

Financially Yours,

October 26, 2009

YOUR DAILY ELECTRONIC MARKET REPORT

For further information please contact Byblos Bank's Capital Markets and Private Banking on: +961 1 335240/6/9

Lebanese Eurobonds

USD	Coupon	Maturity	Bid	Offer	Bid Yield	Offer Yield	Duration	Mduration	Frq
7.125 Lebanon Mar 10	7.125	05/03/2010	101.750	102.750	2.068	-0.705	0.35	0.35	2
7 7/8 Lebanon May 11	7.875	20/05/2011	105.750	106.750	4.028	3.389	1.45	1.43	2
7.5 Lebanon Mar 12	7.500	19/03/2012	106.250	107.250	4.700	4.272	2.22	2.17	2
9 1/8 Lebanon Mar 13	9.125	12/03/2013	112.000	113.000	5.193	4.890	2.97	2.90	2
9 Lebanon May 14	9.000	02/05/2014	112.500	113.500	5.808	5.572	3.71	3.60	2
10 Liban Apr 15	10.000	25/04/2015	116.000	117.000	6.488	6.289	4.45	4.31	2
8.50 Lebanon Aug 15	8.500	06/08/2015	110.000	111.000	6.397	6.200	4.66	4.52	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	110.000	111.000	6.516	6.330	4.93	4.77	2
9 Lebanon Mar 17	9.000	20/03/2017	114.500	115.500	6.497	6.339	5.65	5.47	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	109.500	110.500	7.028	6.908	7.79	7.53	2

Emerging Eurobonds

Emerging Eurobonds						Beirut Stock Exchange (closing 23.10.09)					
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	99.500	100.500	9.311	Byblos bank	1.92	-2.54%	6.46	0.82	5.21%
R. OF SRILANKA	8.250	24-Oct-12	105.125	105.625	6.248	Byblos bank Preferred	100	0.20%	-	-	-
ATF BANK	9.250	12-Apr-12	99.705	100.205	9.267	Byblos bank Prty	1.95	0.52%	8.19	0.83	6.67%
TAQA ABD NATL.	4.375	28-Oct-13	101.178	101.678	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	98.500	5.126	Audi	85.1	1.37%	13.87	1.76	2.34%
TDIC SUKUK LTD	4.949	21-Oct-14	101.783	102.033	4.517	Blom	90.45	0.00%	7.72	1.43	4.01%
ORASCOM TELECOM	7.875	08-Feb-14	96.000	96.000	9.017	Solidere A	26.28	2.34%	23.74	2.46	4.38%
REP. VENEZUELA	8.500	08-Oct-14	87.414	87.914	11.868	Solidere B	26	1.88%	23.49	2.43	4.42%
CELL C PTY LTD	11.000	01-Jul-15	99.500	100.500	10.992	Holcim	13.06	0.00%	-	-	6.13%
						Casino	390	-	-	-	-

Benchmark	Maturity	Yield	Equity Indices	Price	% Change	Arab Indices	Price	% Change
US TREASURY	2 YEARS	1.025	NASDAQ Comp	2154.47	-0.50%	BLOM Stock Index .BLSI	1572.283	0.90%
	5 YEARS	2.463	NASDAQ 100	1753.63	-0.54%	SAUDI All Share .SASI	6527.53	-0.21%
	10 YEARS	3.503	DJI	9972.18	-1.08%	Doha Stock Market .QSI	7280.89	-1.23%
	30 YEARS	4.311	S&P 500	1079.6	-1.22%	Kuwait SE .KWSE	7487.8	-2.16%
EUR BUND	2 YEARS	1.409	Nikkei	10282.99	0.15%	Abu Dhabi SE .ADI	3147.44	-0.28%
	5 YEARS	2.534	SMI	6378.06	-0.43%	Egyptian .CASE30	7188.75	1.79%
	10 YEARS	3.355	CAC 40	3808.24	-0.33%	Dubai FM Gen Id .DFMGI	2263.1	0.22%
	30 YEARS	4.099	DAX	5740.25	-0.39%	Morocco SI MSI	6508.75	-1.82%
			FTSE	6514	0.00%	Bahrain .BAX	1546.66	-0.29%
			Euronext 100	666.57	-0.39%			

