

July 02, 2024

GLOBAL MARKETS

	Closing Level	Change		Performance	
		Value	%	MTD (%)	YTD (%)
Global					
S&P 500	5,475.1	14.6	0.3	3.7	14.8
Dow Jones Ind. Average	39,169.5	50.7	0.1	1.2	3.9
Nasdaq 100	19,812.2	129.4	0.7	6.9	17.7
FTSE 100	8,166.8	2.6	0.0	(1.3)	5.6
DAX 30	18,290.7	55.2	0.3	(1.1)	9.2
CAC 40	7,561.1	81.7	1.1	(5.4)	0.2
BIST 100	10,343.3	(304.6)	(2.9)	(0.5)	38.5
Nikkei	39,631.1	48.0	0.1	3.0	18.4
Hang Seng	17,718.6	0.0	0.0	(2.0)	3.9
Shanghai Composite	2,994.7	27.3	0.9	(3.0)	0.7
BSE Sensex	79,476.2	443.5	0.6	7.5	10.0
GCC					
QE Index	10,006.5	42.0	0.4	7.4	(7.6)
Saudi Arabia (TASI)	11,658.5	(21.0)	(0.2)	1.3	(2.6)
UAE (ADX)	9,060.0	(0.7)	(0.0)	2.2	(5.4)
UAE (DFM)	4,057.0	27.0	0.7	2.0	(0.1)
Kuwait (KSE)	6,943.0	6.0	0.1	(1.5)	1.8
Oman (MSM)	4,696.0	8.8	0.2	(3.1)	4.0
Bahrain (BAX)	2,017.2	(8.3)	(0.4)	(1.1)	2.3
MSCI GCC	1,009.6	(1.1)	(0.1)	3.0	(5.3)
Dow Jones Islamic	6,853.2	19.4	0.3	4.0	12.9
Commodity					
Brent	86.6	1.6	1.9	6.8	12.4
WTI	82.3	1.7	2.1	6.9	14.6
Natural Gas	2.5	(0.1)	(4.1)	(3.7)	7.1
Gold Spot	2,338.9	(0.7)	(0.0)	(0.3)	12.9
Copper	4.4	0.0	0.6	(4.0)	13.6

Source: S&P Capital IQ

GCC MARKET OVERVIEW

GCC Fundamentals	P/E (x)	P/B (x)	Dividend Yield (%)	EV / EBITDA (x)
Qatar Ali Share	11.4	1.4	4.58%	11.5
DSM 20	11.4	1.4	4.78%	11.0
Saudi Arabia (TASI)	19.7	4.5	5.69%	13.5
UAE (ADX)	18.7	2.7	2.17%	15.4
UAE (DFM)	10.5	3.3	6.12%	8.4
Kuwait (KSE)	16.5	1.9	4.50%	21.2
Oman (MSM)	9.5	0.9	5.35%	3.8
Bahrain (BAX)	10.0	2.2	4.01%	12.8

Source: Refinitiv Eikon, Bloomberg

TOP GAINERS & LOSERS

GCC Trading Activity	Close Price	1D Change		Performance		Vol. ('000)	P/E TTM
		Value	%	1Y (%)	1M (%)		
Top Gainers							
Qatar Insurance Company	2.1	0.0	2.0%	1.9%	-1.0%	36	8
Dukhan Bank	3.8	0.1	1.9%	9.8%	1.4%	6,265	16
Qatar Fuel Company ("WOQOD")	15.1	0.2	1.6%	-18.0%	-2.2%	420	15
Gulf International Services	3.3	0.0	1.5%	-35.8%	-0.6%	4,906	13
Qatar Islamic Bank	18.9	0.3	1.5%	9.1%	16.6%	1,807	11
Top Losers							
Qatar Cinema and Film Distribution Co.	2.7	(0.2)	-6.8%	-3.0%	2.0%	4	36
Masraf Al Rayan	2.3	(0.0)	-1.3%	12.5%	12.1%	12,039	15
Qatar Oman Investment Company	0.8	(0.0)	-1.1%	11.9%	6.4%	575	NM
Dlala Brokerage and Investment Holding Company	1.2	(0.0)	-1.1%	-19.0%	2.5%	362	NM
Mazaya Real Estate Development	0.6	(0.0)	-1.0%	-14.1%	-4.1%	7,793	27

