

July 10, 2023

## GLOBAL MARKETS

Indices	Closing Level	Change		Performance	
		Value	(%)	MTD (%)	YTD (%)
<b>Global</b>					
S&P 500	4,399.0	(12.6)	(0.3)	(1.2)	14.6
Dow Jones Ind. Average	33,734.9	(187.4)	(0.6)	(2.0)	1.8
Nasdaq 100	15,036.9	(52.6)	(0.4)	(0.9)	37.5
FTSE 100	7,256.9	(23.6)	(0.3)	(3.6)	(2.6)
DAX 30	15,603.4	74.9	0.5	(3.4)	12.1
CAC 40	7,111.9	29.6	0.4	(3.9)	9.9
BIST 100	6,187.1	45.9	0.8	7.4	12.3
Nikkei	32,338.4	(384.6)	(1.2)	(2.4)	24.1
Hang Seng	18,365.7	(167.4)	(0.9)	(2.9)	(7.2)
Shanghai Composite	3,196.6	(9.0)	(0.3)	(0.2)	3.5
BSE Sensex	65,280.5	(505.2)	(0.8)	0.9	7.3
<b>GCC</b>					
QE Index	10,272.6	25.3	0.3	2.0	(3.8)
Saudi Arabia (TASI)	11,591.6	11.4	0.1	1.2	9.9
UAE (ADX)	9,604.4	NA	NA	0.7	(5.8)
UAE (DFM)	3,962.4	NA	NA	3.5	17.6
Kuwait (KSE)	7,178.8	18.7	0.3	2.1	(1.6)
Oman (MSM)	4,790.1	(1.4)	(0.0)	0.4	(1.8)
Bahrain (BAX)	1,959.3	(4.8)	(0.3)	0.1	3.4
MSCI GCC	702.5	(0.3)	(0.0)	1.5	1.3
Dow Jones Islamic	5,695.1	2.4	0.0	(0.3)	17.8
<b>Commodity</b>					
Brent (USD/bbl)	78.5	2.0	2.5	4.8	(4.4)
WTI (USD/bbl)	73.9	2.1	2.9	4.6	(4.0)
Natural Gas (USD/mmBTU)	2.6	(0.0)	(1.0)	(7.7)	(35.3)
Gold Spot (USD/t oz.)	1,926.2	17.5	0.9	0.3	4.7
Copper (USD/lb)	3.8	0.0	1.3	0.7	0.0

Source: Refinitiv Eikon

## QATAR MARKET OVERVIEW

GCC Fundamentals	P/E (x)	P/B (x)	Dividend Yield (%)	Value Traded (USD mn)
Qatar All Share	11.8	1.2	4.5	122.5
DSM 20	11.8	1.2	4.8	88.0
Saudi Arabia (TASI)	18.3	2.2	3.0	1,756.6
UAE (ADX)	16.0	2.4	2.3	248.5
UAE (DFM)	9.9	1.4	4.4	122.4
Kuwait (KSE)	16.6	1.5	3.1	213.8
Oman (MSM)	10.2	0.8	5.0	7.4
Bahrain (BAX)	7.4	0.8	6.6	0.9

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>						
DAMAAN ISL INS	3.8	0.1	2.6	(0.4)	NA	0.5
MEKDAM HLD GRP	5.0	0.1	2.1	(16.5)	(13.3)	670.8
DOHA BK LTD	1.6	0.0	2.1	(17.1)	(35.1)	2,047.8
OOREDOO QSC	11.7	0.2	1.8	27.2	50.8	1,227.7
QAT GER MED DE	2.3	0.0	1.8	82.6	59.4	4,991.7
<b>Top Losers</b>						
QA GEN INS REI	1.3	(0.1)	(10.0)	(9.1)	(32.9)	0.9
QATAR OMAN INV	0.7	(0.0)	(4.7)	28.2	0.4	6,736.4
QATAR INS CO	2.2	(0.1)	(4.2)	16.5	(6.2)	2,217.4
WIDAM FOOD CO	2.9	(0.1)	(2.8)	41.6	2.5	15,919.9
SALAM INTL INV	0.7	(0.0)	(2.2)	15.5	(11.8)	6,788.7

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

## MARKET COMMENTARY

### Global

Wall Street's main indexes ended lower on Friday in a seesaw session, as investors digested a US jobs report that showed weaker-than-expected growth and awaited more economic data and corporate earnings in the weeks ahead. The DJIA WAS down 0.6%, the S&P 500 lost 0.3% and Nasdaq 100 declined 0.4%.

