

Financially Yours,

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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	9.548	8.241	0.78	0.74	2
7.125 Lebanon Mar 10	7.125	03/05/2010	97.500	98.500	9.334	8.436	1.16	1.11	2
7 7/8 Lebanon May 11	7.875	05/20/2011	96.750	97.750	9.401	8.923	2.24	2.14	2
9 1/8 Lebanon Mar 13	9.125	03/12/2013	96.500	97.500	10.154	9.853	3.51	3.34	2
8 5/8 Lebanon June 13	8.625	06/20/2013	94.500	95.500	10.177	9.886	3.64	3.47	2
9 Lebanon May 14	9.000	05/02/2014	94.500	95.500	10.355	10.101	4.30	4.09	2
10 Liban Apr 15	10.000	04/25/2015	97.500	99.500	10.538	10.098	4.78	4.54	2
8.50 Lebanon Aug 15	8.500	08/06/2015	91.000	93.000	10.408	9.963	4.97	4.73	2
8 1/2 Lebanon Jan 16	8.500	01/19/2016	90.000	92.000	10.535	10.105	5.18	4.92	2
8 1/4 Lebanon Apr 21	8.250	04/12/2021	81.000	83.000	11.115	10.771	7.34	6.96	2

Emerging Eurobonds

Emerging Eurobonds						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	103.478	103.603	3.663	Byblos bank	1.69	0.00%	7.10	3.94	1.69
EVRAZ GRP SA	8.875	04/24/2013	54.000	57.000	26.773	Byblos bank Preferred	104	0.00%	-	-	104
IIB LUXG SA (IIB)	9.500	02/12/2010	38.000	48.000	105.925	Byblos bank Prty	1.64	-1.20%	6.89	3.83	1.64
R. SEYCHELLES	9.125	10/03/2011	29.000	34.000	61.939	Audi	54	0.00%	8.80	0.20	54
ATF BANK	9.250	04/12/2012	74.000	80.000	18.872	Blom	68.55	0.00%	7.19	0.14	68.55
LAU	6.750	02/01/2018	94.547	94.547	7.874	Solidere A	16.96	-0.06%	12.48	1.17	16.96
ORASCOM TELECOM	7.875	02/08/2014	50.000	60.000	23.343	Solidere B	17.02	-0.47%	12.52	1.17	17.02
REP. VENEZUELA	8.500	10/08/2014	53.000	55.500	23.224	Holcim	15.93	0.00%	-	-	15.93
CELL C PTY LTD	11.000	07/01/2015	78.150	83.150	15.858	Fransabank	25.5	-	-	-	-
						Casino	350	-	-	-	-

Benchmark	Maturity	Yield	Equity Indices	Price	% Change	Arab Indices	Price	% Change
US TREASURY	2 YEARS	0.767	NASDAQ Comp	1540.72	2.18%	BLOM Stock Index .BLSI	1190.171	-0.12%
	5 YEARS	1.540	NASDAQ 100	1206.65	2.22%	SAUDI All Share .SASI	4780.46	-1.30%
	10 YEARS	2.588	DJI	8629.68	0.75%	Doha Stock Market .QSI	6420.53	4.12%
	30 YEARS	3.059	S&P 500	879.73	0.70%	Kuwait SE .KWSE	8910.7	0.50%
EUR BUND	2 YEARS	2.224	Nikkei	8235.87	-5.56%	Abu Dhabi SE .ADI	2733.33	-0.77%
	5 YEARS	2.805	SMI	5636.17	-1.63%	Egyptian .CASE30	4302.03	2.37%
	10 YEARS	3.297	CAC 40	3213.6	-2.80%	Dubai FM Gen Id .DFMGI	1960.84	-0.71%
	30 YEARS	3.832	DAX	4767.2	-0.78%	Morocco SI MSI	6096.7	-1.16%
			FTSE	4280.35	-2.47%	Bahrain .BAX	1932.6	0.45%
			Euronext 100	540.67	-2.47%			

