

December 21, 2022

## GLOBAL MARKETS

Indices	Closing Level	Change		Performance	
		Value	(%)	MTD (%)	YTD (%)
<b>Global</b>					
S&P 500	3,821.6	4.0	0.1	(6.3)	(19.8)
Dow Jones Ind. Average	32,849.7	92.2	0.3	(4.5)	(9.6)
Nasdaq 100	11,072.4	(12.2)	(0.1)	(8.1)	(32.2)
FTSE 100	7,370.6	9.3	0.1	(2.5)	(0.2)
DAX 30	13,884.7	(58.2)	(0.4)	(4.2)	(12.6)
CAC 40	6,450.4	(22.9)	(0.4)	(4.5)	(9.8)
BIST 100	5,419.0	27.1	0.5	7.4	191.7
Nikkei	25,568.0	(669.6)	(2.5)	(2.5)	(4.4)
Hang Seng	19,094.8	(258.0)	(1.3)	3.3	(17.3)
Shanghai Composite	3,073.8	(33.3)	(1.1)	(1.8)	(14.6)
BSE Sensex	61,702.3	(103.9)	(0.2)	(2.3)	6.1
<b>GCC</b>					
QE Index	10,964.3	(22.3)	(0.2)	(8.6)	(5.5)
Saudi Arabia (TASI)	10,280.2	94.0	0.9	(5.9)	(9.7)
UAE (ADX)	10,343.1	(15.3)	(0.2)	(1.8)	22.0
UAE (DFM)	3,348.4	8.3	0.3	0.5	4.5
Kuwait (KSE)	7,229.8	(67.5)	(0.9)	(3.6)	3.6
Oman (MSM)	4,817.5	15.0	0.3	4.1	16.3
Bahrain (BAX)	1,857.0	2.9	0.2	(0.6)	3.2
MSCI GCC	686.2	(4.0)	(0.6)	(5.7)	(7.2)
Dow Jones Islamic	4,837.0	(1.7)	(0.0)	(5.8)	(25.1)
<b>Commodity</b>					
Brent (USD/bbl)	80.0	0.2	0.2	(6.4)	2.8
WTI (USD/bbl)	76.1	0.9	1.2	(5.5)	1.2
Natural Gas (USD/mmBTU)	5.3	(0.5)	(9.0)	(23.1)	42.8
Gold Spot (USD/t oz.)	1,815.9	28.2	1.6	4.0	(0.6)
Copper (USD/lb)	3.8	0.0	0.4	1.8	(14.8)

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	1.3	4.0	82.9
DSM 20	12.2	1.4	4.2	76.2
Saudi Arabia (TASI)	15.8	2.4	3.3	1,158.3
UAE (ADX)	18.7	2.9	2.0	248.5
UAE (DFM)	8.8	1.0	3.2	48.0
Kuwait (KSE)	18.8	1.7	2.7	177.9
Oman (MSM)	12.0	0.9	4.5	5.4
Bahrain (BAX)	7.1	1.0	0.0	0.8

Source: Refinitiv Eikon

Qatar Trading Activity	Close Price	1D Change Value	1D Change (%)	Performance YTD (%)	Performance YoY (%)	Vol. ('000)	P/E TTM
<b>Top Gainers</b>							
QLM LIFE	4.9	0.4	9.1	(3.0)	(2.0)	21.4	21.2
GULF WAREHOUSI	3.9	0.1	3.7	(13.0)	(13.8)	637.3	9.9
ALKHALEEJ GROU	2.1	0.0	2.2	(41.7)	(43.5)	14.8	12.5
QA NAT CEMENT	4.7	0.1	1.9	(8.1)	(8.1)	18.5	13.4
QA GAS TRANSPPO	3.8	0.1	1.6	15.1	15.4	1,890.7	14.2
<b>Top Losers</b>							
QA ISLAMIC INS	8.4	(0.4)	(4.4)	5.0	5.1	81.0	11.6
MEDICARE GROUP	6.1	(0.2)	(2.7)	(28.0)	(26.2)	4.2	21.1
OOREDOO QSC	9.1	(0.2)	(2.0)	28.9	33.3	2,021.8	10.2
ESTITHMAR HLD	1.8	(0.0)	(1.9)	47.6	41.3	5,883.1	22.0
QA INTL IS BK	10.6	(0.2)	(1.6)	15.3	13.3	702.4	16.8

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

## MARKET COMMENTARY

### Global

Wall Street closed slightly higher on Tuesday after four sessions of declines, but investors fretted about weak holiday shopping and rising bond yields added pressure after the Bank of Japan's (BoJ) surprise tweak of monetary policy. The DJIA rose 0.3%, the S&P 500 gained 0.1% and the Nasdaq 100 dropped 0.1%.

