

## Market Review and Outlook

The Qatar Stock Exchange (QSE) Index went up by 49.98 points, or 0.44% during the week, to close at 11,535.21. Market capitalization went up by 0.73% to QR666.1 billion (bn) as compared to QR661.3bn at the end of the previous week. Of the 48 traded companies, 29 ended the week higher, 18 lower and 1 remained unchanged. Qatar German Co. for Medical Devices (QGMD) was the best performing stock for the week, with a gain of 6.4%. On the other hand, Ahli Bank (ABQK) was the worst performing stock with a decline of 1.5%.

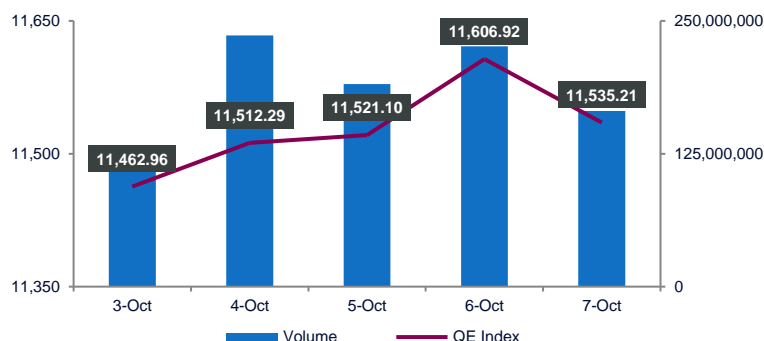
Masraf Al Rayan (MARK), QNB Group (QNBK) and Nakilat (QGTS) were the primary contributors to the weekly index gain. MARK and QNBK added 25.4 and 22.5 points to the index, respectively. Moreover, QGTS added another 8.1 points to the index.

Trading value during the week decreased by 5.3% to QR2,444.3mn vs. QR2,582.2mn in the prior trading week. QNB Group (QNBK) was the top value traded stock during the week with total traded value of QR301.3mn.

Trading volume went up by 5.2% to 949.3mn shares vs. 902.7mn shares in the prior trading week. The number of transactions decreased by 9.8% to 49,017 versus 54,334 in the prior week. Investment Holding Group (IGRD) was the top volume traded stock during the week with total traded volume of 123.5mn shares.

Foreign institutions remained bullish, ending the week with net buying of QR324mn vs. net buying of QR227mn in the prior week. Qatari institutions remained negative with net selling of QR145mn vs. net selling of QR173mn in the week before. Foreign retail investors ended the week with net buying of QR6mn vs. net buying of QR5mn in the prior week. Qatari retail investors remained bearish with net selling of QR185mn vs. net selling of QR58mn the week before. So far YTD (as of Wednesday closing), foreigners were net buyers of \$1,153.7mn.

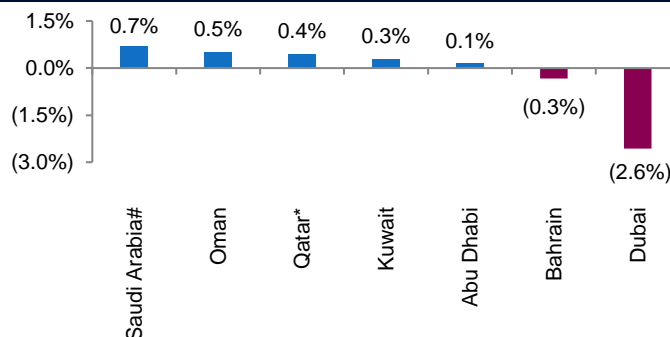
## QSE Index and Volume



Market Indicators	Week ended Oct 07, 2021	Week ended Sep 30, 2021	Chg. %
Value Traded (QR mn)	2,444.3	2,582.2	(5.3)
Exch. Market Cap. (QR mn)	666,083.5	661,258.3	0.7
Volume (mn)	949.3	902.7	5.2
Number of Transactions	49,017	54,334	(9.8)
Companies Traded	48	48	0.0
Market Breadth	29:18	34:13	-

