

August 24, 2022

## GLOBAL MARKETS

Indices	Closing Level	Change		Performance	
		Value	(%)	MTD (%)	YTD (%)
<b>Global</b>					
S&P 500	4,128.7	(9.3)	(0.2)	0.2	(13.4)
Dow Jones Ind. Average	32,909.6	(154.0)	(0.5)	0.3	(9.4)
Nasdaq 100	12,881.8	(8.7)	(0.1)	(0.5)	(21.1)
FTSE 100	7,488.1	(45.7)	(0.6)	1.0	1.4
DAX 30	13,194.2	(36.3)	(0.3)	(2.1)	(16.9)
CAC 40	6,362.0	(16.7)	(0.3)	(1.2)	(11.1)
BIST 100	3,121.5	59.0	1.9	17.5	68.0
Nikkei	28,452.8	(341.8)	(1.2)	1.6	(1.2)
Hang Seng	19,503.3	(153.7)	(0.8)	(2.5)	(16.0)
Shanghai Composite	3,276.2	(1.6)	(0.1)	0.5	(9.9)
BSE Sensex	59,031.3	257.4	0.4	1.1	0.9
<b>GCC</b>					
QE Index	13,593.7	(217.3)	(1.5)	2.5	18.7
Saudi Arabia (TASI)	12,420.8	(139.7)	(1.1)	1.8	11.3
UAE (ADX)	10,019.1	(42.5)	(0.4)	2.7	18.3
UAE (DFM)	3,392.7	(11.6)	(0.3)	0.9	6.6
Kuwait (KSE)	7,866.3	71.1	0.9	(0.1)	10.1
Oman (MSM)	4,601.9	10.2	0.2	0.6	11.8
Bahrain (BAX)	1,900.6	1.9	0.1	(0.3)	5.7
MSCI GCC	814.4	(4.8)	(0.6)	1.6	10.1
Dow Jones Islamic	5,215.9	(102.3)	(1.9)	(0.7)	(19.2)
<b>Commodity</b>					
Brent (USD/bbl)	100.2	3.7	3.9	0.2	28.9
WTI (USD/bbl)	93.7	3.5	3.9	(0.2)	24.6
Natural Gas (USD/mmBTU)	9.2	(0.5)	(5.0)	11.0	146.5
Gold Spot (USD/t oz.)	1,746.8	12.8	0.7	(1.3)	(4.4)
Copper (USD/lb)	3.7	0.0	0.9	4.3	(16.8)

Source: Refinitiv Eikon

## QATAR MARKET OVERVIEW

GCC Fundamentals	P/E (x)	P/B (x)	Dividend Yield (%)	Value Traded (USD mn)
Qatar All Share	15.5	1.6	3.2	209.4
DSM 20	15.4	1.7	3.3	168.5
Saudi Arabia (TASI)	19.5	2.8	2.8	1,535.7
UAE (ADX)	20.8	2.8	1.9	359.4
UAE (DFM)	9.7	1.1	3.2	78.0
Kuwait (KSE)	13.2	1.7	2.7	219.5
Oman (MSM)	12.6	0.9	4.5	6.1
Bahrain (BAX)	7.1	1.0	0.0	0.6

Source: Refinitiv Eikon

Qatar Trading Activity	Close Price	1D Change		Performance		Vol. ('000)	P/E TTM
		Value	(%)	YTD (%)	YoY (%)		
<b>Top Gainers</b>							
MANNAI CORP	12.9	0.7	5.5	171.7	233.6	2,150.7	49.9
QA GEN INS REI	2.0	0.1	4.3	0.0	(4.8)	19.2	24.7
DOHA INS CO	2.3	0.1	2.6	20.7	22.0	188.4	12.5
DOHA BK LTD	2.6	0.1	2.4	(20.0)	(8.0)	7,193.0	10.5
QA GAS TRANSP	4.1	0.1	2.4	24.1	31.7	5,068.9	15.7
<b>Top Losers</b>							
ESTITHMAR HLD	2.2	(0.1)	(3.8)	78.3	82.7	27,157.9	34.8
QATAR NAVIGATI	11.6	(0.4)	(3.4)	51.9	53.6	2,897.7	14.2
QNB	21.3	(0.7)	(3.2)	5.5	11.5	2,573.6	15.8
QA ISLAMIC INS	8.6	(0.3)	(3.1)	7.7	8.4	65.0	13.0
QA INTL IS BK	12.0	(0.3)	(2.8)	29.9	23.7	1,269.9	19.6

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

## MARKET COMMENTARY

### Global

Wall Street ended down on Tuesday as investors focused on data showing a slowing economy ahead of a US Federal Reserve gathering later this week in Jackson Hole, Wyoming. The DJIA fell 0.5%, the S&P 500 slid 0.2% and the Nasdaq 100 dropped 0.1%.

