

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	99.750	100.500	8.393	5.302	0.24	0.24	2
9 1/8 Lebanon Mar 13	9.125	12/03/2013	106.250	107.250	3.833	3.031	1.16	1.14	2
9 Lebanon May 14	9.000	02/05/2014	111.500	112.500	3.854	3.439	2.17	2.13	2
5.875 Lebanon Jan 2015	5.875	15/01/2015	104.500	105.500	4.291	3.950	2.79	2.73	2
8.50 Lebanon Aug 15	8.500	06/08/2015	114.625	115.625	4.111	3.836	3.14	3.08	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	114.625	115.625	4.528	4.279	3.46	3.39	2
9 Lebanon Mar 17	9.000	20/03/2017	118.500	119.500	4.949	4.752	4.30	4.20	2
6.375 Lebanon Mar 20	6.375	09/03/2020	104.875	105.875	5.624	5.476	6.46	6.29	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	117.250	118.250	5.821	5.694	6.81	6.62	2
7 Lebanon Dec 2024	7.000	03/12/2024	106.000	107.000	6.314	6.205	8.83	8.57	2

EMERGING MARKETS - EUROBONDS

USD	Coupon	Maturity	Bid	Offer	Mid Yield
DAR AL-ARKAN INT	10.750	18/02/2015	91.000	93.000	13.955
REP OF SRI LANKA	8.250	24/10/2012	102.000	102.000	5.758
PETROLEOS MEXICA.	6.000	05/03/2020	112.250	113.000	4.199
TAQA ABU DHABI	6.600	01/08/2013	105.530	105.530	3.048
ADCB F. CAYMAN	4.750	08/10/2014	103.780	103.780	3.321
PET. VENEZUELA	5.250	12/04/2017	56.000	57.000	18.359
ORASCOM	7.504	01/03/2022	87.500	88.250	9.365
REP.VENEZUELA	8.500	08/10/2014	88.000	89.000	13.505
CELL C PTY LTD	11.000	01/07/2015	100.000	105.000	10.137
BANCO DO BRASIL	4.500	22/01/2015	102.850	104.375	3.258
DOLPHIN ENER.LTD	5.888	15/06/2019	107.530	107.530	4.683

BEIRUT STOCK EXCHANGE as 19/12/2011

Name	Price	\$Change	%Chg	P/E 06	Div Yield
Byblos bank	1.65	0.00	0.00%	5.69	0.06
Byblos bank GDR	80	0.00	0.00%	-	-
Byblos bank Pref 08'	101	0.00	0.00%	-	-
Byblos bank Pref 09'	101	0.00	0.00%	-	-
Audi (GDR)	6.29	0.00	0.00%	0.86	0.32
Blom (GDR)	7.7	0.00	0.00%	0.66	0.47
Solidere A	14.5	0.00	0.00%	13.09	0.07
Solidere B	14.52	0.01	0.01%	13.11	0.07
Holcim	16.02	0.00	0.00%	-	-
Casino	525	0.00	-	-	-

Benchmark	Maturity	Yield
US TREASURY	2 YEARS	0.247
	5 YEARS	0.820
	10 YEARS	1.834
	30 YEARS	2.815
EUR BUND	2 YEARS	0.214
	5 YEARS	0.815
	10 YEARS	1.885
	30 YEARS	2.397

Equity Indices	Price	% Change
NASDAQ Comp	2523.14	-1.26%
NASDAQ 100	2215.18	-1.15%
DJI	11766.26	-0.84%
S&P 500	1205.35	-1.17%
Nikkei	8296.12	-1.26%
SMI	5767.98	0.60%
CAC 40	2974.2	0.06%
DAX	5670.71	-0.54%
FTSE	5364.99	-0.41%
Euronext 100	561.38	0.11%

Arab Indices	Price	%Change
BLOM Stock Index .BLSI	1190.439	0.09%
SAUDI All Share .SASI	6275.92	0.13%
Doha Stock Market .QSI	8744.76	-0.09%
Kuwait SE .KWSE	5812.8	-0.34%
Abu Dhabi SE .ADI	2393.28	-0.79%
Egyptian .CASE30	3802.22	0.51%
Dubai FM Gen Id .DFMGI	1374.2	0.14%
Morocco CFG 25	5671.68	-8.02%
Bahrain .BAX	1159.05	-16.69%

Tracker Underlying	Last Price	% Change
FXI China	33.61	-2.44
EWG Germany	18.35	-1.24
EWJ Japan	8.92	-1.44
EWY Korea	49.48	-4.42
EWT Taiwan	11.39	-2.65
EWZ Brazil	55.69	-2.20
IIF India	13.85	-2.26
RNE Eastern Europe	12.86	-3.02
TKF Turkey	11.26	-2.17
GLD Gold	154.87	-0.23
USO Oil	36.20	-0.19

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	1594.40	-0.08%
Silver / Oz	2882.20	-2.68%
Palladium / Oz	777.75	0.00%
Platinum / Oz	1786.80	0.00%
Copper/ Lbs	330.10	-0.69%
Aluminum / Lbs	104.95	-0.76%
Coffee / Lbs	215.30	2.06%
Cocoa EUR / 100 Kg	2101.00	3.96%
Wheat / Tone	591.75	2.82%
Soybean / Bsh	1137.00	0.62%
Wti / Bbl	94.40	1.93%
Brent	105.49	0.52%

