

January 12, 2023

GLOBAL MARKETS

Indices	Closing Level	Change		Performance	
		Value	(%)	MTD (%)	YTD (%)
Global					
S&P 500	3,969.6	50.4	1.3	3.4	3.4
Dow Jones Ind. Average	33,973.0	268.9	0.8	2.5	2.5
Nasdaq 100	11,402.5	196.7	1.8	4.2	4.2
FTSE 100	7,725.0	30.5	0.4	3.7	3.7
DAX 30	14,947.9	173.3	1.2	7.4	7.4
CAC 40	6,924.2	55.0	0.8	7.0	7.0
BIST 100	4,728.9	(259.1)	(5.2)	(14.2)	(14.2)
Nikkei	26,446.0	270.4	1.0	1.3	1.3
Hang Seng	21,436.1	104.6	0.5	8.4	8.4
Shanghai Composite	3,161.8	(7.7)	(0.2)	2.3	2.3
BSE Sensex	60,105.5	(10.0)	(0.0)	(1.2)	(1.2)
GCC					
QE Index	11,274.7	(150.7)	(1.3)	5.6	5.6
Saudi Arabia (TASI)	10,617.5	(16.6)	(0.2)	0.7	0.7
UAE (ADX)	10,141.2	(68.5)	(0.7)	(0.7)	(0.7)
UAE (DFM)	3,297.7	(16.0)	(0.5)	(1.2)	(1.2)
Kuwait (KSE)	7,228.5	2.2	0.0	(0.9)	(0.9)
Oman (MSM)	4,879.4	7.5	0.2	0.1	0.1
Bahrain (BAX)	1,890.4	1.3	0.1	(0.3)	(0.3)
MSCI GCC	705.5	0.1	0.0	1.0	1.0
Dow Jones Islamic	4,978.4	37.9	0.8	4.2	4.2
Commodity					
Brent (USD/bbl)	82.7	2.6	3.2	0.7	0.7
WTI (USD/bbl)	77.4	2.3	3.0	0.6	0.6
Natural Gas (USD/mmBTU)	3.7	0.0	0.9	(7.9)	(7.9)
Gold Spot (USD/t oz.)	1,874.6	3.0	0.2	1.9	1.9
Copper (USD/lb)	4.2	0.1	2.2	10.3	10.3

Source: Refinitiv Eikon

QATAR MARKET OVERVIEW

GCC Fundamentals	P/E (x)	P/B (x)	Dividend Yield (%)	Value Traded (USD mn)
Qatar All Share	12.8	1.4	3.9	154.0
DSM 20	12.6	1.4	4.1	138.4
Saudi Arabia (TASI)	16.2	2.5	3.2	1,293.1
UAE (ADX)	18.3	2.8	2.0	248.5
UAE (DFM)	8.9	1.1	3.5	74.4
Kuwait (KSE)	18.6	1.7	2.8	212.6
Oman (MSM)	12.0	0.9	4.5	4.8
Bahrain (BAX)	7.1	1.0	0.0	0.5

Source: Refinitiv Eikon

Qatar Trading Activity	Close Price	1D Change Value	1D Change (%)	Performance YTD YoY (%)	Vol. ('000)	P/E TTM
Top Gainers						
QATAR INS CO	2.0	0.1	3.1	5.0 (22.9)	1,364.9	11.3
QATAR OMAN INV	0.6	0.0	2.2	16.9 (24.0)	2,859.6	NA
DLALA' BROKERA	1.3	0.0	2.0	10.7 (34.8)	1,854.6	32.7
AAMAL HOLDING	1.0	0.0	1.6	4.9 (10.8)	625.7	18.2
DOHA INS CO	2.0	0.0	1.5	(0.9) 5.0	28.5	9.2
Top Losers						
QNB	18.8	(0.6)	(3.1)	4.4 (9.3)	5,646.0	13.5
ALKHALEEJ GROU	2.4	(0.1)	(3.0)	4.6 (34.5)	870.7	14.3
MASRAF AL RAYA	3.3	(0.1)	(2.5)	5.2 (33.3)	26,131.2	22.7
OOREDOO QSC	9.0	(0.2)	(2.4)	(2.2) 27.3	1,689.9	10.1
MANNAI CORP	8.4	(0.2)	(2.3)	10.7 64.7	422.4	NA

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

MARKET COMMENTARY

Global

US stocks ended up sharply on Wednesday, ahead of an inflation report that could give the Federal Reserve room to dial back on its aggressive interest rate hikes. The DJIA rose 0.8%, the S&P 500 gained 1.3% and the Nasdaq 100 added 1.8%.

