

July 21, 2022

## GLOBAL MARKETS

Indices	Closing Level	Change		Performance	
		Value	(%)	MTD (%)	YTD (%)
<b>Global</b>					
S&P 500	3,959.9	23.2	0.6	3.5	(16.9)
Dow Jones Ind. Average	31,874.8	47.8	0.2	2.5	(12.3)
Nasdaq 100	12,439.7	190.3	1.6	7.4	(23.8)
FTSE 100	7,264.3	(32.0)	(0.4)	1.3	(1.6)
DAX 30	13,282.0	(26.4)	(0.2)	3.7	(16.4)
CAC 40	6,184.7	(16.6)	(0.3)	4.3	(13.5)
BIST 100	2,525.2	23.2	0.9	3.3	35.9
Nikkei	27,680.3	718.6	2.7	6.7	(3.9)
Hang Seng	20,890.2	229.2	1.1	(4.4)	(10.7)
Shanghai Composite	3,304.7	25.3	0.8	(2.4)	(9.2)
BSE Sensex	55,397.5	629.9	1.2	4.7	(4.9)
<b>GCC</b>					
QE Index	12,537.6	408.2	3.4	2.8	7.8
Saudi Arabia (TASI)	11,864.3	103.0	0.9	3.0	5.2
UAE (ADX)	9,398.8	91.2	1.0	0.6	10.7
UAE (DFM)	3,211.7	25.2	0.8	0.3	0.5
Kuwait (KSE)	7,542.9	95.7	1.3	1.8	7.1
Oman (MSM)	4,280.8	40.6	1.0	3.8	3.7
Bahrain (BAX)	1,846.5	13.3	0.7	0.4	2.7
MSCI GCC	768.5	10.3	1.4	2.6	3.9
Dow Jones Islamic	5,052.7	(0.7)	(0.0)	4.3	(21.7)
<b>Commodity</b>					
Brent (USD/bbl)	106.9	(0.4)	(0.4)	(6.9)	37.5
WTI (USD/bbl)	102.3	(2.0)	(1.9)	(3.3)	36.0
Natural Gas (USD/mmBTU)	8.0	0.7	10.2	47.6	114.7
Gold Spot (USD/t oz.)	1,699.5	(10.5)	(0.6)	(5.8)	(7.0)
Copper (USD/lb)	3.3	0.0	1.2	(10.4)	(25.3)

Source: Refinitiv Eikon

## QATAR MARKET OVERVIEW

GCC Fundamentals	P/E (x)	P/B (x)	Dividend Yield (%)	Value Traded (USD mn)
Qatar All Share	14.8	1.5	3.5	214.1
DSM 20	14.9	1.6	3.6	189.3
Saudi Arabia (TASI)	19.2	2.7	2.9	2,099.1
UAE (ADX)	20.4	2.6	2.0	359.4
UAE (DFM)	13.1	1.1	0.0	56.6
Kuwait (KSE)	12.6	1.6	2.9	279.5
Oman (MSM)	11.5	0.8	5.0	7.3
Bahrain (BAX)	7.0	1.0	4.5	3.1

Source: Refinitiv Eikon

Qatar Trading Activity	Close Price	1D Change Value	1D Change (%)	Performance YTD (%)	Performance YoY (%)	Vol. ('000)	P/E TTM
<b>Top Gainers</b>							
ESTITHMAR HLD	1.8	0.2	10.0	45.2	65.6	21,008.5	55.3
QATAR ALUMINIUM	1.6	0.1	9.9	(8.5)	8.7	72,473.1	9.7
INMA HOLDING	5.8	0.5	9.3	47.8	14.9	729.5	29.4
OOREDOO QSC	8.7	0.7	9.2	23.6	19.4	1,734.9	54.2
GULF INTR SERV	2.0	0.2	7.9	18.8	38.3	32,157.0	26.5
<b>Top Losers</b>							
QATAR FIRST BA	1.2	(0.0)	(0.2)	(26.0)	(27.7)	1,851.2	6.2
QA NAT CEMENT	4.8	(0.0)	(0.0)	(4.9)	(2.8)	917.0	13.7
WIDAM FOOD CO	2.8	(0.0)	(0.0)	(20.9)	(31.0)	68.4	NA
NA	NA	NA	NA	NA	NA	NA	NA
NA	NA	NA	NA	NA	NA	NA	NA

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

## MARKET COMMENTARY

### Global

Wall Street's rose for a fourth straight day on Wednesday, buoyed by optimism over the early stages of the US corporate earnings season. The DJIA rose 0.2%, the S&P 500 gained 0.6% and the Nasdaq 100 added 1.6%.

