

Financially Yours,

Your Daily Electronic Market Report

LEBANESE EUROBONDS

USD	Coupon	Maturity	Bid	Offer	Bid Yield	Offer Yield	Duration	Mduration	Frq
7.5 Lebanon Mar 12	7.500	19/03/2012	101.750	102.000	3.223	2.631	0.42	0.41	2
9 1/8 Lebanon Mar 13	9.125	12/03/2013	107.250	108.250	3.746	3.045	1.34	1.31	2
9 Lebanon May 14	9.000	02/05/2014	112.000	113.000	3.978	3.590	2.25	2.21	2
5.875 Lebanon Jan 2015	5.875	15/01/2015	105.000	106.000	4.205	3.883	2.96	2.90	2
8.50 Lebanon Aug 15	8.500	06/08/2015	114.750	115.750	4.250	3.986	3.31	3.25	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	114.750	115.750	4.633	4.394	3.64	3.56	2
9 Lebanon Mar 17	9.000	20/03/2017	118.600	119.600	5.034	4.843	4.48	4.37	2
6.375 Lebanon Mar 20	6.375	09/03/2020	104.625	105.625	5.673	5.527	6.63	6.45	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	116.875	117.875	5.900	5.775	6.98	6.78	2
7 Lebanon Dec 2024	7.000	03/12/2024	106.000	107.000	6.319	6.211	8.73	8.46	2

EMERGING MARKETS - EUROBONDS

USD	Coupon	Maturity	Bid	Offer	Mid Yield
DAR AL-ARKAN INT	10.750	18/02/2015	87.000	90.000	15.265
REP OF SRI LANKA	8.250	24/10/2012	102.000	104.000	5.173
PETROLEOS MEXICA.	6.000	05/03/2020	112.250	113.000	4.199
TAQA ABU DHABI	6.600	01/08/2013	105.905	106.345	3.042
ADCB F. CAYMAN	4.750	08/10/2014	105.030	105.470	2.892
PET. VENEZUELA	5.250	12/04/2017	56.000	57.000	18.086
ORASCOM	7.504	01/03/2022	87.250	88.250	9.368
REP.VENEZUELA	8.500	08/10/2014	88.000	89.000	13.311
CELL C PTY LTD	11.000	01/07/2015	97.000	102.000	11.157
BANCO DO BRASIL	4.500	22/01/2015	102.250	103.385	3.575
DOLPHIN ENER.LTD	5.888	15/06/2019	107.030	107.470	4.746

BEIRUT STOCK EXCHANGE as 13/10/2011

Name	Price	\$Change	%Chg	P/E 06	Div Yield
Byblos bank	1.65	0.03	1.85%	5.69	0.06
Byblos bank GDR	80	0.00	0.00%	-	-
Byblos bank Pref 08'	100	0.00	0.00%	-	-
Byblos bank Pref 09'	100	0.00	0.00%	-	-
Audi (GDR)	6.76	-0.09	-1.31%	0.93	0.29
Blom (GDR)	7.85	-0.10	-1.26%	0.67	0.46
Solidere A	14.93	-0.01	-0.07%	13.48	0.07
Solidere B	14.79	0.00	0.00%	13.36	0.07
Holcim	16.50	0.69	4.30%	-	-
Casino	540	0.00	-	-	-

Benchmark	Maturity	Yield
US TREASURY	2 YEARS	0.277
	5 YEARS	1.094
	10 YEARS	2.183
	30 YEARS	3.155
EUR BUND	2 YEARS	0.649
	5 YEARS	1.325
	10 YEARS	2.099
	30 YEARS	2.880

Equity Indices	Price	% Change
NASDAQ Comp	2620.05	0.60%
NASDAQ 100	2326.88	0.65%
DJI	11478.13	-0.35%
S&P 500	1203.66	-0.30%
Nikkei	8823.25	0.97%
SMI	5713.17	-1.18%
CAC 40	3186.94	-1.33%
DAX	5914.84	-1.33%
FTSE	5403.38	-0.71%
Euronext 100	591.55	-0.96%