Euro fell to fresh two-decade lows after data showed euro zone business activity contracted for a second straight month in August as the war in Ukraine is expected to ensure the outlook for the European economy remains bleak. The STOXX index of European shares closed down 0.4%.

Japan's Nikkei fell 1.2% for a fourth straight session, tracking Wall Street's overnight losses ahead of a US Federal Reserve gathering later this week, while airlines and retailers jumped on news about possible easing of border rules on COVID. China stocks closed lower, as investors fretted that recent support measures were not sufficient to turn around the country's beleaguered property sector.

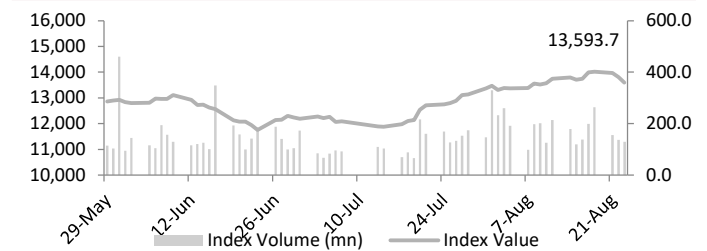
### GCC

Most stock markets in the Gulf ended lower on Tuesday as risk appetite was dampened by recession fears and volatile energy prices. Saudi Arabia's benchmark index gave up early gains to finish 1.1% lower, with Al Rajhi Bank losing 1% and Saudi Basic Industries Corp retreating more than 2%. Dubai's main share index dropped 0.5%, hit by a 1.4% fall in Dubai Islamic Bank. The Abu Dhabi index eased 0.2%.

### Qatar

The Qatari benchmark index down 1.5%, with most of its stocks in negative territory including Estithmar Holding (-3.8%) and Qatar Navigation (-3.4%) were the top losers of the day. Out of the 46 traded stocks, 9 advanced, 36 declined and 1 remained unchanged. Total traded volume in the market was lower than the previous trading session. The Insurance index advanced 0.9% and Telecoms index also increased 0.5%, while Banks and Financial Services index down by 2.4%.

### Qatar DSM Index



Source: Refinitiv Eikon

QE Sector Indices	Closing Level	1D Change (%)
Banks & Financial Services	5,703.9	(2.4)
Consumer Goods & Services	8,963.8	(0.1)
Industrials	4,885.7	(1.0)
Insurance	2,646.5	0.9
Real Estate	1,974.6	(1.1)
Telecoms	1,311.8	0.5
Transportation	4,911.0	(0.4)

Source: Refinitiv Eikon

Qatar Trading Summary	Buy (%)	Sell (%)
Qatari Individuals	40.2	40.0
Qatari Institutions	19.3	19.6
<b>Qatari - Total</b>	<b>59.5</b>	<b>59.6</b>
Foreign Individuals	15.7	13.5
Foreign Institutions	24.8	26.8
<b>Foreign - Total</b>	<b>40.5</b>	<b>40.4</b>

