

June 21, 2023

## GLOBAL MARKETS

Indices	Closing Level	Change		Performance	
		Value	(%)	MTD (%)	YTD (%)
<b>Global</b>					
S&P 500	4,388.7	(20.9)	(0.5)	4.0	14.3
Dow Jones Ind. Average	34,053.9	(245.3)	(0.7)	3.0	2.7
Nasdaq 100	15,070.1	(13.8)	(0.1)	4.4	37.8
FTSE 100	7,569.3	(19.2)	(0.3)	1.1	1.6
DAX 30	16,111.3	(89.9)	(0.6)	1.6	15.7
CAC 40	7,294.2	(19.9)	(0.3)	2.2	12.7
BIST 100	5,251.6	(17.7)	(0.3)	5.9	(4.7)
Nikkei	33,388.9	18.5	0.1	7.2	28.0
Hang Seng	19,607.1	(305.8)	(1.5)	7.6	(0.9)
Shanghai Composite	3,240.4	(15.4)	(0.5)	1.1	4.9
BSE Sensex	63,327.7	159.4	0.3	1.4	4.1
<b>GCC</b>					
QE Index	10,267.0	(15.1)	(0.1)	0.6	(3.9)
Saudi Arabia (TASI)	11,431.4	9.7	0.1	3.8	8.4
UAE (ADX)	9,463.8	10.5	0.1	1.0	(7.3)
UAE (DFM)	3,774.2	(12.8)	(0.3)	5.4	13.1
Kuwait (KSE)	7,041.5	(1.0)	(0.0)	3.7	(3.4)
Oman (MSM)	4,681.8	1.8	0.0	1.1	(3.9)
Bahrain (BAX)	1,957.4	(0.2)	(0.0)	(0.0)	3.3
MSCI GCC	693.7	(3.1)	(0.4)	3.2	(0.1)
Dow Jones Islamic	5,704.9	(26.2)	(0.5)	3.9	17.4
<b>Commodity</b>					
Brent (USD/bbl)	75.9	(0.2)	(0.2)	4.5	(7.6)
WTI (USD/bbl)	70.5	0.4	0.6	3.5	(8.4)
Natural Gas (USD/mmBTU)	2.5	0.0	0.4	10.0	(37.5)
Gold Spot (USD/t oz.)	1,935.5	(15.8)	(0.7)	(1.4)	5.2
Copper (USD/lb)	3.9	0.0	0.5	6.8	3.0

Source: Refinitiv Eikon

## QATAR MARKET OVERVIEW

GCC Fundamentals	P/E (x)	P/B (x)	Dividend Yield (%)	Value Traded (USD mn)
Qatar All Share	11.8	1.2	4.5	141.9
DSM 20	11.8	1.2	4.8	119.0
Saudi Arabia (TASI)	18.1	2.1	3.1	1,513.4
UAE (ADX)	15.7	2.4	2.3	248.5
UAE (DFM)	9.5	1.3	4.7	92.1
Kuwait (KSE)	16.3	1.4	3.1	193.5
Oman (MSM)	10.1	0.8	4.9	0.8
Bahrain (BAX)	9.0	0.9	5.5	0.7

Source: Refinitiv Eikon

Qatar Trading Activity	Close Price	1D Change Value	1D Change (%)	Performance YTD YoY (%)	Vol. ('000)	P/E TTM
<b>Top Gainers</b>						
QA GEN INS REI	1.5	0.1	9.5	1.0 (32.6)	8.4	NA
QATAR NAVIGATI	10.9	0.3	3.0	6.9 29.6	3,454.8	12.1
QA GAS TRANSP	4.1	0.1	2.7	11.9 7.8	2,545.0	15.6
MEDICARE GROUP	6.7	0.1	2.0	8.6 (3.7)	72.0	23.5
QA INTL IS BK	10.2	0.2	1.8	(2.3) (4.3)	1,995.4	15.6
<b>Top Losers</b>						
QLM LIFE	3.1	(0.1)	(4.6)	(36.4) (45.2)	16.5	14.1
WIDAM FOOD CO	2.2	(0.1)	(3.7)	7.7 (24.6)	3,049.9	NA
DLALA' BROKERA	1.4	(0.1)	(3.4)	26.9 (37.0)	931.5	NA
QATAR INS CO	2.3	(0.1)	(2.3)	17.6 (5.1)	7,957.7	24.8
QATAR ALUMINIUM	1.4	(0.0)	(2.0)	(8.0) (19.2)	19,360.4	10.1

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

## MARKET COMMENTARY

### Global

US stocks softened on Tuesday, closing in negative territory as investors began the holiday-shortened week by taking profits in the wake of a sustained rally amid signs of weakening global demand. The DJIA down 0.7%, the S&P index lost 0.5% and the Nasdaq 100 declined 0.1%.

