

# 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 | 103.000 | 104.000 | 4.065     | 2.958       | 0.88     | 0.87      | 2   |
| 9 1/8 Lebanon Mar 13   | 9.125  | 12/03/2013 | 108.125 | 109.125 | 4.562     | 4.033       | 1.76     | 1.72      | 2   |
| 9 Lebanon May 14       | 9.000  | 02/05/2014 | 112.125 | 113.125 | 4.649     | 4.316       | 2.63     | 2.57      | 2   |
| 5.875 Lebanon Jan 2015 | 5.875  | 15/01/2015 | 101.375 | 102.375 | 5.459     | 5.163       | 3.35     | 3.26      | 2   |
| 8.50 Lebanon Aug 15    | 8.500  | 06/08/2015 | 112.125 | 113.125 | 5.294     | 5.049       | 3.66     | 3.57      | 2   |
| 8 1/2 Lebanon Jan 16   | 8.500  | 19/01/2016 | 112.250 | 113.250 | 5.520     | 5.295       | 3.97     | 3.86      | 2   |
| 9 Lebanon Mar 17       | 9.000  | 20/03/2017 | 115.500 | 116.500 | 5.854     | 5.670       | 4.77     | 4.64      | 2   |
| 6.375 Lebanon Mar 20   | 6.375  | 09/03/2020 | 101.750 | 102.750 | 6.115     | 5.970       | 6.88     | 6.68      | 2   |
| 8 1/4 Lebanon Apr 21   | 8.250  | 12/04/2021 | 114.000 | 114.750 | 6.333     | 6.239       | 7.18     | 6.96      | 2   |
| 7 Lebanon Dec 2024     | 7.000  | 03/12/2024 | 101.500 | 102.500 | 6.828     | 6.716       | 8.80     | 8.51      | 2   |

## EMERGING MARKETS - EUROBONDS

| USD               | Coupon | Maturity   | Bid     | Offer   | Mid Yield |
|-------------------|--------|------------|---------|---------|-----------|
| DAR AL-ARKAN INT  | 10.750 | 18/02/2015 | 99.101  | 99.929  | 10.898    |
| REP OF SRI LANKA  | 8.250  | 24/10/2012 | 107.000 | 108.000 | 3.085     |
| PETROLEOS MEXICA. | 6.000  | 05/03/2020 | 106.350 | 106.350 | 5.099     |
| TAQA ABU DHABI    | 6.600  | 01/08/2013 | 107.209 | 107.692 | 3.165     |
| ADCB F. CAYMAN    | 4.750  | 08/10/2014 | 102.361 | 102.894 | 3.928     |
| PET. VENEZUELA    | 5.250  | 12/04/2017 | 61.642  | 61.892  | 15.231    |
| ORASCOM           | 7.875  | 08/02/2014 | 103.000 | 103.000 | 6.671     |
| REP.VENEZUELA     | 8.500  | 08/10/2014 | 92.750  | 93.250  | 10.987    |
| CELL C PTY LTD    | 11.000 | 01/07/2015 | 101.113 | 101.595 | 10.581    |
| BANCO DO BRASIL   | 4.500  | 22/01/2015 | 103.872 | 104.490 | 3.302     |
| DOLPHIN ENER.LTD  | 5.888  | 15/06/2019 | 107.000 | 107.000 | 4.836     |

## BEIRUT STOCK EXCHANGE as 18/04/2011

| Name                 | Price | \$Change | %Chg   | P/E 06 | Div Yield |
|----------------------|-------|----------|--------|--------|-----------|
| Byblos bank          | 1.9   | 0.00     | 0.00%  | 6.55   | 0.05      |
| Byblos bank Prty     | 1.92  | 0.00     | 0.00%  | 6.62   | 0.07      |
| Byblos bank GDR      | 90    | 0.00     | 0.00%  | -      | -         |
| Byblos bank Pref 08' | 104   | 0.00     | 0.00%  | -      | -         |
| Byblos bank Pref 09' | 104   | 0.00     | 0.00%  | -      | -         |
| Audi (GDR)           | 7.47  | 0.04     | 0.54%  | 1.03   | 0.27      |
| Blom (GDR)           | 9.4   | -0.08    | -0.84% | 0.80   | 0.39      |
| Solidere A           | 18.22 | -0.18    | -0.98% | 16.45  | 0.05      |
| Solidere B           | 18.27 | -0.13    | -0.70% | 16.50  | 0.05      |
| Holcim               | 17.08 | 0.02     | 0.10%  | 16.52  | 0.05      |
| Casino               | 490   | 0.00     | -      | -      | -         |

