

Financially Yours,

December 11, 2008 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	Frq
10.25 Lebanon Oct 09	10.250	10/06/2009	100.500	101.500	9.553	8.255	0.78	0.75	2
7.125 Lebanon Mar 10	7.125	03/05/2010	97.000	98.000	9.776	8.875	1.17	1.12	2
7 7/8 Lebanon May 11	7.875	05/20/2011	96.250	97.250	9.639	9.159	2.24	2.14	2
9 1/8 Lebanon Mar 13	9.125	03/12/2013	96.750	97.750	10.078	9.778	3.52	3.35	2
8 5/8 Lebanon June 13	8.625	06/20/2013	94.500	95.500	10.175	9.885	3.65	3.48	2
9 Lebanon May 14	9.000	05/02/2014	94.500	95.500	10.354	10.100	4.30	4.09	2
10 Liban Apr 15	10.000	04/25/2015	100.000	103.000	9.989	9.354	4.81	4.59	2
8.50 Lebanon Aug 15	8.500	08/06/2015	91.500	92.500	10.294	10.072	4.97	4.73	2
8 1/2 Lebanon Jan 16	8.500	01/19/2016	90.000	91.000	10.534	10.317	5.18	4.92	2
8 1/4 Lebanon Apr 21	8.250	04/12/2021	86.000	88.000	10.275	9.959	7.50	7.14	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	103.590	103.740	3.512	Byblos bank	1.65	-0.60%	6.93	3.85	1.65
EVRAZ GRP SA	8.875	04/24/2013	54.000	57.000	26.755	Byblos bank Preferred	104	0.00%	-	-	104
IIB LUXG SA (IIB)	9.500	02/12/2010	38.000	48.000	105.397	Byblos bank Prty	1.64	-4.09%	6.89	3.83	1.64
R. SEYCHELLES	9.125	10/03/2011	29.000	34.000	61.779	Audi	54.1	-2.61%	8.82	0.20	54.1
ATF BANK	9.250	04/12/2012	74.000	80.000	18.859	Blom	68.4	-2.29%	7.17	0.14	68.4
LAU	6.750	02/01/2018	91.301	91.301	8.405	Solidere A	16.66	-3.25%	12.26	1.15	16.66
ORASCOM TELECOM	7.875	02/08/2014	50.000	55.000	24.640	Solidere B	16.87	-2.60%	12.41	1.16	16.87
REP. VENEZUELA	8.500	10/08/2014	54.500	57.000	22.499	Holcim	14.71	-1.93%	-	-	14.71
CELL C PTY LTD	11.000	07/01/2015	78.150	83.150	15.855	Fransabank	25.5	-	-	-	-
						Casino	350	-	-	-	-

Benchmark	Maturity	Yield	Equity Indices	Price	% Change	Arab Indices	Price	% Change
US TREASURY	2 YEARS	0.849	NASDAQ Comp	1565.48	8.30%	BLOM Stock Index .BLSI	1183.398	-0.55%
	5 YEARS	1.606	NASDAQ 100	1222.38	8.39%	SAUDI All Share .SASI	4654.88	0.00%
	10 YEARS	2.674	DJI	8761.42	4.60%	Doha Stock Market .QSI	6166.43	3.66%
	30 YEARS	3.094	S&P 500	899.24	6.39%	Kuwait SE .KWSE	8866.6	0.00%
EUR BUND	2 YEARS	2.281	Nikkei	8660.24	9.29%	Abu Dhabi SE .ADI	2754.48	-0.77%
	5 YEARS	2.755	SMI	5751.91	1.82%	Egyptian .CASE30	4202.25	5.59%
	10 YEARS	3.223	CAC 40	3320.31	5.03%	Dubai FM Gen Id .DFMGI	1974.9	0.52%
	30 YEARS	3.694	DAX	4779.11	4.64%	Morocco SI MSI	6168.42	-0.03%
			FTSE	4367.28	-0.32%	Bahrain .BAX	1923.93	0.29%
			Euronext 100	556.39	4.40%			

