

# Financially Yours,

November 21, 2008 YOUR DAILY ELECTRONIC MARKET REPORT

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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	9.601	8.382	0.84	0.80	2
7.125 Lebanon Mar 10	7.125	03/05/2010	97.000	98.000	9.665	8.802	1.22	1.17	2
7 7/8 Lebanon May 11	7.875	05/20/2011	96.500	97.500	9.489	9.020	2.30	2.20	2
9 1/8 Lebanon Mar 13	9.125	03/12/2013	96.500	97.500	10.143	9.845	3.57	3.40	2
8 5/8 Lebanon June 13	8.625	06/20/2013	94.500	95.500	10.157	9.869	3.71	3.53	2
9 Lebanon May 14	9.000	05/02/2014	94.500	95.500	10.345	10.093	4.36	4.15	2
10 Liban Apr 15	10.000	04/25/2015	98.250	99.250	10.373	10.154	4.84	4.60	2
8.50 Lebanon Aug 15	8.500	08/06/2015	91.375	92.375	10.310	10.089	5.03	4.79	2
8 1/2 Lebanon Jan 16	8.500	01/19/2016	89.500	91.500	10.629	10.199	5.23	4.97	2
8 1/4 Lebanon Apr 21	8.250	04/12/2021	81.500	82.500	11.021	10.849	7.40	7.02	2

**Emerging Eurobonds**

USD	Coupon	Maturity	Bid	Offer	Mid Yield	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	103.713	103.843	3.843	Byblos bank	1.68	-4.00%	7.06	3.92	1.68
EVRAZ GRP SA	8.875	04/24/2013	38.000	46.000	36.080	Byblos bank Preferred	104	0.00%	-	-	104
IIB LUXG SA (IIB)	9.500	02/12/2010	40.000	50.000	94.662	Byblos bank Prty	1.69	-8.65%	7.10	3.94	1.69
R. SEYCHELLES	9.125	10/03/2011	29.000	34.000	60.223	Audi	60	0.00%	9.78	0.22	60
ATF BANK	9.250	04/12/2012	70.000	80.000	19.718	Blom	69.9	-4.25%	7.33	0.14	69.9
LAU	6.750	02/01/2018	90.894	90.894	8.464	Solidere A	16.95	-7.12%	12.47	1.17	16.95
ORASCOM TELECOM	7.875	02/08/2014	50.000	58.000	23.705	Solidere B	16.8	-8.45%	12.36	1.16	16.8
REP. VENEZUELA	8.500	10/08/2014	56.500	59.500	21.385	Holcim	14.75	-1.67%	-	-	14.75
CELL C PTY LTD	11.000	07/01/2015	78.150	83.150	15.822	Fransabank	25.5	-	-	-	-
						Casino	350	-	-	-	-

Benchmark	Maturity	Yield	Equity Indices	Price	% Change	Arab Indices	Price	% Change
US TREASURY	2 YEARS	1.021	NASDAQ Comp	1316.12	-5.07%	BLOM Stock Index .BLSI	1236.088	-2.86%
	5 YEARS	1.986	NASDAQ 100	1036.51	-4.70%	SAUDI All Share .SASI	4880.44	-1.80%
	10 YEARS	3.130	DJI	7552.29	-5.56%	Doha Stock Market .QSI	5760.73	0.00%
	30 YEARS	3.568	S&P 500	752.44	-6.71%	Kuwait SE .KWSE	8811.7	0.00%
EUR BUND	2 YEARS	2.050	Nikkei	7703.04	-6.89%	Abu Dhabi SE .ADI	2880.75	0.00%
	5 YEARS	2.623	SMI	5306.1	-3.95%	Egyptian .CASE30	4098.51	0.00%
	10 YEARS	3.393	CAC 40	2980.42	-3.48%	Dubai FM Gen Id .DFMGI	2053.15	0.00%
	30 YEARS	4.037	DAX	4354.09	-4.92%	Morocco SI MSI	6035.72	0.00%
			FTSE	3874.99	-3.02%	Bahrain .BAX	2026.33	0.00%
			Euronext 100	508.75	-3.85%			

