

June 06, 2023

## GLOBAL MARKETS

Indices	Closing Level	Change		Performance	
		Value	(%)	MTD (%)	YTD (%)
<b>Global</b>					
S&P 500	4,273.8	(8.6)	(0.2)	1.3	11.3
Dow Jones Ind. Average	33,562.9	(199.9)	(0.6)	1.5	1.3
Nasdaq 100	14,556.5	9.9	0.1	0.8	33.1
FTSE 100	7,600.0	(7.3)	(0.1)	1.5	2.0
DAX 30	15,963.9	(87.3)	(0.5)	0.7	14.7
CAC 40	7,200.9	(69.8)	(1.0)	0.9	11.2
BIST 100	5,372.7	257.7	5.0	8.3	(2.5)
Nikkei	32,217.4	693.2	2.2	3.4	23.5
Hang Seng	19,108.5	158.6	0.8	4.9	(3.4)
Shanghai Composite	3,232.4	2.4	0.1	0.9	4.6
BSE Sensex	62,787.5	240.4	0.4	0.6	3.2
<b>GCC</b>					
QE Index	10,434.8	37.8	0.4	2.2	(2.3)
Saudi Arabia (TASI)	11,293.6	71.6	0.6	2.5	7.1
UAE (ADX)	9,375.8	(30.3)	(0.3)	0.1	(8.2)
UAE (DFM)	3,652.6	49.4	1.4	2.0	9.5
Kuwait (KSE)	6,905.9	57.6	0.8	1.7	(5.3)
Oman (MSM)	4,654.8	(7.0)	(0.2)	0.5	(4.5)
Bahrain (BAX)	1,955.2	0.3	0.0	(0.1)	3.2
MSCI GCC	673.3	1.5	0.2	2.3	(0.9)
Dow Jones Islamic	5,538.8	(10.1)	(0.2)	1.4	14.5
<b>Commodity</b>					
Brent (USD/bbl)	76.7	0.6	0.8	5.6	(6.6)
WTI (USD/bbl)	72.2	0.4	0.6	6.0	(6.2)
Natural Gas (USD/mmBTU)	2.2	0.1	3.4	(0.9)	(43.7)
Gold Spot (USD/t oz.)	1,958.0	5.6	0.3	(0.3)	6.4
Copper (USD/lb)	3.8	0.0	1.1	3.6	(0.1)

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	147.3
DSM 20	12.0	1.3	4.7	110.4
Saudi Arabia (TASI)	17.9	2.1	3.1	1,707.3
UAE (ADX)	15.6	2.4	2.3	248.5
UAE (DFM)	9.1	1.3	4.8	198.7
Kuwait (KSE)	15.9	1.4	3.2	363.2
Oman (MSM)	10.1	0.8	4.9	2.7
Bahrain (BAX)	9.0	0.9	5.5	2.9

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>						
DLALA' BROKERA	1.5	0.1	10.0	32.4 (39.7)	5,655.9	NA
WIDAM FOOD CO	2.4	0.2	9.0	16.4 (21.9)	6,702.0	NA
QAT GER MED DE	2.5	0.2	7.1	101.9 19.9	16,487.4	NA
ALKHALEEJ GROU	3.0	0.2	6.5	30.3 (21.5)	1,505.6	13.3
QATAR INS CO	2.2	0.1	5.6	15.7 (7.6)	3,979.2	24.4
<b>Top Losers</b>						
DOHA INS CO	2.1	(0.1)	(3.4)	7.1 3.4	30.4	8.0
QA ISLAMIC INS	8.7	(0.3)	(3.3)	(0.6) (1.7)	10.8	11.7
NAT LEASING CO	0.8	(0.0)	(2.0)	18.3 (8.0)	9,453.8	20.1
MANNAI CORP	6.0	(0.1)	(1.5)	(20.9) (38.1)	956.2	NA
SALAM INTL INV	0.7	(0.0)	(1.2)	18.9 (23.6)	7,827.2	15.3

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

## MARKET COMMENTARY

### Global

The S&P 500 ended lower on Monday as investors weighed whether the US Federal Reserve might pause its interest rate hikes at its upcoming policy meeting, while Apple briefly hit a record high before losing ground. The DJIA went down 0.6%, the S&P 500 lost 0.2% and the Nasdaq 100 added 0.1%.

