

August 14, 2023

GLOBAL MARKETS

Indices	Closing Level	Change		Performance	
		Value	(%)	MTD (%)	YTD (%)
Global					
S&P 500	4,464.1	(4.8)	(0.1)	(2.5)	16.3
Dow Jones Ind. Average	35,281.4	105.3	0.3	(1.0)	6.4
Nasdaq 100	15,028.1	(100.8)	(0.7)	(4.4)	37.4
FTSE 100	7,524.2	(94.4)	(1.2)	(1.9)	1.0
DAX 30	15,832.2	(164.4)	(1.0)	(2.5)	13.7
CAC 40	7,340.2	(93.4)	(1.3)	(0.9)	13.4
BIST 100	7,714.4	272.9	3.7	7.6	40.0
Nikkei	32,473.7	NA	NA	(3.8)	23.4
Hang Seng	19,075.2	(173.1)	(0.9)	(4.7)	(3.6)
Shanghai Composite	3,189.2	(65.3)	(2.0)	(3.1)	3.2
BSE Sensex	65,322.7	(365.5)	(0.6)	(1.7)	7.4
GCC					
QE Index	10,778.0	42.4	0.4	(3.4)	0.5
Saudi Arabia (TASI)	11,546.2	122.0	1.1	(1.8)	8.3
UAE (ADX)	9,879.7	NA	NA	1.0	(3.2)
UAE (DFM)	4,064.3	NA	NA	(0.3)	21.8
Kuwait (KSE)	7,169.0	21.0	0.3	(1.1)	(2.0)
Oman (MSM)	4,768.9	11.7	0.2	(0.7)	(2.4)
Bahrain (BAX)	1,972.9	0.6	0.0	(1.0)	4.1
MSCI GCC	696.7	(0.1)	(0.0)	(2.5)	0.5
Dow Jones Islamic	5,676.5	0.4	0.0	(3.2)	17.4
Commodity					
Brent (USD/bbl)	86.8	0.4	0.5	1.5	5.7
WTI (USD/bbl)	83.2	0.4	0.4	1.7	8.1
Natural Gas (USD/mmBTU)	2.8	0.0	0.3	5.2	(30.5)
Gold Spot (USD/t oz.)	1,912.9	(1.5)	(0.1)	(2.9)	4.0
Copper (USD/lb)	3.7	(0.0)	(1.0)	(7.0)	(1.4)

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	1.2	4.3	88.2
DSM 20	13.0	1.3	4.6	58.0
Saudi Arabia (TASI)	19.0	2.1	3.3	1,226.3
UAE (ADX)	15.7	2.5	2.2	248.5
UAE (DFM)	9.8	1.5	4.4	4.7
Kuwait (KSE)	15.9	1.5	3.2	224.9
Oman (MSM)	10.3	0.9	5.0	2.0
Bahrain (BAX)	9.7	0.8	5.9	2.4

Source: Refinitiv Eikon

Qatar Trading Activity	Close Price	1D Change Value	1D Change (%)	Performance YTD YoY (%)	Vol. ('000)	P/E TTM
Top Gainers						
QA GEN INS REI	1.4	0.1	9.5	(2.6) (25.6)	11.6	NA
QATAR ALUMINIUM	1.4	0.1	4.0	(11.0) (32.1)	33,660.5	13.8
QLM LIFE	2.8	0.1	3.2	(41.7) (47.7)	28.3	12.9
QAT GER MED DE	2.5	0.1	2.5	95.6 (38.9)	17,022.3	287.3
ZAD HOLDING	14.0	0.3	2.3	0.5 (16.2)	0.2	20.8
Top Losers						
DLALA' BROKERA	1.6	(0.1)	(4.6)	36.2 (33.3)	3,305.8	NA
QATAR INS CO	2.1	(0.1)	(3.8)	7.7 (11.9)	1,466.1	22.7
DAMAAN ISL INS	3.7	(0.1)	(3.4)	NA NA	4.7	8.3
INMA HOLDING	5.0	(0.1)	(2.9)	20.9 (19.8)	530.4	47.7
MAZAYA	0.8	(0.0)	(2.3)	14.8 (11.6)	27,119.8	23.2

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

MARKET COMMENTARY

Global

The S&P 500 and Nasdaq Composite tumbled on Friday, marking their second consecutive weekly losses, as better-than-expected US producer pricing data drove Treasury rates higher and sunk rate-sensitive mega cap growth firms. The DJIA was up 0.3%, the S&P 500 lost 0.1% and Nasdaq 100 declined 0.7%.