Tracker	Underlying	Last Price	% Change
FXI	China	21.16	-5.03
EWG	Germany	14.30	-5.61
EWJ	Japan	7.80	-2.86
EWY	Korea	19.00	-9.74
EWT	Taiwan	6.57	-5.19
EWZ	Brazil	26.89	-10.96
IIF	India	10.61	-12.89
RNE	Eastern Europe	7.28	-6.37
TKF	Turkey	4.83	-2.42
GLD	Gold	73.45	1.65
USO	Oil	39.55	-8.58

Byblos Bank Deposits	Rates
<b>USD*</b>	
1 months	3.50%
3 Months	3.50%
6 Months	3.50%
1 Year	3.50%
*Benchmark amount 100-200 thds	
<b>LBP*</b>	
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	748.60	1.73%
Silver / Oz	902.50	-3.06%
Palladium / Oz	179.45	-7.43%
Platinum / Oz	790.10	-4.08%
Copper/ Lbs	156.85	-1.63%
Aluminum / Lbs	0.82	-4.67%
Coffee / Lbs	111.00	0.00%
Cocoa EUR / 100 Kg	2183.00	0.00%
Wheat / Tone	511.75	-2.89%
Soybean / Bsh	856.00	-4.57%
Wti / Bbl	49.63	-6.09%
Brent	46.19	-5.25%

Libor USD	Rate
1 months	1.40
3 Months	2.15
6 Months	2.54
1 Year	2.71
<b>Libor EUR</b>	
1 months	3.60
3 Months	4.06
6 Months	4.11
1 Year	4.17

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1498	1504		
Euro	1.2532	1.2534	1.2542	1.2426
JPY	94.82	94.84	95.02	93.58
GBP	1.4863	1.4868	1.4868	1.4718
CHF	1.2238	1.2242	1.2284	1.2211
CAD	1.2819	1.2825	1.2984	1.281
AUD	0.6208	0.6213	0.6242	0.6078

Key Economic Calendar		
Data	Date	Forecast
<b>US</b>		
US ECRI weekly	21-Nov-08	
<b>Euroland / Japan</b>		
FR Consumer Spending	21-Nov-08	-0.50%

**REGIONAL MARKETS**

Lebanon's BLOM stock index fell 2.86 percent to 1236.088 points. Solidere's A fell 7.12 percent at \$16.95 and its B share fell 8.45 percent to \$16.80. Byblos Bank S.A.L. common fell 4.00 percent at 1.68 and its priority share fell 8.65 percent at 1.69.

United Arab Emirates' shares fell after mortgage lender Amlak Finance PJSC said it isn't granting new home loans, further undermining investor confidence in the region's real-estate market. The Dubai Financial

Market General Index retreated 2 percent to 2,012.24, bringing the decline for the week to 4.5 percent. The Abu Dhabi Securities Exchange General Index lost 1.6 percent. Oman's Muscat Securities Market 30 Index rose 3.1 percent. The Kuwait Stock Exchange Index gained 0.7 percent, Qatar's DSM 20 Index added 0.8 percent and the Bahrain All Share Index increased 1.4 percent. Saudi Arabia's market is closed for the local weekend.

**TOP FX NEWS**

The yen declined against the dollar and the euro as a rebound in Asian equities revived demand for higher-yielding assets financed with loans in Japan. The yen also weakened against the Australian dollar, a favorite of so-called carry trades, after the Reserve Bank of Australia bought its own currency for at least the fifth time in four weeks. The dollar dropped versus the euro on speculation the Federal Reserve will cut interest rates and flood the financial system with cash as a recession causes prices to fall. The yen fell to 94.57 per dollar in Tokyo from 93.69 late yesterday in New York, trimming this week's gain to 2.7 percent. It dropped to 118.13 per euro from 116.68 yesterday. The euro bought \$1.2495 from \$1.2453, paring its weekly decline to 0.9 percent. Japan's currency weakened to 58.63 versus Australia's dollar from 57.23 late yesterday in New York. The Australian dollar traded at 61.86 U.S. cents from 61.07 cents. The MSCI Asia-Pacific Index of regional shares gained 0.9 percent, after earlier sliding as much as 2.3 percent. U.S. stock-index futures climbed, pointing to gains after the Standard & Poor's 500 Index yesterday closed at an 11-year low. Australia's central bank bought a record A\$3.15 billion in the market in October, it said yesterday, as the Australian dollar touched 60.10 U.S. cents, the lowest since 2003. An RBA spokesman confirmed the bank bought Australian dollars this morning, "providing liquidity as on previous occasions."