Market Indices	Close	WTD%	MTD%	YTD%
Total Return	22,834.64	0.4	0.4	13.8
ALL Share Index	3,646.59	0.7	0.7	14.0
Banks and Financial Services	4,814.00	0.9	0.9	13.3
Industrials	4,081.57	0.2	0.2	31.8
Transportation	3,463.99	1.6	1.6	5.1
Real Estate	1,818.66	0.1	0.1	(5.7)
Insurance	2,613.73	2.5	2.5	9.1
Telecoms	1,085.28	0.0	0.0	7.4
Consumer Goods & Services	8,191.48	0.1	0.1	0.6
Al Rayan Islamic Index	4,819.36	0.5	0.5	12.9

## Weekly Index Performance



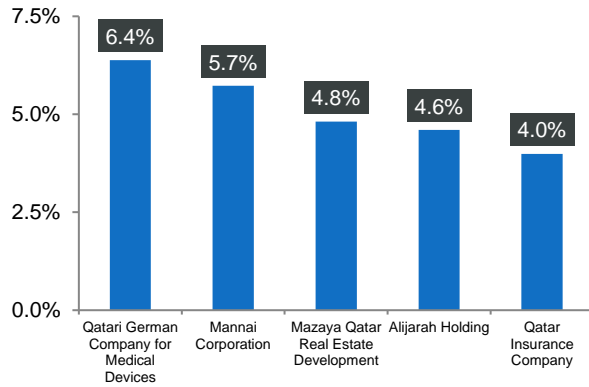
Regional Indices	Close	WTD%	MTD%	YTD%	Weekly Exchange Traded Value (\$ mn)	Exchange Mkt. Cap. (\$ mn)	TTM P/E**	P/B**	Dividend Yield
Qatar*	11,535.21	0.4	0.4	10.5	667.13	181,840.8	17.9	1.8	2.6
Dubai	2,772.44	(2.6)	(2.6)	11.3	211.67	104,302.3	21.0	1.0	2.8
Abu Dhabi	7,709.35	0.1	0.1	52.8	2,752.03	358,498.3	23.9	2.4	3.0
Saudi Arabia#	11,571.88	0.7	0.7	33.2	10,519.33	2,753,081.0	28.4	2.5	2.2
Kuwait	6,883.51	0.3	0.3	24.1	880.45	132,329.0	28.2	1.7	1.9
Oman	3,962.18	0.5	0.5	8.3	13.89	18,702.2	11.8	0.8	3.9
Bahrain	1,699.92	(0.3)	(0.3)	14.1	38.61	27,266.6	12.0	0.8	3.2

Source: Bloomberg, country exchanges and Zawya (\*\* Trailing Twelve Months; \* Value traded (\$ mn) do not include special trades, if any; #Data as of October 06, 2021)

