

July 04, 2023

GLOBAL MARKETS

Indices	Closing Level	Change		Performance	
		Value	(%)	MTD (%)	YTD (%)
Global					
S&P 500	4,455.6	5.2	0.1	0.1	16.0
Dow Jones Ind. Average	34,418.5	10.9	0.0	0.0	3.8
Nasdaq 100	15,208.7	29.5	0.2	0.2	39.0
FTSE 100	7,527.3	(4.3)	(0.1)	(0.1)	1.0
DAX 30	16,081.0	(66.9)	(0.4)	(0.4)	15.5
CAC 40	7,386.7	(13.4)	(0.2)	(0.2)	14.1
BIST 100	6,015.3	256.2	4.4	4.4	9.2
Nikkei	33,753.3	564.3	1.7	1.7	29.4
Hang Seng	19,306.6	390.2	2.1	2.1	(2.4)
Shanghai Composite	3,244.0	41.9	1.3	1.3	5.0
BSE Sensex	65,205.1	486.5	0.8	0.8	7.2
GCC					
QE Index	10,181.1	(22.5)	(0.2)	1.1	(4.7)
Saudi Arabia (TASI)	11,545.1	51.2	0.5	0.8	9.5
UAE (ADX)	9,561.9	11.5	0.1	0.1	(6.4)
UAE (DFM)	3,878.5	86.5	2.3	2.3	16.3
Kuwait (KSE)	7,072.5	42.8	0.6	0.6	(3.0)
Oman (MSM)	4,792.0	17.6	0.4	0.5	(1.7)
Bahrain (BAX)	1,956.7	(1.2)	(0.1)	(0.1)	3.2
MSCI GCC	691.9	0.0	0.0	0.8	0.5
Dow Jones Islamic	5,709.8	5.7	0.1	0.1	18.2
Commodity					
Brent (USD/bbl)	74.7	(0.3)	(0.3)	(0.3)	(9.1)
WTI (USD/bbl)	69.8	(0.8)	(1.2)	(1.2)	(9.3)
Natural Gas (USD/mmBTU)	2.7	(0.1)	(3.2)	(3.2)	(32.1)
Gold Spot (USD/t oz.)	1,921.7	0.6	0.0	0.0	4.5
Copper (USD/lb)	3.8	0.0	1.0	1.0	0.3

Source: Refinitiv Eikon

QATAR MARKET OVERVIEW

GCC Fundamentals	P/E (x)	P/B (x)	Dividend Yield (%)	Value Traded (USD mn)
Qatar All Share	11.7	1.2	4.5	126.8
DSM 20	11.7	1.2	4.8	101.5
Saudi Arabia (TASI)	18.4	2.2	3.0	1,904.2
UAE (ADX)	16.0	2.4	2.3	248.5
UAE (DFM)	9.7	1.4	4.5	223.8
Kuwait (KSE)	16.3	1.4	3.1	233.4
Oman (MSM)	10.1	0.8	5.0	10.7
Bahrain (BAX)	7.4	0.8	6.6	1.1

Source: Refinitiv Eikon

Qatar Trading Activity	Close Price	1D Change Value	1D Change (%)	Performance YTD YoY (%)	Vol. ('000)	P/E TTM
Top Gainers						
WIDAM FOOD CO	2.2	0.2	10.0	9.5 (24.1)	3,461.0	NA
QATAR INS CO	2.3	0.1	5.9	21.7 (1.3)	401.2	25.7
DAMAAN ISL INS	3.8	0.1	3.2	4.3 NA	11.9	8.3
QA INDUS MANF	2.9	0.1	2.4	(8.1) (11.3)	2.0	8.8
DOHA INS CO	2.3	0.0	1.8	16.2 12.2	25.1	8.6
Top Losers						
NAT LEASING CO	0.8	(0.0)	(3.3)	17.2 (2.8)	8,411.4	19.9
LESHA BANK	1.5	(0.0)	(3.2)	30.9 26.1	7,072.0	21.7
UNITED DVLP MNT	1.2	(0.0)	(2.4)	(10.8) (16.7)	2,626.3	10.4
QATAR OMAN INV	0.7	(0.0)	(2.2)	28.2 (2.9)	1,302.7	73.4
SALAM INTL INV	0.7	(0.0)	(1.9)	15.8 (16.4)	7,231.4	14.9

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

MARKET COMMENTARY

Global

Wall Street's main indexes ended with slim gains in a holiday-shortened session on Monday, helped by a surge in Tesla and strength in bank shares as the second half of the year kicked off on a subdued note. The DJIA remained flat, the S&P index up 0.1% and the Nasdaq 100 added 0.2%.

