

Financially Yours,

October 14, 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	3.083	0.491	0.38	0.38	2
7 7/8 Lebanon May 11	7.875	20/05/2011	105.750	106.750	4.090	3.462	1.48	1.45	2
7.5 Lebanon Mar 12	7.500	19/03/2012	105.625	106.625	4.997	4.571	2.25	2.20	2
9 1/8 Lebanon Mar 13	9.125	12/03/2013	111.625	112.625	5.335	5.033	3.00	2.92	2
9 Lebanon May 14	9.000	02/05/2014	111.500	112.500	6.061	5.824	3.73	3.62	2
10 Liban Apr 15	10.000	25/04/2015	114.500	115.500	6.803	6.601	4.28	4.14	2
8.50 Lebanon Aug 15	8.500	06/08/2015	108.750	109.750	6.653	6.454	4.68	4.53	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	108.750	109.750	6.757	6.569	4.95	4.79	2
9 Lebanon Mar 17	9.000	20/03/2017	113.250	114.250	6.702	6.543	5.66	5.48	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	107.750	108.750	7.244	7.121	7.78	7.51	2

Emerging Eurobonds

USD	Coupon	Maturity	Bid	Offer	Mid Yield	Beirut Stock Exchange (closing 13.10.09)					
						Name	Rates	% Change	P/E 09	P/B 09	Div Yield
SOC. REP. VIET.	6.875	15/01/2016	106.531	106.781	5.594	Byblos bank	1.91	0.53%	6.43	0.82	5.24%
EVRAZ GRP SA	8.875	24/04/2013	98.750	99.250	9.214	Byblos bank Preferred	99	1.02%	-	-	-
IIB LUXG SA (IIB)	9.500	12/02/2010	99.500	101.500	7.732	Byblos bank Prty	1.92	1.05%	8.07	0.82	6.77%
R. SEYCHELLES	9.125	03/10/2011	25.961	26.039	96.525	Byblos Bank GDR	87.00	0.00%	10.84	0.24	5.32%
ATF BANK	9.250	12/04/2012	99.500	100.500	9.248	Audi	80.65	9.88%	13.15	1.67	2.47%
LAU	6.750	02/01/2018	104.00	106.00	5.950	Blom	87.55	5.42%	7.47	1.38	4.15%
ORASCOM TELECOM	7.875	08/02/2014	95.000	96.000	9.158	Solidere A	25.98	0.31%	23.47	2.43	4.43%
REP. VENEZUELA	8.500	08/10/2014	89.250	90.500	11.211	Solidere B	26.14	1.63%	23.61	2.44	4.40%
CELL C PTY LTD	11.000	01/07/2015	96.250	105.750	10.753	Holcim	13.5	-5.26%	-	-	5.93%
						Casino	390	-	-	-	-

Benchmark	Maturity	Yield	Equity Indices	Price	% Change	Arab Indices	Price	% Change
US TREASURY	2 YEARS	0.911	NASDAQ Comp	2139.89	0.04%	BLOM Stock Index .BLSI	1543.601	2.69%
	5 YEARS	2.291	NASDAQ 100	1730.27	0.04%	SAUDI All Share .SASI	6351.38	-0.77%
	10 YEARS	3.345	DJI	9871.06	-0.15%	Doha Stock Market .QSI	7292.5	-1.94%
	30 YEARS	4.187	S&P 500	1073.19	-0.28%	Kuwait SE .KWSE	7710.6	0.56%
EUR BUND	2 YEARS	1.301	Nikkei	10076.56	0.60%	Abu Dhabi SE .ADI	3222.23	0.14%
	5 YEARS	2.346	SMI	6321.26	-0.89%	Egyptian .CASE30	6811.56	-0.23%
	10 YEARS	3.161	CAC 40	3801.39	-1.15%	Dubai FM Gen Id .DFMGI	2303.91	-1.64%
	30 YEARS	3.919	DAX	5714.31	-1.19%	Morocco SI MSI	6634.57	-1.70%
			FTSE	5154.15	-1.08%	Bahrain .BAX	1565.75	-0.87%
			Euronext 100	664.23	-1.08%			

