

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	9.573	8.308	0.80	0.77	2
7.125 Lebanon Mar 10	7.125	03/05/2010	97.000	98.000	9.730	8.845	1.19	1.14	2
7 7/8 Lebanon May 11	7.875	05/20/2011	96.250	97.250	9.626	9.150	2.26	2.16	2
9 1/8 Lebanon Mar 13	9.125	03/12/2013	96.750	97.750	10.074	9.775	3.54	3.37	2
8 5/8 Lebanon June 13	8.625	06/20/2013	94.500	95.500	10.167	9.879	3.67	3.50	2
9 Lebanon May 14	9.000	05/02/2014	94.500	95.500	10.351	10.097	4.32	4.11	2
10 Liban Apr 15	10.000	04/25/2015	100.000	103.000	9.991	9.356	4.83	4.61	2
8.50 Lebanon Aug 15	8.500	08/06/2015	91.500	92.500	10.289	10.068	5.00	4.76	2
8 1/2 Lebanon Jan 16	8.500	01/19/2016	90.000	91.000	10.528	10.313	5.20	4.94	2
8 1/4 Lebanon Apr 21	8.250	04/12/2021	86.000	88.000	10.274	9.957	7.52	7.16	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	103.537	103.694	3.801	Byblos bank	1.66	-2.92%	6.97	3.87	1.66
EVRAZ GRP SA	8.875	04/24/2013	42.000	50.000	33.022	Byblos bank Preferred	104	0.00%	-	-	104
IIB LUXG SA (IIB)	9.500	02/12/2010	36.000	46.000	109.784	Byblos bank Prty	1.69	0.00%	7.18	3.99	1.71
R. SEYCHELLES	9.125	10/03/2011	29.500	34.500	60.309	Audi	55.55	0.00%	9.06	0.20	55.55
ATF BANK	9.250	04/12/2012	69.500	75.500	21.101	Blom	70	0.00%	7.34	0.14	70
LAU	6.750	02/01/2018	93.037	93.037	8.115	Solidere A	17.22	-5.38%	12.67	1.18	17.22
ORASCOM TELECOM	7.875	02/08/2014	51.500	58.500	23.274	Solidere B	17.32	-3.19%	12.74	1.19	17.32
REP. VENEZUELA	8.500	10/08/2014	57.100	60.100	21.173	Holcim	15	1.69%	-	-	15
CELL C PTY LTD	11.000	07/01/2015	78.150	83.150	15.841	Fransabank	25.5	-	-	-	-
						Casino	350	-	-	-	-

Benchmark	Maturity	Yield	Equity Indices	Price	% Change	Arab Indices	Price	% Change
US TREASURY	2 YEARS	0.944	NASDAQ Comp	1449.8	3.70%	BLOM Stock Index .BLSI	1205.773	-1.29%
	5 YEARS	1.689	NASDAQ 100	1130	3.56%	SAUDI All Share .SASI	4588.26	0.00%
	10 YEARS	2.714	DJI	8419.09	3.31%	Doha Stock Market .QSI	5947.56	-3.26%
	30 YEARS	3.209	S&P 500	848.81	3.99%	Kuwait SE .KWSE	8763.7	-1.05%
EUR BUND	2 YEARS	2.123	Nikkei	7863.69	-6.35%	Abu Dhabi SE .ADI	2775.85	0.00%
	5 YEARS	2.492	SMI	5537.59	0.18%	Egyptian .CASE30	3937.66	-2.11%
	10 YEARS	3.047	CAC 40	3152.9	2.35%	Dubai FM Gen Id .DFMGI	1964.66	0.00%
	30 YEARS	3.477	DAX	4394.79	-5.88%	Morocco SI MSI	6168.11	-1.01%
			FTSE	4122.86	1.41%	Bahrain .BAX	1943.81	-0.56%
			Euronext 100	532.74	2.13%			

