

# Financially Yours,

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YOUR DAILY ELECTRONIC MARKET REPORT

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**Lebanese Eurobonds**

USD	Coupon	Maturity	Bid	Offer	Bid Yield	Offer Yield	Duration	Mduration	Frq
10.25 Lebanon Oct 09	10.250	10/06/2009	100.500	101.500	9.580	8.327	0.81	0.78	2
7.125 Lebanon Mar 10	7.125	03/05/2010	97.000	98.000	9.714	8.834	1.20	1.15	2
7 7/8 Lebanon May 11	7.875	05/20/2011	96.250	97.250	9.621	9.146	2.27	2.17	2
9 1/8 Lebanon Mar 13	9.125	03/12/2013	96.750	97.750	10.072	9.774	3.55	3.38	2
8 5/8 Lebanon June 13	8.625	06/20/2013	94.500	95.500	10.165	9.876	3.68	3.50	2
9 Lebanon May 14	9.000	05/02/2014	94.500	95.500	10.349	10.096	4.33	4.12	2
10 Liban Apr 15	10.000	04/25/2015	100.000	103.000	9.991	9.357	4.84	4.62	2
8.50 Lebanon Aug 15	8.500	08/06/2015	91.500	92.500	10.288	10.066	5.01	4.76	2
8 1/2 Lebanon Jan 16	8.500	01/19/2016	90.000	91.000	10.526	10.311	5.21	4.95	2
8 1/4 Lebanon Apr 21	8.250	04/12/2021	86.000	88.000	10.273	9.957	7.53	7.17	2

**Emerging Eurobonds**

USD	Coupon	Maturity	Bid	Offer	Mid Yield	Beirut Stock Exchange					
USD	Coupon	Maturity	Bid	Offer	Mid Yield	Name	Rates	% Change	P/E 07	P/B 07	Div Yield
PETROL O.IN.OIL	9.750	07/22/2009	103.095	103.253	4.569	Byblos bank	1.71	6.87%	7.18	3.99	1.71
EVRAZ GRP SA	8.875	04/24/2013	47.500	55.500	29.136	Byblos bank Preferred	104	0.00%	-	-	104
IIB LUXG SA (IIB)	9.500	02/12/2010	36.000	46.000	108.985	Byblos bank Prty	1.69	0.50%	7.35	4.08	1.75
R. SEYCHELLES	9.125	10/03/2011	29.500	34.500	60.079	Audi	55.55	-1.07%	9.06	0.20	55.55
ATF BANK	9.250	04/12/2012	69.500	75.500	21.077	Blom	70	0.21%	7.34	0.14	70
LAU	6.750	02/01/2018	92.771	92.771	8.157	Solidere A	18.12	3.70%	13.39	1.25	18.2
ORASCOM TELECOM	7.875	02/08/2014	51.500	58.500	23.254	Solidere B	17.53	1.14%	13.16	1.23	17.89
REP. VENEZUELA	8.500	10/08/2014	58.250	61.250	20.665	Holcim	14.75	0.00%	-	-	14.75
CELL C PTY LTD	11.000	07/01/2015	78.150	83.150	15.837	Fransabank	25.5	-	-	-	-
						Casino	350	-	-	-	-

Benchmark	Maturity	Yield	Equity Indices	Price	% Change	Arab Indices	Price	% Change
US TREASURY	2 YEARS	0.898	NASDAQ Comp	1398.07	-8.95%	BLOM Stock Index .BLSI	1221.574	1.07%
	5 YEARS	1.705	NASDAQ 100	1091.16	-7.98%	SAUDI All Share .SASI	4795.76	-1.02%
	10 YEARS	2.710	DJI	8149.09	-7.70%	Doha Stock Market .QSI	6147.85	1.26%
	30 YEARS	3.214	S&P 500	816.21	-8.93%	Kuwait SE .KWSE	8856.6	-0.21%
EUR BUND	2 YEARS	2.148	Nikkei	8397.22	-1.35%	Abu Dhabi SE .ADI	2775.85	0.00%
	5 YEARS	2.528	SMI	5527.58	-4.97%	Egyptian .CASE30	4022.58	-4.36%
	10 YEARS	3.170	CAC 40	3080.43	-5.59%	Dubai FM Gen Id .DFMGI	1964.66	0.00%
	30 YEARS	3.667	DAX	4669.44	0.09%	Morocco SI MSI	6231.14	-0.52%
			FTSE	4065.49	-5.19%	Bahrain .BAX	1954.75	0.28%
			Euronext 100	521.62	-5.45%			