European shares eked out gains as data pointing to slowing US job growth eased concerns about interest rate hikes by the Federal Reserve but did little to change the main STOXX 600 index's worst weekly showing in almost four months. The STOXX 600 rose 0.1%.

Japan's Nikkei share average fell 1.2% for a fourth consecutive day, tracking overnight declines in US stocks after strong labor market data fueled speculation the Federal Reserve will become more aggressive in fighting inflation. China stocks ended lower, dragged down by computer and semiconductor companies, as cautious investors awaited further economic stimulus from Beijing and signs that could affect Sino-US relations.

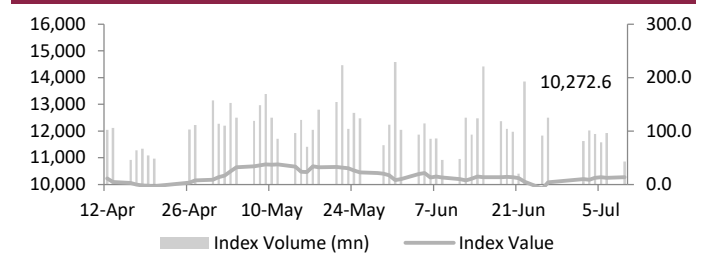
### GCC

Most stock markets in the Gulf ended higher on Sunday in response to Friday's rise in oil prices. Saudi Arabia's benchmark index rose 0.1%, with Dr Sulaiman Al-Habib Medical Services gaining 1.1%. No trading happened in Dubai and Abu Dhabi stock markets as the exchange remained closed.

### Qatar

Qatar's benchmark index gained 0.3%, help by the Damaan Islamic Insurance Company up (2.6%) and the Mekdam Holding Group (+2.1%) were the top gainer of the day. Out of the 48 traded stocks, 15 advanced, 29 declined and 4 remained unchanged. Total traded volume in the market was lower than the previous trading session. The Telecoms index up 1.4% and the Transportation index advanced by 0.6%, while Insurance index declined by 3.8%.

### Qatar DSM Index



Source: Refinitiv Eikon

QE Sector Indices	Closing Level	1D Change (%)
Banks & Financial Services	4,285.9	(0.0)
Consumer Goods & Services	7,910.0	0.6
Industrials	3,787.4	(0.0)
Insurance	2,382.2	(3.8)
Real Estate	1,536.9	(0.8)
Telecoms	1,723.8	1.4
Transportation	4,833.7	0.6

Source: Refinitiv Eikon

Qatar Trading Summary	Buy (%)	Sell (%)
Qatari Individuals	37.6	38.2
Qatari Institutions	25.0	24.8
<b>Qatari - Total</b>	<b>62.6</b>	<b>63.0</b>
Foreign Individuals	18.8	24.9
Foreign Institutions	18.6	12.1
<b>Foreign - Total</b>	<b>37.4</b>	<b>37.0</b>

