

October 16, 2022

## GLOBAL MARKETS

Indices	Closing Level	Change		Performance	
		Value	(%)	MTD (%)	YTD (%)
<b>Global</b>					
S&P 500	3,583.1	(86.8)	(2.4)	(0.1)	(24.8)
Dow Jones Ind. Average	29,634.8	(403.9)	(1.3)	3.2	(18.4)
Nasdaq 100	10,692.1	(341.5)	(3.1)	(2.5)	(34.5)
FTSE 100	6,858.8	8.5	0.1	(0.5)	(7.1)
DAX 30	12,437.8	82.2	0.7	2.7	(21.7)
CAC 40	5,931.9	52.7	0.9	2.9	(17.1)
BIST 100	3,627.0	73.5	2.1	14.1	95.2
Nikkei	27,090.8	853.3	3.3	4.4	(5.9)
Hang Seng	16,587.7	198.6	1.2	(3.7)	(29.1)
Shanghai Composite	3,072.0	55.6	1.8	1.6	(15.6)
BSE Sensex	57,920.0	684.6	1.2	0.9	(0.6)
<b>GCC</b>					
QE Index	12,718.3	(132.2)	(1.0)	0.2	9.4
Saudi Arabia (TASI)	11,421.8	(129.6)	(1.1)	0.1	1.2
UAE (ADX)	9,776.1	79.2	0.8	0.3	15.2
UAE (DFM)	3,376.6	27.1	0.8	1.1	5.7
Kuwait (KSE)	6,987.2	(27.2)	(0.4)	(1.7)	(0.8)
Oman (MSM)	4,541.4	(2.3)	(0.1)	0.3	10.0
Bahrain (BAX)	1,867.6	(7.5)	(0.4)	(0.8)	3.9
MSCI GCC	740.8	1.5	0.2	0.1	0.1
Dow Jones Islamic	4,470.8	(71.3)	(1.6)	(1.0)	(30.7)
<b>Commodity</b>					
Brent (USD/bbl)	91.6	(2.9)	(3.1)	4.2	17.8
WTI (USD/bbl)	85.6	(3.5)	(3.9)	7.7	13.8
Natural Gas (USD/mmBTU)	6.5	(0.3)	(4.3)	(4.6)	73.0
Gold Spot (USD/t oz.)	1,641.7	(28.3)	(1.7)	(1.2)	(10.2)
Copper (USD/lb)	3.5	(0.0)	(0.5)	0.2	(22.5)

Source: Refinitiv Eikon

## QATAR MARKET OVERVIEW

GCC Fundamentals	P/E (x)	P/B (x)	Dividend Yield (%)	Value Traded (USD mn)
Qatar All Share	14.2	1.5	3.5	123.7
DSM 20	14.0	1.6	3.6	104.8
Saudi Arabia (TASI)	18.7	2.7	2.9	1,039.5
UAE (ADX)	20.1	2.7	2.1	248.5
UAE (DFM)	9.4	1.1	3.2	86.2
Kuwait (KSE)	12.4	1.6	2.9	158.0
Oman (MSM)	12.3	0.9	4.7	1.3
Bahrain (BAX)	7.1	1.0	0.0	1.3

Source: Refinitiv Eikon

Qatar Trading Activity	Close Price	1D Change		Performance		Vol. ('000)	P/E TTM
		Value	(%)	YTD	YoY (%)		
<b>Top Gainers</b>							
AAMAL HOLDING	1.1	0.0	4.5	4.5	11.3	1,188.6	21.5
QLM LIFE	5.2	0.1	2.0	3.0	8.0	14.0	19.2
ZAD HOLDING	17.9	0.3	2.0	12.5	19.7	19.8	26.9
VODAFONE QATAR	1.7	0.0	1.5	(1.0)	(0.7)	2,346.8	17.0
BARWA REAL EST	3.4	0.0	1.4	10.1	6.2	6,031.0	11.7
<b>Top Losers</b>							
NAT LEASING CO	1.0	(0.0)	(4.2)	1.9	(11.9)	17,147.2	47.6
LESHA BANK	1.3	(0.0)	(3.1)	(17.2)	(19.4)	4,859.3	6.9
ALKHALEJ GROU	3.1	(0.1)	(2.3)	(14.8)	(32.9)	501.1	19.5
MESAIIEED PETRO	2.4	(0.1)	(2.2)	15.0	(0.2)	2,677.9	15.2
QNB	19.6	(0.4)	(2.0)	(2.9)	(1.2)	2,020.2	14.0

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

## MARKET COMMENTARY

### Global

Wall Street stocks closed sharply lower on Friday as investors worried about inflation and rising interest rates. The DJIA fell 1.3%, the S&P 500 lost 2.4% and the Nasdaq 100 dropped 3.1%.

