

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	107.250	108.250	4.274	3.658	1.49	1.46	2
8.50 Lebanon Aug 15	8.500	06/08/2015	111.375	112.375	4.241	3.893	2.60	2.54	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	111.500	112.500	4.713	4.407	2.95	2.88	2
9 Lebanon Mar 17	9.000	20/03/2017	114.875	115.875	5.238	5.007	3.84	3.75	2
5.15 Lebanon Nov 18	5.150	12/11/2018	98.875	99.875	5.366	5.173	5.24	5.10	2
6.375 Lebanon Mar 20	6.375	09/03/2020	103.250	104.250	5.831	5.668	6.07	5.90	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	114.125	115.125	6.104	5.965	6.26	6.08	2
6.1 Lebanon 2022	6.100	04/10/2022	101.250	102.250	5.932	5.800	7.51	7.29	2
7 Lebanon Dec 2024	7.000	03/12/2024	105.500	106.500	6.344	6.230	8.35	8.10	2
6.60 Lebanon Dec 2026	6.600	27/11/2026	101.100	102.100	6.479	6.372	9.27	8.98	2

EMERGING MARKETS

USD	Coupon	Maturity	Bid	Offer	Mid Yield
ABCD FINANCE	4.750	08/10/2014	105.405	105.970	1.893
BANCO DO BRASIL	4.500	22/01/2015	105.125	105.875	2.067
DAR AL ARKAN INTL.	10.750	18/02/2015	106.530	107.470	7.501
PROV DE BUENOS A.	11.750	05/10/2015	90.000	92.000	15.583
AFRICAN BANK LTD	8.125	24/02/2017	102.250	102.750	7.448
CROATIA	6.250	27/04/2017	110.750	111.750	3.571
DUBAI DOF SUKUK	4.900	02/05/2017	106.500	107.000	3.307
PETROLEOS DE VEN	8.500	02/11/2017	89.250	90.250	11.184
DOLPHIN ENERGY	5.888	15/06/2019	114.030	114.470	3.491
KUWAIT PROJECTS	9.375	15/07/2020	118.280	118.970	6.314
VIMPELCOM HLDGS	7.504	01/03/2022	106.500	107.000	6.534

BEIRUT STOCK EXCHANGE as 18/09/2012

Name	Price	\$Change	%Chg	P/E	Div Yield
Byblos bank	1.49	0.00	0.00%	5.14	0.07
Byblos bank GDR	79.00	0.00	0.00%	-	-
Byblos bank Pref 08'	102.3	0.00	0.00%	-	-
Byblos bank Pref 09'	103.1	0.00	0.00%	-	-
Audi (GDR)	5.83	0.12	2.10%	0.80	0.34
Blom (GDR)	7.65	0.00	0.00%	0.65	0.47
Solidere A	12.8	0.00	0.00%	11.56	0.08
Solidere B	12.75	-0.05	-0.39%	11.51	0.08
Holcim	15.36	0.00	0.00%	16.42	0.05
Casino	545	0.00	-	-	-

Benchmark	Maturity	Yield
US TREASURY	2 YEARS	0.258
	5 YEARS	0.706
	10 YEARS	1.824
	30 YEARS	3.024
EUR BUND	2 YEARS	0.088
	5 YEARS	0.668
	10 YEARS	1.648
	30 YEARS	2.456

Equity Indices	Price	% Change
NASDAQ Comp	3177.80	-0.03%
NASDAQ 100	2857.94	0.02%
DJI	13564.64	0.09%
S&P 500	1459.32	-0.13%
Nikkei	9123.77	-0.39%
SMI	6537.1	-0.23%
CAC 40	3512.69	-1.15%
DAX	7347.69	-0.76%
FTSE	5868.16	-0.43%
Euronext 100	665.44	-0.79%

Arab Indices	Price	%Change
BLOM Stock Index .BLSI	1121.451	0.11%
SAUDI All Share .SASI	7105.52	-0.61%
Doha Stock Market .QSI	8586.68	-0.34%
Kuwait SE .KWSE	5834.33	0.60%
Abu Dhabi SE .ADI	2611.62	-0.56%
Egyptian .CASE30	5890.8	-0.08%
Dubai FM Gen Id .DFMGI	1591.5	0.15%
Morocco CFG 25	5606.7	-0.14%
Bahrain .BAX	1075.53	-0.13%

Tracker Underlying	Last Price	% Change
FXI China	34.52	-0.65
EWG Germany	23.26	-0.89
EWJ Japan	9.39	0.16
EWY Korea	59.93	0.15
EWT Taiwan	13.52	0.00
EWZ Brazil	56.49	0.02
IIF India	16.83	-0.47
RNE Eastern Europe	16.92	-0.47
TKF Turkey	15.10	0.00
GLD Gold	171.72	0.77
USO Oil	35.57	-0.50

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	1768.40	0.04%
Silver / Oz	346.4	1.01%
Palladium / Oz	666.85	-3.16%
Platinum / Oz	1635.30	-2.17%
Copper/ Lbs	380.25	-0.20%
Aluminum / Lbs	115.95	0.26%
Coffee / Lbs	175.65	0.34%
Cocoa EUR / 100 Kg	2584.00	0.00%
Wheat / Tone	863.50	-1.65%
Soybean / Bsh	1640.00	-1.74%
Wti / Bbl	95.92	-0.57%
Brent	113.44	-2.91%

