

February 01, 2023

## GLOBAL MARKETS

Indices	Closing Level	Change		Performance	
		Value	(%)	MTD (%)	YTD (%)
<b>Global</b>					
S&P 500	4,076.6	58.8	1.5	NA	6.2
Dow Jones Ind. Average	34,086.0	369.0	1.1	NA	2.8
Nasdaq 100	12,101.9	189.5	1.6	NA	10.6
FTSE 100	7,771.7	(13.2)	(0.2)	NA	4.3
DAX 30	15,128.3	2.2	0.0	NA	8.7
CAC 40	7,082.4	0.4	0.0	NA	9.4
BIST 100	4,976.6	(119.7)	(2.3)	NA	(9.7)
Nikkei	27,327.1	(106.3)	(0.4)	NA	4.7
Hang Seng	21,842.3	(227.4)	(1.0)	NA	10.4
Shanghai Composite	3,255.7	(13.6)	(0.4)	NA	5.4
BSE Sensex	59,549.9	49.5	0.1	NA	(2.1)
<b>GCC</b>					
QE Index	10,932.3	(191.2)	(1.7)	NA	2.4
Saudi Arabia (TASI)	10,792.9	(17.8)	(0.2)	NA	2.3
UAE (ADX)	9,811.6	9.5	0.1	NA	(3.9)
UAE (DFM)	3,303.3	(0.2)	(0.0)	NA	(1.0)
Kuwait (KSE)	7,277.3	(4.0)	(0.1)	NA	(0.2)
Oman (MSM)	4,703.4	(46.9)	(1.0)	NA	(3.5)
Bahrain (BAX)	1,928.2	(2.3)	(0.1)	NA	1.7
MSCI GCC	702.6	0.3	0.1	NA	0.8
Dow Jones Islamic	5,146.7	22.5	0.4	NA	7.4
<b>Commodity</b>					
Brent (USD/bbl)	84.5	(0.4)	(0.5)	NA	2.9
WTI (USD/bbl)	78.9	1.0	1.2	NA	2.5
Natural Gas (USD/mmBTU)	2.7	0.0	0.3	NA	(32.7)
Gold Spot (USD/t oz.)	1,929.5	6.6	0.3	NA	4.9
Copper (USD/lb)	4.2	0.0	0.6	NA	12.3

Source: Refinitiv Eikon

## QATAR MARKET OVERVIEW

GCC Fundamentals	P/E (x)	P/B (x)	Dividend Yield (%)	Value Traded (USD mn)
Qatar All Share	12.1	1.3	4.2	162.4
DSM 20	11.8	1.3	4.3	152.3
Saudi Arabia (TASI)	16.3	2.5	3.0	1,223.3
UAE (ADX)	17.8	2.7	2.2	248.5
UAE (DFM)	8.9	1.1	4.2	81.0
Kuwait (KSE)	18.8	1.7	2.7	212.6
Oman (MSM)	11.7	0.9	4.8	4.0
Bahrain (BAX)	7.1	1.0	0.0	0.4

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 ISLAMIC INS	8.7	0.2	1.8	(0.6)	5.5	109.4
MEDICARE GROUP	6.2	0.1	0.8	(0.1)	(28.1)	429.6
INDUSTRIES QAT	14.1	0.1	0.7	9.7	(16.6)	5,914.4
DOHA BK LTD	1.9	0.0	0.5	(0.9)	(33.8)	8,923.0
DAMAN ISL INS CO	4.3	0.0	0.5	(0.5)	(9.8)	103.8
<b>Top Losers</b>						
MASRAF AL RAYA	2.7	(0.2)	(5.5)	(13.9)	(44.9)	34,655.7
UNITED DVLPMNT	1.2	(0.0)	(4.0)	(6.8)	(27.9)	2,849.3
QA NAT CEMENT	5.1	(0.2)	(3.8)	5.4	(17.4)	318.9
QATAR NAVIGATI	9.5	(0.3)	(3.3)	(6.4)	6.8	391.7
MESAIIEED PETRO	2.2	(0.1)	(3.3)	1.1	(13.4)	4,549.1

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

## MARKET COMMENTARY

### Global

Major US stock indexes rose, as labor cost data encouraged investors about the Federal Reserve's aggressive approach to taming inflation a day ahead of the central bank's critical policy decision. The DJIA rose 1.1%, the S&P 500 gained 1.5% and the Nasdaq 100 added 1.6%.

