

Financially Yours,

October 7, 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	3.250	0.762	0.39	0.39	2
7 7/8 Lebanon May 11	7.875	20/05/2011	105.250	106.250	4.441	3.814	1.50	1.47	2
7.5 Lebanon Mar 12	7.500	19/03/2012	105.500	106.500	5.067	4.642	2.26	2.21	2
9 1/8 Lebanon Mar 13	9.125	12/03/2013	110.625	111.625	5.656	5.351	3.01	2.93	2
9 Lebanon May 14	9.000	02/05/2014	110.500	111.500	6.309	6.069	3.74	3.63	2
10 Liban Apr 15	10.000	25/04/2015	113.250	114.250	7.063	6.860	4.29	4.14	2
8.50 Lebanon Aug 15	8.500	06/08/2015	107.500	108.500	6.908	6.707	4.69	4.53	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	107.625	108.625	6.974	6.784	4.95	4.79	2
9 Lebanon Mar 17	9.000	20/03/2017	111.500	112.500	6.989	6.827	5.66	5.48	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	106.500	107.500	7.401	7.276	7.78	7.50	2

Emerging Eurobonds

USD	Coupon	Maturity	Bid	Offer	Mid Yield	Beirut Stock Exchange (closing 06.10.09)					
USD	Coupon	Maturity	Bid	Offer	Mid Yield	Name	Rates	% Change	P/E 09	P/B 09	Div Yield
SOC. REP. VIET.	6.875	15/01/2016	104.839	105.339	5.888	Byblos bank	1.89	0.00%	6.36	0.81	5.29%
EVRAZ GRP SA	8.875	24/04/2013	98.750	99.250	9.211	Byblos bank Preferred	98	0.00%	-	-	-
IIB LUXG SA (IIB)	9.500	12/02/2010	98.500	100.500	10.892	Byblos bank Prty	1.93	2.66%	8.11	0.82	6.74%
R. SEYCHELLES	9.125	03/10/2011	24.462	24.538	100.248	Byblos Bank GDR	87.00	0.00%	10.84	0.24	5.32%
ATF BANK	9.250	12/04/2012	99.000	100.000	9.479	Audi	73	2.03%	11.90	1.51	2.73%
LAU	6.750	02/01/2018	104.00	106.00	5.950	Blom	83.25	-0.36%	7.10	1.31	4.36%
ORASCOM TELECOM	7.875	08/02/2014	95.750	96.750	8.935	Solidere A	25.8	2.18%	23.31	2.41	4.46%
REP. VENEZUELA	8.500	08/10/2014	89.750	90.750	11.098	Solidere B	25.7	2.07%	23.22	2.40	4.47%
CELL C PTY LTD	11.000	01/07/2015	97.250	105.250	10.694	Holcim	15.84	5.60%	-	-	5.05%
						Casino	390	-	-	-	-

Benchmark	Maturity	Yield	Equity Indices	Price	% Change	Arab Indices	Price	% Change
US TREASURY	2 YEARS	0.908	NASDAQ Comp	2103.57	2.71%	BLOM Stock Index .BLSI	1498.218	0.83%
	5 YEARS	2.240	NASDAQ 100	1705.25	2.58%	SAUDI All Share .SASI	6340.51	0.93%
	10 YEARS	3.252	DJI	9731.25	1.37%	Doha Stock Market .QSI	7624.45	0.89%
	30 YEARS	4.064	S&P 500	1054.72	1.37%	Kuwait SE .KWSE	7833.1	0.80%
EUR BUND	2 YEARS	1.243	Nikkei	9691.8	0.18%	Abu Dhabi SE .ADI	3163.36	0.40%
	5 YEARS	2.342	SMI	6277.16	1.85%	Egyptian .CASE30	6648.36	-0.62%
	10 YEARS	3.162	CAC 40	3770.21	2.59%	Dubai FM Gen Id .DFMGI	2273.19	1.64%
	30 YEARS	3.876	DAX	5657.64	2.70%	Morocco SI MSI	6709.91	0.43%
			FTSE	5137.98	2.26%	Bahrain .BAX	1588.73	0.72%
		Euronext 100	656.58	2.55%				