European shares dipped, as investors took profits after last week's rebound, as news of weak US business activity stirred up economic slowdown worries and eclipsed gains in telecom stocks. The pan-European STOXX 600 index ended 0.4% lower.

Japan's Nikkei share average up 2.2% at its highest in 33 years, as gains on Wall Street lifted risk appetite, while investors kept betting on domestic equities on expectations the Bank of Japan would retain its ultra-loose policy. China's blue-chip stocks dropped as Sino-US tensions overshadowed optimism from a private-sector survey that showed services activity in the world's second-largest economy accelerated last month.

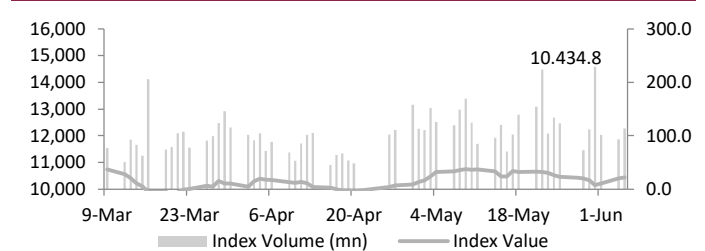
### GCC

Most stock markets in the Gulf rose in early trade on Monday on optimism the US Federal Reserve would pause its rate hikes this month, while rising oil prices cheered investors. Saudi Arabia's benchmark index advanced 0.6%, with Dr Sulaiman Al-Habib Medical Services advancing 2%. Dubai's main share index added 1.4%, with utility firm DEWAA climbing 6.4%. In Abu Dhabi, however, bucked the trend, falling 0.3%.

### Qatar

Qatar's benchmark index gained 0.4%, help by the Dala Brokerage & Investment Holding up (10%) and the Widam Food Company (+9%) were the top gainer of the day. Out of the 48 traded stocks, 20 advanced, 22 declined and 6 remained unchanged. Total traded volume in the market was higher than the previous trading session. The Insurance index up 3% and the Transportation index advanced by 0.6% while Industrials index declined by 0.1%.

### Qatar DSM Index



Source: Refinitiv Eikon

QE Sector Indices	Closing Level	1D Change (%)
Banks & Financial Services	4,357.1	0.4
Consumer Goods & Services	7,910.8	0.1
Industrials	3,941.5	(0.1)
Insurance	2,401.8	3.0
Real Estate	1,581.7	0.4
Telecoms	1,641.0	0.4
Transportation	4,762.2	0.6

Source: Refinitiv Eikon

Qatar Trading Summary	Buy (%)	Sell (%)
Qatari Individuals	32.3	34.3
Qatari Institutions	25.0	26.4
<b>Qatari - Total</b>	<b>57.2</b>	<b>60.7</b>
Foreign Individuals	15.8	16.7
Foreign Institutions	27.0	22.6
<b>Foreign - Total</b>	<b>42.8</b>	<b>39.3</b>