European stocks declined as investors worried that global interest rates would remain high for a longer period of time, while UBS shares rose as the Swiss lender canceled a state guarantee provided for its merger of Credit Suisse. The pan-European STOXX 600 dropped 1.1%.

Chinese stocks fell, as investors were disappointed by authorities' latest stimulus measures, amid fresh data showing that the post-pandemic recovery is continuing to lose steam. On Friday, Japanese markets were closed for a holiday.

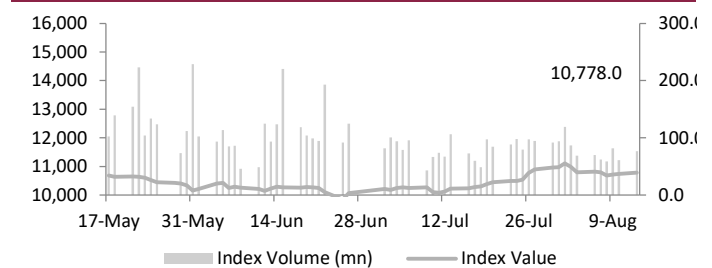
GCC

Most stock markets in the Gulf ended higher on Sunday in the wake of Friday's rise in oil prices, with the Saudi index gaining for a third consecutive session. Saudi Arabia's benchmark index advanced 1.1%, rising for a third consecutive session, led by a 1.6% leap in oil giant Saudi Aramco. No trading happened in Dubai and Abu Dhabi stock markets as the exchange remained closed.

Qatar

Qatar's benchmark index gained 0.4%, help by the Qatar General Insurance & Reinsurance up (9.5%) and the Qatar Aluminum Manufacturing (+4%) were the top gainer of the day. Out of the 49 traded stocks, 22 advanced, 23 declined and 4 remained unchanged. Total traded volume in the market was higher than the previous trading session. The Real Estate index up 0.9% and the Industrials index advanced by 0.7%, while Insurance index declined by 1%.

Qatar DSM Index



Source: Refinitiv Eikon

QE Sector Indices	Closing Level	1D Change (%)
Banks & Financial Services	4,514.3	0.5
Consumer Goods & Services	7,844.3	0.2
Industrials	4,157.9	0.7
Insurance	2,300.7	(1.0)
Real Estate	1,598.5	0.9
Telecoms	1,663.6	(0.2)
Transportation	4,608.4	(0.5)

Source: Refinitiv Eikon

Qatar Trading Summary	Buy (%)	Sell (%)
Qatari Individuals	44.3	47.9
Qatari Institutions	21.4	22.2
Qatari – Total	65.8	70.1
Foreign Individuals	21.5	20.7
Foreign Institutions	12.7	9.1
Foreign – Total	34.2	29.9