European shares snapped a three-day winning streak on Wednesday on jitters around Russian gas supplies to the continent. The STOXX 600 index ended 0.2% lower, as Russian gas flows to Europe via the Nord Stream 1 pipeline were seen restarting on time this week.

In Asia, the BoJ also delivers a policy decision on Thursday, but is not expected to make any changes to its ultra-easy stance. Japan's Nikkei surged 2.7% and 1.1% gain in Hong Kong stocks. Chinese shares rose 0.3%, lagging gains in other markets, as the central bank kept its benchmark lending rates unchanged.

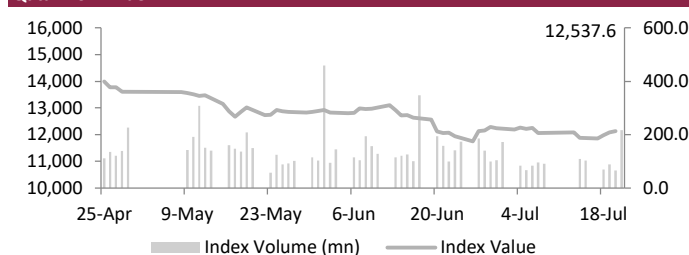
### GCC

Gulf stock markets finished higher on Wednesday as recession fears faded, extending a recovery from the recent selloff triggered by central banks around the world raising interest rates to tame inflation. Saudi Arabia's benchmark index up 0.9%, led by a 0.7% rise in Retail Urban Development Co and a 1.3% gain in Saudi British Bank. Dubai index gain 0.8% with Emirates NBD rose 0.2%. Abu Dhabi shares finished 1% higher, driven by a 1.5% rise in First Abu Dhabi Bank. The UAE economy grew by an estimated 8.2% in the Q1-22, buoyed by higher oil production.

### Qatar

The Qatari benchmark index rose biggest intraday gain since May 2019 at 3.4%, with almost all index stocks in positive Estithmar Holding (+10%) and Qatar Aluminum Manufacturing (+9.9%) were the top gainers of the day. Out of the 46 traded stocks, 39 advanced and 3 declined and 4 remained unchanged. Total traded volume in the market was higher than the previous trading session. The Telecoms index advanced 7.7% and Industrials index increased by 4.4%.

### Qatar DSM Index



Source: Refinitiv Eikon

QE Sector Indices	Closing Level	1D Change (%)
Banks & Financial Services	5,258.5	3.3
Consumer Goods & Services	8,403.7	2.2
Industrials	4,487.2	4.4
Insurance	2,606.1	0.9
Real Estate	1,822.1	4.1
Telecoms	1,279.5	7.7
Transportation	4,618.6	2.4

Source: Refinitiv Eikon

Qatar Trading Summary	Buy (%)	Sell (%)
Qatari Individuals	36.2	42.1
Qatari Institutions	15.5	15.9
<b>Qatari – Total</b>	<b>51.7</b>	<b>58.0</b>
Foreign Individuals	15.7	16.3
Foreign Institutions	32.5	25.7
<b>Foreign – Total</b>	<b>48.3</b>	<b>42.0</b>