Source: Qatar Exchange

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## GLOBAL NEWS

- ▶ In June, the US added the fewest jobs in two and a half years, but continuously high pay growth pointed to still-tight labor market conditions, ensuring the Federal Reserve will continue hiking interest rates later this month. *(Source: Reuters)*
- ▶ New data from the New York Federal Reserve shows underlying inflation may have slowed faster than the headline measures that have kept US central bank officials poised for further interest rate increases. *(Source: Reuters)*
- ▶ British home prices fell at the quickest annual rate in 12 years last month, and rising interest rates are expected to signal further weakening in the property market, according to mortgage company Halifax. House prices fell 2.6% YoY in June, following a 1.1% dip in May. *(Source: Reuters)*
- ▶ Statistics indicated a surprising drop in industrial production, making a quick economic rebound in Germany look less likely. According to the federal statistics agency, output declined 0.2% in May compared to the previous month. Reuters polled analysts who projected a stagnation in production. *(Source: Reuters)*
- ▶ The Bank of Japan is not planning to raise interest rates anytime soon since doing so would jeopardize the Bank's aim of achieving 2% stable inflation, according to Deputy Governor Shinichi Uchida. *(Source: Mainichi)*
- ▶ SBI Holdings Inc., a Japanese banking firm, announced a joint venture with Taiwanese semiconductor producer Powerchip Semiconductor Manufacturing Corp. to develop a chip plant in Japan, bolstering the country's attempts to revitalize the sector. *(Source: Reuters)*
- ▶ Chinese banks are facing increasing risks from rising non-performing loans (NPLs) and diminishing returns, making them a lightning rod for investors' worries about the world's second-largest economy. *(Source: Cina Daily)*
- ▶ China's capital market, boosted by cranked-up policies and measures on opening-up, will continue to attract foreign investment in the second half of this year, analysts from investment banks and securities companies predict. *(Source: China Daily)*
- ▶ Turkey has raised its VAT by two percentage points in two categories, while also boosting the tax collected on bank consumer loans, according to the country's Official Gazette. *(Source: Daily Sabah)*

## GCC NEWS

- ▶ Emirates Post Group Company signed a MoU with Mauritius Post Ltd. to strengthen bilateral partnership in a variety of disciplines, including information and communication technology, postal services, and e-commerce solutions. *(Source: Zawya)*
- ▶ According to Ministry of Justice data, real estate transaction prices have been steadily declining since the H1-22, accompanied by a price rate increase, particularly in Asima and Hawally governorates. *(Source: Zawya)*
- ▶ Dubai has consistently been regarded as one of the world's greatest cities to drive in, with high scores in areas such as traffic congestion and road and public transportation conditions. With an ambitious plan to develop its EV charging infrastructure, the city is ready to add a compelling eco-friendly dimension to its world-class driving experience. *(Source: Zawya)*
- ▶ Due to a surge in commercial registrations, Saudi Arabia's business sector had a boom in most categories during the Q2-23. The Saudi Ministry of Commerce reported in its Q2 summary bulletin that a total of 56,363 were issued during the period, from more than 1.35mn registrations now operating in the Kingdom. *(Source: Zawya)*

- ▶ Saudi Arabia's SMEs are seeing rapid development, with the total number of registered SMEs surpassing 1.2mn at the end of the Q1-23, as the Kingdom pursues its objective of expanding local businesses. *(Source: Zawya)*
- ▶ Saudi Arabia's economy is projected to grow at a higher rate than the global average as the Organization for Economic Co-operation and Development revised the Kingdom's economic growth outlook upward to 2.9 percent in 2023. *(Source: Arab News)*
- ▶ Saudi Arabia's continued efforts to improve food security received a substantial boost when the Kingdom's Agricultural Development Fund inked financing contracts in the feed industry, animal production, and dairy sectors involving SAR 926mn (USD 246.8mn). *(Source: Arab News)*
- ▶ Saudi Arabia's business sector saw a boom across most segments in May, with banks extending loans, overdrafts, and lines of credit to companies seeking to invest in their projects, purchase capital goods and expand operations. *(Source: Trade Arabia)*
- ▶ Saudi Arabia's Electrical Industries Co. has obtained an SAR 153mn (USD 40.78mn) contract to deliver transformers to the oil giant Saudi Aramco, the firm announced in a bourse filing. *(Source: Arab News)*
- ▶ Saudi Energy Minister Prince Abdulaziz bin Salman and his French colleague, Agnes Pannier-Runacher, signed a MoU to collaborate in the field of energy, with an emphasis on renewable energy. *(Source: Arab News)*
- ▶ The Central Bank of Oman's total foreign assets increased by 1.5% to OMR 6.56bn at the end of April 2023, up from OMR 6.47bn at the end of April 2022. Domestic liquidity climbed by approximately OMR 688mn, or 3.4%, to OMR 21.69bn at the end of April 2023 as compared to the same time in 2022. *(Source: Times of Oman)*
- ▶ His Majesty King Hamad bin Isa Al Khalifa of Bahrain praised Bapco Energies for spearheading the kingdom's energy transformation and emphasized the importance of aligning transformation plans with the global energy landscape by encouraging innovation and the adoption of best international practices. *(Source: Arab News)*
- ▶ According to Ministry of Justice data, real estate transaction prices have been steadily declining since the first half of 2022, accompanied by a price rate increase, particularly in Asima and Hawally governorates. *(Source: Gulf News)*