European shares fell, bogged down by real estate and technology stocks, after the Bank of Japan rattled global markets with a surprise policy shift that would allow long-term interest rates to rise more. The region wide STOXX 600 index was down 0.9%, touching its lowest levels since Nov. 10.

Japan's Nikkei share average tumbled 2.5% a more than two-month low after the central bank caught investors off-guard by letting long-term interest rates to rise. China stocks extended losses as the country grappled with surging COVID-19 cases, while investors took no comfort as the country also kept benchmark lending interest rates unchanged.

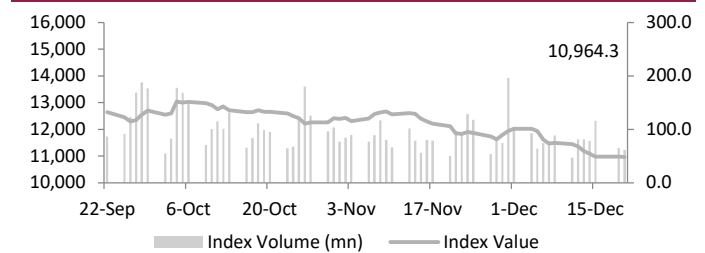
### GCC

Stock markets in the Gulf ended mixed on Tuesday, amid growing concerns over a global economic downturn and volatile energy prices. Saudi Arabia's benchmark index reversed early losses to close 0.9% higher, with Al Rajhi Bank advancing 3.7% and Retail Urban Development Co rising 1.8%. Dubai's main share index added 0.3%, buoyed by a 10.1% surge in National Central Cooling Co. In Abu Dhabi, the index eased 0.2%.

### Qatar

The Qatari index dropped 0.2%, hit by Qatar Islamic Insurance (-4.4%) and the Medicare Group (-2.7%) were the top losers of the day. Out of the 44 traded stocks, 15 advanced, 23 declined and 6 remained unchanged. Total traded volume in the market was higher than the previous trading session. The Insurance index up 0.5% and the Transportation index also advanced by 0.5% while the Telecoms index down 1.5%.

### Qatar DSM Index



Source: Refinitiv Eikon

QE Sector Indices	Closing Level	1D Change (%)
Banks & Financial Services	4,539.5	(0.1)
Consumer Goods & Services	8,135.6	(0.7)
Industrials	3,836.2	0.1
Insurance	2,246.6	0.5
Real Estate	1,609.4	(0.7)
Telecoms	1,312.5	(1.5)
Transportation	4,419.3	0.5

Source: Refinitiv Eikon

Qatar Trading Summary	Buy (%)	Sell (%)
Qatari Individuals	24.8	24.7
Qatari Institutions	29.6	30.1
<b>Qatari - Total</b>	<b>54.4</b>	<b>54.8</b>
Foreign Individuals	11.5	11.0
Foreign Institutions	34.1	34.1
<b>Foreign - Total</b>	<b>45.6</b>	<b>45.2</b>