Source: Qatar Exchange

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## GLOBAL NEWS

- ▶ As investor pressures and political headwinds make new crude oil pipeline projects unpalatable, US midstream companies have set their sights on natural gas pipelines and export terminals as a key growth opportunity. (Source: Reuters)
- ▶ The NERC announced on Wednesday that key entities of the US power grid network are working to improve grid resilience as climate change causes more extreme weather. (Source: Reuters)
- ▶ Faced with labor shortages that are contributing to rising inflation, Germany intends to reform its immigration system to attract skilled workers who are currently drawn to other rich countries. (Source: Reuters)
- ▶ The EU told member states to reduce gas consumption by 15% until March as an emergency measure, after Russian President V Putin warned that Russian supplies to Europe via the largest pipeline could be reduced further, if not stopped entirely. (Source: Reuters)
- ▶ Japan will narrow down advanced technology items from 20 sectors to improve development, procurement, and leakage prevention under its recently enacted economic security law. (Source: Mainichi)
- ▶ During its regular two-day policy meeting beginning Wednesday, the BoJ will examine the rising price trend blamed on Russia's war in Ukraine and is widely expected to maintain its ultralow policy rate. (Source: Mainichi)
- ▶ Green consumption is taking root as China's latest efforts to boost sales of automobiles, home appliances and other high-ticket items are expected to stimulate consumer appetites, spur a consumption recovery during the pandemic, and stabilize economic growth. (Source: China Daily)
- ▶ China's development of charging infrastructure is accelerating, aided by government incentives. The country recently unveiled a plan to expand road networks to approximately 461,000km by 2035, and encourage the construction of charging piles and hydrogen fueling stations. (Source: China Daily)
- ▶ Turkish glassmaker Şişecam, a global player in the glass and chemicals industry, is adding a new factory to its investments that creates value in the country. (Source: Daily Sabah)

## GCC NEWS

- ▶ According to the UAE central bank's quarterly report, total real GDP increased by 8.2% YoY in Q1-22. The central bank expects real GDP to grow by 5.4% and 4.2% in 2022-23 and non-oil GDP to grow by 4.3% and 3.95% respectively. (Source: Zawya)
- ▶ Mashreq Bank's net profit increased to AED 793mn (USD 216mn) in the Q2-22, up from AED 42mn in Q1-21, thanks to an increase in operating profit and a lower impairment allowance. (Source: Zawya)
- ▶ Exports and re-exports by Dubai Chamber members increased by 17.8% to AED 129.4bn in H1-22, compared to the same period in 2021. The number of certificates of origin issued increased by 8.9% YoY to more than 357,000. (Source: Zawya)
- ▶ To meet growing demand, the DEWA will invest AED 40bn (USD 10.8bn) in electricity and water projects over the next 5 years. Capital expenditure will include the expansion of renewable and clean energy projects. (Source: Zawya)
- ▶ Energy demand in Dubai increased by 6.3% of H1-22 compared to the same period in 2021. In wattage terms, demand in the current period was 23,096 GWh compared to 21,729 GWh in the H1-21. (Source: Zawya)
- ▶ One of Abu Dhabi's leading business conglomerates, Al Masaood Group, has joined the 'TA'ZIZ' project, which is a critical enabler of the UAE's industrial and logistic development ambitions. 'TA'ZIZ' aims to propel and facilitate the growth of the Ruwais Industrial Complex and

Abu Dhabi's chemical, manufacturing, and industrial sectors. (Source: Zawya)

- ▶ Abu Dhabi Islamic Bank increased its net profit by 45% in Q2-22 to AED 726mn (USD mn198), owing to higher revenues, improved operating efficiency, and lower impairments compared to the 2021. The result exceeded analysts' average forecast of AED 694mn. (Source: Zawya)
- ▶ The net profits of NBQ rose by 26% YoY to AED 165.29mn in the H1-22 from AED 131.48mn. The bank's net interest income and income from Islamic products amounted to AED 148.94mn in the H1-22, up from AED 140.28mn in the H1-21. (Source: Zawya)
- ▶ Moody's expects Saudi economy to grow an average of 3.9% for next 4 years. Saudi Arabia's rating is 'A1' with a stable outlook, owing to its strong government balance sheet, which is supported by moderate debt levels and substantial fiscal reserve buffers. (Source: Arab News)
- ▶ Saudi Arabia's SAMI and Lockheed Martin have signed an agreement to establish a Composites Manufacturing Center of Excellence, which will assist Saudi Arabia in developing its aerospace manufacturing capabilities to produce cutting-edge solutions in the future. (Source: Zawya)
- ▶ Saudi Arabia leads the GCC region with USD 16.5bn worth of projects awarded during the Q2-22, according to the latest data released by asset management firm Kamco. (Source: Arab News)
- ▶ Saudi Arabia saw a surge in VC deals for start-ups in the H1-22, making the kingdom one of the most active venture capital markets in the MENA region. Between Q1 to Q2-22, a total of SAR 2.19bn (USD 584mn) in funds were deployed into Saudi start-ups. (Source: Zawya)
- ▶ The Public Establishment for Industrial Estates "Madayn" is currently implementing 23 projects worth over OMR 9mn in Ibri Industrial City, where the infrastructure project completion rate in Phase One has surpassed 27%. (Source: Times of Oman)
- ▶ In Oman, several job opportunities in private sector institutions operating in the North Al Batinah Governorate for various specializations and qualifications are available via the ministry's website's job opportunities service. (Source: Times of Oman)
- ▶ 36 detailed urban master plans for various areas in Bahrain have been created. Another 26 blueprints are being reviewed for official approval. (Source: News of Bahrain)
- ▶ National Bank of Kuwait reported a net profit of KWD 237.8mn (USD 775.4mn), compared to KWD 160.8mn (USD 524.2mn) for the same period in 2021, improving by 47.9% YoY. (Source: Arab Times)

