

July 24, 2023

## GLOBAL MARKETS

Indices	Closing Level	Change		Performance	
		Value	(%)	MTD (%)	YTD (%)
<b>Global</b>					
S&P 500	4,536.3	1.5	0.0	1.9	18.1
Dow Jones Ind. Average	35,227.7	2.5	0.0	2.4	6.3
Nasdaq 100	15,425.7	(40.4)	(0.3)	1.6	41.0
FTSE 100	7,663.7	17.7	0.2	1.8	2.8
DAX 30	16,177.2	(27.0)	(0.2)	0.2	16.2
CAC 40	7,432.8	47.9	0.7	0.4	14.8
BIST 100	6,687.8	5.7	0.1	16.1	21.4
Nikkei	32,314.5	(150.5)	(0.6)	(2.7)	23.8
Hang Seng	19,075.3	147.2	0.8	0.8	(3.6)
Shanghai Composite	3,167.7	(1.8)	(0.1)	(1.1)	2.5
BSE Sensex	66,684.3	(887.6)	(1.3)	3.0	9.6
<b>GCC</b>					
QE Index	10,494.9	48.8	0.5	3.7	(2.2)
Saudi Arabia (TASI)	11,760.3	4.4	0.0	2.6	11.5
UAE (ADX)	9,629.3	NA	NA	0.8	(5.7)
UAE (DFM)	3,986.4	NA	NA	5.1	19.5
Kuwait (KSE)	7,326.0	6.0	0.1	4.1	0.4
Oman (MSM)	4,800.5	(4.6)	(0.1)	0.9	(1.3)
Bahrain (BAX)	1,981.9	5.0	0.3	1.0	4.3
MSCI GCC	711.7	(0.1)	(0.0)	2.9	2.6
Dow Jones Islamic	5,796.7	0.1	0.0	1.5	19.9
<b>Commodity</b>					
Brent (USD/bbl)	81.1	1.4	1.8	8.2	(1.3)
WTI (USD/bbl)	77.1	1.4	1.9	9.1	0.2
Natural Gas (USD/mmBTU)	2.7	(0.0)	(1.6)	(3.0)	(32.0)
Gold Spot (USD/t oz.)	1,964.3	(4.0)	(0.2)	2.2	6.8
Copper (USD/lb)	3.8	(0.0)	(0.4)	1.7	1.0

Source: Refinitiv Eikon

## QATAR MARKET OVERVIEW

GCC Fundamentals	P/E (x)	P/B (x)	Dividend Yield (%)	Value Traded (USD mn)
Qatar All Share	12.0	1.2	4.4	140.2
DSM 20	12.1	1.3	4.7	85.5
Saudi Arabia (TASI)	18.5	2.2	3.0	1,554.1
UAE (ADX)	16.1	2.4	2.2	248.5
UAE (DFM)	10.1	1.4	4.4	69.3
Kuwait (KSE)	16.7	1.5	3.0	254.3
Oman (MSM)	10.2	0.8	5.0	1.7
Bahrain (BAX)	7.5	0.8	6.5	3.2

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>						
BARWA REAL EST	2.9	0.3	10.0	(0.2) (20.8)	14,052.9	9.7
QATAR OMAN INV	0.9	0.1	9.9	62.9 20.1	17,274.9	74.9
QLM LIFE	3.0	0.1	4.2	(38.1) (44.1)	6.5	13.7
MANNAI CORP	5.9	0.2	3.7	(22.4) (34.6)	862.0	NA
INMA HOLDING	5.1	0.2	3.4	23.0 (13.7)	1,133.4	60.8
<b>Top Losers</b>						
WIDAM FOOD CO	2.4	(0.1)	(4.6)	18.1 (14.7)	3,116.0	NA
LESHA BANK	1.6	(0.0)	(2.5)	35.4 33.6	14,073.0	22.5
MEDICARE GROUP	6.3	(0.1)	(1.5)	0.7 (8.7)	318.8	22.0
QA GEN INS REI	1.3	(0.0)	(1.5)	(12.8) (34.7)	210.0	NA
MEKDAM HLD GRP	5.0	(0.1)	(1.1)	1.8 (14.3)	249.2	NA

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

## MARKET COMMENTARY

### Global

US stocks ended mixed on Friday, with the Dow Jones Industrial Average rising marginally to notch its 10th straight day of advances, its longest rally in almost six years. The DJIA was up 0.01%, the S&P 500 gained 0.03% and Nasdaq 100 declined 0.3%.

