

August 06, 2023

## GLOBAL MARKETS

Indices	Closing Level	Change		Performance	
		Value	(%)	MTD (%)	YTD (%)
<b>Global</b>					
S&P 500	4,478.0	(23.9)	(0.5)	(2.2)	16.6
Dow Jones Ind. Average	35,065.6	(150.3)	(0.4)	(1.6)	5.8
Nasdaq 100	15,274.9	(78.6)	(0.5)	(2.8)	39.6
FTSE 100	7,564.4	35.2	0.5	(1.3)	1.5
DAX 30	15,951.9	58.5	0.4	(1.8)	14.6
CAC 40	7,315.1	54.5	0.8	(1.2)	13.0
BIST 100	7,400.6	179.1	2.5	3.2	34.3
Nikkei	32,172.5	(7.5)	(0.0)	(3.8)	23.4
Hang Seng	19,539.5	118.6	0.6	(2.4)	(1.2)
Shanghai Composite	3,288.1	7.6	0.2	(0.1)	6.4
BSE Sensex	65,721.3	480.6	0.7	(1.1)	8.0
<b>GCC</b>					
QE Index	10,799.0	(184.4)	(1.7)	(2.8)	1.1
Saudi Arabia (TASI)	11,375.8	(102.5)	(0.9)	(2.2)	7.9
UAE (ADX)	9,786.4	2.9	0.0	0.1	(4.2)
UAE (DFM)	4,083.2	32.0	0.8	0.1	22.4
Kuwait (KSE)	7,145.1	(43.8)	(0.6)	(1.2)	(2.0)
Oman (MSM)	4,783.4	(15.8)	(0.3)	(0.1)	(1.8)
Bahrain (BAX)	1,982.4	(6.1)	(0.3)	(0.5)	4.6
MSCI GCC	700.0	0.5	0.1	(2.0)	0.9
Dow Jones Islamic	5,727.6	(12.0)	(0.2)	(2.3)	18.4
<b>Commodity</b>					
Brent (USD/bbl)	86.2	1.1	1.3	0.8	5.0
WTI (USD/bbl)	82.8	1.3	1.6	1.2	7.7
Natural Gas (USD/mmBTU)	2.6	0.0	0.5	(2.2)	(35.4)
Gold Spot (USD/t oz.)	1,939.6	7.6	0.4	(1.6)	5.4
Copper (USD/lb)	3.8	(0.0)	(0.8)	(3.7)	2.1

Source: Refinitiv Eikon

## QATAR MARKET OVERVIEW

GCC Fundamentals	P/E (x)	P/B (x)	Dividend Yield (%)	Value Traded (USD mn)
Qatar All Share	12.4	1.2	4.3	100.7
DSM 20	12.5	1.3	4.6	84.7
Saudi Arabia (TASI)	18.1	2.1	3.2	1,527.8
UAE (ADX)	15.7	2.5	2.2	248.5
UAE (DFM)	9.7	1.5	4.4	101.7
Kuwait (KSE)	15.9	1.5	3.2	242.2
Oman (MSM)	10.3	0.8	5.0	5.6
Bahrain (BAX)	7.5	0.8	6.4	0.7

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>						
MEKDAM HOLDING	4.9	0.0	0.6	1.1 (24.2)	58.9	10.6
QA ISLAMIC INS/d	8.7	0.0	0.6	0.0 2.6	28.9	11.8
NA	NA	NA	NA	NA NA	NA	NA
NA	NA	NA	NA	NA NA	NA	NA
NA	NA	NA	NA	NA NA	NA	NA
<b>Top Losers</b>						
QA ISLAMIC BK	19.7	(1.3)	(6.2)	6.1 (24.2)	2,171.0	11.8
QLM LIFE	2.8	(0.1)	(4.3)	(40.8) (50.3)	56.4	13.1
QA GAS TRANSP	4.0	(0.1)	(3.4)	8.8 (4.9)	10,058.4	14.9
QATAR OMAN INV	0.9	(0.0)	(3.1)	57.6 11.4	7,755.7	NA
QA INTL IS BK	10.0	(0.3)	(3.1)	(3.7) (16.5)	643.8	15.0

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

## MARKET COMMENTARY

### Global

Wall Street closed lower on Friday after a report of slowing US labor market growth, and all three major indexes posted weekly losses as investors braced for more possible downside surprises a day after disappointing earnings from Apple. The DJIA was down 0.4%, the S&P 500 lost 0.5% and Nasdaq 100 also declined 0.5%.

