

Financially Yours,

October 21, 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	2.868	0.143	0.36	0.36	2
7 7/8 Lebanon May 11	7.875	20/05/2011	105.750	106.750	4.047	3.411	1.46	1.43	2
7.5 Lebanon Mar 12	7.500	19/03/2012	106.125	107.125	4.763	4.336	2.23	2.18	2
9 1/8 Lebanon Mar 13	9.125	12/03/2013	111.875	112.875	5.240	4.937	2.98	2.91	2
9 Lebanon May 14	9.000	02/05/2014	112.000	113.000	5.932	5.695	3.71	3.61	2
10 Liban Apr 15	10.000	25/04/2015	115.500	116.500	6.593	6.393	4.45	4.31	2
8.50 Lebanon Aug 15	8.500	06/08/2015	109.000	110.000	6.598	6.399	4.66	4.52	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	109.500	110.500	6.612	6.425	4.93	4.78	2
9 Lebanon Mar 17	9.000	20/03/2017	114.000	115.000	6.578	6.420	5.65	5.47	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	108.000	109.000	7.212	7.089	7.77	7.50	2

Emerging Eurobonds

Emerging Eurobonds						Beirut Stock Exchange (closing 20.10.09)					
USD	Coupon	Maturity	Bid	Offer	Mid Yield	Name	Rates	% Change	P/E 09	P/B 09	Div Yield
IIB LUXG SA (IIB)	9.500	12-Feb-10	100.000	102.000	5.929	Byblos bank	1.96	3.16%	6.60	0.84	5.10%
R. OF SRILANKA	8.250	24-Oct-12	105.333	105.833	6.179	Byblos bank Preferred	99	0.00%	-	-	-
ATF BANK	9.250	12-Apr-12	99.721	100.221	9.260	Byblos bank Prty	1.95	0.00%	8.19	0.83	6.67%
TAQA ABD NATL.	4.375	28-Oct-13	101.088	101.338	9.231	Byblos Bank GDR	90.00	0.00%	10.84	0.24	5.32%
ADCB F. CAYMAN	4.750	24-Apr-13	98.250	98.600	5.113	Audi	89.15	3.84%	14.53	1.84	2.23%
TDIC SUKUK LTD	4.750	24-Apr-13	98.000	98.400	5.166	Blom	88.6	0.68%	7.56	1.40	4.10%
ORASCOM TELECOM	4.949	21-Oct-14	101.732	101.982	4.528	Solidere A	26.16	0.85%	23.63	2.44	4.40%
REP. VENEZUELA	7.875	08-Feb-14	96.000	96.000	9.015	Solidere B	26	0.78%	23.49	2.43	4.42%
CELL C PTY LTD	8.500	08-Oct-14	87.892	88.392	11.722	Holcim	13.5	0.00%	-	-	5.93%
						Casino	390	-	-	-	-

Benchmark	Maturity	Yield	Equity Indices	Price	% Change	Arab Indices	Price	% Change
US TREASURY	2 YEARS	0.923	NASDAQ Comp	2163.47	-0.60%	BLOM Stock Index .BLSI	1592.252	1.89%
	5 YEARS	2.281	NASDAQ 100	1756.19	-0.03%	SAUDI All Share .SASI	6541.48	0.10%
	10 YEARS	3.330	DJI	10041.48	-0.50%	Doha Stock Market .QSI	7409.63	1.11%
	30 YEARS	4.155	S&P 500	1091.06	-0.62%	Kuwait SE .KWSE	7674.9	0.84%
EUR BUND	2 YEARS	1.378	Nikkei	10336.84	0.98%	Abu Dhabi SE .ADI	3183.26	0.19%
	5 YEARS	2.438	SMI	6427.29	-0.14%	Egyptian .CASE30	7145.15	0.37%
	10 YEARS	3.238	CAC 40	3871.45	-0.54%	Dubai FM Gen Id .DFMGI	2295.54	-1.20%
	30 YEARS	3.988	DAX	5811.77	-0.70%	Morocco SI MSI	6653.89	0.96%
			FTSE	5243.40	-0.72%	Bahrain .BAX	1545.94	0.49%
			Euronext 100	676.48	-0.60%			