## QATAR NEWS

- ▶ Estithmar Holding announces that its subsidiary, Elegancia Facilities Management, secured part of the facilities management services of Queen Alia International Airport in Jordan. Elegancia Facilities Management has partnered with the Jordanian Total Care Facilities Management to fulfill this bid. *(The Peninsula)*
- ▶ The Qatar Central Bank announced some changes to the real estate financing (mortgage) regulations, including determining the maximum loan-to-value (LTV) and tenure for mortgages within the State of Qatar, which will apply to Qatari banks and subsidiaries within the country. *(Source: Gulf News)*
- ▶ QNB Financial Services is positive on the Qatari market in the long run owing to the country's macroeconomic fundamentals, and forecasts flat second quarter normalized profits for listed businesses but a robust comeback in the second half of the year. *(Source: The Peninsula)*
- ▶ According to the Islamic Finance in Qatar Report 2022 by research firm Bait Al-Mashura Finance Consultations, Islamic finance assets in Qatar increased 6.5% last year, reaching QAR 635bn. According to Bait Al-Mashura, Islamic banks accounted for 87% of such assets, while Islamic sukuk accounted for 11.3%. *(Source: Gulf News)*

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## FX RATES

Currencies	Value	Currencies	Value
EUR/USD	1.0997	USD/QAR	3.6399
USD/JPY	142.0700	EUR/QAR	4.0028
GBP/USD	1.2866	JPY/QAR	0.0256
USD/CHF	0.8882	GBP/QAR	4.6831
USD/CAD	1.3271	CHF/QAR	4.0981
AUD/USD	0.6688	CAD/QAR	2.7427
NZD/USD	0.6209	AUD/QAR	2.4344
USD/INR	82.1100	INR/QAR	0.0443
USD/TRY	26.0552	TRY/QAR	0.1397
USD/ZAR	18.8070	ZAR/QAR	0.1935
USD/BRL	4.8720	BRL/QAR	0.7471

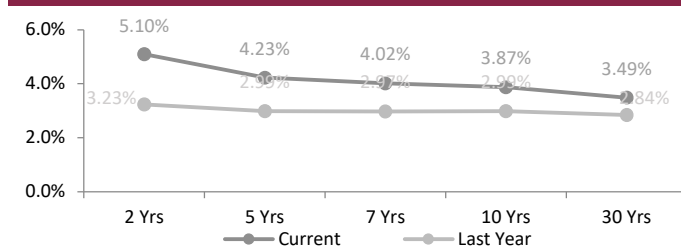
Source: Refinitiv Eikon

## INTERBANK OFFERING & US SWAP RATES

Duration	Overnight	1 Week	1 Month	3 Month	1 Year
LIBOR	5.06	0.08	5.29	5.56	6.04
EURIBOR	(0.65)	3.39	3.43	3.64	4.19
QAIBOR	5.60	5.60	5.75	6.00	6.25
SAIBOR	5.43	5.53	5.62	5.94	5.95
EIBOR	4.89	5.11	5.21	5.13	5.55
BMIBOR	5.82	6.07	6.76	6.63	6.80
KIBOR	2.31	3.63	3.94	4.19	4.63

