

# Financially Yours,

November 9, 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	101.000	102.000	3.823	0.674	0.31	0.31	2
7 7/8 Lebanon May 11	7.875	20/05/2011	105.500	106.500	4.103	3.447	1.41	1.39	2
7.5 Lebanon Mar 12	7.500	19/03/2012	106.500	107.500	4.548	4.115	2.18	2.14	2
9 1/8 Lebanon Mar 13	9.125	12/03/2013	112.000	113.000	5.154	4.847	2.93	2.86	2
9 Lebanon May 14	9.000	02/05/2014	112.750	113.750	5.725	5.488	3.82	3.71	2
10 Liban Apr 15	10.000	25/04/2015	115.875	116.875	6.492	6.292	4.41	4.27	2
8.50 Lebanon Aug 15	8.500	06/08/2015	110.875	111.875	6.212	6.016	4.63	4.49	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	110.750	111.750	6.367	6.182	4.89	4.75	2
9 Lebanon Mar 17	9.000	20/03/2017	115.000	116.000	6.407	6.250	5.61	5.44	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	110.875	111.875	6.859	6.741	7.78	7.52	2

**Emerging Eurobonds**

Emerging Eurobonds						Beirut Stock Exchange (closing 05.11.09)					
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	98.500	100.500	11.307	Byblos bank	2.04	0.99%	6.87	0.87	4.90%
R. OF SRILANKA	8.250	24-Oct-12	103.917	104.417	6.667	Byblos bank Preferred	99.5	-0.50%	-	-	-
ATF BANK	9.250	12-Apr-12	98.894	99.394	9.649	Byblos bank Prty	2.02	-1.46%	8.49	0.86	6.44%
TAQA ABD NATL.	4.375	28-Oct-13	101.296	101.671	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	98.500	5.157	Audi	87	0.00%	14.18	1.80	2.29%
TDIC SUKUK LTD	4.949	21-Oct-14	101.833	102.183	4.490	Blom	88.6	0.28%	7.56	1.40	4.10%
ORASCOM TELECOM	7.875	08-Feb-14	94.100	94.100	9.596	Solidere A	26.99	4.41%	24.38	2.52	4.26%
REP. VENEZUELA	8.500	08-Oct-14	82.218	82.718	13.498	Solidere B	26.99	4.21%	24.38	2.52	4.26%
CELL C PTY LTD	11.000	01-Jul-15	100.304	100.679	10.874	Holcim	13.5	-3.43%	-	-	5.93%
						Casino	390	-	-	-	-

Benchmark	Maturity	Yield	Equity Indices	Price	% Change	Arab Indices	Price	% Change
US TREASURY	2 YEARS	0.872	NASDAQ Comp	2112.44	0.34%	BLOM Stock Index .BLSI	1600.85	1.55%
	5 YEARS	2.321	NASDAQ 100	1730.76	0.57%	SAUDI All Share .SASI	6255.8	-0.44%
	10 YEARS	3.526	DJI	10023.42	0.17%	Doha Stock Market .QSI	6991.41	0.49%
	30 YEARS	4.418	S&P 500	1069.3	0.25%	Kuwait SE .KWSE	7280.1	-0.68%
EUR BUND	2 YEARS	1.292	Nikkei	9789.35	0.74%	Abu Dhabi SE .ADI	2941.72	-0.31%
	5 YEARS	2.509	SMI	6293.61	0.13%	Egyptian .CASE30	6679.57	0.41%
	10 YEARS	3.377	CAC 40	3707.29	-0.04%	Dubai FM Gen Id .DFMGI	2123.26	-0.68%
	30 YEARS	4.140	DAX	5488.25	0.13%	Morocco SI MSI	6289.85	-0.74%
			FTSE	5142.72	0.33%	Bahrain .BAX	1508.62	0.18%
			Euronext 100	645.73	-0.11%			