Source: Qatar Exchange

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## GLOBAL NEWS

- ▶ In August, private-sector business activity in the US fell for the second consecutive month to its lowest level in 27 months, with softness recorded in the services sector as demand weakened in the face of inflation and tighter financial conditions. (Source: Reuters)
- ▶ Sales of new single-family homes in the US fell to a 6.5-year low in July, as persistently high mortgage rates and house prices eroded affordability even further. Last month, new home sales fell 12.6% to a seasonally adjusted annual rate of 511,000 units, the lowest level since January 2016. (Source: Reuters)
- ▶ Industrial output in the UK fell over the last three months for the first time since February 2021, adding to signs of a manufacturing slowdown. The difference between firms reporting rising and falling output, fell to (-7) in August from (+6) in July, the lowest since COVID restrictions were lifted. (Source: Reuters)
- ▶ Intel Corp and Canada's Brookfield Asset Management agreed to fund up to USD 30bn in joint funding for the US chipmaker's cutting-edge chip factories in Arizona, bolstering Intel's ambition to bring more chip production onshore without straining its balance sheet. (Source: Reuters)
- ▶ Olympus Corp. is considering selling its microscope subsidiary to a private equity firm for more than JPY 300bn (USD 2.2bn) in the US to rebuild its operations by divesting itself of its original business. (Source: Mainichi)
- ▶ In August, Japan's factory activity growth slowed to a 19-month low as output and new order declines deepened, putting pressure on the economy from rising raw material and energy costs, as well as weakening global demand. (Source: Reuters)
- ▶ China's latest package of new energy vehicle-friendly policies, including the exemption of NEV purchase taxes for another year, is expected to ensure the sector's continued smooth and healthy development. (Source: China Daily)
- ▶ The accelerated pace at which Chinese companies have issued global depositary receipts in major European markets in recent months will facilitate their outbound reach and the ongoing opening of the Chinese capital market. (Source: China Daily)
- ▶ Turkey's annual inflation rate will begin a sharp decline in December due to favorable so-called base effects, and the decline will last until 2023, according to the finance minister. (Source Reuters)

## GCC NEWS

- ▶ Emirates Global Aluminum reported its best-ever H1 earnings as the company capitalized on favorable market conditions thanks to strong operational performance across the value chain. EGA's net profit was AED 5.9bn for the H1-22 surpassed its net profit AED 1.7bn for the entire H1-21, which was a record year for the company. (Source: Emirates News Agency)
- ▶ PropTech startup based in Dubai Huspy has acquired mortgage brokers Just Mortgages and Finance Lab as the emirate's property prices continue to rise. Huspy, which provides both property search and home finance services, assisting the company in its goal of enhancing the home finance process in the UAE through technology. (Source: Zawya)
- ▶ Emaar Properties in Dubai announced the sale of Namshi, a fashion e-commerce venture, to Noon, which will result in a net profit of AED 628.7mn (USD 171mn) based on the asset value recorded in Emaar's books as of Q2-22. Board of directors had approved the sale in principle for USD 335.2mn. (Source: Zawya)
- ▶ Dubai has been awarded bids to host 99 major events in the H1-22, which are expected to attract 77,000 delegates and occupy 330,000 hotel rooms in the coming years. The winning bids will boost the

emirate's events, hospitality, and related tourism sectors, as well as advance the wider economy by bringing knowledge and expertise from around the world. (Source: Zawya)

- ▶ As part of its strategy to strengthen its presence in Europe and diversify its portfolio, Dubai-based DAMAC Group is looking for opportunities to invest EUR 1bn (USD 990mn) in Germany. Investment opportunities in data centers and technology are being sought. (Source: Zawya)
- ▶ The Abu Dhabi-listed company, which is a subsidiary of International Holding Company, announced that it had acquired a 60% stake in Vision Furniture and a 45% stake in Deco vision, both of which provide interior design and engineering services, for undisclosed sums. (Source: Zawya)
- ▶ The Saudi Ministry of Commerce issued ten licenses to export cement in the first seven months of 2022. The new licenses come as construction activity begins to recover after many projects were postponed due to the coronavirus disease pandemic. (Source: Arab News)
- ▶ Despite increased sales, Saudi Arabia's Hail Cement Co. reported losses of SAR 14mn (USD 4mn) in the H1-22. In the same period last year, the cement manufacturer made SAR 41mn in profits. (Source: Arab News)
- ▶ The Sultanate of Oman's Producer Price Index increased by 40.7% during Q2-22 compared to the same period in 2021. Oil and gas products led the upward trend, accounting for 48.7%, while non-oil products increased by 7.8%. (Source: Times of Oman)
- ▶ Fitch Ratings has assigned Energy Development Oman a 'BB' long-term issuer default rating with a stable outlook. This comes after S&P assigned EDO a BB- rating with a stable outlook earlier this month. EDO's Standalone Credit Profile was also rated 'bbb' by Fitch, owing to large-scale oil and gas operations and low leverage. (Source: Oman Observer)
- ▶ Despite a quarterly decline in global and regional financial markets, Bahraini banks reported 19.2% growth in non-interest income in the Q2-22, the highest in the GCC. This increase in revenue offset the overall impact of higher absolute costs on the cost-to-income ratio, which remained below 40%. (Source: Gulf News)
- ▶ Kuwait is planning a major sustainable tourism project. URB, a global leader in sustainable city development, has unveiled the designs for XZero City, a planned sustainable community in Kuwait that will provide a net zero carbon lifestyle for 100,000 residents. (Source: Trade Arabia)