Tracker	Underlying	Last Price	% Change
FXI	China	31.24	7.44
EWG	Germany	17.40	2.72
EWJ	Japan	8.95	2.12
EWY	Korea	27.02	7.86
EWT	Taiwan	8.15	5.71
EWZ	Brazil	35.16	5.52
IIF	India	13.60	3.74
RNE	Eastern Europe	8.85	2.91
TKF	Turkey	6.14	8.29
GLD	Gold	79.75	4.48
USO	Oil	35.81	3.95

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	807.10	5.67%
Silver / Oz	1016.50	7.10%
Palladium / Oz	185.05	7.90%
Platinum / Oz	840.00	5.16%
Copper/ Lbs	146.90	1.17%
Aluminum / Lbs	0.70	-3.44%
Coffee / Lbs	108.05	-1.41%
Cocoa EUR / 100 Kg	2257.00	1.53%
Wheat / Tone	492.50	5.29%
Soybean / Bsh	829.50	2.28%
Wti / Bbl	43.88	-0.43%
Brent	39.69	-10.16%

Libor USD	Rate
1 months	1.44
3 Months	2.10
6 Months	2.44
1 Year	2.62
Libor EUR	
1 months	3.05
3 Months	3.38
6 Months	3.47
1 Year	3.57

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1499.5	1502.5		
Euro	1.3125	1.3129	1.3141	1.3002
JPY	92.31	92.34	92.88	92.27
GBP	1.4949	1.4954	1.4972	1.4775
CHF	1.1904	1.1908	1.2001	1.19
CAD	1.2505	1.2507	1.2607	1.2499
AUD	0.6588	0.659	0.6598	0.6546

Key Economic Calendar		
Data	Date	Forecast
US		
US Jobless Claim	11-Dec-08	
US Export Prices	11-Dec-08	-1.5%
Euroland / Japan		
EZ Industrial Production	12-Dec-08	-3.60%

REGIONAL MARKETS

Lebanese and Arab Markets were closed for Adha.

TOP FX NEWS

The yen rose against the dollar for the third time in four days on speculation a lack of Republican support for a bailout of U.S. automakers will prompt investors to pare holdings of assets funded with Japan's currency. The dollar declined for a second day versus the euro after Republican Senator George Voinovich said yesterday legislation to provide \$14 billion in federal loans to General Motors Corp. and Chrysler LLC may not have enough votes from his party to pass the Senate. South Korea's won climbed a fifth day against the greenback after the central bank cut interest rates to a record low to prevent the economy from slipping into a recession. The yen rose to 92.46 against the dollar as of 12:30 p.m. in Tokyo from 92.76 late yesterday in New York. The dollar fell to \$1.3050 per euro from \$1.3023. The euro was little changed at 120.82 yen. The yen may rise to 91 against the dollar today, Tokyo-based Matsumoto said. The South Korean won rose 2.3 percent to 1,362.75 per dollar, after touching 1,345.50, the strongest level in a month. The Bank of Korea lowered its benchmark rate a larger-than-expected 1 percentage point to 3 percent. Japan will expand its currency-swap agreement with South Korea to help its neighbor obtain foreign exchange, Japanese vice Finance Minister for international affairs Naoyuki Shinohara told reporters in Tokyo today. Policy makers are still discussing the amount of the swap increase, Japan's top currency official said. The won is down 31 percent against the dollar this year, making it Asia's worst performer.