Tracker	Underlying	Last Price	% Change
FXI	China	44.17	-0.09
EWG	Germany	21.76	0.05
EWJ	Japan	9.62	-0.62
EWY	Korea	44.50	0.66
EWT	Taiwan	12.09	-0.17
EWZ	Brazil	74.39	-0.39
IIF	India	21.85	1.68
RNE	Eastern Europe	14.90	0.34
TKF	Turkey	12.24	-0.21
GLD	Gold	107.43	0.42
USO	Oil	39.70	-2.7

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	1095.10	0.59%
Silver / Oz	17.36	-0.20%
Palladium / Oz	330.70	-0.35%
Platinum / Oz	1345.00	-1.08%
Copper/ Lbs	295.25	-0.15%
Aluminum / Lbs	89.95	-0.83%
Coffee / Lbs	138.90	-1.31%
Cocoa EUR / 100 Kg	3186.00	-2.63%
Wheat / Tone	497.25	-2.93%
Soybean / Bsh	948.00	-1.96%
Wti / Bbl	77.43	-2.75%
Brent	75.70	-3.21%

Libor USD	Rate
1 months	0.24
3 Months	0.27
6 Months	0.55
1 Year	1.16
Libor EUR	Rate
1 months	0.40
3 Months	0.68
6 Months	0.99
1 Year	1.22

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1500	1503		
Euro	1.4938	1.4943	1.4944	1.4854
JPY	90.04	90.05	90.23	89.7
GBP	1.6713	1.6718	1.6737	1.6618
CHF	1.0116	1.0121	1.0172	1.0116
CAD	1.069	1.0693	1.0746	1.0679
AUD	0.9249	0.9254	0.9272	0.9196

Key Economic Calendar		
Data	Date	Forecast
<b>US</b>		
US Employment Trends	09-Nov-09	
US ICSC Chain Stores	10-Nov-09	
<b>Euroland / Japan</b>		
DE Industrial Output	09-Nov-09	1.00%

## REGIONAL MARKETS

Lebanon's BLOM stock index rose 1.55 percent at 1600.850 points. Solidere's A rose 4.41 percent at \$26.99 and its B share rose 4.21 percent at \$26.99. Byblos Bank S.A.L. common rose 0.99 percent at 2.04 and its priority shares fell 1.46 percent at 2.02.

United Arab Emirates shares rose, led by Emaar Properties PJSC and Arkan Building Materials Co., as investors speculated last week's drop was overdone given prospects for economic and earnings growth. The Dubai

Financial Market General Index gained 1.2 percent to 2,123.26, also the highest close since Nov. 4, bouncing back from last week's 4.6 percent drop. Abu Dhabi's index added 0.7 percent, the most since Nov. 2. Qatar's DSM 20 Index advanced 0.6 percent and Bahrain's measure added 0.1 percent. Saudi Arabia's Tadawul All Share Index lost 1.5 percent to 6,255.8. The Kuwait Stock Exchange Index and Oman's MSM30 Index each retreated 0.7 percent.

## TOP FX NEWS

The euro gained against the yen and the dollar before European reports today that may add to signs the economy is recovering, boosting demand for higher-yielding assets. The dollar declined against 13 of its 16 major counterparts after the Group of 20 governments agreed to keep stimulus measures and remained silent on the greenback's decline this year. New Zealand's dollar gained by the most in more than a week as Auckland-based Fonterra Cooperative Group Ltd., the world's biggest dairy exporter, raised its forecast for milk prices by 19 percent on growing global demand. The euro gained to 134.65 yen as of 2:01 p.m. in Tokyo from 133.45 yen in New York on Nov. 6. The euro rose to \$1.4938 from \$1.4847. It earlier climbed to as high as \$1.4943, the strongest since Oct. 26. The U.S. currency traded at 90.14 yen from 89.88 yen. The euro strengthened as a Bloomberg News survey of economists showed German industrial output probably expanded 1 percent in September, a second month of gains. The Economy Ministry will release the data in Berlin.

