

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	102.625	103.625	3.670	2.264	0.69	0.68	2
9 1/8 Lebanon Mar 13	9.125	12/03/2013	108.500	109.500	3.855	3.273	1.56	1.54	2
9 Lebanon May 14	9.000	02/05/2014	113.250	113.750	3.986	3.811	2.54	2.49	2
5.875 Lebanon Jan 2015	5.875	15/01/2015	103.000	104.000	4.937	4.632	3.16	3.08	2
8.50 Lebanon Aug 15	8.500	06/08/2015	114.000	114.625	4.691	4.534	3.47	3.39	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	113.500	114.500	5.126	4.896	3.78	3.69	2
9 Lebanon Mar 17	9.000	20/03/2017	117.000	118.000	5.486	5.300	4.58	4.46	2
6.375 Lebanon Mar 20	6.375	09/03/2020	102.750	103.750	5.963	5.817	6.70	6.51	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	115.500	116.125	6.116	6.038	7.00	6.80	2
7 Lebanon Dec 2024	7.000	03/12/2024	103.000	104.000	6.657	6.546	8.94	8.65	2

EMERGING MARKETS - EUROBONDS

USD	Coupon	Maturity	Bid	Offer	Mid Yield
DAR AL-ARKAN INT	10.750	18/02/2015	102.500	103.250	9.779
REP OF SRI LANKA	8.250	24/10/2012	106.500	107.500	2.727
PETROLEOS MEXICA.	6.000	05/03/2020	112.250	113.000	4.242
TAQA ABU DHABI	6.600	01/08/2013	108.250	108.750	2.366
ADCB F. CAYMAN	4.750	08/10/2014	104.250	105.000	3.240
PET. VENEZUELA	5.250	12/04/2017	61.500	62.500	15.429
ORASCOM	7.504	01/03/2022	100.188	100.438	7.457
REP.VENEZUELA	8.500	08/10/2014	90.000	91.000	12.105
CELL C PTY LTD	11.000	01/07/2015	101.510	103.490	10.220
BANCO DO BRASIL	4.500	22/01/2015	104.200	104.450	3.199
DOLPHIN ENER.LTD	5.888	15/06/2019	107.750	108.250	4.670

BEIRUT STOCK EXCHANGE as 29/06/2011

Name	Price	\$Change	%Chg	P/E 06	Div Yield
Byblos bank	1.68	-0.02	-1.18%	5.79	0.06
Byblos bank Prty	N/A	N/A	N/A	N/A	N/A
Byblos bank GDR	90	0.00	0.00%	-	-
Byblos bank Pref 08'	100	0.00	0.00%	-	-
Byblos bank Pref 09'	100	0.00	0.00%	-	-
Audi (GDR)	7.25	-0.10	-1.36%	1.00	0.27
Blom (GDR)	8.6	0.08	0.94%	0.73	0.42
Solidere A	17.37	-0.02	-0.12%	15.69	0.06
Solidere B	17.18	-0.12	-0.60%	15.52	0.06
Holcim	16.50	-1.00	-5.70%	17.36	0.05
Casino	540	0.00	-	-	-

Benchmark	Maturity	Yield
US TREASURY	2 YEARS	0.458
	5 YEARS	1.682
	10 YEARS	3.104
	30 YEARS	4.370
EUR BUND	2 YEARS	1.547
	5 YEARS	2.214
	10 YEARS	2.988
	30 YEARS	3.732

Equity Indices	Price	% Change
NASDAQ Comp	2729.31	1.53%
NASDAQ 100	2285.03	1.40%
DJI	12261.42	0.60%
S&P 500	1307.41	0.83%
Nikkei	9797.26	1.54%
SMI	6101.55	1.65%
CAC 40	3924.23	1.88%
DAX	7294.14	1.73%
FTSE	6514	0.00%
Euronext 100	694.85	1.80%