Source: S&P Capital IQ

MARKET COMMENTARY

Global

Megacap growth stocks, particularly Apple and Tesla, propelled the tech-heavy Nasdaq to a higher close on Monday. Meanwhile, the Dow and the S&P 500 also posted modest gains in light pre-holiday trading. The S&P 500 closed at 5,4675.1, up 0.3%, the Dow Jones Industrial Average closed 0.1% higher, and the Nasdaq 100 gained 0.7% to close at 19,812.2. European equities rose on Monday amid indications that France's far right would not secure enough seats for an overall majority in the legislative elections. Oil prices increased on Monday, supported by anticipated peak summer consumption and OPEC+ production cuts. However, the gains were limited by rising output from other producers and potential economic volatility due to a changing political landscape, with Brent crude at USD 86.6 per barrel and US WTI crude settling at USD 82.3. Gold prices held steady on Monday after data showed U.S. inflation subsided, bolstering hopes that the Federal Reserve will start cutting interest rates this year.

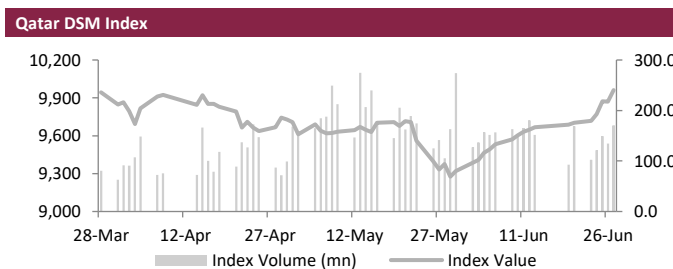
GCC

Major Gulf bourses rose in early Monday trading, with the Saudi index leading the gains due to concerns about a fuel supply deficit caused by peak summer consumption and OPEC+ production cuts in the third quarter. Saudi Arabia's benchmark stock index rose 0.7% in early trades, boosted by heavy gains in energy and material sector stocks, although closing down by 0.2%. Abu Dhabi's main index stayed flat, post gaining for a third session in a row, Dubai's main index was trading 0.7% higher. Kuwait's index gained 0.1%, closing at 6,943.0, while Oman's index gained 0.2%. Bahrain's market ended lower at 2,017.2 losing 0.4%.

Qatar

The Qatari benchmark index edged up 0.4%, continuing its winning streak to a 20th session, with the Gulf's largest lender Qatar National Bank gaining 0.5% and petrochemical maker Industries Qatar inching up 0.5%. The banks and financial services sector index gained 0.5%, consumer goods and services gained 1.0%, industrials sector gained 0.5%, insurance gained 1.3%, real estate gained 0.3%, telecom lost 0.1% and transportation lost 0.5%.

The top performer includes Qatar Insurance Company and Dukhan Bank while Qatar Cinema and Film Distribution Co. and Masraf Al Rayan were among the top losers. Trading saw a volume of 133.2 mn shares exchanged in 16,350 transactions, totalling QAR 404.0 mn in value with market cap of QAR 577.6 bn.



Source: Investing.com

QE Sector Indices	Closing Level	1D Change (%)
Banks & Financial Services	4,144.3	0.50%
Consumer Goods & Services	7,506.4	0.91%
Industrials	4,161.8	0.50%
Insurance	2,295.4	1.25%
Real Estate	1,529.9	0.28%
Telecoms	1,601.7	-0.24%
Transportation	5,530.8	-0.29%

Source: Qatar Stock Exchange

Qatar Trading Summary	Buy (%)	Sell (%)
Qatari Individuals	26.1	30.5
Qatari Institutions	32.3	25.0
Qatari - Total	58.4	55.5
Foreign Individuals	11.4	14.2
Foreign Institutions	30.3	30.3
Foreign - Total	41.6	44.5

Source: Qatar Stock Exchange

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KEY NEWS OF QATAR

QSE crosses 10,000 level on stronger global energy prices

On Monday, the Qatar Stock Exchange (QSE) extended its bull run to 20 sessions, with the key index gaining over 42 points to surpass 10,000, driven by optimism from stronger global energy prices. The Qatar Index rose 0.42% to 10,006.52 points, aided by increasing net buying from domestic institutions and foreign funds turning bullish. The market saw significant gains in the insurance, consumer goods, banking, and industrial sectors, while transport and telecom sectors declined. The market capitalization increased by QAR 2.42 bn, reflecting a positive trend despite year-to-date losses. Major gainers included Qatar Insurance and Qatar Islamic Bank, while Qatar Cinema and Film Distribution and Masraf Al Rayan were among the major losers. Trading volumes, value, and transactions all saw notable increases. [Read More](#)

