

Financially Yours,

September 25, 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	102.125	103.125	2.134	-0.128	0.43	0.43	2
7 7/8 Lebanon May 11	7.875	20/05/2011	105.375	106.375	4.433	3.820	1.53	1.50	2
7.5 Lebanon Mar 12	7.500	19/03/2012	105.500	106.500	5.100	4.681	2.30	2.25	2
9 1/8 Lebanon Mar 13	9.125	12/03/2013	110.000	111.000	5.878	5.574	3.05	2.96	2
9 Lebanon May 14	9.000	02/05/2014	110.375	111.375	6.355	6.117	3.78	3.66	2
10 Liban Apr 15	10.000	25/04/2015	113.000	114.000	7.127	6.924	4.32	4.18	2
8.50 Lebanon Aug 15	8.500	06/08/2015	107.375	108.375	6.941	6.741	4.72	4.57	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	107.250	108.250	7.052	6.862	4.99	4.82	2
9 Lebanon Mar 17	9.000	20/03/2017	110.750	111.750	7.119	6.956	5.69	5.50	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	106.250	107.250	7.433	7.308	7.52	7.25	2

Emerging Eurobonds

Emerging Eurobonds						Beirut Stock Exchange (closing 24.09.09)					
USD	Coupon	Maturity	Bid	Offer	Mid Yield	Name	Rates	% Change	P/E 09	P/B 09	Div Yield
SOC. REP. VIET.	6.875	15/01/2016	104.975	105.225	5.891	Byblos bank	1.79	6.55%	6.03	0.76	5.59%
EVRAZ GRP SA	8.875	24/04/2013	92.750	93.250	11.309	Byblos bank Preferred	98	0.00%	-	-	-
IIB LUXG SA (IIB)	9.500	12/02/2010	98.250	100.250	11.486	Byblos bank Prty	1.84	0.55%	7.73	0.79	7.07%
R. SEYCHELLES	9.125	03/10/2011	15.000	30.000	105.588	Byblos Bank GDR	85.00	0.00%	10.84	0.24	5.32%
ATF BANK	9.250	12/04/2012	98.250	99.750	9.702	Audi	74	2.14%	12.06	1.53	2.69%
LAU	6.750	02/01/2018	104.00	106.00	5.950	Blom	85.3	1.25%	7.28	1.35	4.26%
ORASCOM TELECOM	7.875	08/02/2014	96.250	97.250	8.784	Solidere A	24	2.96%	21.68	2.24	4.79%
REP. VENEZUELA	8.500	08/10/2014	88.750	90.250	11.295	Solidere B	24.17	3.64%	21.83	2.26	4.76%
CELL C PTY LTD	11.000	01/07/2015	97.250	105.250	10.695	Holcim	14.99	0.00%	-	-	5.34%
						Casino	390	-	-	-	-

Benchmark	Maturity	Yield	Equity Indices	Price	% Change	Arab Indices	Price	% Change
US TREASURY	2 YEARS	0.953	NASDAQ Comp	2107.61	-0.39%	BLOM Stock Index .BLSI	1460.873	1.64%
	5 YEARS	2.380	NASDAQ 100	1709.76	-0.15%	SAUDI All Share .SASI	5856.99	0.00%
	10 YEARS	3.385	DJI	9707.44	-1.25%	Doha Stock Market .QSI	7463.23	2.28%
	30 YEARS	4.172	S&P 500	1050.78	-1.95%	Kuwait SE .KWSE	7737.8	0.00%
EUR BUND	2 YEARS	1.217	Nikkei	10544.22	0.96%	Abu Dhabi SE .ADI	3144.37	1.43%
	5 YEARS	2.446	SMI	6275.44	-1.03%	Egyptian .CASE30	7020.35	0.55%
	10 YEARS	3.305	CAC 40	3758.36	-1.70%	Dubai FM Gen Id .DFMGI	2204.27	3.60%
	30 YEARS	4.076	DAX	5605.21	-1.82%	Morocco SI MSI	6601.51	0.00%
			FTSE	5079.27	-1.17%	Bahrain .BAX	1538.79	-0.01%
			Euronext 100	652.78	-1.40%			