Tracker	Underlying	Last Price	% Change
FXI	China	41.53	2.62
EWG	Germany	22.09	2.32
EWJ	Japan	9.75	1.14
EWY	Korea	45.83	-0.04
EWT	Taiwan	12.43	2.14
EWZ	Brazil	69.76	0.68
IIF	India	21.41	1.47
RNE	Eastern Europe	15.16	3.51
TKF	Turkey	12.80	4.49
GLD	Gold	102.28	2.46
USO	Oil	36.54	1

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	1038.60	2.15%
Silver / Oz	17.27	4.60%
Palladium / Oz	309.65	2.31%
Platinum / Oz	1318.10	1.82%
Copper/ Lbs	277.55	2.12%
Aluminum / Lbs	84.70	0.59%
Coffee / Lbs	133.60	3.21%
Cocoa EUR / 100 Kg	3211.00	-0.90%
Wheat / Tone	460.25	3.95%
Soybean / Bsh	910.00	2.82%
Wti / Bbl	70.88	0.67%
Brent	68.86	4.95%

Libor USD	Rate
1 months	0.24
3 Months	0.28
6 Months	0.60
1 Year	1.21
Libor EUR	
1 months	0.39
3 Months	0.70
6 Months	1.00
1 Year	1.22

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1500	1503		
Euro	1.4698	1.4699	1.4735	1.4684
JPY	88.79	88.84	89.05	88.66
GBP	1.5877	1.5879	1.5935	1.5877
CHF	1.0294	1.0298	1.0299	1.026
CAD	1.06	1.0601	1.0614	1.0586
AUD	0.8898	0.8903	0.891	0.8868

Key Economic Calendar		
Data	Date	Forecast
US		
US MBA Purchase Index	07-Oct-09	
US Mortgage Market	07-Oct-09	
Euroland / Japan		
DE Industrial Orders	07-Oct-09	1.20%

REGIONAL MARKETS

Lebanon's BLOM stock index rose 0.83 percent at 1498.218 points. Solidere's A rose 2.18 percent at \$25.80 and its B share rose 2.07 percent at \$25.70. Byblos Bank S.A.L. common remains unchanged at 1.89 and its priority shares rose 2.66 percent at 1.93.

Doha's benchmark index climbed to a year-high, after natural gas prices reached their highest level since January, boosting investor confidence in the country with the world's third-largest gas reserves. Qatar's DSM 20

Index gained 0.9 percent to 7,624.45, the highest close since Oct. 22. Qatari shares have added 11 percent this year, while Saudi shares are up 32 percent. Saudi Arabia's Tadawul All Share Index added 0.9 percent to 6,340.51, its highest since Oct. 21. The Dubai Financial Market General Index advanced 1.6 percent and Abu Dhabi's benchmark index rose 0.4 percent. Oman's MSM30 Index added 0.4 percent, while the Kuwait Stock Exchange rose 0.8 percent. Bahrain's measure advanced 0.7 percent.

TOP FX NEWS

The dollar rose for a fifth day against the pound after a Federal Reserve official said the central bank should start raising interest rates "sooner rather than later," boosting demand for U.S. assets. The dollar gained for the first time in four days against the euro as a technical indicator signaled the U.S. currency's decline was excessive and as traders judged its slide was overdone. New Zealand's currency gained as Asian stocks continued a global rally and Auckland-based Fonterra Cooperative Group Ltd. said milk powder prices to a 13-month high. The dollar rose to \$1.5900 per pound at 1:10 p.m. in Tokyo from \$1.5922 in New York yesterday. The greenback gained to \$1.4709 per euro from \$1.4722 yesterday, when it reached \$1.4762, the weakest level since Sept. 24. The U.S. currency strengthened to 88.88 yen from 88.82 yen. The euro was at 130.62 yen from 130.76 yen. The dollar advanced against 13 of its 16 major counterparts after Kansas City Fed President Thomas Hoenig yesterday said raising interest rates wouldn't derail the U.S. economic recovery.