European shares rose to end the week higher, while German stocks lagged as SAP's bleak revenue forecast weighed on the tech sector, which also recorded its biggest weekly drop this year. The pan-European STOXX 600 index edged 0.3% higher, rising for the fourth straight session.

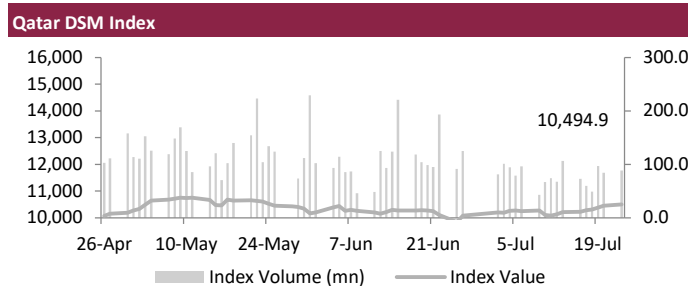
Japan's Nikkei share average ended lower 0.6%, as the tumble in chip-related shares accelerated tracking a sell-off in US peers. China stocks closed flat as new measures aimed to help the auto and electronics sectors failed to lift sentiment while Hong Kong shares climbed.

### GCC

Saudi Arabia's benchmark index, which hit an eight-month high last week, closed flat. No trading happened in Dubai and Abu Dhabi stock markets as the exchange remained closed.

### Qatar

The Qatari index jumped 0.5%, boosted by the Barwa Real Estate (+10%) and Qatar Oman for Investment up (9.9%) were the top gainers of the day. Out of the 47 traded stocks, 31 advanced, 13 declined and 3 remained unchanged. Total traded volume in the market was lower than the previous trading session. The Real Estate index up 5.2% and the Banks and Financial Services index advanced by 0.4%, while Transportation index declined by 0.3%.



Source: Refinitiv Eikon

QE Sector Indices	Closing Level	1D Change (%)
Banks & Financial Services	4,352.7	0.4
Consumer Goods & Services	7,894.7	0.1
Industrials	3,903.4	0.2
Insurance	2,381.5	0.1
Real Estate	1,637.2	5.2
Telecoms	1,739.0	0.0
Transportation	4,834.0	(0.3)

Source: Refinitiv Eikon

Qatar Trading Summary	Buy (%)	Sell (%)
Qatari Individuals	44.1	49.5
Qatari Institutions	22.1	23.4
<b>Qatari - Total</b>	<b>66.2</b>	<b>72.9</b>
Foreign Individuals	19.4	18.8
Foreign Institutions	14.4	8.3
<b>Foreign - Total</b>	<b>33.8</b>	<b>27.1</b>