Qatar Chamber discusses trade co-operation with Uzbekistan

Qatar Chamber's first vice-chairman Mohamed bin Towar al-Kuwari held a video meeting with Rasulov Dilshod Ozodovich, deputy chairman of the Uzbekistan Chamber of Commerce and Industry, to discuss enhancing trade and economic cooperation between Qatar and Uzbekistan. They explored key investment sectors and the implementation of agreements between their chambers. They agreed to hold a Qatari-Uzbekistan Business Council meeting in Doha in September and arrange a visit by Qatari businessmen to Uzbekistan in October. Al-Kuwari emphasized Uzbekistan's importance for Qatari investors and highlighted the protective investment legislation in Uzbekistan. Ozodovich expressed interest from Uzbek businessmen in the Qatari market, noting the opportunities in sectors such as mining, agriculture, renewable energy, and pharmacy. [Read More](#)

Qatar's ports see second highest monthly container handling in June 2024

In June 2024, Qatar's ports achieved the second-highest monthly container handling rate with over 144,000 TEUs, marking a 51% increase from the same period last year. This growth was complemented by a significant rise in handling volumes of general and bulk cargo, livestock, and RORO vehicles, reflecting increased vessel activity at Hamad, Doha, and Al Ruwais ports. The positive momentum in Qatar's maritime sector aligns with the optimistic outlook for the non-energy private sector, as indicated by the Qatar Financial Centre's purchasing managers' index. The number of ships calling at Qatar's ports rose by 22.64% year-on-year to 242. Additionally, Hamad Port, a key hub due to its strategic location, saw 123 vessel calls. Over the first half of 2024, the three ports managed 1,323 ships, 706,983 TEUs, and 873,208 freight tonnes of general and bulk cargo. The ports also handled significant increases in RORO units and livestock, though there was a decline in building materials traffic. [Read More](#)

KEY NEWS OF SAUDI ARABIA

PIF's revenue soars 100% to \$88.3bn, latest figures show

Saudi Arabia's Public Investment Fund (PIF) reported strong financial results for 2023, achieving SAR 331 bn (USD 88.3 bn) in revenues, more than doubling from 2022. The fund posted a profit of SAR 64 bn, reversing a loss of SAR 17 bn the previous year. Total assets grew by 28% to SAR 3.7 tn, and retained earnings and reserves increased by 21% to SAR 707 bn. The cash position rose over 30% to SAR 243 bn. PIF's diversified investment strategy and financial management, including strategic acquisitions and the transfer of Aramco shares, drove these results. The fund also diversified its funding sources through debt instruments, raising an additional SAR 45 bn. Despite a slight decline in the metals and mining sector, strong performances in financial services and telecommunications boosted growth. PIF earned high credit ratings from Moody's and Fitch, reflecting its robust financial health and global market performance. [Read More](#)

Corporate activities drive 11% loans surge from Saudi banks, SAMA data shows

Saudi Arabia's banking sector saw loans rise to SAR 2.72 tn (USD 726.44 bn) in May, an 11.14% annual increase, driven by high corporate credit growth, which comprised 53% of total lending. Personal loans accounted for the remaining 47%, growing 7.3% year-on-year. The Saudi Central Bank highlighted real estate as the largest segment of corporate loans, growing 24% annually to SAR 281.1 bn. Key growth factors include high oil prices, government diversification efforts, increased spending, and strong non-oil GDP growth. McKinsey noted mortgage lending as a significant growth driver despite high interest rates. Additionally, the electricity, gas, and water supply

sectors saw a 30% rise in loans, with Saudi Electricity Co. announcing a major capital expenditure program. Initiatives like the world's largest renewable energy survey aim to boost infrastructure financing. Professional, scientific, and technical activities recorded the highest growth rate at 63%, driven by increased demand for specialized services and government policies promoting technology and innovation. [Read More](#)

KEY NEWS OF UAE

Dubai to offer \$6.8bn incentives to attract FDI

The Executive Council of Dubai has approved a Foreign Direct Investment Development Programme, earmarking AED 25 bn (USD 6.81 bn) over 10 years to attract AED 650 bn (USD 176.97 bn) in investments by 2033 as part of the D33 economic agenda. This initiative aims to attract and support international companies in Dubai, enhancing its position as a top global economic city through incentives and highlighting its competitive advantages such as logistics infrastructure and strategic location. Additionally, the Dubai Economic Model will use over 3,000 indicators to monitor economic progress and inform policy decisions, with a focus on sustainable urban mobility and quality of life for residents. [Read More](#)