European shares gained marking an upbeat end to the week, helped by an initial boost after the British government's turnaround on tax cuts, but this faded due to continued uncertainty about its fiscal stance. The region wide STOXX 600 index closed up 0.6%.

Japan's Nikkei index jumped 3.3%, its biggest daily percentage gain since March, supported by a strong performance from Fast Retailing Co Ltd, while investors appeared to shrug off US inflation print that fueled bets for an oversized Fed rate hike next month. China stocks clocked their biggest gains in five-and-a-half months, after China's central bank chief promised stronger support for the real economy.

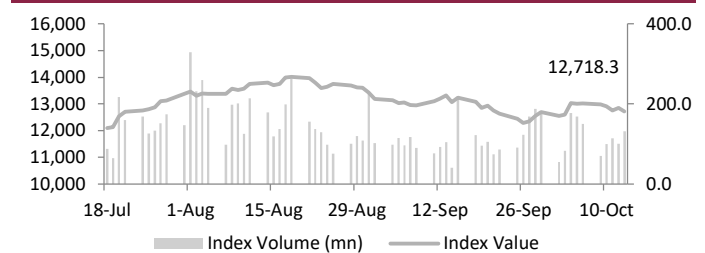
### GCC

Stock markets in UAE closed mixed on Friday, in line with global equities, as higher growth in the rental market improved investor sentiment. Saudi Arabia's benchmark index dropped 1.1%, hit by a 1.4% fall in Retail Urban Development Co and a 1.2% decrease in Al Rajhi Bank. Dubai's main share index closed 0.8% higher, as Emaar Properties gained 2.5%, while Emirates NBD Bank increased 0.8%. In Abu Dhabi, the index advanced 0.8%, bolstered by a 5.2% gain in investment firm Multiply Group and a 3.3% jump in Aldar Properties.

### Qatar

Qatar benchmark index ended the day 1% lower, hit by National Leasing (-4.2%) and Lesha Bank (-3.1%) were the top losers of the day. Out of the 44 traded stocks, 11 advanced, 31 declined and 2 remained unchanged. Total traded volume in the market was lower than the previous trading session. The Telecoms index up 1% and the Real Estate index advanced 0.04% while the Industrials index down 1.4%.

### Qatar DSM Index



Source: Refinitiv Eikon

QE Sector Indices	Closing Level	1D Change (%)
Banks & Financial Services	5,274.8	(1.3)
Consumer Goods & Services	8,725.1	(0.2)
Industrials	4,585.1	(1.4)
Insurance	2,567.7	(0.2)
Real Estate	1,817.9	0.0
Telecoms	1,346.0	1.0
Transportation	4,586.3	(0.6)

Source: Refinitiv Eikon

Qatar Trading Summary	Buy (%)	Sell (%)
Qatari Individuals	37.8	36.5
Qatari Institutions	26.0	28.2
<b>Qatari – Total</b>	<b>63.9</b>	<b>64.7</b>
Foreign Individuals	13.6	12.8
Foreign Institutions	22.5	22.4
<b>Foreign – Total</b>	<b>36.2</b>	<b>35.3</b>