Europe's STOXX 600 fell, as investors geared up for a fresh round of interest rate hikes from top central banks, but the index still recorded its biggest January percentage gain since 2015. The pan-European STOXX 600 closed down 0.2%.

The Japan Nikkei share average slipped 0.4%, as investors awaited the outcome of the US Federal Reserve's policy meeting, and as corporate results showed mixed trends. China and Hong Kong stocks fell, as investors locked in gains after a strong rally that was fuelled by record monthly foreign inflows.

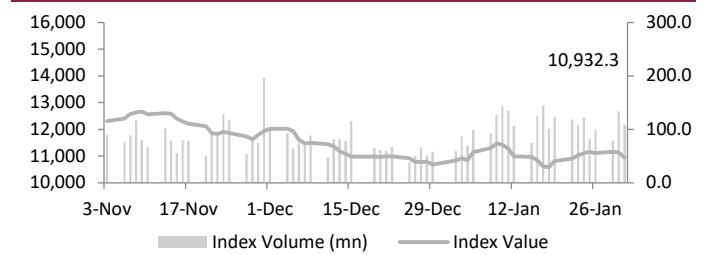
### GCC

Most Gulf stock markets closed lower on Tuesday, as falling oil prices and expectations of an interest rate hike by the US Federal Reserve subdued investor sentiment. The benchmark index in Saudi Arabia lost 0.2%, extending losses into a second session. The index was weighed down by a 1.8% loss in Saudi Basic Industries. Dubai's benchmark index dropped marginally, weighed down by losses in financial and heavyweight real estate sectors with Dubai Islamic Bank declining 3%. In Abu Dhabi, the index rose 0.1%, helped by a 5.7% gain in Abu Dhabi Islamic Bank.

### Qatar

The Qatari index down 1.7%, hit by the Masraf Al Rayan (-5.5%) and United Development (-4%) were the top losers of the day. Out of the 47 traded stocks, 8 advanced, 33 declined and 6 remained unchanged. Total traded volume in the market was lower than the previous trading session. The Real Estate index down 2.3% and the Transportation index declined 2.2%.

### Qatar DSM Index



Source: Refinitiv Eikon

QE Sector Indices	Closing Level	1D Change (%)
Banks & Financial Services	4,489.9	(2.1)
Consumer Goods & Services	7,828.1	(0.0)
Industrials	4,048.4	(0.4)
Insurance	2,087.1	(1.6)
Real Estate	1,512.5	(2.3)
Telecoms	1,316.9	(1.2)
Transportation	4,272.2	(2.2)

Source: Refinitiv Eikon

Qatar Trading Summary	Buy (%)	Sell (%)
Qatari Individuals	25.3	19.1
Qatari Institutions	24.0	26.2
<b>Qatari - Total</b>	<b>49.3</b>	<b>45.3</b>
Foreign Individuals	10.3	8.7
Foreign Institutions	40.4	46.0
<b>Foreign - Total</b>	<b>50.7</b>	<b>54.7</b>

Source: Qatar Exchange

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## GLOBAL NEWS

- ▶ Labor costs in the US rose at the slowest rate in a year in the Q4-22, as wage growth slowed, providing the Federal Reserve with a boost in its fight against inflation. (Source: Reuters)
- ▶ According to a survey, consumer confidence in the US fell unexpectedly in January as households continued to be concerned about the economy's prospects over the next six months. The Conference Board's consumer confidence index fell to 107.1 in January from 109.0 in December. (Source: Reuters)
- ▶ The eurozone managed to avoid a recession in the final three months of 2022, despite sky-high energy costs, waning confidence, and rising interest rates taking a toll on the economy that is expected to last into this year. (Source: Reuters)
- ▶ German retail sales fell unexpectedly in December, as a Christmas shopping season weighed down by high inflation and the energy crisis reignited fears of a more pronounced slowdown in Europe's largest economy. (Source: Reuters)
- ▶ Japan's industrial output fell 0.1% from the previous year in 2022, the first drop in two years, reflecting weakening overseas demand caused by tighter monetary policy in response to higher inflation, according to government data. (Source: Mainichi)
- ▶ Japan's average job availability in 2022 increased for the first time in four years as economic and social activities rebounded following the relaxation of COVID-19 restrictions, according to government data released. (Source: Mainichi)
- ▶ According to a newly released update to its World Economic Outlook report, the IMF has raised its forecast for China's economic growth to 5.2% in 2023, up 0.8% points from its October projection. According to the report, China's recent reopening has paved the way for a faster-than-expected recovery. (Source: China Daily)
- ▶ According to economists and executives, China's multipronged push for innovation will accelerate productivity growth and give rise to more emerging industries, thereby consolidating the momentum of the country's high-quality development. (Source: China Daily)
- ▶ Turkey raised its tourism forecasts, encouraged by new data showing a complete recovery from pandemic fallout, as foreign arrivals in 2022 approached a record high and revenues reached an all-time high. (Source: Daily Sabah)

