

# 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	104.375	4.524	3.205	0.99	0.97	2
9 1/8 Lebanon Mar 13	9.125	12/03/2013	108.000	110.000	4.924	3.938	1.83	1.79	2
9 Lebanon May 14	9.000	02/05/2014	112.375	113.375	4.738	4.420	2.77	2.71	2
5.875 Lebanon Jan 2015	5.875	15/01/2015	101.500	103.000	5.437	5.010	3.49	3.41	2
8.50 Lebanon Aug 15	8.500	06/08/2015	112.625	113.625	5.263	5.026	3.80	3.71	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	112.500	113.500	5.538	5.319	4.11	4.00	2
9 Lebanon Mar 17	9.000	20/03/2017	115.500	116.500	5.913	5.732	4.73	4.60	2
6.375 Lebanon Mar 20	6.375	09/03/2020	102.000	103.250	6.083	5.905	6.82	6.62	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	115.500	116.500	6.165	6.043	7.09	6.88	2
7 Lebanon Dec 2024	7.000	03/12/2024	101.000	103.000	6.885	6.662	8.95	8.65	2

## EMERGING MARKETS - EUROBONDS

USD	Coupon	Maturity	Bid	Offer	Mid Yield
DAR AL-ARKAN INT	10.750	18/02/2015	94.755	95.490	12.340
REP OF SRI LANKA	8.250	24/10/2012	107.250	107.750	3.504
PETROLEOS MEXICA.	6.000	05/03/2020	105.750	105.750	5.192
TAQA ABU DHABI	6.600	01/08/2013	106.754	107.004	3.594
ADCB F. CAYMAN	4.750	08/10/2014	101.321	101.821	4.273
PET. VENEZUELA	5.250	12/04/2017	57.910	58.260	16.351
ORASCOM	7.875	08/02/2014	96.500	96.500	9.262
REP.VENEZUELA	8.500	08/10/2014	87.500	88.250	12.804
CELL C PTY LTD	11.000	01/07/2015	104.000	105.000	9.694
BANCO DO BRASIL	4.500	22/01/2015	103.575	103.925	3.460
DOLPHIN ENER.LTD	5.888	15/06/2019	105.250	105.250	5.102

## BEIRUT STOCK EXCHANGE as 25/02/2011

Name	Price	\$Change	%Chg	P/E 06	Div Yield
Byblos bank	1.9	0.00	0.00%	6.55	0.05
Byblos bank Prty	1.89	0.00	0.00%	6.52	0.07
Byblos bank GDR	90	0.00	0.00%	-	-
Byblos bank Pref 08'	103	0.00	0.00%	-	-
Byblos bank Pref 09'	103.7	0.00	0.00%	-	-
Audi (GDR)	7.83	-0.03	-0.38%	1.08	0.25
Blom (GDR)	9.98	0.00	0.00%	0.85	0.36
Solidere A	18.7	-0.25	-1.32%	16.89	0.05
Solidere B	18.83	0.12	0.60%	17.01	0.05
Holcim	16.51	0.01	0.05%	16.52	0.05
Casino	490	0.00	-	-	-

Benchmark	Maturity	Yield
US TREASURY	2 YEARS	0.708
	5 YEARS	2.140
	10 YEARS	3.400
	30 YEARS	4.490
EUR BUND	2 YEARS	1.545
	5 YEARS	2.375
	10 YEARS	3.139
	30 YEARS	3.590

Equity Indices	Price	% Change
NASDAQ Comp	2781.05	1.58%
NASDAQ 100	2346.29	2.00%
DJI	12130.45	0.51%
S&P 500	1319.88	1.06%
Nikkei	10526.76	0.71%
SMI	6537.2	0.33%
CAC 40	4070.38	1.51%
DAX	7185.17	0.77%
FTSE	6001.20	1.37%
Euronext 100	727	1.26%

Arab Indices	Price	%Change
BLOM Stock Index .BLSI	1417.364	-0.19%
SAUDI All Share .SASI	5950.64	-5.20%
Doha Stock Market .QSI	8193.98	0.21%
Kuwait SE .KWSE	6466.6	0.00%
Abu Dhabi SE .ADI	2628.31	0.77%
Egyptian .CASE30	5646.5	0.00%
Dubai FM Gen Id .DFMGI	1466.83	-2.15%
Morocco CFG 25	6458.37	4.74%
Bahrain .BAX	1436.55	3.26%

Tracker Underlying	Last Price	% Change
FXI China	41.84	1.65
EWG Germany	25.55	0.67
EWJ Japan	11.42	1.29
EWY Korea	58.50	1.19
EWT Taiwan	14.63	1.39
EWZ Brazil	73.89	0.12
IIF India	22.03	1.76
RNE Eastern Europe	19.19	2.07
TKF Turkey	14.95	1.98
GLD Gold	137.38	0.66
USO Oil	39.68	1.82