Source: Qatar Exchange

October 16, 2022

## GLOBAL NEWS

- ▶ In September, retail sales in the US were unexpectedly flat, as consumers reduced their purchases of automobiles and other large-ticket items such as electronics and appliances in the face of persistently high inflation and rapidly rising interest rates. (Source: Reuters)
- ▶ US energy companies added oil and natural gas rigs for the fourth time in five weeks, as production growth slows despite relatively high oil prices. The number of oil and gas rigs, an early indicator of future output, increased by seven to 769 last week. (Source: Reuters)
- ▶ British government officials are in talks with major American liquefied natural gas suppliers about a deal to boost energy imports ahead of a winter surge in demand. (Source: Reuters)
- ▶ Two days after Berlin rejected his initial offer, Russian President Vladimir Putin said that Germany was unlikely to accept Russian gas from the one remaining undamaged line of the Nord Stream 2 pipeline. (Source: Reuters)
- ▶ Following procurement concerns raised by Russia's offensive in Ukraine, Japan's Cabinet approved bills to revise laws to ensure stable supply and demand for liquefied natural gas in the event of an energy crisis. (Source: Mainichi)
- ▶ Despite headwinds from geopolitical tensions and weaker overseas demand, policymakers and trade watchers are confident that China's foreign trade will grow steadily in the long run, as the country takes additional steps to ensure global supply chains operate smoothly. (Source: China Daily)
- ▶ The Chinese Semiconductor Industry Association said that the latest restrictions imposed by the US Department of Commerce on US-based hardware manufacturers selling advanced chips and chip-making equipment to China are arbitrary and interfere with international trade. (Source: China Daily)
- ▶ Official data show that sales of residential properties in Turkey fell by nearly 23% YoY in September, with purchases by foreigners also falling despite an influx of Russian citizens. (Source: Daily Sabah)

## GCC NEWS

- ▶ According to an IMF official, the Middle East is expected to grow at 5% this year, up from 4.1% in 2021, but will slow to 3.6% next year due to worsening global conditions. Inflation for the region was projected at 14.2% in 2022 and is expected to remain elevated next year. (Source: Zawya)
- ▶ EQT has announced that the EQT Infrastructure III and IV funds have agreed to sell a minority stake in GlobalConnect to Mubadala Investment Company. It plays an important role in providing critical digital infrastructure solutions to the societies in which it operates. (Source: Emirates News Agency)
- ▶ Takaful Emarat will be merged into Arab Islamic Insurance, with Salama surviving. In a stock market statement, the Islamic insurer revealed the details of its merger, as well as a related party matter in a second proposed transaction with AMAN. (Source: Zawya)
- ▶ VUZ, a content library app based in the UAE, has raised USD 20mn in series B funding to support its expansion plans. In addition to launching new products, the company is expanding into eight new international markets because of its global partnership and integration with Telecom Operators. (Source: Arab News)
- ▶ In September, residential rental growth in Dubai reached new highs, increasing 26.6% YoY, with prices in some areas now higher than their previous peak, but the emirate still has some way to go before prices surpass their late 2014 peak. (Source: Zawya)

- ▶ Arabian Cement Company stated that the recent prime ministerial decision to raise natural gas prices for cement producers would have a limited impact on it in the short term. The decision will also consider the company's need for hard currency to secure energy sources in the medium and long term. (Source: Arab Finance)
- ▶ A consortium of Indian oil companies is looking to buy a stake in an ADNOC hydrocarbon asset. ONGC Videsh Ltd leads the consortium, which includes Indian Oil Corporation Ltd, Bharat Petro Resources Ltd, and Oil India Ltd. (Source: Zawya)
- ▶ Saudi Arabia's CPI increased 3.1% YoY in September, according to official data released, following a 3% increase in August. The General Authority for Statistics said in a statement that food and beverage prices, as well as transportation prices, rose 4.3% in September. (Source: Zawya)
- ▶ Banque Saudi Fransi intends to establish a corporate venture capital fund to invest in financial technology startups, according to reports. The rise of the Saudi fintech sector is forcing traditional banks to collaborate rather than compete with startups. (Source: Zawya)
- ▶ Demand for cement in Saudi Arabia is expected to rise due to ongoing megaproject construction, but more efforts are needed to reduce carbon emissions, according to the deputy minister for mining development. (Source: Arab News)
- ▶ Despite rising inflationary trends elsewhere in the world, the Central Bank of Oman has reiterated that inflation in the Sultanate of Oman is expected to remain largely normal, not least because of strong oil revenues which have enabled the Omani government to tackle inflationary pressures through targeted interventions. (Source: Oman Observer)
- ▶ In the 8M-22, Oman posted a budget surplus of OMR 1.09bn (USD 2.8bn), compared to a deficit of more than OMR 1bn in the same period in 2021. Oman, one of the Gulf's weaker economies with far lower oil production than its neighbors, achieved a budget surplus in the H1-22. (Source: Zawya)
- ▶ According to the Central Bank of Bahrain's latest transaction report, consumers are increasingly going cashless, with digital payments increasing by 24.6% YoY and ATM cash withdrawals decreasing by 9.81%. (Source: Gulf News)
- ▶ The IMF has raised its forecast for Kuwait's economic growth in 2022 from previous estimates, implying that it will have the highest growth rate in the Gulf this year. The IMF forecasted 8.7% growth in Kuwait's real GDP this year in its report on growth prospects. (Source: Arab times)