- **MARK obtained shareholder approval for merger with KCBK and raising FOL from 49% to 100%** – Masraf al Rayan (MARK) received shareholder approval for its merger with Al Khalij Commercial Bank (KCBK, Al Khaliji) at its extraordinary general meeting held virtually on Tuesday. This is pursuant to Article 278 of Qatar Law Number 11 of 2015 and its subsequent amendments and the provisions of the Qatar Central Bank Law Number 13 of 2012. This will be done through the issuance of new shares in Al Rayan on the basis of the shareholders of Al Khaliji receiving 0.5 Al Rayan shares for every 1 share in Al Khaliji, subject to obtaining all regulatory approvals and fulfilling all the conditions precedent set out in the merger agreement dated January 7 between Al Khaliji and Masraf Al Rayan. Moreover, the shareholders approved raising the FOL from 49% to 100% taking into account the approvals of the supervisory authorities. The shareholders also approved the Fairness Opinion Report by Barclays Bank, which concludes that the exchange ratio pursuant to the proposed transaction resulting in the value of Al Khaliji of 1,800,000,000 new shares in Masraf Al Rayan's share capital is fair from a financial point of view, to the holders of Al Khaliji shares. It was reaffirmed during the meeting that the merger is subject to regulatory approvals and that both entities will continue to operate independently until the effective date of the merger. (Gulf-Times.com, Company Press Release)
- **KCBK EGM approves merger with MARK** – Al Khalij Commercial Bank (KCBK, Al Khaliji) shareholders have approved the bank's merger plan with Masraf Al Rayan (MARK) at their Extraordinary General Meeting (EGM). The EGM was held electronically during which shareholders considered and passed five resolutions pertaining to the ongoing merger. Shareholders approved the dissolution of Al Khaliji for the purpose of its merger with Masraf Al Rayan subject to all applicable laws and regulations. As a result, trading in Al Khaliji shares will be suspended with immediate effect until the completion of the merger (or effective date). At this date, Al Khaliji shareholders will be issued shares of Masraf Al Rayan. Additionally, the shareholders approved the proposed merger of Al Khaliji and Masraf Al Rayan, which is to be effected by way of a merger pursuant to Article 278 of Qatar Commercial Companies Law Number 11 of 2015 and its subsequent amendments and the provisions of the Qatar Central Bank Law Number 13 of 2012. This will be done through the issuance of new shares in Masraf Al Rayan on the basis of the shareholders of Al Khaliji receiving 0.5 Masraf Al Rayan shares for every 1 share in Al Khaliji, subject to obtaining all regulatory approvals and fulfilling all the conditions set out in the merger agreement dated January 7 this year between Al Khaliji and Masraf Al Rayan. (QSE, Gulf-Times.com)
- **QCSD modified the individuals' ownership limit of DHBK** – Qatar Central Securities Depository (QCSD) has modified the individuals' ownership limit of Doha Bank (DHBK) to be 5% (2% previously) of the capital, which is equal to (155,023,351) shares. (QCSD)
- **Qatar 2Q GDP falls 0.3% QoQ** – Qatar's GDP fell 0.3% QoQ in 2Q, according to The Qatar Ministry of Development Planning and Statistics. GDP rose 4.0% YoY. (Bloomberg)
- **QGTS to disclose its 3Q2021 financial results on October 17** – Qatar Gas Transport Company Ltd. (QGTS) will disclose its financial statement for the period ending September 30, 2021 on October 17, 2021. (QSE)
- **MERS to disclose its 3Q2021 financial results on October 24** – Al Meera Consumer Goods Company (MERS) will disclose its financial statement for the period ending September 30, 2021 on October 24, 2021. (QSE)
- **VFQS to disclose its 3Q2021 financial results on October 14** – Vodafone Qatar (VFQS) will disclose its financial statement for the period ending September 30, 2021 on October 14, 2021. (QSE)
- **QLMI to disclose its 3Q2021 financial results on October 24** – QLM Life & Medical Insurance Company (QLMI) will disclose its financial statement for the period ending September 30, 2021 on October 24, 2021. (QSE)
- **QIBK to disclose its 3Q2021 financial results on October 17** – Qatar Islamic Bank (QIBK) will disclose its financial statement for the period ending September 30, 2021 on October 17, 2021. (QSE)
- **KCBK to disclose its 3Q2021 financial results on October 18** – Al Khalij Commercial Bank (KCBK) will disclose its financial statement for the period ending September 30, 2021 on October 18, 2021. (QSE)
- **Qatar's ports witness robust growth year-on-year in September** – Hamad, Doha and Al Ruwais ports witnessed robust growth YoY, notably in cargoes, containers and building materials, in September 2021, reflecting the country's buoyant trade with the rest of the world, according to the official figures. The general cargo handled through the three ports stood at 114,388 tons in September 2021, which registered a 17% surge year-on-year but declined 22.96% MoM. On a cumulative basis, the general cargo movement through the three ports totaled 1.21mn tons in January-September this year. Hamad Port alone handled 111,712 freight tons of break-bulk in September this year. The port features an intermodal transport network that offers direct and indirect shipping services to more than 100 destinations, facilitating efficient transportation and logistics services locally and abroad. Its multi-use terminal is designed to serve the supply chains for the RORO, grains and livestock. It can handle 1mn tons of cereals and 500,000 vehicles annually as well as livestock. Hamad Port's strategic geographical location offers opportunities to create cargo movement towards the upper Gulf, supporting countries such as Kuwait and Iraq and south towards Oman. As many as 125 vessels had called on this port in September 2021. The number of ships calling on Qatar's three ports together stood at 297 this September, which was 8.33% lower on a yearly basis. However, it was up 7.61% MoM basis. As many as 2,523 ships had called on these ports during the first nine months of this year. The container handling through the three ports stood at 128,761 TEUs (twenty-foot equivalent units), which grew 7.05% and 2.54% YoY and MoM respectively in September 2021. The cumulative container handling stood at 1.2mn TEUs in January-September this year. The Hamad Port, which is the largest eco-friendly project in the region and internationally recognized as one of the largest green ports in the world, alone saw 126,150 TEUs of containers handling in September 2021. QTerminals has achieved 6mn TEUs and 13mn freight tons of non-containerized cargo at the Hamad Port since the start of operations. The building materials handled by the three ports amounted to 41,722 tons in September this year, which shot up 14.82% on a yearly basis but was down 1.87% MoM. A total of 453,766 tons of building materials had been handled by these three ports during the first nine months of this year. (Gulf-Times.com)

