

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	3.079	2.467	0.40	0.40	2
9 1/8 Lebanon Mar 13	9.125	12/03/2013	107.250	108.250	3.695	2.988	1.32	1.30	2
9 Lebanon May 14	9.000	02/05/2014	112.000	113.000	3.954	3.564	2.24	2.20	2
5.875 Lebanon Jan 2015	5.875	15/01/2015	105.000	106.000	4.199	3.876	2.95	2.89	2
8.50 Lebanon Aug 15	8.500	06/08/2015	114.750	115.750	4.236	3.972	3.30	3.23	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	114.750	115.750	4.623	4.383	3.62	3.54	2
9 Lebanon Mar 17	9.000	20/03/2017	118.600	119.600	5.026	4.834	4.46	4.36	2
6.375 Lebanon Mar 20	6.375	09/03/2020	104.625	105.625	5.672	5.526	6.62	6.44	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	116.875	117.875	5.898	5.772	6.97	6.77	2
7 Lebanon Dec 2024	7.000	03/12/2024	106.000	107.000	6.319	6.211	8.71	8.45	2

EMERGING MARKETS - EUROBONDS

USD	Coupon	Maturity	Bid	Offer	Mid Yield
DAR AL-ARKAN INT	10.750	18/02/2015	89.000	92.000	14.438
REP OF SRI LANKA	8.250	24/10/2012	103.000	104.000	4.628
PETROLEOS MEXICA.	6.000	05/03/2020	112.250	113.000	4.199
TAQA ABU DHABI	6.600	01/08/2013	106.030	106.470	2.946
ADCB F. CAYMAN	4.750	08/10/2014	105.280	105.595	2.819
PET. VENEZUELA	5.250	12/04/2017	56.000	57.000	18.113
ORASCOM	7.504	01/03/2022	88.750	90.000	9.102
REP.VENEZUELA	8.500	08/10/2014	88.000	89.000	13.330
CELL C PTY LTD	11.000	01/07/2015	98.000	103.000	10.821
BANCO DO BRASIL	4.500	22/01/2015	102.000	103.625	3.573
DOLPHIN ENER.LTD	5.888	15/06/2019	107.780	108.220	4.632

BEIRUT STOCK EXCHANGE as 18/10/2011

Name	Price	\$Change	%Chg	P/E 06	Div Yield
Byblos bank	1.65	0.02	1.23%	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)	6.83	0.00	0.00%	0.94	0.29
Blom (GDR)	7.79	-0.06	-0.76%	0.66	0.47
Solidere A	14.78	0.00	0.00%	13.35	0.07
Solidere B	14.75	0.00	0.00%	13.32	0.07
Holcim	16.50	0.69	4.30%	-	-
Casino	540	0.00	-	-	-

Benchmark	Maturity	Yield
US TREASURY	2 YEARS	0.270
	5 YEARS	1.065
	10 YEARS	2.184
	30 YEARS	3.187
EUR BUND	2 YEARS	0.611
	5 YEARS	1.247
	10 YEARS	2.013
	30 YEARS	2.825

Equity Indices	Price	% Change
NASDAQ Comp	2657.92	1.63%
NASDAQ 100	2364.88	1.20%
DJI	11577.05	1.58%
S&P 500	1225.38	2.04%
Nikkei	8741.91	-1.55%
SMI	5682.51	-0.71%
CAC 40	3141.1	-0.79%
DAX	5877.41	0.31%
FTSE	5410.35	-0.48%
Euronext 100	586.12	-0.62%

Arab Indices	Price	%Change
BLOM Stock Index .BLSI	1218.331	0.11%
SAUDI All Share .SASI	6150.64	0.31%
Doha Stock Market .QSI	8400.04	-0.83%
Kuwait SE .KWSE	5897.3	-0.02%
Abu Dhabi SE .ADI	2446.78	-0.29%
Egyptian .CASE30	4214.72	-0.81%
Dubai FM Gen Id .DFMGI	1357.71	-0.62%
Morocco CFG 25	5539.66	-10.16%
Bahrain .BAX	1147.77	-17.50%

Tracker Underlying	Last Price	% Change
FXI China	34.14	1.70
EWG Germany	20.60	2.49
EWJ Japan	9.67	0.94
EWY Korea	52.98	2.63
EWT Taiwan	12.76	1.43
EWZ Brazil	58.00	2.69
IIF India	17.26	-0.23
RNE Eastern Europe	14.55	1.97
TKF Turkey	13.09	3.40
GLD Gold	161.84	-0.48
USO Oil	34.15	2.15

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	1651.70	-1.42%
Silver / Oz	31.80	0.03%
Palladium / Oz	777.75	0.00%
Platinum / Oz	1786.80	0.00%
Copper/ Lbs	335.55	-0.53%
Aluminum / Lbs	108.05	0.00%
Coffee / Lbs	231.50	-1.07%
Cocoa EUR / 100 Kg	2571.00	-1.95%
Wheat / Tone	625.25	0.16%
Soybean / Bsh	1250.75	-0.18%
Wti / Bbl	88.48	2.54%
Brent	112.06	-1.62%