Tracker	Underlying	Last Price	% Change
FXI	China	29.99	-0.43
EWG	Germany	17.53	0.46
EWJ	Japan	9.12	2.24
EWY	Korea	26.89	-1.28
EWT	Taiwan	8.00	0
EWZ	Brazil	36.08	2.15
IIF	India	13.46	3.62
RNE	Eastern Europe	8.75	1.85
TKF	Turkey	6.01	-1.64
GLD	Gold	80.81	0.2
USO	Oil	38.10	-1.4

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	818.90	-0.73%
Silver / Oz	1019.90	-1.84%
Palladium / Oz	174.50	-4.90%
Platinum / Oz	822.10	-2.77%
Copper/ Lbs	140.60	-5.42%
Aluminum / Lbs	0.69	-4.16%
Coffee / Lbs	111.05	2.40%
Cocoa EUR / 100 Kg	2400.00	0.76%
Wheat / Tone	513.00	-0.25%
Soybean / Bsh	854.00	-0.29%
Wti / Bbl	47.07	3.16%
Brent	42.72	-2.67%

Libor USD	Rate
1 months	1.04
3 Months	1.92
6 Months	2.22
1 Year	2.42
Libor EUR	Rate
1 months	2.97
3 Months	3.29
6 Months	3.37
1 Year	3.48

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1499.5	1502.5		
Euro	1.3482	1.3485	1.3496	1.3369
JPY	90.92	90.97	91.35	90.5
GBP	1.501	1.5016	1.5067	1.4952
CHF	1.1711	1.1716	1.1768	1.1689
CAD	1.2358	1.2364	1.2464	1.2357
AUD	0.6667	0.6672	0.6703	0.6614

Key Economic Calendar		
Data	Date	Forecast
US		
US Industrial Output	15-Dec-08	
Euroland / Japan		
T Consumer Price	15-Dec-08	2.70%

REGIONAL MARKETS

Lebanon's BLOM stock index fell 0.12 percent to 1190.171 points. Solidere's A fell 0.06 percent to \$16.96 and its B share fell 0.47 percent to \$17.02. Byblos Bank S.A.L. common remains unchanged at 1.69 and its priority shares fell 1.20% at 1.64.

Persian Gulf shares fell, led by Al- Rajhi Bank and Emirates NBD PJSC, on speculation fourth-quarter

earnings at banks will be affected by the global financial crisis. Qatari stocks rose for a fifth day. Saudi Arabia's Tadawul All Share Index lost 1.3 percent to close at 4,780.46 in Riyadh. The Dubai Financial Market General Index declined 1.3 percent and the Abu Dhabi Securities Exchange General Index fell 0.9 percent.

TOP FX NEWS

The dollar fell to an eight-week low versus the euro on speculation a U.S. bailout for the country's automakers will leave the government less money to protect the financial system. The greenback approached a 13-year low against the yen after U.S. President George W. Bush's administration said it may use funds set aside for banks to prevent General Motors Corp. and Chrysler LLC from "collapsing." The dollar fell against the British pound as traders bet on Federal Reserve interest-rate cuts. South Korea's won rose on speculation currency swaps with Japan and China will ease a shortage of foreign exchange. The dollar fell to \$1.3468 per euro as of 1:04 p.m. in Tokyo from \$1.3369 on Dec. 12, after touching an eight-week low of \$1.3472. The dollar slid to 90.93 yen from 91.21. It dropped to 88.53 yen on Dec. 12, the weakest level since August 1995. Against the British pound, the dollar declined to \$1.5028 from \$1.4944. The euro rose to 122.47 yen from 121.83. The dollar may fall to 90 yen today, Amikura said. South Korea's won rose 1.7 percent to 1,350.05 per dollar. South Korea on Dec. 12 expanded currency swap deals with China and Japan to \$28 billion and \$20 billion, respectively. The won has fallen 30 percent against the dollar this year, the worst performer among Asian currencies.