Source: Qatar Exchange

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## GLOBAL NEWS

- ▶ The Federal Reserve of the US has started a long-awaited program that will strive to revolutionize the country's financial system by eventually allowing regular Americans to send and receive payments in seconds, 24 hours a day, seven days a week, the central bank revealed. (Source: Reuters)
- ▶ Comerica and Huntington Bancshares sharply cut their interest income growth forecasts for 2023, the latest US banks to sound the alarm over faltering loan demand and a rise in deposit costs. (Source: Reuters)
- ▶ The European Central Bank will raise interest rates by 25 BPS on July 27, according to all economists in a Reuters poll, a slight majority of whom were now also expecting another hike in September. (Source: Reuters)
- ▶ British retail sales grew faster than expected in June despite continued high inflation, thanks to unusually hot weather and a rebound in food sales after King Charles' coronation disrupted spending in May, official figures showed. (Source: Reuters)
- ▶ According to a research institute, the average unit price of a new condominium in Tokyo's 23 central wards in the first H1-23 reached a record high of JPY 129.6mn (USD 930,000), owing mostly to high material prices and building costs. (Source: Mainichi)
- ▶ Japan's consumer inflation accelerated to 3.3% in June from a year earlier, government data showed, in a fresh sign of broadening price hikes that could fuel speculation of a policy tweak by the Bank of Japan. (Source: Reuters)
- ▶ Chinese authorities announced measures intended to help boost sales of automobiles and electronics with the goal of shoring up a sluggish economy, but the steps failed to impress investors who have been clamouring for stronger stimulus. (Source: Cina Daily)
- ▶ China will soon roll out a series of policy measures to support more private investment and boost private enterprises as part of a package of measures to bolster corporate confidence and revive economic recovery, the country's top economic regulator said. (Source: China Daily)
- ▶ Turkiye is set to benefit from USD 11.5bn worth of financing deals with the UAE as government agencies from both countries signed two MOU to help with earthquake relief work and boost trade ties. (Source: China Daily)

## GCC NEWS

- ▶ The Gulf economy's impressive GDP figures for 2022 showcased the region's economic strength and growth, solidifying its position as an influential player in the global economy. The projected GDP growth for the GCC in 2023 is 2.5%, a significant decrease from the remarkable 7.3% growth witnessed in 2022, primarily fuelled by increased oil production. (Source: Zawya)
- ▶ In Dubai's awe-inspiring economic growth story, family businesses stand tall as architects of growth, innovation, and value creation. Generating over 40% of the emirate's GDP, the sector represents Dubai's indomitable spirit of enterprise. (Source: Zawya)
- ▶ According to a recent analysis by industry experts, tenants in Dubai looking for a halt in rental rises should anticipate some respite in 2024. According to ValuStrat, a real estate valuation and consultancy services firm, amid ongoing high demand for Dubai real estate in 2023, rental growth across properties in the emirate will stall next year. (Source: Zawya)
- ▶ Dubai has the world's strongest luxury property market, and the trajectory is expected to continue, according to a leading industry expert. (Source: Zawya)

- ▶ In one of the largest private sector financing deals in Saudi Arabia, the AlKhobar-based Rawabi Energy has closed SAR 7.17bn (USD 1.91bn) worth of multi-currency term and revolving credit facility. (Source: Zawya)
- ▶ Aramco, one of the world's leading integrated energy and chemicals companies, has completed a historic transaction to acquire a 10% stake in Rongsheng Petrochemical Co Ltd. (Rongsheng) for RMB 24.6bn (USD 3.4bn) via its Dutch subsidiary Aramco Overseas Company BV. (Source: Arab News)
- ▶ Saudi Arabia's efforts to increase home ownership among its citizens received a further boost as the Kingdom's National Housing Co. reiterated its commitment to accelerate the pace of housing delivery across the Kingdom. (Source: Trade Arabia)
- ▶ Saudi Arabia and Japan are strengthening their long-standing bilateral trade relations in the energy sector as both countries pursue common goals towards decarbonization and economic diversification. (Source: Arab News)
- ▶ As more Saudis shop online, the Kingdom is seeing unprecedented development in e-commerce operations, with the total number of registered firms in the kingdom reaching 35,314 in the Q2-23. (Source: Arab News)
- ▶ Saudia has experienced a 52% increase in foreign passengers as part of its goal to become a global transit hub, with 7.4mn visitors moved during the H1-23. (Source: Arab News)
- ▶ According to the most recent official figures, Saudi Arabia's industrial sector is rapidly expanding, with the government giving 99 new permits to establish new firms in May. It also granted nine new licenses to chemical manufacturing units, while formed metal manufacturing and rubber manufacturing each obtained eight permits. (Source: Arab News)
- ▶ Oman's banking industry expanded in the H1-23 as a result of higher income growth, government expenditure, and exports, according to Oman News Agency. Local banks in the Sultanate increased their net profit by 17.5%, reaching a record high of OMR 235.3mn (USD 103mn) in the H1-23. (Source: Arab News)
- ▶ The total revenues of the minerals sector in Oman increased by 11% during 2022 compared to 2021, according to the date of the Ministry of Energy and Minerals. The total sales value of mineral ores (metallic and non-metallic) amounted to about OMR 98mn, and the total production of mineral ores (metallic and non-metallic) amounted to about 63mn tons. (Source: Gulf News)
- ▶ Bahrain Commercial Facilities Company (BCFC) has renewed its partnership agreement with Mastercard which will support it to further enrich its Imtiaz card offering, an innovative credit card issuer in the kingdom. (Source: Gulf News)