Tracker	Underlying	Last Price	% Change
FXI	China	41.20	-2.65
EWG	Germany	21.82	-1.93
EWJ	Japan	10.10	0.1
EWY	Korea	46.34	-1.86
EWT	Taiwan	11.81	-1.83
EWZ	Brazil	64.67	-1.55
IIF	India	20.72	-1.75
RNE	Eastern Europe	14.67	-0.81
TKF	Turkey	11.97	-1.72
GLD	Gold	97.55	-1.3
USO	Oil	33.97	-3.3

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	997.50	-1.65%
Silver / Oz	16.27	-4.80%
Palladium / Oz	297.55	-1.49%
Platinum / Oz	1308.50	-2.29%
Copper/ Lbs	269.95	-5.36%
Aluminum / Lbs	0.84	-1.75%
Coffee / Lbs	129.30	-4.68%
Cocoa EUR / 100 Kg	3066.00	-0.33%
Wheat / Tone	473.00	3.78%
Soybean / Bsh	919.50	-0.27%
Wti / Bbl	65.89	-8.18%
Brent	65.14	-6.41%

Libor USD	Rate
1 months	0.25
3 Months	0.28
6 Months	0.64
1 Year	1.23
Libor EUR	
1 months	0.40
3 Months	0.70
6 Months	1.01
1 Year	1.23

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1499	1506		
Euro	1.4681	1.4684	1.47	1.4616
JPY	90.69	90.75	91.35	90.57
GBP	1.5998	1.6002	1.6063	1.5919
CHF	1.0281	1.0285	1.032	1.0271
CAD	1.0878	1.0882	1.0927	1.0869
AUD	0.8685	0.8686	0.8705	0.8609

Key Economic Calendar		
Data	Date	Forecast
US		
US Durable Goods	25-Sep-09	
US U. Mich. Sentiment	25-Sep-09	70.3
Euroland / Japan		
FR Consumer Confid.	25-Sep-09	-37

REGIONAL MARKETS

Lebanon's BLOM stock index rose 1.64 percent at 1460.873 points. Solidere's A rose 2.96 percent at \$24.00 and its B share rose 3.64 percent at \$24.17. Byblos Bank S.A.L. common rose 6.55 percent at 1.79 and its priority shares rose 0.55 percent at 1.84.

Boosted by bullish exchanges in the US and East Asia, the Dubai Financial Market (DFM) extended its gains

from previous days by 2.08%, closing at 2,127.62 points. The Qatar Exchange advanced slightly, closing at 7,488.25 points with QR429.65m value traded. Shares of Doha Bank closed three percent higher at an 11-month of QR52.60. Industry stocks performed overall weaker.

TOP FX NEWS

The dollar advanced for a third-day against the euro, the longest strength of gains in a month, as signs of a slow recovery from the recession reduced demand for higher-yielding assets funded in the greenback. The dollar headed for its first weekly advance in three weeks against the 16-nation currency before a report forecast to show that growth in U.S. durable goods orders slowed last month. The pound reached the lowest in more than three months against the dollar after the Newcastle Journal reported that Bank of England Governor Mervyn King said the pound's drop is "very helpful" in rebalancing the U.K. economy. The dollar traded at \$1.4655 per euro at 9:07 a.m. in Tokyo from \$1.4666 yesterday in New York. The U.S. currency touched \$1.4844 on Sept. 23, the weakest since Sept. 22, 2008. The dollar was at 90.90 yen from 91.27 yen. The yen fetched 133.24 per euro from 133.86 yesterday. The pound fell to \$1.5918, the lowest since June 8, from \$1.6059 yesterday in New York. The U.K. currency dropped to 91.93 pence per euro, reaching the weakest level since April 1. Orders for durable goods in the U.S. meant to last several years increased 0.4 percent in August, after rising 5.1 percent the previous month, according to the median forecast of 75 economists surveyed by Bloomberg News. The Commerce Department's report is due for release at 8:30 a.m. in Washington. Adding to signs of a slow recovery, the National Association of Realtors reported yesterday that purchases of existing U.S. homes decreased 2.7 percent in August to a 5.10 million annual pace.

