

July 31, 2023

## GLOBAL MARKETS

Indices	Closing Level	Change		Performance	
		Value	(%)	MTD (%)	YTD (%)
<b>Global</b>					
S&P 500	4,582.2	44.8	1.0	3.0	19.3
Dow Jones Ind. Average	35,459.3	176.6	0.5	3.1	7.0
Nasdaq 100	15,750.9	286.0	1.9	3.8	44.0
FTSE 100	7,694.3	1.5	0.0	2.2	3.3
DAX 30	16,469.8	63.7	0.4	2.0	18.3
CAC 40	7,476.5	11.2	0.2	1.0	15.5
BIST 100	7,067.3	211.2	3.1	22.7	28.3
Nikkei	32,766.5	(153.5)	(0.5)	(1.3)	25.5
Hang Seng	19,916.6	277.5	1.4	5.3	0.7
Shanghai Composite	3,275.9	59.3	1.8	2.3	6.0
BSE Sensex	66,160.2	(106.6)	(0.2)	2.2	8.7
<b>GCC</b>					
QE Index	10,953.9	59.3	0.5	8.1	2.0
Saudi Arabia (TASI)	11,789.3	(58.4)	(0.5)	3.4	12.3
UAE (ADX)	9,760.8	NA	NA	2.2	(4.4)
UAE (DFM)	4,036.9	NA	NA	6.5	21.0
Kuwait (KSE)	7,274.6	11.2	0.2	3.3	(0.4)
Oman (MSM)	4,778.8	(1.2)	(0.0)	0.2	(1.9)
Bahrain (BAX)	1,984.6	7.8	0.4	1.4	4.7
MSCI GCC	721.9	(0.1)	(0.0)	4.3	4.1
Dow Jones Islamic	5,875.1	(0.1)	0.0	2.9	21.5
<b>Commodity</b>					
Brent (USD/bbl)	85.0	0.8	0.9	13.5	3.5
WTI (USD/bbl)	80.6	0.5	0.6	14.1	4.7
Natural Gas (USD/mmBTU)	2.6	0.1	5.9	(5.7)	(33.9)
Gold Spot (USD/t oz.)	1,960.4	15.0	0.8	2.0	6.6
Copper (USD/lb)	3.9	0.1	1.4	4.7	4.0

Source: Refinitiv Eikon

## QATAR MARKET OVERVIEW

GCC Fundamentals	P/E (x)	P/B (x)	Dividend Yield (%)	Value Traded (USD mn)
Qatar All Share	12.6	1.3	4.3	102.9
DSM 20	12.7	1.3	4.5	68.5
Saudi Arabia (TASI)	18.7	2.2	3.1	1,287.7
UAE (ADX)	15.7	2.5	2.2	248.5
UAE (DFM)	9.7	1.5	4.4	4.7
Kuwait (KSE)	16.2	1.5	3.1	255.1
Oman (MSM)	10.3	0.8	5.0	1.2
Bahrain (BAX)	7.6	0.8	6.4	2.3

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>						
QATAR ALUMINIUM	1.4	0.1	4.3	(11.2) (22.1)	53,523.5	9.8
QA INDUS MANF	3.0	0.1	3.3	(6.7) (18.6)	411.6	8.4
INDUSTRIES QAT	13.7	0.4	2.7	7.3 (21.2)	3,723.5	11.4
ZAD HOLDING	13.9	0.2	1.7	(0.4) (21.0)	3.0	20.6
AL MEERA CONSM	14.4	0.2	1.5	(6.0) (18.9)	109.7	15.3
<b>Top Losers</b>						
QATAR OMAN INV	0.9	(0.1)	(9.8)	60.5 18.5	39,307.1	NA
INMA HOLDING	5.1	(0.1)	(2.6)	24.7 (16.4)	494.0	61.6
QA ELEC & WATE	18.1	(0.4)	(1.9)	2.5 (4.5)	385.4	11.7
QATAR NAVIGATI	10.4	(0.2)	(1.7)	2.5 (1.5)	79.1	11.6
LESHA BANK	1.6	(0.0)	(1.5)	39.7 35.9	16,632.5	23.2

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

## MARKET COMMENTARY

### Global

All three major US indexes ended the week with gains, after a slew of Big Tech earnings, economic data and central bank announcements boosted investor confidence in a soft landing for the US economy. The DJIA was up 0.5%, the S&P 500 gained 1% and Nasdaq 100 added 1.9%.