Tracker	Underlying	Last Price	% Change
FXI	China	26.41	7.36
EWG	Germany	16.07	5.45
EWJ	Japan	8.57	5.05
EWY	Korea	23.31	6.98
EWT	Taiwan	7.63	4.55
EWZ	Brazil	32.36	4.19
IIF	India	12.35	4.75
RNE	Eastern Europe	8.08	4.26
TKF	Turkey	5.40	0.93
GLD	Gold	76.95	1.72
USO	Oil	38.50	-3.48

Byblos Bank Deposits	Rates
USD*	
1 months	3.50%
3 Months	3.50%
6 Months	3.50%
1 Year	3.50%
*Benchmark amount 100-200 thds	
LBP*	
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	781.30	0.86%
Silver / Oz	959.00	2.57%
Palladium / Oz	172.45	-1.03%
Platinum / Oz	807.30	-0.32%
Copper/ Lbs	157.85	-1.56%
Aluminum / Lbs	0.78	-2.19%
Coffee / Lbs	111.65	-2.15%
Cocoa EUR / 100 Kg	2210.00	-6.83%
Wheat / Tone	509.75	0.00%
Soybean / Bsh	827.00	-2.25%
Wti / Bbl	47.80	-0.10%
Brent	45.99	-4.03%

Libor USD	Rate
1 months	1.90
3 Months	2.21
6 Months	2.57
1 Year	2.71
Libor EUR	Rate
1 months	3.48
3 Months	3.79
6 Months	3.83
1 Year	3.90

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1499.5	1502.5		
Euro	1.2722	1.2727	1.2741	1.2684
JPY	93.22	93.25	93.64	92.88
GBP	1.4899	1.4906	1.4934	1.4862
CHF	1.2063	1.2067	1.2109	1.2052
CAD	1.2485	1.2489	1.2539	1.2445
AUD	0.6448	0.6451	0.6473	0.6408

Key Economic Calendar		
Date	Date	Forecast
US		
US MBA Purchase Index	03-Dec-08	
US Mortgage Market	03-Dec-08	
Euroland / Japan		
EZ Retail Sales	03-Dec-08	-1.40%

REGIONAL MARKETS

Lebanon's BLOM stock index fell 1.29 percent to 1205.773 points. Solidere's A fell 5.38 percent at \$17.22 and its B share fell 3.19 percent to \$17.32. Byblos Bank S.A.L. common fell 2.92 percent at 1.66 and its priority share remain unchanged at 1.69.

Egypt's benchmark CASE 30 Index declined 105.97, or 2.6 percent, to 3,916.61 as of 1:45 p.m. in Cairo, a second day of losses. Credit Agricole Egypt advanced 25

piasters, or 3.2 percent, to 8.18 Egyptian pounds, snapping a two-day drop. Mansour & Maghraby Investments, an Egyptian investment company, agreed to buy a 4 percent stake in the unit of France's Credit Agricole SA. General Co. for Ceramics and Porcelain added 69 piasters, or 5.1 percent, to 14.25 pounds, rebounding from yesterday's 9.6 percent decline.

TOP FX NEWS

The dollar traded near a five-week low against the yen before reports that will probably show accelerating U.S. job cuts and a deepening contraction in services. The greenback was little changed against the euro following a 0.8 percent decline yesterday after General Motors Corp. and Chrysler LLC told Congress they need as much as \$15 billion just to survive until next month. The British pound fell against the dollar on speculation the Bank of England will lower interest rates at a meeting tomorrow. The dollar traded at 93.19 yen in Tokyo from 93.18 late yesterday in New York, when it declined to 92.63, the lowest since Oct. 28. The euro bought \$1.2697 from \$1.2714. The euro was quoted at 118.34 yen from 118.44 yen. The pound dropped to \$1.4878 from \$1.4920. The dollar may fall to 92.50 yen today, Ito said. The U.S. currency declined 0.3 percent to 64.48 U.S. cents per Australian dollar from late yesterday in New York. It also fell 0.2 percent to 35.50 Thai baht after anti-government protesters ended sieges of Bangkok's international airports. ADP Employer Services will report at 8:15 a.m. New York time that companies cut 205,000 jobs last month, following a reduction of 157,000 in October, according to a Bloomberg News survey of economists. Payrolls, including government employees, shrank by 325,000 workers in November, the biggest one-month drop since the 2001 terrorist attacks, a separate survey showed before the Labor Department's Dec. 5 report.

