

# Financially Yours,

November 3, 2009

YOUR DAILY ELECTRONIC MARKET REPORT

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**Lebanese Eurobonds**

USD	Coupon	Maturity	Bid	Offer	Bid Yield	Offer Yield	Duration	Mduration	Frq
7.125 Lebanon Mar 10	7.125	05/03/2010	101.500	102.500	2.520	-0.423	0.33	0.33	2
7 7/8 Lebanon May 11	7.875	20/05/2011	105.500	106.500	4.147	3.498	1.43	1.41	2
7.5 Lebanon Mar 12	7.500	19/03/2012	106.250	107.250	4.679	4.248	2.20	2.15	2
9 1/8 Lebanon Mar 13	9.125	12/03/2013	111.875	112.875	5.212	4.907	2.95	2.88	2
9 Lebanon May 14	9.000	02/05/2014	112.500	113.500	5.797	5.560	3.84	3.73	2
10 Liban Apr 15	10.000	25/04/2015	115.875	116.875	6.503	6.303	4.43	4.29	2
8.50 Lebanon Aug 15	8.500	06/08/2015	110.125	111.125	6.366	6.169	4.64	4.50	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	110.125	111.125	6.488	6.302	4.91	4.76	2
9 Lebanon Mar 17	9.000	20/03/2017	114.500	115.500	6.492	6.334	5.63	5.45	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	109.500	110.750	7.026	6.876	7.77	7.51	2

**Emerging Eurobonds**

USD	Coupon	Maturity	Bid	Offer	Mid Yield	Name	Rates	% Change	P/E 09	P/B 09	Div Yield
IIB LUXG SA (IIB)	9.500	12-Feb-10	98.250	100.250	12.135	Byblos bank	2.03	-0.98%	6.84	0.87	4.93%
R. OF SRILANKA	8.250	24-Oct-12	104.250	104.750	6.555	Byblos bank Preferred	100	0.00%	-	-	-
ATF BANK	9.250	12-Apr-12	99.342	99.842	9.436	Byblos bank Prty	2.01	-0.50%	8.45	0.86	6.47%
TAQA ABD NATL.	4.375	28-Oct-13	101.343	101.718	9.231	Byblos Bank GDR	93.00	1.09%	10.84	0.24	5.32%
ADCB F. CAYMAN	4.750	24-Apr-13	98.000	98.450	5.162	Audi	85	-1.11%	13.86	1.76	2.34%
TDIC SUKUK LTD	4.949	21-Oct-14	101.783	102.283	4.487	Blom	87.9	0.06%	7.50	1.39	4.13%
ORASCOM TELECOM	7.875	08-Feb-14	95.500	95.500	9.170	Solidere A	25.14	-5.17%	22.71	2.35	4.57%
REP. VENEZUELA	8.500	08-Oct-14	85.333	85.833	12.506	Solidere B	24.99	-5.13%	22.57	2.34	4.60%
CELL C PTY LTD	11.000	01-Jul-15	99.500	100.500	10.992	Holcim	13.01	-0.15%	-	-	6.15%
						Casino	390	-	-	-	-

**Beirut Stock Exchange (closing 02.11.09)**

Benchmark	Maturity	Yield	Equity Indices	Price	% Change	Arab Indices	Price	% Change
<b>US TREASURY</b>	2 YEARS	0.925	NASDAQ Comp	2049.20	0.20%	BLOM Stock Index .BLSI	1550.448	-2.51%
	5 YEARS	2.328	NASDAQ 100	1672.91	-0.35%	SAUDI All Share .SASI	6371.97	0.93%
	10 YEARS	3.418	DJI	9789.44	0.79%	Doha Stock Market .QSI	7032.03	2.08%
	30 YEARS	4.262	S&P 500	1042.88	0.65%	Kuwait SE .KWSE	7256.4	0.42%
<b>EUR BUND</b>	2 YEARS	1.293	Nikkei	10034.74	0.00%	Abu Dhabi SE .ADI	2977.69	1.97%
	5 YEARS	2.413	SMI	6291.22	0.09%	Egyptian .CASE30	6849.06	0.95%
	10 YEARS	3.237	CAC 40	3639.46	0.88%	Dubai FM Gen Id .DFMGI	2185.29	5.24%
	30 YEARS	4.009	DAX	5430.82	0.29%	Morocco SI MSI	6329.7	0.92%
			FTSE	5104.50	1.19%	Bahrain .BAX	1504.86	-0.77%
			Euronext 100	636.27	0.65%			

