

December 15, 2022

GLOBAL MARKETS

Indices	Closing Level	Change		Performance	
		Value	(%)	MTD (%)	YTD (%)
Global					
S&P 500	3,995.3	(24.3)	(0.6)	(2.0)	(16.2)
Dow Jones Ind. Average	33,966.4	(142.3)	(0.4)	(1.2)	(6.5)
Nasdaq 100	11,740.9	(93.3)	(0.8)	(2.5)	(28.1)
FTSE 100	7,495.9	(7.0)	(0.1)	(0.8)	1.5
DAX 30	14,460.2	(37.7)	(0.3)	(0.2)	(9.0)
CAC 40	6,730.8	(14.2)	(0.2)	(0.3)	(5.9)
BIST 100	5,066.5	(189.7)	(3.6)	0.4	172.7
Nikkei	28,165.8	211.0	0.7	(1.0)	(2.9)
Hang Seng	19,673.5	77.3	0.4	4.6	(16.2)
Shanghai Composite	3,176.5	0.2	0.0	0.3	(12.7)
BSE Sensex	62,677.9	144.6	0.2	(1.2)	7.3
GCC					
QE Index	11,080.2	(103.9)	(0.9)	(7.8)	(4.7)
Saudi Arabia (TASI)	10,248.1	27.0	0.3	(5.3)	(9.2)
UAE (ADX)	10,056.3	6.6	0.1	(4.7)	18.5
UAE (DFM)	3,310.9	10.5	0.3	(0.4)	3.6
Kuwait (KSE)	7,390.5	5.6	0.1	(2.3)	4.9
Oman (MSM)	4,866.5	(4,866.5)	(100.0)	5.5	17.8
Bahrain (BAX)	1,853.8	1.4	0.1	(0.6)	3.1
MSCI GCC	686.5	0.6	0.1	(5.6)	(7.2)
Dow Jones Islamic	5,076.0	(10.2)	(0.2)	(1.1)	(21.4)
Commodity					
Brent (USD/bbl)	82.7	2.0	2.5	(3.2)	6.3
WTI (USD/bbl)	77.3	1.9	2.5	(4.1)	2.8
Natural Gas (USD/mmBTU)	6.4	(0.5)	(7.3)	(7.2)	72.4
Gold Spot (USD/t oz.)	1,807.5	(6.4)	(0.4)	3.5	(1.1)
Copper (USD/lb)	3.9	0.0	0.9	3.9	(13.0)

Source: Refinitiv Eikon

QATAR MARKET OVERVIEW

GCC Fundamentals	P/E (x)	P/B (x)	Dividend Yield (%)	Value Traded (USD mn)
Qatar All Share	12.5	1.3	4.0	119.6
DSM 20	12.3	1.4	4.1	112.7
Saudi Arabia (TASI)	15.7	2.4	3.3	1,375.1
UAE (ADX)	18.1	2.8	2.0	248.5
UAE (DFM)	8.8	1.0	3.3	81.8
Kuwait (KSE)	19.0	1.7	2.7	200.8
Oman (MSM)	12.1	0.9	4.4	4.7
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 (%)	Performance YoY (%)	Vol. ('000)	P/E TTM
Top Gainers							
OOREDOO QSC	9.3	0.3	3.1	32.2	34.3	2,717.1	10.4
DOHA INS CO	2.0	0.0	2.4	4.2	4.9	15.3	9.4
WIDAM FOOD CO	2.1	0.0	2.3	(40.8)	(41.1)	224.3	NA
QA NAT CEMENT	4.7	0.1	2.2	(8.7)	(8.7)	1.0	13.3
QA GAS TRANSP	3.8	0.1	1.9	14.2	13.5	4,404.2	14.1
Top Losers							
INDUSTRIES QAT	13.4	(0.6)	(4.2)	(13.5)	(10.7)	6,771.5	8.5
MEDICARE GROUP	6.3	(0.2)	(3.7)	(25.6)	(23.8)	114.2	21.8
ALKHALEEL GROU	2.1	(0.1)	(3.4)	(41.3)	(45.7)	697.4	12.6
INMA HOLDING	4.6	(0.1)	(2.8)	15.8	5.5	168.6	23.2
QA ISLAMIC BK	21.0	(0.6)	(2.6)	14.6	15.9	2,063.4	13.5

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

MARKET COMMENTARY

Global

US stocks closed lower in volatile trading on Wednesday following a policy announcement by the Federal Reserve that raised interest rates by an expected 50 BPS, but its economic projections see higher rates for a longer period. The DJIA fell 0.4%, the S&P 500 lost 0.6% and the Nasdaq 100 dropped 0.8%.