Tracker	Underlying	Last Price	% Change
FXI	China	24.60	-7.48
EWG	Germany	15.24	-8.14
EWJ	Japan	8.16	-5.77
EWY	Korea	21.79	-8.94
EWT	Taiwan	7.30	-6.2
EWZ	Brazil	31.06	-11.66
IIF	India	11.79	-5
RNE	Eastern Europe	7.75	-11.93
TKF	Turkey	5.35	-4.46
GLD	Gold	75.65	-5.8
USO	Oil	39.89	-5.23

Byblos Bank Deposits	Rates
<b>USD*</b>	
1 months	3.50%
3 Months	3.50%
6 Months	3.50%
1 Year	3.50%
*Benchmark amount 100-200 thds	
<b>LBP*</b>	
1 months	7.00%
3 Months	6.75%
6 Months	6.50%
1 Year	6.50%
*Benchmark amount 100-300 Millions	

Commodities	Price	% Change
Gold / Oz	774.60	-5.10%
Silver / Oz	935.00	-8.20%
Palladium / Oz	174.25	-9.53%
Platinum / Oz	809.90	-8.21%
Copper/ Lbs	160.35	-1.23%
Aluminum / Lbs	0.80	-1.84%
Coffee / Lbs	114.10	0.00%
Cocoa EUR / 100 Kg	2372.00	2.64%
Wheat / Tone	509.75	-6.04%
Soybean / Bsh	846.00	-4.19%
Wti / Bbl	47.85	-10.23%
Brent	47.92	-0.29%

Libor USD	Rate
1 months	1.91
3 Months	2.22
6 Months	2.61
1 Year	2.77
Libor EUR	Rate
1 months	3.52
3 Months	3.82
6 Months	3.86
1 Year	3.93

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1498	1504		
Euro	1.2608	1.2614	1.2651	1.2582
JPY	93.03	93.05	93.82	92.89
GBP	1.486	1.4864	1.4939	1.4847
CHF	1.2041	1.2046	1.2065	1.2026
CAD	1.2451	1.2456	1.2484	1.2427
AUD	0.6359	0.6362	0.641	0.6336

Key Economic Calendar		
Data	Date	Forecast
<b>US</b>		
US ICSC Chain Stores	02-Dec-08	
<b>Euroland / Japan</b>		
EZ Producer Price	02-Dec-08	7.0%

## REGIONAL MARKETS

Lebanon's BLOM stock index rose 1.07 percent to 1221.574 points. Solidere's A rose 3.70 percent at \$18.12 and its B share rose 1.14 percent to \$17.53. Byblos Bank S.A.L. common rose 6.87 percent at 1.71 and its priority share rose 0.50 percent at 1.69.

Egypt's benchmark stock index, the CASE 30 Index, fell 3.25 percent at 10:40 a.m. The index of 30

companies traded on the Cairo & Alexandria Stock Exchanges fell 136.57 to 4,069.28. Among the stocks in the index, none rose, 26 fell and 4 were unchanged. Declines in the CASE 30 Index were led by Orascom Telecom Holding Sae, Orascom Construction Industries and Elswedy Cables Holding Co.