## QATAR NEWS

- ▶ QNB Group has collaborated with Google to bring the most advanced payment method to its customers via Google Pay. The latest addition to a variety of advanced digital payment methods available to QNB customers. (Source: The Peninsula)
- ▶ MEEZA, Qatar's leading Managed and Cloud IT services and solutions provider, has been recognized by Cisco for its expanded activities and expertise in the public sector, including being named Cisco's 'Public Sector Partner of the Year' in Qatar. (Source: The Peninsula)
- ▶ As commercial rents have become more affordable, the demand for office space has increased significantly. In Qatar, the supply of purpose-built office space has now reached approximately 5.3mn sq meters. (Source: The Peninsula)
- ▶ Qatar Chamber of Commerce, in collaboration with Al Rowad Training Centre, recently organized a training workshop on the development of the business environment in Qatar and methods to encourage foreign investment, particularly considering the ongoing development of the legal business incubator in the State. (Source: The Peninsula)

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## FX RATES

Currencies	Value	Currencies	Value
EUR/USD	0.9997	USD/QAR	3.6400
USD/JPY	136.7800	EUR/QAR	3.6389
GBP/USD	1.1861	JPY/QAR	0.0266
USD/CHF	0.9638	GBP/QAR	4.3174
USD/CAD	1.2952	CHF/QAR	3.7767
AUD/USD	0.6930	CAD/QAR	2.8104
NZD/USD	0.6212	AUD/QAR	2.5225
USD/INR	79.3470	INR/QAR	0.0459
USD/TRY	18.0973	TRY/QAR	0.2011
USD/ZAR	16.9829	ZAR/QAR	0.2143
USD/BRL	5.1037	BRL/QAR	0.7132

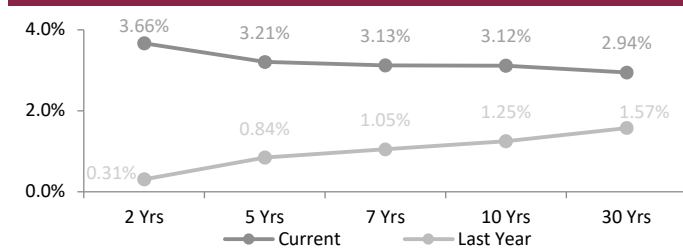
Source: Refinitiv Eikon

## INTERBANK OFFERING & US SWAP RATES

Duration	Overnight	1 Week	1 Month	3 Month	1 Year
LIBOR	2.32	0.08	2.43	2.98	4.03
EURIBOR	(0.65)	(0.07)	0.05	0.45	1.34
QAIBOR	2.25	2.25	2.35	2.45	2.75
SAIBOR	2.64	2.49	2.53	3.04	3.94
EIBOR	2.32	2.36	2.51	2.80	3.53
BMIBOR	3.08	3.32	4.03	4.13	5.12
KIBOR	1.50	2.00	2.25	2.50	3.13

Source: Refinitiv Eikon

## US Swap Rates



Source: Refinitiv Eikon

## ECONOMIC CALENDAR

Time	Country	Event	Period	Survey	Prior
18:00	US	Durable Goods	Jul	0.5%	2.0%
21:30	Russia	Industrial Output	Jul	-2.4%	-1.8%
16:30	Canada	Business Barometer	Aug	NA	52.67
15:30	US	Durables Ex-Transport	Jul	0.2%	0.4%
17:00	US	Pending Sales Change MoM	Jul	-3.8%	-8.6%