European stocks steadied, after a three-day selloff, as some upbeat earnings as well as US jobs data highlighting resilience in the world's largest economy outweighed jitters around slowing euro zone growth. The pan-European STOXX 600 index ended up 0.3%.

Japan's Nikkei share average ended almost flat amid caution ahead of the release of US payrolls data, while gains in technology stocks supporting the index. China and Hong Kong stocks rose, as market sentiment improved on hopes of more policy easing from a press conference co-hosted by China's central bank.

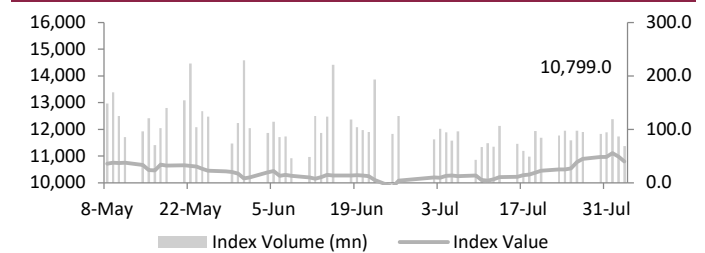
### GCC

Stock markets in the UAE extended their weekly gains on Friday, supported by solid corporate earnings and strong oil prices. Saudi Arabia's benchmark index dropped 0.9%, extending losses to a fifth session after it hit a nine-month high last week, weighed down by a 4.8% fall in Banque Saudi Fransi. In Dubai, the main share index rose 0.8% on the back of a more than 3% rise in Emirates NBD Bank. Abu Dhabi's benchmark index finished flat after wobbling between small losses and gains.

### Qatar

The Qatari Stock index fell 1.7%, hit by the Qatar Islamic Bank (-6.2%) and the QLM Life & Medical Insurance (-4.3%) were the top losers of the day. Out of the 48 traded stocks, 2 advanced, 40 declined and 6 remained unchanged. Total traded volume in the market was lower than the previous trading session. The Transportation index declined by 1.9% and the Banks and Financial Services index also down 1.9%.

### Qatar DSM Index



Source: Refinitiv Eikon

QE Sector Indices	Closing Level	1D Change (%)
Banks & Financial Services	4,515.1	(1.9)
Consumer Goods & Services	7,856.1	(1.0)
Industrials	4,170.7	(0.6)
Insurance	2,352.5	(1.5)
Real Estate	1,615.0	(1.5)
Telecoms	1,701.5	(0.2)
Transportation	4,709.2	(1.9)

Source: Refinitiv Eikon

Qatar Trading Summary	Buy (%)	Sell (%)
Qatari Individuals	31.4	24.2
Qatari Institutions	25.7	23.4
<b>Qatari - Total</b>	<b>57.2</b>	<b>47.6</b>
Foreign Individuals	14.3	15.8
Foreign Institutions	28.5	36.7
<b>Foreign - Total</b>	<b>42.8</b>	<b>52.4</b>

