

# 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 | 101.750 | 102.250 | 3.911     | 2.909       | 0.50     | 0.49      | 2   |
| 9 1/8 Lebanon Mar 13   | 9.125  | 12/03/2013 | 108.350 | 109.350 | 3.289     | 2.632       | 1.42     | 1.40      | 2   |
| 9 Lebanon May 14       | 9.000  | 02/05/2014 | 113.000 | 114.000 | 3.736     | 3.363       | 2.34     | 2.30      | 2   |
| 5.875 Lebanon Jan 2015 | 5.875  | 15/01/2015 | 105.000 | 105.750 | 4.242     | 4.006       | 3.04     | 2.98      | 2   |
| 8.50 Lebanon Aug 15    | 8.500  | 06/08/2015 | 115.250 | 116.000 | 4.195     | 4.002       | 3.40     | 3.33      | 2   |
| 8 1/2 Lebanon Jan 16   | 8.500  | 19/01/2016 | 115.250 | 116.000 | 4.575     | 4.399       | 3.72     | 3.64      | 2   |
| 9 Lebanon Mar 17       | 9.000  | 20/03/2017 | 119.000 | 119.500 | 5.005     | 4.911       | 4.56     | 4.45      | 2   |
| 6.375 Lebanon Mar 20   | 6.375  | 09/03/2020 | 105.000 | 105.500 | 5.624     | 5.552       | 6.71     | 6.53      | 2   |
| 8 1/4 Lebanon Apr 21   | 8.250  | 12/04/2021 | 117.000 | 117.500 | 5.898     | 5.835       | 6.82     | 6.63      | 2   |
| 7 Lebanon Dec 2024     | 7.000  | 03/12/2024 | 106.000 | 107.000 | 6.322     | 6.214       | 8.81     | 8.54      | 2   |

## EMERGING MARKETS - EUROBONDS

| USD               | Coupon | Maturity   | Bid     | Offer   | Mid Yield |
|-------------------|--------|------------|---------|---------|-----------|
| DAR AL-ARKAN INT  | 10.750 | 18/02/2015 | 94.500  | 95.250  | 12.637    |
| REP OF SRI LANKA  | 8.250  | 24/10/2012 | 104.625 | 105.625 | 3.434     |
| PETROLEOS MEXICA. | 6.000  | 05/03/2020 | 112.250 | 113.000 | 4.210     |
| TAQA ABU DHABI    | 6.600  | 01/08/2013 | 107.530 | 107.970 | 2.325     |
| ADCB F. CAYMAN    | 4.750  | 08/10/2014 | 105.655 | 106.095 | 2.729     |
| PET. VENEZUELA    | 5.250  | 12/04/2017 | 60.750  | 62.000  | 15.990    |
| ORASCOM           | 7.504  | 01/03/2022 | 93.125  | 93.500  | 8.474     |
| REP.VENEZUELA     | 8.500  | 08/10/2014 | 91.500  | 93.100  | 11.563    |
| CELL C PTY LTD    | 11.000 | 01/07/2015 | 99.010  | 102.990 | 10.660    |
| BANCO DO BRASIL   | 4.500  | 22/01/2015 | 104.875 | 105.500 | 2.859     |
| DOLPHIN ENER.LTD  | 5.888  | 15/06/2019 | 109.280 | 109.595 | 4.432     |

## BEIRUT STOCK EXCHANGE as 14/09/2011

| Name                        | Price | \$Change | %Chg   | P/E 06 | Div Yield |
|-----------------------------|-------|----------|--------|--------|-----------|
| <b>Byblos bank</b>          | 1.68  | 0.00     | 0.00%  | 5.79   | 0.06      |
| <b>Byblos bank GDR</b>      | 80.4  | 0.00     | 0.00%  | -      | -         |
| <b>Byblos bank Pref 08'</b> | 100   | 0.00     | 0.00%  | -      | -         |
| <b>Byblos bank Pref 09'</b> | 100   | 0.00     | 0.00%  | -      | -         |
| <b>Audi (GDR)</b>           | 6.99  | -0.01    | -0.14% | 0.96   | 0.28      |
| <b>Blom (GDR)</b>           | 8.17  | 0.00     | 0.00%  | 0.70   | 0.44      |
| <b>Solidere A</b>           | 15.37 | 0.12     | 0.79%  | 13.88  | 0.07      |
| <b>Solidere B</b>           | 15.23 | -0.02    | -0.01% | 13.75  | 0.07      |
| <b>Holcim</b>               | 17.88 | 0.00     | 0.00%  | -      | -         |
| <b>Casino</b>               | 540   | 0.00     | -      | -      | -         |

