

Financially Yours,

December 3, 2009

YOUR DAILY ELECTRONIC MARKET REPORT

For further information please contact Byblos Bank's Capital Markets and Private Banking on: +961 1 335240/6/9

Lebanese Eurobonds

| USD | Coupon | Maturity | Bid | Offer | Bid Yield | Offer Yield | Duration | Mduration | Frg |
|------------------------|--------|------------|---------|---------|-----------|-------------|----------|-----------|-----|
| 7 7/8 Lebanon May 11 | 7.875 | 20/05/2011 | 105.000 | 106.000 | 4.279 | 3.589 | 1.40 | 1.37 | 2 |
| 7.5 Lebanon Mar 12 | 7.500 | 19/03/2012 | 105.500 | 106.500 | 4.916 | 4.466 | 2.11 | 2.06 | 2 |
| 9 1/8 Lebanon Mar 13 | 9.125 | 12/03/2013 | 111.000 | 112.000 | 5.396 | 5.081 | 2.86 | 2.79 | 2 |
| 9 Lebanon May 14 | 9.000 | 02/05/2014 | 111.000 | 112.000 | 6.108 | 5.864 | 3.74 | 3.63 | 2 |
| 5.875 Lebanon Jan 2015 | 5.875 | 15/01/2015 | 100.000 | 101.000 | 5.872 | 5.644 | 4.48 | 4.36 | 2 |
| 8.50 Lebanon Aug 15 | 8.500 | 06/08/2015 | 110.000 | 111.000 | 6.365 | 6.166 | 4.55 | 4.41 | 2 |
| 8 1/2 Lebanon Jan 16 | 8.500 | 19/01/2016 | 110.000 | 101.000 | 6.490 | 8.285 | 4.78 | 4.61 | 2 |
| 9 Lebanon Mar 17 | 9.000 | 20/03/2017 | 113.750 | 114.750 | 6.589 | 6.429 | 5.53 | 5.36 | 2 |
| 8 1/4 Lebanon Apr 21 | 8.250 | 12/04/2021 | 109.500 | 110.500 | 7.020 | 6.898 | 7.68 | 7.42 | 2 |
| 7 Lebanon Dec 2024 | 7.000 | 03/12/2024 | 100.000 | 101.000 | 7.000 | 6.892 | 9.52 | 9.20 | 2 |

Emerging Eurobonds

| Emerging Eurobonds | | | | | | Beirut Stock Exchange (closing 02.12.09) | | | | | |
|--------------------|--------|-----------|---------|---------|-----------|--|-------|----------|--------|--------|-----------|
| 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 | 97.000 | 99.500 | 19.093 | Byblos bank | 2.06 | 0.98% | 6.94 | 0.88 | 4.85% |
| R. OF SRILANKA | 8.250 | 24-Oct-12 | 105.156 | 105.656 | 6.167 | Byblos bank Preferred | 100 | 0.00% | - | - | - |
| ATF BANK | 9.250 | 12-Apr-12 | 98.481 | 98.981 | 9.858 | Byblos bank Prty | 2.06 | 0.49% | 8.66 | 0.88 | 6.31% |
| TAQA ABD NATL. | 6.600 | 28-Oct-13 | 105.750 | 106.750 | 9.231 | Byblos Bank GDR | 93.00 | 0.00% | 10.84 | 0.24 | 5.32% |
| ADCB F. CAYMAN | 4.750 | 24-Apr-13 | 91.000 | 94.000 | 6.585 | Audi | 81.8 | -0.24% | 13.34 | 1.69 | 2.43% |
| TDIC SUKUK LTD | 4.949 | 21-Oct-14 | 97.750 | 99.750 | 5.242 | Blom | 86.8 | 0.00% | 7.41 | 1.37 | 4.18% |
| ORASCOM TELECOM | 7.875 | 08-Feb-14 | 82.500 | 85.500 | 12.956 | Solidere A | 25.12 | 1.37% | 22.69 | 2.35 | 4.58% |
| REP. VENEZUELA | 8.500 | 08-Oct-14 | 76.000 | 78.000 | 15.412 | Solidere B | 25.12 | 1.66% | 22.69 | 2.35 | 4.58% |
| CELL C PTY LTD | 11.000 | 01-Jul-15 | 99.500 | 100.500 | 10.996 | Holcim | 13 | 0.00% | - | - | 6.15% |
| | | | | | | Casino | 450 | - | - | - | - |