German stocks led the decline among European peers, as shares of specialty chemicals maker Lanxess plunged after lowering its forecast, while a modest interest rate cut by China failed to lift investor sentiment. The continent-wide STOXX 600 index fell 0.4%.

The benchmark Nikkei index was in the red for most of the day but rallied in the afternoon to finish the session up 0.1%, as investors locked in recent gains, while trading companies surged after billionaire Warren Buffett raised his stakes in the sector. China and Hong Kong stocks fell after the country cut benchmark lending rates less than expected, and Antony Blinken's Beijing visit signaled little improvement in Sino-US.

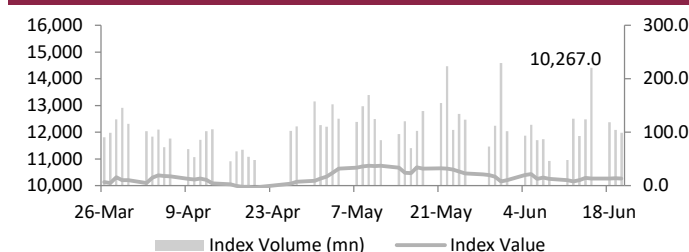
### GCC

Gulf stock markets ended mixed, as investors were cautious amid volatile oil prices and awaited more details on China's plans to shore up its sluggish economic recovery. Saudi Arabia's benchmark index inched up 0.1%, with Dr Sulaiman Al-Habib Medical Services rising 0.7%. Dubai's benchmark index extended losses to a second straight session, ending 0.3% lower, dragged down by losses in financial, utilities and industrial sectors. In Abu Dhabi, the index advanced for a third consecutive session, rising 0.1%.

### Qatar

Qatari Stock index declined 0.1%, hit by the QLM Life & Medical Insurance (-4.6%) and the Widam Food Company (-3.7%) were the top losers of the day. Out of the 49 traded stocks, 17 advanced, 30 declined and 2 remained unchanged. Total traded volume in the market was lower than the previous trading session. The Transportation index up 2.7% and the Consumer Goods and Services index advanced by 0.6%, while Insurance index declined by 0.8%.

### Qatar DSM Index



Source: Refinitiv Eikon

QE Sector Indices	Closing Level	1D Change (%)
Banks & Financial Services	4,294.1	(0.7)
Consumer Goods & Services	7,908.1	0.6
Industrials	3,751.8	(0.7)
Insurance	2,419.3	(0.8)
Real Estate	1,564.7	(0.7)
Telecoms	1,678.9	0.2
Transportation	4,891.0	2.7

Source: Refinitiv Eikon

Qatar Trading Summary	Buy (%)	Sell (%)
Qatari Individuals	21.8	25.7
Qatari Institutions	38.1	44.7
<b>Qatari - Total</b>	<b>59.9</b>	<b>70.4</b>
Foreign Individuals	13.2	12.3
Foreign Institutions	26.9	17.3
<b>Foreign - Total</b>	<b>40.1</b>	<b>29.6</b>

