

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	104.250	105.250	3.685	2.823	1.10	1.08	2
9 1/8 Lebanon Mar 13	9.125	12/03/2013	110.625	111.250	3.877	3.589	1.94	1.90	2
9 Lebanon May 14	9.000	02/05/2014	113.750	114.750	4.432	4.127	2.88	2.82	2
5.875 Lebanon Jan 2015	5.875	15/01/2015	104.000	105.000	4.757	4.486	3.60	3.52	2
8.50 Lebanon Aug 15	8.500	06/08/2015	115.000	116.000	4.778	4.551	3.78	3.69	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	115.000	116.000	5.057	4.847	4.23	4.12	2
9 Lebanon Mar 17	9.000	20/03/2017	118.750	119.750	5.378	5.205	4.86	4.73	2
6.375 Lebanon Mar 20	6.375	09/03/2020	103.750	104.750	5.838	5.699	6.95	6.75	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	115.875	116.875	6.133	6.013	7.20	6.99	2
7 Lebanon Dec 2024	7.000	03/12/2024	102.750	103.750	6.691	6.582	9.08	8.79	2

EMERGING MARKETS - EUROBONDS

USD	Coupon	Maturity	Bid	Offer	Mid Yield
DAR AL-ARKAN INT	10.750	18/02/2015	98.109	98.859	11.220
REP OF SRI LANKA	8.250	24/10/2012	107.400	108.750	3.443
PETROLEOS MEXICA.	6.000	05/03/2020	107.700	107.700	4.939
TAQA ABU DHABI	6.600	01/08/2013	108.405	108.655	3.053
ADCB F. CAYMAN	4.750	08/10/2014	102.027	102.527	4.080
PET. VENEZUELA	5.250	12/04/2017	58.697	58.947	15.921
ORASCOM	7.875	08/02/2014	97.750	97.750	8.732
REP.VENEZUELA	8.500	08/10/2014	85.000	86.000	13.602
CELL C PTY LTD	11.000	01/07/2015	104.000	105.000	9.722
BANCO DO BRASIL	4.500	22/01/2015	103.900	104.400	3.380
DOLPHIN ENER.LTD	5.888	15/06/2019	108.500	108.500	4.652

BEIRUT STOCK EXCHANGE as 19/01/2011

Name	Price	\$Change	%Chg	P/E 06	Div Yield
Byblos bank	1.83	-0.01	-0.54%	6.31	0.05
Byblos bank Prty	1.85	0.00	0.00%	6.38	0.07
Byblos bank GDR	89	0.00	0.00%	-	-
Byblos bank Pref 08'	103	0.00	0.00%	-	-
Byblos bank Pref 09'	102.5	0.00	0.00%	-	-
Audi (GDR)	8.65	0.00	0.00%	1.19	0.23
Blom (GDR)	10.5	-0.02	-0.19%	0.90	0.35
Solidere A	18.42	-0.14	-0.75%	16.64	0.05
Solidere B	18.37	-0.16	-0.86%	16.59	0.05
Holcim	16.95	-0.05	-0.20%	6.28	0.05
Casino	490	0.00	-	-	-

Benchmark	Maturity	Yield
US TREASURY	2 YEARS	0.572
	5 YEARS	1.924
	10 YEARS	3.318
	30 YEARS	4.508
EUR BUND	2 YEARS	1.155
	5 YEARS	2.222
	10 YEARS	3.106
	30 YEARS	3.560

Equity Indices	Price	% Change
NASDAQ Comp	2725.36	-1.46%
NASDAQ 100	2303.79	-1.07%
DJI	11825.29	-0.11%
S&P 500	1281.92	-1.01%
Nikkei	10557.1	0.36%
SMI	6559.66	-1.13%
CAC 40	3976.71	-0.90%
DAX	7082.76	-0.85%
FTSE	5976.70	-1.32%
Euronext 100	713.4	-1.01%