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	1408.70	-0.46%
Silver / Oz	32.89	-0.81%
Palladium / Oz	777.75	0.00%
Platinum / Oz	1786.80	0.00%
Copper/ Lbs	443.60	2.53%
Aluminum / Lbs	114.90	0.61%
Coffee / Lbs	266.75	0.00%
Cocoa EUR / 100 Kg	3432.00	0.00%
Wheat / Tone	889.00	2.89%
Soybean / Bsh	1365.50	3.58%
Wti / Bbl	99.56	1.21%
Brent	112.39	-1.53%

Libor USD	Rate
1 months	0.26
3 Months	0.31
6 Months	0.46
1 Year	0.79
Libor EUR	Rate
1 months	0.82
3 Months	1.05
6 Months	1.33
1 Year	1.70

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1498	1503		
Euro	1.3826	1.3832	1.3837	1.3795
JPY	81.84	81.86	82.05	81.77
GBP	1.6148	1.615	1.6161	1.6118
CHF	0.9243	0.9248	0.9265	0.9239
CAD	0.9813	0.9818	0.9832	0.9809
AUD	1.0127	1.0128	1.0136	1.0081

Key Economic Calendar		
Data	Date	Forecast
US		
Personal income	28-FEB-11	0.40%
Chicago PMI	28-FEB-11	67.50
Euroland / Japan		
EZ Inflation	28-FEB-11	-0.60%

## REGIONAL MARKET

Lebanon's BLOM stock index fell 0.19 percent to 1417.364 noints. Solidere A fell 1.32 percent to \$18.70 and its B rose 0.60 percent to \$18.83. Byblos Bank S.A.L. common remained unchanged at 1.90 and its priority share remained unchanged at 1.89.

Byblos Bank is issuing a 10 years Bond, with a 7% per annum, paid semi annually, exempted from Tax. Issue date expected April 30, 2011. Minimum Subscription is USD 10,000 and funds are placed in an escrow account with a 4% interest until issue Date.

## TOP FX NEWS

The yen and Swiss franc advanced against a majority of their most-traded peers on concern unrest spreading through the Middle East and North Africa will derail a global economic recovery. The euro touched its lowest level in almost three weeks against the yen on speculation a new Irish government will seek to share the burden of rescuing the country's financial system with senior bank bondholders. Australia's dollar fell, snapping a three-day gain versus the greenback, after China's Premier Wen Jiabao lowered the Asian nation's economic-growth forecasts. The franc traded at 92.73 centimes per dollar at 1:40 p.m. in Tokyo, from 92.82 on Feb. 25, when it touched 92.28, the strongest since at least 1971, when Bloomberg records began. The franc has risen 1.8 percent versus the dollar since Jan. 31, headed for a monthly gain versus 12 of its 16 major counterparts. The yen bought 81.67 per dollar from 81.68, after trading as strong as 81.62, the highest level since Feb. 4. The euro was at 112.32 yen from 112.35 last week, after touching 111.96 yen, the least since Feb. 8. The common currency was unchanged at \$1.3754 from last week, when it reached \$1.3838, the most since Feb. 2. The Swiss and Japanese currencies tend to strengthen in times of political unrest because their export-reliant economies don't need foreign capital to balance current accounts, which are the broadest measure of trade .

### USD/JPY

Res: 82.07/82.32/82.89

Sup: 81.62/81.31/80.93

### EUR/USD

Res: 1.3787/1.3839/1.3862

Sup: 1.3704/1.3636/1.3597

### GBP/USD

Res: 1.6130/1.6161/1.6215

Sup: 1.6030/1.5987/1.5963

### GOLD

Res: 1417.6/1420.5/1424.0

Sup: 1406.4/1393.0/1384.4

## EUROLAND

European stocks rose, paring this week's drop on the benchmark Stoxx Europe 600 Index, as earnings at companies from Volkswagen AG to Cie. de Saint-Gobain SA reassured investors that the global economic recovery is intact. Volkswagen surged 6.2 percent as the maker of Beetle cars said increased sales in China drove a sevenfold surge in profit last year. Saint-Gobain rallied 5.5 percent after its chief executive officer told analysts that net income will advance this year. Telecom Italia SpA gained 5.2 percent after Italy's largest phone company forecast that its dividend will increase at an annual pace of 15 percent through 2013. The Stoxx 600 rose 1.3 percent to 284.12 at the close in London. Even so, the gauge has declined 2.4 percent since peaking at its highest level since August 2008 last week. The measure had the biggest weekly drop since July, trimming this year's advance to 3 percent. National benchmark indexes climbed in 16 of the 18 western European markets today. France's CAC 40 Index rallied 1.5 percent, while the U.K.'s FTSE 100 Index rose 1.4 percent and Germany's DAX Index advanced 0.8 percent. European equities extended their gains on Friday as the Thomson Reuters/University of Michigan final sentiment index of U.S. consumer confidence climbed to 77.5 in February from 74.2 in January. Economists had predicted a reading of 75.5, according to the median forecast in a Bloomberg News survey. In the U.K., the economy shrank more than initially estimated in the fourth quarter, complicating the task of Bank of England policy makers as officials split over interest rates. Gross domestic product fell 0.6 percent from the previous three months, compared with an initial estimate of a 0.5 percent drop. Volkswagen surged 6.2 percent to 119.40 euros as Europe's biggest automaker said profit surged sevenfold last year and forecast growth will accelerate this year. Net income for 2010 increased to 6.84 billion euros (\$9.4 billion), beating the 4.96 billion-euro average estimate of six analysts surveyed by Bloomberg. Saint-Gobain climbed 5.5 percent to 43.03 euros after Chief Executive Officer Pierre-Andre de Chalendar said net income at Europe's biggest supplier of building materials will "significantly" increase in 2011. He also said that energy and raw material costs will "probably" rise in 2011 more than they did in 2010. Telecom Italia advanced 5.2 percent to 1.10 euros after the company said 2010 profit doubled, boosted by the consolidation of its Argentine unit and a one-off tax credit. Net income of 3.12 billion euros topped the 2.43 billion euros average estimate of 22 analysts surveyed by Bloomberg. Deutsche Telekom AG sank 1.8 percent to 9.74 euros after Europe's largest telecommunications company reported an unexpected loss for the fourth quarter. Adjusted earnings before interest, taxes, depreciation and amortization dropped to 4.55 billion euros from 5.07 billion euros a year earlier. That missed the 4.7 billion-euro average profit estimate of 19 analysts compiled by Bloomberg. Lloyds Banking Group Plc plunged 4.5 percent to 62.9 pence after Britain's biggest mortgage lender reported its first full-year pretax profit since before the credit crisis as writedowns fell.