Arab Indices	Price	%Change
BLOM Stock Index .BLSI	1218.882	0.07%
SAUDI All Share .SASI	6118.62	0.00%
Doha Stock Market .QSI	8418.16	0.00%
Kuwait SE .KWSE	5847.5	0.00%
Abu Dhabi SE .ADI	2486.86	0.00%
Egyptian .CASE30	4050.23	0.00%
Dubai FM Gen Id .DFMGI	1383.72	0.00%
Morocco CFG 25	5519.32	-10.49%
Bahrain .BAX	1147.5	-17.52%

Tracker Underlying	Last Price	% Change
FXI China	34.31	-1.18
EWG Germany	20.58	-0.44
EWJ Japan	9.60	0.00
EWY Korea	51.45	-1.06
EWT Taiwan	12.69	-0.63
EWZ Brazil	57.79	-0.91
IIF India	17.07	-2.29
RNE Eastern Europe	14.24	0.14
TKF Turkey	13.12	-1.28
GLD Gold	162.30	-0.59
USO Oil	32.65	-0.82

Byblos Bank Deposits	Rates
USD*	
1 months	1.75%
3 Months	1.75%
6 Months	1.80%
1 Year	1.80%
*Benchmark amount 100-200 thds	
LBP*	
1 months	5.00%
3 Months	5.00%
6 Months	5.15%
1 Year	5.15%
*Benchmark amount 100-300 Millions	

Commodities	Price	%Change
Gold / Oz	1667.30	-0.83%
Silver / Oz	31.63	-3.42%
Palladium / Oz	777.75	0.00%
Platinum / Oz	1786.80	0.00%
Copper/ Lbs	330.25	-2.60%
Aluminum / Lbs	108.50	-0.73%
Coffee / Lbs	237.65	3.57%
Cocoa EUR / 100 Kg	2630.00	-0.11%
Wheat / Tone	618.00	-1.40%
Soybean / Bsh	1257.00	1.41%
Wti / Bbl	84.41	-0.42%
Brent	113.44	-1.17%

Libor USD	Rate
1 months	0.24
3 Months	0.40
6 Months	0.59
1 Year	0.91
Libor EUR	Rate
1 months	1.30
3 Months	1.50
6 Months	1.72
1 Year	2.06

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1501	1510		
Euro	1.3765	1.3767	1.3782	1.372
JPY	76.88	76.94	76.98	76.82
GBP	1.574	1.5745	1.5765	1.5719
CHF	0.8988	0.8993	0.9008	0.8968
CAD	1.0215	1.022	1.0234	1.0203
AUD	1.0182	1.0187	1.02	1.0142

Key Economic Calendar		
Data	Date	Forecast
US		
U. Mich Sentiment	14-OCT-11	60.2
Business Inventories	14-OCT-11	0.40%
Euroland / Japan		
EZ Inflation	14-OCT-11	3.0%

REGIONAL MARKET

Lebanon's BLOM stock index rose 0.07 percent to 1218.832 points. Solidere A fell 0.07 percent to \$14.93 and its Solidere B remained unchanged at \$14.79 Byblos Bank S.A.L. rose 1.85 percent to 1.65.

Orascom Telecom Holding, North Africa's biggest mobile-network operator, plans to complete a split into two companies by the end of the year, Chairman Khaled

Bichara said. Shareholders of Cairo-based Orascom agreed as part of the deal to double capital to 14 billion Egyptian pounds (\$2.3 billion), restructure debt and create the new company in a spinoff. Reuters reported today that the split will be concluded by the end of 2011. Orascom Telecom gained 1.6 percent to 3.22 Egyptian pounds at the close of Cairo trading