European shares retreated from multi-month highs after a mixed bag of earnings and a surprise BoJ policy tweak, but German blue-chips bucked the trend to close at a record high on signs of cooling inflation. The pan-European STOXX 600 index ended 0.2% lower.

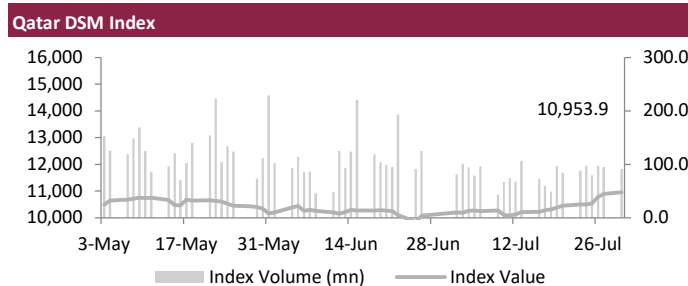
Japan equities were lower at the close, as losses in the Shipbuilding, Rubber and Transportation Equipment sectors propelled shares lower. At the close in Tokyo, the Nikkei 225 lost 0.5%. China stocks jumped and logged their best week since November after the country's top leaders pledged in the Politburo meeting held earlier this week to roll out further policy support to aid economic recovery.

### GCC

Saudi Arabia's stock market ended lower on Sunday, extending losses from the previous session on profit-taking. Saudi Arabia's benchmark index dropped 0.5%, weighed down by a 2.5% fall in Riyadh Bank, while Saudi Awwal Bank retreated 3.8%. No trading happened in Dubai and Abu Dhabi stock markets as the exchange remained closed.

### Qatar

Qatar's benchmark index gained 0.5%, help by the Qatar Aluminum Manufacturing up (4.3%) and the Qatar Industrial Manufacturing (+3.3%) were the top gainer of the day. Out of the 50 traded stocks, 23 advanced, 22 declined and 5 remained unchanged. Total traded volume in the market was lower than the previous trading session. The Industrials index up 1.5% and the Banks and Financial Services index advanced by 0.5%, while Transportation index declined by 1%.



Source: Refinitiv Eikon

QE Sector Indices	Closing Level	1D Change (%)
Banks & Financial Services	4,571.6	0.5
Consumer Goods & Services	7,926.5	0.4
Industrials	4,187.0	1.5
Insurance	2,384.3	(0.2)
Real Estate	1,637.9	(0.3)
Telecoms	1,708.7	(0.3)
Transportation	4,874.2	(1.0)

Source: Refinitiv Eikon

Qatar Trading Summary	Buy (%)	Sell (%)
Qatari Individuals	42.2	50.4
Qatari Institutions	22.3	26.8
<b>Qatari - Total</b>	<b>64.5</b>	<b>77.2</b>
Foreign Individuals	22.4	19.3
Foreign Institutions	13.1	3.5
<b>Foreign - Total</b>	<b>35.5</b>	<b>22.8</b>