Source: Qatar Exchange

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## GLOBAL NEWS

- ▶ Groundbreaking on single-family homebuilding projects in the US increased in May by a level not seen in more than three decades, and permits for new construction also increased, suggesting that the housing industry may be recovering after being severely hit by Federal Reserve interest rate rises. (Source: Reuters)
- ▶ According to the firms, JPMorgan has made a strategic investment in Cleareye.ai, a financial technology company specializing in trade finance. The parties, who formed a business partnership in September of last year, omitted to disclose the deal's financial details. (Source: Reuters)
- ▶ According to industry data, British grocery inflation marginally decreased in June for the third consecutive month, offering some solace to customers who have been suffering from a cost-of-living crisis that is now in its second year. (Source: Reuters)
- ▶ The European Commission demanded that EU nations increase their financial contributions to the bloc's joint funds through a new dedicated income stream that would be determined by the profit margins of the businesses that operate in each nation. (Source: Reuters)
- ▶ Japan's financial regulator has sounded out top domestic banks about China risks and whether they have plans in place if Sino-Western tensions escalate, according to multiple sources with direct knowledge of the matter. (Source: Mainichi)
- ▶ Finance Minister Shunichi Suzuki said that the decision was made in consultation with Washington and that Japan's monetary policy won't alter right away now that the US has taken the nation off its watch list. (Source: Reuters)
- ▶ Due to the drag from the real estate market, HSBC revised down its prediction for China's economic growth this year and downgraded consumer and corporate confidence. The global bank has revised its original prediction for China's GDP growth to 5.3% in 2023 from 6.3%. (Source: China Daily)
- ▶ Stronger and more distinct policy changes are required to restore business confidence and achieve sound development as China's economic recovery comes under increasing strain. (Source: China Daily)
- ▶ In a move to protect households from persistent inflation, Türkiye said that it will boost the monthly minimum wage by an additional 34% starting on July 1. The net minimum wage will rise to TRY 11,402 (about USD 483) each month. (Source: Reuters)

## GCC NEWS

- ▶ According to the most recent data from the central bank, the gross assets of Islamic banks operating in the UAE increased 7.31% to AED 650bn (USD 177bn) at the end of the Q1-23 from AED 605.7bn during the same time previous year. (Source: Zawya)
- ▶ According to the World Bank's Migration and Development study, remittance flows to the MENA area are predicted to climb by 1.7% in 2023 and 1.8% in 2024 after declining by 3.8% in 2022. (Source: Zawya)
- ▶ According to a list based on a survey by Swiss private bank Julius Baer, Dubai has moved up seven spots to become the seventh most expensive city in the world to live in luxury. (Source: Zawya)
- ▶ The AD Ports Group, which received a 30-year concession, would spend AED 1.84bn (USD 501mn) to manage and run a multifunctional port in the Republic of Congo, the concession deal was signed after the Head of Terms agreement between the government of Congo and the logistics and trade facilitator located in Abu Dhabi. (Source: Zawya)
- ▶ According to the IMD World Competitiveness Report for 2023, the UAE has moved up two spots to be classified among the top 10 most competitive economies in the world. In comparison to developed

nations like Australia, Germany, South Korea, the UK, France, and Japan, among others, the emirate's economy is now more competitive. (Source: Zawya)

- ▶ Increasing acceptance of e-commerce, mobile payments, and contactless payments are expected to propel the UAE's digital payments market to USD 39.13bn in revenue by 2027, at a compound annual growth rate of 8.02%, according to experts in the field. (Source: Khaleej Times)
- ▶ Delivery times for commodities moving through King Abdullah Port should be shortened as a result of the port's strategic relationship with Tabadul, the Saudi Company for Electronic Information Exchange, to create a digital system that would support the Kingdom's logistics industry. (Source: Trade Arabia)
- ▶ The Agricultural Development Fund of the Kingdom approved a tranche of development loans, providing farmers in Saudi Arabia with SAR 1.5bn (USD 400mn) in funding. Payments to small farmers engaged in greenhouse vegetable cultivation, poultry breeding, and other enterprises were approved by the fund. (Source: Trade Arabia)
- ▶ Saudi Arabia's digital transformation journey is set to get a fillip as Jasara, a project management firm in the Kingdom, announced a strategic partnership with enterprise software firm SAP to deploy a suite of advanced solutions. (Source: Trade Arabia)
- ▶ According to a senior official, American aerospace company Boeing is in discussions with Saudi Arabia's recently established Riyadh Air about the potential acquisition of narrowbody aircraft. (Source: Arab News)
- ▶ The ongoing economic reforms in Saudi Arabia have elevated its ranking to 17th position in the World Competitiveness Index 2023, placing it much higher than its G20 peers. (Source: Arab News)
- ▶ The planned merger with Sohar International Bank and the bank's liquidation have been authorized by the shareholders of HSBC Bank Oman. Sohar International will continue to exist as the surviving firm following the merger, according to a regulatory filing made by HSBC Bank Oman on the Muscat Stock Exchange. (Source: Arab News)
- ▶ Global Integrated Energy Group member OQ and SAP, a major player in the technology industry, have a deal. According to the deal, OQ must embrace a number of technologies, including Rise with SAP, and run SAP's integrated ERP system and assets from a recently built local data center. (Source: Times of Oman)
- ▶ According to two persons with knowledge of the situation who spoke to Reuters, Middle Eastern alternative asset manager Investcorp Holding is looking to raise up to USD 600mn this year through the IPO of an investment vehicle in Abu Dhabi. (Source: Reuters)