Arab Indices	Price	%Change
BLOM Stock Index .BLSI	1475.688	-0.26%
SAUDI All Share .SASI	6715.64	0.00%
Doha Stock Market .QSI	9081.48	-1.29%
Kuwait SE .KWSE	6915.5	-0.04%
Abu Dhabi SE .ADI	2676.14	-0.13%
Egyptian .CASE30	6645.19	-0.72%
Dubai FM Gen Id .DFMGI	1618.92	-0.21%
Morocco CFG 25	6989.78	13.36%
Bahrain .BAX	1425.11	2.44%

Tracker Underlying	Last Price	% Change
FXI China	44.34	0.27
EWG Germany	24.76	-0.16
EWJ Japan	11.16	-0.18
EWY Korea	62.76	0.00
EWT Taiwan	15.74	0.21
EWZ Brazil	76.88	-1.23
IIF India	24.19	-1.27
RNE Eastern Europe	19.30	-2.13
TKF Turkey	16.70	-1.77
GLD Gold	133.72	0.22
USO Oil	38.54	-0.49

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	1370.20	0.15%
Silver / Oz	28.79	-0.38%
Palladium / Oz	817.75	1.16%
Platinum / Oz	1833.30	0.54%
Copper/ Lbs	436.00	-1.32%
Aluminum / Lbs	110.40	-0.90%
Coffee / Lbs	233.40	0.00%
Cocoa EUR / 100 Kg	3098.00	0.00%
Wheat / Tone	881.50	0.09%
Soybean / Bsh	1411.50	-0.12%
Wti / Bbl	90.82	-0.82%
Brent	99.36	0.43%

Libor USD	Rate
1 months	0.26
3 Months	0.30
6 Months	0.45
1 Year	0.78
Libor EUR	Rate
1 months	0.72
3 Months	0.95
6 Months	1.20
1 Year	1.50

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1498	1503		
Euro	1.3459	1.3462	1.3476	1.3428
JPY	82.1	82.14	82.24	81.99
GBP	1.5941	1.5945	1.5999	1.5922
CHF	0.9562	0.9565	0.9579	0.9548
CAD	0.9969	0.9972	0.9976	0.9951
AUD	0.9948	0.9958	1.0008	0.9942

Key Economic Calendar		
Data	Date	Forecast
US		
Jobless Claims	20-JAN-11	420K
Existing Home Sales	20-JAN-11	4.85m
Euroland / Japan		
EZ Consumer Confid.	20-JAN-11	N/A

REGIONAL MARKET

Lebanon's BLOM stock index fell 0.26 percent to 1475.688 points. Solidere A fell 0.75 percent to \$18.42 and its B fell 0.86 percent to \$18.37. Byblos Bank S.A.L. common fell 0.54 percent to 1.83 and its priority share remained unchanged too at 1.85.

Tunisia's bond ratings were cut by Moody's Investors Service as regional markets extended declines after the violent ouster of the North African country's ruler, Zine El

Abidine Ben Ali. Moody's lowered Tunisia's foreign debt to Baa3, the lowest investment-grade rating, from Baa2 today and changed the outlook to negative from stable, signaling the next move may be a cut to junk status. Tunisian bonds fell and authorities kept the stock exchange closed for a third day. Egypt's benchmark equity index declined, extending its drop since Ben Ali's Jan. 14 departure to 7.1 percent.