OTHER REGIONAL AND GLOBAL NEWS

Oil prices lifted by summer demand hopes

Oil prices rose on Monday, driven by anticipated peak summer consumption and OPEC+ production cuts, though gains were limited by increased output from other producers and potential economic instability due to political changes. Brent crude futures increased by 54 cents to USD 85.55 per barrel, while US West Texas Intermediate crude futures rose by 49 cents to \$82.03. Both contracts saw a 6% gain in June, supported by the extension of OPEC+ output cuts into 2025, leading to predicted supply deficits. The Energy Information Administration reported a rise in oil production and demand in April, and analysts highlighted strong demand indicators, especially in the U.S. Additionally, hopes of a US interest rate cut and geopolitical concerns in Europe and the Middle East supported prices. Traders are also monitoring potential impacts of the Atlantic hurricane season on oil and gas production and consumption. [Read More](#)

Gold holds ground as slowing inflation boosts Fed rate-cut bets

Gold prices held steady on Monday at USD 2,327.12 per ounce, as of 0202 GMT, after US inflation data showed a slight subsidence, reinforcing hopes that the Federal Reserve might cut interest rates this year. This stability comes after gold prices saw a 4% increase in the second quarter. The personal consumption expenditures index rose 2.6% in May, slightly down from April's 2.7%. The data aligns with expectations, suggesting the Fed might start easing rates by September. Traders are pricing in a 63% chance of a rate cut. Meanwhile, spot silver remained flat, platinum decreased by 0.2%, and palladium increased by 1.1%. Market focus is shifting to upcoming remarks from Fed Chair Jerome Powell and US labor market data later in the week. [Read More](#)

Asia's first half crude oil imports slip, undermining bullish forecasts: Russell

Asia's crude oil imports fell slightly in the first half of 2024, down to 27.16 mn barrels per day (bpd) from 27.29 mn bpd in the same period in 2023, primarily due to reduced imports by China, which were not offset by increased imports by India. This decline challenges demand forecasts from the International Energy Agency (IEA) and the Organization of the Petroleum Exporting Countries (OPEC), which predicted significant growth in Asia's oil demand for 2024. China's imports dropped by 300,000 bpd, while its domestic production increased by 140,000 bpd, only partially covering the import shortfall. India's imports rose by 90,000 bpd but still fell short of meeting OPEC's demand growth expectations. For Asia to meet the projected demand increase of 1.3 mn bpd by OPEC and 900,000 bpd by the IEA, a substantial rebound in the second half of 2024 is necessary. This rebound depends on strong economic growth in China and the rest of Asia and sustained high oil prices due to OPEC+ production cuts. [Read More](#)

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FX RATES

Currencies	Value	Currencies	Value
EUR/USD	1.07	USD/QAR	3.64
USD/JPY	161.64	EUR/QAR	3.90
GBP/USD	1.26	JPY/QAR	0.02
USD/CHF	0.90	GBP/QAR	4.60
USD/CAD	1.37	CHF/QAR	4.03
AUD/USD	0.66	CAD/QAR	2.65
NZD/USD	0.61	AUD/QAR	2.42
USD/INR	83.46	INR/QAR	0.04
USD/TRY	32.69	TRY/QAR	0.11
USD/ZAR	18.30	ZAR/QAR	0.20
USD/BRL	5.58	BRL/QAR	0.65

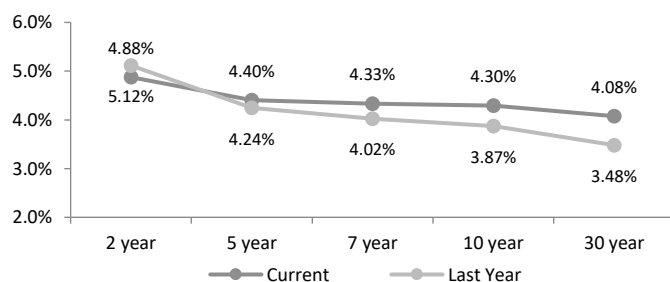
Source: S & P Capital IQ

INTERBANK OFFERING & US SWAP RATES

Duration	Overnight	1 Week	1 Month	3 Month	1 Year
LIBOR	5.06	0.08	5.45	5.59	6.04
EURIBOR	3.66	3.61	3.63	3.71	3.58
QIBOR	5.80	5.85	5.90	6.00	6.25
SAIBOR	5.72	5.65	5.82	6.23	5.87
EIBOR	5.02	5.27	5.36	5.28	5.43
BMIBOR	6.05	6.27	6.60	6.35	6.37
KIBOR	2.31	3.81	4.06	4.31	4.69

