

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	107.000	109.000	4.946	3.855	1.71	1.67	2
8.50 Lebanon Aug 15	8.500	06/08/2015	110.000	112.000	4.968	4.310	2.72	2.66	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	111.000	113.000	5.069	4.491	3.06	2.98	2
9 Lebanon Mar 17	9.000	20/03/2017	114.375	116.375	5.493	5.050	3.92	3.82	2
5.15 Lebanon Nov 18	5.150	12/11/2018	98.500	101.000	5.431	4.963	5.46	5.32	2
6.375 Lebanon Mar 20	6.375	09/03/2020	103.000	105.000	5.882	5.565	6.11	5.94	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	115.000	117.000	6.022	5.753	6.50	6.32	2
6.1 Lebanon 2022	6.100	04/10/2022	100.000	102.000	6.099	5.837	7.72	7.50	2
7 Lebanon Dec 2024	7.000	03/12/2024	105.000	107.000	6.409	6.183	8.57	8.31	2
6.60 Lebanon Dec 2026	6.600	27/11/2026	100.000	102.000	6.599	6.385	9.48	9.18	2

EMERGING MARKETS

USD	Coupon	Maturity	Bid	Offer	Mid Yield
ABCD FINANCE	4.750	08/10/2014	106.030	106.220	1.969
BANCO DO BRASIL	4.500	22/01/2015	105.500	106.000	2.172
DAR AL ARKAN INTL.	10.750	18/02/2015	104.780	105.720	8.469
PROV DE BUENOS A.	11.750	05/10/2015	67.000	67.000	27.743
AFRICAN BANK LTD	8.125	24/02/2017	102.250	102.750	7.474
CROATIA	6.250	27/04/2017	99.750	100.125	6.263
DUBAI DOF SUKUK	4.900	02/05/2017	103.750	104.500	3.952
PETROLEOS DE VEN	8.500	02/11/2017	79.750	80.750	13.853
DOLPHIN ENERGY	5.888	15/06/2019	109.280	109.720	4.292
KUWAIT PROJECTS	9.375	15/07/2020	110.530	111.470	7.525
VIMPELCOM HLDGS	7.504	01/03/2022	93.250	93.750	8.502

BEIRUT STOCK EXCHANGE as 27/06/2012

Name	Price	\$Change	%Chg	P/E	Div Yield
Byblos bank	1.5	0.00	0.00%	5.17	0.07
Byblos bank GDR	79.00	0.00	0.00%	-	-
Byblos bank Pref 08'	100	0.00	0.00%	-	-
Byblos bank Pref 09'	100.3	0.00	0.00%	-	-
Audi (GDR)	6.12	-0.33	-5.12%	0.84	0.33
Blom (GDR)	7.7	0.00	0.00%	0.66	0.47
Solidere A	13.06	-0.11	-0.84%	11.79	0.08
Solidere B	13.02	0.00	0.00%	11.76	0.08
Holcim	16.80	0.00	0.00%	16.42	0.05
Casino	545	0.00	-	-	-

Benchmark	Maturity	Yield
US TREASURY	2 YEARS	0.309
	5 YEARS	0.729
	10 YEARS	1.630
	30 YEARS	2.701
EUR BUND	2 YEARS	0.122
	5 YEARS	0.614
	10 YEARS	1.546
	30 YEARS	2.273

Equity Indices	Price	% Change
NASDAQ Comp	2875.06	0.74%
NASDAQ 100	2565.53	0.82%
DJI	12627.01	0.74%
S&P 500	1331.85	0.90%
Nikkei	8730.49	0.77%
SMI	5996.53	0.65%
CAC 40	3063.12	1.67%
DAX	6228.99	1.50%
FTSE	5523.92	1.41%
Euronext 100	589.85	1.65%

