

August 03, 2023

GLOBAL MARKETS

Indices	Closing Level	Change		Performance	
		Value	(%)	MTD (%)	YTD (%)
Global					
S&P 500	4,513.4	(63.3)	(1.4)	(1.4)	17.6
Dow Jones Ind. Average	35,282.5	(348.2)	(1.0)	(1.0)	6.4
Nasdaq 100	15,370.7	(347.3)	(2.2)	(2.2)	40.5
FTSE 100	7,561.6	(104.6)	(1.4)	(1.4)	1.5
DAX 30	16,020.0	(220.4)	(1.4)	(1.4)	15.1
CAC 40	7,312.8	(93.2)	(1.3)	(1.3)	13.0
BIST 100	7,258.5	90.0	1.3	1.3	31.8
Nikkei	32,707.5	(759.2)	(2.3)	(2.3)	25.3
Hang Seng	19,517.4	(493.7)	(2.5)	(2.5)	(1.3)
Shanghai Composite	3,261.7	(29.3)	(0.9)	(0.9)	5.6
BSE Sensex	65,782.8	(676.5)	(1.0)	(1.0)	8.1
GCC					
QE Index	10,983.4	(124.6)	(1.1)	(1.1)	2.8
Saudi Arabia (TASI)	11,478.3	(157.8)	(1.4)	(1.4)	8.8
UAE (ADX)	9,826.1	47.5	0.5	0.5	(3.8)
UAE (DFM)	4,083.7	6.4	0.2	0.2	22.4
Kuwait (KSE)	7,188.8	(41.1)	(0.6)	(0.6)	(1.4)
Oman (MSM)	4,799.1	8.9	0.2	0.2	(1.5)
Bahrain (BAX)	1,988.5	(3.6)	(0.2)	(0.2)	4.9
MSCI GCC	714.4	(0.9)	(0.1)	(1.0)	2.0
Dow Jones Islamic	5,863.9	(101.1)	(1.7)	(1.8)	19.1
Commodity					
Brent (USD/bbl)	83.2	(1.7)	(2.0)	(2.8)	1.3
WTI (USD/bbl)	79.5	(1.9)	(2.3)	(2.8)	3.3
Natural Gas (USD/mmBTU)	2.5	(0.1)	(3.2)	(6.0)	(37.9)
Gold Spot (USD/t oz.)	1,937.4	(3.3)	(0.2)	(1.7)	5.3
Copper (USD/lb)	3.8	(0.1)	(1.7)	(4.2)	1.6

Source: Refinitiv Eikon

QATAR MARKET OVERVIEW

GCC Fundamentals	P/E (x)	P/B (x)	Dividend Yield (%)	Value Traded (USD mn)
Qatar All Share	12.6	1.3	4.2	109.4
DSM 20	12.7	1.3	4.5	76.8
Saudi Arabia (TASI)	18.1	2.1	3.2	1,437.8
UAE (ADX)	15.8	2.5	2.2	248.5
UAE (DFM)	9.8	1.5	4.3	139.5
Kuwait (KSE)	16.1	1.5	3.1	254.9
Oman (MSM)	10.4	0.8	5.0	3.4
Bahrain (BAX)	7.5	0.8	6.4	1.0

Source: Refinitiv Eikon

Qatar Trading Activity	Close Price	1D Change Value	1D Change (%)	Performance YTD YoY (%)	Vol. ('000)	P/E TTM
Top Gainers						
QATAR OMAN INV	0.9	0.1	6.5	62.7	13.3	20,642.9
ZAD HOLDING	14.0	0.4	2.6	0.5	(17.1)	8.5
MANNAI CORP	5.7	0.1	2.6	(24.3)	(36.4)	971.3
QLM LIFE	3.0	0.1	2.4	(38.1)	(48.0)	26.3
NAT LEASING CO	0.9	0.0	2.0	26.0	(2.2)	19,078.4
Top Losers						
QATAR NAVIGATI	10.3	(0.2)	(2.1)	1.3	0.9	28.7
QA INTL IS BK	10.3	(0.2)	(2.1)	(0.6)	(13.8)	360.9
QATAR FUEL CO	16.6	(0.3)	(1.9)	(7.5)	(7.6)	364.4
OOREDOO QSC	11.4	(0.2)	(1.9)	23.5	20.1	415.9
QA ISLAMIC BK	21.0	(0.4)	(1.7)	13.1	(19.5)	1,546.4

Source: Refinitiv Eikon; Note: Prices are in local currency.