Source: Qatar Exchange

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GLOBAL NEWS

- ▶ Despite the large surge in mortgage rates over the previous two years, mortgage delinquency rates in the US fell to a historic low in the Q2-23 due to a healthy employment market and low interest rates on most home loans, according to a survey. (Source: Reuters)
- ▶ Producer prices in the US rose slightly more than predicted in July, as the cost of services returned at the strongest rate in nearly a year, although the pattern remained consistent with a decrease in inflationary pressures. (Source: Reuters)
- ▶ Britain's economy grew unexpectedly in the Q2-23, paving the way for future interest rate rises from the Bank of England, although it remained the only major advanced economy that has yet to restore its pre-COVID level by late 2019. (Source: Reuters)
- ▶ According to a small majority of economists polled by Reuters, the European Central Bank will stop a more than year-long rate-hiking campaign in September, but another raise by year's end is still on the table, with inflation running high. (Source: Reuters)
- ▶ Wholesale inflation in Japan slowed YoY in July, dropping for the seventh consecutive month owing to lower energy utility costs, according to central bank statistics released, indicating that the factors that drove up consumer prices had peaked. (Source: Reuters)
- ▶ Japan intends to provide tax benefits for locally manufactured electric vehicle (EV) batteries and semiconductors beginning in April 2024 in order to improve economic stability, according to the Nikkei newspaper. (Source: Mainichi)
- ▶ China's new bank loans tumbled in July and other key credit gauges also weakened, even after policymakers cut interest rates and promised to roll out more support for the faltering economy. (Source: Reuters)
- ▶ China's top economic regulator announced nine measures, including the use of policy tools to penalize local governments for untrustworthy behavior toward private companies, to strengthen the government's commitment to honest performance and create a more favorable environment for the private sector. (Source: Cina Daily)
- ▶ In the midst of the continuous struggle against high inflation, Turkey's top economic authorities underlined the need of sustaining production and exports at the same time, which they say would be critical in avoiding a future recession. (Source: Daily Sabah)

GCC NEWS

- ▶ According to Goldman Sachs Economics Research, investment in artificial intelligence (AI) is rapidly increasing and might reach USD 200bn globally by 2025, having a major influence on GDP. (Source: Zawya)
- ▶ Al Yah Satellite Communications Company (Yahsat), located in the UAE, has announced ambitions to expand its presence in China as part of its expansion strategy. The publicly traded corporation has declared aspirations to diversify and grow into foreign markets, with China and the Asia Pacific area leading the way. (Source: Zawya)
- ▶ According to the consolidated interim accounts, GFH Financial Group reported 29.50% greater net profits attributable to the owners in the H1-23, at USD 54.61mn, compared to USD 42.18mn in H1-22. (Source: Arab News)
- ▶ Dubai Electricity and Water Authority has chosen the state-owned renewable energy corporation Masdar to develop and administer the 1,800-megawatt sixth phase of the Mohammed bin Rashid Al Maktoum Solar Park in order to promote clean energy. (Source: Trade Arabia)

- ▶ The pharmaceutical sector in Saudi Arabia is likely to benefit significantly after the Kingdom's National Industrial Development Center inked a three-way memorandum of agreement with Jubail Pharma and RR Holding Co. (Source: Trade Arabia)
- ▶ Saudi telecom giant STC Group has announced that iot squared, a joint venture between STC and Public Investment Fund, has inked a contractual deal to purchase 100% of internet of things solutions provider Machinestalk to accelerate its regional expansion. (Source: Arab News)
- ▶ The Ministry of Environment, Water, and Agriculture in Saudi Arabia has started a program to boost investments in organic poultry production and raise output by 5% by 2030. (Source: Arab News)
- ▶ Except for gold, Saudi Arabian Mining Co. (Ma'aden) reported a 91% YoY decrease in Q2-23 net profit to SAR 350.9mn (USD 93.52mn) due to increased finance costs and lower average sales prices. (Source: Arab News)
- ▶ In a bid to boost supply chains and consolidate its position as a global logistics center, Saudi Ports Authority added 20 new shipping services in the first half of 2023. (Source: Arab News)
- ▶ According to the state news agency, Oman had a budget surplus of OMR 656mn (USD 1.71bn) at the end of the H1-23, compared to OMR 784mn at the same time in 2022. Following a near USD 3bn surplus last year, Oman has adopted a 2023 budget with a deficit of OMR 1.3bn rials, or 3% of GDP. (Source: Time of Oman)
- ▶ By the conclusion of the H1-23, the State's General Budget had a surplus of OMR 656mn, compared to a surplus of OMR 784mn during the same time in 2022, public revenue from the State Budget was OMR 6,342mn at the end of the H1-23, a 6% decrease from the OMR 6,725mn recorded during the same period in 2022. (Source: Time of Oman)
- ▶ Bank ABC Islamic, a wholly owned subsidiary of Arab Banking Corporation, reported a net profit of USD 24.9mn for the H1-23, an increase of 20.2% over the same period last year, while net operating income before credit losses increased by 33% to USD 30.8mn. (Source: Gulf News)
- ▶ Kamco Invest, a regional non-banking financial behemoth, reported a net profit of KWD 1.7mn (USD 5.5mn) in the Q2-23, a 60% increase over Q2-22. The firm had a net profit of KWD 0.1mn during the six-month period, compared to KWD 4.6mn in the same time in 2022. (Source: Gulf News)