## TOP FX NEWS

The yen was little changed against the dollar and the euro on speculation Japanese importers will buy foreign currencies before the year ends. The yen may decline for a sixth day versus the euro after the Bank of Japan decided to adopt temporary measures to help companies obtain funds. The Australian dollar pared declines against the greenback and the yen after the nation's central bank cut its benchmark interest rate by 1 percentage point to 4.25 percent, a bigger reduction than most economists forecast. The yen traded at 117.55 versus the euro as of 2:52 p.m. in Tokyo from 117.52 late yesterday in New York, erasing a gain to 117.24, the strongest level since Nov. 21. It was at 93.17 per dollar from 93.19. It earlier rose to 92.89, the highest level since Oct. 28. The euro traded at \$1.2615 versus \$1.2611. Against the yen, the British pound was little changed at 138.76 yen, the Norwegian krone advanced 0.3 percent to 13.1080 and the Canadian dollar gained 0.3 percent to 74.89. Japan's Economic and Fiscal Policy Minister Kaoru Yosano said today the yen's advance is hurting exporters while saying the currency's strength isn't a bad thing in itself. Australia's dollar recovered from a decline to 63.36 U.S. cents to trade at 63.84 U.S. cents from late yesterday in New York. It also was at 59.50 yen, paring a decline to as low as 59.04 yen. The Reserve Bank of Australia said economic conditions warranted the larger-than-expected rate cut and that its benchmark rate is now at a level that will stimulate growth.

USD/JPY

Res: 093.55/094.26/094.65

Sup: 092.48/091.88/090.87

EUR/USD

Res : 1.2690/1.2769/1.2968

Sup: 1.2565/1.2520/1.2423

GBP/USD

Res: 1.4982/1.5060/1.5173

Sup: 1.4807/1.4702/1.4646

GOLD

Res: 778.10/786.70/803.30

Sup: 763.20/755.00/751.80

## EUROLAND

European stocks dropped, sending the Dow Jones Stoxx 600 Index to its first retreat in six days, as record declines in European and Chinese manufacturing signaled the global economic slump is worsening. ArcelorMittal, the world's biggest steelmaker, decreased 12 percent. Barclays Plc, the U.K.'s second-largest bank, slipped 6.7 percent as an industry report showed U.K. house prices sank to the lowest level since January 2006. BP Plc and Royal Dutch Shell Plc, Europe's biggest oil companies, dropped more than 5 percent as oil retreated below \$50 a barrel. "The situation is bad and it's getting worse" for the global economy, said Roger Nightingale, who helps oversee about \$1.1 billion as a London-based strategist at Pointon York Ltd. "The good news is that the authorities seem to have noticed," he told Bloomberg Television. The Stoxx 600 declined 6 percent to 193.91, the steepest slide since Oct. 15. The index had its biggest advance since January 1987 last week as investors speculated stimulus packages and interest-rate cuts in Europe, the U.S. and China will help stabilize markets. Europe's economy fell into its first recession in 15 years in the third quarter as the worst financial crisis since the Great Depression raised borrowing costs and eroded confidence. Stocks tumbled to the lows of the day after a report showed U.S. manufacturing contracted last month at the fastest pace in 26 years. National benchmark indexes decreased in all 18 western European markets. The FTSE 100 dropped 5.2 percent. Germany's DAX lost 5.9 percent as ThyssenKrupp AG declined for the first time in seven days. France's CAC 40 slipped 5.6 percent. Russia's Micex index sank 7.2 percent

after the nation's manufacturing shrank more in November than during the 1998 financial collapse. ArcelorMittal, the world's biggest steelmaker, slid 12 percent to 16.515 euros following a 34 percent advance last week. ThyssenKrupp, Germany's largest steelmaker, retreated 7.5 percent to 14.76 euros. China's Purchasing Managers' Index fell to a seasonally adjusted 38.8 in November from 44.6 in October, the China Federation of Logistics and Purchasing said today in an e-mailed statement. A second PMI, released by CLSA Asia-Pacific Markets, also showed a record contraction. A European manufacturing index based on a survey of purchasing managers by Markit Economics dropped to 35.6 from 41.1 in October, remaining below the expansion-threshold of 50 for a sixth month. That's the lowest since the survey began in 1998 and less than an initial estimate of 36.2 published on Nov. 21. U.K. manufacturing shrank at the fastest pace in at least 16 years in November, a separate report showed. BHP Billiton Ltd., the world's largest mining company, lost 9 percent to 1,082 pence. Rio Tinto Group, the third-biggest, retreated 11 percent to 1,425. Copper futures for March delivery slipped 2.1 cents, or 1.3 percent, to \$1.6285 a pound at 9:26 a.m. on the Comex division of the New York Mercantile Exchange. Barclays dropped 6.7 percent to 158 pence following last week's 27 percent gain. Lloyds TSB Group Plc, which is buying HBOS Plc to become Britain's biggest mortgage lender, declined 6.9 percent to 156.4 pence.