Source: Qatar Exchange

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## GLOBAL NEWS

- ▶ US annual inflation logged its smallest increase in more than two years in June, with underlying price pressures moderating, a trend that, if sustained, could push the Federal Reserve closer to ending its fastest interest rate hiking cycle since the 1980s. (Source: Reuters)
- ▶ The US economy grew faster than expected in the Q2-23 as a resilient labor market supported consumer spending, while businesses boosted investment in equipment and built more factories, potentially keeping a much-feared recession at bay. (Source: Reuters)
- ▶ The Bank of England looks likely to raise rates by a quarter-point to 5.25% on Aug. 3, though economists and markets see a risk of a repeat of June's surprise half-point hike as inflation remains hotter than in other big economies. (Source: Reuters)
- ▶ German inflation decreased in July, repeating the year-to-date decline that had been halted the previous month owing to base effects in June's statistics. German consumer prices grew 6.5% YoY in July, allowing them to be compared with the rest of the European Union. (Source: Reuters)
- ▶ Toyota Motor Corp.'s group is expected to be the world's top vehicle seller in the first half of 2023, surpassing Germany's Volkswagen AG and other rivals for the fourth year in a row, according to industry statistics. (Source: Reuters)
- ▶ The Bank of Japan heralded the start of a slow shift away from decades of massive monetary stimulus, allowing the country's interest rates to rise more freely in line with increasing inflation and economic growth. (Source: Mainichi)
- ▶ Profits of China's major industrial firms shrank at a slower pace in June thanks to supportive government measures to ease burdens on companies, though softening demand continued to squeeze margins. (Source: Reuters)
- ▶ Local governments in China should speed up efforts to promote investment and consumer spending in order to address the dual difficulties of weak domestic and external demand, according to analysts. (Source: Cina Daily)
- ▶ According to official figures, Turkey's trade deficit dropped 37.3% YoY to USD 5.16bn in June. Turkish exports declined 10.5% YoY to USD 20.9bn in June, while imports plummeted 17.5% to USD 26.1bn, according to the Turkish Statistical Institute. (Source: Daily Sabah)

## GCC NEWS

- ▶ The Federal Judicial Council, chaired by Abdullah Sultan bin Awad Al Nuaimi, Chairman of the Council, has approved the UAE Attorney General's proposal to establish federal prosecution entities specialized in economic crimes and money laundering. (Source: Zawya)
- ▶ The combination of AI and Blockchain technologies is expected to have a profound impact on financial markets in the Middle East, says Ritu Singh, Regional Director of Stone X Group. (Source: Zawya)
- ▶ Dubai International Chamber will help 100 Dubai businesses to expand globally by the end of 2024 as part of its 'New Horizons' initiative, which was launched earlier this year. (Source: Zawya)
- ▶ One of Dubai's leading real estate agencies, Unique Properties, has observed an unprecedented surge in Dubai's real estate sector, with a total of 60,440 sales transactions worth AED 177.3bn being recorded during the first H1-23. (Source: Zawya)
- ▶ A new arrangement will provide more monetary assistance to Saudi families looking to purchase their first house. According to the Saudi Press Agency, the Kingdom's Real Estate Development Fund and the Saudi National Bank have inked a framework agreement to finance housing assistance initiatives. (Source: Arab News)

- ▶ Global recognition of Saudi Arabia's renewable plans and green initiative has led the Kingdom to advance 24 ranks in the Energy Transition Index since 2021, according to a sustainability report. (Source: Trade Arabia)
- ▶ The UAE Ministry of Finance issued fresh revisions to its business tax regime, repealing, and replacing the old executive order, with the goal of increasing compliance and giving clear direction. (Source: Arab News)
- ▶ Saudi Arabia's air traffic is witnessing substantial growth, with flight movements increasing 26% to 403,223 in the first H1-23, thanks to the Kingdom's major transformation programs, revealed a state-run air navigation firm. (Source: Arab News)
- ▶ In line with Vision 2030, Saudi Arabia has accelerated its drive toward digital sustainability, according to the Communications, Space and Technology Commission. (Source: Arab News)
- ▶ El Salvador declared officially its support for Saudi Arabia's bid to host the 2030 World Expo, praising the bilateral relations and common strategic interests with Saudi Arabia in various areas. (Source: Arab News)
- ▶ Saudi Arabian Mining Company, known as Ma'aden, has agreed to acquire a 10% stake in Brazil's base metals company Vale, it said in a bourse statement, as part of a strategy to invest in global mining assets. (Source: Arab News)
- ▶ According to CEO of the Capital Market Authority, the insurance sector's contribution to the Sultanate of Oman's GDP would be 1.23% by the end of 2022. The sector's total direct premiums increased by 12.8% to OMR 541.30mn at the end of 2022, up from OMR 479.90mn at the end of 2021. (Source: Time of Oman)
- ▶ The PIF of Saudi Arabia has signed a MoU with the Oman Investment Authority and wants to spend USD 5bn in Oman. The inked MoU aims to promote collaboration and investment between the two parties, allowing for new and lucrative investments in Oman's fast rising economy. (Source: Time of Oman)
- ▶ Kuwait Petroleum Corporation and its subsidiaries earned more than KWD 2.6bn (USD 8.48bn) in net profit in the previous fiscal year, the most in ten years, according to the CEO of KPC. (Source: Gulf News)
- ▶ Total deposits from Kuwait citizens climbed by roughly 1.98% in the first H1-23, reaching KWD 47.839bn at the end of last month. This was an increase from KWD 46.91bn at the end of December 2022, and a 1.55% yearly growth from the amount at the end of June the previous year, which was KWD 47.108bn, according to AI- Rai daily. (Source: Gulf News)