Source: Qatar Exchange

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## GLOBAL NEWS

- ▶ The US economy added fewer jobs than expected in July, but solid wage gains and a decline in the unemployment rate back to 3.5% pointed to continued tightness in labor market conditions. (Source: Reuters)
- ▶ Apple forecast that a sales slump would continue into the current quarter, sending shares down despite beating Wall Street sales and profit targets in the fiscal third quarter. (Source: Reuters)
- ▶ Britain's construction industry recovered in July, but housebuilders saw another steep decline owing to increasing interest rates and concerns about the economy's future, according to a study. (Source: Reuters)
- ▶ The Bank of England raised its key interest rate by a quarter of a percentage point to a 15-year peak of 5.25%, its 14th back-to-back increase, and warned that borrowing costs were likely to stay high for some time. (Source: Reuters)
- ▶ The Bank of Japan's latest policy shift would not have a major impact on Japanese banks unless there are sudden spikes in domestic bond yields, the new head of Japan's financial regulator told Reuters. (Source: Reuters)
- ▶ Japan's economy likely grew an annualised 3.1% in April-June to mark a third straight quarter of expansion, according to a Reuters poll, helped by resilience in exports despite slowing global demand. (Source: Mainichi)
- ▶ According to analysts, China will likely implement a slew of pro-growth policies in the Q3 to rekindle the country's economic momentum, with a particular emphasis on increasing domestic demand, boosting consumption, boosting private investment, and stabilizing the property market. (Source: Reuters)
- ▶ Chinese authorities are stepping up support for micro, small and medium-sized enterprises as well as self-employed individuals by extending and improving a series of preferential tax and fee policies amid broader efforts to drive development of the private sector. (Source: Cina Daily)
- ▶ Annual inflation in Turkey rose to 47.83% in July, up from 38.2% in June, according to government figures. The latest figure, which was expected, comes a week after the central bank more than quadrupled its year-end projection to 58% from 22.3%, following years of concerns about the official rate from independent economists. (Source: Daily Sabah)

## GCC NEWS

- ▶ An economic tracker found that the UAE's non-oil economy had robust growth at the start of the H2-23, with enterprises expanding their employment and purchasing operations despite a slower upturn in sales. (Source: Zawya)
- ▶ Demand for office space in Dubai increased by 23% in the H1-23, with a severe supply constraint driving up rates in premium areas. According to a survey by global real estate firm Knight Frank, the emirate's office space market saw an unparalleled surge, with demand hitting 580,000 square feet in H1-23. (Source: Zawya)
- ▶ Dubai Investments, the premier diversified investment business listed on the Dubai Financial Market, announced a 59% growth in net profit to AED 580mn for the H1-23, compared to AED 364mn for the same period in 2022. (Source: Zawya)
- ▶ Abu Dhabi National Oil Company of the UAE announced a 30% ownership in Azerbaijan's Absheron gas and condensate field in the Caspian Sea. In the sale, which marks the UAE oil company's introduction into the international gas market, SOCAR and Total Energies will each retain a 35% share in the field. (Source: Arab News)

- ▶ According to a recent fintech study performed, the Middle East fintech industry is enjoying substantial growth and investment potential. Over the last two years (2021-2023), Middle East fintech firms obtained a total investment of around USD 2bn through 140-160 deals, with the UAE accounting for 40-43% of the overall share. (Source: Trade Arabia)
- ▶ According to figures issued by the Finance Ministry, Saudi Arabia's income in the Q2-23 is SAR 314.82bn (USD 83.91bn). According to the ministry's quarterly budget performance report, oil income was SAR 179bn. Non-oil revenue increased by 13% to SAR 135bn in the Q2-23, up from SAR 120bn in the previous quarter. (Source: Trade Arabia)
- ▶ According to Reuters, the OPEC+ ministerial panel approved no adjustments to the group's current oil output strategy following Saudi Arabia's decision to prolong its voluntary production reduction into September, which helped oil prices soar even more. (Source: Arab News)
- ▶ The economic diversification efforts in Saudi Arabia aimed at strengthening the non-oil private sector continued its momentum in July as the Kingdom's Purchasing Managers' Index hit 57.7, a business tracker revealed. (Source: Arab News)
- ▶ Companies licensed by Saudi Arabia's Capital Market Authority reported record earnings in 2022, totaling SAR 60.34bn (USD 16.08bn), a 39.17% increase over the previous year. (Source: Arab News)
- ▶ Saudi Arabia's construction sector is leading the world when it comes to expected employment growth, according to a survey by the Royal Institution of Chartered Surveyors. (Source: Arab News)
- ▶ According to a study released by the country's investment body, total assets of Oman's sovereign wealth fund climbed 12% to approximately OMR 17.9bn (USD 46.50bn) in 2022, up from OMR 15.98bn in 2021. (Source: Time of Oman)
- ▶ International Monetary Fund has applauded Oman's economic measures and financial efforts, especially those targeted at controlling expenditure and reducing public debt. (Source: Time of Oman)
- ▶ Bahrain's real estate industry continued to rise in Q2-23, with comparable growth in residential sales, rentals, and office space. According to Savills' Q2-23 Bahrain Property Market, the industrial warehouse sector enjoyed increased rent stability as government attempts to diversify the economy paid off. (Source: Gulf News)
- ▶ The financial reports of eight Kuwaiti banks for the H1-23, revealed a significant increase in their net profits, reaching KWD 758.58mn, representing a remarkable 46.7% increase over their net profits of KWD 517.07mn for the same period in 2022, according to Al-Anba daily. (Source: Gulf News)

