

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	8.549	4.934	0.21	0.20	2
9 1/8 Lebanon Mar 13	9.125	12/03/2013	106.250	107.250	3.683	2.858	1.12	1.11	2
9 Lebanon May 14	9.000	02/05/2014	111.000	112.000	3.994	3.571	2.13	2.09	2
5.875 Lebanon Jan 2015	5.875	15/01/2015	104.500	105.500	4.274	3.930	2.75	2.70	2
8.50 Lebanon Aug 15	8.500	06/08/2015	115.000	115.500	3.969	3.831	3.11	3.05	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	115.000	115.625	4.404	4.248	3.43	3.36	2
9 Lebanon Mar 17	9.000	20/03/2017	119.000	119.500	4.828	4.729	4.27	4.17	2
6.375 Lebanon Mar 20	6.375	09/03/2020	105.300	105.800	5.558	5.484	6.43	6.25	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	117.875	118.375	5.735	5.672	6.78	6.60	2
7 Lebanon Dec 2024	7.000	03/12/2024	106.000	106.500	6.313	6.258	8.79	8.52	2

EMERGING MARKETS - EUROBONDS

USD	Coupon	Maturity	Bid	Offer	Mid Yield
DAR AL-ARKAN INT	10.750	18/02/2015	91.000	93.000	13.988
REP OF SRI LANKA	8.250	24/10/2012	102.000	103.000	5.018
PETROLEOS MEXICA.	6.000	05/03/2020	104.817	105.517	5.214
TAQA ABU DHABI	6.600	01/08/2013	105.530	106.470	2.676
ADCB F. CAYMAN	4.750	08/10/2014	104.030	104.970	3.035
PET. VENEZUELA	5.250	12/04/2017	63.350	64.350	15.541
ORASCOM	7.504	01/03/2022	84.000	85.000	9.959
REP.VENEZUELA	8.500	08/10/2014	92.300	93.300	11.612
CELL C PTY LTD	11.000	01/07/2015	100.000	105.000	10.131
BANCO DO BRASIL	4.500	22/01/2015	102.850	104.375	3.245
DOLPHIN ENER.LTD	5.888	15/06/2019	108.030	108.970	4.530

BEIRUT STOCK EXCHANGE as 29/12/2011

Name	Price	\$Change	%Chg	P/E 06	Div Yield
Byblos bank	1.63	0.02	1.24%	5.62	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)	6.14	-0.05	-0.81%	0.84	0.32
Blom (GDR)	7.53	-0.10	-1.31%	0.64	0.48
Solidere A	14.21	-0.29	-2.00%	12.83	0.07
Solidere B	14.45	0.00	0.00%	13.05	0.07
Holcim	16.5	0.00	0.00%	16.42	0.05
Casino	525	0.00	-	-	-

Benchmark	Maturity	Yield
US TREASURY	2 YEARS	0.275
	5 YEARS	0.894
	10 YEARS	1.913
	30 YEARS	2.918
EUR BUND	2 YEARS	0.169
	5 YEARS	0.787
	10 YEARS	1.852
	30 YEARS	2.387

Equity Indices	Price	% Change
NASDAQ Comp	2613.74	0.92%
NASDAQ 100	2285.10	0.85%
DJI	12287.04	1.12%
S&P 500	1263.02	1.07%
Nikkei	8398.89	-0.29%
SMI	5896.6	0.02%
CAC 40	3127.56	1.84%
DAX	5848.78	1.34%
FTSE	5566.77	1.08%
Euronext 100	588.32	1.44%

Arab Indices	Price	%Change
BLOM Stock Index .BLSI	1186.566	0.24%
SAUDI All Share .SASI	6400.1	0.00%
Doha Stock Market .QSI	8812.46	0.00%
Kuwait SE .KWSE	5786.8	0.00%
Abu Dhabi SE .ADI	2366.37	0.00%
Egyptian .CASE30	3586.55	0.00%
Dubai FM Gen Id .DFMGI	1346.47	0.00%
Morocco CFG 25	5679.2	-7.89%
Bahrain .BAX	1145.03	-17.70%

Tracker Underlying	Last Price	% Change
FXI China	34.85	0.93
EWG Germany	19.12	1.70
EWJ Japan	9.04	2.03
EWY Korea	52.20	1.40
EWT Taiwan	11.81	1.64
EWZ Brazil	56.92	0.65
IIF India	13.74	0.37
RNE Eastern Europe	13.33	0.68
TKF Turkey	11.02	0.18
GLD Gold	150.34	-0.46
USO Oil	38.41	0.18

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	1539.90	-1.48%
Silver / Oz	27.27	0.30%
Palladium / Oz	777.75	0.00%
Platinum / Oz	1786.80	0.00%
Copper/ Lbs	336.55	0.12%
Aluminum / Lbs	105.45	-0.42%
Coffee / Lbs	224.25	-1.10%
Cocoa EUR / 100 Kg	2083.00	-2.34%
Wheat / Tone	645.25	-0.92%
Soybean / Bsh	1187.50	-0.90%
Wti / Bbl	99.85	0.32%
Brent	107.98	-0.55%