European shares were subdued after hitting near one-week highs in the previous session, as investors treaded cautiously ahead of the US Federal Reserve's imminent interest rate decision. The region wide STOXX 600 was flat by close.

Japan's Nikkei share average rose 0.7%, tracking Wall Street's gains as cooler-than-expected US inflation data raised expectation that the Federal Reserve could soften its interest rate hike stance. China's and Hong Kong stocks edged up over easing COVID-19 curbs and likely more measures to boost economic growth.

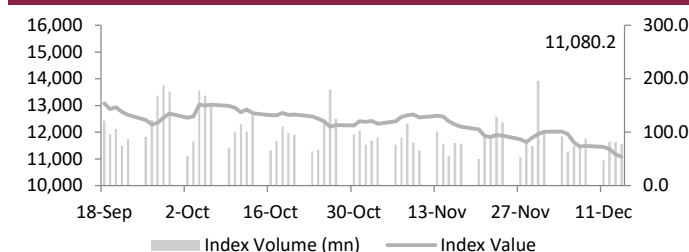
GCC

Most stock markets in the Gulf ended higher on Wednesday as investors assessed the prospects of a pivot in policy tightening by major central banks in early 2023 especially after the latest US data showed a slowdown in inflation. Saudi Arabia's benchmark index added 0.3%, extending gains from the previous session, led by a 4.9% jump in shares of Dr Sulaiman Al-Habib Medical Services. Dubai's main share index rose 0.3%, led by a 2% gain in Emirates NBD. In Abu Dhabi, the index edged 0.1% higher, snapping a seven-day losing streak, with the First Abu Dhabi Bank gaining 1.3%.

Qatar

Qatar benchmark index lower 0.9%, hit by Industries Qatar (-4.2%) and the Medicare Group (-3.7%) were the top losers of the day. Out of the 45 traded stocks, 16 advanced, 24 declined and 5 remained unchanged. Total traded volume in the market was lower than the previous trading session. The Telecoms index up 2.4% and the Transportation index advanced by 1.2% while the Industrials index down 2%.

Qatar DSM Index



Source: Refinitiv Eikon

QE Sector Indices	Closing Level	1D Change (%)
Banks & Financial Services	4,560.3	(1.0)
Consumer Goods & Services	8,188.0	0.3
Industrials	3,897.0	(2.0)
Insurance	2,221.9	(0.4)
Real Estate	1,657.4	(0.1)
Telecoms	1,339.5	2.4
Transportation	4,406.3	1.2

Source: Refinitiv Eikon

Qatar Trading Summary	Buy (%)	Sell (%)
Qatari Individuals	22.2	16.8
Qatari Institutions	30.4	33.8
Qatari - Total	52.6	50.6
Foreign Individuals	12.4	12.1
Foreign Institutions	35.0	37.3
Foreign - Total	47.4	49.4