Libor USD	Rate
1 months	0.22
3 Months	0.38
6 Months	0.66
1 Year	0.99
Libor EUR	
1 months	0.07
3 Months	0.16
6 Months	0.40
1 Year	0.69

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1501	1510		
Euro	1.3069	1.3072	1.3072	1.3032
JPY	79.14	79.15	79.18	78.57
GBP	1.625	1.6254	1.6254	1.6231
CHF	0.9263	0.9267	0.9292	0.9258
CAD	0.9728	0.9733	0.9757	0.9727
AUD	1.0463	1.0466	1.0463	1.0412

Key Economic Calendar	Date	Forecast
US		
Building Permits	19-SEP-12	796K
Housing Starts	19-SEP-12	767K
Euroland / Japan		
EZ Construction output	19-SEP-12	N/A

REGIONAL MARKET

Lebanon's BLOM stock index rose 0.11 percent to 1121.451 points. Solidere A remained unchanged at \$12.80 and Solidere B fell 0.39 percent to 12.75 Byblos Bank S.A.L remained unchanged at 1.49.

Saudi Arabia is taking action to reduce the price of oil by pumping about 10 million barrels a day of crude and

will produce more if customers demand it, a Persian Gulf official with knowledge of the matter said. Lebanon sold its first 10-year local currency debt amid growing confidence in the country's economy, central bank Governor **Riad Salameh** said.

TOP FX NEWS

The yen fell to a four-week low after the Bank of Japan joined the Federal Reserve in expanding monetary easing. The Japanese currency weakened against most of its 16 major counterparts after the BOJ said it will add 10 trillion yen to its 45 trillion-yen fund that buys assets including government debt. Demand for the euro was limited ahead of a report tomorrow that economists say will show services and manufacturing industries shrank in the currency bloc for an eighth month. The yen touched 79.19 per dollar, the weakest since Aug. 22, before trading at 79.15 as of 1:21 p.m. in Tokyo, 0.4 percent lower than yesterday's close. Japan's currency earlier rose as much as 0.3 percent. It dropped 0.7 percent to 103.51 per euro, set for the weakest closing level since May. The 17-nation euro rallied 0.2 percent to \$1.3070 after falling 0.6 percent in the past two days to \$1.3048. The MSCI Asia Pacific Index of shares extended gains, rising 0.6 percent and sapping demand for the Japanese currency as a haven. Five of 21 analysts surveyed by Bloomberg News had predicted BOJ easing while 11 forecast the action by October. The move came after the Fed introduced purchases of \$40 billion of mortgage debt a month on Sept. 13 in a third round of so-called quantitative easing.

USD/JPY

Res: 78.55/78.78/79.12

Sup: 77.45/77.64/77.82

EUR/USD

Res: 1.2875/1.2880/1.2902

Sup: 1.3120/1.3145/1.3201

GBP/USD

Res: 1.6228/1.6257/1.6311

Sup: 1.5066/1.6184/1.6201

GOLD

Res: 1725.7/1765.0/1755.3

Sup: 1685.0/1699.7/1707.0

EUROLAND

German stocks fell for a second day as uncertainty over whether Spain will seek a bailout outweighed a report showing that investor confidence improved for the first time in five months in Europe's largest economy. Deutsche Bank AG slid 4.9 percent, the most in six weeks, as Banco Espirito Santo SA reduced its recommendation on the shares. Volkswagen AG lost 2.3 percent after a report showed European car sales dropped in August. Merck KGaA slipped 1 percent after the company abandoned an attempt to get approval for a cancer treatment. The DAX Index dropped 0.8 percent to 7,347.69 at the close of trading in Frankfurt. The equity benchmark has still rallied 23 percent from this year's low on June 5, closing at its highest level in 14 months last week as European Central Bank policy makers approved a bond-buying program and the Federal Reserve started a third round of asset purchases. The broader HDAX Index lost 0.7 percent today. ECB Governing Council member Luc Coene said Spain may have to ask the European Commission for aid and submit to conditions imposed by its creditors if bond yields continue to increase. Coene spoke at a panel discussion in London yesterday. Deutsche Bank, Germany's biggest bank, declined 4.9 percent to 32.40 euros after Espirito Santo cut its recommendation on the shares to sell. Commerzbank AG, the country's second-largest lender, lost 3.4 percent to 1.59 euros. Volkswagen, Europe's biggest carmaker, fell 2.3 percent to 148.10 euros. Bayerische Motoren Werke AG, the largest maker of luxury vehicles, slid 2 percent to 60.45 euros. European car sales dropped in August as the region's economic woes hurt demand in Germany, which had helped to offset declining sales in other countries. Registrations fell 8.5 percent to 722,483 vehicles from a year earlier, the Brussels-based European Automobile Manufacturers' Association said. Merck retreated 1 percent to 93.88 euros. The Darmstadt, Germany-based company said it will no longer seek permission to sell its Erbitux drug to lung cancer patients after a European regulator asked for more clinical data. Merck said it withdrew its application to the European Medicines Agency. The drugmaker won't refile with extra data, Gangolf Schrimpf, a spokesman said. Infineon Technologies AG, Europe's second-biggest semiconductor maker, sank 4.1 percent to 5.71 euros, its largest retreat in six weeks. Suedzucker AG, which makes sugar, starch and bakery additives, gained 2.8 percent to 26.59 euros as a gauge of food and drink companies posted the second-largest advance of the 19 industries in the Stoxx Europe 600 Index. German investor confidence rose for the first time in five months in September. The ZEW Center for European Economic Research in Mannheim said its index of investor and analyst expectations, which aims to predict economic developments six months in advance, climbed to minus 18.2 from minus 25.5 in August. Economists had forecast a gain to minus 20, according to the median of 41 estimates in a Bloomberg News survey. The Spanish government sold 4.6 billion euros of bills at an auction today, more than its maximum target.

