

Financially Yours,

September 29, 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	102.125	103.125	2.071	-0.220	0.43	0.42	2
7 7/8 Lebanon May 11	7.875	20/05/2011	105.375	106.375	4.422	3.808	1.53	1.50	2
7.5 Lebanon Mar 12	7.500	19/03/2012	105.500	106.500	5.095	4.675	2.30	2.24	2
9 1/8 Lebanon Mar 13	9.125	12/03/2013	110.000	111.000	5.874	5.569	3.04	2.96	2
9 Lebanon May 14	9.000	02/05/2014	110.375	111.375	6.353	6.114	3.77	3.66	2
10 Liban Apr 15	10.000	25/04/2015	113.000	114.000	7.125	6.922	4.32	4.17	2
8.50 Lebanon Aug 15	8.500	06/08/2015	107.375	108.375	6.940	6.739	4.72	4.56	2
8 1/2 Lebanon Jan 16	8.500	19/01/2016	107.250	108.250	7.051	6.861	4.98	4.81	2
9 Lebanon Mar 17	9.000	20/03/2017	110.750	111.750	7.118	6.955	5.69	5.49	2
8 1/4 Lebanon Apr 21	8.250	12/04/2021	106.250	107.250	7.433	7.308	7.51	7.25	2

Emerging Eurobonds

Emerging Eurobonds						Beirut Stock Exchange (closing 28.09.09)					
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	104.900	105.150	5.904	Byblos bank	1.8	2.27%	6.06	0.77	5.56%
EVRAZ GRP SA	8.875	24/04/2013	92.750	93.250	11.313	Byblos bank Preferred	98	0.00%	-	-	-
IIB LUXG SA (IIB)	9.500	12/02/2010	98.500	100.500	10.796	Byblos bank Prty	1.8	-0.55%	7.56	0.77	7.22%
R. SEYCHELLES	9.125	03/10/2011	24.905	24.970	106.821	Byblos Bank GDR	85.00	0.00%	10.84	0.24	5.32%
ATF BANK	9.250	12/04/2012	98.750	100.250	9.474	Audi	73.25	-1.21%	11.94	1.52	2.72%
LAU	6.750	02/01/2018	104.00	106.00	5.950	Blom	85.85	1.00%	7.32	1.35	4.23%
ORASCOM TELECOM	7.875	08/02/2014	95.750	96.750	8.929	Solidere A	24.61	-1.48%	22.23	2.30	4.67%
REP. VENEZUELA	8.500	08/10/2014	89.000	90.500	11.227	Solidere B	24.63	-1.00%	22.25	2.30	4.67%
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
US TREASURY	2 YEARS	0.988
	5 YEARS	2.353
	10 YEARS	3.300
	30 YEARS	4.046
EUR BUND	2 YEARS	1.236
	5 YEARS	2.417
	10 YEARS	3.249
	30 YEARS	3.974

Equity Indices	Price	% Change
NASDAQ Comp	2130.74	1.90%
NASDAQ 100	1724.59	1.80%
DJI	9789.36	1.28%
S&P 500	1062.98	1.78%
Nikkei	10009.52	-2.50%
SMI	6289.27	0.84%
CAC 40	3825	2.30%
DAX	5736.31	2.78%
FTSE	5165.7	1.64%
Euronext 100	662.54	2.05%

Arab Indices	Price	% Change
BLOM Stock Index .BLSI	1472.392	-0.47%
SAUDI All Share .SASI	6227.07	0.79%
Doha Stock Market .QSI	7436.74	-0.96%
Kuwait SE .KWSE	7841.5	-0.71%
Abu Dhabi SE .ADI	3089.01	-1.11%
Egyptian .CASE30	6762.89	-2.15%
Dubai FM Gen Id .DFMGI	2140.53	-2.57%
Morocco SI MSI	6583.05	-2.29%
Bahrain .BAX	1554.96	-0.18%