TOP FX NEWS

The euro held a decline from yesterday against the yen after Spain's credit rating was cut by Standard and Poor's, stoking concern Europe's debt crisis will spread. The 17-nation currency trimmed its first weekly advance in a month against the greenback after S&P downgraded Spain to AA- from AA with a negative outlook. The dollar and yen gained against most major peers as investors sought the safest assets. Singapore's dollar rose after the nation's central bank didn't ease policy as much as some analysts had expected. The downgrade will "keep the pressure on the negative aspects of the European story," said Imre Speizer, a strategist in Auckland at Westpac Banking Corp., Australia's second-largest lender. "The euro had a decent drop. A month out and longer, I see it below \$1.3150." The euro was little changed at 105.92 yen as of 1:22 pm. in Tokyo, after falling 0.6 percent to 105.95 yen yesterday. The shared currency was at \$1.3774 from \$1.3777. The dollar was unchanged at 76.90 yen. Spain's rating has been lowered by S&P three times since 2009, when the country lost its AAA status. A jobless rate as high as 21 percent may weigh on private consumption, the company said. Singapore's dollar rose after the Southeast Asian nation's central bank said it will reduce the currency band's slope to slow the pace of appreciation. Seven of 22 analysts in a Bloomberg News survey forecast an easing of monetary conditions.

USD/JPY

Res: 77.07/77.26/77.86
 Sup: 76.52/76.34/76.11

EUR/USD

Res: 1.3698/1.3799/1.3848
 Sup: 1.3604/1.3564/1.3525

GBP/USD

Res: 1.5689/1.5716/1.5785
 Sup: 1.5583/1.5502/1.5432

GOLD

Res: 1684.7/1703.0/1727.3
 Sup: 1671.0/1645.7/1639.0

EUROLAND

European stocks fell from a two-month high as Chinese exports slowed and the European Central Bank warned imposing further losses on holders of Greek debt posed a risk to the euro area's financial stability. Carrefour SA retreated 5.9 percent after saying its profit may drop as much as 20 percent this year. Roche Holding AG slid 4.5 percent after posting third-quarter revenue that missed analysts' estimates. Alcatel-Lucent surged 5.3 percent on a report France's biggest telecommunications equipment maker will sell its corporate call-center business. The benchmark Stoxx Europe 600 Index dropped 1.1 percent to 236.53 at the close in London. The gauge rose 1.7 percent yesterday for its biggest six-day rally since January 2009. The Stoxx 600 has still tumbled 19 percent from its high on Feb. 17 amid concern that the sovereign debt crisis in Europe will spread from Greece to the larger economies of Italy and Spain. European banks extended losses as the European Central Bank said financial institutions' involvement in euro-area bailouts through enforced investor losses posed a risk to financial stability and would have "direct negative effects" on lenders. Austria's Raiffeisen Bank International AG dropped 3.2 percent to 22.50 euros and Commerzbank AG, Germany's second-biggest lender, slipped 4.8 percent to 1.76 euros. UniCredit SpA plunged 12 percent to 92.7 euro cents, its largest slide since March 2009. China's export growth slowed to its weakest pace in seven months. Officials said that trade faces "severe challenges" as the yuan strengthens and confidence slides in developed nations. The U.K.'s FTSE 100 Index slid 0.7 percent. France's CAC 40 Index and Germany's DAX Index both slipped 1.3 percent. Carrefour sank 5.9 percent to 16.85 euros after the world's second-largest retailer lowered its forecast for the second time in three months, saying this year's profit may fall further than it had estimated because of a slump in Europe. Roche sank 4.5 percent to 140.90 Swiss francs after Europe's second-largest drugmaker reported revenue that fell 15 percent as the franc gained and revenue declined for the company's three top medicines. Group sales declined to 9.82 billion francs (\$11 billion) from 11.5 billion francs a year earlier, the Basel, Switzerland-based company said in an e-mailed statement today. That missed the 10.2 billion-franc average estimate of 15 analysts surveyed by Bloomberg. Alcatel-Lucent increased 5.3 percent to 2.18 euros after the Financial Times reported that the company agreed to sell the call-center business for as much as \$1.5 billion to private-equity firm Permira Advisers LLP. The newspaper did not say where it got the information. Both companies declined to comment. Mitchells & Butlers Plc tumbled 6.9 percent to 235.1 pence.