## QATAR NEWS

- ▶ Qatar has implemented the first phase of increasing its LNG production to 110mn tons, a 43% increase, by revealing the list of companies chosen to expand the NFE gas field. (Source: The Peninsula)
- ▶ Qatar Fund for Development has signed an agreement with the World Food Program for a USD 10mn flexible multilateral core contribution to humanitarian operations addressing critical food security needs. (Source: The Peninsula)
- ▶ Qatar's Gulf Organization for R&D has awarded Kuwait Finance House with Global Sustainability Assessment System certificate for sustainable building operations. (Source: The Peninsula)
- ▶ Qatar passport has moved up three places to 57th in the world with a visa-free or visa-on-arrival score of 99, according to the latest ranking released by Henley & Partners, a global investment migration consultancy. (Source: The Peninsula)
- ▶ Ooredoo is in talks to sell its Myanmar unit, which was Myanmar's third-largest operator with nearly 15mn users in 2020, before the industry was disrupted by a military coup in Feb-21. (Source: Zawya)

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## FX RATES

Currencies	Value	Currencies	Value
EUR/USD	1.0207	USD/QAR	3.6400
USD/JPY	138.2000	EUR/QAR	3.7153
GBP/USD	1.1999	JPY/QAR	0.0263
USD/CHF	0.9713	GBP/QAR	4.3676
USD/CAD	1.2884	CHF/QAR	3.7476
AUD/USD	0.6885	CAD/QAR	2.8252
NZD/USD	0.6227	AUD/QAR	2.5061
USD/INR	79.4800	INR/QAR	0.0458
USD/TRY	17.6034	TRY/QAR	0.2068
USD/ZAR	17.1485	ZAR/QAR	0.2123
USD/BRL	5.4714	BRL/QAR	0.6653

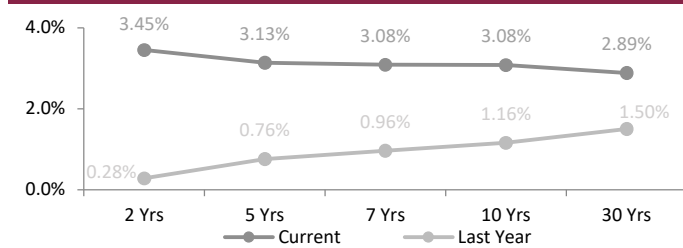
Source: Refinitiv Eikon

## INTERBANK OFFERING & US SWAP RATES

Duration	Overnight	1 Week	1 Month	3 Month	1 Year
LIBOR	1.56	0.08	2.16	2.73	3.87
EURIBOR	(0.65)	(0.56)	(0.33)	0.04	1.05
QAIBOR	2.25	2.25	2.35	2.45	2.75
SAIBOR	1.88	1.92	2.01	2.93	3.67
EIBOR	1.60	1.70	2.19	2.45	3.41
BMIBOR	2.33	2.58	3.36	3.97	5.06
KIBOR	1.06	1.56	1.81	2.13	2.69

Source: Refinitiv Eikon

## US Swap Rates



Source: Refinitiv Eikon

## ECONOMIC CALENDAR

Time	Country	Event	Period	Survey	Prior
05:20	Japan	Exports YoY	Jun	17.5%	15.8%
05:20	Japan	Imports YoY	Jun	45.7%	48.9%
05:20	Japan	Trade Balance Total JPY	Jun	-1,509.7bn	-2,385.8bn
05:00	Japan	CPI, Core Nationwide YoY	Jun	2.2%	2.1%