| Benchmark | Maturity | Yield | Equity Indices | Price | % Change | Arab Indices | Price | % Change |
|-------------|----------|--------------|----------------|----------|----------|------------------------|----------|----------|
| US TREASURY | 2 YEARS | 0.734 | NASDAQ Comp | 2185.03 | 0.43% | BLOM Stock Index .BLSI | 1541.922 | 0.90% |
| | 5 YEARS | 2.099 | NASDAQ 100 | 1790.82 | 0.18% | SAUDI All Share .SASI | 6303.81 | 0.00% |
| | 10 YEARS | 3.323 | DJI | 10452.68 | -0.18% | Doha Stock Market .QSI | 6949.19 | 5.32% |
| | 30 YEARS | 4.263 | S&P 500 | 1109.24 | 0.03% | Kuwait SE .KWSE | 6650.8 | -1.41% |
| EUR BUND | 2 YEARS | 1.280 | Nikkei | 9608.94 | 0.38% | Abu Dhabi SE .ADI | 2668.23 | 0.00% |
| | 5 YEARS | 2.241 | SMI | 6386.54 | 0.23% | Egyptian .CASE30 | 6239.79 | 2.84% |
| | 10 YEARS | 3.170 | CAC 40 | 3795.92 | 0.53% | Dubai FM Gen Id .DFMGI | 1940.36 | 0.00% |
| | 30 YEARS | 3.949 | DAX | 5781.68 | 0.09% | Morocco SI MSI | 6385.95 | 0.00% |
| | | | FTSE | 5327.39 | 0.29% | Bahrain .BAX | 1436.56 | -0.12% |
| | | Euronext 100 | 660.19 | 0.57% | | | | |

| Tracker | Underlying | Last Price | % Change |
|---------|----------------|------------|----------|
| FXI | China | 45.00 | 0.2 |
| EWG | Germany | 22.95 | -0.13 |
| EWJ | Japan | 9.85 | -0.4 |
| EWY | Korea | 46.06 | 1.05 |
| EWT | Taiwan | 12.50 | 0.56 |
| EWZ | Brazil | 79.79 | 1.1 |
| IIF | India | 23.21 | 0.17 |
| RNE | Eastern Europe | 15.75 | 0.25 |
| TKF | Turkey | 12.30 | 3.1 |
| GLD | Gold | 119.18 | 1.53 |
| USO | Oil | 38.84 | -1.97 |

| Byblos Bank Deposits | Rates |
|------------------------------------|-------|
| USD* | |
| 1 months | 3.00% |
| 3 Months | 3.00% |
| 6 Months | 3.00% |
| 1 Year | 3.00% |
| *Benchmark amount 100-200 thds | |
| LBP* | |
| 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 | 1212.00 | 1.08% |
| Silver / Oz | 19.29 | 0.60% |
| Palladium / Oz | 387.70 | 1.61% |
| Platinum / Oz | 1505.30 | 1.32% |
| Copper/ Lbs | 323.15 | 0.87% |
| Aluminum / Lbs | 99.00 | 3.29% |
| Coffee / Lbs | 142.50 | 0.00% |
| Cocoa EUR / 100 Kg | 3315.00 | 0.00% |
| Wheat / Tone | 554.50 | -1.42% |
| Soybean / Bsh | 1034.00 | -2.41% |
| Wti / Bbl | 76.60 | -2.26% |
| Brent | 77.20 | -2.19% |

| Libor USD | Rate |
|------------------|------|
| 1 months | 0.23 |
| 3 Months | 0.26 |
| 6 Months | 0.48 |
| 1 Year | 1.00 |
| Libor EUR | |
| 1 months | 0.45 |
| 3 Months | 0.68 |
| 6 Months | 0.98 |
| 1 Year | 1.22 |