## QATAR NEWS

- ▶ The Qatar Stock Exchange introduced a new, highly effective trading platform as part of a strategy effort to make Doha a prominent financial center in the region. The platform was constructed using the same cutting-edge technology as several global capital markets. (Source: The Peninsula)
- ▶ According to a recent analysis by Fitch Solutions, Qatar's average inflation rate would drop by about 3% in the second half of the year as lower food prices because of relaxing supply-push and demand-pull forces. (Source: Gulf News)
- ▶ Qatar signed its second significant gas supply agreement with a Chinese state-controlled corporation in less than a year, clearly putting Asia in the lead in the race to secure gas supplies from Doha's major production expansion project. (Source: The Peninsula)

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## FX RATES

Currencies	Value	Currencies	Value
EUR/USD	1.0946	USD/QAR	3.6400
USD/JPY	141.4400	EUR/QAR	3.9843
GBP/USD	1.2791	JPY/QAR	0.0257
USD/CHF	0.8979	GBP/QAR	4.6559
USD/CAD	1.3233	CHF/QAR	4.0539
AUD/USD	0.6783	CAD/QAR	2.7507
NZD/USD	0.6167	AUD/QAR	2.4690
USD/INR	81.5000	INR/QAR	0.0447
USD/TRY	23.5506	TRY/QAR	0.1546
USD/ZAR	18.3663	ZAR/QAR	0.1982
USD/BRL	4.7902	BRL/QAR	0.7599

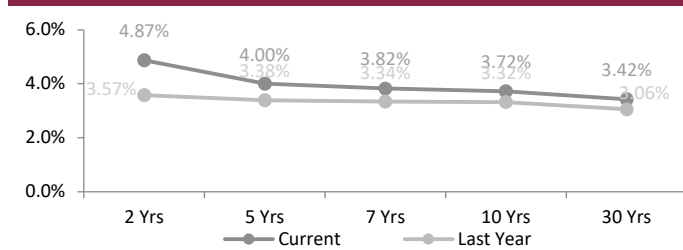
Source: Refinitiv Eikon

## INTERBANK OFFERING & US SWAP RATES

Duration	Overnight	1 Week	1 Month	3 Month	1 Year
LIBOR	5.07	0.08	5.16	5.51	5.90
EURIBOR	(0.65)	3.21	3.37	3.55	4.05
QAIBOR	5.58	5.63	5.75	5.95	6.08
SAIBOR	5.56	5.48	5.65	5.95	5.83
EIBOR	4.98	5.08	5.20	5.33	5.47
BMIBOR	5.82	6.07	6.76	6.54	6.56
KIBOR	2.31	3.63	3.94	4.19	4.63

Source: Refinitiv Eikon

## US Swap Rates



Source: Refinitiv Eikon

## ECONOMIC CALENDAR

Time	Country	Event	Period	Survey	Prior
15:30	US	Housing Starts Number	May	1.400mn	1.401mn
02:00	Japan	Reuters Tankan N-Man Idx	Jun	NA	25
09:00	UK	Core CPI YoY	May	6.8%	6.8%
09:00	UK	CPI YoY	May	8.5%	8.7%
09:00	UK	CPI MoM	May	0.4%	1.2%
09:00	UK	RPI MoM	May	0.5%	1.5%
09:00	UK	RPI YoY	May	11.1%	11.4%
09:00	UK	RPIX YoY	May	NA	10.4%
09:00	UK	PPI Input Prices MoM NSA	May	NA	-0.3%
09:00	UK	PPI Input Prices YoY NSA	May	NA	3.9%
09:00	UK	PPI Output Prices MoM NSA	May	NA	0.0%
09:00	UK	PPI Output Prices YoY NSA	May	NA	5.4%