Tracker	Underlying	Last Price	% Change
FXI	China	42.77	0.75
EWG	Germany	22.72	-0.09
EWJ	Japan	9.92	-0.5
EWY	Korea	46.09	-0.67
EWT	Taiwan	12.32	-0.24
EWZ	Brazil	72.80	-0.19
IIF	India	22.06	0.32
RNE	Eastern Europe	16.04	-1.35
TKF	Turkey	13.51	-1.1
GLD	Gold	104.26	0.68
USO	Oil	38.15	1.22

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		
Gold / Oz	1064.20	0.71%
Silver / Oz	17.82	0.11%
Palladium / Oz	329.15	0.00%
Platinum / Oz	1352.80	1.00%
Copper/ Lbs	278.60	-2.18%
Aluminum / Lbs	87.00	-2.41%
Coffee / Lbs	138.45	0.29%
Cocoa EUR / 100 Kg	3096.00	0.91%
Wheat / Tone	511.25	3.44%
Soybean / Bsh	993.00	-0.60%
Wti / Bbl	74.15	1.20%
Brent	71.15	0.07%

Libor USD	Rate
1 months	0.25
3 Months	0.28
6 Months	0.60
1 Year	1.24
Libor EUR	
1 months	0.39
3 Months	0.70
6 Months	1.01
1 Year	1.23

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1500	1505		
Euro	1.488	1.4883	1.489	1.484
JPY	89.06	89.08	89.89	88.84
GBP	1.5955	1.596	1.5965	1.5904
CHF	1.0196	1.02	1.0226	1.0194
CAD	1.0281	1.0284	1.0325	1.0271
AUD	0.913	0.9134	0.9144	0.9055

Key Economic Calendar		
Data	Date	Forecast
US		
US MBA Purchase Index	14-Oct-09	
US Mortgage Market	14-Oct-09	
Euroland / Japan		
EZ Industrial Production	14-Oct-09	-15.5%

REGIONAL MARKETS

Lebanon's BLOM stock index rose 2.69 percent at 1543.601 points. Solidere's A rose 0.31 percent at \$25.98 and its B share rose 1.63 percent at \$26.14. Byblos Bank S.A.L. common rose 0.53 percent at 1.91 and its priority shares rose 1.05 percent at 1.92.

Doha's benchmark index slid the most in two months, led by Qatar Navigation and Industries Qatar, as investors pulled back on concern third-quarter earnings

may come in below analysts' expectations. Qatar's DSM 20 Index lost 1.9 percent, the biggest decline since Aug. 19, closing at 7,292.50. The Dubai Financial Market General Index fell 1.6 percent and Oman's MSM30 Index lost 1.7 percent. Saudi Arabia's Tadawul All Share Index retreated 0.8 percent. Bahrain's measure declined the most since Sept. 2, dropping 0.9 percent. Abu Dhabi's index added 0.1 percent and Kuwait's measure gained 0.6 percent.

TOP FX NEWS

The dollar traded near a 14-month low against the euro as signs the global economy is recovering spurred demand for higher-yielding assets. The dollar may decline against the pound for a second day before a government report forecast to show U.S. consumer prices gained last month, curbing demand for safe-haven assets. The yen weakened against the greenback on speculation the Bank of Japan will keep interest rates unchanged today amid the nation's fragile economic outlook. The U.S. currency traded at \$1.4846 per euro at 8:59 a.m. in Tokyo from \$1.4854 in New York yesterday, when it reached \$1.4876, the weakest level since Aug. 22, 2008. The yen was at 133.37 per euro from 133.26. The yen fell to 89.84 per dollar from 89.71. The dollar was at \$1.5937 per pound from \$1.5925. The dollar may weaken as economists in a Bloomberg News survey forecast U.S. consumer prices rose 0.2 percent in September following a 0.4 percent gain in August. The Labor Department is set to release the data tomorrow. Japan's central bank will leave its benchmark interest rate at 0.1 percent today, according to all 20 economists surveyed by Bloomberg News. The nation's producer prices fell for a ninth month in September as oil traded lower than last year's levels and demand for materials waned, the Bank of Japan said today.