Libor USD	Rate
1 months	0.29
3 Months	0.57
6 Months	0.79
1 Year	1.11
Libor EUR	Rate
1 months	1.05
3 Months	1.35
6 Months	1.61
1 Year	1.98

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1501	1510		
Euro	1.3009	1.3014	1.3017	1.2992
JPY	77.96	77.97	78.05	77.89
GBP	1.5528	1.5531	1.5532	1.5493
CHF	0.9371	0.9374	0.9385	0.936
CAD	1.0371	1.0372	1.0387	1.0362
AUD	0.993	0.994	0.9954	0.9889

Key Economic Calendar		
Data	Date	Forecast
US		
DE IFO Bus. Climate	20-DEC-11	106.1
DE Ifo Conditions	20-DEC-11	116
Euroland / Japan		
Housing Starts	20-DEC-11	0.635m

REGIONAL MARKET

Lebanon's BLOM stock index rose 0.09 percent to 1190.439 points. Solidere A remained unchanged at \$14.50 and its Solidere B rose 0.01 percent to \$14.52 Byblos Bank S.A.L remained unchanged at 1.65.

Emaar Properties PJSC, the United Arab Emirates' biggest developer by market value, agreed to 3.6 billion

dirhams (\$980 million) in financing at a price lower than its existing debt to help extend maturities. Orascom Construction Industries Egypt's latest publicly traded builder, said it plans to sell about \$300 million to repay bonds in Egyptian pounds to save on interest payments and help the local currency market.

TOP FX NEWS

The euro traded 0.5 percent from an 11-month low before Spain sells securities and the release of a German report forecast to show deteriorating business confidence in Europe's largest economy. The 17-nation euro maintained yesterday's drop versus the dollar amid signs Europe may have difficulty attracting outside funds to address its debt crisis. Australia's dollar rose after the Reserve Bank said in minutes of its Dec. 6 meeting that investment in the domestic economy and "solid growth" among trading partners had tempered the need for lower rates. New Zealand's currency climbed before a report this week forecast to show an acceleration of economic growth in the third quarter. The euro traded at \$1.3014 as of 6:31 a.m. in London from \$1.2998 in New York yesterday, after falling as low as \$1.2946 on Dec. 14, the least since Jan. 11. Europe's common currency fetched 101.46 yen from 101.45 yesterday. The dollar bought 77.96 yen from 78.05. Spain is due to auction three- and six-month securities today. Fitch Ratings lowered its outlook on France to "negative" on Dec. 16 and also put Spain and Italy on review for a reduction. Euro-region governments have to repay more than 1.1 trillion euros (\$1.4 trillion) of long- and short-term debt in 2012, according to Bloomberg data. Italy and Spain have about 146 billion euros of bonds and bills maturing in the first quarter, the data show.

USD/JPY

Res: 78.00/78.29/78.45

Sup: 77.64/77.50/77.13

EUR/USD

Res: 1.3100/1.3145/1.3237

Sup: 1.3000/1.2969/1.2860

GBP/USD

Res: 1.5510/1.5562/1.5629

Sup: 1.5423/1.5326/1.5270

GOLD

Res: 1600.7/1623.0/1643.3

Sup: 1579.0/1565.7/1542.0

EUROLAND

Most European stocks declined, following two weeks of losses for the Stoxx Europe 600 Index, as euro-area policy makers discussed channeling additional financial support through the International Monetary Fund. SGL Carbon SE plunged more than 9 percent after its chief financial officer said the company doesn't expect its shareholders Bayerische Motoren Werke AG and Susanne Klatten to mount a takeover. Air Berlin Plc soared after saying that Etihad Airways will increase its stake in the company to 29.2 percent. Nestle SA added 2 percent. The Stoxx 600 advanced less than 0.1 percent to 233.75 at the close in London. Three stocks dropped for every two that climbed. The gauge earlier fell as much as 0.7 percent as Fitch Ratings said it may downgrade France, Spain and Italy and the death of Kim Jong Il, North Korea's leader for 17 years, increased concern about instability in the region. The Stoxx 600 slipped 2.8 percent last week, dropping for a second week, as concern lingered that the euro area's debt crisis is deepening and as the Federal Reserve refrained from taking new action to bolster the world's largest economy. The gauge has retreated 15 percent this year. The European Central Bank will offer unlimited funding against collateral for as long as three years in a tender today in President Mario Draghi's latest attempt to get cash flowing around the financial system. It's up to lenders to decide what to do with the money, he told the Financial Times in an interview. Fitch lowered France's credit outlook and put the grades of nations including Spain and Italy on review for a downgrade, citing the euro area's failure to find a "comprehensive solution" to its debt crisis. Fitch placed Spain, Italy, Belgium, Slovenia, Ireland and Cyprus on a "Rating Watch Negative" review, which it expects to complete by the end of January, according to a statement. BP Plc, Europe's second-biggest oil producer, dropped 1.8 percent to 437.65 pence. Oil and gas companies were among the worst performers of the 19 industry groups in the Stoxx 600. Vedanta Resources Plc dropped 3.6 percent to 1,046 pence. Antofagasta Plc slid 1.9 percent to 1,150 pence and Xstrata Plc lost 1.4 percent to 956.7 pence. Copper futures dropped in London and New York as investors speculated that demand will ease after property prices fell in China, the world's biggest consumer of industrial metals. In November, 49 big cities monitored in China posted house-price declines, the most this year, after the government affirmed plans to maintain property curbs. Air Berlin rallied 8.3 percent to 2.50 euros after saying that Etihad Airways, Abu Dhabi's state-controlled airline, will pay 72.9 million euros to increase its stake in the German airline to 29.2 percent. Etihad will purchase 31.6 million new shares at Dec. 16's closing price of 2.31 euros a piece, Air Berlin said in a statement. Etihad will keep the shares for at least two years and not increase its stake during that time. Nestle climbed 2 percent to 52.20 Swiss francs as the world's biggest food company limited declines.