Source: Refinitiv Eikon

## US Swap Rates



Source: Refinitiv Eikon

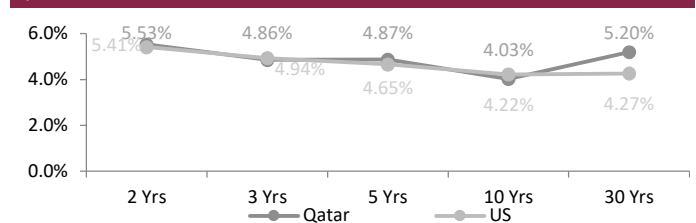
## FX Commentary

The USD slumped on Friday after signs of a less resilient US labor market reduced the outlook for how long the Federal Reserves will keep interest rates higher. The US Dollar index was down 0.8% at 102.27.

The EUR/USD traded up 0.7% at 1.0967 the ECB has signaled that there will be another increase in interest rates later this month. The GBP/USD went up 0.8% at 1.2836. The USD/JPY traded down 1.4% at 142.07 with the JPY in demand as a haven after the strong US labor data pointed to more aggressive tightening. The USD/CNY traded down 0.4% at 7.2205 with the CNY boosted by a series of strong midpoint fixes by the People's Bank of China. The USD/CAD went down 0.7% at 1.3271. The risk-sensitive AUD/USD traded up 1% at 0.6688 and the NZD/USD traded up 0.9% at 0.6209.

## 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	29.7	2.2	Turkey	506.3	(29.7)
UK	28.1	0.3	Brazil	179.2	(68.9)
Germany	13.5	(5.5)	Egypt	1,528.7	714.8
France	26.0	(1.5)	Abu Dhabi	39.6	(3.1)
Italy	90.1	(32.1)	Bahrain	263.0	25.3
Greece	73.1	(53.2)	Dubai	78.6	(4.5)
Russia	13,775.2	0.0	Qatar	40.1	(7.1)
Japan	16.6	(9.6)	Saudi Arabia	58.1	(7.0)

Source: Refinitiv Eikon, worldgovernmentbonds.com

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**QSE MAIN FINANCIAL INDICATORS (as on 09th July 2023)**