Tracker	Underlying	Last Price	% Change
FXI	China	41.37	0.34
EWG	Germany	22.23	2.16
EWJ	Japan	10.10	0.8
EWY	Korea	47.07	0.81
EWT	Taiwan	11.92	0.85
EWZ	Brazil	66.46	1.76
IIF	India	21.20	1.44
RNE	Eastern Europe	14.85	1.02
TKF	Turkey	12.09	2.89
GLD	Gold	97.05	0.05
USO	Oil	34.51	1.5

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	992.50	0.23%
Silver / Oz	16.17	0.84%
Palladium / Oz	293.25	-0.44%
Platinum / Oz	1286.00	0.11%
Copper/ Lbs	271.40	-0.62%
Aluminum / Lbs	0.84	0.29%
Coffee / Lbs	127.15	-1.66%
Cocoa EUR / 100 Kg	3085.00	0.62%
Wheat / Tone	455.75	1.33%
Soybean / Bsh	919.50	-0.70%
Wti / Bbl	66.84	1.24%
Brent	65.58	1.30%

Libor USD	Rate
1 months	0.25
3 Months	0.28
6 Months	0.64
1 Year	1.26
Libor EUR	
1 months	0.40
3 Months	0.70
6 Months	1.00
1 Year	1.23

FX Rates	Bid	Ask	Hi	Lo
USD / LL	1500	1503		
Euro	1.4635	1.4638	1.4645	1.4586
JPY	89.9	89.95	90.23	89.63
GBP	1.5942	1.5948	1.5958	1.5876
CHF	1.0319	1.0323	1.0348	1.0314
CAD	1.0808	1.0813	1.087	1.0796
AUD	0.8756	0.8758	0.8765	0.872

Key Economic Calendar		
Date	Date	Forecast
US		
US Consumer Conf.	29-Sep-09	
US ICSC Chain Stores	29-Sep-09	
Euroland / Japan		
EZ Consumer Sentiment	29-Sep-09	-21

REGIONAL MARKETS

Lebanon's BLOM stock index fell 0.47 percent at 1472.392 points. Solidere's A fell 1.48 percent at \$24.61 and its B share fell 1.00 percent at \$24.63. Byblos Bank S.A.L. common rose 2.27 percent at 1.80 and its priority shares fell 0.55 percent at 1.80.

Investors at the Dubai Financial Market (DFM) witnessed a rollercoaster trading session with 18 shares advancing, five declining and six remaining flat. The DFM

Index eventually closed 0.55% higher at 2,197.08 points. Insurers led the rise. Islamic Arab Insurance (Salama) gained 8.21%, finishing at Dhs1.45. Real Estate contractor Drake and Scull International, which was upgraded by Credit Suisse on Friday to 'outperform', ended unchanged at Dhs0.98. Market bellwether Emaar Properties dipped to Dhs4.05 (off 0.98%).

TOP FX NEWS

The yen weakened against the dollar as Japan's Finance Minister said the government may take action in markets after the currency's gain to an eight-month high imperiled earnings for export-dependent companies. Japan's currency declined against all of its 16 major counterparts as Asian shares extended a global rally, boosting demand for higher-yielding currencies. The dollar traded near a two-week high against the euro after European Central Bank President Jean-Claude Trichet and an adviser to Japan's finance minister reaffirmed support for the greenback. The yen declined to 89.98 per dollar as of 1:07 p.m. in Tokyo from 89.63 in New York yesterday, when it touched 88.24, the strongest level since Jan. 23. Japan's currency dropped to 131.64 per euro from 131.06 in New York yesterday. The dollar was at \$1.4625 per euro from \$1.4622. Yesterday it touched \$1.4565 per euro, the highest level since Sept. 15. "If the currency market moves abnormally, we may take necessary steps in the national interest," Japanese Finance Minister Hirohisa Fujii said at a news conference in Tokyo today. He denied saying he tolerates a stronger yen. Since taking the post two weeks ago, Fujii has he doesn't support a "weak yen" and he opposes governments stepping into currency markets "in principle." Central banks intervene in foreign-exchange markets by selling and buying currencies.