USD/JPY

Res: 089.65/090.18/090.42

Sup: 088.23/087.15/087.10

EUR/USD

Res : 1.4763/1.4803/1.4845

Sup: 1.4670/1.4593/1.4564

GBP/USD

Res: 1.5971/1.6006/1.6049

Sup: 1.5875/1.5805/1.5770

GOLD

Res: 1042.2/1046.3/1050.0

Sup: 1035.0/1032.0/1024.3

EUROLAND

European stocks gained the most in six weeks as a rally in copper and gold's surge to a record lifted metal producers, while financial shares advanced after BofA Merrill Lynch Global Research recommended banks. BHP Billiton Ltd., the world's biggest mining company, climbed for a second day. Credit Agricole SA, France's third-largest bank by market value, jumped 7.8 percent after BofA Merrill advised buying the shares. Dexia SA rose 4.7 percent after saying it's in talks to sell a 20 percent stake in Credit du Nord to Societe Generale SA. The Dow Jones Stoxx 600 Index advanced for a second day, gaining 2.2 percent to 241.17, the biggest climb since Aug. 21. The benchmark gauge for European equities had slumped for two weeks as U.S. unemployment, manufacturing and consumer confidence data missed economists' forecasts, fueling concern the global economic recovery may not be robust. National benchmark indexes rose in all 18 western European markets. The U.K.'s FTSE 100 climbed 2.3 percent. France's CAC 40 added 2.6 percent and Germany's DAX increased 2.7 percent. European shares briefly trimmed their advance after U.K. manufacturing production unexpectedly slumped in August to the lowest level since 1992. Factory output dropped 1.9 percent from the previous month, the Office for National Statistics said. Economists had predicted a 0.3 percent increase, according to the median of 26 forecasts in a Bloomberg News survey. Sustainable economic growth and low interest rates worldwide will spur a "multi-year" bull market in equities, according to Fidelity International's Anthony Bolton. "Low growth means low interest rates, and actually that's one of the best environments for stock-market investing," Bolton, president of investments at Fidelity International,

which oversees about \$141 billion, said in an interview on Bloomberg Television in Hong Kong. BHP added 4.6 percent to 1,735.5 pence, while Rio Tinto Group, the world's third-biggest mining company, gained 6.9 percent to 2,740.5 pence. Copper, lead, nickel and tin advanced on the London Metal Exchange. Petropavlovsk Plc, Russia's third-largest gold producer, surged 16 percent to 1,030 pence. Gold rose to a record \$1,045 an ounce in New York on speculation that currencies will depreciate, spurring inflation and boosting the appeal of the precious metal for investors seeking to preserve their wealth. A gauge of European banks climbed 3.3 percent, the second-biggest advance among 19 industry groups in the Stoxx 600, after BofA Merrill upgraded the industry to "overweight," saying there is "considerable scope" for a recovery in banks' earnings per share next year as lenders return to profitability. Credit Agricole rallied 7.8 percent to 14.80 euros. The French bank was raised to "buy" from "neutral" at BofA Merrill, which said the stock "is the purest vehicle to play the benefits of expanding retail margins in France." Dexia rose 4.7 percent to 6.22 euros after announcing the talks with Societe Generale on the stake in Credit du Nord, a French retail bank. Societe Generale, France's second-biggest lender, added 2.9 percent to 53.69 euros after saying it will seek to raise 4.8 billion euros (\$7.1 billion) in its second rights offer in less than two years, to pay back state funds and bolster its capital position. Shareholders can buy two new shares for every nine held at 36 euros each, or 31 percent less than before yesterday's closing price.