## QATAR NEWS

- ▶ The number of total sale contracts signed during the final week of July in Qatar reached QAR 175.52mn (USD 48mn), according to the most recent statistics from the Real Estate Registration Department at the Ministry of Justice. (Source: Gulf News)
- ▶ According to a top official of Qatar growth Bank, the Qatar FinTech Hub is aiming to have a beneficial influence on the country's economic growth through the Qatar Central Bank's National FinTech Strategy. (Source: The Peninsula)
- ▶ Qatari banks' credit to the real estate industry will grow by 5.4% per year in 2021, according to QCB, with real estate developers' accounting for 38.8% of total real estate loans. (Source: Gulf News)
- ▶ Qatar's banking sector total assets climbed 1.4% MoM (up 0.05% in 2023) to QAR 1.906tn in June 2023. In the month of June 2023, the Qatar banking sector's total loan book increased by 0.3% MoM (up 0.01% from the previous month) and deposits increased by 0.1% MoM (-4.4% from the previous month). (Source: Gulf News)

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## FX RATES

Currencies	Value	Currencies	Value
EUR/USD	1.1040	USD/QAR	3.6420
USD/JPY	141.7500	EUR/QAR	4.0208
GBP/USD	1.2778	JPY/QAR	0.0257
USD/CHF	0.8727	GBP/QAR	4.6537
USD/CAD	1.3373	CHF/QAR	4.1733
AUD/USD	0.6569	CAD/QAR	2.7232
NZD/USD	0.6098	AUD/QAR	2.3724
USD/INR	82.1680	INR/QAR	0.0443
USD/TRY	26.9112	TRY/QAR	0.1349
USD/ZAR	18.4537	ZAR/QAR	0.1973
USD/BRL	4.8733	BRL/QAR	0.7473

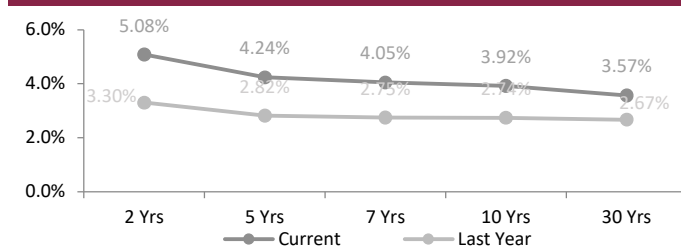
Source: Refinitiv Eikon

## 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)	3.64	3.62	3.74	4.05
QAIBOR	5.60	5.60	5.75	6.00	6.25
SAIBOR	5.77	5.66	5.75	5.99	6.05
EIBOR	5.11	5.41	5.37	5.46	5.39
BMIBOR	6.05	6.31	6.76	6.63	6.80
KIBOR	2.44	3.69	4.00	4.25	4.75

Source: Refinitiv Eikon

## US Swap Rates



Source: Refinitiv Eikon

## GCC COMPANY RESULTS

Company Name	Revenues (mn)	YoY (%)	QoQ (%)	Net Profit (mn)	YoY (%)	QoQ (%)
Adnoc Drilling Co	724.0	8.3	1.1	227.6	11.1	4.1
Burjeel Holdings	1077.0	16.3	-0.7	94.9	39.0	-20.1
Estithmar Holding	717.4	-59.1	-6.4	98.4	-46.5	-2.8
Power and Water Utility Co	1591.8	-3.8	8.1	NA	NA	NA
Bahrain Islamic Bank	19.3	27.8	13.7	3.0	-8.2	1.0
Saudi Basic Industries Corpor	37170.0	-33.6	-6.4	1180.0	-85.1	79.6
Batic Investments and Logistics	117.4	16.9	2.8	NA	NA	NA
International Holding Co	12925.7	13.1	-17.9	4567.4	62.5	75.0
Astra Industrial Group Co	667.0	9.6	-10.9	114.7	-52.8	-6.6
Ajman Bank	189.7	27.1	-18.1	53.2	29.7	8.2