Source: Qatar Exchange

June 06, 2023

## GLOBAL NEWS

- ▶ The US services sector barely grew in May as new orders slowed, pushing a measure of prices paid by businesses for inputs to a three-year low, which could aid the Federal Reserve's fight against inflation. (Source: Reuters)
- ▶ Tighter lending criteria from regional banks are making it more difficult for US hotel developers to acquire money, stalling building of new hotels at a time when Americans' thirst for travel is at an all-time high. (Source: Reuters)
- ▶ According to a study, euro zone company activity was bolstered last month by the bloc's leading services industry, which countered a continuing loss in the manufacturing sector. Overall price pressures had also eased. (Source: Reuters)
- ▶ German exports increased sharply in April, buoyed by deliveries to China following its reopening following the pandemic, but economists warned that the surge could be fleeting. According to the federal statistics agency, German exports climbed by 1.2% over the previous month. (Source: Reuters)
- ▶ For the second year in a row, Japan's mid-year economic policy will not include a timetable for balancing the primary budget, according to a draft seen by Reuters, emphasizing Prime Minister Fumio Kishida's emphasis on supporting the economy. (Source: Mainichi)
- ▶ The service sector in Japan rose at a record pace in May, according to a private-sector poll released, mainly to a rebound in international demand and an increase in foreign tourists as pandemic restrictions were loosened further. The final Services PMI increased to a seasonally adjusted 55.9 in May, up from 55.4 in April. (Source: Reuters)
- ▶ According to data from the Ministry of business and Information Technology, China's software and information technology service business saw double-digit revenue and profit growth in the first four months of the year. Profits in the sector increased 13.8% YoY to CNY 367.4bn (USD 51.77bn), while sales increased 12.8% YoY to CNY 3.32tn. (Source: Cina Daily)
- ▶ According to the State Administration for Market Regulation, China would improve monitoring and law enforcement against market intervention behaviors, as well as reinforce the institutional and regulatory foundations for fair competition. (Source: China Daily)
- ▶ The annual inflation rate in Turkey dipped below 40% for the first time in 16 months in May, according to official figures released, owing to a temporary government initiative that provided free gas to homes, balancing price increases in other items. (Source: Daily Sabah)

## GCC NEWS

- ▶ According to the latest business survey, the UAE's non-oil private sector increased at a slightly slower rate in May, but improved operating circumstances lifted business confidence among enterprises to its highest level since October 2021. The seasonally adjusted S&P Global UAE PMI fell from 56.6 in April to a three-month low of 55.5 in May. (Source: Zawya)
- ▶ In line with its ambitious transformation strategy, the financial powerhouse announced the launch of DIB alt, a full-fledged digital umbrella brand that will house all the bank's digital offerings and capabilities under one roof. (Source: Zawya)
- ▶ Dubai is a place that embraces change with open arms. From building the tallest building in the world to crafting the magnificent man-made Palm Jumeirah Island; from having a street where it rains every hour to creating an indoor ski slope, there is nothing that the city cannot achieve. (Source: Zawya)

- ▶ Floranow, a Dubai-based online floral marketplace, has completed its acquisition of Bloomax, Saudi Arabia's largest wholesale distributor of fresh-cut flowers. The sale is being funded by a combination of debt and stock, the firms said in a statement, without revealing the deal's value. (Source: Zawya)
- ▶ The growth of new orders and output in Saudi Arabia's non-oil private sector slowed in May, according to a new business survey released. However, the rate of job creation has increased to the joint-fastest since the start of 2018. The headline PMI fell to 58.5 in May from 59.6 in April, reflecting declines in the index's two main components, New Orders and Output. (Source: Zawya)
- ▶ According to the Iraqi News Agency, Saudi Arabia has inked a contract with Iraq to develop a USD 1bn commercial project in Baghdad, strengthening economic connections between the two countries. (Source: Trade Arabia)
- ▶ Saudi Arabia's green hydrogen project at NEOM got the Kingdom's first sustainable guarantee from Standard Chartered, which agreed to extend finance support for its contractor Larsen & Toubro to build the essential renewable energy infrastructure. (Source: Arab News)
- ▶ OQ Gas Networks, the Sultanate of Oman's primary natural gas carrier and owner of the natural gas transportation network, has signed a MoU with Hydrogen Oman (Hydrom) to investigate the development of green hydrogen network infrastructure in the Sultanate. (Source: Times of Oman)
- ▶ The Tender Board's General Secretariat advised the Sultanate of Oman's private sector to register in the electronic platform (Isnad) for administering government tenders and procurement of the state's administrative apparatus units. (Source: Times of Oman)
- ▶ STC Bahrain, a world-class digital enabler, has reiterated its commitment to consumer protection by signing a set of Undertakings with the Telecommunications Regulatory Authority. These undertakings indicate STC Bahrain's commitment to delivering clear and understandable information, as well as fostering billing transparency and accuracy. (Source: Gulf News)
- ▶ Kuwait Projects Company, which received Capital Markets Authority license to issue bonds last year, intends to issue sukuk in Kuwaiti dinars for up to KWD 150mn (USD 487mn). The issuance will be in two tranches, fixed and floating, with maturity profiles of six years. (Source: Gulf News)