## US MARKETS

Economists projected a 3.3 percent gain in fourth-quarter GDP, according to the median forecast in a Bloomberg News survey of 77 economists. Estimates ranged from 3 percent to 4.4 percent. The U.S. economy grew at a 2.8 percent annual rate in the fourth quarter, slower than previously calculated and less than forecast as state and local governments made deeper cuts in spending. The revised increase in gross domestic product compares with a 3.2 percent estimate issued last month and a 2.6 percent gain in the third quarter, figures from the Commerce Department showed today in Washington. The economy, excluding inventories, grew at a 6.7 percent pace, the most since 1998. Americans may be in a better position to keep spending after tax cuts put more money in their pockets, while companies such as Caterpillar Inc. benefit from faster economies overseas and business investment. A surge in oil prices sparked by turmoil in Africa and more cutbacks by state and local governments represent risks to growth. The rising cost and underfunding of public employee pensions has sparked a national debate, most recently in Wisconsin where Republican Governor Scott Walker has asked the Legislature to boost contributions from state workers. California's 10 largest public pension funds were short a combined \$240 billion in 2010, the commission found. Household purchases, about 70 percent of the economy, rose at a 4.1 percent pace, the most since the same three months in 2006, compared with 4.4 percent originally estimated and a 2.4 percent rate in the third quarter. The gain in consumer spending compared with a 4.2 percent median forecast in the

Bloomberg survey and followed a 2.4 percent increase the prior quarter. Purchases added 2.9 percentage points to growth. The Federal Reserve's preferred price gauge, which is tied to consumer spending and strips out food and energy costs, climbed at a 0.5 percent annual pace. The Fed's longer term projection for inflation is a range of 1.6 percent to 2 percent. Rising oil and food costs may push up the prices of other goods and services. Oil that topped \$100 a barrel this week threatens to restrain consumer spending at the same time unemployment stands at 9 percent. For each sustained 10 percent gain in oil prices, economic growth may be reduced by an average 0.2 percentage point in the subsequent year, Jan Hatzius, chief U.S. economist at Goldman Sachs Group Inc. in New York, wrote in a note to clients yesterday. A 14 percent gain in the Standard & Poor's 500 Index since Sept. 30, reduced debt and gradual improvement in the labor market are giving consumers the wherewithal to spend. Saks Inc., the New York-based luxury retail chain, yesterday reported its first fourth-quarter profit in three years as improved consumer confidence prompted customers to splurge on apparel and handbags again during the holiday season. Saks forecast a mid-single digit increase in percentage terms in sales at stores open at least a year in 2011. In addition to consumer spending, fourth-quarter growth got a lift from a narrowing trade deficit as exports climbed, which added 3.4 points to growth, the most since 1980. Caterpillar, the world's largest maker of construction equipment, is projecting 2011 sales will top \$50 billion after \$42.6 billion last year

## EMERGING-MARKETS

The Bovespa stock index fell for the first week in three as concern mounted that accelerating inflation will lead to higher borrowing costs that may derail economic growth. Homebuilder Cyrela Brazil Realty SA Empreendimentos e Participacoes recorded its biggest weekly drop in a month, while card-payment processor Redecard SA led declines for the index today. Petroleo Brasileiro SA, the state-controlled oil company, posted its biggest weekly advance in two months as oil surged. The Bovespa stock index fell 0.1 percent to 66,902.53 at the close of Sao Paulo trading at 4:15 p.m. New York time, extending the weekly loss to 1.7 percent. Thirty-five stocks slid on the index today, while 31 gained. The real weakened 0.3 percent to 1.6683 per U.S. dollar .

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