Tracker	Underlying	Last Price	% Change
FXI	China	42.74	2.49
EWG	Germany	21.17	0.81
EWJ	Japan	9.64	0.94
EWY	Korea	43.13	0.58
EWT	Taiwan	11.77	1.38
EWZ	Brazil	69.59	1.11
IIF	India	20.52	-0.19
RNE	Eastern Europe	14.62	0.69
TKF	Turkey	11.97	-0.25
GLD	Gold	103.95	1.38
USO	Oil	39.97	1.65

Byblos Bank Deposits	Rates
<b>USD*</b>	
1 months	3.00%
3 Months	3.00%
6 Months	3.00%
1 Year	3.00%
*Benchmark amount 100-200 thds	
<b>LBP*</b>	
1 months	6.50%
3 Months	6.25%
6 Months	6.00%
1 Year	6.00%
*Benchmark amount 100-300 Millions	

Commodities	Price	% Change
Gold / Oz	1053.40	1.32%
Silver / Oz	16.43	1.14%
Palladium / Oz	326.35	0.96%
Platinum / Oz	1334.90	0.89%
Copper/ Lbs	294.50	-0.36%
Aluminum / Lbs	90.25	0.61%
Coffee / Lbs	142.35	5.06%
Cocoa EUR / 100 Kg	3250.00	-1.43%
Wheat / Tone	516.75	4.55%
Soybean / Bsh	997.50	1.99%
Wti / Bbl	78.13	1.47%
Brent	75.75	0.87%

Libor USD	Rate
1 months	0.24
3 Months	0.28
6 Months	0.57
1 Year	1.20
Libor EUR	Rate
1 months	0.39
3 Months	0.67
6 Months	0.99
1 Year	1.23

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1500	1503		
Euro	1.4798	1.48	1.481	1.4764
JPY	90.22	90.25	90.49	90.15
GBP	1.6382	1.6386	1.642	1.6354
CHF	1.0204	1.0208	1.0229	1.0197
CAD	1.0765	1.0767	1.0791	1.0759
AUD	0.9025	0.9028	0.9091	0.9007

Key Economic Calendar		
Data	Date	Forecast
<b>US</b>		
US ICSC Chain stores	03-Nov-09	
US Durable Goods	03-Nov-09	
<b>Euroland / Japan</b>		
GB Consumer Conf.	04-Nov-09	

## REGIONAL MARKETS

Lebanon's BLOM stock index fell 2.51 percent at 1550.448 points. Solidere's A fell 5.17 percent at \$25.14 and its B share fell 5.13 percent at \$24.99. Byblos Bank S.A.L. common fell 0.98 percent at 2.03 and its priority shares fell 0.50 percent at 2.01.

Dubai shares ended their longest losing streak since July, led by gains in Emaar Properties PJSC and Dubai Islamic Bank, as investors speculated recent declines were overdone compared with prospects for earnings growth. The 32 companies in Dubai's benchmark

index are valued at 8.1 times estimated earnings, data compiled by Bloomberg show. That compares with 15.7 times for the MSCI Emerging Markets Index. Qatar's DSM 20 Index rose 2.1 percent, for the third-best performance among global benchmarks, followed by Abu Dhabi's index, which climbed 2 percent. Oman's MSM30 Index increased 0.9 percent; the Kuwait Stock Exchange index gained 0.4 percent, while Bahrain's measure fell 0.8 percent. Saudi Arabia's Tadawul All Share Index rose 0.9 percent to 6,371.97.

