.74.

Lebanon's government reappointed the central bank governor, Riad Salameh, for a fourth six-year term, Fares Gemayel, an aide to Prime Minister Najib Mikati, said today in a telephone call in Beirut. Salameh, who turns 61 in three days, has led the central bank since 1993. His new

term will expire in 2017. He is widely credited with shielding the country from the global credit crisis by prohibiting Lebanese banks from investing in U.S. subprime mortgages. Salameh's reappointment comes as a new government formed by Mikati, a billionaire businessman, faces the need to reduce public debt, which reached \$52.6 billion at the end of last year, or about 137 percent of gross domestic product

TOP FX NEWS

The dollar fell against most major currencies after Standard & Poor's became the second ratings company this week to say it may cut the U.S.'s top credit grade. The euro strengthened for a third day against the yen as Italian lawmakers prepared for a confidence vote on an austerity package and before the release of stress tests on European banks. The greenback headed for a second weekly loss against the Swiss franc as S&P said there's at least a 50 percent chance it will cut the AAA rating within 90 days on risks a stalemate will endure beyond any near-term deal to raise the debt limit. The dollar fell to \$1.4171 per euro as of 6:02 a.m. in London from \$1.4143 yesterday in New York. The U.S. currency weakened 0.1 percent to 81.51 Swiss centimes, having declined 2.6 percent this week. The euro climbed 0.3 percent to 112.21 yen. Japan's currency traded at 79.19 per dollar from 79.14. Italian Prime Minister Silvio Berlusconi today faces a final confidence vote on an austerity package that aims to balance the budget in 2014 and shield Italy from the region's debt crisis. The European Banking Authority will release the results of the stress tests for 91 banks as part of an effort to reassure investors the region's banks have sufficient capital.

USD/JPY

Res: 80.51/80.83/81.08

Sup: 79.70/79.57/79.00

EUR/USD

Res: 1.4070/1.4100/1.4150

Sup: 1.4200/1.4267/1.4302

GBP/USD

Res: 1.5880/1.5917//1.5936

Sup: 1.5821/1.5785/1.5750

GOLD

Res: 1580.4/1584.9/1592.0

Sup: 1542.4/1534.0/1523.4

EUROLAND

U.K. stocks declined after Moody's Investors Service said the U.S. may lose the top Aaa credit rating it's held since 1917 and Italian government bonds fell as borrowing costs rose at a debt auction. InterContinental Hotels Group Plc slid 3.2 percent after U.S. rival Marriott International Inc. forecast earnings that missed analysts' estimates. Petrofac Ltd. dropped 3.8 percent after Barclays Plc downgraded the shares. Fresnillo Plc, the world's largest primary silver producer, gained 4.9 percent after reporting record second-quarter volumes. The FTSE 100 Index decreased 1 percent to 5,846.95 at the 4:30 p.m. close in London, the lowest since June 28. The benchmark measure has dropped 4 percent from this year's high on Feb. 8 amid concern the European fiscal crisis is spreading. The FTSE All-Share Index also lost 1 percent today, while Ireland's ISEQ Index fell 0.6 percent. Moody's put the U.S. debt rating on review for the first time since 1996 as talks to raise the country's \$14.3 trillion debt limit stalled, adding to concern that political gridlock will lead to default. Even a temporary default will probably have "large systemic effects" on the economy and Treasury finances by disrupting money funds, the repurchase-agreement market and foreign investors' willingness to buy the government's debt, according to JPMorgan Chase & Co. Italy sold just under 5 billion euros (\$7.1 billion) of four different bonds with maturities ranging from 5 to 15 years today. The Treasury priced 1.25 billion euros of five-year bonds to yield 4.93 percent, the highest since June 2008. That's up from 3.9 percent at the previous auction on June 14. Prime Minister Silvio Berlusconi survived a confidence vote in the Italian senate on his 40 billion-euro austerity package. The plan is aimed at taming the second-largest debt burden in Europe, which prompted investors to drive borrowing costs to a 14-year high of 6.02 percent on July 12. BHP Billiton Ltd., the world's largest mining company, slipped 2.3 percent to 2,385 pence as non-precious metals from copper to aluminum retreated in London. Rio Tinto Group fell 1.2 percent to 4,387.5 pence. Greece's credit rating was cut three levels to Fitch Ratings' lowest grade for any country in the world as the company followed rivals and said that a default is a "real possibility." Intercontinental Hotels retreated 3.2 percent to 1,241 pence after Marriott forecast third-quarter earnings of 25 to 29 cents per share. That fell short of analysts' estimates for earnings per share of 30 cents. Petrofac dropped 3.8 percent to 1,445 pence after Barclays downgraded the oil and gas engineer to "underweight" from "equal weight." Fresnillo rose 4.9 percent to 1,595 pence after saying silver output rose 7.2 percent to a record after it started production at its Saucito mine in Mexico. The precious metal has surged more than 7 percent.