Source: Qatar Exchange

December 21, 2022

## GLOBAL NEWS

- ▶ The US Postal Service announced that it will more than double its planned purchases of electric delivery vehicles, leveraging funding from Congress and responding to White House pressure to reduce emissions. (Source: Reuters)
- ▶ Private oil and gas companies in the US are increasingly turning to a niche financing structure that securitizes their output, providing a funding avenue for producers and owners as traditional sources become more expensive or simply dry up. (Source: Reuters)
- ▶ In many countries, corporate earnings growth is expected to slow in the coming year as higher inflation and rising interest rates take an even greater toll and businesses prepare for the possibility of a global economic downturn. (Source: Reuters)
- ▶ Europe faces a much tougher task to rebuild gas stocks next year compared with this winter, meaning energy bills are likely to stay high and governments could have to implement painful rationing measures they have so far avoided. (Source: Reuters)
- ▶ Japan designated 11 key fields, including semiconductors, batteries, and rare earths, as critical materials that must be secured permanently even in times of emergency. (Source: Mainichi)
- ▶ The Bank of Japan expanded the trade band for long-term Japanese government bond yields, a surprise move that financial markets misinterpreted as a rate hike, after the central bank swam against the global trend of monetary tightening. (Source: Mainichi)
- ▶ China's efforts to build an institutional system conducive to high-level opening-up and to seek membership in high-standard economic and trade agreements will boost market expectations and corporate confidence in 2023, according to market observers and corporate executives. (Source: China Daily)
- ▶ China's proactive fiscal policy is expected to be effective by scaling up general transfer payments more efficiently and making better use of fiscal funds to meet the needs of key investment projects, boost demand, and secure essential livelihoods, according to officials and experts. (Source: China Daily)
- ▶ Renewable energy is now much cheaper in Turkey than fossil fuels, which are responsible for roughly one-fifth of the country's inflation since May, and continued growth of renewables could protect consumers from high fuel bills. (Source: Daily Sabah)

## GCC NEWS

- ▶ According to a report, with a global recession expected early next year, oil production cuts, and rising borrowing costs, the Middle East's GDP growth in 2023 is expected to be lower. (Source: Trade Arabia)
- ▶ According to a Forbes Middle East report, the 50 most-funded startups in the MENA region have raised USD 3.2bn in funding, up from USD 3bn in 2021. Forbes Middle East has published its annual list of the MENA region's Top 50 Most-Funded Startups for 2022, highlighting the mission-driven young businesses attracting investor interest. (Source: Trade Arabia)
- ▶ ALEC Engineering and Construction, which is owned by the Dubai government, is acquiring Target Engineering, a subsidiary of Arabtec that was dissolved by shareholders in 2020. ALEC, which is owned by the Investment Corporation of Dubai, the emirate's main investment arm, stated that the companies' combined revenues will be USD 2bn. (Source: Zawya)
- ▶ AstraZeneca, a science-led biopharmaceutical company and one of the top 10 biopharma companies in the world, and G42 Healthcare, an AI-powered healthcare company, have signed a strategic partnership

agreement to locally manufacture innovative drugs in Abu Dhabi. (Source: Zawya)

- ▶ Despite being described as very risky and unfortunate at the time, an OPEC+ decision to cut oil production by 2mn barrels per day proved to be the right one for supporting oil market stability, Saudi Arabia's energy minister said. (Source: Arab News)
- ▶ According to a recent press release, COFE App, a leading online coffee platform, has signed an agreement to officially launch its partnership with the Saudi Coffee Company, to boost the domestic coffee market. (Source: Arab News)
- ▶ As Saudi Arabia emerges from the shadow of the COVID-19 pandemic, hotels, and businesses in the holy cities of Makkah and Madinah are reviving due to an increased flow of Umrah pilgrims. (Source: Arab News)
- ▶ According to a KPMG report, the performance of Saudi banks remained strong during the first 9M-22, with net profit increasing by 26.21% YoY to SAR 46.41bn (USD 12.3bn). (Source: Arab News)
- ▶ Sohar International, an Oman-based Islamic bank, announced that it has signed a MoU with Fortescue Future Industries, a global leader in developing green energy projects, to support the company's plans for the Sultanate. (Source: Zawya)
- ▶ The Oman Investment Authority, the Gulf state's sovereign wealth fund, plans to invest OMR 1.9bn (USD 4.95bn) in 2023, according to state media. According to the OIA, funding for the investment projects will come from the private sector, both domestic and foreign, as well as financial institutions and the agency itself or its subsidiaries. (Source: Reuters)
- ▶ According to state media, Oman's 2023 budget estimates revenue at OMR 11.65bn (USD 30.34bn) and expenditure at OMR 12.95bn, with an OMR 1.3bn budget deficit. (Source: Reuters)
- ▶ Bahrain's housing experience has been commended. More initiatives will be launched by the government in collaboration with the private sector to increase investment opportunities and ensure adequate housing for citizens. (Source: Gulf News)
- ▶ According to BNA, steady progress is being made on the second phase of the King Faisal Corniche and The Avenues-Bahrain project, which is scheduled to be completed in the first half of 2024. (Source: Trade Arabia)
- ▶ Kuwait's oil sector is facing a cash shortage, which could have an impact on the Gulf emirate's hydrocarbon projects, according to the Arabic language daily Alrai, which suffered from a deficit of nearly KWD 2.925bn (USD 9.65bn) at the end of fiscal year 2021-2022. (Source: Zawya)