| Benchmark   | Maturity | Yield |
|-------------|----------|-------|
| US TREASURY | 2 YEARS  | 0.649 |
|             | 5 YEARS  | 2.060 |
|             | 10 YEARS | 3.382 |
|             | 30 YEARS | 4.468 |
| EUR BUND    | 2 YEARS  | 1.738 |
|             | 5 YEARS  | 2.581 |
|             | 10 YEARS | 3.249 |
|             | 30 YEARS | 3.774 |

| Equity Indices | Price    | % Change |
|----------------|----------|----------|
| NASDAQ Comp    | 2764.65  | 0.16%    |
| NASDAQ 100     | 2307.10  | 0.0%     |
| DJI            | 12201.59 | -1.14%   |
| S&P 500        | 1305.14  | -1.10%   |
| Nikkei         | 9556.65  | -0.36%   |
| SMI            | 6244.95  | -2.43%   |
| CAC 40         | 3881.24  | -2.35%   |
| DAX            | 7026.85  | -2.11%   |
| FTSE           | 6514     | 0.00%    |
| Euronext 100   | 695.23   | -2.11%   |

| Arab Indices           | Price    | %Change |
|------------------------|----------|---------|
| BLOM Stock Index .BLSI | 1392.931 | -0.54%  |
| SAUDI All Share .SASI  | 6533.34  | 0.02%   |
| Doha Stock Market .QSI | 8645.17  | -0.96%  |
| Kuwait SE .KWSE        | 6375.1   | -0.21%  |
| Abu Dhabi SE .ADI      | 2709.33  | 0.41%   |
| Egyptian .CASE30       | 4956     | -3.17%  |
| Dubai FM Gen Id .DFMGI | 1652.76  | 0.26%   |
| Morocco CFG 25         | 6396.6   | 3.74%   |
| Bahrain .BAX           | 1403.22  | 0.86%   |

| Tracker Underlying | Last Price | % Change |
|--------------------|------------|----------|
| FXI China          | 44.89      | -1.97    |
| EWG Germany        | 25.89      | -3.11    |
| EWJ Japan          | 10.00      | -0.30    |
| EWY Korea          | 64.45      | -1.78    |
| EWT Taiwan         | 14.84      | -1.53    |
| EWZ Brazil         | 75.62      | -1.93    |
| IIF India          | 23.33      | -1.69    |
| RNE Eastern Europe | 18.59      | -3.33    |
| TKF Turkey         | 17.02      | -2.91    |
| GLD Gold           | 145.93     | 0.61     |
| USO Oil            | 42.88      | -1.90    |

| 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          | 1492.30 | 0.47%   |
| Silver / Oz        | 42.95   | 0.92%   |
| Palladium / Oz     | 777.75  | 0.00%   |
| Platinum / Oz      | 1786.80 | 0.00%   |
| Copper/ Lbs        | 419.40  | -1.39%  |
| Aluminum / Lbs     | 118.20  | 0.08%   |
| Coffee / Lbs       | 292.40  | 0.78%   |
| Cocoa EUR / 100 Kg | 3092.00 | -2.00%  |
| Wheat / Tone       | 876.50  | 3.36%   |
| Soybean / Bsh      | 1344.25 | 0.94%   |
| Wti / Bbl          | 107.06  | -1.89%  |
| Brent              | 123.29  | -1.74%  |

| Libor USD | Rate |
|-----------|------|
| 1 months  | 0.22 |
| 3 Months  | 0.28 |
| 6 Months  | 0.44 |
| 1 Year    | 0.77 |
| Libor EUR |      |
| 1 months  | 1.09 |
| 3 Months  | 1.27 |
| 6 Months  | 1.57 |
| 1 Year    | 2.05 |

| FX Rates | Bid    | Ask    | Hi     | Lo     |
|----------|--------|--------|--------|--------|
| USD / LL | 1500   | 1505   |        |        |
| Euro     | 1.4209 | 1.4216 | 1.4245 | 1.4204 |
| JPY      | 82.43  | 82.46  | 82.68  | 82.3   |
| GBP      | 1.6236 | 1.6239 | 1.6272 | 1.6234 |
| CHF      | 0.8959 | 0.8963 | 0.8979 | 0.8942 |
| CAD      | 0.9658 | 0.9661 | 0.9662 | 0.9637 |
| AUD      | 1.0452 | 1.0455 | 1.0502 | 1.0451 |

| Key Economic Calendar |           |          |
|-----------------------|-----------|----------|
| Data                  | Date      | Forecast |
| US                    |           |          |
| NAHB Housing Mkt      | 19-APR-11 | 17       |
| Housing Starts        | 19-APR-11 | 0.52m    |
| Euroland / Japan      |           |          |
| EZ Consumer Confid.   | 19-APR-11 | N/A      |

## REGIONAL MARKET

Lebanon's BLOM stock index fell 0.54 percent to 1392.931 points. Solidere A fell 0.98 percent to \$18.22 and its B fell 0.70 percent to \$18.27. Byblos Bank S.A.L. common remained unchanged at 1.90 and its priority share rose 1.02 percent to 1.92.