USD/JPY

Res: 095.31/096.25/097.12

Sup: 094.00/093.55/092.48

EUR/USD

Res : 1.2532/1.2595/1.2701

Sup: 1.2423/1.2388/1.2329

GBP/USD

Res: 1.4840/1.4926/1.4996

Sup: 1.4778/1.4712/1.4646

GOLD

Res: 751.80/754.40/763.20

Sup: 735.70/732.60/726.50

**EUROLAND**

European stocks slumped, sending the Dow Jones Stoxx 600 Index to the lowest level since 2003, after the highest U.S. jobless claims since 1992 heightened concern corporate profits will crumble as the global recession deepens. BHP Billiton Ltd. and Royal Dutch Shell Plc sank more than 5 percent as the unexpected rise in filings for unemployment benefits and retreat in a gauge of leading U.S. economic indicators dragged oil below \$50 a barrel. Deutsche Bank AG and ING Groep NV dropped more than 8 percent after Citigroup Inc.'s plan to buy troubled investment-fund assets fueled speculation of more bank writedowns. The Stoxx 600 declined 3.6 percent to 186.75, the lowest closing level since April 2003. More than \$32 trillion has been erased from the value of global equities this year as the financial-market turmoil pushes countries from the U.K. to the U.S. and Japan into recession. National benchmark indexes retreated in all of the 18 western European markets. The U.K.'s FTSE 100 lost 3.3 percent. Germany's DAX fell 3.1 percent, while France's CAC 40 sank 3.5 percent. Declines in emerging markets surpassed developed countries on concern lower metal and oil will cripple their earnings from exports. The Micex Index in Russia, the world's largest energy supplier, slid 4.4 percent. The Stoxx 600 has fallen 49 percent in 2008, headed for its worst year since records began in 1987, as global writedowns and credit losses topped \$966 billion in the worst financial crisis since the Great Depression. Shell, Europe's largest oil company, lost 5.4 percent to 1,508 pence.

Total SA, the region's third-largest, retreated 4.4 percent to 37.335 euros. Crude for December delivery fell as much as \$3.87, or 7.2 percent, to \$49.75 a barrel in New York, dropping below \$50 for the first time in almost two years.

Rio Tinto Group, the world's third-largest mining company, dropped 10 percent to 2,022 pence. BHP, the biggest, slid 8.7 percent to 752.5 pence. Copper fell 3.1 percent in London on concern supply may outpace demand as a global economic slowdown damps demand for raw materials. Deutsche Bank, Germany's biggest, dropped 9.4 percent to 19.37 euros. ING, the largest Dutch financial-services provider, slipped 8.9 percent to 5.72 euros. Analysts forecast earnings for financial firms in the Stoxx 600 will drop 48 percent this year, compared with a 10 percent decline for the overall market. Air France-KLM Group slipped 5.3 percent to 9.515 euros. Europe's biggest airline said fiscal second-quarter profit declined 49 percent because of high fuel costs and after a year- earlier gain from the sale of assets. The airline predicted operating income "clearly in profit" for the full year. Royal Ahold NV climbed 8.9 percent to 8.71 euros. The owner of Stop & Shop supermarkets in the U.S. reported third-quarter profit that beat analysts' estimates as the company lured more customers to its stores with lower prices and private-label goods.