USD/JPY

Res: 090.42/090.86/091.34

Sup: 089.60/089.18/088.01

EUR/USD

Res: 1.4918/1.4981/1.5064

Sup: 1.4811/1.4734/1.4703

GBP/USD

Res: 1.6789/1.6860/1.6918

Sup: 1.6660/1.6618/1.6578

GOLD

Res: 1105.0/1111.8/1127.0

Sup: 1094.0/1086.1/1084.2

## EUROLAND

European stocks rebounded from a one-month low as better-than-expected earnings at companies from Swiss Reinsurance Co. to Delhaize Group SA fed investors' expectations a seven-month rally will go on. Swiss Re, the world's second-largest reinsurer, and Delhaize, the owner of Food Lion supermarkets, both gained more than 7 percent. BNP Paribas also rose after beating analysts' estimates, while Royal Bank of Scotland Group Plc tumbled 12 percent after it ceded greater control to the government. The Dow Jones Stoxx 600 Index rose 1.7 percent to 241.06 through Nov. 6, climbing from the lowest level since Oct. 5 and posting its first gain in three weeks. The Euro Stoxx 50, a measure for the largest companies in the euro zone, climbed 1.9 percent. A global rally in equities lost pace in October on concern the rebound has gone too far relative to the prospects for economic growth. The Stoxx 600 is still up 53 percent since March 9 even after dropping 2.3 percent last month. National benchmark indexes advanced in all major western European markets except Sweden. The U.K.'s FTSE 100 rose 2 percent and France's CAC 40 surged 2.8 percent. Germany's DAX added 1.4 percent as Adidas AG increased. Indexes fluctuated in the last session as unemployment in the U.S. soared to a 26-year high of 10.2 percent in October and employers cut more jobs than forecast. Economists had expected a jobless reading of 9.9 percent. Temporary workers rose by 34,000, the third consecutive gain. The European Central Bank on Nov. 5 took its first step toward removing emergency stimulus measures designed to haul its economy out of recession, saying it won't offer commercial banks 12-month loans next year. Earnings have topped analysts' estimates at 137 of the 214 companies in the Stoxx

600 that have announced results since Oct. 7, according to Bloomberg data. In sales, 123 companies have disappointed while 105 had positive surprises. Swiss Re soared 14 percent to 47.82 francs after reporting an unexpected third-quarter profit. Net income was 334 million Swiss francs (\$327 million) on investment gains and as fewer catastrophe claims boosted property and casualty earnings. That compared with a year-earlier loss of 304 million francs and the median estimate of analysts for a 51 million-franc loss. Delhaize added 7.5 percent to 49.65 euros. The Brussels-based retailer reported profit that rose more than analysts' estimates and raised its forecast for the year. The company obtained improved buying terms for its own-branded goods and reduced inventory losses, enabling the food retailer to lower prices without squeezing its own margins. BNP rose 7.2 percent to 55.17 pence. The bank said third-quarter profit rose 45 percent, helped by the purchase of Fortis assets and a rebound at the investment bank. BNP reported net income of 1.31 billion euros (\$1.9 billion), higher than the 1.26 billion-euro median estimate of 13 analysts surveyed by Bloomberg. RBS fell 12 percent to 37.06 pence. Britain's biggest government-controlled bank said this week it will get a total of 45.5 billion pounds (\$75 billion) in capital from the British taxpayer, the world's most expensive bank bailout. Adidas added 8.7 percent to 34.24 euros. The world's second-biggest sporting-goods maker reported third-quarter net income of 213 million euros, topping analysts' estimates for 210.8 million euros. Bank of Ireland Plc, the nation's largest lender by market value, jumped 17 percent to 1.99 euros.