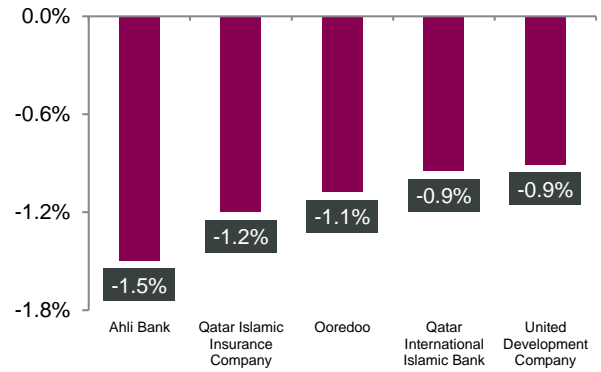
# Qatar Stock Exchange

## Top Gainers



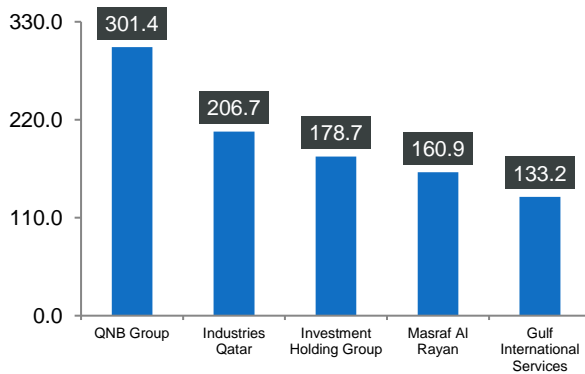
Source: Qatar Stock Exchange (QSE)

## Top Decliners



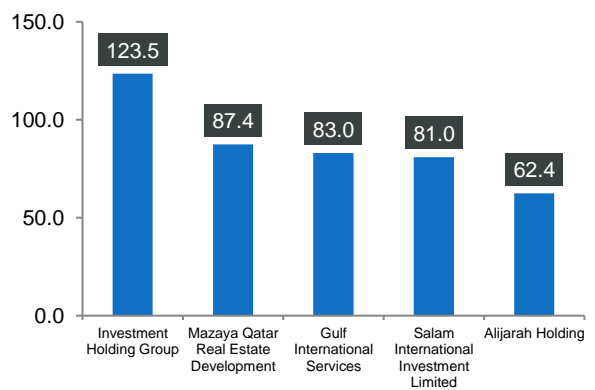
Source: Qatar Stock Exchange (QSE)

## Most Active Shares by Value (QR Million)



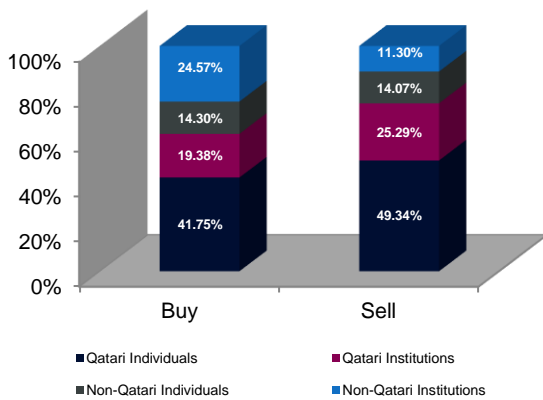
Source: Qatar Stock Exchange (QSE)