USD/JPY

Res: 091.63/092.15/092.55

Sup: 090.35/090.12/089.49

EUR/USD

Res: 1.4731/1.4803/1.4845

Sup: 1.4611/1.4561/1.4515

GBP/USD

Res: 1.6072/1.6113/1.6169

Sup: 1.5983/1.5923/1.5803

GOLD

Res: 1001.7/1005.8/1018.7

Sup: 0990.8/0987.3/0982.8

EUROLAND

European stocks fell the most in more than a month as U.S. home sales unexpectedly dropped and the Federal Reserve said it will reduce the size of two programs meant to bolster credit markets. Hennes & Mauritz AB pulled retailers lower after sales deteriorated. 3i Group Plc sank 3.1 percent as the pace of new investments sank. BHP Billiton Ltd. and Total SA led declines by commodity producers as metals and oil slumped. The Dow Jones Stoxx 600 Index slid 1.9 percent to 239.98, the steepest drop since Aug. 17. The benchmark measure has soared 52 percent since March 9 as the Group of 20 nations committed about \$12 trillion to revive growth and the Fed kept overnight borrowing costs near zero to unlock credit markets. The rally has pushed valuations on the Stoxx 600 to 50 times the profit of its companies, the most expensive level since 2003, according to data compiled by Bloomberg. Benchmark indexes fell in all 18 western European markets except Iceland. France's CAC 40 retreated 1.7 percent and the U.K.'s FTSE 100 slid 1.2 percent. Germany's DAX slumped 1.7 percent as the Ifo institute's index of business confidence rose less than forecast. H&M retreated 4.3 percent to 391 kronor, sending a gauge of retail stocks 2.6 percent lower. Europe's second-largest clothing retailer said revenue at stores open at least a year fell 11 percent last month, the fourth consecutive drop and worse than July's 3 percent decrease. Third-quarter net income of 3.46 billion kronor (\$501 million) missed the 3.5 billion-krona average estimate of 11 analysts compiled by Bloomberg. 3i slid 3.1 percent to 279 pence. Europe's biggest

publicly traded private-equity firm said the pace of new investments dropped 75 percent as a lack of debt financing nearly brought the buyout market to a halt. BHP, the world's largest mining company, lost 1.9 percent to 1,669 pence and Rio Tinto Group, the third-biggest, decreased 2.1 percent to 2,643.5 pence as copper led a retreat in base-metal prices. Total, Europe's third-largest oil company, declined 3.4 percent to 40.10 euros as crude sank to a one-month low in New York trading. Royal DSM NV, the world's biggest maker of vitamins, advanced 2.7 percent to 28.03 euros. The company said third-quarter profit from continuing operations before exceptional items should be about double the 58 million euros it earned on that basis in the second quarter. Ryanair Holdings Plc slid 3.4 percent to 3.49 euros after Europe's largest discount airline lowered its estimate for passenger growth. Air France-KLM Group slid 3.5 percent to 12.38 euros after UBS AG gave the region's biggest carrier a "sell" recommendation in new coverage. British Airways Plc dropped 4.3 percent to 220 pence. Europe's third-largest airline was downgraded to "hold" from "buy" at Citigroup Inc., which said mid-cycle share-price valuations were reached "far earlier than expected." Carlsberg A/S, the Danish brewer that's also the biggest beer producer in Russia, fell 2.9 percent to 382 kronor after the Russian government raised beer taxes. Solvay SA rallied 2.4 percent to 75.90 euros, paring four days of declines.