European shares erased gains by the closing bell to finish lower, as AstraZeneca led falls among healthcare stocks that outweighed gains by Generali and among miners buoyed by hopes of more policy stimulus from China. The pan-European STOXX 600 index dipped 0.2%.

Japan's Nikkei share average closed at its highest level in 33 years, led by machinery makers, as a quarterly survey by the central bank signaled a recovery in corporate activities. The Nikkei index ended 1.7% higher. China stocks closed up on hopes of more policy easing after the country's central bank said it would implement prudent monetary policy in a precise and forceful manner to support economic growth and employment.

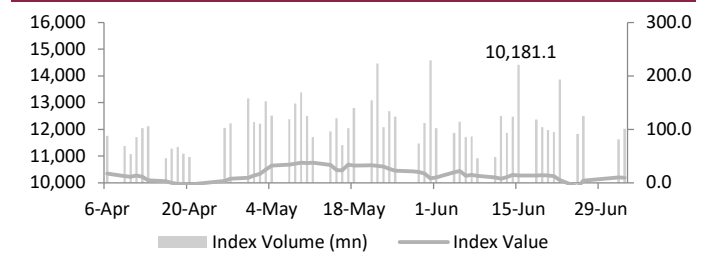
GCC

Most stock markets in the Gulf ended higher on Monday amid rising oil prices. Saudi Arabia's benchmark index rose 0.5%, driven by a 2.8% gain in Banque Saudi Fransi and a 2.4% increase in Etihad Etisalat Co ahead of trading ex-dividend. Dubai's main share index, which traded after a four-session break advanced 2.3%, buoyed by a 3.6% jump in Emaar Properties and a 3% rise in top lender Emirates NBD. In Abu Dhabi, the index added 0.1%.

Qatar

Qatari Stock index declined 0.2%, hit by the National Leasing (-3.3%) and the Lesha Bank (-3.2%) were the top losers of the day. Out of the 47 traded stocks, 19 advanced, 24 declined and 4 remained unchanged. Total traded volume in the market was lower than the previous trading session. The Insurance index went up 3.8% and the Transportation advanced by 1.3%, while Real Estate index declined by 0.7%.

Qatar DSM Index



Source: Refinitiv Eikon

QE Sector Indices	Closing Level	1D Change (%)
Banks & Financial Services	4,217.5	(0.6)
Consumer Goods & Services	7,842.3	(0.6)
Industrials	3,759.3	(0.1)
Insurance	2,494.3	3.8
Real Estate	1,537.2	(0.7)
Telecoms	1,664.4	1.1
Transportation	4,929.9	1.3

Source: Refinitiv Eikon

Qatar Trading Summary	Buy (%)	Sell (%)
Qatari Individuals	28.4	25.0
Qatari Institutions	20.1	25.3
Qatari - Total	48.5	50.3
Foreign Individuals	17.8	17.4
Foreign Institutions	33.7	32.3
Foreign - Total	51.5	49.7