US.MARKETS

U.S. stocks slumped, following a two-day advance in the Standard & Poor's 500 Index, as financial shares tumbled and concern grew that European officials were failing to make progress in taming the debt crisis. Bank of America Corp. fell 4.1 percent, dropping below \$5 for the first time since March 2009, on a report that large financial institutions will have to hold extra capital. JPMorgan Chase & Co. and Morgan Stanley declined more than 3.7 percent. Alcoa Inc., Hewlett-Packard Co. and Microsoft Corp. slid at least 1.8 percent to pace losses among the biggest companies. The S&P 500 declined 1.2 percent to 1,205.35 at 4 p.m. New York time. The benchmark measure for American equities advanced 0.7 percent over the previous two days. The Dow Jones Industrial Average decreased 100.13 points, or 0.8 percent, to 11,766.26 yesterday. About 6.3 billion shares changed hands on U.S. exchanges, or 21 percent below the three-month average. The S&P 500 has fallen 4.2 percent in 2011, poised to snap a two-year rally, amid concern about slower global growth as European leaders struggled to solve the region's debt crisis. Financial shares had the biggest decline among 10 groups in the benchmark measure this year, tumbling 23 percent. The KBW Bank Index slumped 2.7 percent as all of its 24 stocks fell. The Federal Reserve is expected to embrace a new global framework that requires big banks to hold extra capital, the Wall Street Journal reported, citing people familiar with the situation. Banks should be forced to reveal more data about their financial reserves so that they can't conceal poor management decisions and excessive risk-taking, global regulators said. Lenders should "disclose the full list" of instruments that they are counting toward meeting their required minimum capital levels, the Basel Committee on Banking Supervision said in an e-mailed statement yesterday. Bank of America, the second-biggest U.S. lender, retreated 4.1 percent to \$4.99.

A sustained decline below \$5 could reduce its appeal to some investors, said Eric Teal, chief investment officer at First Citizens Bancshares Inc., which manages \$4 billion in Raleigh, North Carolina. "As active managers, we have screens that usually prohibit us from buying stocks under \$5," Teal said in an interview, citing the greater volatility and risk of such equities. JPMorgan tumbled 3.7 percent to \$30.70. Morgan Stanley dropped 5.5 percent to \$14.16. Citigroup Inc. slumped 4.7 percent to \$24.82. Some of the biggest companies fell. Alcoa, the largest U.S. aluminum producer, dropped 3.2 percent to \$8.53. Hewlett-Packard declined 2.8 percent to \$25.13. Microsoft slid 1.8 percent to \$25.53. A measure of raw material shares in the S&P 500 lost 1.9 percent. Copper declined on concern that demand will ease after property prices dropped in China, the world's top consumer of industrial metals. Freeport-McMoRan Copper & Gold Inc., the world's largest publicly traded copper miner, lost 3.4 percent to \$35.74. Schnitzer Steel Industries Inc. tumbled 9.2 percent to \$41.54. The century-old steel recycler reported preliminary first-quarter earnings that were less than analysts projected because of slower demand and a decline in sales prices. Cablevision Systems Corp. rose 2 percent to \$13. The cable company was added to the Top Picks Live list at Citigroup, which said the stock's declines after earnings reports that missed analyst estimates and the departures of executives were "a touch extreme." The company and Verizon Communications Inc. settled a lawsuit over ads that Cablevision claimed misrepresented its Internet speeds, a Verizon spokesman said. AT&T Inc. The second-largest U.S. wireless operator abandoned a \$39 billion takeover bid for T-Mobile USA after underestimating opposition from regulators, thwarting its ambitions to become the biggest U.S. wireless carrier, ahead of Verizon.

EMERGING-MARKETS

The Bovespa index slid to a three-week low as homebuilders and retailers sank after economists predicted inflation will exceed the upper limit of policy makers' target range in 2011 for the first time in eight years. The Bovespa fell 1.4 percent to 55,298.33 at the close of trading in Sao Paulo. Forty-eight stocks declined on the index, while 19 rose. The real weakened 0.9 percent to 1.8673 per dollar.

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