## QATAR NEWS

- ▶ The Industrial Production Index increased by 2.5% in October 2022 compared to the same month in 2021, reaching 99.0 points, a 3.3% decrease from the previous month. (Source: Gulf Times)
- ▶ Key stakeholders and players in Qatar's travel and tourism sector are optimistic that 2023 will see an increase in industry-related activities such as tours and meetings, incentives, conferences, and exhibitions, among others. (Source: Gulf Times)
- ▶ The travel and tourism sector will spur 7.6% growth in Qatar's non-oil economy this year, the fastest pace since 2015, according to a report commissioned by the Institute of Chartered Accountants in England and Wales. (Source: Gulf Times)
- ▶ The resounding success of the FIFA World Cup Qatar 2022 lays the groundwork for Qatar to host major international events for the foreseeable future. The tournament will also significantly boost the development of the country's business sectors, including logistics. (Source: Gulf Times)

December 21, 2022

## FX RATES

Currencies	Value	Currencies	Value
EUR/USD	1.0651	USD/QAR	3.6400
USD/JPY	131.7000	EUR/QAR	3.8770
GBP/USD	1.2211	JPY/QAR	0.0276
USD/CHF	0.9260	GBP/QAR	4.4448
USD/CAD	1.3609	CHF/QAR	3.9309
AUD/USD	0.6677	CAD/QAR	2.6747
NZD/USD	0.6347	AUD/QAR	2.4304
USD/INR	82.1000	INR/QAR	0.0443
USD/TRY	18.6479	TRY/QAR	0.1952
USD/ZAR	17.2988	ZAR/QAR	0.2104
USD/BRL	5.1996	BRL/QAR	0.7001

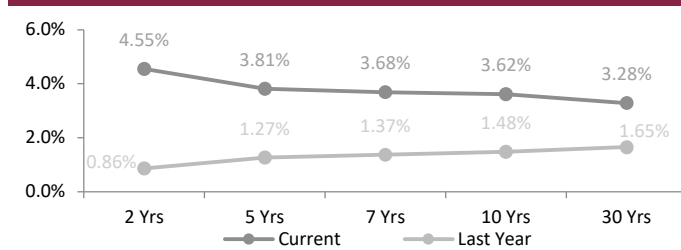
Source: Refinitiv Eikon

## INTERBANK OFFERING & US SWAP RATES

Duration	Overnight	1 Week	1 Month	3 Month	1 Year
LIBOR	4.32	0.08	4.35	4.74	5.43
EURIBOR	(0.65)	1.60	1.80	2.06	3.06
QAIBOR	4.88	4.92	5.00	5.12	5.42
SAIBOR	4.56	4.68	4.84	5.24	5.87
EIBOR	4.27	4.37	4.50	4.52	4.96
BMIBOR	5.12	5.33	6.03	6.06	6.51
KIBOR	2.38	3.38	3.56	4.00	4.56

Source: Refinitiv Eikon

## US Swap Rates



Source: Refinitiv Eikon

## ECONOMIC CALENDAR

Time	Country	Event	Period	Survey	Prior
16:30	Canada	CPI BoC Core YoY	Nov	NA	5.8%
16:30	Canada	CPI BoC Core MoM	Nov	NA	0.4%
18:00	US	Consumer Confidence	Dec	101.0	100.2
18:00	US	Existing Home Sales	Nov	4.20mn	4.43mn
08:00	Japan	Leading Indicator Revised	Oct	NA	0.8
14:00	UK	CBI Distributive Trades	Dec	NA	-19
16:30	US	Current Account	Q3	-224.0bn	-251.1bn
16:30	Canada	CPI Inflation MoM	Nov	-0.1%	0.7%
16:30	Canada	CPI Inflation YoY	Nov	6.6%	6.9%
18:00	US	Exist. Home Sales % Chg	Nov	-5.2%	-5.9%
19:00	Russia	PPI MoM	Nov	NA	-2.5%
21:00	US	20Y Bond Auc - TA	21 Dec	NA	15,00,00,13,400.000
21:00	US	20Y Bond Auc - HY	21 Dec	NA	4.072%
21:00	US	20Y Bond Auc - BTC	21 Dec	NA	2.640
21:00	US	20Y Bond Auc - HAP	21 Dec	NA	21.680%