US.MARKETS

Most U.S. stocks fell, after the Standard & Poor's 500 Index climbed to the highest level since 2007, as FedEx Corp. slumped and concern grew that European leaders will struggle to resolve the region's debt crisis. FedEx dropped 3.1 percent as it reduced its profit outlook after quarterly earnings fell. United Continental Holdings Inc. fell 2.3 percent amid a U.S. investigation of tarmac delays. Advanced Micro Devices Inc. dropped 9.7 percent after announcing its chief financial officer will resign. Apple Inc. closed above \$700 for the first time. The S&P 500 slid 0.1 percent to 1,459.32 at 4 p.m. in New York. The Dow Jones Industrial Average rose 11.54 points, or 0.1 percent, to 13,564.64. About five stocks fell for every four advancing on U.S. exchanges today, as 6 billion shares traded hands, in line with the three-month average. The S&P 500 is trading at 14.1 times the estimated earnings of its constituent members, close to its highest price multiple since the end of 2010, data compiled by Bloomberg show. The equity benchmark rose to its highest level since December 2007 on Sept. 14 after the Federal Reserve said it will buy mortgage securities to support economic growth. Bearish options contracts on the S&P 500 have dropped to the cheapest level in more than three years. Energy, financial stocks and companies that rely on consumer discretionary spending fell the most in the S&P 500, retreating at least 0.4 percent. Consumer staples, phone companies and health-care stocks rose the most. FedEx slumped 3.1 percent to \$86.55. The operator of the world's largest cargo airline cut its annual profit outlook as a weakening economy spurs shippers in the U.S. and overseas to switch to cheaper delivery options. AMD declined 9.7 percent to \$3.62, the most in the S&P 500, after the second-biggest maker of processors said CFO Thomas Seifert will leave to seek other opportunities. The resignation is the latest disruption at the semiconductor

maker, which is struggling to prevent larger rival Intel Corp. from taking market share and is facing slowing demand in the PC market. OCZ Technology Group Inc. dropped 7.4 percent to \$4.13. Chief Executive Officer Ryan Petersen resigned from the maker of solid-state disk drives. He will be replaced on an interim basis by Chief Marketing Officer Alex Mei, the San Jose, California-based company said in a statement yesterday. Clearwire Corp. declined 10 percent to \$1.38 after Time Warner Cable Inc. said it plans to sell its 46.4 million shares in the money-losing venture to build a high-speed wireless Internet network across the U.S. Time Warner Cable has alerted other Clearwire investors, including Sprint Nextel Corp. and Intel Corp., of its intention to sell the holdings, according to a filing last week. Apple rose 0.3 percent to a record \$701.91, for a market capitalization of about \$658 billion. The world's most-valuable company said yesterday that it sold 2 million units of its new iPhone 5 in the first day of orders, more than double the record set by the previous model. The stock has advanced 73 percent this year. F5 Networks Inc. rose 4 percent to \$108.62 for the biggest advance in the S&P 500. The computer-networking company is an attractive investment as it benefits from mobile data traffic growth and spending on data centers, Piper Jaffray & Co. wrote in a note yesterday. Oxigene Inc. jumped 30 percent to 72 cents after the pharmaceuticals company reached an agreement with the Food and Drug Administration for a Phase 3 trial of a thyroid cancer drug. American Science & Engineering Inc. rose 7.7 percent to \$66.71 after winning a U.S. government contract to provide body scanners used for security at airports. The Transportation and Security Administration yesterday announced the award valued as high as \$245 million over five years.

EMERGING-MARKETS

Asian stocks rose, with a regional benchmark index heading for its highest closing level since May, as the Bank of Japan boosted asset purchases, joining moves by the Federal Reserve last week to stimulate economic growth. JFE Holdings Inc., Japan's second-biggest steelmaker, climbed 2.3 percent after the BOJ moved to prevent a rising yen from undermining an economic recovery. Nissan Motor Co. advanced 3.4 percent, recovering some of yesterday's losses, as the carmaker resumed production in China after violent protests targeting Japanese companies in a dispute over control of a group of islands.

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