Source: Refinitiv Eikon

## GCC COMPANY RESULTS

Company Name	Revenues (mn)	YoY (%)	QoQ (%)	Net Profit (mn)	YoY (%)	QoQ (%)
Hail Cement Co	96.3	46.1	40.4	-6.8	NA	NA
Arabian Contracting Services Co	263.6	67.4	-8.3	NA	NA	NA
Al Abdullatif Industrial Invest Co	168.2	11.5	-7.4	-3.5	NA	NA
Al Khaleej Training and Edu Co	209.9	8.5	-9.2	6.1	NA	NA
Saudi Ground Services Co	495.7	32.3	16.7	NA	NA	NA
Boubyan Petrochemical Co	22.2	16.1	27.1	10.1	261.2	-66.9

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

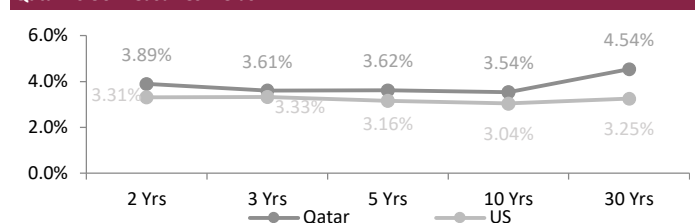
## FX Commentary

The USD edged back from a fresh two-decade high after data showed US private sector activity was weaker than expected in August, prompting bets the Federal Reserve may be less aggressive in its rate hiking cycle. The US Dollar index down 0.5% at 108.49.

The EUR/USD traded up 0.3% at 0.9967 and the GBP/USD went up 0.5% at 1.1830 as PMI data showed that business activity in Europe contracted less than forecast in August, though the outlook was still bleak. The USD/JPY traded down 0.5% at 136.78. The USD/CNY down 0.9% at 6.8351 as Beijing's steps to easy policies to revive faltering growth and the Fed relentless tightening streak kept pressure on the CNY. The USD/CAD traded down 0.8% at 1.2960. The risk-sensitive AUD/USD went up 0.7% at 0.6930 and the NZD/USD traded up 0.6% at 0.6230.

## 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	19.0	7.3	Turkey	815.6	219.0
UK	17.0	6.3	Brazil	268.9	43.7
Germany	15.0	4.8	Egypt	1,017.6	495.0
France	25.0	4.0	Abu Dhabi	49.6	(3.9)
Italy	151.9	51.9	Bahrain	276.4	(19.6)
Greece	170.5	32.4	Dubai	119.9	27.8
Russia	12,840.2	11,154.3	Qatar	50.6	(5.9)
Japan	22.2	4.3	Saudi Arabia	53.1	(2.4)

Source: Refinitiv Eikon, worldgovernmentbonds.com

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**QSE MAIN FINANCIAL INDICATORS (as on 23<sup>rd</sup> August 2022)**