European shares increased slightly as a result of the optimism surrounding China's reopening and anticipated more gradual interest rate increases in the US. The pan regional STOXX 600 gained 0.1%.

Japan's Nikkei share average rose 1% to a two-week high, with shares in robotics companies leading the charge, even as crucial US inflation data loomed later in the week. Hong Kong and China stocks rose, lifted by hopes of a strong economic rebound from the COVID-19 pandemic and discounted values of stocks.

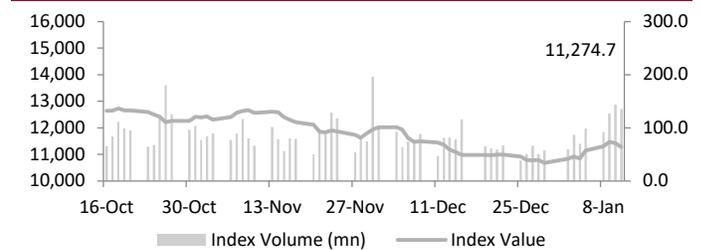
GCC

Gulf stock markets fell on Wednesday, with banking shares taking the biggest hit across the markets, as investors eagerly await US inflation data that is likely to shape the size of the Fed's next interest rate hike. Saudi Arabia's benchmark index eased 0.2%, pressured by financial stocks, with lenders Saudi National Bank and Banque Saudi Fransi falling 1.2% and 2.1%. Dubai's main share index lost 0.5%, as lenders Dubai Islamic Bank and Emirates NBD Bank tumbled 2.5% and 1.5%, respectively. Abu Dhabi's share index declined 0.7%, dragged down by a 2.2% fall in First Abu Dhabi Bank.

Qatar

The Qatari index dropped 1.3%, hit by the QNB (-3.1%) and the Alkhaleej Takaful Insurance (-3%) were the top losers of the day. Out of the 46 traded stocks, 13 advanced, 30 declined and 3 remained unchanged. Total traded volume in the market was lower than the previous trading session. The Insurance index up 1.7%, while the Banks and Financial Services index was down 2%.

Qatar DSM Index



Source: Refinitiv Eikon

QE Sector Indices	Closing Level	1D Change (%)
Banks & Financial Services	4,704.1	(2.0)
Consumer Goods & Services	8,223.1	(0.3)
Industrials	4,024.3	(0.8)
Insurance	2,250.8	1.7
Real Estate	1,632.9	(0.2)
Telecoms	1,305.5	(1.9)
Transportation	4,332.6	(0.9)

Source: Refinitiv Eikon

Qatar Trading Summary	Buy (%)	Sell (%)
Qatari Individuals	21.6	20.9
Qatari Institutions	30.0	26.2
Qatari - Total	51.6	47.1
Foreign Individuals	12.9	12.8
Foreign Institutions	35.5	39.6
Foreign - Total	48.4	52.3

Source: Qatar Exchange

January 12, 2023

GLOBAL NEWS

- ▶ Virtual power plants, systems for lightening loads on electricity grids when supply is low, have been endorsed by businesses like GM, Ford, Google, and solar energy producers. These companies said they would collaborate to establish standards for scaling up their use. (Source: Reuters)
- ▶ The Federal Aviation Administration worked frantically throughout the night to resolve a system outage that had forced a halt to all S. departing flights. US flights were gradually starting to resume departures, and a ground stop was lifted. (Source: Reuters)
- ▶ Olli Rehn, the head of the Finnish central bank, stated that the European Central Bank must continue to raise interest rates significantly during its upcoming meetings to curb inflation and slow down growth. (Source: Reuters)
- ▶ In response to cost pressures brought on by inflation and declining revenues in many cores business lines amid erratic market conditions, banks have started cutting jobs globally. (Source: Reuters)
- ▶ The most powerful business lobby in Japan intends to ask its member companies to show their social responsibility by providing pay increases that are higher than inflation during upcoming wage negotiations, according to its final policy draft. (Source: Mainichi)
- ▶ Fast Retailing Co., the company that owns Uniqlo, announced that it would increase the annual salaries of its employees in Japan by up to 40% starting in March to close the pay gap with those of its employees abroad and boost the company's competitiveness internationally. (Source: Mainichi)
- ▶ The Ministry of Industry and Information Technology predicted that in 2022, China's industrial output would rise by 3.6% annually. According to the ministry, the industrial output of manufacturing rose by specifically about 3.1% last year. (Source: China Daily)
- ▶ According to experts, China's oversight of platform companies' financial activities will normalize with more focused efforts to help them comply better, encourage the sector's healthy development, and better serve the real economy. (Source: China Daily)
- ▶ According to the nation's statistical agency, Turkey's calendar-adjusted industrial production fell by 1.3% in November 2022 on a yearly basis. In the month, the mining and quarrying sub-index experienced a yearly decline of 8.6%. (Source: Daily Sabah)