## Most Active Shares by Volume (Million)



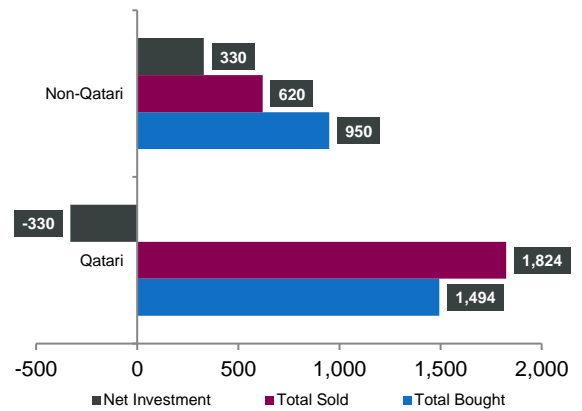
Source: Qatar Stock Exchange (QSE)

## Investor Trading Percentage to Total Value Traded



Source: Qatar Stock Exchange (QSE)

## Net Traded Value by Nationality (QR Million)



Source: Qatar Stock Exchange (QSE)

## TECHNICAL ANALYSIS OF THE QSE INDEX



Source: Bloomberg

The QE Index closed marginally higher, by 0.44%, versus the week before; it printed last at the 11,535.21 level. We reiterate our thesis from last week's report; the major trend remains up and, despite expected volatility, and the current market trajectory seems to be positive. The General Index managed to close at its four-year-high levels, which suggests further uptick is expected. Our expected resistance levels to be around the 11,900 – 12,000 points and the support at 11,000 points.

### DEFINITIONS OF KEY TERMS USED IN TECHNICAL ANALYSIS

**RSI (Relative Strength Index) indicator** – RSI is a momentum oscillator that measures the speed and change of price movements. The RSI oscillates between 0 to 100. The index is deemed to be overbought once the RSI approaches the 70 level, indicating that a correction is likely. On the other hand, if the RSI approaches 30, it is an indication that the index may be getting oversold and therefore likely to bounce back.

**MACD (Moving Average Convergence Divergence) indicator** – The indicator consists of the MACD line and a signal line. The divergence or the convergence of the MACD line with the signal line indicates the strength in the momentum during the uptrend or downtrend, as the case may be. When the MACD crosses the signal line from below and trades above it, it gives a positive indication. The reverse is the situation for a bearish trend.

**Candlestick chart** – A candlestick chart is a price chart that displays the high, low, open, and close for a security. The 'body' of the chart is portion between the open and close price, while the high and low intraday movements form the 'shadow'. The candlestick may represent any time frame. We use a one-day candlestick chart (every candlestick represents one trading day) in our analysis.

**Doji candlestick pattern** – A Doji candlestick is formed when a security's open and close are practically equal. The pattern indicates indecisiveness, and based on preceding price actions and future confirmation, may indicate a bullish or bearish trend reversal.

**Shooting Star/Inverted Hammer candlestick patterns** – These candlestick patterns have a small real body (open price and close price are near to each other), and a long upper shadow (large intraday movement on the upside). The Shooting Star is a bearish reversal pattern that forms after a rally. The Inverted Hammer looks exactly like a Shooting Star, but forms after a downtrend. Inverted Hammers represent a potential bullish trend reversal.