Source: Qatar Exchange

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GLOBAL NEWS

- ▶ Import prices in the US fell for the fifth consecutive month in November, dragged down by lower oil prices and a strong US dollar, lending credence to the view that inflation will remain subdued in the months ahead. (Source: Reuters)
- ▶ According to TransUnion, a major consumer credit rating agency, US consumers will fall behind on personal loan and credit card payments at the highest rates since 2010. (Source: Reuters)
- ▶ According to one source, the European Central Bank expects inflation to remain above its 2% target for the next three years, which is more than markets currently expect, indicating that the bank's fight against runaway prices is far from over. (Source: Reuters)
- ▶ Germany has received approval to purchase F-35 fighter jets manufactured by Lockheed Martin as part of military procurement projects totaling EUR 13bn (USD 13.85bn), according to Defense Minister Christine Lambrecht. (Source: Reuters)
- ▶ The Asian Development Bank cut its 2023 growth forecast for developing Asian economies to 4.6% from 4.9% in September, owing in part to the impact of China's recurring COVID-19 lockdowns. (Source: Mainichi)
- ▶ According to Bank of Japan data, confidence among major Japanese manufacturers fell for the fourth consecutive quarter in December, to 7 from 8 three months earlier, due to rising costs and aggressive monetary tightening overseas, which has raised concerns about slowing global growth. (Source: Mainichi)
- ▶ Experts say China must strengthen the implementation of a proactive fiscal policy next year to support economic recovery despite numerous ongoing challenges. In 2023, the Chinese economy will enter a period of transition as old growth drivers are replaced with new ones. (Source: China Daily)
- ▶ According to NielsenIQ, a global monitoring and data analysis company, the growth of China's FMCG market has slowed in the post-pandemic era, but businesses are showing signs of recovery. (Source: China Daily)
- ▶ According to officials and experts, China's chip lawsuit against the US at the World Trade Organization demonstrates the country's commitment to multilateralism and underscores its determination to ensure the stability of global semiconductor supply chains. (Source: China Daily)

GCC NEWS

- ▶ The UAE government's revenues increased by double digits in the Q3-22 as the economy recovered from the coronavirus pandemic. According to the most recent Ministry of Finance data, total revenues for the quarter reached AED 148.1bn (USD 40bn), up 17.2% from AED 126.3bn recorded a year ago. (Source: Zawya)
- ▶ Emirates REIT, a Sharia-compliant real estate investment trust, has completed a USD 380mn sukuk issuance to refinance a USD 400mn sukuk issued in 2017. Over 88% of existing certificate holders took part in the consent solicitation, with over 99% voting in favor of the proposed refinancing. (Source: Zawya)
- ▶ According to a new report, banks in the UAE and the rest of the MEA are expected to outperform many of their global peers, with retail revenues in the region expected to grow 7.7% per year between 2021 and 2026. (Source: Zawya)
- ▶ Aldar Properties, the developer of Abu Dhabi's Formula One racing circuit, and Mubadala Investment Co., an Abu Dhabi state investor, have acquired Al Maryah Tower in a joint transaction for AED 450mn (USD 123mn). (Source: Zawya)

- ▶ ADNOC Drilling Co., a subsidiary of ADNOC, has agreed to buy two offshore drilling rigs for USD 200mn. According to a regulatory filing on the Abu Dhabi Securities Exchange, the acquisition is part of the company's fleet expansion and growth strategy. (Source: Zawya)
- ▶ AD Ports Group has entered into two agreements with Kyrgyzstan to promote trade and strengthen economic ties. Negotiations are underway for 300,000 sqm of land within Khalifa Economic Zone Abu Dhabi to develop and operate a logistics hub and customs area to allow the import and export of cargo from the republic. (Source: Zawya)
- ▶ According to a report released by global rating agency Moody's, Saudi Arabia appears set to reverse most of the 2020 increase in its debt burden over the next several years while also rebuilding fiscal buffers. (Source: Arab News)
- ▶ The Saudi Stock Exchange and Bursa Kuwait have agreed to collaborate in a variety of areas, including cross-listing of companies on the two bourses. The two stock exchanges will explore collaboration opportunities in financial technology, products, sustainability, and ESG reporting and implementation under the new MoU. (Source: Zawya)
- ▶ According to the Saudi Press Agency, the Saudi Electricity Co. signed two contracts worth SAR 2.7bn (USD 720mn) with a Chinese and a Saudi company for a project to supply and install 60,000 smart devices to the Kingdom's electricity distribution network. (Source: Arab News)
- ▶ The main construction contract for the Dibba Archaeological Visitor Centre in Musandam Governorate is expected to be awarded in the Q2-23 by Oman's Ministry of Heritage and Tourism. (Source: Zawya)
- ▶ Arabian Shield Cooperative Insurance is considering a merger with Alinma Tokio Marine Insurance Company. They will conduct operational, technical, financial, legal, and actuarial due diligence on the merger and consider the share-for-share exchange ratio for the companies' shareholders. (Source: Zawya)
- ▶ Beyon, Bahrain's largest communications and information technology firm, was officially launched. The corporation will serve as the holding company for Batelco, the Beyon Digital Companies, and Batelco's International Investments. (Source: Trade Arabia)
- ▶ Bahrain's retail banking revenues are expected to grow at a compound annual growth rate of 6.8% between 2021 and 2026, up 3.6% from 2016 to 2021. (Source: Trade Arabia)