Libor USD	Rate
1 months	0.24
3 Months	0.41
6 Months	0.60
1 Year	0.91
Libor EUR	
1 months	1.31
3 Months	1.51
6 Months	1.72
1 Year	2.07

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1501	1510		
Euro	1.3825	1.3828	1.3831	1.3723
JPY	76.72	76.78	76.83	76.63
GBP	1.577	1.5773	1.5772	1.5697
CHF	0.8957	0.8961	0.9	0.8949
CAD	1.0098	1.0102	1.0155	1.0097
AUD	1.0322	1.0323	1.0334	1.0229

Key Economic Calendar	Date	Forecast
US		
CPI	19-OCT-11	0.20%
Housing Starts	19-OCT-11	0.59m
Euroland / Japan		
EZ Current Account	19-OCT-11	N/A

REGIONAL MARKET

Lebanon's BLOM stock index rose 0.11 percent to 1218.831 points. Solidere A remained unchanged at \$14.78 and its Solidere B remained unchanged at \$14.75 Byblos Bank S.A.L. remained unchanged at 1.63.

The six-day rally in Qatar Islamic Bank SAQ sukuk pushed yields to a record low as investors sought safer

assets amid Europe's debt crisis and after the biggest lenders in the Persian Gulf nation beat profit estimates. The yield on the bank's 3.856 percent Islamic bonds due in October 2015 dropped eight basis points to 2.799 percent on Oct. 17, according to prices compiled by Bloomberg, before gaining four basis points to 2.835 percent yesterday

TOP FX NEWS

The euro advanced against the dollar before European Union leaders hold a summit on Oct. 23 to deal with the region's debt crisis. The common currency extended a gain from yesterday, which came as the Guardian newspaper reported Germany and France support quadrupling the size of Europe's rescue fund. The dollar and the yen fell against most of their major peers as Asian stocks rose, increasing appetite for risk assets. South Korea's won advanced after a currency-swap accord with Japan was increased. The euro advanced 0.4 percent to \$1.38 as of 1:40 p.m. in Tokyo and added 0.2 percent to 105.87 yen. The Japanese currency rose 0.2 percent to 76.71 per dollar. The MSCI Asia Pacific Index of stocks climbed 0.7 percent. The 17-nation currency advanced versus the dollar yesterday as the Guardian reported that the euro area's two biggest members agreed ahead of this weekend's summit to increase the size of the European Financial Stability Facility from 440- billion euros (\$607 billion) to 2 trillion euros and also support recapitalization of the region's banks to meet a 9 percent capital ratio that may be required by the European Banking Authority. A spokesman for German Chancellor Angela Merkel declined to comment. Merkel said yesterday that the EU summit will mark an important step, though not the final one, in solving the region's debt crisis.

USD/JPY

Res: 77.48/77.86/78.10

Sup: 76.67/76.51/76.31

EUR/USD

Res: 1.3825/1.3862/1.3880

Sup: 1.3715/1.3726/1.3739

GBP/USD

Res: 1.5853/1.5904/1.5944

Sup: 1.5785/1.5722/1.5666

GOLD

Res: 1691.7/1703.0/1727.3

Sup: 1662.0/1654.7/1639.0

EUROLAND

European stocks fell as concern that France may lose its top credit rating added pressure on the region's leaders to find a solution to the debt crisis and as China's economy grew at the slowest pace in two years. BHP Billiton Ltd. and Rio Tinto Group led mining shares lower as metals declined. BNP Paribas SA and Societe Generale SA sank more than 3.5 percent as Moody's Investors Service said France's Aaa rating is under strain. Danone rose 2.2 percent as it was said to be in talks to sell water assets to Japan's Suntory Holdings Ltd. The benchmark Stoxx Europe 600 Index slipped 0.4 percent to 235.33 at the close of trading. The gauge retreated 1 percent on Monday as a German government spokesman said that euro-area leaders will not provide a complete fix to the debt crisis at their next meeting. The measure has still rallied 9.5 percent from this year's low on Sept. 22. National benchmark indexes retreated in half of the 18 western European markets. The U.K.'s FTSE 100 dropped 0.5 percent and France's CAC 40 fell 0.8 percent, while Germany's DAX advanced 0.3 percent. German Chancellor Angela Merkel told lawmakers today that the Oct. 23 meeting will mark an important step, though not the final one, in solving the euro-area debt crisis, a participant at the meeting said. Delegates from the 17 euro nations are moving millimeter by millimeter, the official told reporters in Berlin today on condition of anonymity because the talks were held in private. Merkel's comments to a gathering of her Christian Democrat caucus marked the second time in two days that she has sought to damp expectations that the European crisis-fighting effort would climax at the summit in Brussels. BHP Billiton, the world's biggest mining company, lost 0.8 percent to 1,894 pence, while Rio Tinto, the second-largest, sank 4.3 percent to 3,159.5 pence. Copper declined for a second day in London amid concern demand from China may slow as the economy cools. Lead and zinc also fell. Xstrata Plc retreated 1.3 percent to 936.4 pence even after the largest exporter of power-station coal said total third- quarter production of the fuel rose 8.1 percent. Copper output fell 4 percent, the company said. BNP Paribas, France's biggest bank, declined 3.6 percent to 29.94 euros. Societe Generale sank 5 percent to 19.24 euros. France's Aaa credit rating is under pressure from deterioration in debt metrics and the potential for additional liabilities from Europe's debt crisis, according to Moody's. The nation's financial strength has weakened because of the global economic crisis, making the nation's debt measures the weakest among its Aaa-rated peers, the New York-based company said in a statement late on Monday that it called a markets update. Air France-KLM Group slid 2.5 percent to 5.47 euros after the airline ousted Pierre-Henri Gourgeon as chief executive officer amid slumping earnings and questions regarding the role of pilots in a fatal crash. Continental AG added 4.4 percent to 53.07 euros, erasing Monday's declines.. Danone, the owner of the Evian and Volvic bottled-water brands, rose 2.2 percent.