Arab Indices	Price	%Change
BLOM Stock Index .BLSI	1331.585	-0.26%
SAUDI All Share .SASI	6531.17	0.00%
Doha Stock Market .QSI	8334.51	0.53%
Kuwait SE .KWSE	6226.8	0.00%
Abu Dhabi SE .ADI	2711.3	0.00%
Egyptian .CASE30	5283.9	-2.03%
Dubai FM Gen Id .DFMGI	1507.61	0.00%
Morocco CFG 25	5904.68	-4.24%
Bahrain .BAX	1316.77	-5.35%

Tracker Underlying	Last Price	% Change
FXI China	42.45	-0.35
EWG Germany	26.42	1.65
EWJ Japan	10.35	1.57
EWY Korea	64.32	1.21
EWT Taiwan	14.96	1.29
EWZ Brazil	72.85	0.80
IIF India	21.63	1.07
RNE Eastern Europe	18.50	0.56
TKF Turkey	15.93	1.53
GLD Gold	147.18	0.64
USO Oil	37.23	2.22

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	1509.90	0.68%
Silver / Oz	34.75	3.31%
Palladium / Oz	777.75	0.00%
Platinum / Oz	1786.80	0.00%
Copper/ Lbs	420.95	2.87%
Aluminum / Lbs	112.25	1.58%
Coffee / Lbs	264.05	0.63%
Cocoa EUR / 100 Kg	3139.00	3.02%
Wheat / Tone	717.50	0.35%
Soybean / Bsh	1334.25	0.26%
Wti / Bbl	95.31	2.74%
Brent	112.18	3.62%

Libor USD	Rate
1 months	0.19
3 Months	0.25
6 Months	0.40
1 Year	0.74
Libor EUR	
1 months	1.27
3 Months	1.48
6 Months	1.75
1 Year	2.13

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1511	1514		
Euro	1.4497	1.4502	1.4518	1.4424
JPY	80.35	80.4	80.87	80.28
GBP	1.61	1.6105	1.6117	1.6046
CHF	0.831	0.8315	0.8349	0.8303
CAD	0.9676	0.9683	0.97	0.9664
AUD	1.0733	1.0743	1.0749	1.0663

Key Economic Calendar	Date	Forecast
US		
US Initial Claims	30-JUN-11	420K
Euroland / Japan	30-JUN-11	
EZ Inflation	30-JUN-11	2.80%

REGIONAL MARKET

Lebanon's BLOM stock index fell 0.26 percent to 1331.585 points. Solidere A fell 0.12 percent to \$17.37 and its Solidere B fell 0.60 percent to \$17.18 Byblos Bank S.A.L. fell 1.18 percent to 1.78.

Kuwait's parliament today approved a budget for the fiscal year through March 2012 that raises spending by 11 percent to cover salary increases for Kuwaitis and a

development plan aimed at modernizing the country. The budget, approved by 39 lawmakers and opposed by 20, has a projected deficit of 6 billion dinars (\$21.8 billion). Spending is forecast at 19.44 billion dinars, the highest in Kuwait's history, and revenue at 13.45 billion dinars. By law, 10 percent of revenue must be saved in the Reserve Fund for Future Generations

TOP FX NEWS

The euro rose to a three-week high against the dollar on prospects the European Central Bank will increase interest rates next week to curb inflation and as the immediate risk of default by Greece subsided. The common currency advanced against most major peers before a report forecast to show gains in European consumer prices accelerated in June. ECB President Jean-Claude Trichet said on June 28 that policy makers are in "strong vigilance mode" ahead of next week's meeting. The dollar weakened before a report that may show U.S. business activity cooled. The New Zealand dollar gained to a record after data indicated business confidence improved and home-building approvals rose. The euro rose to \$1.4505 at 1:08 p.m. in Tokyo from \$1.4435 in New York yesterday. It earlier strengthened to \$1.4519, the highest level since June 10. The euro was at 116.64 yen from 116.61 after advancing as much as 0.3 percent. The dollar traded at 80.41 yen from 80.78 yen. The euro has increased 0.8 percent against the dollar this month and is up 2.5 percent for the quarter that ends today. Greek Prime Minister George Papandreou yesterday garnered enough votes for his 78 billion euro (\$113 billion) package of budget cuts and state asset sales. Luxembourg's Jean-Claude Juncker, who leads a group of euro-area finance ministers, said the Greek parliament's decision paves the way for payment of the next aid installment from euro-area governments and the International Monetary Fund. Inflation in the euro region rose to 2.8 percent in June from a year earlier, compared with a 2.7 percent increase in May, according to the median estimate of economists surveyed by Bloomberg News. The European Union's Luxembourg-based statistics office reports the data today.