Tracker	Underlying	Last Price	% Change
FXI	China	44.36	0.09
EWG	Germany	23.12	-0.77
EWJ	Japan	9.69	-2.32
EWY	Korea	45.43	-0.09
EWT	Taiwan	12.23	-0.73
EWZ	Brazil	74.34	-1.08
IIF	India	21.90	-1.88
RNE	Eastern Europe	15.85	-0.63
TKF	Turkey	13.25	-0.9
GLD	Gold	103.49	-0.41
USO	Oil	40.91	-1.35

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	1055.60	-0.21%
Silver / Oz	17.71	1.03%
Palladium / Oz	339.00	-0.03%
Platinum / Oz	1363.20	-0.03%
Copper/ Lbs	302.40	1.20%
Aluminum / Lbs	90.40	-0.17%
Coffee / Lbs	137.15	-4.52%
Cocoa EUR / 100 Kg	3365.00	-0.80%
Wheat / Tone	547.75	-0.72%
Soybean / Bsh	1006.00	0.05%
Wti / Bbl	80.50	-0.85%
Brent	77.91	-0.81%

Libor USD	Rate
1 months	0.24
3 Months	0.28
6 Months	0.58
1 Year	1.24
Libor EUR	Rate
1 months	0.39
3 Months	0.69
6 Months	1.01
1 Year	1.24

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1500	1503		
Euro	1.5029	1.5033	1.5061	1.4982
JPY	91.84	91.9	92.19	91.57
GBP	1.6293	1.6297	1.6326	1.6253
CHF	1.007	1.0075	1.0096	1.0053
CAD	1.0518	1.0522	1.0546	1.0504
AUD	0.9242	0.9247	0.9276	0.9193

Key Economic Calendar		
Data	Date	Forecast
US		
US National Activity Ind.	26-Oct-09	
US Midwest Manufact.	26-Oct-09	
Euroland / Japan		
DE Consumer Sentiment	26-Oct-09	

REGIONAL MARKETS

Lebanon's BLOM stock index rose 0.90 percent at 1572.283 points. Solidere's A rose 2.34 percent at \$26.28 and its B share rose 1.88 percent at \$26.00. Byblos Bank S.A.L. common fell 2.54 percent at 1.92 and its priority shares rose 0.52 percent at 1.95.

United Arab Emirates shares ended a losing streak as better-than-expected earnings from Emaar Properties PJSC, the country's largest real-estate developer, boosted investor confidence. The Dubai Financial Market General

Index climbed for the first time in four days, rising 0.9 percent to 2,263.10, while Abu Dhabi's measure increased for the first time in three days, also adding 0.9 percent. Qatar's DSM 20 Index slipped less than 0.1 percent and Saudi Arabia's Tadawul All Share Index lost 0.6 percent to 6,527.53. Oman's MSM30 Index slid 1.5 percent, while the Kuwait Stock Exchange dropped 1.6 percent, the biggest decline since July 13. Bahrain's measure retreated 0.7 percent.

TOP FX NEWS

The dollar touched a 14-month low versus the euro as an advance in Asian stocks and signs the global economy is recovering reduced demand for the greenback as a refuge. The dollar fell against 12 of its 16 major counterparts before reports economists said will show confidence among U.S. and French consumers rose. South Korea's won strengthened after its economy grew at the fastest pace in seven years. The yen and euro gained after an official Chinese paper said the nation should boost reserves in the currencies. The dollar fell to \$1.5035 per euro as of 2:26 p.m. in Tokyo from \$1.5008 in New York last week. It earlier dropped to \$1.5063, the lowest since August 2008. The U.S. currency declined to 91.77 yen from 92.06 yen. The yen traded at 137.96 per euro from 138.15. The MSCI Asia Pacific Index of shares climbed 0.3 percent after earlier falling as much as 0.4 percent. The Nikkei 225 Stock Average rose for a second day, adding 0.4 percent.