Arab Indices	Price	%Change
BLOM Stock Index .BLSI	1137.342	-0.50%
SAUDI All Share .SASI	6696.84	0.00%
Doha Stock Market .QSI	8166.98	-0.34%
Kuwait SE .KWSE	5820.94	-0.06%
Abu Dhabi SE .ADI	2469.86	-0.49%
Egyptian .CASE30	4628.45	0.35%
Dubai FM Gen Id .DFMGI	1452.18	-0.16%
Morocco CFG 25	5652.01	-0.05%
Bahrain .BAX	1124.15	-0.15%

Tracker Underlying	Last Price	% Change
FXI China	32.63	1.38
EWG Germany	18.90	0.85
EWJ Japan	9.09	0.78
EWY Korea	52.69	0.63
EWT Taiwan	11.87	0.68
EWZ Brazil	49.31	-0.22
IIF India	14.81	0.82
RNE Eastern Europe	14.45	1.33
TKF Turkey	13.66	0.57
GLD Gold	152.83	0.14
USO Oil	30.20	1.31

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	1577.60	0.23%
Silver / Oz	26.94	-0.35%
Palladium / Oz	577.75	-2.51%
Platinum / Oz	1409.70	-1.20%
Copper/ Lbs	334.95	1.03%
Aluminum / Lbs	104.75	1.21%
Coffee / Lbs	164.50	-0.54%
Cocoa EUR / 100 Kg	2226.00	6.66%
Wheat / Tone	732.00	0.41%
Soybean / Bsh	1471.00	0.03%
Wti / Bbl	80.53	1.54%
Brent	92.31	2.07%

Libor USD	Rate
1 months	0.25
3 Months	0.46
6 Months	0.73
1 Year	1.07
Libor EUR	
1 months	0.32
3 Months	0.56
6 Months	0.86
1 Year	1.19

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1500	1507		
Euro	1.2516	1.2521	1.2524	1.2465
JPY	79.43	79.48	79.75	79.32
GBP	1.5593	1.5598	1.5598	1.5562
CHF	0.9591	0.96	0.9632	0.9587
CAD	1.0235	1.0239	1.0256	1.0229
AUD	1.0119	1.0125	1.0126	1.0067

Key Economic Calendar	Date	Forecast
US		
GDP	28-JUN-12	1.90%
Initial Claims	28-JUN-12	385K
Euroland / Japan		
EZ Consumer Confid.	28-JUN-12	-19.6

REGIONAL MARKET

Lebanon's BLOM stock index fell 0.50 percent to 1137.342 points. Solidere A fell 0.84 percent to \$13.06 and its Solidere B remained unchanged at 13.02 Byblos Bank S.A.L remained unchanged at 1.50.

Bahrain, which quashed anti- government protests in 2011, paid more to raise \$1.5 billion than it did in prior 10-year bond sales, a person familiar with the sale said.

Qatar Telecom QSC's offer to buy a stake in Kuwait's National Mobile Telecommunications Co. is "credit negative," Moody's Investors Service said. Majid Al Futtaim Holding LLC an operator of malls and hotels in the Middle East, raised \$500 million from the sale of seven-year bonds, according to six bankers familiar with the transaction

TOP FX NEWS

The dollar weakened against most of its major counterparts as Asian stocks rallied for a second day and European leaders gather for a summit in Brussels to stem the region's debt crisis. The Australian dollar climbed for a third day amid rekindled demand for higher-yielding assets. The 17-nation euro is poised for its biggest quarterly drop versus the yen since September amid concern the region's fiscal woes are spreading to bigger economies. Italy will hold a debt auction today following sales in the past two days that saw borrowing costs increase. The dollar lost 0.4 percent to \$1.2513 per euro as of 1:26 p.m. in Tokyo from the close in New York yesterday. It dropped 0.4 percent to 79.42 yen. The euro was little changed at 99.36 yen. The Australian dollar added 0.3 percent to \$1.0114. Since the end of March, Europe's shared currency has fallen 10 percent versus the yen and 6.2 percent against the dollar. As the first half of the year nears its close, the dollar is up 3.2 percent in 2012 against the yen and 3.5 percent versus the euro. The MSCI Asia Pacific Index of shares climbed 1 percent after the Standard & Poor's 500 Index advanced 0.9 percent in New York yesterday.