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

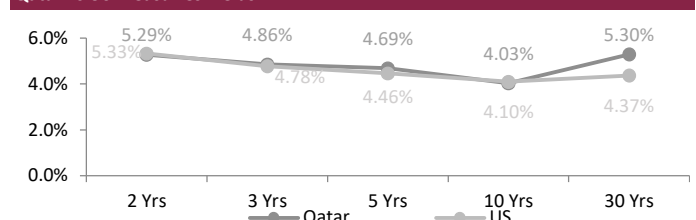
## FX Commentary

The USD fell on Friday, paring almost all the week's gains, after slowing US jobs growth in July encouraged hopes of a soft economic landing but higher wages suggested the Federal Reserve may need to keep interest rates higher for longer. The US Dollar index was down 0.5% at 102.02.

The EUR/USD traded up 0.6% at 1.1010 helped by German industrial orders rising significantly more than expected in June. The GBP/USD went up 0.3% at 1.2748 the day after the Bank of England lifted its benchmark interest rate by 25 BPS to a 15-year high of 5.25%. The USD/JPY traded down 0.5% at 141.75. The USD/CNY traded up 0.1% at 7.1706. The USD/CAD went up 0.2% at 1.3373. The risk-sensitive AUD/USD traded up 0.3% at 0.6569 and the NZD/USD traded up 0.4% at 0.6098.

## 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	20.3	(14.8)	Turkey	399.8	(141.0)
UK	27.7	5.2	Brazil	174.6	(53.2)
Germany	14.0	(1.0)	Egypt	1,451.0	562.8
France	24.0	1.5	Abu Dhabi	37.1	(4.9)
Italy	88.6	(6.4)	Bahrain	238.2	11.4
Greece	71.1	(24.8)	Dubai	73.2	(3.0)
Russia	13,775.2	0.0	Qatar	36.2	(6.9)
Japan	16.6	(7.6)	Saudi Arabia	49.2	(12.4)

Source: Refinitiv Eikon, worldgovernmentbonds.com

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**QSE MAIN FINANCIAL INDICATORS (as on 03rd August 2023)**