Source: Qatar Exchange

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GLOBAL NEWS

- ▶ US manufacturing slumped further in June, reaching levels last seen when the nation was reeling from the initial wave of the COVID-19 pandemic, but price pressures at the factory gate continued to deflate, a silver lining for the economy. (Source: Reuters)
- ▶ Global manufacturing activity fell in June, according to business surveys, as slow demand in China and Europe clouded the outlook for exporters. (Source: Reuters)
- ▶ Construction investment in the US climbed more than expected in May, driven by a severe lack of available homes. According to the Commerce Department, construction spending increased by 0.9% in May after increasing by 0.4% in April. (Source: Reuters)
- ▶ The British public's expectations for inflation over the coming year rose in June but long-run expectations eased, according to a survey that will feed into the Bank of England's next debate about how high it needs to raise interest rates. (Source: Reuters)
- ▶ The average land price in Japan increased 1.5% YoY in 2023, marking the second straight year of growth, according to official statistics released, adding to signals that the economy is rebounding from the coronavirus outbreak. (Source: Mainichi)
- ▶ The Bank of Japan said that business confidence among major Japanese manufacturers increased in June for the first time in seven quarters, climbing to 5 from 1 in March, as COVID-related supply bottlenecks eased, and raw material costs fell. (Source: Reuters)
- ▶ New home prices in China edged down in June from the previous month, marking a second straight month of declines, and housing sales are likely to remain weak over the summer when demand is usually at a low ebb, according to a private survey. (Source: Cina Daily)
- ▶ China's factory activity growth slowed in June, a private sector survey showed, with sentiment waning and recruitment cooling as firms grew increasingly concerned about sluggish market conditions. (Source: China Daily)
- ▶ According to polls, Turkey's annual CPI is projected to have resumed its downward trend in June, but the monthly estimate is predicted to stay stubbornly high. Annual inflation is estimated to have slowed to roughly 39.47% this week, down from 39.59% in May. (Source: Daily Sabah)

GCC NEWS

- ▶ Despite the geopolitical implications that the global economy is currently facing, the UAE economy is poised for stronger growth, recovery, and prosperity in the H2-23, backed by a track record of economic successes that has resulted in the UAE's designation as an innovation-driven economy. (Source: Zawya)
- ▶ The UAE will set up a new federal ministry of investment to develop the Gulf state's investment strategy both globally and domestically as it contends with growing economic competition from neighbors. (Source: Zawya)
- ▶ JD Sports, a British sportswear retailer, plans to open 50 outlets in the MENA area through a franchise deal with Dubai-based GMG. The firm, which trades on the London Stock Exchange as JD Sports Fashion, stated that it will establish 50 stores in the area through a franchise arrangement, beginning with the UAE, Saudi Arabia, Kuwait, and Egypt, by 2028. (Source: Zawya)
- ▶ According to Iraqi News Agency, Saudi Arabia and the UAE have agreed to allocate USD 6bn for growing international commerce and investment in Iraq. The Federation of Iraqi Chambers of Commerce also stated that it has decided to establish business councils of the Kingdom and the UAE in the country. (Source: Zawya)

- ▶ ADNOC Gas plc, a subsidiary of Abu Dhabi National Oil Company, announced on Monday the award of USD 1.34bn in contracts to extend its new natural gas pipeline network in the UAE's northern area. (Source: Zawya)
- ▶ The PIF of Saudi Arabia and the ADQ of the UAE have reported the greatest increase in the Global Sovereign Wealth Fund's governance, sustainability, and resilience scorecard for 2023. According to a wealth fund tracker study, 69 funds had improved ratings in both 2022 and 2023, 94 remained same, and just 22 received worse ratings. (Source: Khaleej Times)
- ▶ Average building costs in Riyadh are currently less than half of New York, but the Saudi capital is one of two markets in a global survey that are overheating, boosted by strong pipelines, and straining under robust activity levels. (Source: Trade Arabia)
- ▶ Suhail bin Mohammed Al Mazrouei, Minister of Energy and Infrastructure stated that the OPEC and its allies in OPEC+ always strive to maintain market fundamental balance between supply and demand to avoid an accumulation of global oil inventories, which could lead to market instability and speculative activity. (Source: Trade Arabia)
- ▶ Saudi Arabia and Russia, the world's biggest oil exporters, deepened oil cuts, sending prices higher despite concerns over a global economic slowdown. (Source: Reuters)
- ▶ During global upheaval and violence, the Sultanate of Oman achieved an amazing rise in the newest Global Peace Index for 2023. Oman is presently placed 48th out of 163 nations in the world, with a total score of 1.794, and third in the MENA region, reflecting the country's substantial progress amidst worldwide peace worsening. (Source: Times of Oman)
- ▶ According to the most recent statistics from the National Center for Statistics and Information, revenues at 3–5-star hotels in the Sultanate of Oman increased by 34.7% at the end of May 2023 to reach OMR 98.426mn, up from OMR 73.058mn during the same time in 2022. (Source: Times of Oman)
- ▶ According to a bourse filing, Tihama Advertising and Public Relations Company concluded the merger of the J. Walter Thompson MENA company with the Wunderman MENA business on June 23, 2023. The transaction will result in Wunderman Thompson MENA EC, a holding company located in Bahrain. (Source: Arab News)
- ▶ Bahrain has signed a MoU with the UK for strategic investments and partnerships that would see the Gulf state's private sector spend GBP 1bn (USD 1.3bn) in the UK, according to the Bahraini crown prince's social media account. (Source: Gulf News)