## QATAR NEWS

- ▶ Qatar is seeing an increase in the number of startups because the country has a strong ecosystem and is taking the right approach to open innovation, according to panelists at a recent online event. (Source: The Peninsula)
- ▶ QatarEnergy has agreed to buy QEWC's 49% stake in their joint venture Siraj Energy, transforming it into a wholly owned subsidiary of the state energy company. As part of the energy transition goals, the LNG exporter intends to shift its focus to renewables. (Source: Zawya)
- ▶ Estithmar Holding has announced the signing of three MoUs with Kazakhstan Investment Development Fund Management Company to collaborate on the establishment of hospitality, healthcare, and public-private partnership projects in Kazakhstan. (Source: The Peninsula)
- ▶ According to a senior official, Qatar has issued a slew of legislation and laws in recent years that have aided economic development and attracted more foreign capital in a variety of sectors. (Source: The Peninsula)

October 16, 2022

## FX RATES

Currencies	Value	Currencies	Value
EUR/USD	0.9749	USD/QAR	3.6415
USD/JPY	148.7400	EUR/QAR	3.5501
GBP/USD	1.1200	JPY/QAR	0.0245
USD/CHF	1.0051	GBP/QAR	4.0785
USD/CAD	1.3880	CHF/QAR	3.6230
AUD/USD	0.6196	CAD/QAR	2.6236
NZD/USD	0.5563	AUD/QAR	2.2563
USD/INR	81.8400	INR/QAR	0.0445
USD/TRY	18.5585	TRY/QAR	0.1962
USD/ZAR	18.3542	ZAR/QAR	0.1984
USD/BRL	5.3252	BRL/QAR	0.6838

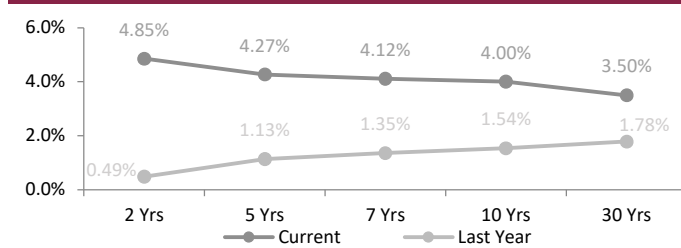
Source: Refinitiv Eikon

## INTERBANK OFFERING & US SWAP RATES

Duration	Overnight	1 Week	1 Month	3 Month	1 Year
LIBOR	3.07	0.08	3.44	4.19	5.28
EURIBOR	(0.65)	0.65	0.89	1.40	2.68
QAIBOR	2.25	2.25	2.35	2.45	2.75
SAIBOR	4.06	3.99	4.50	4.86	5.49
EIBOR	3.03	3.21	3.41	3.78	4.55
BMIBOR	3.87	4.05	4.80	5.00	5.71
KIBOR	1.88	2.63	2.81	3.19	3.88

Source: Refinitiv Eikon

## US Swap Rates



Source: Refinitiv Eikon

## GCC COMPANY RESULTS

Company Name	Revenues (mn)	YoY (%)	QoQ (%)	Net Profit (mn)	YoY (%)	QoQ (%)
Salalah Mills Company	18.0	47.6	1.7	0.2	NA	-48.1
Raysut Cement Company	12.1	-55.6	-11.8	NA	NA	NA
Construct Material Inds & Const	0.7	-23.1	-3.2	NA	NA	NA
Oman National Engn & Inv Co	NA	NA	NA	1.5	1213.6	180.3
Muscat Insurance	NA	NA	NA	-0.1	NA	NA
Renaissance Services	29.4	5.3	-0.9	NA	NA	NA
Al Fajar Al Alamia Co	2.2	-26.4	-28.8	NA	NA	NA
Omani Qatari Telecom Co	68.0	19.8	5.7	4.5	83.4	-13.4
SMN Power Holding	19.1	-38.0	-12.2	3.7	16.5	17.6
Al Suwadi Power Co	26.7	0.6	-6.0	NA	NA	NA
Al Batinah Power Co	26.0	27.7	7.6	NA	NA	NA
Sembcorp Salal Powr & Watr Co	18.1	2.2	-13.1	NA	NA	NA
Phoenix Power Co	51.5	2.3	0.7	NA	NA	NA
Dhofar Generating Co	11.8	4.5	-24.2	NA	NA	NA
Gulf Mushroom Products	2.3	21.2	-5.5	0.2	20.2	-64.2
Salalah Port Services Co	17.8	7.5	-0.5	0.7	-46.3	44.1

