

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	106.500	108.000	4.859	3.954	1.54	1.50	2
8.50 Lebanon Aug 15	8.500	06/08/2015	109.500	111.500	4.959	4.263	2.64	2.58	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	109.500	111.500	5.376	4.762	2.99	2.92	2
9 Lebanon Mar 17	9.000	20/03/2017	113.500	115.500	5.590	5.128	3.74	3.65	2
5.15 Lebanon Nov 18	5.150	12/11/2018	97.000	99.000	5.731	5.341	5.28	5.14	2
6.375 Lebanon Mar 20	6.375	09/03/2020	100.500	102.500	6.290	5.957	5.91	5.74	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	111.500	113.500	6.483	6.200	6.29	6.10	2
6.1 Lebanon 2022	6.100	04/10/2022	98.000	100.000	6.371	6.099	7.51	7.29	2
7 Lebanon Dec 2024	7.000	03/12/2024	102.500	104.500	6.696	6.461	8.35	8.08	2
6.60 Lebanon Dec 2026	6.600	27/11/2026	98.500	100.500	6.764	6.544	9.26	8.96	2

EMERGING MARKETS

USD	Coupon	Maturity	Bid	Offer	Mid Yield
ABCD FINANCE	4.750	08/10/2014	105.405	105.970	1.957
BANCO DO BRASIL	4.500	22/01/2015	105.250	105.650	2.136
DAR AL ARKAN INTL.	10.750	18/02/2015	106.530	107.470	7.562
PROV DE BUENOS A.	11.750	05/10/2015	81.500	82.500	19.777
AFRICAN BANK LTD	8.125	24/02/2017	102.250	102.750	7.455
CROATIA	6.250	27/04/2017	105.500	106.000	4.850
DUBAI DOF SUKUK	4.900	02/05/2017	106.500	107.250	3.294
PETROLEOS DE VEN	8.500	02/11/2017	87.750	88.750	11.584
DOLPHIN ENERGY	5.888	15/06/2019	113.405	113.845	3.602
KUWAIT PROJECTS	9.375	15/07/2020	116.780	117.720	6.531
VIMPELCOM HLDGS	7.504	01/03/2022	100.250	100.750	7.430

BEIRUT STOCK EXCHANGE as 30/08/2012

Name	Price	\$Change	%Chg	P/E	Div Yield
Byblos bank	1.55	0.00	0.00%	5.34	0.06
Byblos bank GDR	79.00	0.00	0.00%	-	-
Byblos bank Pref 08'	101.3	0.00	0.00%	-	-
Byblos bank Pref 09'	102	0.00	0.00%	-	-
Audi (GDR)	6	0.00	0.00%	0.82	0.33
Blom (GDR)	7.7	0.00	0.00%	0.66	0.47
Solidere A	12.73	0.00	0.00%	11.50	0.08
Solidere B	12.79	0.07	0.55%	11.55	0.08
Holcim	15.50	0.00	0.00%	16.42	0.05
Casino	545	0.00	-	-	-

Benchmark	Maturity	Yield
US TREASURY	2 YEARS	0.258
	5 YEARS	0.655
	10 YEARS	1.628
	30 YEARS	2.749
EUR BUND	2 YEARS	-0.019
	5 YEARS	0.328
	10 YEARS	1.327
	30 YEARS	2.122

Equity Indices	Price	% Change
NASDAQ Comp	3048.71	-1.05%
NASDAQ 100	2751.74	-1.15%
DJI	13000.71	-0.81%
S&P 500	1399.48	-0.78%
Nikkei	8983.78	-0.95%
SMI	6378.29	-0.68%
CAC 40	3379.11	-1.02%
DAX	6895.49	-1.64%
FTSE	5719.45	-0.42%
Euronext 100	645.89	-0.90%