QATAR NEWS

- ▶ Qatar's debt-to-GDP ratio is likely to shrink further as the economy recovers, according to Allianz Trade, who also stated that the country's fiscal buffers remain strong. Over the last decade, Qatar's budgetary breakeven price has varied between USD 35 and USD 55 per barrel of crude oil. (The Peninsula)
- ▶ Travel spending in Qatar surged 28% YoY to QAR 13.1bn Qatari riyals (USD 3.59bn) in the first quarter of 2023, driven by a boom in social, cultural, and other activities. (Source: Gulf News)
- ▶ Qatar Chamber is aiming to maximize the use of innovation, an upcoming state-of-the-art headquarters, and an effective communication strategy to fulfil the objectives laid out by its new board of directors. (Source: The Peninsula)
- ▶ Qatar is gradually converging towards the performance of developed countries in United Nations Conference on Trade and Development' Productive Capacities Index, a report by UNCTAD has shown. (Source: Gulf News)

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FX RATES

Currencies	Value	Currencies	Value
EUR/USD	1.0941	USD/QAR	3.6438
USD/JPY	144.6600	EUR/QAR	3.9867
GBP/USD	1.2721	JPY/QAR	0.0252
USD/CHF	0.8964	GBP/QAR	4.6353
USD/CAD	1.3247	CHF/QAR	4.0649
AUD/USD	0.6670	CAD/QAR	2.7507
NZD/USD	0.6151	AUD/QAR	2.4304
USD/INR	81.4400	INR/QAR	0.0447
USD/TRY	25.9059	TRY/QAR	0.1407
USD/ZAR	18.7378	ZAR/QAR	0.1945
USD/BRL	4.8077	BRL/QAR	0.7579

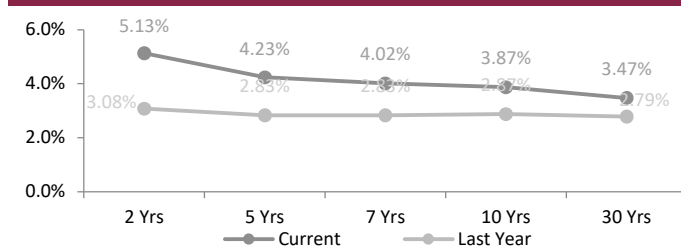
Source: Refinitiv Eikon

INTERBANK OFFERING & US SWAP RATES

Duration	Overnight	1 Week	1 Month	3 Month	1 Year
LIBOR	5.06	0.08	5.22	5.55	6.04
EURIBOR	(0.65)	3.36	3.40	3.58	4.13
QAIBOR	5.60	5.60	5.75	6.00	6.25
SAIBOR	5.70	5.55	5.65	5.92	5.92
EIBOR	5.06	5.10	5.19	5.15	5.50
BMIBOR	5.82	6.07	6.76	6.63	6.78
KIBOR	2.31	3.63	3.94	4.19	4.63