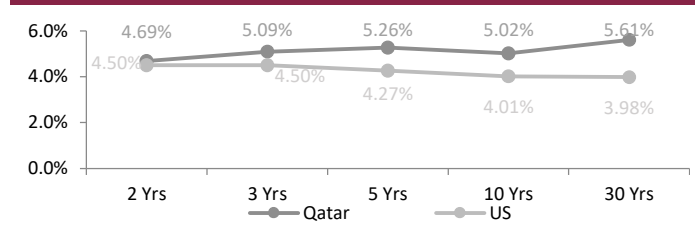
Source: Refinitiv Eikon; Note: All figures are in local currency

## FX Commentary

The USD remained the haven as US retail sales were unexpectedly unchanged in September as stubbornly high inflation and rapidly rising interest rates crimp demand for goods. The US Dollar rose 0.8% at 113.31. The EUR/USD traded down 0.6% at 0.9719 after Germany's wholesale price index surged in September. The GBP/USD went down 1.4% at 1.1170 after British Prime Minister fired her finance minister and scrapped parts of their economic package that has caused havoc in UK financial markets. The USD/JPY traded up 1% at 148.74 as Traders are once again on the lookout for any potential action from Japan's financial authorities to stem the currency's slide. The USD/CNY traded up 0.3% at 7.1859 after data showed Chinese CPI inflation rose to its highest level since April 2020. The USD/CAD went up 1% at 1.3880. The risk-sensitive AUD/USD traded down 1.6% at 0.6196 and the NZD/USD traded down 1.2% at 0.5563.

## 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	21.5	5.9	Turkey	765.1	182.4
UK	47.6	34.4	Brazil	298.5	82.5
Germany	27.5	13.5	Egypt	1,292.7	699.7
France	35.0	9.0	Abu Dhabi	66.1	19.1
Italy	174.0	74.0	Bahrain	318.3	25.5
Greece	196.2	76.0	Dubai	127.9	29.9
Russia	12,840.2	(103.0)	Qatar	64.6	13.3
Japan	28.0	9.7	Saudi Arabia	76.0	24.8