MARKET COMMENTARY

Global

Wall Street finished lower, with the S&P 500 and Nasdaq Composite down for a second straight day as investors took profits on five months of gains a day after rating agency Fitch cut the US government's credit rating. The DJIA was down 1%, the S&P 500 lost 1.4% and Nasdaq 100 declined 2.2%.

European shares tumbled to two-week lows on Wednesday, with broad-based losses as investors fled riskier assets after a surprise downgrade of the US credit rating by Fitch. The pan-European STOXX 600 index fell 1.4%, touching its lowest level since July 18.

Japanese shares slid 2.3% to their biggest one-day percentage drop this year, as caution prevailed across Asia after a surprise cut on the US credit rating weighed on sentiment. China and Hong Kong stocks pulled back after a recent rally that was spurred by stimulus hopes as some investors booked profits in the absence of concrete and forceful measures by Beijing to shore up a flagging economy.

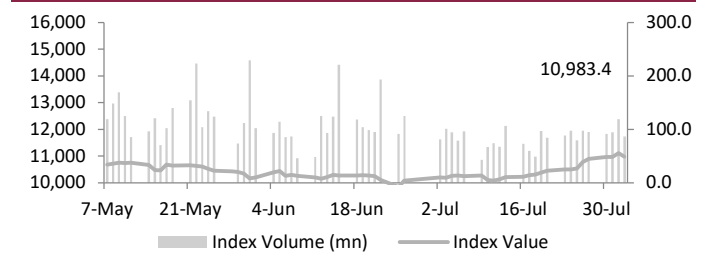
GCC

Saudi Arabia's stock market extended its losses on Wednesday as profit-taking continued after it hit nine-month high last week. The benchmark Bi'a's benchmark index fell for a fifth session to close 1.4% lower, with Al Rajhi Bank losing 2.6%. Dubai's main share index finished 0.2% higher, trading at eight years high, helped by a 0.6% gain in Emaar Properties. In Abu Dhabi, the index gained 0.5%.

Qatar

The Qatari Stock index fell 1.1%, hit by the Qatar Navigation (-2.1%) and the Qatar International Islamic Bank (-2.1%) were the top losers of the day. Out of the 48 traded stocks, 21 advanced, 22 declined and 5 remained unchanged. Total traded volume in the market was higher than the previous trading session. The Insurance index went up 0.4%, while Telecoms index declined by 1.5%.

Qatar DSM Index



Source: Refinitiv Eikon

QE Sector Indices	Closing Level	1D Change (%)
Banks & Financial Services	4,602.4	(1.1)
Consumer Goods & Services	7,938.1	(0.5)
Industrials	4,195.3	(0.5)
Insurance	2,388.1	0.4
Real Estate	1,639.6	(0.5)
Telecoms	1,705.2	(1.5)
Transportation	4,801.3	(1.5)

Source: Refinitiv Eikon

Qatar Trading Summary	Buy (%)	Sell (%)
Qatari Individuals	32.9	36.8
Qatari Institutions	24.6	26.1
Qatari - Total	57.5	62.9
Foreign Individuals	17.4	16.6
Foreign Institutions	25.0	20.5
Foreign - Total	42.5	37.1