Libor USD	Rate
1 months	0.30
3 Months	0.58
6 Months	0.81
1 Year	1.13
Libor EUR	
1 months	0.99
3 Months	1.30
6 Months	1.57
1 Year	1.92

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1501	1510		
Euro	1.2936	1.2939	1.2965	1.2925
JPY	77.55	77.56	77.73	77.49
GBP	1.5434	1.5436	1.5444	1.54
CHF	0.9406	0.9412	0.9418	0.9395
CAD	1.02	1.0204	1.0218	1.0193
AUD	1.0146	1.0151	1.0174	1.012

Key Economic Calendar		
Data	Date	Forecast
US		
ISM NY	30-DEC-11	N/A
ECRI	30-DEC-11	N/A
Euroland / Japan		
GB Nationwide Housep	30-DEC-11	-0.20%

REGIONAL MARKET

Lebanon's BLOM stock index rose 0.24 percent to 1186.825 points. Solidere A fell 2.00 percent to \$14.21 and its Solidere B remained unchanged at \$14.45 Byblos Bank S.A.L rose 1.24 percent to 1.63.

Loans increased 0.1 percent to 1,074.5 billion dirhams, while deposits declined 0.8 percent to 1,053.8 billion

dirhams. United Arab Emirates' bank loans exceeded deposits for a third consecutive month in November. Loans surpassed deposits by 20.7 billion dirhams in November, central bank said in an e-mailed statement today.

TOP FX NEWS

The euro is set for its first back- to-back annual drop versus the dollar since 2001 on concern Europe's debt crisis will weigh on the region's economic growth. The 17-nation euro traded 0.3 percent from a decade low against the yen before data next week forecast to confirm European manufacturing contracted for a fifth month. The Australian and New Zealand dollars strengthened for a second day versus the greenback as Asian stocks rose before reports that may indicate a U.S. recovery. China's yuan climbed to a 17-year high on signs the nation's central bank favors the currency's appreciation to prevent capital outflows. The euro slid 0.1 percent to \$1.2947 as of 6:46 a.m. in London. The shared currency dipped 0.2 percent to 100.41 yen. It touched 100.06 yen yesterday, the lowest since June 2001. The dollar fetched 77.56 yen from 77.64. The euro is set to fall 3.3 percent against the greenback and 7.4 percent versus the yen this year. The Australian dollar, nicknamed the Aussie, advanced 0.2 percent to \$1.0158. New Zealand's currency gained 0.2 percent to 77.31 U.S. cents. The MSCI Asia Pacific Index rose 0.4 percent. The MSCI World Index of stocks added 0.8 percent yesterday and the Standard & Poor's 500 Index rallied 1.1 percent. The Australian and New Zealand currencies advanced on prospects signs of a recovery in the U.S. economy will boost demand for higher-yielding assets.

USD/JPY

Res: 78.03/78.29/78.45

Sup: 77.64/77.50/77.13

EUR/USD

Res: 1.2954/1.3017/1.3083

Sup: 1.2888/1.2860/1.2825

GBP/USD

Res: 1.5465/1.5558/1.5580

Sup: 1.5408/1.5384/1.5326

GOLD

Res: 1581.7/1599.0/1613.3

Sup: 1535.0/1520.7/1503.0

EUROLAND

European stock-index futures rose, indicating the Stoxx Europe 600 Index will pare its first annual decline in three years. Asian shares increased, while U.S. futures were little changed. Royal Dutch Shell Plc, Europe's largest oil company, may be active as crude headed for its third yearly gain. Bank shares, the worst performers in the benchmark index this year, and health-care stocks, the biggest gainers, may also be active on the last day of trading in 2011. Futures on the Euro Stoxx 50 Index, a benchmark for the euro region, climbed 1 percent to 2,300 at 7:02 a.m. in London. Contracts on the U.K.'s FTSE 100 Index advanced 0.7 percent. S&P 500 futures added 0.1 percent yesterday, while the MSCI Asia Pacific Index rose 0.4 percent. Post-Christmas trading has been low, with average daily volume in the Stoxx 600 this week dipping to 33 percent of this year's average, according to data compiled by Bloomberg. Exchanges in London, Ireland and Germany close early today for the New Year's holiday. The benchmark Stoxx 600 has retreated 12 percent this year, the first annual decline since 2008's 46 percent plunge, as the euro region's sovereign-debt crisis spread from Greece to Italy and Spain. Banks had the biggest drop among 19 industry groups, sliding 33 percent, amid growing concern that the euro-area fiscal crisis will force at least one nation to default on its debt. Health-care and food stocks advanced as investors sought companies whose earnings are less tied to economic growth. The decline in European equities compares with an 18 percent tumble in the MSCI Asia Pacific Index and a 0.4 percent gain in the S&P 500. The Stoxx 600 has rallied 13 percent from this year's low on Sept. 22 amid better-than-estimated U.S. economic data and optimism that policy makers will contain the debt crisis. German Finance Minister Wolfgang Schaeuble ruled out a euro-area breakup and said the region is doing everything to maintain confidence in the euro, according to an interview with Germany's Handelsblatt. Energy companies including Shell, BP Plc and Total SA may be active. Oil rose for a second day, heading for a third yearly increase, on speculation escalating tension in the Middle East may disrupt supplies as a recovery in the U.S. economy bolsters demand. Deutsche Telekom AG may move. Europe's biggest phone company and its Magyar Telekom unit in Budapest will pay \$95 million to settle U.S. Justice Department's allegations they violated the Foreign Corrupt Practices Act. Fomento de Construcciones & Contratas SA might be active. The Spanish construction company sold real estate including the Picasso Tower in Madrid for 460 million euros (\$595 million) as part of its plan to improve its finances. Germany may pay EU8.6b into the European Stability Mechanism in 2012, twice the amount slated in the budget, providing it can persuade other euro-region states to double their payments, Norbert Barthle, CDU budget spokesman, said.