USD/JPY	EUR/USD	GBP/USD	GOLD
Res: 090.19/090.47/090.82	Res: 1.4876/1.4953/1.5000	Res: 1.5940/1.6007/1.6063	Res: 1068.3/1077.2/1080.0
Sup: 089.43/088.65/088.01	Sup: 1.4799/1.4762/1.4674	Sup: 1.5829/1.5776/1.5708	Sup: 1054.4/1050.4/1041.5

EUROLAND

European stocks declined the most in a week after German investor confidence unexpectedly dropped and Meredith Whitney downgraded Goldman Sachs Group Inc., saying she was "far less bullish" on banking shares. Barclays Plc, the U.K.'s second-largest lender, slid 3.4 percent after Whitney cut her recommendation on Goldman Sachs to "neutral." Lloyds Banking Group Plc fell 2.1 percent after a person familiar with the matter said the mortgage lender would have to pay as much as 2 billion pounds (\$3.2 billion) to end its participation in the U.K.'s Asset Protection Scheme. The Dow Jones Stoxx 600 Index slipped 1 percent to 241.94 as all 19 industry groups retreated. The gauge has jumped 53 percent since March 9, pushing its valuation to 46.9 times reported earnings, near the most expensive level since June 2003, weekly data compiled by Bloomberg show. Johnson & Johnson of New Brunswick, New Jersey, the world's largest health-products company, reported revenue that missed analysts' forecasts today, even as profit topped estimates. National benchmark indexes retreated in all 18 western European markets. The U.K.'s FTSE 100 lost 1.1 percent and France's CAC 40 declined 1.2 percent. Germany's DAX also fell 1.2 percent as German investor confidence unexpectedly slid for the first time in three months in October, adding to concern a recovery in Europe's largest economy may not be robust. The ZEW Center for European Economic Research in Mannheim said its index of investor and analyst expectations, which aims to predict developments six months ahead, dropped to 56 from

57.7 in September. Economists had forecast an increase to 58.8, the median of 36 forecasts in a Bloomberg News survey showed. Deutsche Bank AG's Chief Executive Officer Josef Ackermann said yesterday at a conference in Frankfurt that the global financial industry and economy remain "fragile" because of the threat of corporate insolvencies and rising unemployment. Allianz SE, Europe's biggest insurer, expects stock markets to fall because economic recovery is lagging behind the 59 percent jump for the S&P 500 Index in the past seven months. Barclays dropped 3.4 percent to 360 pence, leading a gauge of banking shares in the Stoxx 600 1.5 percent lower. Whitney, who correctly predicted in 2007 that Citigroup Inc. would cut its dividend, downgraded Goldman Sachs from "buy." Lloyds, the U.K.'s biggest mortgage lender, slid 2.1 percent to 89.72 pence. The person, who declined to be named because talks between the bank and government are confidential, said the fee to opt out of the Asset Protection Scheme would be higher than the 1 billion pounds earlier reported by the Daily Telegraph and may reach 2 billion pounds. Lloyds spokesman Ross Keany in Edinburgh declined to comment. The Bank of England should expand its bond-purchase program to as much as 200 billion pounds (\$316 billion) next month to secure Britain's recovery from recession, the British Chambers of Commerce said. Jyske Bank sank 2.4 percent to 203 kroner. Marks & Spencer Group Plc, the U.K.'s largest clothing retailer, slid 4.3 percent to 346.9 pence.