USD/JPY

Res: 80.60/80.80/81.08

Sup: 80.02/79.70/79.57

EUR/USD

Res: 1.4450/1.4475/1.4520

Sup: 1.4142/1.4126/1.4073

GBP/USD

Res: 1.6000/1.6046/1.6066

Sup: 1.5938/1.5881/1.5855

GOLD

Res: 1511.4/1524.9/1541.0

Sup: 1499.4/1487.0/1472.4

EUROLAND

European stocks rallied the most in three months as Greek lawmakers passed a package of austerity measures needed to secure the next tranche of European Union financial aid. Charter International Plc soared 28 percent as Melrose Plc said it made a preliminary approach about a possible takeover offer for the engineering company. Salvatore Ferragamo SpA surged 11 percent on its first day of trading. ITV Plc and ICAP Plc surged more than 6 percent amid speculation they may become bid targets. The Stoxx Europe 600 Index rose 1.7 percent to 269.8 at the 4:30 p.m. close in London, the biggest gain since March 21. The gauge has still tumbled 7.3 percent from its peak this year on Feb. 17 as investors speculated that Greece will fail to repay all its debt. The drop left the measure trading at the cheapest valuation compared with reported profits since 2008 last week, according to data compiled by Bloomberg. The Greek vote means "one problem has been removed, so it's an element of support for the stock market," said Guillaume Duchesne, an equity strategist at BGL BNP Paribas SA in Luxembourg. "That gives a boost to stocks linked to economic growth." National benchmark indexes rose in all 18 western European markets, except Iceland. France's CAC 40 advanced 1.9 percent, while the U.K.'s FTSE 100 rose 1.5 percent and Germany's DAX increased 1.7 percent. Greece's ASE climbed 0.5 percent, paring gains after the vote in Parliament. Greek Prime Minister George Papandreou clinched enough votes today to pass the first part of an austerity plan aimed at meeting EU aid requirements and staving off default for his debt-laden nation. Charter soared 28 percent to 787 pence, the biggest gain since 2000, as Melrose said it made a preliminary approach about a possible 1.3 billion-pound (\$2 billion) takeover offer. Melrose, the U.K. investment firm run by a former team at industrial company Wassall Plc, added 3 percent to 355 pence. ITV, the U.K.'s biggest commercial broadcaster, jumped 6.6 percent to 71.95 pence after rallying more than 5 percent in the last hour of trading. Ferragamo jumped 11 percent to 9.95 euros as the Italian luxury shoemaker's debuted on the Milan exchange after raising 344.5 million euros in an initial public offering. Allianz SE, Europe's biggest insurer, increased 3.1 percent to 94.91 euros as the stock was upgraded to "overweight" from "equal weight" at Morgan Stanley. Nobel Biocare AG, the second-largest maker of dental implants by sales, climbed 2.4 percent to 16.91 francs and Wacker Chemie AG advanced 3 percent to 149.05 euros as UBS AG upgraded both companies.