QATAR NEWS

- ▶ According to a new Boston Consulting Group report, retail banking revenues in Qatar are expected to grow at a compound annual growth rate of 7.8% between 2021 and 2026, up from 2.7% from 2016 to 2021, while GCC economies are expected to grow at an 8.8% CAGR during the same period. (Source: The Peninsula)
- ▶ Investments in Qatar are in high demand due to the country's resilient economy, which outweighs securities and equity risk. As the Gulf State remains one of the safest places in the world to invest, expats, residents, and tourists agree that it is unquestionably an archetypal investment strategy due to the long-term opportunities. (Source: The Peninsula)
- ▶ According to the Qatar Chamber's Private Sector Exports Quarterly report, the total value of private sector exports, during the Q3-22 amounted to QAR 3.38bn, a 58% increase on an annualized basis compared to the same period the previous year, which amounted to QAR 5.96bn. (Source: The Peninsula)
- ▶ According to official data, food inflation in Qatar fell marginally in November compared to the previous month. The trend in furniture and household equipment was similar, even though the country's CPI inflation was up 1.36% MoM and 5.3% YoY in November. (Source: Gulf New)

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FX RATES

Currencies	Value	Currencies	Value
EUR/USD	1.0712	USD/QAR	3.6699
USD/JPY	135.4700	EUR/QAR	3.9312
GBP/USD	1.2451	JPY/QAR	0.0271
USD/CHF	0.9244	GBP/QAR	4.5694
USD/CAD	1.3548	CHF/QAR	3.9700
AUD/USD	0.6863	CAD/QAR	2.7088
NZD/USD	0.6454	AUD/QAR	2.5187
USD/INR	81.9740	INR/QAR	0.0448
USD/TRY	18.6232	TRY/QAR	0.1971
USD/ZAR	17.1711	ZAR/QAR	0.2137
USD/BRL	5.2787	BRL/QAR	0.6952

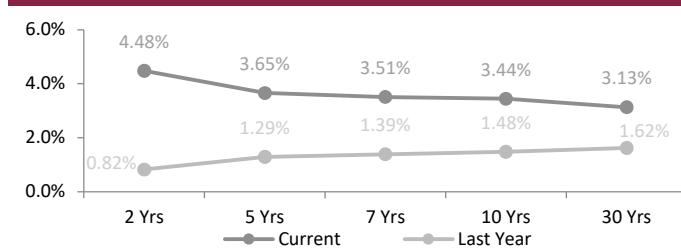
Source: Refinitiv Eikon

INTERBANK OFFERING & US SWAP RATES

Duration	Overnight	1 Week	1 Month	3 Month	1 Year
LIBOR	3.82	0.08	4.32	4.77	5.55
EURIBOR	(0.65)	1.40	1.69	2.05	2.87
QAIBOR	4.58	4.60	4.73	4.95	5.30
SAIBOR	4.22	4.41	4.64	5.19	5.84
EIBOR	3.85	3.99	4.34	4.54	4.99
BMIBOR	4.62	4.83	5.55	5.81	6.36
KIBOR	2.38	3.38	3.56	4.00	4.56