USD/JPY

Res: 092.23/092.55/092.90

Sup: 091.33/090.77/090.48

EUR/USD

Res : 1.5061/1.5123/1.5202

Sup: 1.4991/1.4943/1.4883

GBP/USD

Res: 1.6419/1.6487/1.6544

Sup: 1.6240/1.6201/1.6024

GOLD

Res: 1066.6/1069.3/1077.2

Sup: 1049.6/1047.1/1042.4

EUROLAND

European stocks declined this week as better-than-estimated earnings failed to ease concern a seven-month rally in equities has outpaced the prospects for economic and profit growth. STMicroelectronics NV led a retreat in technology companies after Royal Bank of Scotland Group Plc recommended selling the shares. Elan Corp. sank 23 percent as its multiple sclerosis drug Tysabri was linked to 23 cases of a potentially fatal brain disease. Valeo SA advanced 4.9 percent after posting a quarterly profit. Nestle SA climbed 7.1 percent as UBS AG advised buying shares in the world's largest food company. The Dow Jones Stoxx 600 Index slipped 0.3 percent to 244.89, following two weeks of gains. The regional gauge has rallied 55 percent since March 9, pushing its valuation to about 50 times companies' reported earnings, near the most expensive level since 2003, weekly data compiled by Bloomberg show. Microsoft Corp., the world's largest software maker, posted a smaller drop in profit than analysts estimated after slashing costs to make up for falling sales. Morgan Stanley reported its first profit in a year, surpassing analysts' estimates on higher investment-banking fees. Caterpillar Inc. was also among companies reporting better-than-anticipated earnings this week. Stocks erased gains Oct. 23 even after a report showed sales of existing U.S. homes climbed in September to the highest level in more than two years. U.K. gross domestic product unexpectedly dropped in the third quarter as enduring slumps in services, manufacturing and construction kept the economy mired in its longest recession on record. National benchmark indexes fell in 13 of the 18 western European markets. Germany's DAX declined 0.1 percent, while France's CAC 40 retreated 0.5 percent. The U.K.'s FTSE 100 increased 1 percent. STMicroelectronics slid

9.2 percent in Paris after Europe's largest chipmaker was cut to "sell" from "hold" at Royal Bank of Scotland, saying there is "better value elsewhere." Elan sank 23 percent, the worst performance in the Stoxx 600 this week, as Europe's drug regulator said it started a review of the risks and benefits of Elan's and Biogen Idec Inc.'s Tysabri drug. The Stoxx 600 Construction & Materials Index declined 2.9 percent, the biggest retreat among 19 industry groups in the European benchmark index. Bilfinger Berger AG fell 2.8 percent after the German builder said it sold new shares. Royal BAM Groep NV sank 5.1 percent as AlphaValue cut its recommendation for the largest Dutch construction company to "sell." Valeo climbed 4.9 percent as France's second-biggest auto- parts supplier posted the first quarterly profit in a year and said it aims to break even in the second half after raising its production forecast. The Stoxx 600 Automobiles & Parts Index added 2 percent, the second-best performance in the broader measure. PSA Peugeot Citroen advanced 1.7 percent as the region's second-biggest carmaker raised its European auto-market forecast for 2009 and said it will update its own full-year profit guidance next month. Bayerische Motoren Werke AG, the world's largest maker of luxury cars, gained 8.1 percent. Natixis SA rallied 13 percent after the French investment bank was added to Credit Suisse Group AG's so-called "focus list." The analysts also raised their price estimate for the shares by 36 percent to 5.70 euros, saying the bank could "significantly surprise consensus" and their own estimates for 2011 earnings. Aker Solutions ASA, Norway's biggest maker of oil platforms and equipment, surged 16 percent after quarterly profit exceeded analysts' estimates.