US MARKETS

U.S. stocks fell, pulling benchmark indexes down from a one-year high, as banks slid on Meredith Whitney's downgrade of Goldman Sachs Group Inc. and insurers dropped as an overhaul of health care progressed in Congress. Goldman Sachs slipped 1.5 percent as Whitney cut the stock to "neutral" and said she was "far less bullish" on banking shares. UnitedHealth Group Inc. and Aetna Inc. dropped more than 3 percent to lead managed-care companies lower as the Senate Finance Committee approved an \$829 billion plan to overhaul the U.S. health system. Johnson & Johnson tumbled 2.4 percent on lower-than-estimated revenue. The Standard & Poor's 500 Index lost 0.3 percent to 1,073.19 at 4:06 p.m. in New York after rising for the previous six days, its longest streak of gains since June 2007. The Dow Jones Industrial Average fell 14.74 points, or 0.2 percent, to 9,871.06. The Nasdaq Composite added less than 0.1 percent to 2,139.89 as Cisco Systems Inc.'s purchase of Starent Networks Corp. helped buoy technology shares. The S&P 500 and Dow climbed to one-year highs yesterday amid speculation that improving corporate results will extend a seven-month advance in equities. Alcoa Inc. last week began the third-quarter earnings season with an unexpected profit. UnitedHealth Group Inc., the largest health insurer by sales, tumbled 3.7 percent to \$24.29 and Aetna Inc., the third- biggest, lost 3.3 percent to \$25.54. The group of six medical insurers has gained 2.4 percent so far this year, compared with the S&P 500's 19 percent advance, amid uncertainty about what effects the legislation will have on earnings. Goldman Sachs, which is scheduled to announce earnings Oct. 15, slid 1.5 percent to \$187.23 after Whitney downgraded the

bank to "neutral" from "buy." Goldman Sachs has surged 32 percent since Whitney, who correctly predicted Citigroup Inc.'s dividend cut in 2007, raised her rating on the bank to "buy" on July 13. She said in a note to clients today that while she remains "fundamentally constructive on Goldman Sachs over the long term, we prefer to invoke a 'why be greedy' rationale and lock in profits at these levels." JPMorgan Chase & Co. fell 0.9 percent and Wells Fargo lost 0.7 percent, helping send financial shares to the steepest decline among 10 industries in the S&P 500. Whitney said she has become less bullish on banks since they are now "at least fairly valued." The S&P 500 Financials Index has rallied about 150 percent from a 17-year low on March 6. Johnson & Johnson, the world's largest health-products company, lost 2.4 percent to \$61.01 even after earnings topped analysts' estimates. Revenue fell 5.3 percent to \$15.1 billion, below the \$15.2 billion anticipated by 14 analysts in a survey. Sales of medical devices didn't rise enough to counter slowing sales of drugs and consumer items. The bank cut MetLife Inc. and Ameriprise Financial Inc. to "neutral" from "outperform," sending shares of both down more than 2.7 percent. Bank of America Corp. lost 1.2 percent to \$17.81. The largest U.S. lender by assets failed to persuade a Delaware judge to dismiss a shareholder suit challenging the fairness of its \$33 billion buyout in January of Merrill Lynch & Co. Newmont Mining Corp., the largest U.S. gold producer, gained 2.6 percent to \$47.68 as gold rose to a record of \$1,069.70 an ounce in New York. Barrick Gold Corp. climbed 1.4 percent to \$39.90.

EMERGING MARKETS

Brazilian stocks gained for a third day, led by homebuilders and commodity producers, on the prospect faster economic growth will bolster earnings. Gafisa SA, Brazil's second-biggest homebuilder, rose the most in the Bovespa after economists increased their growth forecasts. Cyrela Brazil Realty S.A. Empreendimentos e Participacoes surged 6.6 percent on speculation its plan to sell 43 million shares will raise enough money for future projects. MMX Mineracao e Metalicos SA, the iron-ore miner controlled by billionaire Eike Batista, extended its longest winning streak in more than two years on speculation iron ore prices may rise. The Bovespa index advanced 0.9 percent to 64,645.59. The BM&FBovespa Small Cap index advanced 1.8 percent. The markets were closed yesterday for a holiday. Mexico's Bolsa rose 0.5 percent today and the MSCI Emerging Markets index added 0.2 percent. Gafisa led gains for homebuilders, advancing 8.8 percent to 29.92 reais.

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