Source: Refinitiv Eikon

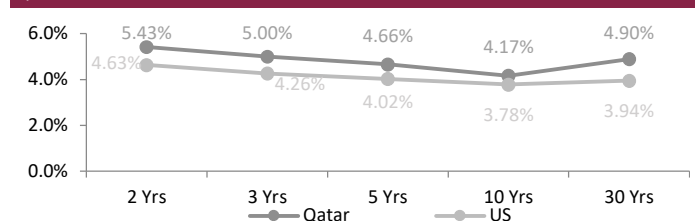
## FX Commentary

The USD fell after the Bank of Japan surprised markets with a policy shift, paving the way for the end of the country's ultra-accommodative monetary policy. The US Dollar index was down 0.7% at 103.96.

The EUR/USD traded up 0.2% at 1.0621, with the euro still basking in the hawkish stance taken by the ECB last week. The GBP/USD went up 0.3% at 1.2181. The USD/JPY traded down 3.8% at 131.70, with the pair falling to a 4-month low, following the surprise move seen as a precursor to the BOJ eventually tightening policy. The USD/CNY traded down 0.3% at 6.9600 even as the People's Bank of China held its key lending rate at historic lows. The USD/CAD went down 0.2% at 1.3609. The risk-sensitive AUD/USD traded down 0.3% at 0.6677 and the NZD/USD traded down 0.3% at 0.6347.

## 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	25.0	8.4	Turkey	525.0	(283.1)
UK	27.6	16.4	Brazil	257.8	(18.7)
Germany	19.0	8.0	Egypt	865.7	(28.6)
France	27.5	5.0	Abu Dhabi	46.2	(15.0)
Italy	134.6	12.4	Bahrain	218.9	(85.5)
Greece	132.8	(22.3)	Dubai	87.1	(32.7)
Russia	13,775.2	0.0	Qatar	47.1	(15.0)
Japan	25.2	5.0	Saudi Arabia	58.6	(5.6)