US.MARKETS

U.S. stocks rose, restoring the 2011 gain in the Standard & Poor's 500 Index, as data signaled the world's largest economy is weathering Europe's debt crisis. All 10 groups in the S&P 500 advanced as financial, industrial and commodity gauges had the biggest gains. Bank of America Corp., General Electric Co. and Alcoa Inc. increased at least 1.2 percent. A measure of 12 homebuilders in S&P indexes climbed 4.4 percent as PulteGroup Inc. and Lennar Corp. jumped more than 4.6 percent. The Dow Jones Transportation Average, a proxy for economic growth, added 1.4 percent. The S&P 500 rose 1.1 percent to 1,263.02 at 4 p.m. New York time, almost wiping out yesterday's slump. The Dow Jones Industrial Average climbed 135.63 points, or 1.1 percent, to 12,287.04 today. About 4.2 billion shares changed hands on U.S. exchanges, or 46 percent below the three-month average. With only one trading day left this year, the S&P 500 is up 0.4 percent in 2011. After rising 8.4 percent to start the year and reaching an almost three-year high in April, the benchmark measure for American equities fell as much as 19 percent through Oct. 3 on concern Europe's debt crisis would derail global growth. Since then, the measure has rallied 15 percent. Both the S&P 500 and the Dow are among the 10 best performers this year among 91 national indexes tracked by Bloomberg. The Dow has rallied 6.1 percent in 2011. That's below the average gains of 12 percent in years before presidential elections since its creation in 1896, according to data compiled by Bloomberg and Dow Jones. Bank of America rose 3.3 percent to \$5.46, after falling 5.6 percent over the previous two days. GE increased 1.4 percent to \$18.07. Alcoa, the largest U.S. aluminum producer, advanced 1.3 percent to \$8.63. All 12 stocks in the S&P Supercomposite Homebuilding Index gained. PulteGroup, the largest homebuilder by revenue, added 6.1 percent to

\$6.31. Lennar climbed 4.6 percent to \$19.86. Mosaic Co. fell less than 0.1 percent to \$50.28. The world's largest producer of phosphate fertilizer said it will cut output by as much as 250,000 metric tons through the first quarter of 2012. Amazon.com Inc. lost less than 0.1 percent to \$173.86. The world's largest Internet retailer may miss fourth-quarter sales estimates, Goldman Sachs Group Inc. predicted, citing slower- than-expected e-commerce growth over the holidays. Trading of a new class of contracts that expire a week after they're listed pushed U.S. options volume to a ninth- straight annual record as investors turned to shorter maturities to hedge risk. About 4.5 billion contracts changed hands through Dec. 27, beating last year by 16 percent, according to data from Chicago- based OCC, which clears and settles equity derivatives. Weekly equity options, which didn't exist before last year, accounted for 9.3 percent of industry volume for options tied to stocks and exchange-traded funds this year through November, Steve Crutchfield, chief executive officer of NYSE Amex Options, said in a telephone interview Dec. 22. AMR Corp. NYSE Euronext said shares of the parent of American Airlines will be removed from the New York Stock Exchange before trading begins on Jan. 5, following the Fort Worth, Texas- based company's bankruptcy filing on Nov. 29. Harleysville Group Inc. Liberty Mutual Holding Co. is asking regulators to scrutinize the sale of Harleysville Mutual Insurance Co. to a rival after its own bid for the company was rejected, said a person with knowledge of the matter. Sears Holdings Corp. Fitch Ratings downgraded the long-term default ratings of the retailer to CCC from B, after the company said this week it will close as many as 120 Kmart and Sears full-line stores.

EMERGING-MARKETS

The Bovespa stock index advanced, paring its first annual decline since 2008, after Brazil's broadest price index dropped in December. The country's benchmark equity gauge fell 18 percent in 2011. Cia. Brasileira de Distribuicao Grupo Pao de Acucar, Brazil's biggest retailer, jumped the most in four weeks, leading gains by companies that depend on domestic demand. The Bovespa gained 0.4 percent to 56,754.08 at the close of trading in Sao Paulo. Forty-four stocks rose on the index, while 24 fell. The real strengthened 0.4 percent to 1.8669 per U.S. dollar .

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