Source: Refinitiv Eikon

US Swap Rates



Source: Refinitiv Eikon

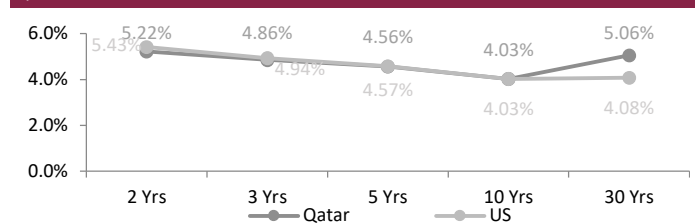
FX Commentary

The USD was little changed on Monday against a basket of major trading currencies and gained against a yen that's under intervention watch after the Japanese finance minister warned last week of excessive moves in the currency market. The US Dollar index was up 0.01% at 102.97.

The EUR/USD traded up 0.03% at 1.0911 ahead of the release of manufacturing PMI data for most of Europe. The GBP/USD went down 0.02% at 1.2691 as traders continued to price in more rate hikes from the BoE as the country's inflation rate remained at 8.7% in May. The USD/JPY traded up 0.2% at 144.66 after data showed Japan's factory activity contracted in June. The USD/CNY traded down 0.2% at 7.2400. The USD/CAD went down 0.03% at 1.3247. The risk-sensitive AUD/USD traded up 0.2% at 0.6670 and the NZD/USD traded up 0.3% at 0.6151.

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	4.7	Turkey	482.0	(23.5)
UK	28.2	0.4	Brazil	176.0	(79.0)
Germany	13.5	(5.5)	Egypt	1,566.9	770.1
France	26.0	(1.5)	Abu Dhabi	37.0	(6.8)
Italy	90.6	(36.5)	Bahrain	253.7	27.8
Greece	68.1	(63.7)	Dubai	76.2	(8.0)
Russia	13,775.2	0.0	Qatar	37.2	(11.0)
Japan	16.6	(10.8)	Saudi Arabia	57.4	(3.3)

Source: Refinitiv Eikon, worldgovernmentbonds.com

ECONOMIC CALENDAR

Time	Country	Event	Period	Survey	Prior
16:30	Canada	S&P Global Mfg PMI SA	Jun	NA	49.0
03:30	Japan	JibunBK Comp Op Final SA	Jun	NA	52.3
03:30	Japan	JibunBK SVC PMI Final SA	Jun	NA	54.2
09:45	France	Industrial Output MoM	May	-0.2%	0.8%
09:00	Russia	S&P Global Services PMI	Jun	NA	54.3
10:50	France	S&P Global Serv PMI	Jun	48.0	48.0
10:50	France	HCOB Composite PMI	Jun	47.3	47.3
10:55	Germany	HCOB Services PMI	Jun	54.1	54.1
10:55	Germany	HCOB Composite Final PMI	Jun	50.8	50.8

Source: Refinitiv Eikon

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QSE MAIN FINANCIAL INDICATORS (as on 03rd July 2023)