USD/JPY	EUR/USD	GBP/USD	GOLD
Res: 093.03/093.91/094.25	Res : 1.3214/1.3300/1.3358	Res: 1.4881/1.4958/1.5050	Res: 813.90/820.00/823.30
Sup: 091.93/091.58/090.87	Sup: 1.3005/1.2969/1.2903	Sup: 1.4750/1.4678/1.4526	Sup: 803.30/797.50/787.00

EUROLAND

Most European stocks advanced as a rally in commodity producers and carmakers offset declines in media companies on lower forecasts from Electronic Arts Inc. Rio Tinto Group jumped 20 percent after saying it will slash spending to reduce debt and eliminate 14,000 jobs. Bayerische Motoren Werke AG added 2.3 percent amid speculation lawmakers will approve a \$15 billion bailout of U.S. carmakers. Vivendi SA, which owns more than half of Activision Blizzard Inc., and Game Group Plc dropped at least 3 percent as rival Electronic Arts reduced its revenue and earnings outlook. The Dow Jones Stoxx 600 Index added less than 0.1 percent to 205.37. The measure has slumped 44 percent this year as policy makers and governments worldwide introduce measures to cushion economies from the worst financial crisis since the Great Depression. More than \$31 trillion has been erased from the value of global equities and credit losses and writedowns at banks and insurers are approaching \$1 trillion. "The question that most investors have been looking at in terms of the auto industry is we need first confirmation that the industry is going to be extended this life line," said Chris Tinker, head of equity research at ICAP Apollo Plc in London. National benchmarks gained in 11 of the 18 western European markets. The U.K.'s FTSE 100 slipped 0.5 percent, while France's CAC 40 advanced 0.7 percent. Germany's DAX added 0.5 percent. Rio Tinto surged 20 percent to 1,514 pence. The world's third-biggest mining company plans to reduce net debt by \$10 billion by the end of 2009 from \$38.9 billion and said it will sell "significant assets." Rio Tinto also plans to hold its 2008 dividend at the 2007 level of \$1.36 a share. Copper, lead, nickel and tin all advanced on the London Metal Exchange on expectations that declines in the dollar may boost demand for industrial metals. BHP Billiton Ltd., the biggest mining company, increased 6.7 percent to 1,234 pence. Xstrata Plc, the fourth-largest copper producer, added 6.6 percent to 694 pence. BMW, the biggest maker of luxury cars, rallied 2.3 percent to 22.615 euros and PSP Peugeot Citroen, Europe's second-largest carmaker, increased 6.9 percent to 13.57 euros as Congress prepares to vote on the plan Democrats reached with the Bush administration to rescue General Motors Corp. and Chrysler LLC. The tentative agreement calls for the appointment of a so-called car czar who could force General Motors and Chrysler into Chapter 11 bankruptcy if the companies don't come up with a restructuring plan by March 31, according to a senior Bush administration official who requested anonymity. Vivendi dropped 3 percent to 22.225 euros. France's biggest media company owns 54 percent of Activision Blizzard, the world's largest video-game publisher. Game Group, the U.K.'s biggest video-games retailer, fell 6.8 percent to 123.5 pence. Electronic Arts, the second-largest maker of video games, said yesterday after U.S. markets closed that 2009 revenue and profit will be less than forecast because of slow holiday sales in North America and Europe. Analysts expect full-year earnings at companies in the Stoxx 600 to fall 13 percent this year, compared with 11 percent growth predicted in January, according to Bloomberg data. Profits in the S&P 500 may drop 9.5 percent on average in 2008. Marks & Spencer Group Plc led U.K. retailers lower after Morgan Stanley said sales during Christmas could be the "worst in many years." The U.K.'s biggest clothing retailer fell 5 percent to 231.25 pence, while Kesa Electricals Plc declined 6.4 percent to 98.25 pence. Morgan Stanley said the two companies are "most likely to disappoint" this Christmas as earnings come under pressure from lower sales and increased discounting.