Arab Indices	Price	%Change
BLOM Stock Index .BLSI	1122.865	0.01%
SAUDI All Share .SASI	7137.81	0.00%
Doha Stock Market .QSI	8445.45	0.00%
Kuwait SE .KWSE	5866.64	0.00%
Abu Dhabi SE .ADI	2574.8	0.00%
Egyptian .CASE30	5308.38	0.00%
Dubai FM Gen Id .DFMGI	1555.66	0.00%
Morocco CFG 25	5587.01	0.00%
Bahrain .BAX	1077.6	0.00%

Tracker Underlying	Last Price	% Change
FXI China	32.95	-1.64
EWG Germany	20.94	-1.83
EWJ Japan	9.05	-1.84
EWY Korea	55.83	-1.67
EWT Taiwan	12.48	-0.40
EWZ Brazil	52.33	-0.72
IIF India	15.27	-0.26
RNE Eastern Europe	15.32	-0.52
TKF Turkey	14.37	-0.96
GLD Gold	160.52	-0.04
USO Oil	35.26	-0.34

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	1653.50	-0.36%
Silver / Oz	30.36	-1.50%
Palladium / Oz	614.90	-3.14%
Platinum / Oz	1502.70	-1.09%
Copper/ Lbs	344.05	-0.64%
Aluminum / Lbs	103.65	-0.48%
Coffee / Lbs	163.00	-2.04%
Cocoa EUR / 100 Kg	2642.00	0.88%
Wheat / Tone	883.50	-0.23%
Soybean / Bsh	1770.25	0.40%
Wti / Bbl	94.64	-0.38%
Brent	113.03	-0.22%

Libor USD	Rate
1 months	0.23
3 Months	0.42
6 Months	0.71
1 Year	1.03
Libor EUR	
1 months	0.08
3 Months	0.17
6 Months	0.45
1 Year	0.76

FX Rates	Bid	Ask	Hi	Lo
USD/ LL	1501	1510		
Euro	1.2498	1.25	1.252	1.2496
JPY	78.45	78.49	78.65	78.38
GBP	1.5783	1.5784	1.5798	1.5778
CHF	0.9608	0.9609	0.9609	0.9587
CAD	0.9922	0.9926	0.993	0.9912
AUD	1.0293	1.0298	1.0304	1.0273

Key Economic Calendar		
Data	Date	Forecast
US		
Michigan Sentiment	31-AUG-12	73.6
Factory Orders	31-AUG-12	2.00%
Euroland / Japan		
EZ CPI	31-AUG-12	2.50%

REGIONAL MARKET

Lebanon's BLOM stock index rose 0.01 percent to 1122.865 points. Solidere A remained unchanged at \$12.73 and Solidere B rose 0.55 percent to 12.79 Byblos Bank S.A.L remained unchanged at 1.55.

Qatar's benchmark stock index rose the most in two weeks after mobile-phone operator Qatar Telecom QSC

repaid a \$3 billion syndicated loan. Qatar Telecom QSC, known as Qtel, gained the most since Aug. 16. United Development Co., an investor in infrastructure and energy, surged the highest since July 10. The QE Index climbed 0.5 percent, the most since Aug. 16, to 8,483.64 at the close in Doha.

TOP FX NEWS

The yen reached its strongest level in a week after Spain's Prime Minister Mariano Rajoy delayed seeking a sovereign bailout for his country, spurring demand for haven assets amid Europe's fiscal turmoil. Japan's currency is set to gain versus most of its major peers this week as three Spanish regions said they will need emergency loans. Moody's Investors Service said its review of Spain's debt rating will continue through September and reiterated the risk of a possible downgrade. The dollar was supported as investors weigh whether Federal Reserve Chairman Ben S. Bernanke will signal new stimulus when he speaks today in Jackson Hole, Wyoming. The Japanese currency gained 0.2 percent to 78.46 per dollar at 6:32 a.m. in London after earlier touching 78.40, the strongest since Aug. 23. It advanced 0.2 percent to 98.10 per euro. Europe's shared currency was little changed at \$1.2504. Moody's review of Spain's credit score, which started on June 13, will probably continue through September, the New York based ratings firm said in a statement yesterday. The company reduced Spain to its lowest investment grade level on June 13, cutting it three steps to Baa3 from A3.