Source: Refinitiv Eikon

US Swap Rates



Source: Refinitiv Eikon

ECONOMIC CALENDAR

Time	Country	Event	Period	Survey	Prior
22:00	US	Fed Funds Tgt Rate	14 Dec	4.25-4.5	3.75-4
22:00	US	Fed Int On Excess Reserves	14 Dec	NA	3.90%
10:45	France	Business Climate Mfg	Dec	100	101
10:45	France	Business Climate Overall	Dec	NA	102
10:45	France	CPI (EU Norm) Final MoM	Nov	NA	0.5%
10:45	France	CPI (EU Norm) Final YoY	Nov	NA	7.1%
14:00	Euro Zone	Reserve Assets Total	Nov	NA	1,111.83bn
15:00	UK	BOE Bank Rate	Dec	3.50%	3.00%
16:15	Euro Zone	ECB Refinancing Rate	Dec	2.50%	2.00%
16:15	Euro Zone	ECB Deposit Rate	Dec	2.00%	1.50%
16:15	Canada	House Starts, Annualized	Nov	255.0k	267.1k
16:30	US	Initial Jobless Clm	10 Dec, w/e	230k	230k
16:30	US	Philly Fed Business Indx	Dec	-12.0	-19.4
16:30	US	Retail Sales MoM	Nov	-0.2%	1.3%
17:15	US	Industrial Production MoM	Nov	0.1%	-0.1%
10:00	UK	Retail Sales MoM	Nov	0.3%	0.6%

Source: Refinitiv Eikon

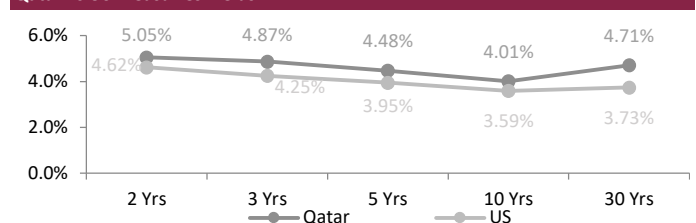
FX Commentary

The USD was lower against the major currency on Wednesday after first gaining ground when the US Federal Reserve raised interest rates by half a percentage point as expected and said it would need to continue to raise rates. The US Dollar index was down 0.3% at 103.66.

The EUR/USD traded up 0.4% at 1.0682, ahead of the release of the Eurozone industrial production data for October. The GBP/USD went up 0.5% at 1.2421, after the UK CPI rose by just 0.4% on the month, down from 2.0% in October. The USD/JPY traded down 0.2% at 135.47, as rising input costs due to elevated inflation and weakening overseas demand weighed heavily on local manufacturing. The USD/CNY traded up 0.1% at 6.9509. The USD/CAD went up 0.01% at 1.3548. The risk-sensitive AUD/USD traded up 0.1% at 0.6863 and the NZD/USD traded down 0.1% at 0.6454.

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	25.0	8.2	Turkey	485.6	(328.2)
UK	25.5	14.0	Brazil	241.4	(21.7)
Germany	19.0	8.0	Egypt	773.3	(93.3)
France	27.5	5.0	Abu Dhabi	46.4	(14.4)
Italy	124.6	(24.5)	Bahrain	215.4	(86.3)
Greece	126.8	(55.0)	Dubai	87.2	(27.7)
Russia	13,775.2	0.0	Qatar	47.4	(14.4)
Japan	25.3	4.9	Saudi Arabia	58.8	(3.5)

Source: Refinitiv Eikon, worldgovernmentbonds.com

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QSE MAIN FINANCIAL INDICATORS (as on 14th December 2022)