| Benchmark          | Maturity | Yield |
|--------------------|----------|-------|
| <b>US TREASURY</b> | 2 YEARS  | 0.189 |
|                    | 5 YEARS  | 0.898 |
|                    | 10 YEARS | 1.998 |
|                    | 30 YEARS | 3.284 |
| <b>EUR BUND</b>    | 2 YEARS  | 0.546 |
|                    | 5 YEARS  | 1.029 |
|                    | 10 YEARS | 1.885 |
|                    | 30 YEARS | 2.758 |

| Equity Indices      | Price    | % Change |
|---------------------|----------|----------|
| <b>NASDAQ Comp</b>  | 2575.15  | 1.60%    |
| <b>NASDAQ 100</b>   | 2252.97  | 1.70%    |
| <b>DJI</b>          | 11246.73 | 1.27%    |
| <b>S&amp;P 500</b>  | 1188.68  | 1.35%    |
| <b>Nikkei</b>       | 8518.57  | -1.14%   |
| <b>SMI</b>          | 5417.89  | 1.10%    |
| <b>CAC 40</b>       | 2949.14  | 1.87%    |
| <b>DAX</b>          | 5340.19  | 3.36%    |
| <b>FTSE</b>         | 5307.50  | 1.55%    |
| <b>Euronext 100</b> | 554.11   | 1.68%    |

| Arab Indices                  | Price    | %Change |
|-------------------------------|----------|---------|
| <b>BLOM Stock Index .BLSI</b> | 1267.968 | -0.03%  |
| <b>SAUDI All Share .SASI</b>  | 6068.92  | 0.00%   |
| <b>Doha Stock Market .QSI</b> | 8319.17  | -0.18%  |
| <b>Kuwait SE .KWSE</b>        | 6035.7   | 0.46%   |
| <b>Abu Dhabi SE .ADI</b>      | 2579.18  | -0.17%  |
| <b>Egyptian .CASE30</b>       | 4485.04  | -1.18%  |
| <b>Dubai FM Gen Id .DFMGI</b> | 1466.81  | 0.42%   |
| <b>Morocco CFG 25</b>         | 5700.26  | -7.55%  |
| <b>Bahrain .BAX</b>           | 1270.14  | -8.70%  |

| Tracker Underlying        | Last Price | % Change |
|---------------------------|------------|----------|
| <b>FXI</b> China          | 35.97      | 0.25     |
| <b>EWG</b> Germany        | 18.77      | 4.28     |
| <b>EWJ</b> Japan          | 9.52       | 0.42     |
| <b>EWY</b> Korea          | 52.06      | -0.63    |
| <b>EWT</b> Taiwan         | 12.89      | -0.85    |
| <b>EWZ</b> Brazil         | 60.37      | 0.85     |
| <b>IIF</b> India          | 18.16      | 1.11     |
| <b>RNE</b> Eastern Europe | 15.21      | 0.46     |
| <b>TKF</b> Turkey         | 13.11      | -0.76    |
| <b>GLD</b> Gold           | 177.21     | -0.74    |
| <b>USO</b> Oil            | 34.34      | -1.46    |

| Byblos Bank Deposits               | Rates |
|------------------------------------|-------|
| <b>USD*</b>                        |       |
| 1 months                           | 1.75% |
| 3 Months                           | 1.75% |
| 6 Months                           | 1.80% |
| 1 Year                             | 1.80% |
| *Benchmark amount 100-200 thds     |       |
| <b>LBP*</b>                        |       |
| 1 months                           | 5.00% |
| 3 Months                           | 5.00% |
| 6 Months                           | 5.15% |
| 1 Year                             | 5.15% |
| *Benchmark amount 100-300 Millions |       |