QATAR NEWS

- ▶ Gulf International Services, the parent company of Gulf Drilling International, Gulf Helicopters, and Al Koot, announced a net profit of QAR 281mn in the H1-23, with profits per share of QAR 0.151. Net profitability increased by 105% YoY due to sales growth and hyperinflationary accounting in one of the foreign enterprises. (Source: Gulf News)
- ▶ QNB Group received three "prestigious" awards from The Digital Banker's "Middle East and Africa Retail Banking Innovation Awards 2023" as an acknowledgment of its ongoing leadership in digital banking. (Source: The Peninsula)
- ▶ Given favorable oil and gas prices, Oxford Economics forecasts Qatar's budget surplus to average 9% of GDP this year. According to Oxford Economics, the state budget went into surplus in 2021 and grew to more over 10% of GDP in 2022 due to rising oil and gas income. (Source: Gulf News)
- ▶ Qatar is planning to expand its insurance business by issuing a new license for the development of policy comparison websites. This license is part of an endeavor by the Qatar Central Bank to regulate and license these websites to establish a more transparent system for insurance companies. (Source: Gulf News)

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FX RATES

Currencies	Value	Currencies	Value
EUR/USD	1.0974	USD/QAR	3.6428
USD/JPY	144.9600	EUR/QAR	3.9976
GBP/USD	1.2724	JPY/QAR	0.0251
USD/CHF	0.8767	GBP/QAR	4.6351
USD/CAD	1.3438	CHF/QAR	4.1551
AUD/USD	0.6498	CAD/QAR	2.7108
NZD/USD	0.5982	AUD/QAR	2.3671
USD/INR	82.3700	INR/QAR	0.0442
USD/TRY	26.8632	TRY/QAR	0.1356
USD/ZAR	18.9354	ZAR/QAR	0.1924
USD/BRL	4.9048	BRL/QAR	0.7427

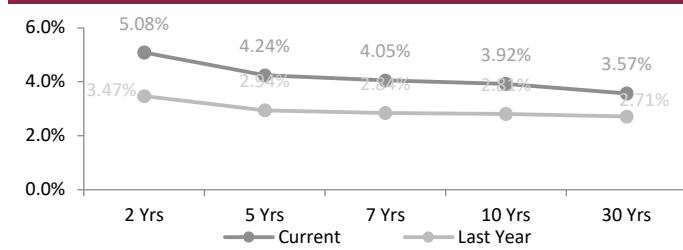
Source: Refinitiv Eikon

INTERBANK OFFERING & US SWAP RATES

Duration	Overnight	1 Week	1 Month	3 Month	1 Year
LIBOR	5.06	0.08	5.42	5.63	6.04
EURIBOR	(0.65)	3.63	3.64	3.78	4.06
QAIBOR	5.83	5.90	5.95	6.13	6.38
SAIBOR	5.79	5.82	5.74	6.10	6.02
EIBOR	5.16	5.37	5.32	5.38	5.31
BMIBOR	6.05	6.31	6.76	6.65	6.79
KIBOR	2.44	3.75	4.00	4.31	4.75