## GCC NEWS

- ▶ The IMF said in its latest World Economic Outlook update that economic growth in the MENA will slow to 3.2% this year from 5.4% in 2022, before rising to 3.5% next year. The region's growth forecast reflects the global slowdown caused by higher interest rates and Russia's war in Ukraine and is primarily due to a sharper-than-expected slowdown in Saudi Arabia. (Source: Zawya)
- ▶ The UAE's economic growth is expected to slow slightly in 2023 because of OPEC-agreed oil production cuts and a slowdown in the non-oil sector due to higher interest rates. Along with tighter monetary policy, this will result in lower credit demand and growth for banks, according to S&P Global. (Source: Zawya)
- ▶ According to Asteco, Dubai will continue to attract strong demand from property investors and will see project launches this year, but the market's momentum will slow as a result of global turbulence. (Source: Zawya)
- ▶ Abu Dhabi Commercial Bank of the UAE has sold a portfolio of non-performing loans valued at AED 4.2bn (USD 1.1bn) to investment funds advised by Davidson Kempner Capital Management. The transaction marks ADCB's first sale of a significant portfolio of NPLs

and is thought to be the largest of its kind in the UAE to date. (Source: Zawya)

- ▶ AD Ports Logistics, a provider of integrated end-to-end business solutions, has launched a new distribution business line, securing exclusive distribution rights for a variety of healthcare products. The new business line focuses on the GCC's rapidly expanding healthcare and life sciences sector, which is expected to grow at a CAGR of 4.9% to AED 365.7bn (USD 99.6bn) in 2023. (Source: Trade Arabia)
- ▶ According to government estimates, Saudi Arabia's GDP increased by 5.4% in Q4-22 compared to the same period in 2021, driven by both the oil and non-oil sectors. According to the General Authority for Statistics, oil sector activity increased 6.1% while non-oil sector activity increased 6.2%. (Source: Zawya)
- ▶ According to a Knight Frank analysis, Saudi Arabia's port city of Jeddah on the Red Sea coast will develop USD 90bn in real estate and infrastructure projects by 2030. Major infrastructure projects include a USD 14bn land bridge and a USD 7bn expansion of the Jeddah Islamic Port. (Source: Zawya)
- ▶ According to Kamco Invest, Saudi Arabia remained the GCC's largest projects market in 2022, with USD 54.2bn in contracts awarded, up from USD 53.9bn in 2021. (Source: Arab News)
- ▶ Saudi Entertainment Ventures has taken over US-headquartered AMC Entertainment Holdings' 85 cinema screens in the Kingdom after buying 100% of the firm's stake in the country. (Source: Arab News)
- ▶ Revenues for the Sultanate of Oman increased by 43.4% to OMR10.6bn at the end of the Q3-22, up from OMR 7.4bn at the end of the same quarter in 2021. Total public spending increased by 12.5% to OMR 9.4bn, with the general budget surplus reaching OMR 1.1bn in the Q3-22. (Source: Times of Oman)
- ▶ The value added of oil activities in the Sultanate of Oman reached OMR 12.5bn at the end of Q3-22, up from OMR 7.2bn at the end of Q3-21, representing a 73.6% increase. The increase is attributed to a 79% increase in the value added of oil activities, which now stands at OMR 10.9bn, up from OMR 6.1bn at the end of Q3-21. (Source: Oman Observer)
- ▶ Bahrain Network has signed an agreement with Mazad, a portfolio firm of Bahrain Mumtalakat Holding Company, to organize and manage electronic auctions in collaboration with BNET, with the goal of selling BNET's electronic devices. (Source: Trade Arabia)
- ▶ Kuwait's caretaker cabinet submitted a draft budget for 2023-2024, projecting a growing deficit due to increased government spending and lower oil revenues. The budget deficit will rise to KWD 5bn (more than USD 16bn) for the fiscal year beginning in April. (Source: Arab Times)