USD/JPY

Res: 093.83/094.26/094.65

Sup: 092.63/091.88/090.87

EUR/USD

Res: 1.2767/1.2859/1.2968

Sup: 1.2622/1.2562/1.2423

GBP/USD

Res: 1.5070/1.5173/1.5260

Sup: 1.4857/1.4776/1.4702

GOLD

Res: 787.00/793.50/803.30

Sup: 775.50/762.40/755.00

EUROLAND

European shares rose, with the Dow Jones Stoxx 600 Index rebounding from its biggest drop in six weeks, as speculation central banks will step up efforts to boost growth outweighed concern the recession will curb profit. Allianz SE gained 5.5 percent as European producer prices dropped the most in 22 years in October, giving the European Central Bank more room to cut interest rates. Renault SA jumped 9 percent as Ford Motor Co. submitted its plan to Congress, saying it expects to break even or be profitable before taxes in 2011. Tesco Plc rallied 12 percent after the largest U.K. supermarket company reported better-than-expected sales. The Stoxx 600 added 1.5 percent to 196.84 at 4:30 p.m. in London, following yesterday's 6 percent drop that was triggered by manufacturing reports signaling the global economy is worsening. More than \$31 trillion has been wiped off the value of global equities as countries from the U.K. and Germany to the U.S. slipped into recession. National benchmarks increased in 13 of the 18 western European markets. The FTSE 100 added 1.1 percent. Germany's DAX gained 3.6 percent, led by Bayerische Motoren Werke AG and Daimler AG. France's CAC 40 rose 2.3 percent. JPMorgan Chase & Co. advised buying European stocks saying they offer "the best potential within a global portfolio." Falling inflation will help consumers, central banks will have to respond to an economic contraction and valuations imply greater potential returns than in the U.S., according to their London-based head of European equity strategy Mislav Matejka. The

biggest drop in European producer prices since 1986 signaled inflation will slow further. Factory prices in Europe fell 0.8 percent from September, the European Union statistics office said today. The decline was due to a slump in oil prices and reduced the annual producer-price inflation rate to 6.3 percent from 7.9 percent. The Stoxx 600 is valued at 8.1 times reported earnings of the companies in the index, according to data compiled by Bloomberg. That compares with 18 times profit for the Standard & Poor's 500 Index, the data show. Allianz, Europe's largest insurer, climbed 5.5 percent to 64.18 euros. UBS AG, the biggest Swiss bank, jumped 4.5 percent to 13.88 francs. Renault, France's second-biggest automaker climbed 9 percent to 17.42 euros. BMW, the world's largest maker of luxury cars, added 5.3 percent to 19.905 euros. Daimler gained 4.1 percent to 23.79 euros. Economists predict ECB policy makers will cut rates by a half percentage point this week. The Bank of England will probably lower rates by a 1 percentage point, according to a Bloomberg survey. Both central banks are scheduled to announce their decisions on Dec. 4. Former Bank of England policy maker Willem Buiter said the U.K. central bank will weigh the risk of "a rout" in the pound when it cuts the benchmark rate. He forecast a 150 basis-point reduction. Tesco rose 12 percent to 322.5 pence. The company reported a 2 percent gain in same-store sales excluding gas, beating analyst estimates of a 1.6 percent climb.