US MARKETS

U.S. stocks rose, extending a worldwide rally, on speculation third-quarter earnings will top estimates and growing conviction the global economy is improving. The dollar slid after Australia unexpectedly raised interest rates, boosting oil and sending gold to a record. Alcoa Inc. and Newmont Mining Corp. climbed at least 3.5 percent, while Exxon Mobil Corp. gained 1.6 percent as crude oil traded near \$71 a barrel. Corning Inc., the world's biggest maker of glass for liquid-crystal display panels, added 4.7 percent on an upgrade at UBS AG. The MSCI World Index of 23 developed countries added 1.9 percent, the most in two months. The Standard & Poor's 500 Index increased 1.4 percent to 1,054.72 at 4:07 p.m. in New York. The Dow Jones Industrial Average gained 131.5 points, or 1.4 percent, to 9,731.25. The 30-stock gauge has climbed 2.6 percent so far this week, its steepest two-day advance in almost three months. Five stocks rose for each that fell on the New York Stock Exchange. U.S. equities also advanced as President Barack Obama, responding to widening job losses, considered a mix of spending programs and tax cuts that would amount to an additional economic stimulus without carrying that label. The U.S. economy is on the mend and housing is poised for a rebound, Joseph LaVorgna, chief U.S. economist at Deutsche Bank Securities Inc. in New York, told Bloomberg Radio. Economic growth will reach 3 percent next year, "maybe a little more," LaVorgna said. Economists surveyed by Bloomberg News last month projected the world's largest economy will expand 2.4 percent in 2010, according to the median estimate. Alcoa is scheduled to release third-quarter results tomorrow, the first company in the Dow average to report earnings. General Electric Co. and Intel

Corp. are among the Dow and S&P 500 companies that will report in the next two weeks. Analysts' estimates compiled by Bloomberg predict companies will report a ninth straight quarter of declining profits before returning to growth in the final three months of the year. Alcoa, the largest U.S. aluminum producer, added 3.5 percent to \$13.89. Producers of energy and raw-materials had the two biggest advances in the S&P 500 among 10 industries, rising 2.1 percent and 1.9 percent respectively. Gold futures advanced as high as \$1,045 an ounce in New York, topping the 18-month-old record of \$1,033.90, on speculation accelerating inflation will spur demand for the precious metal as a store of value. Crude oil rose to a two-week high, climbing 0.7 percent to \$70.88. Newmont Mining, the largest U.S. gold producer, surged 7 percent to \$46.21. Freeport-McMoRan Copper & Gold Inc., the world's biggest publicly traded copper producer, gained 3.4 percent to \$69.61. Exxon Mobil, the largest U.S. oil company, rose 1.6 percent to \$68.66. Corning added 4.7 percent to \$15.50 after being upgraded to "buy" from "neutral" by UBS, which cited "more robust" sales in China and an eased glut of supply. Mosaic Co. increased 4.2 percent to \$47.89. The fertilizer maker expects potash demand to return to "normal" by the second half of its fiscal 2010 after plunging sales of the fertilizer contributed to a 92 percent decline in profit in the company's first quarter. Hartford Financial Services Group Inc. had the biggest gain in the S&P 500, rising 7.9 percent to \$28.32. American International Group Inc. rose 4.9 percent to \$44.83. New York Times Co. rallied 5 percent to \$8.20 after increasing 6.7 percent yesterday. Gannett Co. Inc. advanced 2.1 percent to \$12.89.

EMERGING MARKETS

Developing-nation stocks and bonds jumped to 13-month highs as rising commodity prices boosted earnings prospects and HSBC Holdings Plc said output from emerging economies is growing at the fastest pace in 16 months. The MSCI Emerging Markets Index, a gauge of stocks in 22 countries, climbed 2.1 percent to 925.95 as of 5 p.m. in New York, the highest level since Sept. 2, 2008. The extra yield investors demand to own emerging-market bonds instead of U.S. Treasuries narrowed 12 basis points to 3.11 percentage points, the smallest gap since Sept. 2, 2008. HSBC's Emerging Markets Index jumped to 55.3 in the third quarter, up from 50.7 in the previous quarter, according to an e-mailed report. The MSCI Emerging Market Index advanced 20 percent last quarter as signs of a global economic recovery lured investors into higher-yielding assets. Yields on Turkey's debt dropped 18 basis points.

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