## QATAR NEWS

- ▶ Ooredoo, Qatar's leading ICT provider, has emphasized the advantages of Zero Trust Exchange, a new addition to its business portfolio, in the post-pandemic business world. According to recent research, 72% of organizations now have a zero-trust strategy in place, and 76% are allocating new funds to zero trust. (Source: The Peninsula)
- ▶ Ali Sultan Al Kuwari, Head of Export Development Department of Qatar Development Bank and CEO of Qatari Coding and Tracking Office, has invited Qatari companies to purchase the Qatari barcode and use it on their products, hoping for a qualitative leap in the local economic sectors. (Source: The Peninsula)
- ▶ According to S&P Global, the decline in Qatar's banking system's external debt is expected to continue in the next 12-24 months. S&P stated that GCC countries have returned to pre-pandemic levels, and that the region's banks' margins, cost to income, and cost of risk are all improving. (Source: Gulf Times)

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## FX RATES

Currencies	Value	Currencies	Value
EUR/USD	1.0892	USD/QAR	3.6580
USD/JPY	130.0900	EUR/QAR	3.9843
GBP/USD	1.2350	JPY/QAR	0.0281
USD/CHF	0.9161	GBP/QAR	4.5176
USD/CAD	1.3305	CHF/QAR	3.9930
AUD/USD	0.7054	CAD/QAR	2.7493
NZD/USD	0.6439	AUD/QAR	2.5804
USD/INR	81.2390	INR/QAR	0.0450
USD/TRY	18.8064	TRY/QAR	0.1945
USD/ZAR	17.3985	ZAR/QAR	0.2102
USD/BRL	5.0731	BRL/QAR	0.7211

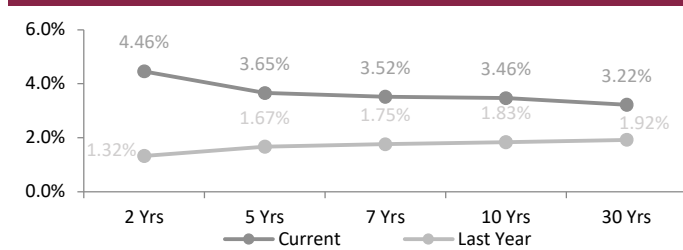
Source: Refinitiv Eikon

## INTERBANK OFFERING & US SWAP RATES

Duration	Overnight	1 Week	1 Month	3 Month	1 Year
LIBOR	4.31	0.08	4.57	4.81	5.33
EURIBOR	(0.65)	1.89	2.14	2.48	3.37
QAIBOR	5.08	5.13	5.23	5.28	5.55
SAIBOR	4.83	4.85	5.06	5.48	5.79
EIBOR	4.29	4.43	4.69	4.68	5.08
BMIBOR	5.12	5.33	6.05	6.14	6.55
KIBOR	2.50	3.63	3.88	4.19	4.69

Source: Refinitiv Eikon

## US Swap Rates



Source: Refinitiv Eikon

## ECONOMIC CALENDAR

Time	Country	Event	Period	Survey	Prior
11:50	France	S&P Global Mfg PMI	Jan	50.8	50.8
11:55	Germany	S&P Global/BME Mfg PMI	Jan	47.0	47.0
12:00	Euro Zone	S&P Global Mfg Final PMI	Jan	48.8	48.8
12:30	UK	S&P GBL/CIPS Mfg PMI FNL	Jan	46.7	46.7
13:00	Euro Zone	HICP Flash YoY	Jan	9.1%	9.2%
13:00	Euro Zone	HICP-X F, E, A & T Flash YoY	Jan	5.1%	5.2%
13:00	Euro Zone	HICP-X F, E, A, T Flash MoM	Jan	NA	0.60%
13:00	Euro Zone	Unemployment Rate	Dec	6.5%	6.5%