| FX Rates | Bid | Ask | Hi | Lo |
|----------|--------|--------|--------|--------|
| USD / LL | 1500 | 1505 | | |
| Euro | 1.5075 | 1.508 | 1.5097 | 1.5043 |
| JPY | 87.82 | 87.87 | 87.92 | 87.34 |
| GBP | 1.6673 | 1.6675 | 1.6685 | 1.6628 |
| CHF | 0.9997 | 1.0002 | 1.002 | 0.999 |
| CAD | 1.0504 | 1.0505 | 1.0513 | 1.0483 |
| AUD | 0.9276 | 0.928 | 0.9314 | 0.9247 |

| Key Economic Calendar | | |
|-------------------------|-----------|----------|
| Date | Date | Forecast |
| US | | |
| US Jobless Claim | 03-Dec-09 | |
| US ISM N-Mfg PMI | 03-Dec-09 | 51.5 |
| Euroland / Japan | | |
| EZ ECB Rate Decision | 03-Dec-09 | 1.00% |

REGIONAL MARKETS

Lebanon's BLOM stock index rose 0.90 percent at 1541.922 points. Solidere's A rose 1.37 percent at \$25.12 and its B share rose 1.66 percent at \$25.12. Byblos Bank S.A.L. common rose 0.98 percent at 2.06 and its priority shares rose 0.49 percent at 2.06.

The worst plunge in Dubai stocks in more than a year and record retreat for Abu Dhabi are luring investors to telephone companies, airlines and port operators they

say have become bargains. Abu Dhabi's ADX General Index sank 12 percent and the Dubai Financial Market Index fell 13 percent since Dubai said Nov. 25 it would seek a "standstill" agreement on debt owed by state-run Dubai World. The local stock markets were open for two days between the Islamic holiday of Eid Al Adha that ended Nov. 27 and four-day holiday weekend that began yesterday. Equity markets open again on Dec. 6.

TOP FX NEWS

The yen weakened for a third day against the euro and the dollar fell as signs the global economy is recovering boosted demand for riskier assets. Japan's currency slid against all of its 16 major counterparts before reports today that economists said will show European retail sales fell at a slower pace and U.S. service industries expanded. The euro climbed amid speculation the European Central Bank will announce plans to scale back emergency lending while keeping borrowing costs low at today's meeting in Frankfurt. "With the global economy recovering, risk trades will weigh on the funding currencies" such as the yen and the dollar, said Soichiro Mori, manager of foreign-exchange promotion at FXOnline Japan Co., a margin-trading company. "Higher-yielding currencies will benefit from the liquidity-driven play." The yen declined to 132.64 per euro as of 12:30 p.m. in Tokyo from 131.46 yesterday in New York, after earlier dropping to 132.66, the lowest level since Nov. 25. Japan's currency fell to 87.88 per dollar from 87.38, after sliding to 87.89, the weakest since Nov. 25. The currency had risen to 84.83 to the dollar on Nov. 27, the highest since July 1995. The dollar dropped to \$1.5094 per euro from \$1.5044.