## QATAR NEWS

- ▶ The Ministry of Finance announced that the State of Qatar's budget for the first quarter of 2023 recorded a surplus of QAR 19.7bn. The ministry stated that total revenues for this quarter amounted to QAR 68.6bn, of which QAR 63.4bn were oil and gas revenues and QAR 5.2bn were non-oil revenues. (Source: Gulf News)
- ▶ In April 2023, total assets in the Qatar banking sector increased by 0.6% MoM (down 0.7% in 2023) to reach QAR 1.891tn. In the month of April 2023, the total loan book in the Qatar Banking sector fell 0.4% MoM (down 0.5% in 2023) and deposits down 0.3% MoM (-3.5% in 2023). (Source: The Peninsula)
- ▶ According to the Qatar Financial Centre, the non-energy private sector in Qatar has seen the greatest improvement in business conditions since July 2022, with faster growth in output, new orders, employment, and purchasing. (Source: Gulf News)
- ▶ Alfardan Group has signed a MoU with Electronics Recycling Factory (ERF) to promote environmental sustainability and the recycling of waste electrical and electronic equipment – widely known as W-EEE, or e-waste. (Source: The Peninsula)

June 06, 2023

## FX RATES

Currencies	Value	Currencies	Value
EUR/USD	1.0742	USD/QAR	3.6450
USD/JPY	139.5400	EUR/QAR	3.9155
GBP/USD	1.2467	JPY/QAR	0.0261
USD/CHF	0.9061	GBP/QAR	4.5442
USD/CAD	1.3445	CHF/QAR	4.0227
AUD/USD	0.6615	CAD/QAR	2.7110
NZD/USD	0.6069	AUD/QAR	2.4112
USD/INR	82.0200	INR/QAR	0.0444
USD/TRY	21.2590	TRY/QAR	0.1715
USD/ZAR	19.2711	ZAR/QAR	0.1891
USD/BRL	4.9289	BRL/QAR	0.7395

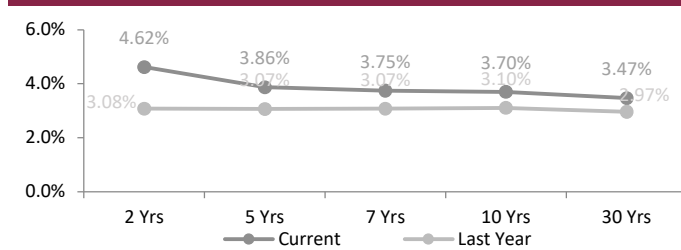
Source: Refinitiv Eikon

## INTERBANK OFFERING & US SWAP RATES

Duration	Overnight	1 Week	1 Month	3 Month	1 Year
LIBOR	5.07	0.08	5.19	5.50	5.66
EURIBOR	(0.65)	3.12	3.22	3.49	3.88
QAIBOR	5.58	5.63	5.75	5.95	6.08
SAIBOR	5.59	5.49	5.62	5.89	5.83
EIBOR	4.98	5.05	5.25	5.34	5.50
BMIBOR	5.80	6.03	6.75	6.54	6.53
KIBOR	2.38	3.69	3.94	4.25	4.69

Source: Refinitiv Eikon

## US Swap Rates



Source: Refinitiv Eikon

## ECONOMIC CALENDAR

Time	Country	Event	Period	Survey	Prior
11:30	United Kingdom	All-Sector PMI	May	NA	54.6
09:00	Germany	Industrial Output MoM	Apr	0.5%	-3.4%
09:00	Germany	Industrial Production YoY SA	Apr	NA	1.56%
09:00	UK	Halifax House Prices MoM	May	0.0%	-0.3%
09:00	UK	Halifax House Prices YoY	May	NA	0.10%
09:45	France	Reserve Assets Total	May	NA	2,16,264mn

Source: Refinitiv Eikon

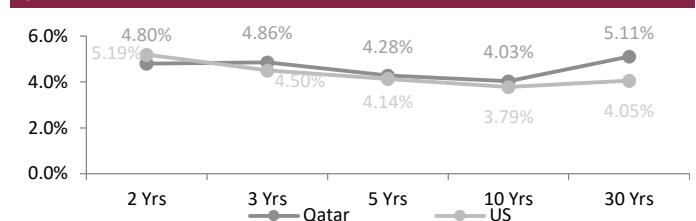
## FX Commentary

The USD fell on Monday on news that the US services sector barely grew in May as new orders slowed, ending an initial rally sparked by strong jobs growth. The US Dollar index was down 0.1% at 104.00.