USD/JPY	EUR/USD	GBP/USD	GOLD
Res: 090.35/090.84/091.63	Res: 1.4635/1.4680/1.4725	Res: 1.5925/1.6046/1.6113	Res: 0995.1/0998.7/1001.7
Sup: 089.15/088.75/088.23	Sup: 1.4565/1.4515/1.4448	Sup: 1.5813/1.5770/1.5715	Sup: 0988.5/0985.3/0982.8

EUROLAND

European stocks posted the biggest gain in more than five weeks amid signs that mergers are rebounding and as German Chancellor Angela Merkel's re-election boosted the country's utilities. Arkema SA and Umicore SA jumped more than 3.9 percent after Solvay SA said it's studying opportunities for expanding through acquisitions. AstraZeneca Plc rose the most in more than three months amid speculation of takeover interest from Novartis AG. RWE AG and E.ON AG, Germany's biggest utilities, rallied more than 4 percent after Merkel's election win fueled speculation that her desired coalition will scrap a nuclear phase-out law. The Stoxx 600 advanced 1.8 percent to 243.2, the steepest increase since Aug. 21. The measure has soared 54 percent since March 9, pushing its price-earnings ratio to the highest level since 2003, according to data compiled by Bloomberg. European acquisitions have rebounded this month following the slowest August for the region's takeover market in five years. In the first half, mergers fell 42 percent in the U.S., 50 percent in Asia and almost 60 percent in Europe as the credit crisis choked off financing. Benchmark indexes climbed in all 18 western European markets. France's CAC 40 gained 2.3 percent and the U.K.'s FTSE 100 increased 1.6 percent. Germany's DAX surged 2.8 percent after Merkel's Christian Democrats and the Free Democrats, her preferred allies, won enough votes to form the next government. Arkema, the French chemical maker spun off from oil company Total SA, rallied 7 percent to 23.64 euros, while Belgium's Umicore increased 3.9 percent to 20.26 euros. Solvay, which today announced the \$7.1

billion sale of a drug unit to Abbot Laboratories, said it's already studying opportunities for expanding remaining chemical and plastics operations through acquisitions. Petercam analyst Jan van den Bossche said Arkema and Umicore had been touted as possible targets. Solvay shares lost 0.1 percent to 74.65 euros. AstraZeneca rose 2.8 percent to 2,828.5 pence, the biggest advance since June 12, amid speculation Novartis will make a takeover offer for Britain's second-largest drugmaker. Novartis shares added 0.9 percent to 50.8 Swiss francs. AstraZeneca spokesman Neil McCrae declined to comment, as did Novartis spokesman Eric Althoff. Novartis shares increased 0.5 percent to 50.6 Swiss francs. RWE surged 4.2 percent to 64.80 euros and E.ON climbed 4.5 percent to 29.48 euros on speculation Merkel's coalition will scrap a law that required Germany's 17 nuclear plants to close by 2021. Her effort to repeal the legislation was stymied by the Social Democrats, her junior partner the past four years, who imposed the deadlines in 2002 when they were in power. Stada Arzneimittel AG, largest publicly traded maker of generic medicines, jumped 12 percent to 18.70 euros, the biggest gain on the Stoxx 600. German Health Minister Ulla Schmidt, whose Social Democratic Party was defeated in yesterday's election, was the architect of a 2006 health-care overhaul that created a single fund into which all public health insurance customers pay premiums. The move forced generic-drug makers to compete for bulk orders from insurers as she sought to cut the country's spending on medicines.