Saudi Basic Industries Corp., the world's biggest petrochemicals maker, said first-quarter profit surged 42

percent, beating analysts' estimates, as crude oil posted the biggest quarterly gain in almost two years. Net income advanced 7.69 billion riyals (\$2 billion) from 5.43 billion riyals a year earlier, the Riyadh-based company known as Sabic said in a statement to the Saudi bourse yesterday. The mean of six analyst estimates was for 6.33 billion riyals, according to data compiled by Bloomberg

## TOP FX NEWS

The yen rose against the euro and dollar for a fourth day amid concern Europe's debt crisis is worsening and after Standard & Poor's changed its credit outlook on the U.S. to negative. Japan's currency climbed against all of its major peers before reports forecast to show manufacturing in the euro area and the Philadelphia region expanded at a slower pace in April. The yen advanced to 117.26 per euro as of 1:55 p.m. in Tokyo from 117.66 yesterday, when it reached 116.48, the highest level since March 30. The yen rose to 82.45 versus the dollar from 82.66 yesterday, when it touched 82.19, the strongest since March 29. The euro fetched \$1.4223 from \$1.4235. The yen briefly erased gains versus the dollar and the euro amid speculation Japanese importers sold their nation's currency. The currency had climbed toward 82 per dollar, a level reached after the Group of Seven nations jointly intervened in the foreign-exchange market last month. Australia's dollar fell to \$1.0466 from \$1.0509, and sank 0.6 percent to 86.31 yen. New Zealand's dollar fell 0.8 percent to 78.47 U.S. cents, and slipped 1 percent to 64.71 yen. Benchmark interest rates of 4.75 percent in Australia and 2.5 percent in New Zealand compare with as low as zero in the U.S. and Japan, making the South Pacific nations' assets attractive to investors seeking higher returns. The risk in such trades is that currency market moves will erase profits.

### USD/JPY

**Res:** 82.95/82.27/83.78

**Sup:** 82.00/81.55/80.52

### EUR/USD

**Res:** 1.4299/1.4350/1.4390

**Sup:** 1.4207/1.4156/1.4103

### GBP/USD

**Res:** 1.6292/1.6329/1.6385

**Sup:** 1.6227/1.6166/1.6125

### GOLD

**Res:** 1496.3/1500.0/1515.0

**Sup:** 1486.4/1475.0/1469.4

## EUROLAND

European stocks dropped the most in three weeks as Standard & Poor's Ratings Service revised its credit outlook for the U.S. to negative and speculation escalated that Greece needs to restructure its debt. Alpha Bank SA and Societe Generale SA led a selloff in banks, both dropping more than 3 percent. Salzgitter AG lost 5.1 percent after Goldman Sachs Group Inc. recommended that investors sell the German steelmaker. Synthes Inc. soared 5.6 percent after the company confirmed it has held talks about a possible takeover by Johnson & Johnson. The Stoxx Europe 600 Index retreated 1.7 percent to 273.05 at the close in London. European stocks extended their losses after the S&P revised its long-term sovereign credit rating for the world's largest economy to negative from stable. The gauge dropped 1.4 percent last week as the International Monetary Fund cut its growth forecasts. The New-York based rating firm placed a "negative" outlook on the U.S.'s AAA credit rating, citing rising budget deficits and debt. S&P said there was a "material risk" that policy makers might not reach an agreement on how to address medium- and long-term budgetary challenges by 2013. National benchmark indexes dropped in all 18 western European markets led by a selloff in banks and insurers. The U.K.'s FTSE 100 Index and Germany's DAX Index slid 2.1 percent, while France's CAC 40 Index sank 2.4 percent. The VStoxx Index, which measures the cost of protecting against declines in the Euro Stoxx 50 Index, climbed 21 percent to 22.79, its largest gain in 11 months. Greece's ASE Index lost 2.8 percent as the nation's Finance Minister George Papaconstantinou said the country has no plan for debt restructuring even as German officials openly discussed the possibility and investors charged a record amount to insure the country's obligations. Papaconstantinou spoke in a Washington interview on April 16. Alpha Bank led Greek lenders lower, tumbling 7.5 percent to 3.83 euros in Athens trading. Societe Generale also retreated, falling 3.9 percent to 43.47 euros in Paris, while Italy's UniCredit SpA dropped 4.2 percent to 1.64 euros. Commerzbank AG declined 5.1 percent to 4.19 euros as the bank's conditional mandatory exchangeable notes, or Comen, also retreated in Frankfurt trading. Allianz, Europe's biggest insurer by market capitalization, tumbled 4.8 percent to 98.37 euros as insurance companies performed worse than any other industry. Munich Re, the world's biggest reinsurer, sank 2.3 percent to 112.55 euros. Nestle SA, the maker of KitKat chocolate bars and Nescafe Gold Blend instant coffee, slid 4.2 percent to 52.20 francs as shareholders lost the right to the latest dividend. Accounting for the lost payment, the shares declined 0.9 percent. Solvay SA rose 4.6 percent to 95.65 euros after BofA Merrill Lynch Global Research upgraded the Belgian chemical maker to "buy" from "underperform".