## US MARKETS

U.S. stocks slid the most since October, wiping out more than half of last week's rally, on growing concern the global economic slump is deepening and consumers' access to credit is shrinking. General Electric Co. and Caterpillar Inc. lost more than 9.7 percent following a report that manufacturing contracted at the fastest pace in 26 years. American Express Co. and JPMorgan Chase & Co. fell more than 15 percent on Oppenheimer & Co. analyst Meredith Whitney's prediction that credit-card companies will cut available lending by 45 percent, or more than \$2 trillion. Treasuries rose, sending yields to record lows, as Federal Reserve Chairman Ben S. Bernanke said the central bank may buy bonds to combat the worsening recession. The S&P 500 sank 8.9 percent to 816.21, with financial stocks in the index tumbling a record 17 percent as a group. The Dow Jones Industrial Average plunged 679.95 points, or 7.7 percent, to 8,149.09 with all 30 companies declining. The Nasdaq Composite Index declined 9 percent to 1,398.07. Almost 38 stocks retreated for each that rose on the New York Stock Exchange. The five consecutive advances in the S&P 500 before today marked the benchmark gauge's longest streak of gains since July 2007 and sent it up 19 percent from an 11-year low on Nov. 20, the most over five days since 1933. The U.S. economy entered a recession last December, the panel at the National Bureau of Economic Research that dates American business cycles said yesterday. The S&P 500 rises an average of 10 percent in the second year following a peak in the U.S. business cycle, based on the start of 13

prior recessions in the index's 80-year history. The biggest advance, 52 percent, occurred between 1982 and 1983, while the steepest loss, 35 percent, was between 1930 and 1931. The S&P 500 gained eight times and fell five, according to data compiled by Bloomberg. The S&P 500 has tumbled 44 percent this year as credit losses and writedowns at the world's largest financial firms approach \$1 trillion and analysts forecast the economic slump will be one of the most severe in the post-World War II era. Stock indexes from London to Tokyo tumbled yesterday on reports showing record declines in European and Asian manufacturing. GE, the world's biggest maker of power-generation equipment, slid \$1.67 to \$15.50. GE may give lower projections for the company's performance next year during a webcast tomorrow to detail finance unit GE Capital's 2009 outlook, Citigroup Inc. analyst Jeffrey Sprague said in a note to clients. Merrill Lynch & Co. analysts cut their profit forecasts for the company through 2010, citing a deteriorating environment for industrial and financial companies. Caterpillar, the largest maker of bulldozers, retreated \$4.41 to \$36.58. The Institute for Supply Management's manufacturing index dropped more than forecast to 36.2, the lowest since 1982, the Tempe, Arizona-based group said. A reading of 50 is the dividing line between expansion and contraction. American Express, the largest U.S. credit-card company by purchases, slid \$3.67 to \$19.64. JPMorgan lost \$5.54 to \$26.12.

## EMERGING MARKETS

Brazilian stocks dropped the most in a week on speculation the global economic slowdown and decline in commodity prices will reduce earnings for the country's biggest raw-materials producers next year. Gerdau SA led a retreat in metal producers after U.S. manufacturing contracted in November at the steepest rate in 26 years and factory indexes in China and Europe fell to records. Cosan SA Industria e Comercio, the biggest ethanol producer, slid 9.8 percent as JPMorgan Chase & Co. said lower oil prices and export barriers will slow demand for the sugar-based alternative fuel. Homebuilder Rossi Residencial SA led declines on the Bovespa as economists raised their interest-rate forecasts for next year. The Bovespa fell 5.1 percent to 34,740.50. The BM&FBovespa Small Cap index sank 4.7 percent. The BM&FBovespa MidLarge Cap index declined 5.4 percent. Mexico's Bolsa retreated 4.9 percent and Chile's Ipsa slipped 3 percent. The MSCI Emerging Markets Index dropped 2.7 percent. Argentina's Merval fell 6.9 percent, the most in five weeks. Colombia's IGBC dropped 1.9 percent and Peru's Lima General Index declined 3.7 percent.

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