Source: Refinitiv Eikon, worldgovernmentbonds.com

October 16, 2022

**QSE MAIN FINANCIAL INDICATORS (as on 13th October 2022)**

Company	Dividend Yield (%)	P/B Ratio (x)	P/E Ratio (x)	EPS (QR)	BV/Share (QR)	Stock Price (QR)	Company
QNB	2.81	1.73	14.04	1.32	10.71	19.60	QNB
Qatar Islamic Bank	2.35	2.29	16.18	1.42	10.47	24.50	المصرف الإسلامي
Comm. Bank of Qatar	2.23	1.19	13.52	0.50	5.95	7.17	البنك التجاري
Doha Bank	3.25	0.51	9.48	0.23	4.60	2.31	بنك الدوحة
Ahli Bank	3.57	1.35	14.86	0.27	2.89	4.00	الاهلي
Intl. Islamic Bank	3.30	2.00	18.68	0.59	5.75	11.38	الدولي
Rayan	4.25	1.56	20.01	0.22	3.20	4.00	الريان
Qatar First Bank (QFC)	0.00	1.35	6.88	0.20	0.72	1.30	الأول QFC
National Leasing	0.00	0.71	47.64	-0.04	1.35	0.96	الاجارة
Dlala	0.00	1.85	40.09	0.07	1.74	1.47	دلالة
Qatar Oman	1.43	0.79	132.89	0.02	0.93	0.70	قطروعمان
Inma	0.90	2.09	31.46	0.11	2.57	5.54	إنماء
<b>Banks &amp; Financial Services</b>	<b>2.86</b>	<b>1.64</b>	<b>15.09</b>	<b>0.69</b>	<b>4.73</b>		<b>البنوك والخدمات المالية</b>
Zad Holding Company	3.46	3.57	26.95	0.69	5.60	17.90	زاد
Qatar German Co. Med	0.00	6.27	160.38	0.01	0.28	1.85	الطبية
Salam International	0.00	0.60	18.96	0.05	1.36	0.84	السلام
Medicare	3.57	1.96	23.76	0.28	3.66	7.00	الرعاية
Cinema	1.87	1.46	80.98	0.03	2.24	3.21	السينما
Qatar Fuel	4.03	2.05	17.94	0.98	9.09	18.88	قطر للوقود
Widam	0.00	1.84	0.00	-0.37	1.54	2.80	ودام
Mannai Corp.	4.32	1.52	26.81	0.61	4.81	6.94	مجمع المناعي
Al Meera	5.02	2.42	19.35	0.98	7.75	17.94	الميرة
Baladna	3.17	1.43	33.46	0.07	1.19	1.67	بلدنا
<b>Consumer Goods &amp; Services</b>	<b>3.82</b>	<b>1.96</b>	<b>20.36</b>	<b>0.34</b>	<b>3.50</b>		<b>الخدمات والسلع الاستهلاكية</b>
Ind. Manf. Co.	3.35	0.98	10.23	0.29	3.57	3.58	التحويلية
National Cement Co.	6.45	1.00	13.33	0.34	4.67	4.65	الاسمنت
Industries Qatar	5.84	2.66	10.37	1.34	6.53	17.11	صناعات قطر
The Investors	0.00	1.51	30.45	0.03	0.92	1.92	المستثمرين
Electricity & Water	4.57	1.44	14.07	1.33	10.74	17.50	كهرباء وماء
Aamal	4.41	0.93	21.50	0.05	1.25	1.13	أعمال
Gulf International	0.00	1.01	15.52	0.03	1.75	1.86	الخليج الدولية
Mesaieed	4.58	1.81	15.18	0.15	1.36	2.40	مسعيد
Investment Holding	0.00	1.51	30.45	0.03	0.92	1.92	استثمار القابضة
QAMCO	4.56	1.50	8.46	0.15	1.14	1.76	قامكو
<b>Industrials</b>	<b>5.18</b>	<b>1.93</b>	<b>11.49</b>	<b>0.37</b>	<b>2.63</b>		<b>الصناعات</b>
Qatar Insurance	4.23	0.75	13.09	0.16	3.40	2.36	قطر
Doha Insurance	5.99	0.85	10.80	0.15	2.38	2.01	الدوحة
General Insurance	0.00	0.32	22.93	0.11	5.86	1.86	العامه
Alkhaleej Takaful	2.45	1.45	19.54	0.16	2.07	3.07	الخليج التكافلي
Islamic Insurance	4.54	3.19	13.26	0.57	2.83	8.82	الإسلامية
QLM	4.23	3.42	19.21	0.30	1.77	5.20	كيو إل إم
<b>Insurance</b>	<b>4.29</b>	<b>0.86</b>	<b>13.56</b>	<b>0.22</b>	<b>2.47</b>		<b>التأمين</b>
United Dev. Company	3.85	0.46	14.14	0.09	3.11	1.43	المتحدة للتنمية
Barwa	5.19	0.63	11.73	0.29	5.36	3.37	بروة
Ezdan Holding	0.00	1.04	228.07	0.00	1.22	1.30	إزدان القابضة
Mazaya	0.00	1.00	0.00	-0.21	0.85	0.87	مزايا
<b>Real Estate</b>	<b>3.75</b>	<b>0.60</b>	<b>14.62</b>	<b>0.04</b>	<b>1.86</b>		<b>العقارات</b>
Ooredoo	3.22	1.25	12.06	0.01	6.63	9.33	Ooredoo
Vodafone Qatar	3.63	1.53	17.04	0.08	1.09	1.65	فودافون قطر
<b>Telecoms</b>	<b>3.32</b>	<b>1.43</b>	<b>13.01</b>	<b>0.19</b>	<b>3.47</b>		<b>الاتصالات</b>
Qatar Navigation	2.97	0.74	12.39	0.64	12.96	10.11	الملاحة
Gulf warehousing Co	2.37	1.17	10.69	0.38	3.53	4.22	مخازن
Nakilat	2.96	2.24	15.54	0.24	1.58	4.06	ناقلات
<b>Transportation</b>	<b>2.93</b>	<b>1.30</b>	<b>13.84</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.

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