Source: Qatar Exchange

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GLOBAL NEWS

- ▶ US private payrolls rose more than expected in July as small businesses boosted hiring, pointing to continued labor market resilience that could shield the economy from a recession. (Source: Reuters)
- ▶ Most major brokerages do not expect a sustained drag on US financial markets following Fitch's move to strip the country of its top credit rating, noting that the economy is stronger now than in 2011 when S&P Global downgraded US sovereign debt. (Source: Reuters)
- ▶ The Bank of England, which looks set to raise interest rates again, must weigh up the need to fight an inflation rate running at more than four times its target against the hit to the economy from 13 back-to-back rate hikes so far. (Source: Reuters)
- ▶ Britain's business ministry said on that company disclosures on climate change will be based on internationally approved standards as it seeks to maintain London's attractiveness as a global financial center. (Source: Reuters)
- ▶ According to a local economist, the high heat of previous summers in Japan may have reduced consumption, contrary to popular belief. Summer has arrived, and hot temperatures are persisting across the country. (Source: Reuters)
- ▶ Some Bank of Japan board members said domestic inflation might hold above the central bank's 2% target, minutes of their June policy meeting showed, providing insight into BOJ's move last week to let some rates rise along with increasing prices. (Source: Mainichi)
- ▶ China has decided to extend several favorable measures, including lending support and tax reduction, for micro and small firms to boost their growth. (Source: Reuters)
- ▶ China's flexible power sources will become more diversified, from coal power, gas power and pumped storage hydropower in the past, to various regulatory resources including battery storage and hydrogen energy, said industry analysts and government officials. (Source: CINA Daily)
- ▶ Chinese companies have overtaken their US counterparts in terms of number on this year's Fortune Global 500 list, which was unveiled on Wednesday and tracks the world's richest enterprises in terms of revenue. (Source: Daily Sabah)

GCC NEWS

- ▶ The UAE's GDP increased 3.8% YoY in the Q1-23, aided by its non-oil industry as the oil producer pursues a diversification plan. According to Abdulla bin Touq, Minister of Economy, GDP increased by AED 15bn in the three months to the end of March to AED 418.3bn (USD 113.9bn). (Source: Zawya)
- ▶ LVL Wellbeing, an Abu Dhabi-based firm, has secured a USD 10mn Series A fundraising round headed by Multiply Group's subsidiary, MG Wellness Holding. The new investment will allow us to develop and launch a few new features in H2-23, including the launch of our Arabic language version of the app, said LVL Wellbeing CEO Gary Blowers. (Source: Zawya)
- ▶ ADNOC and Occidental signed a strategic collaboration agreement to evaluate potential investment opportunities in carbon dioxide (CO2) capture and storage (CCS) hubs in the UAE and the US, with the goal of developing a carbon management platform to accelerate both companies' net zero goals. (Source: Zawya)
- ▶ Abu Dhabi state-backed investment and holding companies are consolidating assets to set up one of the largest real estate, hospitality, events, and catering platforms in the region as the oil-rich emirate pursues its strategy of diversifying away from hydrocarbons. (Source: Arab News)

- ▶ Commerce between the UK and GCC economies is likely to jump 16 percent with the signing of a free trade agreement, according to a British government press release. (Source: Trade Arabia)
- ▶ According to London-based Bank of London and The Middle East, Middle Eastern investors are predicted to spend USD 3.2bn in the UK real estate market in 2024 to capitalize on rising affordability and increased interest in the student housing sector. (Source: Trade Arabia)
- ▶ Saudi Arabia is expected to lead the GCC as the largest education market between 2022 and 2027, with an estimated USD 50bn allocated for the sector in 2023, UAE-based Alpen Capital said in a new report. (Source: Arab News)
- ▶ Following the effort of the state-run Sustainable Agricultural Rural Development Program, better known as Reef, to secure food security in the Kingdom, Saudi Arabia has attained a 63% self-sufficiency rate in the value-added agriculture sector. (Source: Arab News)
- ▶ The Saudi Central Bank has granted a license to Themar, a Shariah-compliant peer-to-peer purchase financing network, to offer debt-based crowdfunding solutions in the Kingdom. (Source: Arab News)
- ▶ In a bid to expand its footprint further into the wider Middle East region, Saudi-based construction firm Nesma & Partners has signed an agreement to acquire Kent, a Dubai-based energy services company. (Source: Arab News)
- ▶ Samail Industrial City, which is managed by the Public Establishment for Industrial Estates (Madayn), has signed a contract with Flexible Rubber Factory to extend the project, which would cost up to OMR 1mn and span an area of 20,000 square meters. (Source: Time of Oman)
- ▶ Jindal Shadeed Iron and Steel (Jindal) and Oman and Etihad Rail Company (OERC) signed a MoU The agreement intends to develop a long-term end-to-end transportation logistics solution between Jindal's steel complex at Sohar Port and the UAE via the UAE-Oman Rail Network. (Source: Time of Oman)
- ▶ His Royal Highness Prince Salman bin Hamad Al Khalifa, Crown Prince and Prime Minister, has ordered the allocation of an additional budget for financing solutions and alternative options for those who have applied for housing units in 2004 and before. (Source: Gulf News)
- ▶ Kuwait's parliament approved the draft budget for the year 2023/24, which forecasts a fiscal deficit of KWD 6.8bn (USD 22.13bn), the deputy speaker of the National Assembly said. (Source: Gulf News)