## US MARKETS

U.S. stocks slumped, sending benchmark indexes to their biggest declines in a month, after Standard & Poor's Ratings Service cut the nation's long-term credit outlook to negative. Caterpillar Inc. and United Technologies Corp. sank at least 2.1 percent to help pace the declines in the Dow Jones Industrial Average. The Morgan Stanley Cyclical Index dropped 1.2 percent as 26 of its 30 stocks tumbled. Exxon Mobil Corp. and Chevron Corp. dropped more than 1.4 percent amid concern that China's efforts to cool inflation will hurt the economy. The S&P 500 declined 1.1 percent to 1,305.14 at 4 p.m. in New York, its biggest retreat since March 16. The Dow average tumbled 140.24 points, or 1.1 percent, to 12,201.59. The S&P 500 had rallied 4.9 percent this year through April 15 amid higher-than-estimated corporate earnings and government stimulus measures. The Fed and U.S. agencies have lent, spent or guaranteed about \$8.2 trillion to lift the economy from the worst slump since the Great Depression, according to data compiled by Bloomberg. S&P put a "negative" outlook on the U.S. AAA credit rating, assigning a one-in-three chance of a ratings cut in the next two years, because of rising budget deficits and debt. Under President Barack Obama's fiscal year 2012 budget, released in February, the total debt subject to the ceiling would be \$20.8 trillion in 2016. The plan House Republicans approved April 15, written by Budget Committee Chairman Paul Ryan of Wisconsin, would need a debt ceiling of at least \$19.5 trillion, according to data compiled by Bloomberg Government. Industrial companies in the S&P 500 fell 1.3 percent. Caterpillar, the world's largest maker of construction equipment, dropped 3.1 percent to \$103.90. United Technologies slid 2.1 percent to \$81.70. Energy producers in the S&P 500 fell 1.5 percent, the biggest

decline within 10 industries. Exxon slumped 1.4 percent to \$83.10 and Chevron declined 1.6 percent to \$104.50. Oil fell for the first time in four days in New York after Saudi Arabia, the world's biggest exporter, said the global market has adequate crude supplies. Gap Inc. slumped 3 percent to \$21.79 after Goldman Sachs reduced its rating on the shares to "sell" from "neutral" and said it sees long-term declines in comparable-store sales. Bank of America Corp. also reduced its recommendation, cutting the shares to "neutral" from "buy." The MSCI All-Country World Index of shares in 45 countries tumbled 1.6 percent and the Thomson Reuters/Jefferies CRB Index of raw materials retreated 0.9 percent. China increased banks' reserve requirements to lock up cash and cool inflation, and central bank Governor Zhou Xiaochuan said monetary tightening will continue for "some time." Reserve ratios will rise a half point from April 21, the People's Bank of China said on its website on Sunday, pushing the requirement to a record 20.5 percent for the biggest lenders. The move came less than two weeks after an interest-rate increase. Zhou sees no "absolute" limit on how high reserve requirements can go, he said April 16. Community Health Systems Inc. slumped 4.4 percent to \$30.50. The hospital operator said it is now offering \$6 in cash for Tenet Healthcare Corp. Its previous offer was \$5 in cash and \$1 in stock. Tenet declined 2.6 percent to \$6.49. U.S. stocks may drop as the S&P 500 gathers downward momentum, dragging the gauge to the next support level of about 1,275, according to Credit Suisse Group AG. The moving average convergence/divergence, or MACD, indicator -- a measure used to identify changes to stocks' momentum or direction -- has fallen since April 7, when the S&P 500 reached 1,333.51

## EMERGING-MARKETS

The Bovespa stock index fell the most in over two months after Standard & Poor's Ratings Service put a "negative" outlook on its AAA credit rating for the U.S., Brazil's second-biggest trading partner. The Bovespa dropped 1.9 percent to 65,415.49 at the close of Sao Paulo trading at 4:15 p.m. New York time. That was the biggest one-day decline since Feb. 9. Thirty-nine stocks on the index declined, 28 gained and 2 were unchanged. The real weakened 0.8 percent to 1.5893 per U.S. dollar.

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