Tracker	Underlying	Last Price	% Change
FXI	China	44.18	-0.7
EWG	Germany	23.10	-0.77
EWJ	Japan	9.93	-0.3
EWY	Korea	46.24	-1.58
EWT	Taiwan	12.42	-1.58
EWZ	Brazil	73.34	-3.82
IIF	India	22.53	-1.7
RNE	Eastern Europe	15.98	-1.25
TKF	Turkey	13.40	-1.11
GLD	Gold	103.42	-0.78
USO	Oil	40.39	-0.91

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	Price	% Change
Gold / Oz	1057.80	0.05%
Silver / Oz	17.54	-0.38%
Palladium / Oz	337.00	0.97%
Platinum / Oz	1350.00	-0.60%
Copper/ Lbs	292.25	-1.15%
Aluminum / Lbs	87.35	-1.13%
Coffee / Lbs	141.80	-1.70%
Cocoa EUR / 100 Kg	3333.00	0.85%
Wheat / Tone	517.50	-0.05%
Soybean / Bsh	982.50	-1.38%
Wti / Bbl	79.12	-0.62%
Brent	76.86	0.85%

Libor USD	Rate
1 months	0.25
3 Months	0.28
6 Months	0.59
1 Year	1.24
Libor EUR	
1 months	0.39
3 Months	0.69
6 Months	1.01
1 Year	1.24

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1499	1504		
Euro	1.493	1.4933	1.4942	1.4889
JPY	90.64	90.67	90.91	90.61
GBP	1.6431	1.6436	1.6438	1.6348
CHF	1.0122	1.0126	1.0153	1.012
CAD	1.047	1.0475	1.0515	1.0469
AUD	0.9229	0.9234	0.9256	0.9195

Key Economic Calendar		
Data	Date	Forecast
US		
US MBA Purchase Index	21-Oct-09	
US Mortgage Market	21-Oct-09	
Euroland / Japan		
GB Retail Sales	21-Oct-09	2.80%

REGIONAL MARKETS

Lebanon's BLOM stock index rose 1.89 percent at 1592.252 points. Solidere's A rose 0.85 percent at \$26.16 and its B share rose 0.78 percent at \$26.00. Byblos Bank S.A.L. common rose 3.16 percent at 1.96 and its priority shares remain unchanged at 1.95.

Saudi shares rose for a second day as oil reached \$80 a barrel for the first time in a year and third-quarter earnings from Saudi Electricity Co. and Saudi Industrial

Investment Group boosted investor confidence. The Tadawul All Share Index added 0.5 percent to 6,564.55 at 1:00 p.m. in Riyadh, the highest in a year. Qatar's DSM 20 Index gained 1.1 percent, Oman's MSM30 Index advanced 1 percent, the Kuwait Stock Exchange Index added 0.8 percent, and Bahrain's measure increased 0.5 percent. The Abu Dhabi Securities Market gained 0.2 percent, while Dubai's index lost 1.2 percent.

TOP FX NEWS

The dollar gained for a second day versus the euro as regional stocks extended losses in U.S. shares, sapping demand for higher-yielding assets. The euro also retreated from a 14-month high against the dollar on speculation European policy makers will today reiterate their concerns that the currency's gains are hurting the region's economic recovery. New Zealand's dollar pared declines as central bank Governor Alan Bollard said strength in the kiwi isn't an impediment to raising interest rates. The dollar climbed to \$1.4914 per euro in Tokyo from \$1.4945 yesterday in New York, when it touched \$1.4994, the weakest since August 2008. The greenback was at 90.73 yen from 90.78 yen. The euro bought 135.32 yen from 135.66. New Zealand's dollar was at 74.94 U.S. cents from 74.96 cents yesterday after earlier falling as much as 0.4 percent. It yesterday touched 75.76, the most since July 2008. The MSCI Asia Pacific Index of regional shares slid 0.6 percent. The Standard & Poor's 500 Index dropped 0.6 percent yesterday in New York, retreating from a one-year high.