## QATAR NEWS

- ▶ Qatar has seen a cumulative 5% or 500 BPS hike in interest rates since January 2022, even as the central bank outlined four major priority sectors that would not bear the brunt of rate hike on their outstanding loans. (The Peninsula)
- ▶ Ooredoo reported a net profit of QAR 1.8bn in the first H1-23, a 20% increase from QAR 1.5bn in H1-22. Normalized net profit, which accounts for numerous adjustments such as foreign exchange effect, impairment, and two one-time items, increased by 20% to QAR 1.6bn in H1-22 from QAR 1.4bn. (Source: Gulf News)
- ▶ An increased rate of savings by Qatari citizens and expats is a positive trend. The trend raises questions around the optimal balance between spending and saving in a modern economy. (Source: The Peninsula)
- ▶ MEEZA recorded a net profit of QAR 29.7mn in the first H1-23, a 17.8% YoY rise (QAR 4.5mn) - the largest first half-year profit in the company's history, fueled mostly by EBITDA and financing income growth. (Source: Gulf News)

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## FX RATES

Currencies	Value	Currencies	Value
EUR/USD	1.1045	USD/QAR	3.6400
USD/JPY	141.1500	EUR/QAR	4.0204
GBP/USD	1.2880	JPY/QAR	0.0258
USD/CHF	0.8698	GBP/QAR	4.6883
USD/CAD	1.3253	CHF/QAR	4.1849
AUD/USD	0.6649	CAD/QAR	2.7465
NZD/USD	0.6165	AUD/QAR	2.4202
USD/INR	81.7250	INR/QAR	0.0445
USD/TRY	26.9003	TRY/QAR	0.1353
USD/ZAR	17.5978	ZAR/QAR	0.2068
USD/BRL	4.7336	BRL/QAR	0.7690

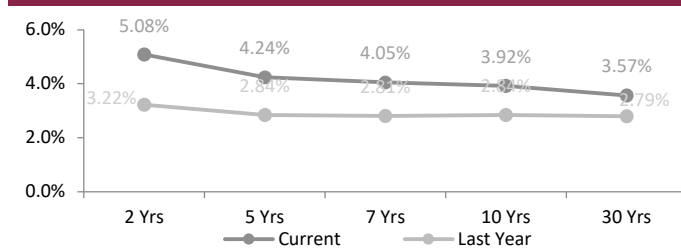
Source: Refinitiv Eikon

## INTERBANK OFFERING & US SWAP RATES

Duration	Overnight	1 Week	1 Month	3 Month	1 Year
LIBOR	5.06	0.08	5.43	5.63	6.04
EURIBOR	(0.65)	3.47	3.59	3.73	4.11
QAIBOR	5.60	5.60	5.75	6.00	6.25
SAIBOR	5.69	5.68	5.80	5.99	6.03
EIBOR	5.20	5.41	5.35	5.19	5.45
BMIBOR	6.05	6.31	6.76	6.63	6.81
KIBOR	2.38	3.69	4.00	4.25	4.69