Source: Refinitiv Eikon

## GCC COMPANY RESULTS

Company Name	Revenues (mn)	YoY (%)	QoQ (%)	Net Profit (mn)	YoY (%)	QoQ (%)
National Bank of Kuwait	245.2	6.1	3.7	121.2	58.6	4.0
Abu Dhabi Islamic Bank	1641.0	12.7	4.2	725.9	44.9	1.5
Boubyan Bank	54.1	13.8	8.9	16.1	82.5	-4.9
Mashreqbank	2328.5	23.5	9.0	793.1	1771.7	30.8
Sharjah Islamic Bank	NA	NA	NA	174.9	39.6	-6.5
United Wire Factories Company	208.3	-4.3	-30.3	16.2	15.1	-37.7
Oman Telecommunications Co	659.8	11.6	3.9	16.1	5.0	-12.9

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

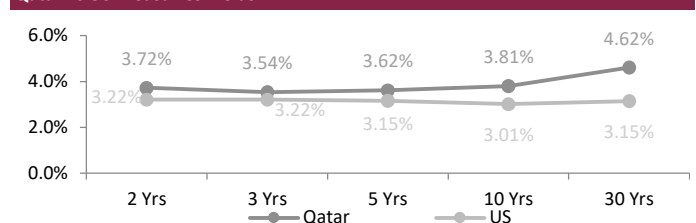
## FX Commentary

The USD rose against the EUR in a choppy session on Wednesday, but gains were limited as traders were hesitant to make large moves ahead of a key ECB policy decision. The US Dollar rose 0.4% at 107.07.

The EUR/USD went down 0.5% at 1.0177. The GBP/USD down 0.22% at 1.1960 as British inflation climbed to its highest rate in 40 years. The USD/JPY traded up 0.01% at 138.20 as the BoJ is expected to stick to its dovish stance at its Thursday meeting. The USD/CNY traded up 0.2% to 6.7540. The USD/CAD traded 0.1% higher at 1.2884 after data showed inflation in Canada picked up speed again in June, though the gain missed forecasts. The AUD/USD went down 0.2% at 0.6885. The NZD/USD ended flat at 0.6227.

## 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	20.6	8.9	Turkey	856.6	333.3
UK	17.0	6.3	Brazil	313.2	95.7
Germany	17.0	7.9	Egypt	1,364.1	836.0
France	27.5	8.4	Abu Dhabi	71.1	23.5
Italy	153.1	60.5	Bahrain	342.5	46.8
Greece	172.9	56.7	Dubai	141.7	49.6
Russia	12,840.2	12,639.5	Qatar	73.1	24.5
Japan	32.2	14.5	Saudi Arabia	74.1	21.5

Source: Refinitiv Eikon, worldgovernmentbonds.com

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**QSE MAIN FINANCIAL INDICATORS (as on 20<sup>th</sup> July 2022)**