GCC NEWS

- ▶ According to a new Fitch Ratings report, global sukuk issuance is expected to rise slowly in 2023 due to market volatility but will remain a key funding source in core Islamic finance markets, the medium-to-long term outlook is positive due to intact Islamic investor demand, issuer refinancing needs, and government support in core markets. (Source: Zawya)
- ▶ During 2022, the MENA region generated approximately USD 1.6bn in Investment Banking fees. According to Refinitiv, fees increased 5% compared to 2021, while global IB fees fell 33%. Advisory fees from completed M&A transactions in the region totaled USD 509.6mn, a 35% increase over the previous year. (Source: Reuters)
- ▶ Dubai Duty Free reported annual sales of AED 6.339bn (USD 1.74bn), a 78% increase over the previous year. Dubai Duty Free recorded over 17.3mn transactions in 2022. (Source: Trade Arabia)
- ▶ In its first public debt sale of the year, Dubai-based lender Emirates NBD priced its three-year AED 1bn (USD 272mn) dirham-denominated bond at a spread of 83 BPS over UAE government treasuries. Regional investors accounted for 72% of the 1.65bn orderbook, while international investors accounted for 28%. (Source: Zawya)

- ▶ In the aftermath of last year's FTX exchange collapse, an Abu Dhabi-based crypto and blockchain association is forming a new Regulators Committee to help drive change and learn lessons, the collapse must be a positive driver with increased transparency and better education for investors. (Source: Zawya)
- ▶ According to a report, investments in Saudi startups increased by 72% in 2022, reaching a record high of SAR 3.701bn (USD 987mn). The Kingdom experienced the MENA highest growth in venture capital funding, according to the 2022 Saudi Arabia Venture Capital Report. (Source: Arab News)
- ▶ The Saudi Ports Authority (Mawani) laid the foundation stone for upgradation and development of two container terminals at King Abdulaziz Port in Dammam under the build-operate-transfer deal valued at over SAR 7bn (USD 1.86bn) signed with Saudi Global Ports. (Source: Trade Arabia)
- ▶ Saudi Arabian Mining Co. announced that it had decided to create a joint venture with the sovereign wealth fund of the Kingdom to invest in mining assets around the world. The Public Investment Fund will own 49% of the venture, according to the company's regulatory filing, and the largest miner in the Gulf, also known as Ma'aden, will own 51%. (Source: Arab News)
- ▶ The Ministry of Education is drafting legislation to change the country's educational laws in an effort to entice the best educational institutions in the world to open branches there. (Source: Arab News)
- ▶ The Sultanate of Oman is expected to grow its GDP at the second-highest rate among the GCC nations, according to World Bank projections. The Sultanate of Oman's gross domestic product is expected to grow at a rate of 3.9% this year. (Source: Times of Oman)
- ▶ In order to investigate the potential deployment of liquefied synthetic gas in Oman, Shell Oman and the Ministry of Energy and Minerals of Oman have signed a Letter of Intent. Green Energy Oman will receive a 35% stake from Shell Oman. (Source: Times of Oman)
- ▶ One of the biggest aluminum smelters in the world, Aluminium Bahrain (Alba), has chosen Advanced United Systems to install solar photovoltaic panels covering 37,000 square meters with a capacity of more than 6 Megawatts as part of its solar farm project. (Source: Trade Arabia)
- ▶ Alafco Aviation Lease & Finance Co. of Kuwait has signed a framework agreement under which an order for 20 Boeing 737 Max 8 jets will be transferred to Macquarie AirFinance, potentially paving the way for the Australian aircraft leasing firm to make a USD 2.2bn acquisition. (Source: Zawya)