Source: Refinitiv Eikon

## US Swap Rates



Source: Refinitiv Eikon

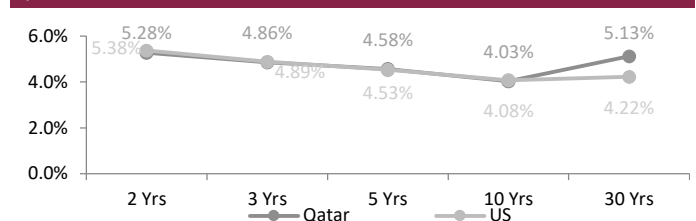
## FX Commentary

The USD edged higher, adding to the previous session's strong gains, while the Japanese JPY gained after the BoJ shifted its monetary policy. The USD Dollar index was up 0.01% at 101.71.

The EUR/USD traded up 0.4% at 1.1015. The GBP/USD went up 0.5% at 1.2850. The USD/JPY traded up 1.2% at 141.15 after the Bank of Japan tweaked its yield curve control policy, leaving investors wondering if an eventual shift in its massive stimulus program is approaching. The USD/CNY traded down 0.3% at 7.1488. The USD/CAD went up 0.2% at 1.3253. The risk-sensitive AUD/USD traded down 0.9% at 0.6649 after data showed that Australian retail sales unexpectedly fell in June and the NZD/USD traded down 0.3% at 0.6165.

## 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	20.0	(15.0)	Turkey	384.5	(159.6)
UK	27.5	7.4	Brazil	161.8	(66.0)
Germany	14.0	(1.0)	Egypt	1,318.2	460.3
France	24.5	2.0	Abu Dhabi	36.1	(6.2)
Italy	86.6	(18.3)	Bahrain	233.0	(3.1)
Greece	69.2	(38.7)	Dubai	74.2	(1.0)
Russia	13,775.2	0.0	Qatar	36.3	(10.0)
Japan	16.7	(7.5)	Saudi Arabia	51.1	(11.6)

Source: Refinitiv Eikon, worldgovernmentbonds.com

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**QSE MAIN FINANCIAL INDICATORS (as on 30th July 2023)**