Source: Refinitiv Eikon

## GCC COMPANY RESULTS

Company Name	Revenues (mn)	YoY (%)	QoQ (%)	Net Profit (mn)	YoY (%)	QoQ (%)
Jarir Marketing Co	2577.3	11.2	2.4	267.6	1.9	-2.2
Abu Dhabi Commercial Bank	NA	NA	NA	1967.5	36.4	23.6
Saudi Arabian Amiantit Co	144.2	23.1	16.8	9.3	NA	NA
National Shipping Co KSA	2717.5	71.9	18.3	578.1	528.5	114.2
Aayan Leasing & Investment Co	7.0	14.2	4.2	2.3	375.6	3.0

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

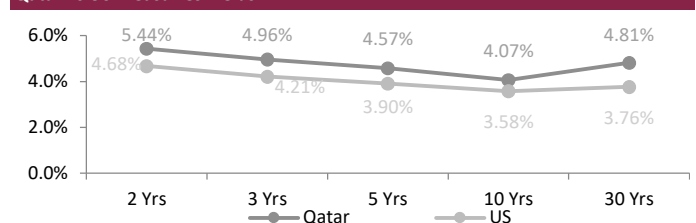
## FX Commentary

The USD fell on Tuesday, giving up earlier gains, after data showed US labor costs increased less than expected in the fourth quarter, and before the Federal Reserve is expected to hike rates by 25 BPS on Wednesday. The US Dollar index was down 0.2% at 102.10.

The EUR/USD traded up 0.2% at 1.0861 as in the final three months of 2022, the eurozone achieved growth. The GBP/USD went down 0.4% at 1.2308 after the IMF warned that the UK would be the only one of the G7 economies to contract this year. The USD/JPY traded down 0.3% at 130.12. The USD/CNY traded up 0.1% at 6.7547. The USD/CAD went down 0.6% at 1.3309. The risk-sensitive AUD/USD traded down 0.1% at 0.7051 and the NZD/USD traded down 0.5% at 0.6438.

## 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	35.0	14.8	Turkey	554.0	(231.2)
UK	20.1	4.0	Brazil	231.4	(40.3)
Germany	15.0	(1.0)	Egypt	843.3	(522.8)
France	22.5	(5.0)	Abu Dhabi	44.1	(17.0)
Italy	105.0	(46.8)	Bahrain	236.4	(79.0)
Greece	104.5	(64.2)	Dubai	75.2	(55.6)
Russia	13,775.2	0.0	Qatar	46.6	(15.5)
Japan	24.2	(2.1)	Saudi Arabia	63.6	(1.6)

Source: Refinitiv Eikon, worldgovernmentbonds.com

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**QSE MAIN FINANCIAL INDICATORS (as on 31st January 2023)**