US MARKETS

U.S. stocks fell for the first time in three weeks as companies from Burlington Northern Santa Fe Corp. to Boston Scientific Corp. forecast earnings that are below analysts' estimates. Boeing Co. plunged 6.2 percent, the steepest drop in the Dow Jones Industrial Average, after posting a loss that was bigger than analysts estimated and reducing its full-year profit projection. Boston Scientific fell the most since February on signs heart-device sales are slowing. Burlington Northern slumped 8.4 percent, the most since March, on concern shipments of consumer products will remain weak. The S&P 500 fell 0.7 percent to 1,079.60. The Dow Jones Industrial Average lost 23.73 points, or 0.2 percent, to 9,972.18. The Russell 2000 Index dropped 2.5 percent to 600.86. The S&P 500's 60 percent rally since March 9 propelled the index to a one-year high on Oct. 19 and pushed the valuation of its companies to more than 20 times their reported operating income, the most expensive level since 2004. Nine of 10 industries in the S&P 500 retreated this week, led by raw-materials producers, health-care companies and industrial shares. Stocks also dropped following government reports that showed housing starts rose less than forecast in September and initial applications for jobless benefits were higher than estimated. Profits at companies that reported third-quarter results have dropped 14 percent, adding to a record eight straight quarters of earnings declines. Boeing fell 6.2 percent this week, the most since June, to \$49.89 after posting a loss that was the biggest in Bloomberg records dating to mid-1983. The world's second-largest airplane maker was hurt by \$3.5 billion in charges for the delayed 787 Dreamliner and 747-8 jumbo jet programs. Since the start of the third-quarter reporting period, 80

percent of the companies in the S&P 500, including Apple Inc., Caterpillar Inc. and Morgan Stanley this week, have released better-than-expected results, according to Bloomberg data. That's the highest proportion in data going back to 1993. Boston Scientific plunged 13 percent to \$8.75. Full-year earnings, adjusted for some items, will be 75 cents to 79 cents a share, lower than the 82 cents to 86 cents, the medical-device maker said. The drop in Boston Scientific pushed a measure of health-care shares in the S&P 500 to a 1.7 percent loss. Burlington Northern fell 8.4 percent to \$79.12. The largest U.S. railroad forecast fourth-quarter profit of \$1.10 to \$1.20 a share, trailing the average analyst estimate of \$1.31 a share in a Bloomberg survey. State Street Corp. slumped 14 percent to \$45.70. The world's largest money manager for institutions cut its earnings projection and California sued the company for overcharging two state pensions. Amazon.com Inc. soared 24 percent to a record \$118.49. The world's largest online retailer reported third-quarter earnings after discounts and the Kindle electronic book reader fueled sales. Apple jumped 8.5 percent, the most in three months, to \$203.94. Soaring iPhone and Macintosh computer sales and speculation that Chief Executive Officer Steve Jobs will unveil new gadgets next year pushed the company to close at \$205.20 on Oct. 22, an all-time high. New York Times Co., PNC Financial Services Group Inc. and Capital One Financial Corp. rallied more than 12 percent after their quarterly results exceeded estimates. More than 150 S&P 500 companies will report earnings this week, including Exxon Mobil Corp., Procter & Gamble Co. and Verizon Communications Inc.

EMERGING MARKETS

Brazilian stocks fell, sending the Bovespa index to its first weekly decline in a month, after Goldman Sachs Group Inc. downgraded the nation's biggest banks and analysts said the foreign investment tax may slow inflows. The Bovespa stock index fell 1.6 percent to 65,058.84, for a loss of 1.7 percent this week. The BM&FBovespa Small Cap index lost 0.9 percent today. Mexico's Bolsa declined 0.5 percent and the MSCI Emerging Markets Index rose 0.5 percent. The real rose 0.1 percent to 1.7173 per dollar on Friday, narrowing a decline of 0.4 percent this week, the first five-day loss since August. The Brazilian government won't drop a tax on foreign inflows imposed last week on stocks and fixed-income securities purchases, O Globo reported on Friday, citing an interview with Finance Minister Guido Mantega.

CONTACT NAMES

Shadi Hanna

A.G.M Financial Markets Division

<u>CAPITAL MARKETS</u>		<u>PRIVATE BANKING</u>	
Ziad Moubarak	Fixed Income	Joe Nader	
Elie Ghanem		Marguerite Bazerli	
Rhea Sawaya		Rizkallah Semaan	
Yves Rahme	Equity Desk	Zeina Anka	
Haytham Mroue			
Maguy Viltaki			
Hana Kara			
Youssef Abi Saab			

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