## TOP FX NEWS

The dollar and yen declined versus the euro before this week's Federal Reserve meeting as economic reports showing expansion in U.S. housing and manufacturing increased demand for higher-yielding assets. Sweden's krona advanced from the weakest level versus the dollar in almost two months as a report showed the nation's manufacturing expanded for a fifth consecutive month in October. The pound declined for the first time in six days versus the euro on speculation the Bank of England will extend its bond-buying program this week. The U.S. currency slid 0.3 percent to \$1.4765 per euro at 4 p.m. in New York, from \$1.4719 on Oct. 30. It touched \$1.4683 on Oct. 29, the strongest level in more than two weeks. The euro appreciated 0.6 percent to 133.35 yen, from 132.61. The dollar advanced 0.3 percent to 90.31 yen, from 90.09. The dollar and yen pared their declines versus the euro as U.S. stocks fluctuated after a Fed official said the banking system is still "far from robust." Lenders still face threats from defaults on commercial real estate loans, Jon Greenlee, associate director of the Fed division that regulates banks, said today in testimony to a House Oversight subcommittee hearing in Atlanta.

USD/JPY

Res: 090.71/091.30/091.63

Sup: 089.84/089.18/088.83

EUR/USD

Res: 1.4860/1.4928/1.4981

Sup: 1.4681/1.4621/1.4593

GBP/USD

Res: 1.6480/1.6566/1.6605

Sup: 1.6328/1.6251/1.6201

GOLD

Res: 1066.6/1069.3/1074.7

Sup: 1047.7/1041.3/1035.3

## EUROLAND

European stocks gained as a bigger- than-forecast expansion in U.S. manufacturing overshadowed concern the European Union may force Royal Bank of Scotland Group Plc to sell more assets than planned. Rio Tinto Group and Kazakhmys Plc led gains by basic-resource stocks as copper advanced. Infineon Technologies AG rose 4.1 percent after BofA Merrill Lynch Global Research recommended Europe's second-largest maker of semiconductors. RBS, the biggest bank controlled by the U.K. government, slumped 7.8 percent. The Dow Jones Stoxx 600 Index added 0.3 percent to 237.64, rebounding from the steepest weekly drop since July. The measure has lost 4.7 percent since this year's high on Oct. 19 amid speculation that an eight-month rebound has outpaced the prospects for earnings and economic growth. The Bank of England may choose to risk doing too much rather than too little this week as Britain starts to fall behind the rest of the world economy. Governor Mervyn King's nine-member Monetary Policy Committee will expand its bond-purchase plan by 50 billion pounds (\$82 billion) to 225 billion pounds on Nov. 5, according to the median forecast of 48 economists in a Bloomberg News survey. That would be the third increase since the program started in March. Rio Tinto, the world's second-largest iron ore exporter, rose 4.5 percent to 2,813 pence. Kazakhmys, Kazakhstan's biggest copper producer, added 4.5 percent to 1,138 pence. The Stoxx 600 Basic Resources Index climbed 2.2 percent, the steepest advance among the 19 industry groups on the Stoxx 600, as copper gained in London.

CRH Plc, the world's second-largest maker and distributor of building materials, surged 3.1 percent to 17.16 euros. Cie. de Saint-Gobain SA, the biggest supplier of construction materials in Europe, gained 3 percent to 34.30 euros. Spending on U.S. construction unexpectedly rose in September as residential builders rushed to finish projects in anticipation of a possible end to the first-time home-buyers tax credit. The 0.8 percent increase, the biggest since September 2008 followed a revised 0.1 percent drop in August that was previously reported as a 0.8 percent gain, Commerce Department data showed yesterday. Infineon Technologies gained 4.1 percent to 3.19 euros after the company was raised to "buy" from "underperform" at BofA Merrill Lynch. Dragon Oil Plc surged 8.9 percent to 446.5 pence after Emirates National Oil Co. agreed to buy the shares it doesn't already own in a deal that values the London-listed explorer at 2.36 billion pounds. RBS sank 7.8 percent to 38.65 pence after saying an agreement with the EU will "include some divestments not initially contemplated." Lloyds, which is 43 percent owned by the government, slipped 2.3 percent to 85 pence. Breaking up RBS, Lloyds and Northern Rock will help create three new banks by 2013 and boost competition, Chancellor of the Exchequer Alistair Darling said yesterday in an interview with the British Broadcasting Corp. Ryanair Holdings Plc slid 1.9 percent to 2.89 euros after Europe's largest discount airline said it will cut ticket prices to lure passengers amid the recession.