Company	Dividend Yield (%)	P/B Ratio (x)	P/E Ratio (x)	EPS (QR)	BV/Share (QR)	Stock Price (QR)	Company
QNB	3.11	1.56	12.68	1.32	10.71	17.69	QNB
Qatar Islamic Bank	2.74	1.88	13.47	1.42	10.47	21.00	المصرف الإسلامي
Comm. Bank of Qatar	3.11	0.85	10.28	0.50	5.95	5.15	البنك التجاري
Doha Bank	3.64	0.45	8.57	0.23	4.60	2.06	بنك الدوحة
Ahli Bank	3.56	1.31	14.92	0.27	2.89	4.01	الاهلي
Intl. Islamic Bank	3.44	1.85	17.24	0.59	5.75	10.90	الدولي
Rayan	5.25	1.25	22.07	0.22	3.20	3.24	الريان
Qatar First Bank (QFC)	0.00	1.18	6.80	0.20	0.72	1.18	الأول QFC
National Leasing	0.00	0.53	35.90	-0.04	1.35	0.72	الاجارة
Dlala	0.00	1.00	30.42	0.10	2.59	1.18	دلالة
Qatar Oman	1.80	0.64	103.93	0.02	0.93	0.56	قطر وعمان
Inma	1.09	1.70	23.19	0.11	2.57	4.57	إنماء
Banks & Financial Services	3.27	1.44	13.40	0.69	4.73		البنوك والخدمات المالية
Zad Holding Company	4.10	2.98	22.17	0.69	5.60	15.11	زاد
Qatar German Co. Med	0.00	4.31	118.63	0.01	0.28	1.28	الطبية
Salam International	0.00	0.47	16.05	0.05	1.36	0.65	السلام
Medicare	3.96	1.73	21.82	0.28	3.66	6.32	الرعاية
Cinema	1.92	1.43	76.36	0.03	2.24	3.13	السينما
Qatar Fuel	4.11	2.01	17.57	0.98	9.09	18.49	قطر للوقود
Widam	0.00	1.46	0.00	-0.37	1.54	2.13	ودام
Mannai Corp.	3.69	2.85	131.87	0.61	4.81	8.13	مجمع المناعي
Al Meera	5.40	2.19	17.52	0.98	7.75	16.66	الميرة
Baladna	3.35	1.35	34.35	0.07	1.19	1.58	بلدنا
Consumer Goods & Services	4.06	1.83	18.40	0.34	3.50		الخدمات والسلع الاستهلاكية
Ind. Manf. Co.	3.82	0.84	8.36	0.29	3.57	3.14	التحويلية
National Cement Co.	6.45	1.00	13.34	0.34	4.67	4.65	الاسمنت
Industries Qatar	7.46	2.00	8.54	1.34	6.53	13.40	صناعات قطر
The Investors	0.00	1.49	23.68	0.03	0.92	1.95	المستثمرين
Electricity & Water	4.61	1.30	12.38	1.33	10.74	17.36	كهرباء وماء
Aamal	4.86	0.83	18.30	0.05	1.25	1.03	أعمال
Gulf International	0.00	0.81	10.25	0.03	1.75	1.54	الخليج الدولية
Mesaieed	5.03	1.60	14.49	0.15	1.36	2.19	مسعيد
Investment Holding	0.00	1.49	23.68	0.03	0.92	1.95	استثمار القابضة
QAMCO	4.98	1.33	8.02	0.15	1.14	1.61	قامكو
Industrials	5.99	1.67	10.11	0.37	2.63		الصناعات
Qatar Insurance	5.00	0.72	11.14	0.16	3.40	2.00	قطر
Doha Insurance	6.00	0.84	9.38	0.15	2.38	2.00	الدوحة
General Insurance	0.00	0.26	21.23	0.11	5.86	1.52	العامه
Alkhaleej Takaful	3.55	0.98	12.55	0.16	2.07	2.11	الخليج التكافلي
Islamic Insurance	4.57	2.98	12.11	0.57	2.83	8.75	الإسلامية
QLM	4.88	3.06	19.49	0.30	1.77	4.51	كيو إل إم
Insurance	4.94	0.75	0.00	0.22	2.47		التأمين
United Dev. Company	4.04	0.44	13.57	0.09	3.11	1.36	المتحدة للتنمية
Barwa	5.69	0.57	10.68	0.29	5.36	3.07	بروة
Ezdan Holding	0.00	0.86	195.71	0.00	1.22	1.10	إزدان القابضة
Mazaya	0.00	0.82	0.00	-0.21	0.85	0.72	مزايا
Real Estate	4.11	0.55	13.42	0.04	1.86		العقارات
Ooredoo	3.23	1.25	10.41	0.01	6.63	9.28	Ooredoo
Vodafone Qatar	3.64	1.49	15.09	0.08	1.09	1.65	فودافون قطر
Telecoms	3.42	1.39	11.02	0.19	3.47		الاتصالات
Qatar Navigation	2.94	0.72	12.59	0.64	12.96	10.20	الملاحة
Gulf warehousing Co	2.54	1.06	9.82	0.38	3.53	3.93	مخازن
Nakilat	3.18	1.91	14.06	0.24	1.58	3.77	ناقلات
Transportation	3.09	1.24	13.00	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.

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