## US MARKETS

U.S. stocks slid and the Standard & Poor's 500 Index plunged to its lowest level in 11 years after economic reports depicted a deepening recession and lawmakers postponed a vote on a plan to salvage the auto industry. The S&P 500 extended its 2008 tumble to 49 percent, poised for the worst annual decline in its 80-year history. Chesapeake Energy Corp. and National-Oilwell Varco Inc. sank more than 21 percent after crude fell to a three-year low on concern the slumping economy will crush demand. JPMorgan Chase & Co. lost 18 percent and Citigroup Inc. dropped 26 percent as concern the recession will trigger more bankruptcies pushed the cost of insurance against corporate defaults to an all-time high. The S&P 500 slid 6.7 percent to 752.44, under the low of 776.76 reached during the bear market in 2002. The Dow Jones Industrial Average sank 444.99 points, or 5.6 percent, to 7,552.29. The Nasdaq Composite decreased 5.1 percent to 1,316.12. Twelve stocks retreated for each that rose on the New York Stock Exchange. The S&P 500 extended its plunge from an October 2007 record to almost 52 percent in the worst bear market since the Great Depression. Concern the recession is worsening was spurred after jobless claims approached the highest level since 1982, the index of leading economic indicators fell for a third time in four months and the Federal Reserve said manufacturing in the Philadelphia area shrank at the fastest pace in 18 years. Seventeen companies in the S&P 500 lost more than one-fifth of their market value today, as all 10 of the index's main industry groups slid at least 3.5 percent. More than 2.2 billion shares changed hands on the floor of the NYSE,

its busiest trading session since Oct. 10. Europe's benchmark index slumped 3.6 percent, while Asia's sank 5.1 percent. Both declined to the lowest levels in more than five years. The MSCI Emerging Markets Index of developing markets lost 5.4 percent. Treasury yields declined to record lows, with two-year note rates dropping below 1 percent for the first time, as investors sought the safety of government debt. Chesapeake, a producer of oil and natural gas, lost \$5.32 to \$13.98. National-Oilwell, which makes energy production equipment, retreated \$4.86 to \$17.86. Crude oil fell 7.5 percent to \$49.62 a barrel, its lowest settlement since May 2005. Energy shares declined the most among 10 industries in the S&P 500, losing 11 percent collectively. Exxon Mobil Corp., the largest U.S. energy company, fell the most in a month, losing \$4.91, or 6.7 percent, to \$68.51. Chevron Corp., the second-largest U.S. oil producer, plunged \$6.21, or 8.8 percent, to \$64.40. JPMorgan Chase, the largest U.S. bank by market value, lost \$5.09 to \$23.38, its lowest price since March 2003. Citigroup sank \$1.69 to \$4.71, an almost 14-year low. General Motors Corp. added 9 cents, or 3.2 percent, to \$2.88 after climbing as much as 43 percent to \$4, while Ford added 13 cents to \$1.39, paring a 48 percent rally. Dell Inc. dropped 54 cents to \$9.81. After the close of trading, the world's second-largest personal-computer company reported profit that topped analysts' forecasts thanks to cost cuts and cheaper production methods. Sales fell 3.1 percent. In after-hours trading, Dell climbed 5 percent to \$10.30. December futures on the S&P 500 added 0.3 percent at 4:36 p.m. in New York.

## EMERGING MARKETS

Emerging-market bonds sank, sending borrowing costs to the highest level in three weeks, as growing evidence of a global recession prompted investors to shun higher-yielding assets. The extra yield investors demand to own developing-nation debt instead of U.S. Treasuries surged 69 basis points to 7.94 percentage points at 5:05 p.m. in New York, according to JPMorgan Chase & Co.'s EMBI+ Index. A basis point equals 0.01 percentage point. The spread widened for a seventh day. Emerging-market debt fell as global stocks plunged on bets mounting credit losses will deepen the economic slowdown. A growing slump in commodities also weighed on developing nations. Oil, the biggest export of Russia and Venezuela, fell below \$50 a barrel for the first time in almost two years. Russia led losses in emerging markets, with the yield premium on the country's debt swelling 1.37 percentage points to 8.82 percentage points, according to JPMorgan.

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