Source: Refinitiv Eikon

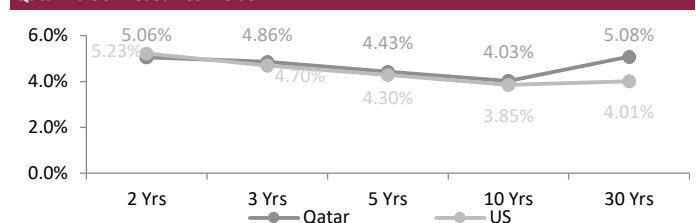
## FX Commentary

The USD was flat on Tuesday after data showed US housing starts surged and as traders awaited Federal Reserve Chair Jerome Powell's congressional testimony later this week for clues to the outlook for monetary policy. The US Dollar index was down 0.01% at 102.51.

The EUR/USD traded down 0.1% at 1.0916 as ECB officials spar over the need for more interest rate hikes going forward to continue the battle against inflation. The GBP/USD went down 0.2% at 1.2761. The USD/JPY traded down 0.4% at 141.44. The USD/CNY traded up 0.3% at 7.1811. The USD/CAD went up 0.2% at 1.3233. The risk-sensitive AUD/USD traded down 1% at 0.6783 as the RBA's decision to raise interest rates in June was finely balanced and the NZD/USD traded down 0.5% at 0.6167.

## 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	29.7	4.7	Turkey	485.3	(36.3)
UK	26.7	(1.1)	Brazil	183.5	(69.3)
Germany	13.5	(5.5)	Egypt	1,544.7	680.9
France	26.0	(1.5)	Abu Dhabi	34.1	(12.1)
Italy	91.6	(42.9)	Bahrain	243.0	24.4
Greece	69.3	(63.7)	Dubai	80.1	(7.0)
Russia	13,775.2	0.0	Qatar	34.7	(12.6)
Japan	17.1	(8.2)	Saudi Arabia	57.1	(1.6)

Source: Refinitiv Eikon, worldgovernmentbonds.com

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**QSE MAIN FINANCIAL INDICATORS (as on 20<sup>th</sup> June 2023)**