USD/JPY

Res: 091.99/093.03/093.91

Sup: 089.96/089.42/088.10

EUR/USD

Res : 1.3416/1.3431/1.3598

Sup: 1.3313/1.3250/1.3160

GBP/USD

Res: 1.5034/1.5133/1.5260

Sup: 1.4893/1.4818/1.4750

GOLD

Res: 828.60/834.70/844.00

Sup: 815.00/808.10/803.00

EUROLAND

European stocks rose this week, led by construction companies and commodity producers, on speculation a U.S. stimulus plan will prevent a prolonged recession in the world's largest economy. Lafarge SA, the biggest cement maker, and Holcim Ltd. climbed at least 11 percent as President-elect Barack Obama said he is planning the most extensive public-works spending package since the 1950s. Rio Tinto Group, the third-largest mining company, surged 42 percent after saying it will reduce debt. Gains in the Dow Jones Stoxx 600 Index were limited after the Senate rejected a \$14 billion plan to rescue U.S. carmakers. The Stoxx 600 added 4.4 percent to 198.22, bringing the rebound from this year's low in November to 8.8 percent as governments from the U.S. to India announced packages to buoy the global economy and prevent earnings from tumbling. Stimulus "plans offer oxygen as we face an accumulation of bad news," said Pierre Nebout, a fund manager at Edmond de Rothschild Asset Management in Paris, which oversees \$3.9 billion in stocks. "The market welcomes them," he said in a Bloomberg Television interview. The Stoxx 600 has tumbled 46 percent in 2008 as almost \$1 trillion in bank losses and writedowns froze credit markets and pushed the U.S., Europe and Japan into the first simultaneous recessions since World War II. National benchmark indexes rose in all 18 western European markets this week except Iceland. Germany's DAX Index added 6.4 percent. France's CAC 40 climbed 7.6 percent and the U.K.'s FTSE 100 increased 5.7 percent. Lafarge gained 11 percent. Holcim, the world's second- biggest cement maker, advanced 19 percent. Lafarge gets 24 percent of its sales in North America, while Holcim generates almost 20 percent of revenue there. Obama said

Dec. 6 he will boost investment in roads, bridges and public buildings to create and preserve 2.5 million jobs. That's the largest public works program since President Dwight D. Eisenhower created the interstate highway system. Mining stocks climbed 17 percent as a group this week, the best-performing industry in the Stoxx 600. Rio Tinto surged 42 percent after the company said it will cut 14,000 jobs and slash spending next year to reduce debt as the global financial crisis curbs demand for metals. Lonmin Plc, the third-largest platinum producer, and Vedanta Resources Inc., the mining company controlled by billionaire Anil Agarwal, each soared 29 percent. Copper added 4.1 percent on the London Metal Exchange this week, while gold increased 8.7 percent. Platinum also advanced. Energy shares posted the third-best weekly performance as a group in the Stoxx 600 as crude oil rebounded on the New York Mercantile Exchange. Tullow Oil Plc, the U.K. explorer with the most licenses in Africa, jumped 30 percent after saying it will increase the size of its resource estimates following "successful" drilling at wells in Ghana and Uganda. Nokian Renkaat Oyj fell 7.3 percent this week after the Nordic region's biggest tiremaker cut its full-year sales and earnings outlook. Analysts expect profits at companies in the Stoxx 600 to fall 15 percent this year, compared with 11 percent growth forecast at the beginning of 2008. Infineon Technologies AG, Europe's second-largest chipmaker, slid 31 percent after competitors United Microelectronics Corp. and National Semiconductor Corp. cut quarterly sales forecasts.