Company	Dividend Yield (%)	P/B Ratio (x)	P/E Ratio (x)	EPS (QR)	BV/Share (QR)	Stock Price (QR)	Company
QNB	3.55	1.52	11.32	1.44	11.38	16.90	QNB
Qatar Islamic Bank	3.02	1.77	12.35	1.62	11.54	20.68	المصرف الإسلامي
Comm. Bank of Qatar	4.03	1.03	9.49	0.62	6.31	6.21	البنك التجاري
Doha Bank	4.39	0.37	10.77	0.25	4.54	1.71	بنك الدوحة
Ahli Bank	5.00	1.31	13.48	0.29	3.13	4.00	الاهلي
Intl. Islamic Bank	3.87	1.73	15.47	0.64	6.00	10.33	الدولي
Rayan	3.94	0.99	22.77	0.14	2.59	2.54	الريان
Qatar First Bank (QFC)	0.00	1.55	23.20	0.07	1.17	1.60	الأول QFC
National Leasing	3.37	0.70	21.52	0.04	1.32	0.89	الإجارة
Dlala	0.00	1.49	0.00	-0.14	0.70	1.44	دلالة
Qatar Oman	0.00	1.14	0.00	0.01	0.82	0.88	قطر وعمان
Inma	0.98	1.96	61.63	0.17	2.67	5.13	إنماء
<b>Banks &amp; Financial Services</b>	<b>3.53</b>	<b>1.31</b>	<b>12.18</b>	<b>0.77</b>	<b>5.20</b>		<b>البنوك والخدمات المالية</b>
Zad Holding Company	4.26	2.95	20.61	0.68	4.47	13.85	زاد
Qatar German Co. Med	0.00	8.14	286.33	0.01	0.30	2.45	الطبية
Salam International	0.00	0.62	16.31	0.05	1.24	0.78	السلام
Medicare	4.14	1.78	22.29	0.28	3.70	6.34	الرعاية
Cinema	1.81	1.61	64.22	0.04	2.12	3.31	السينما
Qatar Fuel	5.43	1.89	16.32	1.08	9.25	16.56	قطر للوقود
Widam	0.00	2.69	0.00	-0.34	1.08	2.49	ودام
Mannai Corp.	1.73	2.76	0.00	-0.60	2.16	5.77	مجمع المناعي
Al Meera	3.03	1.87	15.27	0.95	7.59	14.40	الميرة
Baladna	0.00	1.26	38.28	0.04	1.18	1.51	بلدنا
<b>Consumer Goods &amp; Services</b>	<b>4.22</b>	<b>1.76</b>	<b>18.19</b>	<b>0.25</b>	<b>3.22</b>		<b>الخدمات والسلع الاستهلاكية</b>
Ind. Manf. Co.	4.34	0.79	8.43	0.32	3.71	3.00	التحويلية
National Cement Co.	7.50	0.89	12.22	0.35	4.71	4.00	الاسمنت
Industries Qatar	8.01	2.28	11.42	1.46	6.94	13.74	صناعات قطر
The Investors	0.00	1.62	19.95	0.11	1.41	2.17	المستثمرين
Electricity & Water	5.24	1.42	11.73	1.55	13.75	18.14	كهرباء وماء
Aamal	5.66	0.72	15.53	0.06	1.25	0.88	أعمال
Gulf International	4.82	1.10	13.18	0.16	1.94	2.07	الخليج الدولية
Mesaieed	5.59	1.52	15.52	0.14	1.39	1.97	مسعيد
Investment Holding	0.00	1.62	19.95	0.11	1.41	2.17	استثمار القابضة
QAMCO	6.67	1.17	9.76	0.16	1.22	1.35	قامكو
<b>Industrials</b>	<b>6.79</b>	<b>1.48</b>	<b>11.93</b>	<b>0.38</b>	<b>2.68</b>		<b>الصناعات</b>
Qatar Insurance	0.00	0.91	24.51	0.02	2.40	2.23	قطر
Doha Insurance	6.48	1.04	8.70	0.20	2.30	2.32	الدوحة
General Insurance	0.00	0.25	0.00	-0.61	5.19	1.30	العامه
Alkhaleej Takaful	3.54	1.32	12.52	0.20	2.16	2.83	الخليج التكافلي
Islamic Insurance	5.06	3.20	12.03	0.73	3.04	8.89	الإسلامية
QLM	4.31	1.86	13.41	0.24	1.62	2.90	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	4.59	0.38	10.39	0.11	3.14	1.20	المتحدة للتنمية
Barwa	6.12	0.53	9.64	0.29	5.47	2.86	بروة
Ezdan Holding	0.00	0.91	1269.23	0.00	1.26	1.16	إزدان القابضة
Mazaya	0.00	0.95	24.57	0.04	0.88	0.85	مزايا
<b>Real Estate</b>	<b>4.38</b>	<b>0.51</b>	<b>12.06</b>	<b>0.05</b>	<b>1.90</b>		<b>العقارات</b>
Ooredoo	3.78	1.48	13.68	0.74	7.59	11.37	Ooredoo
Vodafone Qatar	5.16	1.76	15.01	0.12	1.14	1.94	فودافون قطر
<b>Telecoms</b>	<b>4.12</b>	<b>1.54</b>	<b>13.98</b>	<b>0.44</b>	<b>3.92</b>		<b>الاتصالات</b>
Qatar Navigation	3.37	0.75	11.63	0.89	14.12	10.40	الملاحة
Gulf warehousing Co	2.89	0.89	8.47	0.41	3.81	3.46	مخازن
Nakilat	3.10	2.15	16.02	0.26	2.03	4.20	ناقلات
<b>Transportation</b>	<b>3.20</b>	<b>1.16</b>	<b>13.49</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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