QATAR NEWS

- ▶ Qatar National Bank has forecast a 2022 net profit of QAR 14.3bn (USD 3.92bn). The bank announced that its assets had surpassed QAR 1.189tn, having first surpassed the QAR 1tn mark in January 2021 and increasing by 9% YoY. (Source: Zawya)
- ▶ According to C. Thirumeni, CEO of DEBAJ Industrial Services WLL, in an interview with The Peninsula, Qatar has developed a new identity, and the world is now searching for opportunities to invest in, partner with, and do business in the country. (Source: The Peninsula)
- ▶ The first insurer in the Middle East to ratify the international pact is Qatar Insurance Company, which has signed the UN Environment Programmed-Finance Initiative's Principles for Sustainable Insurance (UNEP-FI PSI). (Source: Gulf Times)
- ▶ According to official estimates, Qatar reported a 4.3% real growth on an annualized basis during the Q3-22, due to a strong double-digit expansion, particularly in non-oil sectors like transportation and storage, wholesale and retail trade, and information and communication. (Source: Gulf Times)

January 12, 2023

FX RATES

Currencies	Value	Currencies	Value
EUR/USD	1.0785	USD/QAR	3.6400
USD/JPY	132.4700	EUR/QAR	3.9257
GBP/USD	1.2172	JPY/QAR	0.0275
USD/CHF	0.9309	GBP/QAR	4.4306
USD/CAD	1.3422	CHF/QAR	3.9102
AUD/USD	0.6899	CAD/QAR	2.7120
NZD/USD	0.6362	AUD/QAR	2.5112
USD/INR	81.1370	INR/QAR	0.0449
USD/TRY	18.7754	TRY/QAR	0.1939
USD/ZAR	16.9007	ZAR/QAR	0.2154
USD/BRL	5.1600	BRL/QAR	0.7054

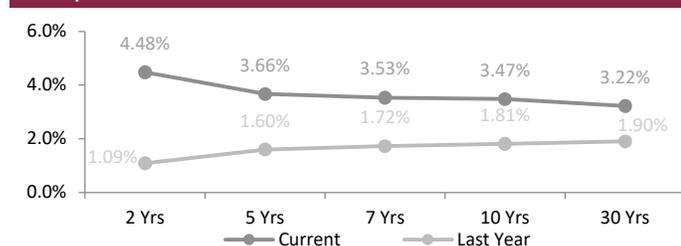
Source: Refinitiv Eikon

INTERBANK OFFERING & US SWAP RATES

Duration	Overnight	1 Week	1 Month	3 Month	1 Year
LIBOR	4.31	0.08	4.43	4.81	5.43
EURIBOR	(0.65)	1.89	1.94	2.28	3.34
QAIBOR	5.05	5.10	5.15	5.20	5.35
SAIBOR	4.81	4.63	4.93	5.36	5.81
EIBOR	4.21	4.31	4.59	4.57	4.96
BMIBOR	5.12	5.33	6.04	6.14	6.57
KIBOR	2.31	3.38	3.63	4.06	4.56

Source: Refinitiv Eikon

US Swap Rates



Source: Refinitiv Eikon

GCC COMPANY RESULTS

Company Name	Revenues (mn)	YoY (%)	QoQ (%)	Net Profit (mn)	YoY (%)	QoQ (%)
Dhofar Generating Co.	11.4	3.2	-3.0	NA	NA	NA
Barka Desalination Co.	4.5	1.4	-13.3	NA	NA	NA
Gulf Mushroom Products	2.6	17.9	13.8	0.3	96.1	103.0
Oman Cables Industry	60.8	4.4	-1.5	3.2	170.5	4.9
Barka Water and Power Co.	3.2	-70.1	-18.8	NA	NA	NA
Dhofar Poultry Co.	2.3	1.5	4.6	-0.2	NA	NA
Al Omaniya Financial Services	4.0	25.6	9.7	NA	NA	NA
Sohar Power Co.	0.0	-100.0	-100.0	NA	NA	NA
Qatar National Bank	9951.9	24.5	3.3	3364.3	14.0	-15.2
Musandam Power Co.	2.9	2.0	-56.1	NA	NA	NA
Muscat City Desalination Co.	4.3	2.5	-15.6	0.6	14.6	14.9
Omani Euro Food Industries	0.6	74.1	10.0	NA	NA	NA
National Biscuit Industries Ltd	4.2	36.6	15.9	NA	NA	NA
Hotels Management Intnt Co.	2.9	41.6	351.8	NA	NA	NA