Company	Dividend Yield (%)	P/B Ratio (x)	P/E Ratio (x)	EPS (QR)	BV/Share (QR)	Stock Price (QR)	Company
QNB	2.78	1.80	14.68	1.32	10.71	19.79	QNB
Qatar Islamic Bank	2.37	2.27	16.00	1.42	10.47	24.24	المصرف الإسلامي
Comm. Bank of Qatar	2.37	1.15	12.77	0.50	5.95	6.75	البنك التجاري
Doha Bank	3.00	0.55	10.69	0.23	4.60	2.50	بنك الدوحة
Ahli Bank	3.57	1.37	14.75	0.27	2.89	4.00	الاهلي
Intl. Islamic Bank	3.25	2.10	19.23	0.59	5.75	11.55	الدولي
Rayan	4.27	1.19	18.10	0.22	3.20	3.98	الريان
Qatar First Bank (QFC)	0.00	1.38	6.24	0.20	0.72	1.16	الأول QFC
National Leasing	0.00	0.66	1093.75	-0.04	1.35	0.88	الاجارة
Dlala	0.00	1.19	11.36	0.07	1.74	1.50	دلالة
Qatar Oman	1.37	0.83	138.78	0.02	0.93	0.73	قطروعمان
Inma	0.86	2.21	29.41	0.11	2.57	5.83	إنماء
<b>Banks &amp; Financial Services</b>	<b>2.86</b>	<b>1.65</b>	<b>15.16</b>	<b>0.72</b>	<b>4.93</b>		<b>البنوك والخدمات المالية</b>
Zad Holding Company	3.55	2.96	25.07	0.69	5.56	17.43	زاد
Qatar German Co. Med	0.00	5.07	136.64	0.01	0.28	1.46	الطبية
Salam International	0.00	0.62	18.28	0.05	1.36	0.85	السلام
Medicare	3.57	1.98	26.44	0.28	3.66	6.99	بلدنا
Cinema	1.64	1.62	86.55	0.03	2.24	3.65	الرعاية
Qatar Fuel	4.32	2.00	17.79	0.98	9.09	17.60	السيتما
Widam	0.00	1.97	0.00	-0.37	1.54	2.84	قطر للوقود
Mannai Corp.	3.63	1.73	14.69	0.61	4.81	8.26	ودام
Al Meera	5.06	2.45	18.68	0.98	7.75	17.77	مجمع المناعي
Baladna	3.14	1.40	27.76	0.07	1.19	1.69	الميرة
<b>Consumer Goods &amp; Services</b>	<b>3.98</b>	<b>1.87</b>	<b>19.83</b>	<b>0.34</b>	<b>3.50</b>		<b>الخدمات والسلع الاستهلاكية</b>
Ind. Manf. Co.	3.41	0.96	11.08	0.29	3.57	3.52	قامكو
National Cement Co.	6.19	1.07	13.69	0.34	4.67	4.85	التحويلية
Industries Qatar	6.27	2.67	10.35	1.34	6.53	15.96	الاسمنت
The Investors	0.00	1.71	55.27	0.03	1.03	1.78	صناعات قطر
Electricity & Water	4.42	1.49	14.56	1.33	10.74	18.10	المستهتمرين
Aamal	4.31	0.96	23.52	0.05	1.25	1.16	كهرباء وماء
Gulf International	0.00	1.14	26.48	0.03	1.75	2.04	أعمال
Mesaieed	4.17	2.05	17.21	0.15	1.36	2.64	الخليج الدولية
Investment Holding	0.00	1.71	55.27	0.03	1.03	1.78	مسيعيد
QAMCO	4.85	1.49	9.68	0.15	1.14	1.65	استثمار القابضة
<b>Industrials</b>	<b>5.20</b>	<b>1.89</b>	<b>12.14</b>	<b>0.36</b>	<b>2.58</b>		<b>الصناعات</b>
Qatar Insurance	4.17	0.74	13.98	0.16	3.40	2.40	قطر
Doha Insurance	5.71	0.88	12.68	0.15	2.38	2.10	الدوحة
General Insurance	0.00	0.31	15.47	0.11	5.86	1.86	كيبو إل إم
Alkhaleej Takaful	2.35	1.53	21.00	0.16	2.07	3.19	العامة
Islamic Insurance	4.66	2.86	14.60	0.57	2.83	8.59	الخليج التكافلي
QLM	4.15	3.43	17.16	0.30	1.77	5.30	الاسلامية
<b>Insurance</b>	<b>3.77</b>	<b>0.74</b>	<b>14.54</b>	<b>0.20</b>	<b>3.02</b>		<b>التأمين</b>
United Dev. Company	3.72	0.48	14.57	0.09	3.11	1.48	المتحدة للتنمية
Barwa	4.96	0.67	11.91	0.29	5.36	3.53	بروة
Ezdan Holding	0.00	0.81	401.57	0.00	1.22	1.02	إزدان القابضة
Mazaya	0.00	0.96	0.00	-0.21	0.85	0.82	مزايا
<b>Real Estate</b>	<b>3.74</b>	<b>0.60</b>	<b>14.46</b>	<b>0.04</b>	<b>1.86</b>		<b>العقارات</b>
Ooredoo	3.46	1.19	54.22	0.01	6.63	8.68	Ooredoo
Vodafone Qatar	3.59	1.59	19.14	0.08	1.09	1.67	فودافون قطر
<b>Telecoms</b>	<b>3.49</b>	<b>1.36</b>	<b>36.46</b>	<b>0.19</b>	<b>3.47</b>		<b>الاتصالات</b>
Qatar Navigation	2.97	0.74	14.57	0.64	12.96	10.10	الملاحة
Gulf warehousing Co	2.30	1.23	11.16	0.38	3.53	4.35	مخازن
Nakilat	2.92	2.43	16.07	0.24	1.58	4.10	ناقلات
<b>Transportation</b>	<b>2.91</b>	<b>1.30</b>	<b>15.12</b>	<b>0.32</b>	<b>3.52</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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