## US MARKETS

U.S. stocks rose, halting a two-week retreat, after worker productivity, manufacturing and home sales beat economists' projections and Warren Buffett's Berkshire Hathaway Inc. made its biggest purchase. General Electric Co. climbed 7.5 percent, the most in the Dow Jones Industrial Average, and Lennar Corp. led homebuilders to the steepest advance in three months. Burlington Northern Santa Fe Corp. soared 29 percent after Buffett agreed to buy the second-biggest U.S. railroad in what he called an "all-in wager on the economic future of the United States." Black & Decker Corp. jumped 29 percent after Stanley Works said it would purchase the largest maker of power tools. The Standard & Poor's 500 Index climbed every day this week, rising 3.2 percent to 1,069.30. The Dow average gained 310.69 points, or 3.2 percent, to 10,023.42. The Russell 2000 Index climbed 3.1 percent to 580.35. More than 80 percent of S&P 500 companies that have reported third-quarter results beat analysts' predictions, including Kraft Foods Inc. and Cisco Systems Inc. this week. That exceeds the record pace of 72.3 percent for the period ended in June, data compiled by Bloomberg show. All 10 industries in the S&P 500 rose this week, helping the index pare its decline from a one-year high on Oct. 19 to 2.6 percent. The U.S. equity benchmark has climbed 58 percent from a 12-year low in March on mounting evidence that the deepest recession since the 1930s is ending. GE, the world's biggest maker of jet engines and locomotives, rose 7.5 percent to \$15.33. 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. United Technologies Corp.,

the maker of Otis elevators and Pratt & Whitney jet engines, gained 5.9 percent to \$65.07. GE also increased after analysts from Sanford C. Bernstein & Co. and Oppenheimer & Co. raised their ratings and target prices for the stock, citing diminished risks at the finance unit and steady performance the infrastructure divisions. An index of homebuilders in the S&P 500 climbed 8.9 percent, the most in three months. The number of contracts to buy previously owned homes rose in September for an eighth month, according to data from the National Association of Realtors. Lennar climbed 12 percent to \$14.14. The third-largest U.S. homebuilder was raised to "outperform" from "neutral" at Credit Suisse Group AG, which said it will probably report improving operating profits in 2010. Stocks rose after the Federal Reserve left its key interest rate unchanged and said it plans to leave it "exceptionally low" for "an extended period." The Fed also said that U.S. economy is picking up. The market maintained its advance even after the nation's unemployment rate jumped to a more-than-forecast 10.2 percent in October, the highest level since 1983, according to a Labor Department report. Burlington Northern soared 29 percent to \$97.23. Berkshire agreed to pay \$26 billion, or \$100 a share in cash and stock, for the 77.4 percent of the railroad it doesn't already own. American Express Co., the biggest U.S. credit-card company by purchases, climbed 6.8 percent to \$37.21 for the second- steepest advance in the Dow average. A Labor Department showed that the productivity of U.S. workers surged in the third quarter at the fastest pace in six years as companies squeezed more from remaining staff to boost profits.

## EMERGING MARKETS

Asian stocks rose after Group of 20 governments agreed to maintain stimulus efforts and Axa SA and AMP Ltd. made the region's biggest takeover offer this year. Treasuries and the dollar fell. The U.S. currency also dropped as the G-20 remained silent on the greenback's decline this year. Gold approached a record and oil prices rose above \$78 a barrel as a hurricane disrupted output in the Gulf of Mexico. Axa Asia Pacific Holdings Ltd. surged 31 percent after rejecting a hostile bid from its parent and AMP, Australia's No. 2 insurer by value. Australia's S&P/ASX 200 Index rallied 1.4 percent, buoyed by Commonwealth Bank of Australia's report of A\$1.4 billion (\$1.3 billion) in first-quarter profit. Japan's Nikkei 225 Stock Average added 0.1 percent, while Hong Kong's Hang Seng Index gained 1 percent. The New Zealand currency rose 1.2 percent to 73.39 U.S. cents as Auckland-based Fonterra Cooperative Group Ltd., the world's biggest dairy exporter, raised its forecast for milk prices by 19 percent amid growing global demand.

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