US MARKETS

U.S. stocks gained, recovering half of yesterday's slide, as higher energy and metal prices triggered a rally in commodity producers that overshadowed concern Congress won't rescue the nation's auto industry. Chesapeake Energy Corp. jumped 23 percent and Peabody Energy Corp. rallied 19 percent as crude and coal increased. Freeport-McMoRan Copper & Gold Inc., the largest publicly traded copper producer, climbed 16 percent. General Motors Corp. reversed a gain of more than 6 percent and Ford Motors Co. pared most of its advance as Republican senators vowed to stall the rescue bill. The Standard & Poor's 500 Index increased 1.2 percent to 899.22, with producers of energy and raw materials leading gains among 10 industry groups. The Dow Jones Industrial Average added 70.09 points, or 0.8 percent, to 8,761.42. The MSCI World Index of 23 developed markets rose 1.3 percent to 899.09. The S&P 500 extended its rebound from an 11-year low to 21 percent this week, marking a technical end to a 14-month bear market, as President-elect B.O. stepped up proposals to pull the economy out of a recession. The index has tumbled 43 percent from its 2007 record as the collapse of the subprime mortgage market curbed earnings for five straight quarters. The S&P 500 slid 2.3 percent yesterday after companies from FedEx Corp. to Danaher Corp. forecast earnings that disappointed investors as the deepening recession crimps sales. Chesapeake Energy, the second-biggest independent U.S. natural-gas producer, surged 23 percent to \$17.83 as gas climbed more than 2 percent. Chevron Corp., the second-largest U.S. energy company, advanced 3.8 percent to \$78.44. The S&P 500

Energy Index increased 4.7 percent, the biggest rally among 10 industries. Oil futures for January delivery rose 3.4 percent to \$43.52 a barrel in New York, helped by speculation Russia and the Organization of Petroleum Exporting Countries will cut production to end the five-month, \$100 slump in prices. Coal producers Peabody Energy Corp. and Massey Energy Co. gained as the fuel rose to the highest in seven days in Europe. Peabody added 19 percent to \$25.91, while Massey Energy rose 16 percent to \$15.71. Consol Energy Inc. rallied 14 percent to \$31.67. Freeport-McMoRan, the largest publicly traded copper producer, rallied 16 percent to \$22.89. Raw-material producers in the S&P 500 added 2.7 percent collectively, the second-biggest gain among 10 industries. Copper climbed almost 3 percent in New York. Alcoa Inc., the biggest U.S. aluminum company, gained the most in the Dow, climbing 6.8 percent to \$10.20. Home Depot Inc. gained the second-most, adding 4.7 percent to \$24.29. Yahoo! Inc., the owner of the second-most popular U.S. Internet search engine, climbed 9.9 percent to \$13.40 after a person familiar with the plan said the company will begin cutting about 1,500 jobs today in response to a slowdown in Internet advertising. While the shares have fallen 42 percent this year, Yahoo still has a price-to-earnings ratio based on reported results of 31.2, which is 12th highest in the S&P 500. Office Depot Inc. rallied 9.1 percent to \$2.65 after saying it will close 112 locations, or almost 10 percent, of its North American stores and cut 2,200 jobs. The world's second-largest office-supplies retailer has fallen 81 percent this year as it posted profit declines or losses in the past six quarters.

EMERGING MARKETS

Emerging-market bonds rose, sending borrowing costs to the lowest level in more than a week, as gains in stocks globally fueled demand for higher-yielding securities. The extra yield investors demand to own developing nation debt instead of U.S. Treasuries narrowed 8 basis points to 7.34 percentage points at 4:18 p.m. in New York, according to JPMorgan Chase & Co.'s EMBI+ Index. A basis point is 0.01 percentage point. The spread is the smallest since Nov. 28. Emerging-market countries' borrowing costs declined for a third straight day as the Standard & Poor's 500 Index gained 1.2 percent and the MSCI Asia Pacific Index added 3.3 percent. Five-year credit-default swaps based on Venezuela's bonds climbed 85 basis points to 23.68 percentage points, according to Bloomberg data.

CONTACT NAMES

Shadi Hanna

A.G.M Financial Markets Division

CAPITAL MARKETS

Ziad Moubarak Fixed Income
 Elie Ghanem
 Rhea Sawaya
 Yves Rahme Equity Desk
 Haytham Mroue
 Maguy Viltaki
 Hana Kara
 Youssef Abi Saab

PRIVATE BANKING

Joe Nader
 Marguerite Bazerli
 Rizkallah Semaan
 Jean-Michel Aoun

Please visit our website at: www.byblosbank.com