QATAR NEWS

- ▶ Qatar's maritime sector witnessed a more than 5% jump in transshipment volumes this July compared to that in June 2023, as 100,842 TEUs (twenty-foot equivalent units) and more than 166,000 tons of cargo were handled at Hamad, Doha and Ruwais ports, according to Mwani Qatar. (Source: Gulf News)
- ▶ Nakilat reported a net profit of QAR 775mn for the first H1-23, a 6.1% increase over the same time in 2022. According to Nakilat, profits of joint venture businesses involved in LNG shipping and shipbuilding climbed by 18.6% in the first H1-23. (Source: The Peninsula)
- ▶ Hotel apartments in Qatar saw improved rooms' yield on an annualized basis in June 2023, even as revenue per available room in the country's overall hospitality sector was on the decline, according to official statistics. (Source: Gulf News)
- ▶ Most apartment rentals fell significantly in the Q2-23, returning to pre-World Cup levels, according to Cushman & Wakefield's Q2-23 Real Estate Market Review, which was unveiled during a conference at the Hilton Doha. (Source: Gulf News)

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FX RATES

Currencies	Value	Currencies	Value
EUR/USD	1.0966	USD/QAR	3.6400
USD/JPY	143.3200	EUR/QAR	3.9916
GBP/USD	1.2739	JPY/QAR	0.0254
USD/CHF	0.8776	GBP/QAR	4.6370
USD/CAD	1.3348	CHF/QAR	4.1477
AUD/USD	0.6538	CAD/QAR	2.7270
NZD/USD	0.6078	AUD/QAR	2.3798
USD/INR	82.2300	INR/QAR	0.0443
USD/TRY	26.9564	TRY/QAR	0.1350
USD/ZAR	18.4577	ZAR/QAR	0.1972
USD/BRL	4.8120	BRL/QAR	0.7564

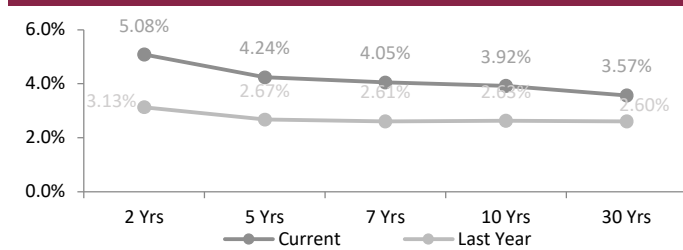
Source: Refinitiv Eikon

INTERBANK OFFERING & US SWAP RATES

Duration	Overnight	1 Week	1 Month	3 Month	1 Year
LIBOR	5.06	0.08	5.43	5.63	6.04
EURIBOR	(0.65)	3.53	3.58	3.72	4.08
QAIBOR	5.80	5.85	5.90	6.00	6.25
SAIBOR	5.81	5.65	5.73	5.98	6.04
EIBOR	5.23	5.41	5.37	5.15	5.57
BMIBOR	6.05	6.31	6.76	6.64	6.81
KIBOR	2.44	3.75	4.00	4.31	4.75

Source: Refinitiv Eikon

US Swap Rates



Source: Refinitiv Eikon

ECONOMIC CALENDAR

Time	Country	Event	Period	Survey	Prior
10:50	France	S&P Global Serv PMI	Jul	47.4	47.4
10:50	France	HCOB Composite PMI	Jul	46.6	46.6
10:55	Germany	HCOB Services PMI	Jul	52.0	52.0