Source: Refinitiv Eikon

US Swap Rates



Source: Refinitiv Eikon

GCC COMPANY RESULTS

Company Name	Revenues (mn)	YoY (%)	QoQ (%)	Net Profit (mn)	YoY (%)	QoQ (%)
Al Ansari Financial Services	291.0	1.2	1.4	130.3	-11.9	-2.0
Riyadh Cables Group Co	1917.5	13.4	-1.0	NA	NA	NA
Dubai Electricity and Water	7293.6	4.1	34.2	1909.4	-13.7	181.5
Arabian Contracting Services	294.3	11.6	-5.8	NA	NA	NA
ACWA Power Co	1411.9	9.1	6.0	414.4	6.3	53.6
Bahrain Cinema Co	1.5	6.1	16.0	0.7	NA	547.3
GFH Financial Group	76.4	-6.2	-4.6	30.6	32.7	27.5
Presight AI Holding	287.7	7.7	27.2	66.5	4.5	-8.2
Salik Company	516.7	NA	-0.7	272.7	NA	-1.0
Abu Dhabi National Insurance	849.5	23.0	-0.7	104.7	13.9	5.1
United Wire Factories Co	200.2	-3.9	-11.9	5.5	-66.0	21.8
Al Hammad Holding Co	276.7	-1.9	-7.3	NA	NA	NA
Arab Sea Information Systems	5.5	-34.1	-40.7	NA	NA	NA

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

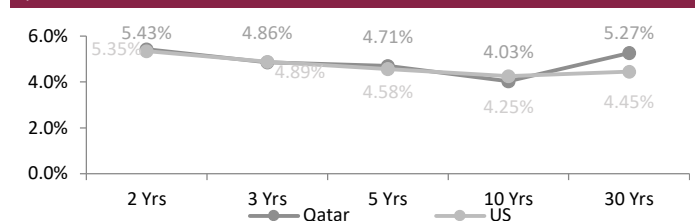
FX Commentary

The USD climbed on Friday as a somewhat larger increase in US producer prices in July pushed Treasury yields higher, despite growing speculation that the Federal Reserve is nearing the end of its rate hike cycle. The US Dollar index was up 0.3% at 102.84.

The EUR/USD traded down 0.3% at 1.0944. The GBP/USD went up 0.2% at 1.2694 after data showed that the UK economy grew 0.2% in the Q2-23, against expectations for a flat reading, helped by monthly growth of 0.5% in June. The USD/JPY traded up 0.2% at 144.96 stoking fears of another round of intervention. The USD/CNY traded up 0.3% at 7.2367. The USD/CAD went down 0.1% at 1.3438. The risk-sensitive AUD/USD traded down 0.2% at 0.6498 and the NZD/USD traded down 0.7% at 0.5982.

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	(12.3)	Turkey	387.1	(173.3)
UK	27.7	5.0	Brazil	170.6	(53.8)
Germany	14.0	(1.0)	Egypt	1,386.9	407.2
France	25.0	2.5	Abu Dhabi	36.2	(6.4)
Italy	88.1	0.5	Bahrain	234.2	0.5
Greece	70.3	(25.5)	Dubai	72.2	(2.9)
Russia	13,775.2	0.0	Qatar	34.2	(11.9)
Japan	19.2	(5.0)	Saudi Arabia	48.2	(17.4)

Source: Refinitiv Eikon, worldgovernmentbonds.com

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QSE MAIN FINANCIAL INDICATORS (as on 13th August 2023)