| Commodities               | Price   | %Change |
|---------------------------|---------|---------|
| <b>Gold / Oz</b>          | 1823.50 | -0.18%  |
| <b>Silver / Oz</b>        | 40.46   | -1.59%  |
| <b>Palladium / Oz</b>     | 777.75  | 0.00%   |
| <b>Platinum / Oz</b>      | 1786.80 | 0.00%   |
| <b>Copper/ Lbs</b>        | 388.50  | -1.79%  |
| <b>Aluminum / Lbs</b>     | 111.60  | 0.13%   |
| <b>Coffee / Lbs</b>       | 265.70  | -1.70%  |
| <b>Cocoa EUR / 100 Kg</b> | 2810.00 | -1.92%  |
| <b>Wheat / Tone</b>       | 704.50  | 0.36%   |
| <b>Soybean / Bsh</b>      | 1382.75 | 0.11%   |
| <b>Wti / Bbl</b>          | 88.53   | -0.27%  |
| <b>Brent</b>              | 114.94  | -0.93%  |

| Libor USD        | Rate |
|------------------|------|
| 1 months         | 0.23 |
| 3 Months         | 0.35 |
| 6 Months         | 0.52 |
| 1 Year           | 0.83 |
| <b>Libor EUR</b> |      |
| 1 months         | 1.28 |
| 3 Months         | 1.48 |
| 6 Months         | 1.69 |
| 1 Year           | 2.03 |

| FX Rates        | Bid    | Ask    | Hi     | Lo     |
|-----------------|--------|--------|--------|--------|
| <b>USD / LL</b> | 1501   | 1510   |        |        |
| <b>Euro</b>     | 1.3716 | 1.3718 | 1.3757 | 1.3701 |
| <b>JPY</b>      | 76.67  | 76.73  | 76.80  | 76.62  |
| <b>GBP</b>      | 1.5761 | 1.5764 | 1.5774 | 1.5729 |
| <b>CHF</b>      | 0.8788 | 0.8794 | 0.8796 | 0.8752 |
| <b>CAD</b>      | 0.9936 | 0.9938 | 0.9949 | 0.9892 |
| <b>AUD</b>      | 1.0201 | 1.0205 | 1.029  | 1.0182 |

| Key Economic Calendar   | Date      | Forecast |
|-------------------------|-----------|----------|
| <b>US</b>               |           |          |
| CPI                     | 15-SEP-11 | 3.60%    |
| Initial Claims          | 15-SEP-11 | 410K     |
| <b>Euroland / Japan</b> |           |          |
| EZ Infation             | 15-SEP-11 | 2.50%    |

## REGIONAL MARKET

Lebanon's BLOM stock index fell 0.03 percent to 1267.968 points. Solidere A rose 0.79 percent to \$15.37 and its Solidere B fell 0.01 percent to \$15.23 Byblos Bank S.A.L. remained unchanged at 1.68.

Dubai's stocks advanced the most in more than a week on investor bets a drop this month prompted by worries Greece may default on its debt is overdone given

companies' profit outlook. Emaar Properties PJSC, developer of the world's tallest tower, gained 1.1 percent. Aramex PJSC, the Middle East's largest courier company, rose the most this month. The DFM General Index increased 0.4 percent, the most since Sept. 6, to 1,466.81, at the 2 p.m. close in Dubai.