Company	Dividend Yield (%)	P/B Ratio (x)	P/E Ratio (x)	EPS (QR)	BV/Share (QR)	Stock Price (QR)	Company
QNB	3.53	1.52	11.39	1.44	11.38	17.00	QNB
Qatar Islamic Bank	3.17	1.69	11.76	1.62	11.54	19.70	المصرف الإسلامي
Comm. Bank of Qatar	4.03	1.03	9.47	0.62	6.31	6.20	البنك التجاري
Doha Bank	4.36	0.38	10.83	0.25	4.54	1.72	بنك الدوحة
Ahli Bank	5.00	1.31	13.48	0.29	3.13	4.00	الاهلي
Intl. Islamic Bank	3.99	1.68	15.00	0.64	6.00	10.02	الدولي
Rayan	4.00	0.97	22.42	0.14	2.59	2.50	الريان
Qatar First Bank (QFC)	0.00	1.53	22.90	0.07	1.17	1.58	الأول QFC
National Leasing	3.42	0.69	20.58	0.04	1.32	0.88	الاجارة
Dlala	0.00	1.47	0.00	-0.14	0.70	1.42	دلالة
Qatar Oman	0.00	1.12	0.00	0.01	0.82	0.87	قطروعمان
Inma	1.00	1.91	60.11	0.17	2.67	5.00	إنماء
<b>Banks &amp; Financial Services</b>	<b>3.57</b>	<b>1.29</b>	<b>12.03</b>	<b>0.77</b>	<b>5.20</b>		<b>البنوك والخدمات المالية</b>
Zad Holding Company	4.22	2.98	20.81	0.68	4.47	13.98	زاد
Qatar German Co. Med	0.00	7.98	280.49	0.01	0.30	2.40	الطبية
Salam International	0.00	0.62	16.20	0.05	1.24	0.77	السلام
Medicare	4.23	1.75	21.83	0.28	3.70	6.21	الرعاية
Cinema	1.81	1.61	64.22	0.04	2.12	3.31	السينما
Qatar Fuel	5.50	1.87	16.11	1.08	9.25	16.35	قطر للوقود
Widam	0.00	2.58	0.00	-0.34	1.08	2.39	ودام
Mannai Corp.	1.77	2.70	0.00	-0.60	2.16	5.66	مجمع المناعي
Al Meera	3.08	1.84	15.02	0.95	7.59	14.17	الميرة
Baladna	0.00	1.27	38.56	0.04	1.18	1.52	بلدنا
<b>Consumer Goods &amp; Services</b>	<b>4.26</b>	<b>1.74</b>	<b>18.04</b>	<b>0.25</b>	<b>3.22</b>		<b>الخدمات والسلع الاستهلاكية</b>
Ind. Manf. Co.	4.41	0.78	8.30	0.32	3.71	2.95	التحويلية
National Cement Co.	7.54	0.87	11.98	0.35	4.71	3.98	الاسمنت
Industries Qatar	8.04	2.27	11.37	1.46	6.94	13.68	صناعات قطر
The Investors	0.00	1.62	19.93	0.11	1.41	2.17	المستثمرين
Electricity & Water	5.27	1.41	11.67	1.55	13.75	18.04	كهرباء وماء
Aamal	5.84	0.70	15.06	0.06	1.25	0.86	أعمال
Gulf International	4.83	1.10	13.17	0.16	1.94	2.07	الخليج الدولية
Mesaieed	5.58	1.52	15.54	0.14	1.39	1.97	مسعيد
Investment Holding	0.00	1.62	19.93	0.11	1.41	2.17	استثمار القابضة
QAMCO	6.65	1.18	9.79	0.16	1.22	1.35	قامكو
<b>Industrials</b>	<b>6.82</b>	<b>1.47</b>	<b>11.88</b>	<b>0.38</b>	<b>2.68</b>		<b>الصناعات</b>
Qatar Insurance	0.00	0.90	24.20	0.02	2.40	2.20	قطر
Doha Insurance	6.63	1.02	8.51	0.20	2.30	2.26	الدوحة
General Insurance	0.00	0.25	0.00	-0.61	5.19	1.30	العامه
Alkhaleej Takaful	3.57	1.27	11.93	0.20	2.16	2.80	الخليج التكافلي
Islamic Insurance	5.17	3.14	11.77	0.73	3.04	8.70	الإسلامية
QLM	4.40	1.82	13.14	0.24	1.62	2.84	كيو إل إم
<b>Insurance</b>	<b>1.55</b>	<b>0.81</b>	<b>0.00</b>	<b>0.01</b>	<b>2.33</b>		<b>التأمين</b>
United Dev. Company	4.62	0.38	10.33	0.11	3.14	1.19	المتحدة للتنمية
Barwa	6.21	0.52	9.51	0.29	5.47	2.82	بروة
Ezdan Holding	0.00	0.89	1234.07	0.00	1.26	1.12	إزدان القابضة
Mazaya	0.00	0.93	24.02	0.04	0.88	0.83	مزايا
<b>Real Estate</b>	<b>4.44</b>	<b>0.50</b>	<b>11.89</b>	<b>0.05</b>	<b>1.90</b>		<b>العقارات</b>
Ooredoo	3.79	1.44	13.56	0.74	7.59	11.35	Ooredoo
Vodafone Qatar	5.22	1.74	14.83	0.12	1.14	1.92	فودافون قطر
<b>Telecoms</b>	<b>4.13</b>	<b>1.54</b>	<b>13.85</b>	<b>0.44</b>	<b>3.92</b>		<b>الاتصالات</b>
Qatar Navigation	3.40	0.74	11.50	0.89	14.12	10.28	الملاحة
Gulf warehousing Co	2.95	0.87	8.30	0.41	3.81	3.39	مخازن
Nakilat	3.26	1.94	14.88	0.26	2.03	3.99	ناقلات
<b>Transportation</b>	<b>3.31</b>	<b>1.12</b>	<b>12.91</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**

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