US MARKETS

U.S. stocks fell, driving the Standard & Poor's 500 Index to the lowest level of the month, as Federal Reserve Chairman Ben S. Bernanke said he's not prepared to take immediate action to stimulate the economy. Raw-material producers, technology and industrial companies lost the most among the 10 main industries in the S&P 500 Index, which erased a gain of as much as 0.7 percent. Marriott International Inc. dropped 6.6 percent on a lower-than-estimated earnings forecast. JPMorgan Chase & Co. rallied 1.8 percent after investment banking profit surged and more customers paid their credit-card bills on time. The S&P 500 slipped 0.7 percent to 1,308.87 at 4 p.m. in New York, its lowest level since June 29, as a stalemate continued in Washington on negotiations over the U.S. debt ceiling. The Dow Jones Industrial Average dropped 54.49 points, or 0.4 percent, to 12,437.12 after surging 90 points following JPMorgan's report. Equities gained early in the day as government data showed retail sales unexpectedly increased and jobless claims fell more than economists estimated. The 0.1 percent increase in retail sales reported by the Commerce Department compared with the median forecast of a 0.1 percent drop in the Bloomberg News survey of 80 economists. Excluding auto sales, purchases were little changed, the weakest performance since July 2010. Separate data showed initial jobless claims fell by 22,000 to 405,000 last week. Industrial and technology companies retreated 1 percent each, while materials producers lost 0.9 percent. Earnings are gaining attention as more companies post second-quarter results. S&P 500 profits are forecast to have grown 13 percent in the quarter, the smallest increase in two years, according to data compiled by Bloomberg. Google Inc. jumped 11 percent to \$585.97 at 4:58 p.m. in after-market trading in New York. The owner of the world's largest Internet search engine reported sales and profit that topped analysts' estimates, a sign the company is benefiting from an effort to expand into mobile and display advertising. "The market is being driven by macro

events such as the U.S. and European debt crises," Giri Cherukuri, who helps manage \$2.6 billion as money manager and head trader at Oakbrook Investments in Lisle, Illinois, said in a telephone interview. "But we're heading into the heart of earnings season, and people are getting ready for a change towards a market that'll be focused on the earnings reports of major companies." Citigroup Inc., the third-largest U.S. bank, and Mattel Inc., the world's largest toy maker, are among companies reporting earnings tomorrow. JPMorgan, the second-largest U.S. bank, advanced 1.8 percent to \$40.35 after the New York-based bank reported its highest half-year profit ever, at almost \$11 billion. Second-quarter net income climbed 13 percent from a year earlier, to \$5.43 billion, or \$1.27 a share, six cents higher than the average estimate of analysts surveyed by Bloomberg. MBIA Inc. jumped 9.2 percent to \$10.02. Bank of America Corp., the biggest U.S. bank, has made a preliminary offer to the bond insurer aimed at settling a legal dispute tied to defective mortgages, according to two people briefed on the discussions. ConocoPhillips jumped 1.6 percent to \$75.61. The Houston, Texas-based oil company said it will separate its refining and marketing and exploration and production businesses. Yum! Brands Inc. climbed 1.4 percent to \$56.37 as the owner of the KFC and Pizza Hut restaurant chains boosted its earnings forecast for the year on increasing customer traffic at restaurants in China. Hartford Financial Services Group Inc. declined 2.8 percent to \$24.88. The seller of life insurance and property-casualty coverage said second-quarter net income plunged on catastrophe claims and the cost of asbestos liabilities. Bernanke testified for a second day before lawmakers after saying yesterday he's prepared to provide more stimulus if needed. Bernanke said today that inflation now is "higher" and "closer" to the central bank's informal target than was the case in August and that's one reason why the Fed won't immediately embark on a third round of bond-buying.

EMERGING-MARKETS

The Bovespa stock index fell for the seventh time in eight days as commodity producers sank on concern a slowdown in the U.S. economy may hurt demand, while retailers dropped on bets profits will fall short of estimates. Petroleo Brasileiro SA, Brazil's state-controlled oil company, fell the most in five weeks as crude tumbled.

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