

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	3.049	2.433	0.40	0.40	2
9 1/8 Lebanon Mar 13	9.125	12/03/2013	107.250	108.250	3.685	2.977	1.32	1.30	2
9 Lebanon May 14	9.000	02/05/2014	112.000	113.000	3.949	3.559	2.24	2.20	2
5.875 Lebanon Jan 2015	5.875	15/01/2015	105.000	106.000	4.197	3.874	2.95	2.89	2
8.50 Lebanon Aug 15	8.500	06/08/2015	114.750	115.750	4.234	3.969	3.30	3.23	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	114.750	115.750	4.621	4.380	3.62	3.54	2
9 Lebanon Mar 17	9.000	20/03/2017	118.600	119.600	5.024	4.833	4.46	4.35	2
6.375 Lebanon Mar 20	6.375	09/03/2020	104.625	105.625	5.672	5.525	6.62	6.44	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	116.875	117.875	5.897	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	8.44	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	2.940
ADCB F. CAYMAN	4.750	08/10/2014	105.280	105.595	2.817
PET. VENEZUELA	5.250	12/04/2017	56.000	57.000	18.119
ORASCOM	7.504	01/03/2022	89.000	90.000	9.082
REP.VENEZUELA	8.500	08/10/2014	88.000	89.000	13.333
CELL C PTY LTD	11.000	01/07/2015	98.000	103.000	10.820
BANCO DO BRASIL	4.500	22/01/2015	102.250	103.550	3.544
DOLPHIN ENER.LTD	5.888	15/06/2019	108.280	108.720	4.557

BEIRUT STOCK EXCHANGE as 19/10/2011

Name	Price	\$Change	%Chg	P/E 06	Div Yield
Byblos bank	1.65	0.00	0.00%	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	0.00	0.00%	0.66	0.47
Solidere A	14.88	0.10	0.68%	13.44	0.07
Solidere B	14.82	0.07	0.40%	13.38	0.07
Holcim	16.95	0.00	0.00%	-	-
Casino	540	0.00	-	-	-

Benchmark	Maturity	Yield
US TREASURY	2 YEARS	0.270
	5 YEARS	1.054
	10 YEARS	2.164
	30 YEARS	3.177
EUR BUND	2 YEARS	0.621
	5 YEARS	1.252
	10 YEARS	2.074
	30 YEARS	2.814

Equity Indices	Price	% Change
NASDAQ Comp	2604.04	-2.01%
NASDAQ 100	2316.70	-2.03%
DJI	11504.62	-0.63%
S&P 500	1209.88	-1.26%
Nikkei	8772.54	0.35%
SMI	5699.98	0.31%
CAC 40	3157.34	0.52%
DAX	5913.53	0.61%
FTSE	5450.49	0.74%
Euronext 100	589.46	0.57%

Arab Indices	Price	%Change
BLOM Stock Index .BLSI	1218.338	0.00%
SAUDI All Share .SASI	6150.64	0.00%
Doha Stock Market .QSI	8376.31	-0.28%
Kuwait SE .KWSE	5884.1	-0.22%
Abu Dhabi SE .ADI	2445.85	-0.04%
Egyptian .CASE30	4263.99	1.17%
Dubai FM Gen Id .DFMGI	1363.35	0.42%
Morocco CFG 25	5532.36	-10.28%
Bahrain .BAX	1147.1	-17.55%

Tracker Underlying	Last Price	% Change
FXI China	33.12	-2.99
EWG Germany	20.14	-2.23
EWJ Japan	9.52	-1.55
EWY Korea	52.84	-0.26
EWT Taiwan	12.57	-1.49
EWZ Brazil	57.38	-1.07
IIF India	17.40	0.81
RNE Eastern Europe	14.27	-1.93
TKF Turkey	12.42	-5.12
GLD Gold	159.87	-1.22
USO Oil	33.31	-2.46

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	1646.00	-0.35%
Silver / Oz	31.25	-1.73%
Palladium / Oz	777.75	0.00%
Platinum / Oz	1786.80	0.00%
Copper/ Lbs	325.40	-3.02%
Aluminum / Lbs	107.25	-0.74%
Coffee / Lbs	236.15	2.01%
Cocoa EUR / 100 Kg	2603.00	1.24%
Wheat / Tone	619.50	-0.92%
Soybean / Bsh	1225.00	-2.06%
Wti / Bbl	85.60	-3.25%
Brent	112.55	0.44%

Libor USD	Rate
1 months	0.24
3 Months	0.41
6 Months	0.60
1 Year	0.92
Libor EUR	Rate
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	1.3704	1.3705	1.3782	1.3695
JPY	76.71	76.75	76.86	76.66
GBP	1.5724	1.5725	1.5782	1.5721
CHF	0.907	0.9074	0.9073	0.9018
CAD	1.0235	1.0239	1.0241	1.0173
AUD	1.0168	1.0171	1.0263	1.0159

Key Economic Calendar		
Data	Date	Forecast
US		
Existing Home Sales	20-OCT-11	4.93m
Phil. Bus. Index	20-OCT-11	N/A
Euroland / Japan		
EZ Consumer Confid.	20-OCT-11	N/A

REGIONAL MARKET

Lebanon's BLOM stock index remained unchanged at 1218.831 points. Solidere A rose 0.68 percent to \$14.88 and its Solidere B rose 0.40 percent to \$14.82 Byblos Bank S.A.L. remained unchanged at 1.65.