USD/JPY

Res: 088.01/088.64/089.18

Sup: 086.98/086.52/085.86

EUR/USD

Res: 1.5118/1.5145/1.5202

Sup: 1.5032/1.4970/1.4869

GBP/USD

Res: 1.6696/1.6747/1.6879

Sup: 1.6550/1.6497/1.6381

GOLD

Res: 1226.6/1230.0/1235.0

Sup: 1217.0/1206.3/1201.2

EUROLAND

European stocks gained for a second day as strategists at UBS AG, Deutsche Bank AG and ING Groep NV increased their forecasts for the region's equity gauges and higher metal prices boosted mining companies. Vedanta Resources Plc, the largest copper producer in India, and Eurasian Natural Resources Corp. led basic-resources companies higher. Bayer AG, Germany's biggest drugmaker, and Merck KGaA advanced more than 1 percent after UBS raised its rating on European pharmaceutical stocks to "overweight." Zodiac Aerospace SA rallied 5.5 percent as Exane BNP Paribas recommended the shares. The Dow Jones Stoxx 600 Index advanced 0.5 percent to 246.77, extending before yesterday's 2.7 percent increase. The gauge has rallied 24 percent this year amid signs government spending and record-low interest rates are helping to drag the economy out of recession. Deutsche Bank raised its 2010 forecast for the Stoxx 600 to 250 from 225 and ING increased its estimate to 310 from 260 and set a target of 380 for 2011, according to separate reports dated before yesterday. The Stoxx 600 surged by the most in more than four months as manufacturing in China and Europe expanded and concern eased that losses from a possible default by Dubai World will spread. Stocks in the European benchmark index are valued at about 55 times reported earnings, near the highest level since June 2003, according to data compiled by Bloomberg. National benchmark indexes advanced in all of the 18 western European markets yesterday, except Portugal and Luxembourg. The U.K.'s FTSE 100 increased 0.3 percent and Germany's DAX added 0.1 percent. France's CAC 40 rose 0.5 percent. Vedanta climbed 2.5 percent to 2,445 pence.

The stock was raised to "buy" from "neutral" at Goldman Sachs Group Inc. which cited higher earnings estimates, revised base metal price forecasts and an "attractive valuation." ENRC added 1.8 percent to 915.5 pence. Kazakhmys Plc, Kazakhstan's biggest copper producer, rose 2.3 percent to 1,310 pence. Copper gained to the highest price in 14 months in New York on speculation that a rebounding global economy will boost demand for the metal used in pipes and wires.

Bayer advanced 1.8 percent to 53.22 euros, while Merck increased 1 percent to 64.94 euros. UBS said upgraded the drug industry to "overweight" from "neutral", citing the prospect of a recovery next year after investors sold sector shares because of concern that health-policy changes in the U.S. might curb drug sales. Zodiac Aerospace rallied 5.5 percent to 24.67 euros. The maker of aircraft seats and car components was upgraded to "outperform" from "underperform" at Exane. Valeo SA climbed 5 percent to 20.78 euros. France's second-largest auto-parts supplier was rated "overweight" in new coverage at Morgan Stanley, which said "the company is the best way to play global auto production recovery, particularly in Europe." Commerzbank, Germany's second-largest bank, slumped 2.9 percent to 6.15 euros. Deutsche Bank, the biggest, declined 1.4 percent to 48.94 euros. Chancellor Angela Merkel's government may force banks to increase loans to companies to sustain an economic recovery as opposition from state leaders threatens her promised tax cuts. Nokia Oyj slid 2.4 percent to 8.70 euros, erasing before yesterday's 1.6 percent gain.

US MARKETS

Most U.S. stocks rose for a third day after the Federal Reserve said the economy is improving and gains in metal prices lifted raw-material producers, overshadowing declines in energy companies and banks. Alcoa Inc., Home Depot Inc. and Verizon Communications Inc. gained at least 1 percent as the Fed's Beige Book report said the economy improved "modestly" across the U.S. from October to mid-November as consumer spending increased. Exxon Mobil Corp. and Schlumberger Ltd. led energy shares lower as crude plunged on an increase in inventories, while JPMorgan Chase & Co. fell on an analyst's prediction that revenue may fall by \$3 billion if most derivatives trades move to exchanges. Nine stocks advanced for every five that fell on the New York Stock Exchange. The Standard & Poor's 500 Index added less than 0.1 percent to 1,109.24 at 4:05 p.m. in New York. The Dow Jones Industrial Average slipped 18.9 points, or 0.2 percent, to 10,452.68. Energy producers led the market lower earlier as crude tumbled more than 2 percent after the government's inventories report showed fuel demand slipped 2.6 percent as refineries reduced operating rates for the fourth time in five weeks. The nine-month, 64 percent rally in the S&P 500 has pushed valuations to about 22 times its companies' reported operating earnings, the most expensive level since 2002, according to data compiled by Bloomberg. Analysts expect full-year earnings in the measure to drop 11 percent on average before rebounding 22 percent in 2010, estimates compiled by Bloomberg show. The benchmark index for U.S. equities may climb to 1,250 by the end of next year as earnings continue to beat forecasts, UBS AG strategists

