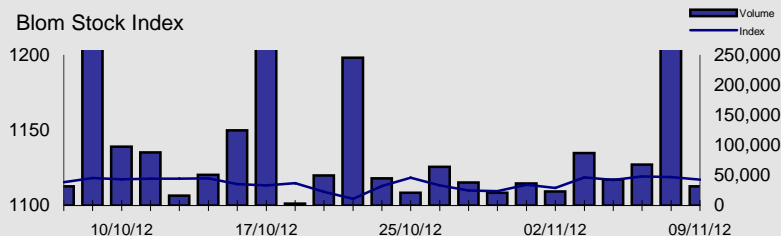


Daily Market Bulletin

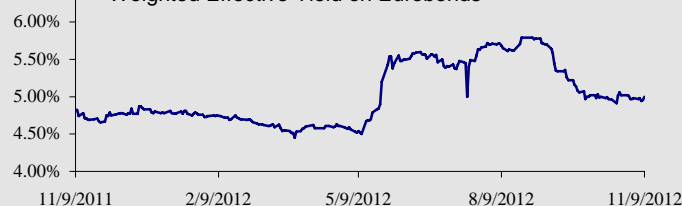
Friday 09 November, 2012



Blom Stock Index



Weighted Effective Yield on Eurobonds



BLOM Indices*

	Last	Previous	% Change
BSI	1,117.30	1,118.93	-0.15%
High	1,118.44	1,121.24	
Low	1,117.18	1,116.79	
Vol	31,974	543,580	-94.12%
Val	\$586,794	\$4,104,751	-85.7%
BPSI	106.27	106.27	0.00%
Vol	2,980	9,864	
Val	\$307,376	\$1,022,897	
BBI	109.10	109.18	-0.07%
Yield	5.00%	4.96%	4
Spread	440	434	6

BLOM Funds

	08/11/12	
Cedars A (\$)	\$6,742.41	-0.03%
Cedars B (\$)	\$5,108.74	-0.03%
Cedars C (\$)	\$5,120.91	-0.03%
Petra A (JOD)	2660.99	-0.39%
Petra B (\$)	\$4,427.81	-0.39%
BBF**	\$10,016.99	
Pyramids	\$5,467.53	0.08%

Foreign Exchange Market

	Last	Previous	%Change
\$/LBP	1,502.50	1,502.50	-
€/LBP	1,921.16	1,920.86	0.02%
£/LBP	2,408.53	2,406.72	0.08%
NEER****	104.76	104.72	0.04%

Money & TB's Market Rates

LBP Interbank Rate		2.75%
	Lebanese TBs	Beirut \$ Market
1 w	-	0.00%
1 M	-	0.06%
3 M	4.39%	0.13%
6 M	4.87%	0.24%
1 Y	5.08%	0.32%
2 Y	5.84%	0.44%
3 Y	6.50%	0.54%
5 Y	6.74%	1.15%

MARKET WRAP UP

The Beirut Stock Exchange ended the week on a low note, with the BLOM Stock Index (BSI) closing down by 0.15% to 1,117 points. Price changes were only seen on real estate stocks, with Solidere A and B diminishing by 0.57% and 0.73% to \$12.21 and \$12.2 respectively. In contrast, banking stocks took the bulk of the value traded during the session or 67% of \$586,794. However, all the shares that exchanged hands ended flat with BLOM GDR closing at \$7.8, Byblos Listed closing at \$1.51, Byblos Preferred 2008 and 2009 closing at \$102.6 and \$103.7 respectively.

The BLOM Bond Index (BBI) slid by 0.07% to 109.1 points on Thursday driving the average weighted yield on holding Lebanese Eurobonds up by 4 basis point (bps) to 5%, and the spread against the US benchmark yield to 440 bps. The credit default swap for 5 years (CDS) was last quoted between 404-429 bps.

Trade deficit reached \$12.7B during the period going from January to September, widening by 14% compared to a year earlier, according to data published by the Lebanese Customs. Imports rose 10% to \$16B against a 14% growth of exports to \$3.3B. The largest cash drains on Lebanon's import bill were Mineral Products (which include oil) representing 28.7% or \$4.6B and growing by a large 66% compared to Jan-Sep 2011, in line with the hikes in fuel prices, illegal imports from Syria and the recording of large imports by EDL from last year into the month of February this year for administrative reasons. Following were Machinery and Electrical Equipment at 9.8% of total imports, cumulating to \$1.5 B by September, then Chemical Products at 8.2% or \$1.3B. Pearls and Precious Metals, which have gained the most value as a transformative industry in Lebanon, represented 7.7% or \$1.2B, declining by 22% compared to the first 3 quarters of 2011. As for exports, they were led by Pearls and Precious Metals, with \$1.3B or 40% of total exports. Following were Machinery and Electrical Equipment which represented 11% reaching \$364M yet declining by 9% y-o-y, and Base Metals which accounted for 10% falling by 26% to \$326M. Prepared Food & Beverage represented 8.8% mounting by 36% to total \$288M by the end of September. Note that wood exports increased 33% and Art and Antiques climbed 26% indicating the flourishing of selected small industries, meanwhile Paper exports retracted by 13%.

	Last	Change	Volume	Vwap		Mid Price***	Mid Yield
Solidere (A)	\$12.21	-0.57%	11,096	\$12.21	Mar. 2013	102.93	2.12%
Solidere (B)	\$12.20	-0.73%	4,748	\$12.20	Jun. 2013	104.38	1.09%
BLOM GDR	\$7.80	-	10,500	\$7.80	Apr. 2014	106.88	2.70%
BLOM Listed	\$7.64	-	0	\$0.00	May. 2014	107.94	3.72%
Audi GDR	\$5.84	-	0	\$0.00	Jan. 2015	104.50	3.78%
Bank Audi	\$5.50	-	0	\$0.00	Aug. 2015	112.50	3.79%
Byblos Bank	\$1.51	-	2,650	\$1.51	Jan. 2016	112.50	4.36%
Byblos Pref08	\$102.60	-	1,500	\$102.60	May 2016	122.50	4.73%
Byblos Pref09	\$103.70	-	1,480	\$103.70	Mar. 2017	116.50	4.83%
					Nov. 2018	100.75	5.00%
					Mar. 2020	104.50	5.62%
					Apr. 2021	116.50	5.77%
					Oct. 2022	102.25	5.80%
					Dec. 2024	107.00	6.17%
					Nov. 2026	102.75	6.30%
	BSI	BPSI	BBI	NEER			
Year to date	-5.05%	2.51%	-1.62%	5.82%			
	Cedars A	Cedars B	Petra A	Petra B			
Year to date	1.94%	1.85%	-1.84%	-1.84%			