US MARKETS

U.S. stocks gained, sending the Standard & Poor's 500 Index to the highest level since August, as Bank of America Corp. paced a rally in financial shares and optimism grew over progress on expanding Europe's rescue fund. Bank of America climbed 10 percent after it swung to a profit as credit quality improved. A gauge of homebuilders in S&P indexes jumped 9.6 percent, the most since March 2009, as data showed that industry sentiment increased more than forecast. Caterpillar Inc. and Alcoa Inc. added at least 3.9 percent, pacing gains among companies most-tied to the economy. Apple Inc. tumbled 5.9 percent after the close of regular trading after profit and sales missed analysts' expectations. The S&P 500 added 2 percent to 1,225.38 at 4 p.m. New York time, erasing Monday's drop. The benchmark gauge rose to the highest level since Aug. 3, two days before S&P stripped the U.S. of its AAA credit rating. The Dow Jones Industrial Average gained 180.05 points, or 1.6 percent, to 11,577.05 today. The S&P 500 rose from the threshold of a bear market early this month amid optimism over corporate earnings and steps by European leaders to support banks. The rebound brought the gauge close to the top of a price range between 1,074.77 and 1,230.71, where it's traded for more than two months. The S&P 500 briefly rose above that range, reaching 1,233.10 today. The Morgan Stanley Cyclical Index of companies most-tied to the economy added 3.3 percent. The Dow Jones Transportation Average advanced 3.1 percent. Alcoa gained 5.9 percent to \$10.14. Caterpillar climbed 3.9 percent to \$84.72. PulteGroup Inc., the largest U.S. homebuilder by revenue, rallied 11 percent to \$4.46. The KBW Bank Index rallied 6.1 percent as all of its 24 stocks advanced. The gauge slumped 3.9 percent Monday. Bank of America rose 10 percent to \$6.64. The provision for loan losses dropped to \$3.4 billion from \$5.4 billion a year earlier as credit improved in the card unit

and commercial lending, the bank said. The card unit swung to a profit in the quarter, while income rose at the deposit unit, global wealth and investment management, and global commercial banking. State Street Corp. gained 11 percent to \$37.49. The custody bank under pressure from activist investor Nelson Peltz to increase profitability said third-quarter profit rose a stronger-than-expected 11 percent as custody assets increased. Goldman Sachs Group Inc. added 5.5 percent to \$102.25 even after reporting its second quarterly loss in 12 years as the firm lost money on investments and revenue declined from trading, asset management and securities underwriting. International Business Machines Corp. tumbled 4.1 percent to \$178.90. The biggest computer-services company missed sales estimates for the first time in five quarters. Revenue showed slowing growth in IBM's software, hardware and services businesses. Nasdaq-100 Index futures lost 0.9 percent to 2,342.50 at 5:05 p.m. after the close of regular trading. Apple retreated 5.9 percent to \$397.15 as profit missed estimates as the company sold fewer iPhones than analysts' projected. Intel Corp. also reported results after the market close. The shares gained 4.4 percent to \$24.43, after rising 0.5 percent in regular trading. The chipmaker forecast fourth-quarter sales that exceeded some analysts' estimates, citing strong demand for laptop computers in emerging markets. The S&P 500 may rise about 4 percent this week before the gain ends, according to Tom DeMark, the creator of indicators meant to identify turning points in the price of securities. Yahoo! Inc. The U.S. Web portal exploring strategic options after firing Chief Executive Officer Carol Bartz reported third-quarter profit that beat estimates as the market for online advertising expanded. Apple Inc. The world's most valuable company missed quarterly earnings estimates for the first time in at least six years after it sold fewer iPhones than analysts projected

EMERGING-MARKETS

The Bovespa rose to its highest level in four weeks as retailer Cia Hering and other companies that depend on domestic demand rallied on mounting speculation that policy makers will cut Brazil's benchmark interest rate tomorrow. Commodities rebounded and sent producers higher. The Bovespa climbed 2.1 percent to 55,031.92 at the close of trading. Sixty-three stocks gained on the index, while five dropped. The real strengthened 1.1 percent to 1.7543 per U.S. dollar.

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