Company	Dividend Yield (%)	P/B Ratio (x)	P/E Ratio (x)	EPS (QR)	BV/Share (QR)	Stock Price (QR)	Company
QNB	3.33	1.58	12.53	1.44	11.38	18.00	QNB
Qatar Islamic Bank	2.92	1.71	12.18	1.62	11.54	19.67	المصرف الإسلامي
Comm. Bank of Qatar	2.67	0.95	9.61	0.62	6.31	6.00	البنك التجاري
Doha Bank	3.88	0.42	8.05	0.23	4.60	1.94	بنك الدوحة
Ahli Bank	3.56	1.28	14.05	0.29	3.13	4.01	الاهلي
Intl. Islamic Bank	3.64	1.72	16.14	0.64	6.00	10.31	الدولي
Rayan	6.23	1.05	18.89	0.14	2.59	2.73	الريان
Qatar First Bank (QFC)	0.00	1.15	6.58	0.20	0.72	1.14	الأول QFC
National Leasing	4.17	0.55	18.39	0.04	1.32	0.72	الاجارة
Dlala	0.00	0.96	29.33	0.10	2.59	1.13	دلالة
Qatar Oman	1.67	0.69	112.15	0.02	0.93	0.60	قطر وعمان
Inma	1.29	1.44	19.64	0.11	2.57	3.87	إنماء
<b>Banks &amp; Financial Services</b>	<b>3.40</b>	<b>1.37</b>	<b>12.73</b>	<b>0.75</b>	<b>5.04</b>		<b>البنوك والخدمات المالية</b>
Zad Holding Company	4.39	2.78	20.69	0.69	5.60	14.10	زاد
Qatar German Co. Med	0.00	4.15	114.37	0.01	0.28	1.23	الطبية
Salam International	0.00	0.44	15.02	0.05	1.36	0.61	السلام
Medicare	4.03	1.69	21.41	0.28	3.66	6.20	الرعاية
Cinema	1.94	1.42	75.70	0.03	2.24	3.10	السينما
Qatar Fuel	5.04	1.93	16.59	1.08	9.25	17.86	قطر للوقود
Widam	0.00	1.10	0.00	-0.37	1.54	1.61	ودام
Mannai Corp.	3.91	2.69	124.59	0.61	4.81	7.68	مجمع المناعي
Al Meera	5.59	2.12	16.94	0.98	7.75	16.11	الميرة
Baladna	3.56	1.27	32.35	0.07	1.19	1.49	بلدنا
<b>Consumer Goods &amp; Services</b>	<b>4.68</b>	<b>1.74</b>	<b>17.46</b>	<b>0.35</b>	<b>3.53</b>		<b>الخدمات والسلع الاستهلاكية</b>
Ind. Manf. Co.	3.81	0.84	8.38	0.29	3.57	3.15	التحويلية
National Cement Co.	5.88	1.08	14.68	0.35	4.71	5.10	الاسمنت
Industries Qatar	7.12	2.10	8.95	1.34	6.53	14.05	صناعات قطر
The Investors	0.00	1.29	20.36	0.03	0.92	1.68	المستثمرين
Electricity & Water	4.50	1.34	12.68	1.33	10.74	17.78	كهرباء وماء
Aamal	5.11	0.79	17.43	0.05	1.25	0.98	أعمال
Gulf International	0.00	0.93	11.75	0.03	1.75	1.77	الخليج الدولية
Mesaieed	5.12	1.57	14.26	0.15	1.36	2.15	مسعيد
Investment Holding	0.00	1.29	20.36	0.03	0.92	1.68	استثمار القابضة
QAMCO	4.41	1.50	9.07	0.15	1.14	1.82	قامكو
<b>Industrials</b>	<b>5.84</b>	<b>1.71</b>	<b>10.33</b>	<b>0.37</b>	<b>2.63</b>		<b>الصناعات</b>
Qatar Insurance	5.48	0.65	10.17	0.16	3.40	1.83	قطر
Doha Insurance	5.72	0.88	9.84	0.15	2.38	2.10	الدوحة
General Insurance	0.00	0.25	20.25	0.11	5.86	1.45	العامه
Alkhaleej Takaful	3.36	1.03	13.25	0.16	2.07	2.23	الخليج التكافلي
Islamic Insurance	4.62	2.95	11.98	0.57	2.83	8.65	الإسلامية
QLM	5.49	2.71	17.31	0.30	1.77	4.01	كيو إل إم
<b>Insurance</b>	<b>5.20</b>	<b>0.71</b>	<b>0.00</b>	<b>0.22</b>	<b>2.47</b>		<b>التأمين</b>
United Dev. Company	4.54	0.39	12.08	0.09	3.11	1.21	المتحدة للتنمية
Barwa	6.16	0.53	9.87	0.29	5.36	2.84	بروة
Ezdan Holding	0.00	0.79	178.57	0.00	1.22	1.00	إزدان القابضة
Mazaya	0.00	0.79	0.00	-0.21	0.85	0.69	مزايا
<b>Real Estate</b>	<b>4.41</b>	<b>0.51</b>	<b>12.51</b>	<b>0.04</b>	<b>1.86</b>		<b>العقارات</b>
Ooredoo	3.36	1.20	10.03	0.01	6.63	8.94	Ooredoo
Vodafone Qatar	5.83	1.50	14.43	0.12	1.14	1.72	فودافون قطر
<b>Telecoms</b>	<b>3.96</b>	<b>1.40</b>	<b>11.05</b>	<b>0.21</b>	<b>3.51</b>		<b>الاتصالات</b>
Qatar Navigation	3.16	0.67	11.73	0.64	12.96	9.50	الملاحة
Gulf warehousing Co	2.93	0.90	8.35	0.41	3.81	3.41	مخازن
Nakilat	3.16	1.92	14.17	0.24	1.58	3.80	ناقلات
<b>Transportation</b>	<b>3.08</b>	<b>1.24</b>	<b>13.03</b>	<b>0.32</b>	<b>3.54</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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