Company Name	Price October 07	% Change WTD	% Change YTD	Market Cap. QR Million	TTM P/E	P/B	Div. Yield
Qatar National Bank	19.40	1.31	8.81	179,187	15.7	2.3	2.3
Qatar Islamic Bank	18.26	0.05	6.72	43,147	14.2	2.3	2.2
Commercial Bank of Qatar	6.10	(0.76)	38.68	24,696	16.4	1.3	1.6
Doha Bank	2.90	1.26	22.56	8,994	14.3	0.9	2.6
Al Ahli Bank	3.95	(1.50)	14.59	9,597	13.8	1.5	3.8
Qatar International Islamic Bank	9.63	(0.95)	6.39	14,577	16.9	2.4	3.4
Masraf Al Rayan	4.58	2.21	1.06	34,335	15.3	2.4	3.7
Al Khaliji Bank	2.24	2.52	21.87	8,064	12.9	1.2	2.5
Qatar First Bank	1.86	2.09	7.96	1,301	18.8	2.5	N/A
National Leasing	1.09	4.60	(12.15)	540	20.9	0.8	2.3
Dlala Holding	1.52	(0.33)	(15.10)	433	29.2	1.9	N/A
Qatar & Oman Investment	0.96	2.34	8.46	303	30.7	1.0	N/A
Islamic Holding Group	4.96	(0.64)	(2.97)	281	40.4	2.0	1.0
<b>Banking and Financial Services</b>				<b>325,456</b>			
Zad Holding	15.80	0.00	16.57	4,119	21.3	2.8	4.0
Qatar German Co. for Medical Devices	3.35	6.39	49.71	387	114.7	11.8	N/A
Salam International Investment	0.96	0.74	47.00	1,094	N/A	0.7	N/A
Baladna	1.63	0.31	(9.11)	3,093	N/A	1.4	3.3
Medicare Group	8.26	1.72	(6.56)	2,325	26.5	2.4	21.8
Qatar Cinema & Film Distribution	3.73	0.81	(6.59)	234	62.8	1.7	2.7
Qatar Fuel	17.89	(0.28)	(4.23)	17,787	18.9	2.1	2.6
Qatar Meat and Livestock	4.15	0.78	(34.36)	747	N/A	2.3	2.4
Mannai Corp.	4.23	5.73	40.97	1,929	5.8	0.9	0.2
Al Meera Consumer Goods	19.58	(0.25)	(5.46)	3,916	21.0	2.7	4.6
<b>Consumer Goods and Services</b>				<b>35,631</b>			
Qatar Industrial Manufacturing	3.19	(0.31)	(0.59)	1,516	14.0	0.9	3.1
Qatar National Cement	5.02	1.60	20.84	3,277	18.6	1.1	4.0
Industries Qatar	15.40	(0.32)	41.67	93,170	18.6	2.6	2.1
Qatari Investors Group	2.54	(0.20)	40.25	3,158	27.8	1.1	2.4
Qatar Electricity and Water	16.81	(0.71)	(5.83)	18,491	14.3	1.8	3.7
Aamal	1.02	0.49	18.95	6,407	27.4	0.8	3.9
Gulf International Services	1.62	1.37	(5.36)	3,016	N/A	0.9	N/A
Mesaieed Petrochemical Holding	2.29	1.46	11.87	28,770	22.1	1.8	1.7
Investment Holding Group	1.45	1.75	142.07	1,204	57.2	1.4	N/A
Qatar Aluminum Manufacturing	1.90	3.37	96.69	10,613	28.9	1.8	1.8
<b>Industrials</b>				<b>169,622</b>			
Qatar Insurance	2.50	3.99	5.88	8,169	19.7	1.0	N/A
QLM Life & Medical Insurance	4.83	(0.41)	#N/A N/A	1,689	N/A	2.9	N/A
Doha Insurance	1.93	(0.67)	38.29	963	13.7	0.8	5.2
Qatar General Insurance & Reinsurance	2.04	2.00	(23.31)	1,785	10.4	0.4	N/A
Al Khaleej Takaful Insurance	4.56	1.02	140.25	1,164	25.3	2.3	1.1
Qatar Islamic Insurance	7.83	(1.20)	13.41	1,174	15.6	3.0	4.2
<b>Insurance</b>				<b>14,943</b>			
United Development	1.53	(0.91)	(7.67)	5,410	19.7	0.5	3.3
Barwa Real Estate	3.15	(0.10)	(7.53)	12,238	10.5	0.6	4.0
Ezdan Real Estate	1.59	1.40	(10.42)	42,201	117.3	1.3	N/A
Mazaya Qatar Real Estate Development	1.09	4.81	(13.78)	1,261	43.5	1.0	2.8
<b>Real Estate</b>				<b>61,110</b>			
Ooredoo	7.26	(1.08)	(3.46)	23,255	N/A	1.1	3.4
Vodafone Qatar	1.68	2.63	25.47	7,101	29.6	1.6	3.0
<b>Telecoms</b>				<b>30,357</b>			
Qatar Navigation (Milaha)	7.50	1.87	5.72	8,588	43.7	0.6	4.0
Gulf Warehousing	5.04	(0.43)	(1.18)	295	12.9	1.5	2.0
Qatar Gas Transport (Nakilat)	3.15	1.65	(1.10)	17,424	13.8	2.3	3.5
<b>Transportation</b>				<b>26,308</b>			
<b>Qatar Exchange</b>				<b>666,083</b>			

Source: Bloomberg

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