Company	Dividend Yield (%)	P/B Ratio (x)	P/E Ratio (x)	EPS (QR)	BV/Share (QR)	Stock Price (QR)	Company
QNB	2.58	1.94	15.80	1.32	10.71	21.30	QNB
Qatar Islamic Bank	2.20	2.44	17.24	1.42	10.47	26.11	المصرف الإسلامي
Comm. Bank of Qatar	2.16	1.23	13.99	0.50	5.95	7.42	البنك التجاري
Doha Bank	2.93	0.57	10.52	0.23	4.60	2.56	بنك الدوحة
Ahli Bank	3.57	1.35	14.39	0.27	2.89	4.00	الاهلي
Intl. Islamic Bank	3.14	2.11	19.63	0.59	5.75	11.96	الدولي
Rayan	3.70	1.79	22.97	0.22	3.20	4.59	الريان
Qatar First Bank (QFC)	0.00	1.44	7.31	0.20	0.72	1.38	الأول QFC
National Leasing	0.00	0.69	1137.50	-0.04	1.35	0.91	الاجارة
Dlala	0.00	1.96	42.68	0.07	1.74	1.57	دلالة
Qatar Oman	1.29	0.88	147.91	0.02	0.93	0.78	قطروعمان
Inma	0.80	2.35	35.43	0.11	2.57	6.24	إنماء
<b>Banks &amp; Financial Services</b>	<b>2.57</b>	<b>1.83</b>	<b>16.99</b>	<b>0.72</b>	<b>4.93</b>		<b>البنوك والخدمات المالية</b>
Zad Holding Company	3.50	3.53	26.64	0.69	5.60	17.70	زاد
Qatar German Co. Med	0.00	6.14	157.01	0.01	0.28	1.82	الطبية
Salam International	0.00	0.66	20.79	0.05	1.36	0.92	السلام
Medicare	3.32	2.11	25.58	0.28	3.66	7.54	الرعاية
Cinema	1.74	1.58	87.24	0.03	2.24	3.45	السينما
Qatar Fuel	3.99	2.14	18.68	0.98	9.09	19.05	قطر للوقود
Widam	0.00	2.03	0.00	-0.37	1.54	3.09	ودام
Mannai Corp.	2.33	2.82	49.86	0.61	4.81	12.90	مجمع المناعي
Al Meera	5.00	2.43	19.43	0.98	7.75	18.01	الميرة
Baladna	3.21	1.41	33.00	0.07	1.19	1.65	بلدنا
<b>Consumer Goods &amp; Services</b>	<b>3.73</b>	<b>2.00</b>	<b>21.18</b>	<b>0.34</b>	<b>3.50</b>		<b>الخدمات والسلع الاستهلاكية</b>
Ind. Manf. Co.	3.41	0.97	10.06	0.29	3.57	3.52	التحويلية
National Cement Co.	5.88	1.12	13.80	0.34	4.67	5.10	الاسمنت
Industries Qatar	5.63	2.76	10.76	1.34	6.53	17.75	صناعات قطر
The Investors	0.00	1.72	34.81	0.03	0.92	2.19	المستثمرين
Electricity & Water	4.01	1.65	16.05	1.33	10.74	19.96	كهرباء وماء
Aamal	4.24	0.97	22.40	0.05	1.25	1.18	أعمال
Gulf International	0.00	1.15	17.69	0.03	1.75	2.12	الخليج الدولية
Mesaieed	4.23	1.95	16.43	0.15	1.36	2.60	مسعيد
Investment Holding	0.00	1.72	34.81	0.03	0.92	2.19	استثمار القابضة
QAMCO	4.21	1.62	9.16	0.15	1.14	1.90	قامكو
<b>Industrials</b>	<b>4.73</b>	<b>2.07</b>	<b>12.36</b>	<b>0.37</b>	<b>2.63</b>		<b>الصناعات</b>
Qatar Insurance	4.20	0.76	13.18	0.16	3.40	2.38	قطر
Doha Insurance	5.18	0.99	12.48	0.15	2.38	2.32	الدوحة
General Insurance	0.00	0.34	24.66	0.11	5.86	2.00	العامه
Alkhaleej Takaful	2.22	1.59	21.53	0.16	2.07	3.38	الخليج التكافلي
Islamic Insurance	4.64	3.11	12.96	0.57	2.83	8.62	الإسلامية
QLM	4.13	3.50	19.70	0.30	1.77	5.33	كيو إل إم
<b>Insurance</b>	<b>3.75</b>	<b>0.74</b>	<b>14.41</b>	<b>0.20</b>	<b>3.02</b>		<b>التأمين</b>
United Dev. Company	3.59	0.49	15.15	0.09	3.11	1.53	المتحدة للتنمية
Barwa	4.74	0.69	12.86	0.29	5.36	3.69	بروة
Ezdan Holding	0.00	1.16	252.98	0.00	1.22	1.44	إزدان القابضة
Mazaya	0.00	1.04	0.00	-0.21	0.85	0.90	مزايا
<b>Real Estate</b>	<b>3.42</b>	<b>0.66</b>	<b>16.09</b>	<b>0.04</b>	<b>1.86</b>		<b>العقارات</b>
Ooredoo	3.34	1.21	11.63	0.01	6.63	9.00	Ooredoo
Vodafone Qatar	3.61	1.54	17.14	0.08	1.09	1.66	فودافون قطر
<b>Telecoms</b>	<b>3.42</b>	<b>1.39</b>	<b>12.62</b>	<b>0.19</b>	<b>3.47</b>		<b>الاتصالات</b>
Qatar Navigation	2.59	0.84	14.21	0.64	12.96	11.60	الملاحة
Gulf warehousing Co	2.10	1.32	12.06	0.38	3.53	4.76	مخازن
Nakilat	2.93	2.26	15.67	0.24	1.58	4.10	ناقلات
<b>Transportation</b>	<b>2.73</b>	<b>1.39</b>	<b>14.86</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.

**DISCLAIMER**

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