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## US MARKETS

U.S. stocks rose, with the Standard & Poor's 500 Index rebounding from its biggest weekly drop since May, as Ford Motor Co.'s profit and gauges of manufacturing, home sales and construction spending topped projections. Ford rallied 8.3 percent, the most since July, following its first operating profit since early 2008. American Express Co., United Technologies Corp. and General Electric Co. climbed at least 1.5 percent. Benchmark indexes pared gains after Jon Greenlee, associate director of the Federal Reserve division that regulates banks, said banks still face threats from defaults on commercial-real estate. The S&P 500 added 0.7 percent to 1,042.88 at 4:10 p.m. in New York. The Dow Jones Industrial Average, which had moved more than 100 points on six of the previous seven days, gained 76.71 points, or 0.8 percent, to 9,789.44. About four stocks rose for every three that fell on the New York Stock Exchange. Stocks rallied in early trading after the Institute for Supply Management's factory index climbed to 55.7 in October as U.S. manufacturing expanded at the fastest pace in more than three years. Construction spending unexpectedly increased 0.8 percent in September, the Commerce Department said, while the National Association of Realtors said signed purchase agreements advanced 6.1 percent. The S&P 500 trimmed a gain of as much as 1.5 percent and the Dow pared a 146-point rally after Greenlee said the banking system is still "far from robust," wiping out most of a 2.5 percent rally in the S&P 500 Financials Index and leaving the group of banks, insurers and investment firms up 0.8 percent on the day. The S&P 500 slid 4 percent last week as lower-than-estimated new-home sales and a drop in consumer spending added to speculation that the seven-month rally outpaced prospects for an economic recovery. The losses

came even as more companies beat analysts' projections for third-quarter earnings and government data showed the U.S. economy returned to growth following four straight quarters of contraction. Of 334 companies in the S&P 500 that reported quarterly earnings since Oct. 7, 84 percent topped estimates, according to data compiled by Bloomberg. Sales have exceeded predictions by 58 percent. Varian Medical Systems Inc. added 5.4 percent to \$43.18. The maker of radiation equipment used to treat cancer was raised to "buy" from "hold" at Soleil Securities. BB&T Corp. rose 4.8 percent to \$25.06 after it was raised to "hold" from "sell" at Sandler O'Neill. SunTrust Banks Inc. gained 4 percent to \$19.88 after the analysts raised it to "buy" from "hold." CIT Group Inc. plunged 65 percent to 25 cents. The company filed for bankruptcy in an effort to cut \$10 billion in debt following a failed debt exchange and U.S. taxpayer bailout. CIT listed \$71 billion in assets and \$64.9 billion in liabilities in a Chapter 11 petition yesterday in U.S. Bankruptcy Court in Manhattan. The Treasury Department said the government probably won't recover much, if any, of the \$2.3 billion in taxpayer money that went to CIT. Motorola Inc. added 5.4 percent to \$9.03. The biggest U.S. mobile-phone maker was raised to "buy" from "hold" by analysts at Citigroup Inc., who said the company will introduce a "compelling" offer of handsets at a "time when many investors have given up." The analysts reduced their recommendations on Palm Inc. and Research In Motion Ltd. to "sell," from "hold" and "buy" respectively. Research in Motion Ltd. lost 5.1 percent to \$55.74. Palm slid 6 percent to \$10.91. American Express gained 2.4 percent to \$35.68. General Electric rose 1.5 percent to \$14.47. United Technologies Corp. added 2 percent to \$62.66.

## EMERGING MARKETS

China's stocks rose, extending the Shanghai Composite Index's biggest advance in three weeks, as commodity producers gained after oil and metal prices climbed and a gauge of U.S. manufacturing topped analyst projections. The benchmark index rose 42.54, or 1.4 percent, to 3,119.19 as of 1:11 p.m., set for the highest close since Aug. 13. The measure advanced 2.7 percent yesterday after the nation's manufacturing expanded. It's rallied 71 percent this year as Premier Wen Jiabao's stimulus package and record lending drove China's economic rebound. The CSI 300 Index gained 1.6 percent to 3,446.22. China's economy may grow in the 10.4 percent to 10.9 percent range in the fourth quarter, Credit Suisse Group AG said yesterday.

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