Source: Refinitiv Eikon

GCC COMPANY RESULTS

Company Name	Revenues (mn)	YoY (%)	QoQ (%)	Net Profit (mn)	YoY (%)	QoQ (%)
Saudi Airlines Catering Co	497.1	20.2	-4.7	63.7	46.6	11.5
Al Nahdi Medical Co	2231.5	-0.4	6.0	NA	NA	NA
Arabian Drilling Co	791.0	NA	1.5	NA	NA	NA
Tecom Group	535.1	6.1	4.1	229.4	-3.4	-10.1
Al-Dawaa Medical Services Co	1436.7	9.7	2.1	NA	NA	NA
Fertiglobe	551.5	-62.5	-20.5	79.2	-81.6	-41.6
Yanbu Cement Co	173.6	-27.1	-22.5	NA	NA	NA
Qatar Gas Transport Nakilat Co	901.8	0.0	1.1	378.9	8.9	-4.2
Saudi Research and Media Grp	974.9	7.5	10.2	NA	NA	NA

Source: Refinitiv Eikon; Note: All figures are in local currency

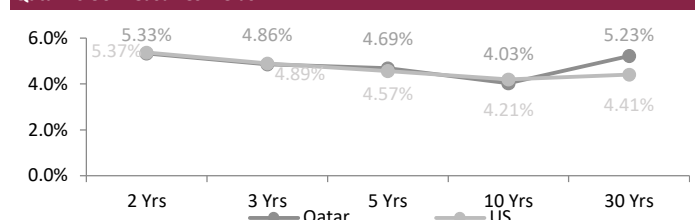
FX Commentary

The USD rose on Wednesday as investors shrugged off Fitch's US credit rating downgrade while data showing a larger-than-expected increase in private payrolls in July bolstered the greenback as it points to labor market resilience. The US Dollar index was up 0.3% at 102.59.

The EUR/USD traded down 0.4% at 1.0936. The GBP/USD went down 0.5% at 1.2709. The USD/JPY remained flat at 143.32 as the focus remained on the BoJ bond buying operations. The USD/CNY traded up 0.2% at 7.1911 amid some disappointment over the lack of concrete details of stimulus measures from the government. The USD/CAD went up 0.5% at 1.3348. The risk-sensitive AUD/USD traded down 1.1% at 0.6538 after the Reserve Bank kept interest rates on hold this week and the NZD/USD traded down 1.1% at 0.6078.

SOVEREIGN YIELD CURVES & CDS SPREAD

Qatar vs US Treasuries Yields



Source: Refinitiv Eikon, Investing.com

5 Years CDS	Spread	6M Change	5 Years CDS	Spread	6M Change
US	20.3	(14.8)	Turkey	390.1	(128.9)
UK	27.7	5.2	Brazil	165.8	(54.1)
Germany	14.0	(1.0)	Egypt	1,371.3	549.1
France	24.0	1.5	Abu Dhabi	36.1	(4.8)
Italy	86.1	(6.4)	Bahrain	229.3	7.3
Greece	69.4	(27.6)	Dubai	73.2	0.0
Russia	13,775.2	0.0	Qatar	36.2	(6.8)
Japan	16.7	(7.6)	Saudi Arabia	50.2	(9.8)

Source: Refinitiv Eikon, worldgovernmentbonds.com

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QSE MAIN FINANCIAL INDICATORS (as on 02nd August 2023)