TOP FX NEWS

The dollar rose for the first time in three days against the euro as stocks dropped and speculation increased that China will take more measures to cool economic growth, boosting demand for the greenback as a refuge. The U.S. currency strengthened versus 15 of its 16 major counterparts after a report showed China's economy expanded 9.8 percent pace in the fourth quarter. The yen rose for a second day versus Australia's dollar as Asian equities fell, spurring investors to sell higher-yielding assets. New Zealand's currency weakened for a third day after a government report showed inflation accelerated by less than some economists forecast. The dollar rose to \$1.3446 per euro at 12:25 p.m. in Tokyo from \$1.3473 in New York yesterday, when it touched \$1.3539, the lowest level since Nov. 23. The dollar climbed to 82.14 yen from 82.02 yen yesterday, when it reached 81.85 yen, the weakest since Jan. 4. The euro bought 110.45 yen from 110.49 yen. The yen climbed 0.4 percent to 81.79 per Australian dollar and advanced 0.4 percent to 62.82 per New Zealand dollar. The MSCI Asia Pacific Index of regional shares dropped 1.1 percent and the Nikkei 225 Stock Average fell 1.1 percent. Benchmark interest rates of as low as zero in the U.S. and in Japan compare with 4.75 percent in Australia and 3 percent in New Zealand, 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: 82.35/82.83/83.08
Sup: 81.85/81.68/81.22

EUR/USD

Res: 1.3508/1.3539/1.3572
Sup: 1.3427/1.3356/1.3243

GBP/USD

Res: 1.6004/1.6038/1.6060
Sup: 1.5911/1.5870/1.5810

GOLD

Res: 1379.4/1388.5/1392.0
Sup: 1365.4/1361.0/1355.4

EUROLAND

European stocks slid the most since November after a report said the U.S. building industry started work on fewer homes than projected and Goldman Sachs Group Inc. posted earnings that failed to exceed analysts' estimates. Qiagen NV sank 2.2 percent as Exane BNP Paribas cut its recommendation on the shares. Swatch Group AG declined even after reporting increased sales and ASML Holding NV dropped even as its quarterly profit beat estimates. Kesa Electricals Plc plunged 9.8 percent after the owner of Comet and Darty electrical goods stores said its profit will be toward the lower end of analysts' projections. The Stoxx Europe 600 Index slid 1.4 percent to 282.72 at the close in London, the gauge's largest retreat in seven weeks. The measure advanced 1 percent last week as investors speculated that European leaders will increase their efforts to contain the region's debt crisis. Greek bonds fell, pushing the extra yield that investors demand to hold the securities over German bunds higher, after Die Zeit reported Germany is considering a plan to help Greece restructure its debt. Germany would allow Greece to buy back government bonds with funds from the European Financial Stability Facility made available "with favorable interest conditions," the German newspaper reported, without saying where it obtained the information. National benchmark indexes fell in 14 of the 18 western European markets. France's CAC 40 Index and Germany's DAX Index each dropped 0.9 percent. The U.K.'s FTSE 100 Index lost 1.3 percent. Greece's ASE Index posted the best performance, rising 4.5 percent. Qiagen lost 2.2 percent to 14.01 euros. Exane downgraded the biotechnology company to "neutral" from "outperform." The brokerage said in a note that Qiagen suffers from a "lack of positive short-term catalysts." Groupe Eurotunnel SA advanced 5 percent to 7.12 euros as Exane upgraded the operator of the undersea rail link between England and France to "outperform" from "neutral." The brokerage cited in a note a "much improved pricing outlook and an attractive entry point." Ingenico rose 2.7 percent to 28.10 euros as the world's largest payment-terminal manufacturer said 2010 revenue probably exceeded 900 million euros, beating its previous forecast. Italy's Banca Popolare di Milano Scrl gained 5.2 percent to 3.05 euros as Deutsche Bank AG lifted its recommendation to "buy" from "hold." The brokerage said the stock is "currently undervalued," and the lender's "solvency ratios seem solid enough to avoid a capital increase." Eiffage SA soared 4.5 percent to 36.62 euros. France's third-largest construction company was named as preferred bidder for a 3.4 billion-euro contract to finance.