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

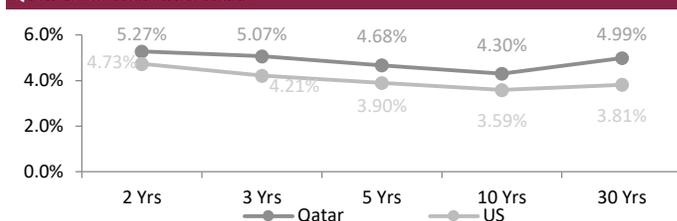
FX Commentary

The USD was little changed on Wednesday as investors bet that upcoming US inflation data would allow the Federal Reserve to slow the pace of interest rate hikes. The US Dollar index was down 0.1% at 103.19.

The EUR/USD traded up 0.2% at 1.0755 a seven-month high against the USD. The GBP/USD went down 0.1% at 1.2142. The USD/JPY traded up 0.2% at 132.47 as the BoJ meets next week, and speculation is rising that the central bank could further adjust its benchmark bond yield target. The USD/CNY traded down 0.1% at 6.7700 as on optimism over the relaxation of most anti-COVID curbs in the country. The USD/CAD went remained flat. The risk-sensitive AUD/USD traded up 0.2% at 0.6899 after data showed the annual pace of inflation increased to 7.3% in November and the NZD/USD traded down 0.2% at 0.6362.

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	27.5	7.8	Turkey	535.9	(341.1)
UK	27.6	11.4	Brazil	248.0	(57.5)
Germany	19.0	3.0	Egypt	814.0	(281.1)
France	27.5	2.5	Abu Dhabi	42.7	(26.5)
Italy	122.2	(22.1)	Bahrain	237.7	(89.3)
Greece	118.0	(56.6)	Dubai	83.1	(52.5)
Russia	13,775.2	0.0	Qatar	47.2	(22.0)
Japan	26.2	(6.2)	Saudi Arabia	65.1	(8.0)

Source: Refinitiv Eikon, worldgovernmentbonds.com

January 12, 2023

QSE MAIN FINANCIAL INDICATORS (as on 11th January 2023)