Company	Dividend Yield (%)	P/B Ratio (x)	P/E Ratio (x)	EPS (QR)	BV/Share (QR)	Stock Price (QR)	Company
QNB	3.73	1.46	10.64	1.44	11.38	16.10	QNB
Qatar Islamic Bank	3.50	1.58	10.92	1.62	11.54	17.88	المصرف الإسلامي
Comm. Bank of Qatar	4.28	0.99	9.17	0.62	6.31	5.84	البنك التجاري
Doha Bank	4.65	0.36	8.73	0.25	4.54	1.61	بنك الدوحة
Ahli Bank	5.00	1.33	13.77	0.29	3.13	4.00	الاهلي
Intl. Islamic Bank	3.94	1.75	15.56	0.64	6.00	10.16	الدولي
Rayan	3.85	1.03	19.48	0.14	2.59	2.60	الريان
Qatar First Bank (QFC)	0.00	1.36	20.30	0.07	1.17	1.40	الأول QFC
National Leasing	3.61	0.65	20.04	0.04	1.32	0.83	الاجارة
Dlala	0.00	1.50	0.00	-0.14	0.70	1.45	دلالة
Qatar Oman	0.00	0.90	74.40	0.01	0.82	0.72	قطر وعمان
Inma	0.97	1.97	61.93	0.17	2.67	5.15	إنماء
<b>Banks &amp; Financial Services</b>	<b>3.73</b>	<b>1.24</b>	<b>11.37</b>	<b>0.77</b>	<b>5.20</b>		<b>البنوك والخدمات المالية</b>
Zad Holding Company	4.22	2.98	20.84	0.68	4.47	14.00	زاد
Qatar German Co. Med	0.00	7.81	274.53	0.01	0.30	2.35	الطبية
Salam International	0.00	0.58	15.11	0.05	1.24	0.72	السلام
Medicare	3.89	1.93	23.50	0.28	3.70	6.74	الرعاية
Cinema	1.96	1.49	59.44	0.04	2.12	3.06	السينما
Qatar Fuel	5.43	1.95	16.00	1.08	9.25	16.58	قطر للوقود
Widam	0.00	2.36	0.00	-0.34	2.08	2.19	ودام
Mannai Corp.	1.76	2.71	0.00	-0.60	2.16	5.67	مجمع المناعي
Al Meera	3.11	1.83	14.92	0.95	7.59	14.07	الميرة
Baladna	0.00	1.26	38.25	0.04	1.18	1.50	بلدنا
<b>Consumer Goods &amp; Services</b>	<b>4.24</b>	<b>1.74</b>	<b>17.83</b>	<b>0.25</b>	<b>3.22</b>		<b>الخدمات والسلع الاستهلاكية</b>
Ind. Manf. Co.	4.56	0.78	8.49	0.32	3.71	2.85	التحويلية
National Cement Co.	7.54	0.89	12.16	0.35	4.71	3.98	الاسمنت
Industries Qatar	9.81	1.86	9.32	1.46	6.94	11.21	صناعات قطر
The Investors	0.00	1.74	21.40	0.11	1.41	2.33	المستثمرين
Electricity & Water	5.40	1.37	11.37	1.55	13.75	17.58	كهرباء وماء
Aamal	5.85	0.70	14.87	0.06	1.25	0.85	أعمال
Gulf International	5.21	1.02	12.20	0.16	1.94	1.92	الخليج الدولية
Mesaieed	5.56	1.53	15.62	0.14	1.39	1.98	مسعيد
Investment Holding	0.00	1.74	21.40	0.11	1.41	2.33	استثمار القابضة
QAMCO	6.43	1.22	10.11	0.16	1.22	1.40	قامكو
<b>Industrials</b>	<b>7.53</b>	<b>1.33</b>	<b>10.78</b>	<b>0.38</b>	<b>2.68</b>		<b>الصناعات</b>
Qatar Insurance	0.00	0.92	24.82	0.02	2.40	2.26	قطر
Doha Insurance	6.91	0.97	8.15	0.20	2.30	2.17	الدوحة
General Insurance	0.00	0.28	0.00	-0.61	5.19	1.48	العامه
Alkhaleej Takaful	3.56	1.32	12.46	0.20	2.16	2.81	الخليج التكافلي
Islamic Insurance	5.23	3.10	11.64	0.73	3.04	8.60	الإسلامية
QLM	4.10	1.96	14.11	0.24	1.62	3.05	كيو إل إم
<b>Insurance</b>	<b>1.49</b>	<b>0.84</b>	<b>0.00</b>	<b>0.01</b>	<b>2.33</b>		<b>التأمين</b>
United Dev. Company	4.64	0.38	10.61	0.11	3.14	1.19	المتحدة للتنمية
Barwa	6.67	0.49	8.92	0.29	5.47	2.62	بروة
Ezdan Holding	0.00	0.91	1259.34	0.00	1.26	1.15	إزدان القابضة
Mazaya	0.00	0.92	23.93	0.04	0.88	0.82	مزايا
<b>Real Estate</b>	<b>4.55</b>	<b>0.49</b>	<b>11.80</b>	<b>0.05</b>	<b>1.90</b>		<b>العقارات</b>
Ooredoo	3.82	1.47	13.55	0.74	7.59	11.26	Ooredoo
Vodafone Qatar	5.39	1.73	14.85	0.12	1.14	1.86	فودافون قطر
<b>Telecoms</b>	<b>4.20</b>	<b>1.51</b>	<b>13.81</b>	<b>0.44</b>	<b>3.92</b>		<b>الاتصالات</b>
Qatar Navigation	3.23	0.78	12.14	0.89	14.12	10.85	الملاحة
Gulf warehousing Co	2.96	0.89	8.15	0.41	3.81	3.38	مخازن
Nakilat	3.17	2.10	15.63	0.26	2.03	4.10	ناقلات
<b>Transportation</b>	<b>3.27</b>	<b>1.13</b>	<b>13.17</b>	<b>0.37</b>	<b>4.07</b>		<b>النقل</b>
<b>Market</b>	<b>2.73</b>	<b>2.17</b>	<b>18.77</b>	<b>0.31</b>	<b>2.71</b>		

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

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