The EUR/USD traded up 0.1% at 1.0712. The GBP/USD went up 0.1% at 1.2437 ahead of the release of services PMI data for May. The USD/JPY traded down 0.5% at 139.54. The USD/CNY traded up 0.2% at 7.1010 with the focus this week on Chinese trade and inflation data for more cues on Asia's largest economy. The USD/CAD went up 0.1% at 1.3445. The risk-sensitive AUD/USD traded up 0.3% at 0.6615 before the RBA is due to announce its interest rate decision on Tuesday. and the NZD/USD traded up 0.2% at 0.6069.

## 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	31.5	4.0	Turkey	551.2	25.9
UK	26.5	1.1	Brazil	204.6	(39.7)
Germany	13.5	(4.6)	Egypt	1,736.3	927.4
France	27.0	(0.5)	Abu Dhabi	38.5	(9.3)
Italy	100.0	(24.6)	Bahrain	261.1	29.8
Greece	78.0	(53.9)	Dubai	80.1	(13.0)
Russia	13,775.2	0.0	Qatar	38.5	(10.8)
Japan	21.7	(3.6)	Saudi Arabia	60.0	(1.2)

Source: Refinitiv Eikon, worldgovernmentbonds.com

June 06, 2023

**QSE MAIN FINANCIAL INDICATORS (as on 05<sup>th</sup> June 2023)**

Company	Dividend Yield (%)	P/B Ratio (x)	P/E Ratio (x)	EPS (QR)	BV/Share (QR)	Stock Price (QR)	Company
QNB	3.69	1.48	10.75	1.44	11.38	16.28	QNB
Qatar Islamic Bank	3.41	1.62	11.20	1.62	11.54	18.33	المصرف الإسلامي
Comm. Bank of Qatar	4.28	0.99	9.18	0.62	6.31	5.85	البنك التجاري
Doha Bank	4.57	0.37	8.88	0.25	4.54	1.64	بنك الدوحة
Ahli Bank	5.00	1.33	13.77	0.29	3.13	4.00	الاهلي
Intl. Islamic Bank	3.93	1.76	15.61	0.64	6.00	10.19	الدولي
Rayan	3.71	1.06	20.18	0.14	2.59	2.69	الريان
Qatar First Bank (QFC)	0.00	1.25	18.71	0.07	1.17	1.29	الأول QFC
National Leasing	3.60	0.65	20.12	0.04	1.32	0.83	الاجارة
Dlala	0.00	1.57	0.00	-0.14	0.70	1.51	دلالة
Qatar Oman	0.00	0.90	74.30	0.01	0.82	0.71	قطر وعمان
Inma	0.93	2.06	64.94	0.17	2.67	5.40	إنماء
<b>Banks &amp; Financial Services</b>	<b>3.72</b>	<b>1.24</b>	<b>11.41</b>	<b>0.77</b>	<b>5.20</b>		<b>البنوك والخدمات المالية</b>
Zad Holding Company	4.22	2.98	20.84	0.68	4.47	14.00	زاد
Qatar German Co. Med	0.00	8.43	296.50	0.01	0.30	2.54	الطبية
Salam International	0.00	0.59	15.34	0.05	1.24	0.73	السلام
Medicare	3.80	1.98	24.04	0.28	3.70	6.90	الرعاية
Cinema	1.96	1.49	59.44	0.04	2.12	3.06	السينما
Qatar Fuel	5.50	1.93	15.79	1.08	9.25	16.36	قطر للوقود
Widam	0.00	2.55	0.00	-0.34	1.08	2.37	ودام
Mannai Corp.	1.67	2.87	0.00	-0.60	2.16	6.00	مجمع المناعي
Al Meera	3.03	1.87	15.29	0.95	7.59	14.42	الميرة
Baladna	0.00	1.27	38.43	0.04	1.18	1.51	بلدنا
<b>Consumer Goods &amp; Services</b>	<b>4.23</b>	<b>1.75</b>	<b>17.93</b>	<b>0.25</b>	<b>3.22</b>		<b>الخدمات والسلع الاستهلاكية</b>
Ind. Manf. Co.	4.51	0.78	8.58	0.32	3.71	2.88	التحويلية