Company	Dividend Yield (%)	P/B Ratio (x)	P/E Ratio (x)	EPS (QR)	BV/Share (QR)	Stock Price (QR)	Company
QNB	3.62	1.50	11.17	1.44	11.38	16.67	QNB
Qatar Islamic Bank	3.09	1.75	12.18	1.62	11.54	20.40	المصرف الإسلامي
Comm. Bank of Qatar	4.07	1.01	9.32	0.62	6.31	6.10	البنك التجاري
Doha Bank	4.37	0.38	10.80	0.25	4.54	1.72	بنك الدوحة
Ahli Bank	5.10	1.28	13.20	0.29	3.13	3.92	الاهلي
Intl. Islamic Bank	3.91	1.74	15.53	0.64	6.00	10.37	الدولي
Rayan	4.01	0.97	22.44	0.14	2.59	2.50	الريان
Qatar First Bank (QFC)	0.00	1.48	22.09	0.07	1.17	1.52	الأول QFC
National Leasing	3.41	0.68	20.37	0.04	1.32	0.87	الاجارة
Dlala	0.00	1.61	0.00	-0.14	0.70	1.56	دلالة
Qatar Oman	0.00	1.13	0.00	0.01	0.82	0.87	قطروعمان
Inma	0.98	1.87	47.67	0.17	2.67	4.97	إنماء
Banks & Financial Services	3.59	1.28	11.96	0.77	5.20		البنوك والخدمات المالية
Zad Holding Company	4.33	2.98	20.79	0.68	4.47	13.97	زاد
Qatar German Co. Med	0.00	8.17	287.27	0.01	0.30	2.46	الطبية
Salam International	0.00	0.59	15.49	0.05	1.24	0.74	السلام
Medicare	4.27	1.73	21.61	0.28	3.70	6.15	الرعاية
Cinema	1.93	1.52	60.43	0.04	2.12	3.11	السينما
Qatar Fuel	5.48	1.88	16.18	1.08	9.25	16.42	قطر للوقود
Widam	0.00	2.52	0.00	-0.34	1.08	2.34	ودام
Mannai Corp.	1.81	2.59	0.00	-0.60	2.16	5.42	مجمع المناعي
Al Meera	3.10	1.83	14.95	0.95	7.59	14.10	الميرة
Baladna	0.00	1.26	38.26	0.04	1.18	1.52	بلدنا
Consumer Goods & Services	4.26	1.74	17.98	0.25	3.22		الخدمات والسلع الاستهلاكية
Ind. Manf. Co.	4.30	0.80	8.58	0.32	3.71	3.05	التحويلية
National Cement Co.	7.61	0.86	11.83	0.35	4.71	3.93	الاسمنت
Industries Qatar	8.15	2.20	15.77	1.46	6.94	13.61	صناعات قطر
The Investors	0.00	1.54	20.81	0.11	1.41	2.11	المستثمرين
Electricity & Water	5.23	1.36	11.18	1.55	13.75	18.09	كهرباء وماء
Aamal	5.81	0.70	15.16	0.06	1.25	0.86	أعمال
Gulf International	4.75	1.14	13.70	0.16	1.94	2.16	الخليج الدولية
Mesaieed	5.70	1.46	18.48	0.14	1.39	1.93	مسعيد
Investment Holding	0.00	1.54	20.81	0.11	1.41	2.11	استثمار القابضة
QAMCO	6.92	1.15	13.78	0.16	1.22	1.35	قامكو
Industrials	6.89	1.46	13.79	0.38	2.68		الصناعات
Qatar Insurance	0.00	0.85	22.74	0.02	2.40	2.07	قطر
Doha Insurance	6.52	1.03	8.64	0.20	2.30	2.30	الدوحة
General Insurance	0.00	0.28	0.00	-0.61	5.19	1.43	العامه
Alkhaleej Takaful	3.57	1.29	12.05	0.20	2.16	2.83	الخليج التكافلي
Islamic Insurance	5.05	3.26	12.25	0.73	3.04	9.05	الإسلامية
QLM	4.61	1.80	12.95	0.24	1.62	2.80	كيو إل إم
Insurance	1.57	0.80	0.00	0.01	2.33		التأمين
United Dev. Company	4.62	0.38	10.42	0.11	3.14	1.20	المتحدة للتنمية
Barwa	6.45	0.51	9.32	0.29	5.47	2.76	بروة
Ezdan Holding	0.00	0.87	1226.37	0.00	1.26	1.11	إزدان القابضة
Mazaya	0.00	0.90	23.21	0.04	0.88	0.80	مزايا
Real Estate	4.53	0.49	11.66	0.05	1.90		العقارات
Ooredoo	3.86	1.41	13.29	0.74	7.59	11.12	Ooredoo
Vodafone Qatar	5.38	1.69	14.40	0.12	1.14	1.86	فودافون قطر
Telecoms	4.22	1.50	13.56	0.44	3.92		الاتصالات
Qatar Navigation	3.47	0.71	11.31	0.89	14.12	10.15	الملاحة
Gulf warehousing Co	2.98	0.85	8.12	0.41	3.81	3.32	مخازن
Nakilat	3.32	1.89	14.46	0.26	2.03	3.87	ناقلات
Transportation	3.37	1.10	12.67	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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