Source: Refinitiv Eikon, Qatar Stock Exchange

US Swap Rates



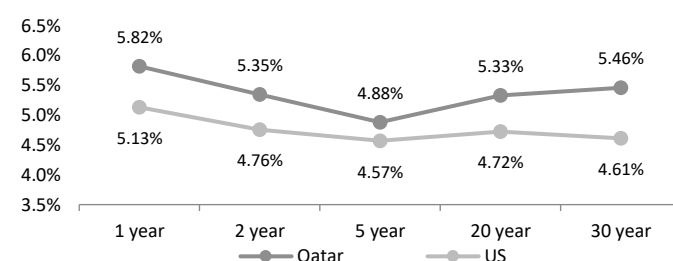
Source: Investing.com

FX Commentary

The euro rose on Monday after France's far-right National Rally party won the first round of the parliamentary elections with a smaller margin than expected, alleviating some concerns over expansionary fiscal policies. This helped the euro increase by 0.24% to USD 1.07. Meanwhile, the Japanese yen weakened following a downward revision in Japan's first-quarter economic growth, which suggested potential cuts in the Bank of Japan's growth forecasts. This kept the yen under pressure amid stark interest rate differentials between the US and Japan. Overall, the dollar edged lower against a basket of currencies due to expectations of the US Federal Reserve cutting interest rates later in the year, fueled by cooling inflation data from May.

SOVEREIGN YIELD CURVES

Qatar vs US Treasuries Yields



Source: Investing.com

5 Years CDS	Spreads	3M Change	5 Year CDS	Spreads	3M Change
US	37.8	(1.6)	Turkey	275.4	(25.1)
UK	25.0	(2.1)	Egypt	642.5	91.7
Germany	9.8	(0.6)	Abu Dhabi	43.8	6.8
France	35.1	10.0	Bahrain	185.2	(3.7)
Italy	75.0	7.3	Dubai	64.9	1.5
Greece	75.3	13.1	Qatar	42.8	4.4
Japan	21.5	2.3	Saudi Arabia	54.8	3.5

Source: S&P Capital IQ

GCC COMPANY RESULT

Company Name	Ticker	Revenues (Mn)	YoY (%)	Net Profit (Mn)	YoY (%)
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Note: No results were published on 01st July 2024.

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QSE MAIN FINANCIAL INDICATORS