National Cement Co.	7.43	0.90	12.34	0.35	4.71	4.04	الاسمنت
Industries Qatar	9.02	2.02	10.13	1.46	6.94	12.19	صناعات قطر
The Investors	0.00	1.65	20.30	0.11	1.41	2.21	المستثمرين
Electricity & Water	5.45	1.36	11.28	1.55	13.75	17.44	كهرباء وماء
Aamal	5.88	0.70	14.80	0.06	1.25	0.85	أعمال
Gulf International	5.26	1.01	12.08	0.16	1.94	1.90	الخليج الدولية
Mesaieed	5.36	1.58	16.18	0.14	1.39	2.05	مسعيد
Investment Holding	0.00	1.65	20.30	0.11	1.41	2.21	استثمار القابضة
QAMCO	5.86	1.34	11.09	0.16	1.22	1.54	قامكو
<b>Industrials</b>	<b>7.21</b>	<b>1.39</b>	<b>11.26</b>	<b>0.38</b>	<b>2.68</b>		<b>الصناعات</b>
Qatar Insurance	0.00	0.91	24.42	0.02	2.40	2.22	قطر
Doha Insurance	7.08	0.95	7.96	0.20	2.30	2.12	الدوحة
General Insurance	0.00	0.28	0.00	-0.61	5.19	1.44	العامه
Alkhaleej Takaful	3.33	1.40	13.29	0.20	2.16	3.00	الخليج التكافلي
Islamic Insurance	5.20	3.12	11.71	0.73	3.04	8.65	الإسلامية
QLM	3.90	2.06	14.81	0.24	1.62	3.20	كيو إل إم
<b>Insurance</b>	<b>1.56</b>	<b>0.80</b>	<b>0.00</b>	<b>0.01</b>	<b>2.33</b>		<b>التأمين</b>
United Dev. Company	4.54	0.39	10.84	0.11	3.14	1.21	المتحدة للتنمية
Barwa	6.61	0.49	9.01	0.29	5.47	2.65	بروة
Ezdan Holding	0.00	0.90	1253.85	0.00	1.26	1.14	إزدان القابضة
Mazaya	0.00	0.92	23.76	0.04	0.88	0.82	مزايا
<b>Real Estate</b>	<b>4.55</b>	<b>0.49</b>	<b>11.80</b>	<b>0.05</b>	<b>1.90</b>		<b>العقارات</b>
Ooredoo	3.92	1.43	13.20	0.74	7.59	10.97	Ooredoo
Vodafone Qatar	5.45	1.71	14.67	0.12	1.14	1.83	فودافون قطر
<b>Telecoms</b>	<b>4.30</b>	<b>1.48</b>	<b>13.48</b>	<b>0.44</b>	<b>3.92</b>		<b>الاتصالات</b>
Qatar Navigation	3.38	0.74	11.59	0.89	14.12	10.36	الملاحة
Gulf warehousing Co	2.83	0.93	8.52	0.41	3.81	3.54	مخازن
Nakilat	3.22	2.07	15.38	0.26	2.03	4.03	ناقلات
<b>Transportation</b>	<b>3.29</b>	<b>1.12</b>	<b>13.09</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.

**DISCLAIMER**

It is understood that any opinions expressed by Commercial Bank Financial Services or its affiliates as to the commentary, market information, and future direction of prices of specific securities reflects the views of the individual analyst who issued them, and not necessarily represent the views of Commercial Bank Financial Services or its affiliates in any way. In no event shall CBFS or its affiliates have any liability for any direct or indirect losses incurred in connection with any decision made, action or inaction taken by any party in reliance upon the information provided in this materials or for any delays, inaccuracies, errors in, or omissions of the said information.