## QATAR NEWS

- ▶ According to Emirates NBD study, Qatar's FDI outflows have increased by 1391% YoY from USD 160mn in 2021 to USD 2.38bn in 2022. According to the research, Qatar ranked third in the GCC area in terms of FDI outflows last year. (The Peninsula)
- ▶ Capital Intelligence has confirmed Qatar's 'AA' long-term foreign currency rating (LT FCR) and long-term local currency rating (LT LCR). The sovereign's short-term (ST) FCR and long-term (ST) LCR have been confirmed at 'A1+'. The ratings remain stable in the short term. (Source: Gulf News)
- ▶ Diverging interest rates throughout the world present both a problem and an opportunity for Qatar. Higher rates result from the linked currency, while budget surpluses open the door to programs that promote growth. (Source: The Peninsula)

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## FX RATES

Currencies	Value	Currencies	Value
EUR/USD	1.1155	USD/QAR	3.6414
USD/JPY	141.8200	EUR/QAR	4.0613
GBP/USD	1.2884	JPY/QAR	0.0257
USD/CHF	0.8657	GBP/QAR	4.6919
USD/CAD	1.3223	CHF/QAR	4.2063
AUD/USD	0.6726	CAD/QAR	2.7540
NZD/USD	0.6167	AUD/QAR	2.4496
USD/INR	81.4800	INR/QAR	0.0447
USD/TRY	26.9729	TRY/QAR	0.1350
USD/ZAR	17.9295	ZAR/QAR	0.2031
USD/BRL	4.7795	BRL/QAR	0.7619

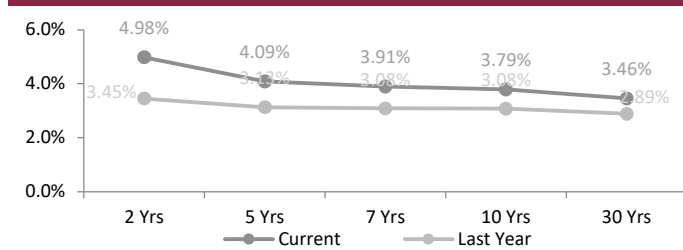
Source: Refinitiv Eikon

## INTERBANK OFFERING & US SWAP RATES

Duration	Overnight	1 Week	1 Month	3 Month	1 Year
LIBOR	5.06	0.08	5.41	5.61	6.04
EURIBOR	(0.65)	3.39	3.50	3.72	4.16
QAIBOR	5.60	5.65	5.75	6.00	6.13
SAIBOR	5.55	5.51	5.61	5.94	5.94
EIBOR	5.01	5.14	5.28	5.36	5.53
BMIBOR	5.82	6.06	6.76	6.63	6.80
KIBOR	2.31	3.56	3.94	4.19	4.63

Source: Refinitiv Eikon

## US Swap Rates



Source: Refinitiv Eikon

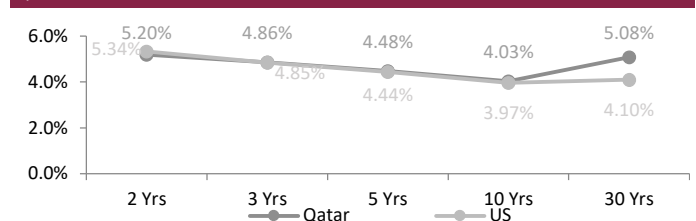
## FX Commentary

The USD soared against the JPY after Reuters reported the Bank of Japan is leaning toward keeping its dovish monetary policy next week. The USD Dollar index was up 0.3% at 101.08.