## TOP FX NEWS

The euro declined against the dollar on concern that the risk of a Greek default is increasing borrowing costs for other European countries. The single currency weakened against the yen before Spain and France offer government securities today, after yields in Italy surged at an auction this week. The New Zealand dollar fell against its U.S. and Japanese counterparts after the central bank left interest rates unchanged and said that the global economy may slow "sharply." The U.S. and Japanese currencies rose versus most of their major peers as Asian stocks pared earlier gains. The euro fell to \$1.3708 as of 1:57 p.m. in Tokyo from \$1.3755 yesterday in New York. The shared currency weakened to 105.10 yen from 105.39. The dollar was at 76.67 yen from 76.62. The MSCI Asia Pacific index of regional shares advanced 0.6 percent after earlier rallying as much as 1.6 percent. Spain will today sell as much as 4 billion euros (\$5.5 billion) of bonds maturing in 2019 and 2020. France will offer securities maturing in 2013, 2014 and 2016 and is preparing to auction inflation-linked bonds due in 2019 and 2022. Italy sold 3.9 billion euros of five-year notes on Sept. 13 at an average yield of 5.6 percent, up from 4.93 percent at the auction on July 14. Demand dropped to 1.28 times the amount on offer, from 1.93 times.

### USD/JPY

Res: 77.06/77.39/77.86

Sup: 76.90/76.72/76.53

### EUR/USD

Res: 1.3784/1.3838/1.3936

Sup: 1.3695/1.3591/1.3558

### GBP/USD

Res: 1.5815/1.5849/1.5871

Sup: 1.5730/1.5706/1.5680

### GOLD

Res: 1835.7/1844.0/1868.3

Sup: 1800.0/1794.7/1776.0

## EUROLAND

European stocks rose for a second day amid speculation China may still buy the region's government bonds even after Premier Wen Jiabao said indebted countries must not rely on bailouts. Finmeccanica SpA soared the most in 13 years on a report that Italy's biggest arms company may sell railway units to General Electric Co. Next Plc rallied to a record as earnings increased. Societe Generale SA slid 2.9 percent after Moody's Investors Service downgraded the French bank's credit rating. The benchmark Stoxx Europe 600 Index advanced 1.5 percent to 224.17 at the 4:30 p.m. close in London. The gauge erased an earlier loss of as much as 1 percent after Caijing magazine reported that China is still willing to buy bonds of nations hit by the debt crisis, citing Zhang Xiaoliang, a vice chairman of the National Development and Reform Commission. The comments from Zhang "may have eased worries about the European debt crisis," said Alexander Kraemer, a cross-asset strategist at Commerzbank AG in Frankfurt. "We may also see short covering ahead of the triple witching on Friday" when futures and options on European equity indexes expire. National indexes rose in 16 of the 18 western European countries. Germany's DAX advanced 3.4 percent, the U.K.'s FTSE 100 gained 1 percent and France's CAC 40 climbed 1.9 percent. European stocks almost erased their gains in afternoon trading as Austria delayed a parliamentary vote on an overhaul of the European bailout fund, causing confusion among investors. They later rebounded. The Stoxx 600 has plunged 23 percent from this year's peak in February as the debt crisis spread from Greece to the larger economies of Italy, Spain and France. Greek Prime Minister George Papandreou is holding a conference call with German Chancellor Angela Merkel and French President Nicolas Sarkozy yesterday amid increasing speculation that Greece will default. Spain is scheduled to sell debt tomorrow, after demand fell at an auction by Italy yesterday. Next rallied 6.3 percent to 2,483 pence, the highest price since at least 1988, as the U.K.'s second-largest clothing retailer reported a jump in first-half earnings and said next year may not be as challenging for the industry. Debenhams Plc, the U.K.'s biggest department-store retailer, rose 7 percent to 56.1 pence. BP Plc climbed 3.5 percent to 395.1 pence after a U.S. investigation into last year's explosion at the Deepwater Horizon oil rig in the Gulf of Mexico spread the blame between the company and contractors. Transocean Ltd., which owned the rig, rose 2 percent to 50 Swiss francs in Zurich. Societe Generale, France's third-largest bank by assets, fell 2.9 percent to 17.39 euros after Moody's Investors Service cut its long-term debt rating by one level. BNP Paribas SA, which was kept on review for a possible cut, lost 3.9 percent to 26.90 euros. Swedbank AB, the third-largest Swedish lender and the biggest bank in the Baltic countries, declined 5.6 percent to 73.15 kronor after halting share buybacks due to the "intensified financial anxiety in Europe."