said. Verizon added 1 percent to \$32.65. AT&T Inc., the largest U.S. phone company, agreed to drop its lawsuit to stop a Verizon Wireless advertising campaign that AT&T said unfairly depicts its mobile-phone network coverage. Alcoa, the largest aluminum producer, jumped 6.6 percent to \$13.64 as the metal climbed 2.6 percent to a more than one-year high of \$2,157 a metric ton in London. Freeport-McMoRan Copper & Gold Inc. advanced 1.5 percent to \$85.18. Gold rose to a record \$1,218.40 an ounce as Goldman Sachs Group Inc. boosted its 2010 forecast for the precious metal 14 percent to \$1,099 an ounce. Copper climbed to a 14-month high, while zinc, lead and tin also advanced. Bemis Co. rose 4.4 percent to \$30.90, the highest since July 2007. The maker of flexible packaging materials was added to the "Top Picks Live" list at Citigroup Inc. Timothy Thein, the analyst, increased his per-share earnings estimates for 2009 and 2010 and his price forecast to \$36 from \$32, citing Bemis's pending acquisition of Rio Tinto Plc's food-packaging business. CF Industries Holdings Inc. rose 5.1 percent to \$90.27. Agrium Inc. plans to nominate a slate of directors for CF's board next year as it seeks to take over the operator of North America's two largest nitrogen-fertilizer plants. Agrium added 5.5 percent to \$60.11. Ciena Corp. climbed 4.9 percent to \$12.88. Nokia Siemens Networks challenged Ciena's bid for Nortel Networks Corp.'s optical-networking business and submitted a new bid of \$810 million in cash for the assets. Bank of America Corp. lost 1.5 percent to \$15.65, while Wells Fargo & Co. slid 1.9 percent to \$27.45. Dyax Corp. surged 21 percent to \$4.23.

EMERGING MARKETS

Brazilian stocks gained for a second day, lifting the Bovespa index to the highest level in more than 17 months, as industrial production rose more than economists estimated and metals prices climbed. Braskem SA, Latin America's biggest petrochemical company, rallied 4.5 percent as industrial output rose for the 10th straight month in October. Centrais Eletricas Brasileiras SA, Brazil's biggest power utility, jumped the most in a year after being added to Itau Corretora's recommended portfolio. The Bovespa index gained 0.3 percent to 68,614.79, the highest level since June 2008. The small cap index rose 1 percent. The real was little changed at 1.7186 per U.S. dollar. Among other Latin American markets, Mexico's Bolsa index jumped 1.1 percent to a two-year high. Chile's Ipsa index increased 0.6 percent while Peru's Lima General index rose 0.9 percent. The MSCI Emerging Markets Index advanced 0.8 percent.

CONTACT NAMES

Shadi Hanna

A.G.M Financial Markets Division

| <u>CAPITAL MARKETS</u> | | <u>PRIVATE BANKING</u> | |
|------------------------|--------------|------------------------|--|
| Ziad Moubarak | Fixed Income | Joe Nader | |
| Elie Ghanem | | Marguerite Bazerli | |
| Rhea Sawaya | | Rizkallah Semaan | |
| Yves Rahme | Equity Desk | Zeina Anka | |
| Haytham Mroue | | | |
| Maguy Viltaki | | | |
| Hana Kara | | | |
| Youssef Abi Saab | | | |
| Tarek Bassil | | | |

Please visit our website at: www.byblosbank.com

- 3 - Financially Yours,

The above information has been obtained from sources we believe to be reliable but we do not guarantee its accuracy or completeness. Therefore, Byblos Bank cannot be held responsible or liable for the contents of this publication. The foregoing is not a solicitation to buy or sell any security instrument or investment.