US MARKETS

U.S. stocks fell for a second day as sales of existing homes unexpectedly slumped and the Federal Reserve said it will cut the size of two programs meant to bolster credit markets. Oil tumbled to a one-month low as the dollar strengthened, while Treasuries rose. Alcoa Inc., General Electric Co. and Caterpillar Inc. dropped at least 2.4 percent after the National Association of Realtors said purchases declined 2.7 percent last month. D.R. Horton Inc. fell 4.2 percent to lead declines in homebuilders. Bank of America Corp. and Citigroup Inc. retreated after the Fed said it will shrink emergency programs that auction loans to commercial banks and Treasuries to bond dealers. The Standard & Poor's 500 Index lost 1 percent to 1,050.78 at 4:04 p.m. in New York, trimming its 2009 gain to 16 percent. The Dow slipped 41.11 points, or 0.4 percent, to 9,707.44. Benchmark indexes rose in early trading after an unexpected decrease in jobless claims bolstered speculation that the economy is emerging from the worst recession in seven decades. The S&P 500 yesterday dropped from its highest level since October. A 57 percent rally from March 9 through yesterday left the measure valued at about 20 times the reported earnings of its companies, the most expensive level since 2004, according to weekly data compiled by Bloomberg. "Things are not as bad as they were but it will obviously take a fair amount of time to have the economy growing," said Richard Sichel, chief investment officer at Philadelphia Trust Co. in Philadelphia, which manages \$1.3 billion. "Obviously when you have such a dramatic move in stocks, any disappointing economic number could be a reason to sell." The Fed signaled yesterday that the U.S. economy's return to growth is insufficient to withdraw stimulus as officials seek to reduce the highest unemployment rate in a quarter century. While the economy has "picked up," the central

bank's planned asset purchases will help ensure a "gradual return to higher levels of resource utilization," the Fed's Open Market Committee said. The Fed yesterday cited "continued improvements" in financial markets for shrinking its liquidity programs. The Term Auction Facility will sell \$50 billion in 70-day funds next month, down from \$75 billion in 84-day funds in September, with the auctions' size and maturity decreasing more in November and December, the Fed said. The Term Securities Lending Facility will shrink to \$50 billion, and then \$25 billion, from \$75 billion. A gauge of 79 banks, insurers and investment firms in the S&P 500 helped lead the index lower, falling 1.8 percent. The S&P 500 Financials Index has rallied 143 percent from a 17-year low on March 6 amid growing speculation that the worst of the credit crisis is over. Bank of America fell 3 percent to \$16.98, while Citigroup declined 2 percent to \$4.43. Deutsche Bank AG Chief Executive Officer Josef Ackermann said plans by world leaders to overhaul financial regulation will curb banks' profitability. A gauge of 12 homebuilders fell 2.2 percent and real-estate companies had the biggest decline in the S&P 500 among 24 industries, dropping 3.6 percent. Sales of existing homes decreased in August by 2.7 percent to a 5.1 million annual rate, still the second-highest level in the last 23 months, the National Association of Realtors said. The median price dropped 12.5 percent from August 2008. D.R. Horton fell 4.2 percent to \$11.93, while Lennar Corp. declined 4.5 percent to \$14.82. Bed Bath & Beyond Inc. dropped 3.3 percent to \$37.75. Freeport-McMoRan Copper & Gold Inc., the world's biggest publicly traded copper producer, fell 4.2 percent to \$68.10. AK Steel Corp. tumbled 7 percent to \$21.23.

EMERGING MARKETS

Brazilian stocks fell for a second day, extending the Bovespa index's biggest drop in three weeks, on lower commodity prices and concern faster economic growth and quickening inflation may lead to higher borrowing costs. The Bovespa index dropped 0.7 percent to 60,046.28 after a 1.6 percent decline yesterday. Three stocks fell on the index for every one that gained. The BM&FBovespa Small Cap index slipped 0.3 percent. Mexico's Bolsa index slid 1.7 percent, Chile's Ipsa rose 0.1 percent and the MSCI Emerging Markets Index sank 1.2 percent. Mexico's Bolsa index fell to the lowest level in two weeks. Industrias CH SAB, fell 4.9 percent to 44.72 pesos as the Bloomberg World Iron/Steel Index slumped.

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