USD/JPY

Res: 80.40/80.67/80.97

Sup: 78.80/79.23/79.44

EUR/USD

Res: 1.2566/1.2589/1.2631

Sup: 1.2402/1.2440/1.2480

GBP/USD

Res: 1.5528/1.5557/1.5581

Sup: 1.5466/1.5484/1.5501

GOLD

Res: 1589.7/1610.0/1646.3

Sup: 1570.0/1582.7/1597.0

EUROLAND

EU leaders meet today and tomorrow for the 19th summit on the region's debt crisis. They are due to discuss a plan seen playing out over more than a decade for closer European integration. The blueprint, written by European Council President Herman Van Rompuy, centers on common banking supervision and deposit insurance, along with a "criteria-based and phased" move toward joint debt issuance. German stocks advanced for a second day as more Americans than forecast signed contracts to buy previously owned homes in May, and a report said that China could introduce additional economic stimulus. EON AG, Germany's biggest utility, rose 4.3 percent as HSBC Holdings Plc raised its recommendation on the stock. K+S AG, Europe's largest potash producer, added 6.9 percent as BHF-Bank AG and Bank of America Corp. upgraded their ratings on the company's shares. Adidas AG rose 2.1 percent. The DAX Index added 1.5 percent to 6,228.99 at the close of trade in Frankfurt. The gauge has fallen 13 percent from its 2012 high on March 16, trimming the benchmark measure's advance in the first six months of this year to 5.6 percent. The broader HDAX Index gained 1.4 percent yesterday. German Chancellor Angela Merkel and French President Francois Hollande meet today before a two-day summit of European Union leaders in Brussels tomorrow. EON advanced 4.3 percent to 16.55 euros as it was raised to overweight, meaning investors should hold the shares more than their weight represented in benchmark indexes, from neutral, by HSBC equity analyst Adam Dickens, who set a price estimate of 19 euros per share. EON has received final bids from four bidders for its waste incinerator business as it tries to raise more than 1 billion euros (\$1.3 billion) from the sale, according to people familiar with the transaction who asked not to be identified because the process is private. K+S climbed 6.9 percent to 34.92 euros as the stock was raised to overweight from market weight at BHF-Bank by equity analyst Annett Weber. The 12-month price estimate is 39 euros per share. Bank of America raised its recommendation to buy from underperform. Adidas advanced 2.1 percent to 57.49 euros. The world's second-biggest sporting-goods maker said it signed a 500 million-euro credit line to refinance. Bayer AG, the largest German drugmaker, which also has a crop-science operation, jumped 3.1 percent to 54.98 euros. Monsanto Co., the world's largest seed company, posted third-quarter earnings that exceeded analysts' estimates as U.S. farmers bought more of its genetically modified corn. Deutsche Bank AG, Germany's largest lender, rose 2.7 percent to 28.18 euros. A gauge of banking stocks was the best performer of 19 industry group in the Stoxx Europe 600 Index. Infineon Technologies AG fell 2.4 percent to 5.23 euros. Shares slid 12 percent yesterday after it said sales in the current quarter would miss its prediction. The company will probably reduce its profit forecast again, according to JPMorgan Chase & Co. Europe's second-largest semiconductor maker was downgraded to neutral by the brokerage, which cut its price estimate on the stock.