US MARKETS

U.S. stocks rallied, rebounding from the market's worst tumble since October, after General Electric Co. announced plans to maintain its dividend and the Federal Reserve extended terms of three emergency loan programs. GE jumped 14 percent and contributed the most to the gain in the Standard & Poor's 500 Index. Wells Fargo & Co., Bank of America Corp. and JPMorgan Chase & Co. advanced at least 9 percent to lead a recovery in S&P 500 financial shares a day after the group's biggest drop on record. All 24 industry groups in the S&P 500 rose as the index climbed 3.5 percent in the last 90 minutes of trading. The S&P 500 added 32.6 points, or 4 percent, to 848.81. The Dow Jones Industrial Average surged 270 points, or 3.3 percent, to 8,419.09, with 28 of its 30 companies rising. The Nasdaq Composite Index climbed 3.7 percent to 1,449.8. Seven stocks increased for each that fell on the New York Stock Exchange. The S&P 500 yesterday tumbled 8.9 percent after an industry report showed manufacturing contracted at the fastest pace in 26 years. U.S. stock swings will be more than triple the average over the next seven months as investors contend with a global recession and the worst returns since the 1930s, volatility futures show. May contracts on the Chicago Board Options Exchange Volatility Index, or VIX, closed yesterday at 43.80, while futures expiring before then trade at higher levels, showing investors expect the S&P 500 to rise or fall at least 2.8 percent a day through June 17, according to data compiled by Bloomberg. The last time the benchmark index for U.S. stocks moved that much during the same-sized span was 1932. "We are in

very volatile times," Scott Richter, a money manager at Fifth Third Asset Management, said on Bloomberg Television. "It could go another three to six months before we truly bottom because the recovery has been prolonged." Europe's Dow Jones Stoxx 600 Index advanced 1.7 percent, reversing an earlier drop of 2.3 percent. The MSCI Asia Pacific Index decreased 4.5 percent as China Petroleum & Chemical Corp. dropped 5.6 percent. GE, the biggest maker of jet engines and power plant turbines, advanced \$2.11 to \$17.61 after saying it plans to pay its \$1.24-per-share dividend in 2009. While fourth-quarter profit will be at the low end of the company's forecast, steps it's taking to bolster its finance unit will help protect the dividend, GE said. GE's commitment to its payout comes while dividends are disappearing at the fastest rate in 50 years as the recession forces companies to conserve cash. Citigroup Inc., Genworth Financial Inc. and New York Times Co. led at least 91 companies listed on the biggest U.S. exchanges in reducing or suspending payouts in November, the most since May 1958, according to data compiled by Standard & Poor's. Wells Fargo climbed 11 percent to \$25.89. JPMorgan Chase added 9.2 percent to \$28.53. Bank of America gained 12 percent to \$14.37. Banks, insurers and investment firms in the S&P 500 slumped 17 percent as a group yesterday, the steepest drop for the S&P 500 Financials Index since the gauge was created in 1989. The group advanced 7.9 percent today for the steepest gain among the 10 main industries in the S&P 500.

EMERGING MARKETS

Brazilian stocks gained as weaker- than-expected industrial production prompted traders to increase bets the central bank will reduce interest rates. Banco Bradesco SA led a rally in banks on the prospect the slowing economy may lead to lower borrowing costs next year. Tam SA gained the most on the Bovespa after analysts said the recent decline in oil prices will boost earnings of the nation's biggest airline. Net Servicos de Comunicacao SA and Companhia Energetica de Minas Gerais rose after UBS AG recommended that investors "remain defensive" and buy utilities, banks and cable shares. The Bovespa index climbed 0.8 percent to 35,000.84. The BM&FBovespa Small Cap index fell 0.2 percent. The BM&FBovespa MidLarge Cap index rose 0.7 percent. Chile's Ipsa slipped 0.7 percent and Mexico's Bolsa advanced 1.4 percent. Brazil's industrial output increased at a 0.8 percent annual rate in October, the national statistics agency said. The median forecast of 27 economists surveyed by Bloomberg News was 3.6 percent. Argentina's Merval rose 2.9 percent, Peru's Lima General Index slipped 0.3 percent and Colombia's IGBC gained 0.8 percent.

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