US MARKETS

U.S. stocks rose, sending benchmark indexes up the most in five weeks, as takeovers in the drug and technology industries added to evidence that mergers and acquisitions are rebounding from the slowest pace in six years. Affiliated Computer Services Inc. jumped 14 percent after Xerox Corp. agreed to buy the company for \$6.4 billion. Abbott Laboratories advanced 2.6 percent on plans to purchase Solvay SA's pharmaceutical unit and gain control of the TriCor cholesterol drug. Cisco Systems Inc., the largest maker of networking equipment, gained the most since July as Barclays Plc predicted revenue will increase. The Standard & Poor's 500 Index added 1.8 percent to 1,062.98 at 4:09 p.m. in New York, snapping a three-day losing streak. The Dow Jones Industrial Average gained 124.17 points, or 1.3 percent, to 9,789.36. About 979 million shares changed hands on the New York Stock Exchange, 21 percent fewer than the three-month average as trading slowed on the Yom Kippur holiday. Financial stocks climbed 3.4 percent collectively to lead gains in all 10 of the S&P 500's main industries, trimming the decline in the index to 0.8 percent since it reached an almost one-year high on Sept. 22. The benchmark gauge for U.S. equities has climbed 57 percent from a 12-year low in March. Companies in the S&P 500 traded at 20.2 times reported profits from continuing operations on Sept. 22, data compiled by Bloomberg show, the highest valuation since 2004. Mergers and acquisitions involving U.S. companies have totaled \$49.1 billion in September, compared with \$26.6 billion in August and \$36.8 billion in July, based on Bloomberg data. Through the first three weeks of September, M&A dropped by about half in the U.S. to \$492.5 billion this year, the slowest pace since 2003,

Bloomberg data show. Xerox, the world's largest maker of high-speed color printers, said it's buying Affiliated Computer for \$63.11 in cash and stock for each Affiliated Computer share, 34 percent more than the closing price on Sept. 25. The purchase will extend Xerox's reach in the services market as sales of its traditional printing equipment decline. Affiliated Computer jumped 14 percent to \$53.86 for the S&P 500's biggest gain. Xerox posted the biggest loss in the index with a 14 percent slide to \$7.68. Abbott added 2.6 percent to \$48.58, its highest price since March. The company's purchase of Solvay's pharmaceutical unit will also give Abbott a bigger presence in emerging markets and lower its dependence on the arthritis drug Humira. The MSCI Asia Pacific Index fell 1.5 percent, led by Japanese exporters as the yen strengthened to an eight-month high. Cisco rose for the first time in five days, jumping 4.4 percent to \$23.61. Barclays raised its recommendation on the company to "overweight" from "equal-weight." MEMC Electronic Materials Inc. lost 3.1 percent to \$16.75. The maker of silicon wafers for solar modules and semiconductors was cut to "hold" from "buy" at Citigroup Inc. Earnings season starts next week with Alcoa, the first Dow company to release results, scheduled to give third-quarter earnings on Oct. 7. Walgreen Co., Micron Technology Inc. and Constellation Brands Inc. are among the S&P 500 companies set to release reports this week. The benchmark gauge for U.S. stocks will rise to 1,200 by the end of the year, a 13 percent advance from today's close of 1,062.96, Wien said in a telephone interview. The forecast is a reiteration of Wien's prediction at the start of 2009 that the S&P 500 would climb 33 percent this year.

EMERGING MARKETS

Developing-nation stocks declined for a fourth day, the longest stretch of losses since June, as metals prices fell and concern deepened that the global recovery is not robust enough to justify this year's rally. The MSCI Emerging Markets Index dropped 0.4 percent to 904.45 at 2:20 p.m. in New York, the lowest level since Sept.15. It's the longest stretch of losses since June 18. Chinese banks and metal producers fell, sending the Shanghai Composite Index down 2.7 percent to a four-week low as investors sought to cut risk before a weeklong holiday that begins Oct. 1. The MSCI index traded at an average of 20.7 times reported earnings on Sept. 22, the highest level since June 2000. Stocks in the Gulf slumped on lower oil prices, with both Dubai's Financial Market General Index slid 2.6 percent, while Oman's MSM 30 Index fell 1.9 percent.

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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