US MARKETS

U.S. stocks fell, paring gains from the best Standard & Poor's 500 Index rally over seven days since 2009, amid lower earnings from JPMorgan Chase & Co. and concern equities rose too much on optimism about Europe's debt crisis. Stocks trimmed losses as chipmakers in the S&P 500 added 1.9 percent and Yahoo! Inc. rose as much as 3.8 percent after people with knowledge of the matter said KKR & Co. and Blackstone Group LP are among firms considering bids for the company. JPMorgan dropped 4.8 percent after reporting a 33 percent profit decline, excluding a \$1.9 billion accounting benefit, as investment banking and trading income slumped. The S&P 500 retreated 0.3 percent to 1,203.66 at 4 p.m. New York time, paring its loss from 1.4 percent. It had rebounded 9.8 percent from a 13-month low on Oct. 3 through on Wednesday. The Dow Jones Industrial Average decreased 40.72 points, or 0.4 percent, to 11,478.13 today. The Nasdaq Composite Index climbed 0.6 percent, rallying a fourth straight day. The S&P 500 rose 4.5 percent over the previous three days after German Chancellor Angela Merkel said European leaders would do "everything necessary" to ensure banks have adequate capital. The rebound had yet to bring the gauge out of a price range where it's traded for more than two months. The index has fluctuated between 1,074.77 and 1,230.71 since Aug. 5. Yahoo added 1 percent to \$15.93 during the regular trading session. KKR and Blackstone may become part of a consortium that would pool the financing needed for a bid, said the people, who asked not to be identified because the review is preliminary and the firms may decide not to make an offer. U.S. equities followed European stocks lower as the European Central Bank said the involvement of the private sector in euro-area bailouts through enforced investor losses is a risk to financial

stability and would have "direct negative effects" on the banking sector. Pacific Investment Management Co. Chief Executive Officer Mohamed A. El-Erian said European leaders are beginning to recognize the need for Greek bondholders to take bigger losses than previously agreed. Bank of America Corp., the largest U.S. lender by assets, dropped 5.5 percent to \$6.22. Citigroup Inc. declined 5.3 percent to \$27.64. The Morgan Stanley Cyclical Index of companies most-tied to the economy declined 0.9 percent. The Dow Jones Transportation Average retreated 0.6 percent. FedEx Corp. lost 1.7 percent to \$73.87. General Electric Co. decreased 1.1 percent to \$16.22. The threat of a bear market is receding after the S&P 500 rallied the most in 31 months, leaving the gauge about 1 percent away from a level where two advances have stopped since August. The measure climbed 1 percent yesterday. Gains were reduced in the last hour of trading on Wednesday after the S&P 500 climbed past 1,220, just above levels reached on Sept. 16 and Aug. 31 when declines began. The lowest prices relative to earnings since 2009 and a shortage of better investment options have boosted equities, according to David Spika, who helps oversee \$14 billion as an investment strategist at Westwood Holdings Group Inc. in Dallas. The KBW Bank Index slumped 2.9 percent. JPMorgan fell 4.8 percent to \$31.60 after revenue at its investment-banking unit fell 13 percent from the second quarter as concern that Greece would default and U.S. lawmakers would fail to raise the debt ceiling roiled markets during the third quarter. The firm said the division will face similar market conditions for the rest of the year. Google Inc. The owner of the world's most popular search engine reported sales and profit that beat estimates as businesses spent more on advertising to online consumers.

EMERGING-MARKETS

Emerging-market equity funds posted the smallest outflows in more than a month amid efforts by policy makers to restore confidence among investors, according to Citigroup Inc. Withdrawals from developing-nation stock funds slowed to \$905 million in the week ended Oct. 12, an 11th consecutive week of outflows, Citigroup analyst Markus Rosgen said in a report today, citing figures compiled by EPFR Global. The outflows were the least since \$600 million was pulled in the week ended Aug. 31, according to Citigroup.

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