US MARKETS

U.S. stocks gained as a record jump in commodity prices lifted energy and metal companies and technology stocks advanced on the prospect President-elect Barack Obama's spending proposal will revive economic growth. Exxon Mobil Corp. advanced 5 percent and Freeport-McMoRan Copper & Gold Inc. rallied 33 percent, driven by the 8.8 percent jump by the Reuters/Jefferies CRB Index of 19 raw materials. Intel Corp. and Google Inc. rose more than 10 percent as Nancy Pelosi said the U.S. House may act next month on Obama's stimulus plan, which may reach \$600 billion. General Motors Corp. surged at the beginning of the week on speculation lawmakers would approve a bailout, only to retreat after the Senate's rejection. The Standard & Poor's 500 Index added 0.4 percent to 879.73 this week. It alternated between gains and losses every day and posted moves exceeding 2 percent three times. The Dow Jones Industrial Average slid 5.74 points, or 0.1 percent, to 8,629.68 as JPMorgan Chase & Co. and American Express Co. fell. The S&P 500's 3.8 percent surge on Dec. 8 marked the technical end to a 14-month bear market by giving the index a 20 percent gain from its November low. Still, the equity benchmark is down 40 percent for the year. Energy companies and raw-material producers posted the biggest gains among S&P 500 industries, adding 8.5 percent and 5.6 percent, respectively. Exxon, ConocoPhillips and Chevron Corp. climbed more than 5 percent. Freeport-McMoRan, the world's second-largest copper producer, rose \$5.48 to \$22.28 for the steepest advance since it began trading 13 years ago. Chesapeake Energy Corp. surged 47 percent,

the most since the stock went public in 1993, to \$16.64. The second-biggest independent U.S. natural-gas producer said it will cut spending and increase cash because of a plunge in prices. Oil increased 13 percent to \$46.28 on speculation Russia and the Organization of Petroleum Exporting Countries will cut production to end the five-month slump in prices. The gain helped the Reuters/Jefferies CRB Index, created in 1956, rebound from last week's record loss. The U.S. Dollar Index fell 4 percent, the steepest decline since 1985, this week. Technology stocks in the S&P 500 climbed 4.4 percent, the second advance in six weeks. The industry may benefit from Obama's plan to boost infrastructure and technology spending. The package is expected to be the biggest since the 1950s. Yahoo! Inc. jumped 13 percent to \$13.15 for a third week of gains, the longest stretch since February. The owner of the second-most popular U.S. Internet search engine began cutting 1,500 jobs in response to a slowdown in Internet advertising, according to a person familiar with the matter. GM gained 21 percent on Dec. 8, only to erase the advance in the next four days. The automaker, which said it will run out of cash by month's end as sales slump, won a reprieve as the Bush administration said it might finance an industry rescue with funds set aside for banks. The stock slid 3.4 percent to \$3.94, a second week of losses. Ford Motor Co. climbed for a third week, rising 12 percent to \$3.04 for the longest streak of gains since May. The second-biggest U.S. automaker said it won't seek a short-term bridge loan from the government because it doesn't face a "near-term liquidity issue."

EMERGING MARKETS

Emerging-market stocks slumped the most in three weeks on concern the rejection of a U.S. automaker bailout will deepen the global economic slump, sapping demand for metals and energy. Rosneft Oil Co., Russia's biggest crude producer, sank as much as 9.6 percent, while Anglo Platinum Ltd., the world's largest producer of the metal used in autocatalysts to cut exhaust fumes, dropped 9.2 percent in Johannesburg. Global depositary receipts of OAO TMK, the world's second-biggest maker of pipes for the oil and gas industry, plunged 17 percent in London, the steepest retreat in the MSCI Emerging Markets index. Developing nations' shares have fallen a record 56 percent this year, more than the 45 percent decline in the MSCI World Index, as the worst financial crisis since the Great Depression crimps export earnings and damps growth in the most vulnerable economies. The MSCI Emerging Markets Index fell 3 percent to 551.71 as of 4:45 p.m. New York time, its steepest drop since Nov. 20.

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