Company	Dividend Yield (%)	P/B.V Ratio (x)	P/E Ratio (x)	EPS (QR)	Book Value/Share (QR)	Stock Price (QR)	Company
QNB	4.42	1.61	8.62	1.71	9.15	14.72	QNB
Qatar Islamic Bank	3.84	1.81	10.24	1.84	10.43	18.88	المصرف
Comm. Bank of Qatar	5.83	0.69	5.77	0.74	6.25	4.29	البنك التجاري
Doha Bank	5.19	0.43	5.66	0.26	3.38	1.45	بنك الدوحة
Ahli Bank	6.67	1.43	11.26	0.33	2.63	3.75	الاهلي
Intl. Islamic Bank	4.43	2.18	13.00	0.78	4.67	10.17	الدولي
Rayan	4.35	0.93	14.52	0.16	2.48	2.30	الريان
Lesha Bank (QFC)	0.00	1.14	14.08	0.09	1.12	1.27	QFC بنك لشا
Dukhan Bank	4.24	1.58	15.05	0.25	2.38	3.77	بنك دخان
National Leasing	4.27	0.56	21.65	0.03	1.26	0.70	الإيجارة
Dlala	0.00	1.30	nm	nm	0.96	1.24	دلالة
Qatar Oman	0.00	1.11	nm	nm	0.70	0.78	قطر وعمان
Inma	1.08	1.64	20.65	0.22	2.81	4.61	إنماء
Banks & Financial Services	4.45	1.38	9.39	0.73	4.98		البنوك والخدمات المالية
Zad Holding Company	5.15	2.57	18.36	0.69	4.91	12.63	زاد
Qatar German Co. Med	0.00	6.08	H	0.01	0.31	1.91	الطبية
Baladna	5.31	1.10	18.06	0.07	1.20	1.31	بلدنا
Salam International	4.41	0.53	16.24	0.04	1.28	0.68	السلام
Medicare	5.16	1.17	18.02	0.24	3.66	4.27	الرعاية
Cinema	2.59	1.35	35.84	0.08	2.00	2.70	السينما
Qatar Fuel	5.98	1.76	14.90	1.01	8.58	15.05	قطر للوقود
Widam	0.00	3.07	nm	nm	0.89	2.73	ودام
Mannai Corp.	6.49	1.73	9.47	0.41	2.23	3.85	مجمع المناعي
Al Meera	5.91	1.77	15.69	0.92	8.11	14.38	الميرة
Mekdam	0.00	24.00	13.38	0.27	0.15	3.59	مقدم
MEEZA QSTP	2.28	3.35	37.28	0.09	1.05	3.50	ميزة
Faleh	4.52	0.65	13.26	0.05	1.06	0.69	الفالح
Consumer Goods & Services	5.26	1.69	16.29	0.29	2.81		الخدمات والسلع الاستهلاكية
QAMCO	5.24	1.16	17.00	0.08	1.16	1.34	قامكو
Ind. Manf. Co.	5.19	0.65	7.87	0.32	3.85	2.51	التحويلية
National Cement Co.	8.21	0.82	12.42	0.29	4.47	3.66	الاسمنت
Industries Qatar	6.02	2.15	16.20	0.80	6.04	12.95	صناعات قطر
The Investors	9.65	0.66	11.01	0.14	2.37	1.55	المستثمرين
Electricity & Water	5.50	1.20	11.70	1.34	13.06	15.63	كهرباء وماء
Aamal	0.00	0.60	12.81	0.06	1.27	0.76	أعمال
Gulf International	4.55	1.65	13.25	0.25	2.00	3.30	الخليج الدولية
Mesaieed	5.21	1.28	20.56	0.08	1.29	1.65	مسعيد
Estithmar Holding	0.00	1.36	18.73	0.11	1.45	1.97	استثمار القابضة
Industrials	5.35	1.50	15.52	0.24	2.50		الصناعات
Qatar Insurance	4.67	1.17	nm	nm	1.83	2.14	قطر
Doha Insurance Group	7.06	1.07	11.49	0.22	2.33	2.48	مجموعة الدوحة للتأمين
QLM	6.24	1.16	8.68	0.23	1.73	2.00	كيو إل إم
General Insurance	0.00	0.25	nm	nm	3.75	0.92	العامة
Alkhaleej Takaful	5.10	1.02	11.88	0.20	2.31	2.36	الخليج التكافلي
Islamic Insurance	6.22	2.42	10.50	0.77	3.32	8.04	الإسلامية
Beema	4.63	1.60	13.14	0.30	2.44	3.89	بيمه
Insurance	4.86	0.98	nm	nm	2.25		التأمين
United Dev. Company	4.93	0.35	10.60	0.11	3.16	1.12	المتحدة للتنمية
Barwa	6.57	0.50	9.35	0.29	5.49	2.74	بروة
Ezdan Holding	0.00	0.60	H	0.00	1.27	0.76	إزدان القابضة
Mazaya	4.05	0.60	16.31	0.04	1.03	0.62	مزايا
Real Estate	2.59	0.53	21.60	0.05	1.92		العقارات
Ooredoo	5.42	1.28	14.06	0.72	7.93	10.15	Ooredoo
Vodafone Qatar	6.46	1.56	13.86	0.12	1.09	1.70	فودافون قطر
Telecoms	5.61	1.32	14.02	0.38	4.04		الاتصالات
Qatar Navigation	3.26	0.80	12.88	0.89	14.44	11.49	الملاحة
Gulf warehousing Co	3.30	0.83	8.54	0.39	4.04	3.34	مخازن
Nakilat	3.03	2.15	17.49	0.26	2.15	4.62	ناقلات
Transportation	3.12	1.32	15.01	0.37	4.23		النقل
Exchange	4.61	1.27	12.37	0.33	3.23		

Source: Qatar Stock Exchange; "nm" stands for Minus ratio due to company losses according to the latest financial data and "H" stands for The P/E ratio is one hundred times and more.

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