Qatar Islamic Bank SAQ, the Persian Gulf country's biggest Shariah-compliant lender, posted a 34 percent

jump in third-quarter profit, topping analysts' estimates, as investment income increased. Qatar National Bank SAQ was raised to "neutral" from "underweight" at HSBC with a price estimate of 160 riyals. Commercial Bank of Kuwait SAK posted a 65 percent decline in third-quarter profit amid weak government spending.

TOP FX NEWS

The euro declined against the dollar and the yen, halting a two-day advance, as a split between France and Germany over Europe's rescue strategy surfaced before finance ministers meet in Brussels tomorrow. Demand for the euro waned after Standard & Poor's cut Slovenia's credit ratings and a Finnish lawmaker said plans to boost the region's rescue fund through leverage could disguise potential costs. Australia's dollar fell after Asian stocks slid, spurring a flight to safer assets. Gains in the yen were limited as a document showed Japan will increase a fund to help companies cope with a stronger currency. The euro fell 0.3 percent to \$1.3716 and slid 0.5 percent to 105.19 yen as of 6 a.m. in London. It traded at 87.15 pence from 87.23 pence yesterday, when it declined 0.3 percent. The yen was little changed at 76.71 per dollar. Finance chiefs from the Group of 20 nations have urged Europe's leaders to act "decisively" to resolve the debt crisis at an Oct. 23 summit. French President Nicolas Sarkozy flew to Frankfurt yesterday for a meeting with German Chancellor Angela Merkel, European Central Bank President Jean-Claude Trichet and International Monetary Fund Managing Director Christine Lagarde. A Franco-German split on the role of the ECB in leveraging the euro bailout fund emerged in Frankfurt, where officials were gathered to mark the end of Trichet's term as ECB president. The disagreements among policy makers came as banks lobbied against forced recapitalization and deeper writedowns on Greek debt.

USD/JPY

Res: 77.48/77.86/78.10
 Sup: 76.67/76.51/76.31

EUR/USD

Res: 1.3782/1.3818/1.3870
 Sup: 1.3653/1.3620/1.3565

GBP/USD

Res: 1.5784/1.5810/1.5853
 Sup: 1.5697/1.5666/1.5631

GOLD

Res: 1627.7/1664.0/1676.3
 Sup: 1618.0/1610.7/1555.0

EUROLAND

European stocks advanced for the first time in three days amid conflicting reports that France and Germany have reached a deal on expanding the euro area's rescue fund. Natixis and Commerzbank AG jumped more than 2.5 percent as a gauge of banks rebounded from four days of declines. Software AG, Tele2 AB and British Sky Broadcasting Group Plc rallied after reporting results. Hochtief AG gained 3.7 percent as Goldman Sachs Group Inc. upgraded the construction company. The benchmark Stoxx Europe 600 Index climbed 0.6 percent to 236.71 at the close in London after falling 1.3 percent in the previous two days. The measure has rallied 10 percent from this year's low on Sept. 22 amid speculation policy makers will find a solution to Europe's debt crisis. German Chancellor Angela Merkel said on Tuesday that the euro-area summit on Oct. 23 will mark an "important step," though not the final one, in solving the debt crisis. The comments marked the second time in two days that she sought to lower expectations. The Guardian newspaper reported that Germany and France have agreed to boost the region's rescue fund, known as the European Financial Stability Facility, to 2 trillion euros (\$2.8 trillion) from 440 billion euros. In contrast, the Financial Times Deutschland said German Finance Minister Wolfgang Schaueble told lawmakers in Berlin that the EFSF's firepower may be increased to a maximum of 1 trillion euros. National benchmark indexes climbed in 11 of the 18 western European markets. The U.K.'s FTSE 100 Index gained 0.7 percent, France's CAC 40 Index increased 0.5 percent and Germany's DAX Index advanced 0.6 percent. A gauge of bank shares rebounded from a four-day decline as the cost of insuring against default on European corporate debt retreated. France's Natixis rallied 2.8 percent to 2.25 euros, while Commerzbank, Germany's second-largest lender, rose 4.7 percent to 1.63 euros. BSKyB gained 5.1 percent to 710 pence after the U.K.'s biggest pay-TV broadcaster reported a 16 percent increase in first-quarter operating profit to 295 million pounds (\$466 million) as the company sold more products to its existing subscribers. That beat the average analyst estimate of 286.5 million pounds. Diageo Plc jumped 4 percent to 1,331 pence after the world's largest distiller reported first-quarter sales that topped analyst forecasts, boosted by growth in Latin America, Asia and Africa. Alcatel-Lucent SA sank 7.7 percent to 1.96 euros as Oddo Securities and Jefferies Group Inc. lowered their recommendations for the French phone-equipment maker to "neutral" and "underperform," respectively. Accor SA advanced 2.5 percent to 22.62 euros after Europe's largest hotel company reported a 2.7 percent gain in third-quarter sales to 1.62 billion euros, matching estimates, as more guests stayed at its economy hotels.