Company	Dividend Yield (%)	P/B Ratio (x)	P/E Ratio (x)	EPS (QR)	BV/Share (QR)	Stock Price (QR)	Company
QNB	3.83	1.42	10.36	1.44	11.38	15.68	QNB
Qatar Islamic Bank	3.53	1.57	10.81	1.62	11.54	17.70	المصرف الإسلامي
Comm. Bank of Qatar	4.29	0.99	9.16	0.62	6.31	5.83	البنك التجاري
Doha Bank	4.84	0.35	8.40	0.25	4.54	1.55	بنك الدوحة
Ahli Bank	5.13	1.30	13.42	0.29	3.13	3.90	الاهلي
Intl. Islamic Bank	4.03	1.71	15.21	0.64	6.00	9.93	الدولي
Rayan	3.91	1.01	19.15	0.14	2.59	2.56	الريان
Qatar First Bank (QFC)	0.00	1.45	21.74	0.07	1.17	1.50	الأول QFC
National Leasing	3.64	0.64	19.92	0.04	1.32	0.83	الاجارة
Dlala	0.00	1.59	0.00	-0.14	0.70	1.53	دلالة
Qatar Oman	0.00	0.89	73.36	0.01	0.82	0.71	قطر وعمان
Inma	1.02	1.87	58.93	0.17	2.67	4.90	إنماء
Banks & Financial Services	3.80	1.21	11.15	0.77	5.20		البنوك والخدمات المالية
Zad Holding Company	4.22	2.98	20.84	0.68	4.47	14.00	زاد
Qatar German Co. Med	0.00	7.58	266.36	0.01	0.30	2.28	الطبية
Salam International	0.00	0.57	14.94	0.05	1.24	0.71	السلام
Medicare	4.04	1.86	22.65	0.28	3.70	6.50	الرعاية
Cinema	1.96	1.49	59.44	0.04	2.12	3.06	السينما
Qatar Fuel	5.47	1.94	15.87	1.08	9.25	16.45	قطر للوقود
Widam	0.00	2.40	0.00	-0.34	1.08	2.23	ودام
Mannai Corp.	1.83	2.61	0.00	-0.60	2.16	5.45	مجمع المناعي
Al Meera	3.12	1.82	14.84	0.95	7.59	14.00	الميرة
Baladna	0.00	1.25	38.02	0.04	1.18	1.50	بلدنا
Consumer Goods & Services	4.23	1.75	17.93	0.25	3.22		الخدمات والسلع الاستهلاكية
Ind. Manf. Co.	4.41	0.80	8.78	0.32	3.71	2.95	التحويلية
National Cement Co.	7.67	0.87	11.95	0.35	4.71	3.91	الاسمنت
Industries Qatar	9.52	1.91	9.61	1.46	6.94	11.56	صناعات قطر
The Investors	0.00	1.67	20.55	0.11	1.41	2.24	المستثمرين
Electricity & Water	5.50	1.35	11.16	1.55	13.75	17.26	كهرباء وماء
Aamal	5.91	0.70	14.73	0.06	1.25	0.85	أعمال
Gulf International	5.24	1.01	12.14	0.16	1.94	1.91	الخليج الدولية
Mesaieed	5.75	1.48	15.10	0.14	1.39	1.91	مسعيد
Investment Holding	0.00	1.67	20.55	0.11	1.41	2.24	استثمار القابضة
QAMCO	6.97	1.12	9.34	0.16	1.22	1.29	قامكو
Industrials	7.56	1.33	10.73	0.38	2.68		الصناعات
Qatar Insurance	0.00	0.96	25.69	0.02	2.40	2.34	قطر
Doha Insurance	6.52	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	3.57	1.31	12.41	0.20	2.16	2.80	الخليج التكافلي
Islamic Insurance	4.92	3.30	12.38	0.73	3.04	9.15	الإسلامية
QLM	4.14	1.94	13.97	0.24	1.62	3.02	كيو إل إم
Insurance	1.52	0.82	0.00	0.01	2.33		التأمين
United Dev. Company	4.74	0.37	10.38	0.11	3.14	1.16	المتحدة للتنمية
Barwa	6.76	0.48	8.81	0.29	5.47	2.59	بروة
Ezdan Holding	0.00	0.89	1230.77	0.00	1.26	1.12	إزدان القابضة
Mazaya	0.00	0.91	23.53	0.04	0.88	0.81	مزايا
Real Estate	4.63	0.48	11.59	0.05	1.90		العقارات
Ooredoo	3.86	1.45	13.42	0.74	7.59	11.15	Ooredoo
Vodafone Qatar	5.41	1.72	14.78	0.12	1.14	1.85	فودافون قطر
Telecoms	4.27	1.49	13.58	0.44	3.92		الاتصالات
Qatar Navigation	3.35	0.75	11.69	0.89	14.12	10.45	الملاحة
Gulf warehousing Co	2.92	0.90	8.25	0.41	3.81	3.42	مخازن
Nakilat	3.04	2.19	16.30	0.26	2.03	4.28	ناقلات
Transportation	3.20	1.16	13.46	0.37	4.07		النقل
Market	2.73	2.17	18.77	0.31	2.71		

Source: Refinitiv Eikon; Note: The above-mentioned indicators were calculated according to the latest reliable financial data.

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