Company	Dividend Yield (%)	P/B Ratio (x)	P/E Ratio (x)	EPS (QR)	BV/Share (QR)	Stock Price (QR)	Company
QNB	2.93	1.65	13.47	1.44	11.38	18.80	QNB
Qatar Islamic Bank	2.80	1.85	13.19	1.42	10.47	20.57	المصرف الإسلامي
Comm. Bank of Qatar	2.86	0.92	11.18	0.50	5.95	5.60	البنك التجاري
Doha Bank	3.73	0.44	8.38	0.23	4.60	2.01	بنك الدوحة
Ahli Bank	3.56	1.31	14.92	0.27	2.89	4.01	الاهلي
Intl. Islamic Bank	3.55	1.79	16.68	0.59	5.75	10.55	الدولي
Rayan	5.10	1.28	22.73	0.22	3.20	3.34	الريان
Qatar First Bank (QFC)	0.00	1.20	6.89	0.20	0.72	1.20	الأول QFC
National Leasing	0.00	0.57	38.29	-0.04	1.35	0.77	الاجارة
Dlala	0.00	1.08	32.70	0.10	2.59	1.26	دلالة
Qatar Oman	1.56	0.74	120.19	0.02	0.93	0.64	قطر وعمان
Inma	1.15	1.61	22.01	0.11	2.57	4.34	إنماء
Banks & Financial Services	3.14	1.50	13.98	0.72	4.92		البنوك والخدمات المالية
Zad Holding Company	4.16	2.94	21.83	0.69	5.60	14.88	زاد
Qatar German Co. Med	0.00	4.74	130.49	0.01	0.28	1.41	الطبية
Salam International	0.00	0.47	16.08	0.05	1.36	0.66	السلام
Medicare	3.91	1.75	22.10	0.28	3.66	6.40	الرعاية
Cinema	1.93	1.42	76.07	0.03	2.24	3.12	السينما
Qatar Fuel	4.07	2.03	17.74	0.98	9.09	18.66	قطر للوقود
Widam	0.00	1.42	0.00	-0.37	1.54	2.07	ودام
Mannai Corp.	3.57	2.94	136.25	0.61	4.81	8.40	مجمع المناعي
Al Meera	5.41	2.19	17.50	0.98	7.75	16.64	الميرة
Baladna	3.35	1.35	34.32	0.07	1.19	1.58	بلدنا
Consumer Goods & Services	4.02	1.85	18.60	0.34	3.50		الخدمات والسلع الاستهلاكية
Ind. Manf. Co.	3.64	0.88	8.79	0.29	3.57	3.30	التحويلية
National Cement Co.	5.78	1.11	14.88	0.34	4.67	5.19	الاسمنت
Industries Qatar	7.22	2.07	8.82	1.34	6.53	13.85	صناعات قطر
The Investors	0.00	1.46	23.09	0.03	0.92	1.90	المستثمرين
Electricity & Water	4.58	1.31	12.47	1.33	10.74	17.48	كهرباء وماء
Aamal	4.89	0.83	18.21	0.05	1.25	1.02	أعمال
Gulf International	0.00	0.87	10.99	0.03	1.75	1.65	الخليج الدولية
Mesaieed	4.83	1.67	15.10	0.15	1.36	2.28	مسعيد
Investment Holding	0.00	1.46	23.09	0.03	0.92	1.90	استثمار القابضة
QAMCO	4.82	1.38	8.30	0.15	1.14	1.66	قامكو
Industrials	5.87	1.70	10.31	0.37	2.63		الصناعات
Qatar Insurance	4.95	0.72	11.25	0.16	3.40	2.02	قطر
Doha Insurance	6.12	0.82	9.19	0.15	2.38	1.96	الدوحة
General Insurance	0.00	0.27	21.91	0.11	5.86	1.57	العامه
Alkhaleej Takaful	3.12	1.11	14.29	0.16	2.07	2.41	الخليج التكافلي
Islamic Insurance	4.59	2.97	12.07	0.57	2.83	8.72	الإسلامية
QLM	4.78	3.12	19.88	0.30	1.77	4.60	كيو إل إم
Insurance	4.98	0.75	0.00	0.22	2.47		التأمين
United Dev. Company	4.11	0.43	13.35	0.09	3.11	1.34	المتحدة للتنمية
Barwa	5.74	0.57	10.60	0.29	5.36	3.05	بروة
Ezdan Holding	0.00	0.82	185.54	0.00	1.22	1.04	إزدان القابضة
Mazaya	0.00	0.83	0.00	-0.21	0.85	0.73	مزايا
Real Estate	4.17	0.54	13.21	0.04	1.86		العقارات
Ooredoo	3.33	1.21	10.10	0.01	6.63	9.00	Ooredoo
Vodafone Qatar	3.69	1.47	14.91	0.08	1.09	1.63	فودافون قطر
Telecoms	3.36	1.42	11.21	0.19	3.47		الاتصالات
Qatar Navigation	3.06	0.70	12.12	0.64	12.96	9.82	الملاحة
Gulf warehousing Co	2.51	1.08	9.96	0.38	3.53	3.99	مخازن
Nakilat	3.19	1.90	14.02	0.24	1.58	3.76	ناقلات
Transportation	3.08	1.24	13.06	0.32	3.52		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.

DISCLAIMER

It is understood that any opinions expressed by Commercial Bank Financial Services or its affiliates as to the commentary, market information, and future direction of prices of specific securities reflects the views of the individual analyst who issued them, and not necessarily represent the views of Commercial Bank Financial Services or its affiliates in any way. In no event shall CBFS or its affiliates have any liability for any direct or indirect losses incurred in connection with any decision made, action or inaction taken by any party in reliance upon the information provided in this materials or for any delays, inaccuracies, errors in, or omissions of the said information.