US MARKETS

U.S. stocks fell, following yesterday's rally for benchmark gauges, amid concern about the strength of the economy and an impasse over European bailout talks, while Apple Inc. tumbled on disappointing results. Apple slumped 5.6 percent, the biggest decline since December 2008, after profit missed estimates for the first time in at least six years. Alcoa Inc. and DuPont Co. slid more than 2.6 percent, pacing losses in companies most-dependent on economic growth. Bank of America Corp. and Wells Fargo & Co. dropped at least 2.6 percent, reversing earlier gains. The S&P 500 decreased 1.3 percent to 1,209.88 at 4 p.m. New York time. The benchmark gauge yesterday rose to the highest level since August. The Dow Jones Industrial Average dropped 72.43 points, or 0.6 percent, to 11,504.62 today. The S&P 500 rose from the threshold of a bear market early this month amid optimism over 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 climbed above that range on Tuesday, reaching 1,233.10. Global stocks fell as France and Germany split on the role of the European Central Bank in leveraging a rescue fund as banks lobbied against forced recapitalizations and larger writedowns of Greek debt. French President Nicolas Sarkozy flew to Germany to join the talks as leaders assembled in Frankfurt in an effort to narrow divisions before an Oct. 23 summit. In the U.S., the Federal Reserve said consumer spending rose slightly last month and the economy maintained its expansion, even as companies reported more doubt about the strength of the recovery. The KBW Bank Index slumped 2.9 percent after rising 1 percent earlier yesterday. Bank of America dropped 3.6 percent to

\$6.40. Wells Fargo declined 2.6 percent to \$25.18. Comerica Inc. slumped 11 percent to \$23.13 and M&T Bank Corp. decreased 5.6 percent to \$72.79 after reporting that net interest margins declined in the third quarter. Apple tumbled 5.6 percent to \$398.62. The world's largest technology company sold 17.07 million iPhones, less than the 20 million projected by analysts surveyed by Bloomberg, as consumers held out for the iPhone 4S, released after the close of the period that ended Sept. 24. Stocks rose earlier yesterday as data showed that builders began work on more U.S. homes than forecast in September and consumer prices climbed at the slowest pace in three months. Profit for S&P 500 companies will climb 17 percent in the third quarter and rise 18 percent to a record \$99.88 for all of 2011, according to analyst estimates compiled by Bloomberg. About three quarters of the S&P 500 companies that reported results since Oct. 11 beat analysts' estimates. Intel Corp. rose 3.6 percent to \$24.24. The world's biggest chipmaker forecast fourth-quarter sales that exceeded some analysts' estimates, citing strong demand for laptop computers in emerging markets. Yahoo! Inc. gained 3 percent to \$15.94 after demand for advertising helped third-quarter profit top analysts' forecasts. Travelers Cos. rallied 5.7 percent, the most in the Dow, to \$54.39, after the insurer reported an increase in third-quarter policy sales and said it was raising rates for clients. Short sales exceeded so-called long positions by 299,465 contracts last week, according to data compiled by the Commodity Futures Trading Commission. The net short position was close to an Aug. 30 peak of 323,296 contracts -- the most since September 2007, just before a five-year bull market in stocks ended.

EMERGING-MARKETS

China's benchmark stock index fell to the lowest in 31 months as signs of a slowing economy sent metal prices plunging while Germany and France's disagreement over Europe's rescue strategy threatens the global outlook. The Shanghai Composite Index retreated for a third day, losing 46.3 points, or 2 percent, to 2,331.24 at 11:30 a.m. local time, the lowest since March 25, 2009. The CSI 300 Index slid 2.5 percent to 2,519.36. Global stocks fell as France and Germany split on the role of the European Central Bank in leveraging a rescue fund as banks lobbied against forced recapitalizations and larger writedowns of Greek debt.

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