USD/JPY

Res: 091.08/091.33/092.55

Sup: 090.07/089.67/088.83

EUR/USD

Res: 1.4954/1.4994/1.5048

Sup: 1.4883/1.4829/1.4762

GBP/USD

Res: 1.6447/1.6490/1.6534

Sup: 1.6329/1.6240/1.6127

GOLD

Res: 1062.5/1069.3/1075.0

Sup: 1052.6/1047.4/1042.4

EUROLAND

European stocks declined from a 12-month high as U.S. housing data that trailed forecasts and a slump by Barclays Plc overshadowed better-than-estimated earnings at companies from Apple Inc. to Caterpillar Inc. Barclays sank 4.8 percent as Qatar Holding LLC sold a stake in the U.K.'s second-largest bank. Autonomy Corp., Britain's second-biggest software maker, dropped 8.7 percent, the steepest decline on the Dow Jones Stoxx 600 Index, after profit was at the lower end of its forecasts. Bank of Ireland Plc rallied 5.7 percent after Nomura Holdings Inc. advised buying the stock. The Stoxx 600 slid 0.4 percent to 248.25, having swung between gains and losses at least 13 times. The measure erased an earlier advance as a report showed builders in the U.S. broke ground on fewer houses than anticipated in September and building permits dropped. National benchmark indexes fell in 12 of the 18 western European markets. The U.K.'s FTSE 100 and Germany's DAX slipped 0.7 percent. France's CAC 40 dropped 0.5 percent. The Stoxx 600 has jumped 57 percent since March 9, pushing valuations on the index to 49.4 times reported earnings, near the most expensive level since 2003, Bloomberg data show. Barclays slipped 4.8 percent to 363.75 pence. Qatar Holding sold more than 379 million Barclays shares at 360 pence each a year after it helped bail out the bank. The firm acquired the stock by exercising warrants at 197.775 pence. Sainsbury Plc, the U.K.'s third-largest supermarket owner, soared 5.4 percent to 347.8 pence as the sale of Barclays shares stoked speculation of a new bid for the retailer from the Persian Gulf Emirate. "The news has triggered renewed talk of a possible bid from Qatar for Sainsbury," said Joshua Raymond, London-based a market analyst at City Index. "It could well have the hallmarks of repositioning funds to

prepare for a bid." Phone messages left with spokesmen for Sainsbury and the QIA were not immediately returned. Autonomy, the U.K.'s second-largest software maker, dropped 8.7 percent to 1,457 pence, the biggest slump in 11 months. The U.K.'s second-largest software maker posted earnings excluding one-time items of 20 cents a share after forecasting earnings- per share of 20 cents to 23 cents earlier this month. The results were "at the lower end" of expectations, George O'Connor, a London-based analyst at Panmure Gordon & Co., wrote in a note to clients today as he cut his price estimate on Autonomy shares by 4.2 percent to 1,790 pence. He retained his "buy" recommendation on the stock. Bank of Ireland rallied 5.7 percent to 2.78 euros. Nomura raised its recommendation for the country's biggest bank to "buy" from "neutral" in a note to clients dated before yesterday. Ahold NV, the Dutch owner of the U.S. Stop & Shop grocery chain, declined 3.7 percent to 8.45 euros after same-store sales at its Dutch Albert Heijn unit fell for the first time in almost six years on increased discounting and a drop in food prices. Adecco SA tumbled 5.3 percent to 51.7 Swiss francs after the world's largest supplier of temporary workers said it will buy MPS Group Inc. for about \$1.3 billion, its fourth takeover since last month. USG People NV, the second-largest Dutch staffing company, retreated 5.5 percent to 13.68 euros as Adecco's purchase reduced the chance of USB being acquired by the Swiss company. Inchcape Plc, a global operator of car dealerships, was the biggest gainer in the Stoxx 600. The shares rose 6.9 percent to 35.15 pence after the company said full-year results will probably beat previous forecasts.