## US MARKETS

Stocks rallied, sending the Standard & Poor's 500 Index higher for a third day, and the euro extended gains as German and French leaders expressed support for Greece to remain in the euro monetary union and speculation grew that China may help Europe's most-indebted nations. The S&P 500 gained 1.4 percent to close at 1,188.68, while its December futures slid less than 0.1 percent as of 7:21 p.m. in New York. The Stoxx Europe 600 Index added 1.5 percent. The euro rose 0.6 percent to \$1.3755. Ten-year Treasury yields fell one basis point to 1.98 percent. Oil futures fell 1.4 percent to \$88.91 a barrel after an increase in fuel inventories and crude helped lead the S&P GSCI Index of commodities down 0.6 percent. U.S. stocks and the euro extended gains as French President Nicolas Sarkozy and German Chancellor Angela Merkel said they're convinced Greece will remain in the euro area, according to a statement issued by Sarkozy after they spoke to Greek Prime Minister George Papandreou by telephone. Italian and Spanish debt rose as Zhang Xiaoli, a vice chairman of the National Development and Reform Commission, said China is willing to buy bonds of nations hit by the debt crisis. The S&P 500 climbed to the highest level since Sept. 7, with the three-day rally erasing a 2.7 percent slide on Sept. 9 that was triggered by reports Germany was preparing to shore up banks in the event of a Greek default. Industrial, consumer-discretionary and technology companies climbed at least 1.6 percent collectively to lead gains among all 10 of the main industry groups in the S&P 500. General Electric Co., Home Depot Inc. and Walt Disney Co. rose at least 2.5 percent for the biggest gains in the Dow Jones Industrial Average, which surged 140.88 points, or 1.3 percent, to 11,246.73. Yahoo! Inc. climbed 2.1 percent as investor Third Point LLC ramped up pressure on the company's board, saying it may add to its 5.2

percent stake and the All Things D blog reported that potential buyers were preparing bids for the company. Greece's Papandreou today committed to meet deficit-reduction targets demanded as a condition for an international bailout, according to statements distributed by Athens and Paris. Sarkozy and Merkel "are convinced that the future of Greece is in the euro zone," the French statement said, easing concern that the monetary union may fall apart. European equity markets closed before the statement was released. U.S. stocks rose even after the Commerce Department said retail sales were unchanged in August, following a 0.3 percent gain for July that was smaller than previously estimated. The median forecast of 83 economists surveyed by Bloomberg News was a 0.2 percent rise. Another report from the Commerce Department showed inventories rose a less-than-forecast 0.4 percent in July, indicating companies are bracing for a slowdown in demand. Ten-year Treasury yields reached an all-time low of 1.877 percent on Sept. 12 and gold futures rallied to a record \$1,923.70 an ounce on Sept. 6 as investors pursued assets considered to be the most safe. Gold for December delivery lost 0.2 percent to \$1,826.50 today. Treasury 30-year bonds rose today after the U.S. sold \$13 billion of the securities at a record low yield of 3.31 percent amid bets the Federal Reserve will buy more bonds. The auction was the last of three sales totaling \$66 billion this week. Existing 30-year bond yields lost six basis points to 3.27 percent. Yahoo! Inc. investor Third Point LLC ramped up pressure on the company's board, saying it may add to its 5.2 percent stake and reiterating a demand that Chairman Roy Bostock step down. Daniel Loeb, chief executive officer of Third Point, said he'd seek U.S. approval to buy more stock and criticized Bostock's oversight of the company in a letter today to Yahoo co-founder Jerry Yang, according to a regulatory filing

## EMERGING-MARKETS

The Bovespa stock index fell for a third day as prospects for further interest-rate cuts diminished after Brazil's retail sales rose more than analysts forecast. The Bovespa declined 0.3 percent to 55,543.97 at the 4:15 p.m. New York time close. Forty-three stocks dropped on the index while 22 rose. The real weakened 0.5 percent to 1.7118 per dollar .

### ALAIN WANNA | D.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

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](http://www.byblosbank.com)