US.MARKETS

U.S. stocks rose, sending the Standard & Poor's 500 Index higher for a second day, amid better-than-estimated housing and durable goods orders data while speculation grew that China will add to economic stimulus. Energy and financial shares rose the most in the S&P 500 among 10 groups. A gauge of homebuilders in S&P indexes climbed 3 percent to the highest since 2008. Monsanto Co., the world's biggest seed company, added 3.9 percent as earnings beat estimates. Facebook Inc. fell 2.6 percent as analysts including those at lead underwriter Morgan Stanley said the social-network operator is worth no more than its debut price of \$38. The S&P 500 rose 0.9 percent to 1,331.85 New York time. It has risen 1.6 percent so far in June. The Dow Jones Industrial Average added 92.34 points, or 0.7 percent, to 12,627.01. Volume for exchange-listed stocks in the U.S. was 5.8 billion shares, or 14 percent below the three-month average. Equities rallied as orders for durable goods and the number of Americans signing contracts to buy an existing home rebounded in May, easing concern the world's largest economy is faltering. The China Securities Journal said the country may introduce "more proactive" policies to ensure stable growth in the world's second-largest economy. European leaders prepared for a two-day summit starting tomorrow. Monsanto, the largest seed company, added 3.9 percent to \$80.89. Sales of corn seed and genetic licenses rose 35 percent as U.S. farmers planted the biggest crop in 75 years. Soybean sales gained 15 percent, driven by demand for the newest seed engineered to tolerate Monsanto's Roundup herbicide. Chairman and Chief Executive Officer Hugh Grant also is expanding in Latin America and Eastern Europe. Bristol-Myers Squibb Co. gained 1.7 percent to \$35.09 after the drugmaker doubled the size of

its share buyback program, authorizing \$3 billion in additional repurchases to be made over the "next couple years." Lennar Corp. rose 4.8 percent to \$28.70. The homebuilder gained after a tax benefit and improving demand fueled a surge in its fiscal second-quarter profit. Facebook slid 2.6 percent to \$32.23. At least 17 securities firms began coverage of the company today, bringing the average analyst share-price estimate to \$37.95, data compiled by Bloomberg show. Morgan Stanley gave Facebook the equivalent of a buy rating, as did JPMorgan Chase & Co., Goldman Sachs Group Inc. and five other firms. There were eight holds and one sell, the data show. Facebook, its bankers and listing exchange Nasdaq OMX Group Inc. faced criticism after the shares fell below the initial public offering price of \$38 on the second day of trading and extended losses to 32 percent on June 5. Underwriters sold stock at a higher valuation than every S&P 500 company except two. DreamWorks Animation SKG Inc. surged 5 percent to \$18.29. The computer-animation studio rose after an analyst said the company's latest film, "Madagascar 3: Europe's Most Wanted," was exceeding expectations. Economic reports are due to take a turn for the better that will lift U.S. stocks, according to Binky Chadha, chief global strategist at Deutsche Bank AG. Investors are suffering from "data disappointment" that has become extreme by historical standards, Chadha wrote in a report two days ago. "The typical pattern from here would be for fewer negative surprises and then positive ones." Changes in jobless claims explain 88 percent of the S&P 500's performance during the period, according to statistical analysis cited in the report. The figure is near a 100 percent limit when two values move in lockstep

EMERGING-MARKETS

The Bovespa index fell to a three-week low as a record plunge by oil company OGX Petroleo & Gas Participacoes SA outweighed gains by other raw-material producers amid mounting speculation that China, Brazil's top trading partner, may take further steps to shore up growth. OGX, the fifth-heaviest weighted stock on the benchmark, tumbled after it cut production targets off the coast of Brazil. The Bovespa's drop was limited as Steelmaker Gerdau SA snapped a five-day rout. Marcopolo SA, which manufactures buses, advanced as the government planned to buy more than a third of the country's production of the vehicles under a new round of measures to revive growth. Brazil's benchmark equity gauge sank 1.4 percent to 53,108.93 at the close in Sao Paulo. Thirty-three stocks fell on the index while 32 gained. The real was little changed at 2.0767 per U.S. dollar at 5:35 p.m. local time .

ALAIN WANNA | D.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

Tarek Bassil

PRIVATE BANKING | Joe Nader

Marguerite Bazerli

Rabih Sfeir

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