USD/JPY

Res: 79.45/79.77/80.12
 Sup: 77.45/77.64/77.82

EUR/USD

Res: 1.2450/1.2571/1.2602
 Sup: 1.2320/1.2345/1.2301

GBP/USD

Res: 1.5728/1.5757/1.5781
 Sup: 1.5566/1.5584/1.5601

GOLD

Res: 1640.7/1667.0/1689.3
 Sup: 1580.0/1602.7/1607.0

EUROLAND

German stocks fell for the third time in four days as data from the euro area, Japan and Korea added to evidence that global growth is slowing. Bayerische Motoren Werke AG, Daimler AG and Volkswagen AG dropped at least 4 percent as a gauge of automakers posted the biggest decline on the Stoxx Europe 600 Index. Metro AG added 2.1 percent after it entered advanced talks with two companies to sell the non-German operations of its Real grocery stores, according to people familiar with the matter. The DAX Index slid 1.6 percent to 6,895.49 at the close of trade in Frankfurt. The measure has still rallied 16 percent from this year's low on June 5 as European Central Bank President Mario Draghi said he would do everything possible to preserve the euro. The broader HDAX Index also retreated 1.5 percent today. German unemployment increased for a fifth straight month in August as the European debt crisis curbed demand for exports and companies held back investment. The number of people without a job increased a seasonally adjusted 9,000 to 2.9 million, the Federal Labor Agency in Nuremberg said yesterday. Economists forecast a gain of 7,000, the median of 31 estimates in a Bloomberg News survey shows. The adjusted jobless rate was unchanged at 6.8 percent. Economic confidence in the euro area fell more than economists forecast to a three-year low in August. An index of executive and consumer sentiment in the 17-nation currency zone dropped to 86.1 from 87.9 in July, the European Commission in Brussels said today. That's the lowest since August 2009. Economists had forecast a decrease to 87.5, the median of 26 estimates in a Bloomberg News survey showed. BMW, the largest manufacturer of luxury cars, retreated 4.8 percent to 57.35 euros. Daimler, the third-biggest, slipped 5.5 percent to 39.06 euros. Volkswagen, Europe's largest carmaker, fell 4 percent to 139.10 euros. A gauge of automakers posted the biggest decline of the 19 industry groups on the benchmark Stoxx 600. BASF SE, the world's biggest chemical maker, lost 2.1 percent to 61.22 euros. Metro gained 2.1 percent to 24.27 euros. Germany's largest retailer entered advanced talks with two companies to sell the non-German operations of its Real grocery stores as Chief Executive Officer Olaf Koch focuses on core markets, according to two people familiar with the matter. French retailer Auchan is the leading bidder to buy Real's international business, which includes stores in Poland, Russia, Ukraine and Turkey with sales of about 3 billion euros, said the people, who asked not to be identified because the talks are private. No final decision has been made, and Metro may still decide against a sale, they said. Swiss stocks fell to their lowest level since July as reports from the euro area, Japan and South Korea added to signs that global economic growth has slowed. Syngenta AG, the world's largest maker of agrochemicals, slid 2.3 percent, following a gauge of European chemical shares lower. Swatch Group AG, the world's biggest watchmaker, and Cie. Financiere Richemont SA, the owner of the Cartier and Alfred Dunhill brands, retreated at least 1 percent. The Swiss Market Index dropped 0.7 percent to 6,378.29 at the close in Zurich, its lowest level since July 27.