The EUR/USD traded down 0.1% at 1.1125. The GBP/USD went down 0.1% at 1.2854, its longest stretch of daily losses since last September. The USD/JPY traded up 1.4% at 141.82 after data showed Japan's CPI rose 3.3% in June from a year earlier, remaining above the Bank of Japan's 2% target. The USD/CNY traded up 0.1% at 7.1878, the country's biggest state-owned banks had intervened in currency markets to support the CNY. The USD/CAD went up 0.4% at 1.3223. The risk-sensitive AUD/USD traded down 0.8% at 0.6726 and the NZD/USD traded down 1% at 0.6167.

## 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	19.7	(12.8)	Turkey	437.3	(110.8)
UK	28.6	6.0	Brazil	174.6	(63.7)
Germany	14.0	(2.0)	Egypt	1,275.3	477.5
France	25.0	0.0	Abu Dhabi	36.8	(7.0)
Italy	88.6	(18.8)	Bahrain	240.3	8.8
Greece	70.6	(38.0)	Dubai	74.1	(1.1)
Russia	13,775.2	0.0	Qatar	37.1	(10.2)
Japan	16.5	(9.7)	Saudi Arabia	54.1	(7.1)

Source: Refinitiv Eikon, worldgovernmentbonds.com

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**QSE MAIN FINANCIAL INDICATORS (as on 23rd July 2023)**