US MARKETS

U.S. stocks rose, giving benchmark indexes the biggest three-day gain since March, as Greece passed austerity measures and the Federal Reserve moved to set a less-severe limit on debit-card swipe fees than previously proposed. Visa Inc. and MasterCard Inc., the biggest consumer-payment networks, jumped more than 11 percent, as the Fed moved to cap debit-card transaction fees at 21 cents. Bank of America Corp. advanced 3 percent after agreeing to pay \$8.5 billion to resolve claims over soured mortgages. Monsanto Co., the largest seed company, climbed 5 percent after net income jumped 77 percent. U.S. Steel Corp. paced a rally in steelmakers, rising 5.9 percent, as Deutsche Bank AG predicted demand rebound. The Standard & Poor's 500 Index rose 0.8 percent to 1,307.41 at 4 p.m. in New York, adding 3.1 percent in three days. The Dow Jones Industrial Average added 72.73 points, or 0.6 percent, to 12,261.42 today. The S&P 500 has fallen 2.8 percent in June, and headed for the second straight monthly loss, amid concern about the European debt crisis and weaker-than-expected economic data. The index is still up 4 percent in 2011 on government stimulus measures and better-than-estimated profits. Financial shares had the biggest gain in the S&P 500 within 10 industries, rising 2.1 percent. Visa soared 15 percent, the most since March 2008, to \$86.57. MasterCard surged 11 percent to \$309.70, the highest since June 2008. "This is a big win for Visa and MasterCard," said Giri Cherukuri, lead trader and portfolio manager for Lisle, Illinois-based Oakbrook Investments, which manages about \$2.7 billion. "They've been arguing for a long time that these regulations are too onerous. Definitely good news for them." Bank of America added 3 percent to \$11.14. The stock rose even after the bank said its settlement will contribute to a second-quarter loss of \$8.6 billion to \$9.1 billion, or 88 cents to 93 cents a share. Citigroup Inc. advanced 3.4 percent to \$41.50. Bank of America raised the

stock to "buy" from "neutral," saying potential earnings should lift the shares. Gauges of raw material and energy shares in the S&P 500 gained at least 1.1 percent. The S&P GSCI Index of 24 commodities advanced 2.1 percent as oil and metals rallied. Monsanto climbed 5 percent to \$70.26. The world's largest seed company reported fiscal third-quarter earnings that topped analysts' estimates and raised its full-year profit forecast on higher sales of Roundup weed killer and genetically modified crop seeds. Profit excluding some items will rise to \$2.84 to \$2.88 a share in the fiscal year through August. Its previous forecast was for \$2.72 to \$2.82. U.S. Steel rallied 5.9 percent, the biggest increase since July 2010, to \$45.85. Deutsche Bank AG said demand and prices for the metal will rise. Steel producers in the U.S. will benefit as Chinese inventories empty and industrial activity picks up in the second half of 2011, analysts including David Martin and Jorge Beristain wrote in a research note yesterday. Deutsche Bank raised its ratings on Pittsburgh-based U.S. Steel and AK Steel Holding Corp., the third-largest U.S. steelmaker, to "buy" from "hold." BJ's Wholesale Club Inc. climbed 4.6 percent to \$50.29 as Leonard Green & Partners LP and CVC Capital Partners agreed to buy the warehouse-club chain for \$2.8 billion. Its investors will receive \$51.25 a share in cash for each common stock they hold, the companies said. That's 6.6 percent more than the closing price on Tuesday. The Chicago Board Options Exchange Volatility Index, which measures the cost of using options as insurance against declines in the S&P 500, tumbled 9.9 percent, the most since March, to 17.27. KB Home tumbled 15 percent, the most since September 2008, to \$10.08. The Los Angeles-based homebuilder that targets first-time buyers reported a wider second-quarter loss as new orders and revenue decreased amid weak demand for new houses.

EMERGING-MARKETS

China's inflation rate may jump to 6.5 percent this month, exceeding a near three-year high and spurring the central bank to raise interest rates for the first time since April, according to Shenying & Wanguo Securities Co. Consumer prices may accelerate in June because of the rising cost for pork, Li Huiyong and Meng Xiangjuan, analysts at the brokerage, wrote in a report today. The People's Bank of China may increase borrowing costs around the time of the release of the economic data, scheduled for July 15, they wrote.

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

Youssef Abi Saab

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