Company	Dividend Yield (%)	P/B Ratio (x)	P/E Ratio (x)	EPS (QR)	BV/Share (QR)	Stock Price (QR)	Company
QNB	3.53	1.52	11.39	1.44	11.38	17.00	QNB
Qatar Islamic Bank	2.98	1.80	12.54	1.62	11.54	21.00	المصرف الإسلامي
Comm. Bank of Qatar	3.99	1.04	9.58	0.62	6.31	6.27	البنك التجاري
Doha Bank	4.34	0.38	10.89	0.25	4.54	1.73	بنك الدوحة
Ahli Bank	5.00	1.31	13.48	0.29	3.13	4.00	الاهلي
Intl. Islamic Bank	3.87	1.74	15.48	0.64	6.00	10.34	الدولي
Rayan	3.97	0.98	22.57	0.14	2.59	2.52	الريان
Qatar First Bank (QFC)	0.00	1.53	22.91	0.07	1.17	1.58	الأول QFC
National Leasing	3.38	0.69	20.81	0.04	1.32	0.89	الاجارة
Dlala	0.00	1.49	0.00	-0.14	0.70	1.44	دلالة
Qatar Oman	0.00	1.16	0.00	0.01	0.82	0.90	قطروعمان
Inma	0.99	1.92	60.55	0.17	2.67	5.04	إنماء
Banks & Financial Services	3.46	1.33	12.40	0.77	5.20		البنوك والخدمات المالية
Zad Holding Company	4.22	2.98	20.81	0.68	4.47	13.98	زاد
Qatar German Co. Med	0.00	7.99	281.07	0.01	0.30	2.41	الطبية
Salam International	0.00	0.62	16.33	0.05	1.24	0.78	السلام
Medicare	4.17	1.77	22.14	0.28	3.70	6.30	الرعاية
Cinema	1.81	1.61	64.22	0.04	2.12	3.31	السينما
Qatar Fuel	5.42	1.90	16.36	1.08	9.25	16.60	قطر للوقود
Widam	0.00	2.59	0.00	-0.34	1.08	2.40	ودام
Mannai Corp.	1.74	2.75	0.00	-0.60	2.16	5.75	مجمع المناعي
Al Meera	3.08	1.84	15.03	0.95	7.59	14.18	الميرة
Baladna	0.00	1.28	38.91	0.04	1.18	1.53	بلدنا
Consumer Goods & Services	4.19	1.77	18.33	0.25	3.22		الخدمات والسلع الاستهلاكية
Ind. Manf. Co.	4.33	0.79	8.44	0.32	3.71	3.00	التحويلية
National Cement Co.	7.54	0.89	12.16	0.35	4.71	3.98	الاسمنت
Industries Qatar	8.03	2.27	11.39	1.46	6.94	13.70	صناعات قطر
The Investors	0.00	1.62	19.93	0.11	1.41	2.17	المستثمرين
Electricity & Water	5.24	1.42	11.73	1.55	13.75	18.13	كهرباء وماء
Aamal	5.76	0.71	15.27	0.06	1.25	0.87	أعمال
Gulf International	4.78	1.11	13.30	0.16	1.94	2.09	الخليج الدولية
Mesaieed	5.45	1.55	15.91	0.14	1.39	2.02	مسعيد
Investment Holding	0.00	1.62	19.93	0.11	1.41	2.17	استثمار القابضة
QAMCO	6.57	1.19	9.89	0.16	1.22	1.37	قامكو
Industrials	6.75	1.49	12.02	0.38	2.68		الصناعات
Qatar Insurance	0.00	0.92	24.62	0.02	2.40	2.24	قطر
Doha Insurance	6.52	1.03	8.64	0.20	2.30	2.30	الدوحة
General Insurance	0.00	0.25	0.00	-0.61	5.19	1.30	العامه
Alkhaleej Takaful	3.51	1.33	12.63	0.20	2.16	2.85	الخليج التكافلي
Islamic Insurance	5.20	3.12	11.71	0.73	3.04	8.65	الإسلامية
QLM	4.21	1.91	13.73	0.24	1.62	2.97	كيو إل إم
Insurance	1.53	0.82	0.00	0.01	2.33		التأمين
United Dev. Company	4.50	0.39	10.61	0.11	3.14	1.22	المتحدة للتنمية
Barwa	6.14	0.52	9.61	0.29	5.47	2.85	بروة
Ezdan Holding	0.00	0.89	1241.76	0.00	1.26	1.13	إزدان القابضة
Mazaya	0.00	0.93	24.16	0.04	0.88	0.83	مزايا
Real Estate	4.35	0.51	12.13	0.05	1.90		العقارات
Ooredoo	3.79	1.44	13.58	0.74	7.59	11.36	Ooredoo
Vodafone Qatar	5.19	1.75	14.92	0.12	1.14	1.93	فودافون قطر
Telecoms	4.06	1.56	14.09	0.44	3.92		الاتصالات
Qatar Navigation	3.40	0.74	11.50	0.89	14.12	10.28	الملاحة
Gulf warehousing Co	2.90	0.88	8.42	0.41	3.81	3.44	مخازن
Nakilat	3.15	2.11	15.73	0.26	2.03	4.12	ناقلات
Transportation	3.20	1.16	13.49	0.37	4.07		النقل
Market	2.73	2.17	18.77	0.31	2.71		

Source: Refinitiv Eikon; Note: The above-mentioned indicators were calculated according to the latest reliable financial data.

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