Company	Dividend Yield (%)	P/B Ratio (x)	P/E Ratio (x)	EPS (QR)	BV/Share (QR)	Stock Price (QR)	Company
QNB	3.74	1.44	10.75	1.44	11.38	16.04	QNB
Qatar Islamic Bank	3.23	1.66	11.56	1.62	11.54	19.36	المصرف الإسلامي
Comm. Bank of Qatar	4.24	0.98	9.01	0.62	6.31	5.90	البنك التجاري
Doha Bank	4.51	0.37	9.01	0.25	4.54	1.66	بنك الدوحة
Ahli Bank	4.94	1.32	13.65	0.29	3.13	4.05	الاهلي
Intl. Islamic Bank	3.96	1.74	15.46	0.64	6.00	10.09	الدولي
Rayan	4.03	0.96	22.27	0.14	2.59	2.48	الريان
Qatar First Bank (QFC)	0.00	1.50	22.48	0.07	1.17	1.55	الأول QFC
National Leasing	3.50	0.67	20.67	0.04	1.32	0.86	الاجارة
Dlala	0.00	1.47	0.00	-0.14	0.70	1.41	دلالة
Qatar Oman	0.00	1.16	74.92	0.01	0.82	0.90	قطر وعمان
Inma	0.99	1.93	60.81	0.17	2.67	5.06	إنماء
<b>Banks &amp; Financial Services</b>	<b>3.71</b>	<b>1.24</b>	<b>11.56</b>	<b>0.77</b>	<b>5.20</b>		<b>البنوك والخدمات المالية</b>
Zad Holding Company	4.26	2.95	20.63	0.68	4.47	13.86	زاد
Qatar German Co. Med	0.00	7.99	280.96	0.01	0.30	2.41	الطبية
Salam International	0.00	0.64	16.66	0.05	1.24	0.79	السلام
Medicare	4.20	1.76	21.97	0.28	3.70	6.25	الرعاية
Cinema	1.96	1.49	59.44	0.04	2.12	3.06	السينما
Qatar Fuel	5.44	1.89	16.29	1.08	9.25	16.53	قطر للوقود
Widam	0.00	2.59	0.00	-0.34	1.08	2.40	ودام
Mannai Corp.	1.70	2.81	0.00	-0.60	2.16	5.89	مجمع المناعي
Al Meera	3.09	1.83	14.97	0.95	7.59	14.12	الميرة
Baladna	0.00	1.26	38.20	0.04	1.18	1.50	بلدنا
<b>Consumer Goods &amp; Services</b>	<b>4.24</b>	<b>1.75</b>	<b>18.13</b>	<b>0.25</b>	<b>3.22</b>		<b>الخدمات والسلع الاستهلاكية</b>
Ind. Manf. Co.	4.48	0.79	8.64	0.32	3.71	2.90	التحويلية
National Cement Co.	7.65	0.87	11.98	0.35	4.71	3.92	الاسمنت
Industries Qatar	9.04	2.02	10.12	1.46	6.94	12.17	صناعات قطر
The Investors	0.00	1.65	20.34	0.11	1.41	2.22	المستثمرين
Electricity & Water	5.27	1.41	11.65	1.55	13.75	18.01	كهرباء وماء
Aamal	5.68	0.73	15.34	0.06	1.25	0.88	أعمال
Gulf International	4.83	1.10	13.16	0.16	1.94	2.07	الخليج الدولية
Mesaieed	5.75	1.47	15.09	0.14	1.39	1.91	مسعيد
Investment Holding	0.00	1.65	20.34	0.11	1.41	2.22	استثمار القابضة
QAMCO	6.93	1.13	9.38	0.16	1.22	1.30	قامكو
<b>Industrials</b>	<b>7.29</b>	<b>1.38</b>	<b>11.13</b>	<b>0.38</b>	<b>2.68</b>		<b>الصناعات</b>
Qatar Insurance	0.00	0.92	24.65	0.02	2.40	2.25	قطر
Doha Insurance	6.49	1.04	8.68	0.20	2.30	2.31	الدوحة
General Insurance	0.00	0.24	0.00	-0.61	5.19	1.28	العامه
Alkhaleej Takaful	3.64	1.29	12.19	0.20	2.16	2.75	الخليج التكافلي
Islamic Insurance	5.23	3.10	11.64	0.73	3.04	8.60	الإسلامية
QLM	4.21	1.91	13.73	0.24	1.62	2.97	كيو إل إم
<b>Insurance</b>	<b>1.53</b>	<b>0.82</b>	<b>0.00</b>	<b>0.01</b>	<b>2.33</b>		<b>التأمين</b>
United Dev. Company	4.64	0.38	10.61	0.11	3.14	1.19	المتحدة للتنمية
Barwa	6.10	0.54	9.75	0.29	5.47	2.87	بروة
Ezdan Holding	0.00	0.92	1282.42	0.00	1.26	1.17	إزدان القابضة
Mazaya	0.00	0.95	24.69	0.04	0.88	0.85	مزايا
<b>Real Estate</b>	<b>4.38</b>	<b>0.51</b>	<b>12.26</b>	<b>0.05</b>	<b>1.90</b>		<b>العقارات</b>
Ooredoo	3.69	1.52	14.03	0.74	7.59	11.66	Ooredoo
Vodafone Qatar	5.19	1.79	15.40	0.12	1.14	1.93	فودافون قطر
<b>Telecoms</b>	<b>4.05</b>	<b>1.57</b>	<b>14.33</b>	<b>0.44</b>	<b>3.92</b>		<b>الاتصالات</b>
Qatar Navigation	3.45	0.73	11.34	0.89	14.12	10.14	الملاحة
Gulf warehousing Co	2.90	0.90	8.31	0.41	3.81	3.45	مخازن
Nakilat	3.08	2.16	16.08	0.26	2.03	4.22	ناقلات
<b>Transportation</b>	<b>3.22</b>	<b>1.15</b>	<b>13.37</b>	<b>0.37</b>	<b>4.07</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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