US MARKETS

U.S. stocks fell and the dollar rebounded from a 14-month low against the euro as a disappointing report on housing starts overshadowed better-than-estimated earnings at companies from Apple Inc. to Caterpillar Inc. Treasuries gained, while oil dropped from a one-year high. Pulte Homes Inc. and Home Depot Inc. led builders and retailers lower as the Commerce Department report signaled the housing market may slow once tax incentives expire. Coca-Cola Co. lost 1.3 percent after sales trailed estimates, while Boeing Co. slid 2.9 percent on Morgan Stanley's recommendation to sell the shares. Apple and Caterpillar rose at least 3 percent. The Standard & Poor's 500 Index lost 0.6 percent to 1,091.06 at 4:02 p.m. in New York, retreating from a one-year high. The Dow Jones Industrial Average decreased 50.71 points, or 0.5 percent, to 10,041.48. Asian shares advanced, while European benchmarks erased gains. The dollar appreciated 0.2 percent to \$1.4932 per euro. A seven-month rebound from a 12-year low in March has lifted the S&P 500 by 61 percent and left it trading at more than 20 times the reported operating earnings of its companies, the highest since 2004. Pulte lost 5 percent and Lennar Corp. slumped 2.9 percent. Home Depot, the biggest home-improvement chain, slid 2.4 percent to \$26.97. The Commerce Department said housing starts rose 0.5 percent in September to an annual rate of 590,000 and the pace in August was lower than previously estimated. Economists in a survey had forecast a rate of 610,000. Permits, a sign of future construction, fell for the second time in the past three months. Equities also retreated after a gauge of wholesale prices unexpectedly declined in September on lower fuel costs. The 0.6 percent decrease in prices paid to factories, farmers and other producers was the second drop in three months and followed a 1.7 percent rise in

August, the Labor Department said. Excluding food and fuel, so-called core prices declined 0.1 percent. Coca-Cola shares fell 1.3 percent to \$54.07 after the world's largest soft-drink maker said third-quarter profit rose less than 1 percent. Revenue decreased 4.2 percent to \$8.04 billion, less than the \$8.15 billion estimated by analysts in a survey. Boeing had the biggest drop in the Dow average, slumping 2.9 percent to \$51.89. The world's second-biggest commercial-plane builder was cut to "underweight" from "equal-weight" at Morgan Stanley, which said the company's shares "may face downward pressure given likelihood for further delays on the 787, negative 2010 cash flow, poor aircraft order demand and negative EPS revisions ahead." Lockheed Martin Corp. tumbled 6.5 percent to \$71.99 after its 2010 forecast trailed analyst estimates. The world's largest defense company's third-quarter profit was 5 percent higher than the average estimate. Boston Scientific Corp. fell the most in the S&P 500, slumping 16 percent to \$8.57. The maker of Taxus heart stents lowered its 2009 sales forecast, prompting Wells Fargo & Co. to downgrade the stock to "market perform" from "outperform." State Street Corp., the world's largest money manager for institutions, fell 8.4 percent to \$47.84 after lowering its earnings forecast for the current year. Exxon Mobil Corp., the world's biggest energy company, and Alcoa Inc., the largest U.S. aluminum producer, retreated at least 0.8 percent. The yield on the 10-year Treasury note decreased six basis points, or 0.06 percentage point, to 3.33 percent. Apple advanced 4.7 percent to \$198.76 as back-to-school orders for iPhones, iPods and Macintosh computers fueled a 47 percent increase in fourth-quarter net income. Texas Inst. Inc. rose 0.6 percent to \$23.66 after its third-quarter earnings and fourth-quarter forecast topped estimates.

EMERGING MARKETS

Brazilian stocks dropped the most in almost four months and the currency tumbled after the government imposed a tax on foreign purchases of equities and bonds to stem the real's appreciation. The Bovespa index slid 2.9 percent to 65,303.11 at 4:20 p.m. New York time. Every stock in the 63-member index declined. The BM&FBovespa Small Cap Index plunged 3.4 percent. Petrobras, as Brazil's state-controlled oil company is known, fell 2.3 percent to 36.50 reais. Vale slumped 2.2 percent to 40.50 reais. In other Latin American markets, Mexico's Bolsa index rose 0.2 percent and Chile's Ipsa index dropped 0.3 percent.

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