US.MARKETS

U.S. stocks retreated, trimming the third straight monthly advance for the benchmark Standard & Poor's 500 Index, amid concern about a worsening of Europe's debt crisis and of a further slowdown of the global economy. Sears Holdings Corp. slumped 7.9 percent as the retailer will be replaced in the S&P 500 by chemical maker LyondellBasell Industries NV. Ciena Corp., a maker of communications-network equipment, tumbled 20 percent after reporting a wider-than- projected loss and forecasting lower revenue than analysts had estimated. Gap Inc. rose 2.7 percent as sales beat estimates. The S&P 500 declined 0.8 percent to 1,399.48 at 4 p.m. New York time, trimming its monthly advance to 1.5 percent. The Dow Jones Industrial Average retreated 106.77 points, or 0.8 percent, to 13,000.71 today. Volume for exchange-listed stocks in the U.S. was 4.5 billion shares, near the lowest level since at least 2008 excluding days surrounding holidays. Sears fell 7.9 percent to \$52.90. S&P said the company has too few shares available for trading to be representative of U.S. companies. The retailer has 106.5 million shares outstanding and 36.1 million shares that can be traded, based on data compiled by Bloomberg. It is controlled by hedge-fund manager Edward Lampert. He and his RBS Partners LP hedge fund own a total of 61.7 percent, while Fairholme Capital Management has 15.8 percent, data compiled by Bloomberg show. Ciena tumbled 20 percent to \$13.46. The economy is taking a toll, and Ciena has been slow to book revenue on new products, Chief Executive Officer Gary Smith said. Ciena's biggest customers are phone carriers such as AT&T Inc. August same-store sales at Gap, the biggest U.S. specialty- apparel retailer, climbed 9 percent, beating the average projection for a 5.5 percent gain from analysts surveyed by researcher Retail Metrics Inc. The shares added 2.7 percent to \$36.11. Visteon Corp. jumped 8.7 percent to \$46.16 after South Korean auto-parts maker Mando Corp. said it may bid for Visteon's 70

percent stake in Halla Climate Control Corp., Mando's former affiliate. Pandora Media Inc. soared 14 percent to \$11.52. The Internet radio service reported break-even second-quarter results, excluding some items, beating analysts' estimates. Birinyi, founder of the Westport, Connecticut-based research and money-management firm, reiterated the bullish call on shares that he has made since the S&P 500 began its 108 percent rally 3 1/2 years ago. His analysis is based in part on a comparison to past bull markets that started with gains such as the 29 percent advance during March and April 2009. Apple Inc. lost a patent lawsuit in Japan as a Tokyo judge ruled that Samsung Electronics Co. smartphones and a tablet computer didn't infringe on an Apple invention for synchronizing music and video data with servers. Apple was ordered by Tokyo District Judge Tamotsu Shoji today to pay costs of the lawsuit after his verdict, the latest decision in a global dispute between the technology giants over patents used in mobile devices. Samsung shares rose, erasing earlier losses. Apple, the maker of iPhones, sued Samsung, the world's biggest maker of mobile phones, in Tokyo last year, claiming the Galaxy S, Galaxy Tab and Galaxy S II infringed the patent on synchronization, and sought 100 million yen (\$1.3 million) in damages, according to court documents. The Galaxy series of products in Japan is offered by NTT DoCoMo Inc., the country's biggest mobile-phone company. Apple and Samsung are battling over the smartphone market, estimated by Bloomberg Industries to be worth \$219 billion last year, with patent disputes being litigated on four continents. Apple won a \$1.05 billion verdict in the U.S. on Aug. 24, with a jury finding that Suwon, South Korea-based Samsung infringed six of seven patents for mobile devices. The two companies are also bound by commercial deals involving components supply.

EMERGING-MARKETS

China's stocks swung between gains and losses as the benchmark index headed for a fourth month of losses, after declining earnings at companies from Citic Securities Co. to Sany Heavy Industry Co. showed the impact of the nation's economic slowdown. Citic Securities, the nation's biggest listed brokerage, dropped 0.7 percent and Sany Heavy sank to its lowest level since October 2010. Industrial & Commercial Bank of China Ltd., the nation's biggest lender, slipped 0.3 percent after earnings growth slowed.

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