Source: Refinitiv Eikon, worldgovernmentbonds.com

December 21, 2022

**QSE MAIN FINANCIAL INDICATORS (as on 20th December 2022)**

Company	Dividend Yield (%)	P/B Ratio (x)	P/E Ratio (x)	EPS (QR)	BV/Share (QR)	Stock Price (QR)	Company
QNB	3.06	1.58	12.90	1.32	10.71	18.00	QNB
Qatar Islamic Bank	2.79	1.85	13.22	1.42	10.47	20.61	المصرف الإسلامي
Comm. Bank of Qatar	3.27	0.81	9.76	0.50	5.95	4.89	البنك التجاري
Doha Bank	3.69	0.44	8.47	0.23	4.60	2.03	بنك الدوحة
Ahli Bank	3.56	1.31	14.92	0.27	2.89	4.01	الاهلي
Intl. Islamic Bank	3.53	1.80	16.79	0.59	5.75	10.62	الدولي
Rayan	5.28	1.24	21.92	0.22	3.20	3.22	الريان
Qatar First Bank (QFC)	0.00	1.16	6.68	0.20	0.72	1.16	الأول QFC
National Leasing	0.00	0.52	35.36	-0.04	1.35	0.71	الاجارة
Dlala	0.00	0.98	29.77	0.10	2.59	1.15	دلالة
Qatar Oman	1.80	0.64	103.93	0.02	0.93	0.56	قطر وعمان
Inma	1.16	1.60	21.81	0.11	2.57	4.30	إنماء
<b>Banks &amp; Financial Services</b>	<b>3.32</b>	<b>1.42</b>	<b>13.23</b>	<b>0.69</b>	<b>4.73</b>		<b>البنوك والخدمات المالية</b>
Zad Holding Company	4.13	2.96	22.01	0.69	5.60	15.00	زاد
Qatar German Co. Med	0.00	4.13	113.62	0.01	0.28	1.23	الطبية
Salam International	0.00	0.46	15.51	0.05	1.36	0.63	السلام
Medicare	4.08	1.67	21.13	0.28	3.66	6.12	الرعاية
Cinema	1.92	1.43	76.36	0.03	2.24	3.13	السينما
Qatar Fuel	4.09	2.02	17.66	0.98	9.09	18.58	قطر للوقود
Widam	0.00	1.40	0.00	-0.37	1.54	2.04	ودام
Mannai Corp.	3.87	2.72	125.79	0.61	4.81	7.76	مجمع المناعي
Al Meera	5.45	2.17	17.36	0.98	7.75	16.51	الميرة
Baladna	3.47	1.30	33.13	0.07	1.19	1.53	بلدنا
<b>Consumer Goods &amp; Services</b>	<b>4.04</b>	<b>1.84</b>	<b>18.48</b>	<b>0.34</b>	<b>3.50</b>		<b>الخدمات والسلع الاستهلاكية</b>
Ind. Manf. Co.	3.93	0.82	8.12	0.29	3.57	3.05	التحويلية
National Cement Co.	6.40	1.00	13.43	0.34	4.67	4.69	الاسمنت
Industries Qatar	7.67	1.95	8.30	1.34	6.53	13.03	صناعات قطر
The Investors	0.00	1.39	22.05	0.03	0.92	1.81	المستثمرين
Electricity & Water	4.55	1.32	12.55	1.33	10.74	17.59	كهرباء وماء
Aamal	4.95	0.82	17.98	0.05	1.25	1.01	أعمال
Gulf International	0.00	0.80	10.12	0.03	1.75	1.52	الخليج الدولية
Mesaieed	5.02	1.60	14.53	0.15	1.36	2.19	مسعيد
Investment Holding	0.00	1.39	22.05	0.03	0.92	1.81	استثمار القابضة
QAMCO	5.03	1.32	7.94	0.15	1.14	1.59	قامكو
<b>Industrials</b>	<b>6.22</b>	<b>1.61</b>	<b>9.73</b>	<b>0.37</b>	<b>2.63</b>		<b>الصناعات</b>
Qatar Insurance	4.94	0.72	11.28	0.16	3.40	2.02	قطر
Doha Insurance	6.00	0.84	9.38	0.15	2.38	2.00	الدوحة
General Insurance	0.00	0.26	21.23	0.11	5.86	1.52	العامه
Alkhaleej Takaful	3.57	0.97	12.47	0.16	2.07	2.10	الخليج التكافلي
Islamic Insurance	4.76	2.86	11.63	0.57	2.83	8.40	الإسلامية
QLM	4.49	3.32	21.17	0.30	1.77	4.90	كيو إل إم
<b>Insurance</b>	<b>4.93</b>	<b>0.75</b>	<b>0.00</b>	<b>0.22</b>	<b>2.47</b>		<b>التأمين</b>
United Dev. Company	4.16	0.42	13.17	0.09	3.11	1.32	المتحدة للتنمية
Barwa	5.91	0.55	10.29	0.29	5.36	2.96	بروة
Ezdan Holding	0.00	0.86	193.93	0.00	1.22	1.09	إزدان القابضة
Mazaya	0.00	0.81	0.00	-0.21	0.85	0.71	مزايا
<b>Real Estate</b>	<b>4.21</b>	<b>0.53</b>	<b>13.12</b>	<b>0.04</b>	<b>1.86</b>		<b>العقارات</b>
Ooredoo	3.31	1.22	10.15	0.01	6.63	9.05	Ooredoo
Vodafone Qatar	3.67	1.48	14.98	0.08	1.09	1.64	فودافون قطر
<b>Telecoms</b>	<b>3.35</b>	<b>1.42</b>	<b>11.23</b>	<b>0.19</b>	<b>3.47</b>		<b>الاتصالات</b>
Qatar Navigation	2.95	0.72	12.55	0.64	12.96	10.17	الملاحة
Gulf warehousing Co	2.53	1.07	9.86	0.38	3.53	3.95	مخازن
Nakilat	3.16	1.92	14.17	0.24	1.58	3.80	ناقلات
<b>Transportation</b>	<b>3.06</b>	<b>1.25</b>	<b>13.14</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.

**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.