Company	Dividend Yield (%)	P/B Ratio (x)	P/E Ratio (x)	EPS (QR)	BV/Share (QR)	Stock Price (QR)	Company
QNB	3.75	1.47	10.70	1.44	11.38	16.20	QNB
Qatar Islamic Bank	3.48	1.59	10.94	1.62	11.54	17.90	المصرف الإسلامي
Comm. Bank of Qatar	4.28	0.98	9.11	0.62	6.31	5.80	البنك التجاري
Doha Bank	4.70	0.35	8.59	0.25	4.54	1.59	بنك الدوحة
Ahli Bank	5.13	1.34	13.86	0.29	3.13	4.03	الاهلي
Intl. Islamic Bank	4.02	1.72	15.28	0.64	6.00	9.97	الدولي
Rayan	3.91	1.00	18.96	0.14	2.59	2.53	الريان
Qatar First Bank (QFC)	0.00	1.52	22.81	0.07	1.17	1.57	الأول QFC
National Leasing	3.64	0.64	19.80	0.04	1.32	0.82	الاجارة
Dlala	0.00	1.61	0.00	-0.14	0.70	1.55	دلالة
Qatar Oman	0.00	0.93	77.00	0.01	0.82	0.74	قطروعمان
Inma	1.02	1.84	57.84	0.17	2.67	4.81	إنماء
<b>Banks &amp; Financial Services</b>	<b>3.77</b>	<b>1.22</b>	<b>11.23</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	7.49	263.32	0.01	0.30	2.25	الطبية
Salam International	0.00	0.58	15.23	0.05	1.24	0.73	السلام
Medicare	4.17	1.79	21.77	0.28	3.70	6.25	الرعاية
Cinema	1.96	1.49	59.44	0.04	2.12	3.06	السينما
Qatar Fuel	5.42	1.94	15.86	1.08	9.25	16.44	قطر للوقود
Widam	0.00	3.19	0.00	-0.34	1.08	2.96	ودام
Mannai Corp.	1.83	2.61	0.00	-0.60	2.16	5.46	مجمع المناعي
Al Meera	3.10	1.83	14.96	0.95	7.59	14.11	الميرة
Baladna	0.00	1.24	37.51	0.04	1.18	1.48	بلدنا
<b>Consumer Goods &amp; Services</b>	<b>4.22</b>	<b>1.75</b>	<b>17.87</b>	<b>0.25</b>	<b>3.22</b>		<b>الخدمات والسلع الاستهلاكية</b>
Ind. Manf. Co.	4.53	0.78	8.54	0.32	3.71	2.87	التحويلية
National Cement Co.	7.50	0.89	12.14	0.35	4.71	3.97	الاسمنت
Industries Qatar	9.36	1.94	9.73	1.46	6.94	11.70	صناعات قطر
The Investors	0.00	1.65	20.38	0.11	1.41	2.22	المستثمرين
Electricity & Water	5.48	1.35	11.20	1.55	13.75	17.31	كهرباء وماء
Aamal	5.83	0.70	14.91	0.06	1.25	0.86	أعمال
Gulf International	5.05	1.04	12.49	0.16	1.94	1.97	الخليج الدولية
Mesaieed	5.73	1.48	15.14	0.14	1.39	1.92	مسعيد
Investment Holding	0.00	1.65	20.38	0.11	1.41	2.22	استثمار القابضة
QAMCO	6.99	1.10	9.17	0.16	1.22	1.27	قامكو
<b>Industrials</b>	<b>7.48</b>	<b>1.34</b>	<b>10.85</b>	<b>0.38</b>	<b>2.68</b>		<b>الصناعات</b>
Qatar Insurance	0.00	0.95	25.67	0.02	2.40	2.34	قطر
Doha Insurance	6.41	1.03	8.64	0.20	2.30	2.30	الدوحة
General Insurance	0.00	0.28	0.00	-0.61	5.19	1.48	العامه
Alkhaleej Takaful	3.50	1.33	12.55	0.20	2.16	2.83	الخليج التكافلي
Islamic Insurance	5.11	3.14	11.77	0.73	3.04	8.70	الإسلامية
QLM	4.17	1.86	13.39	0.24	1.62	2.90	كيو إل إم
<b>Insurance</b>	<b>1.48</b>	<b>0.85</b>	<b>0.00</b>	<b>0.01</b>	<b>2.33</b>		<b>التأمين</b>
United Dev. Company	4.68	0.38	10.52	0.11	3.14	1.18	المتحدة للتنمية
Barwa	6.72	0.48	8.78	0.29	5.47	2.58	بروة
Ezdan Holding	0.00	0.91	1256.04	0.00	1.26	1.14	إزدان القابضة
Mazaya	0.00	0.92	23.82	0.04	0.88	0.82	مزايا
<b>Real Estate</b>	<b>4.64</b>	<b>0.48</b>	<b>11.58</b>	<b>0.05</b>	<b>1.90</b>		<b>العقارات</b>
Ooredoo	3.85	1.50	13.83	0.74	7.59	11.49	Ooredoo
Vodafone Qatar	5.43	1.71	14.66	0.12	1.14	1.83	فودافون قطر
<b>Telecoms</b>	<b>4.23</b>	<b>1.50</b>	<b>13.71</b>	<b>0.44</b>	<b>3.92</b>		<b>الاتصالات</b>
Qatar Navigation	3.36	0.73	11.42	0.89	14.12	10.21	الملاحة
Gulf warehousing Co	2.93	0.89	8.15	0.41	3.81	3.38	مخازن
Nakilat	3.04	2.13	15.84	0.26	2.03	4.15	ناقلات
<b>Transportation</b>	<b>3.16</b>	<b>1.17</b>	<b>13.62</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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