US MARKETS

U.S. stocks fell, driving the Standard & Poor's 500 Index to its biggest drop since November, after Goldman Sachs Group Inc. failed to beat profit estimates and housing starts slid more than forecast. Goldman Sachs slumped 4.7 percent, the most since April, after earnings tumbled 52 percent because of lower revenue from trading and investment banking. A gauge of homebuilders in S&P indexes retreated 2.9 percent. American Express Co. declined 2.4 percent following a lower-than-estimated profit forecast. International Business Machines Corp. rallied 3.4 percent after reporting earnings that topped analysts' projections. The S&P 500 slumped 1 percent to 1,281.92 at 4 p.m. in New York after a two-day rally of 0.9 percent. The Dow Jones Industrial Average declined 12.64 points, or 0.1 percent, to 11,825.29 as IBM's advance limited losses. The VIX, as the Chicago Board Options Exchange Volatility Index is known, rose 9.1 percent, the most since November, to 17.31. Alcoa Inc., the first Dow company to announce quarterly results, last week reported earnings excluding tax benefits and gains on restructuring and derivatives of 21 cents a share, beating the average analyst estimate by 12 percent. Sales at the largest U.S. aluminum producer gained 4 percent to \$5.65 billion, missing projections. Earnings at Citigroup Inc., the third-largest U.S. bank, missed estimates by 48 percent as revenue from stock and bond trading fell. Goldman Sachs slumped 4.7 percent to \$166.49. Fourth-quarter net income decreased to \$2.39 billion, or \$3.79 a share, from \$4.95 billion, or \$8.20, a year earlier. Estimates of 22 analysts surveyed by Bloomberg averaged \$3.79 a share. Trading of bearish options on U.S. banks and brokers jumped to the highest since June. More than 545,000 puts to sell the Financial Select Sector SPDR exchange-traded fund changed hands, six times the four-week average. The ETF

tracking 81 companies declined 2.2 percent to \$16.25, while the most-active contracts were March \$15 puts. American Express fell 2.4 percent to \$45.24. The biggest credit-card issuer by purchases said fourth-quarter net income will be less than some analysts estimated as it disclosed costs tied to job cuts in its servicing network. Net income rose 48 percent to \$1.1 billion, or 88 cents a share. The average estimate of 21 analysts surveyed by Bloomberg was 96 cents. IBM rose 3.4 percent to \$155.69 to help buoy the Dow. Per-share profit rose to \$4.18, the company said on Tuesday, beating the \$4.08 average estimate of analysts' surveyed by Bloomberg. Sales climbed to \$29 billion as hardware revenue got a boost from IBM's newest mainframe. IBM has the biggest weighting among 30 stocks in the Dow, accounting for about 10 percent of the measure. Yesterday's advance in IBM added 38.10 points to the Dow, Bloomberg data show. Legg Mason Inc.'s Bill Miller said he likes dividend-paying stocks such as IBM, ConocoPhillips and Microsoft Corp. "We're staying high in the quality spectrum," Miller, head of the Legg Mason Capital Management unit, said yesterday at a firm's investment conference in New York. Apple Inc. fell 0.5 percent to \$338.84, after earlier rising as much as 2.3 percent to \$348.60. Net income in the fiscal first quarter rose to \$6 billion, or \$6.43 a share, from \$3.38 billion, or \$3.67, a year earlier, Apple said on Tuesday. Apple also projected second-quarter profit and sales that may exceed analysts' estimates. EBay Inc. The owner of the largest e-commerce market said sales in 2011 will be as high as \$10.6 billion. Excluding stock-option costs and other expenses, profit will be \$1.90 to \$1.95 a share. Analysts in a Bloomberg survey projected, on average, revenue of \$10.2 billion and earnings of \$1.86 a share.

EMERGING-MARKETS

Brazil's Bovespa stock index dropped the most in almost a week on speculation policy makers will raise interest rates today and as metals prices fell. The Bovespa stock index lost 1.2 percent to 70,058.08, after climbing 0.4 percent earlier today. More than four stocks fell on the index for each that rose. The BM&FBovespa Small Cap index dropped 0.7 percent to 1,423.01. The real rose 0.2 percent to 1.6705 per dollar today, gaining for the third straight day.

ALAIN WANNA | A.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

Rizkallah Semaan

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