

## Market Review and Outlook

The Qatar Stock Exchange (QSE) Index moved down by 230.19 points, or 2.11% during the week, to close at 10,695.05. Market capitalization decreased by 1.9% to reach QR622.13 billion (bn) as compared to QR633.87bn at the end of the previous week. Of the 48 listed companies, 12 ended the week higher, 35 declined, while 1 remained unchanged. Qatari Investors Group (QIGD) was the best performing stock for the week, with a gain of 9.4%. On the other hand, Industries Qatar (IQCD) was the worst performing stock with a decline of 7.4%.

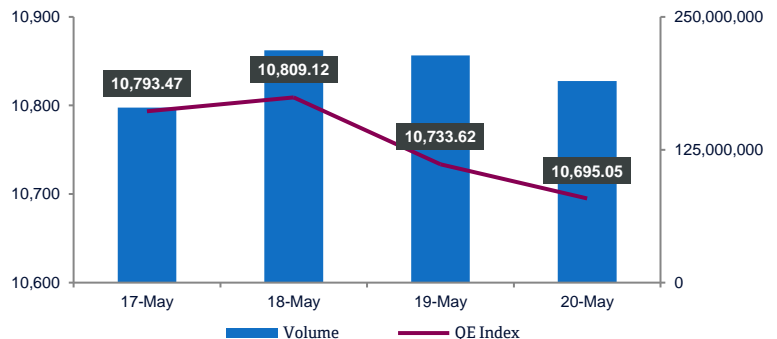
**Industries Qatar (IQCD), QNB Group (QNBK) and Nakilat (QGTS) were the primary contributors to the weekly index drop.** IQCD was the main contributor to the index's weekly loss, removing 121 points from the index. QNBK deleted an additional 24 points from the index. Further, QGTS shaved off 18 points from the index.

**Trading value during the week increased by 37.0% to QR1,897.5mn vs. QR1,384.9mn in the prior trading week.** Qatar Aluminium Manufacturing Company (QAMC) was the top value traded stock during the week with total traded value of QR217.5mn.

**Trading volume increased by 13.3% to 786.7mn shares vs. 696.4mn shares in the prior trading week.** The number of transactions surged by 69.4% to 45,741 transactions versus 27,000 transactions in the prior week. QAMC was also the top volume traded stock during the week with total traded volume of 128.1mn shares.

**Foreign institutions ended the week with net selling of QR182mn vs. net buying of QR76mn in the prior week.** Qatari institutions turned positive with net buying of QR74mn vs. net selling of QR73mn in the week before. Foreign retail investors ended the week with net buying of QR30mn vs. net buying of QR22mn in the prior week. Qatari retail investors turned bullish with net buying of QR79mn vs. net selling of QR28mn the week before. So far YTD (as of Wednesday closing), foreigners were net buyers of \$611.4mn.

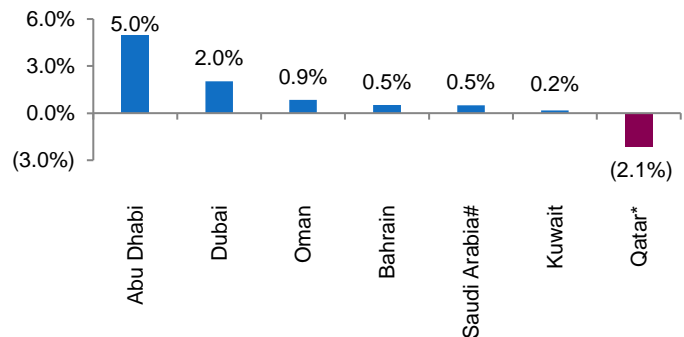
## QSE Index and Volume



| Market Indicators         | Week ended May 20, 2021 | Week ended May 11, 2021 | Chg. % |
|---------------------------|-------------------------|-------------------------|--------|
| Value Traded (QR mn)      | 1,897.5                 | 1,384.7                 | 37.0   |
| Exch. Market Cap. (QR mn) | 622,127.1               | 633,871.0               | (1.9)  |
| Volume (mn)               | 786.7                   | 696.4                   | 13.0   |
| Number of Transactions    | 45,741                  | 27,000                  | 69.4   |
| Companies Traded          | 48                      | 48                      | 0.0    |
| Market Breadth            | 12:35                   | 26:20                   | -      |

| Market Indices               | Close     | WTD%  | MTD%  | YTD%  |
|------------------------------|-----------|-------|-------|-------|
| Total Return                 | 21,171.49 | (2.1) | (2.0) | 5.5   |
| ALL Share Index              | 3,400.82  | (1.7) | (1.4) | 6.3   |
| Banks and Financial Services | 4,492.02  | (0.7) | (0.3) | 5.7   |
| Industrials                  | 3,490.77  | (4.5) | (4.3) | 12.7  |
| Transportation               | 3,397.89  | (2.2) | (2.3) | 3.1   |
| Real Estate                  | 1,881.61  | (1.5) | (1.2) | (2.4) |
| Insurance                    | 2,669.71  | (1.2) | 0.7   | 11.4  |
| Telecoms                     | 1,079.50  | (0.7) | (0.8) | 6.8   |
| Consumer Goods & Services    | 8,170.49  | (1.7) | (1.9) | 0.4   |
| Al Rayan Islamic Index       | 4,605.72  | (1.3) | (1.1) | 7.9   |

## Weekly Index Performance



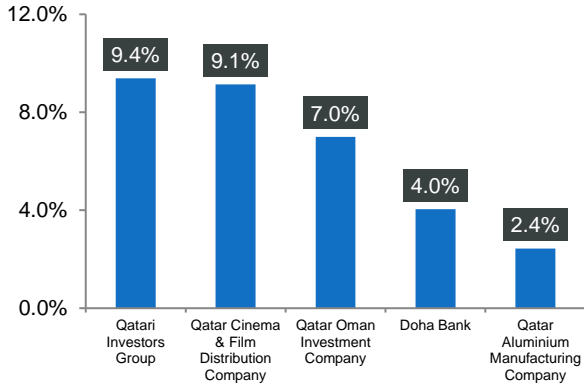
| Regional Indices | Close     | WTD%  | MTD%  | YTD% | Weekly Exchange Traded Value (\$ mn) | Exchange Mkt. Cap. (\$ mn) | TTM P/E** | P/B** | Dividend Yield |
|------------------|-----------|-------|-------|------|--------------------------------------|----------------------------|-----------|-------|----------------|
| Qatar*           | 10,695.05 | (2.1) | (2.0) | 2.5  | 515.79                               | 168,907.5                  | 18.1      | 1.6   | 2.7            |
| Dubai#           | 2,750.96  | 2.0   | 5.6   | 10.4 | 402.56                               | 103,370.3                  | 20.6      | 1.0   | 2.9            |
| Abu Dhabi#       | 6,517.85  | 5.0   | 7.8   | 29.2 | 2,830.10                             | 253,939.3                  | 22.1      | 1.8   | 4.0            |
| Saudi Arabia#    | 10,372.54 | 0.5   | (0.4) | 19.4 | 9,461.70                             | 2,571,174.2                | 31.1      | 2.3   | 2.0            |
| Kuwait           | 6,290.33  | 0.2   | 2.9   | 13.4 | 1,036.87                             | 119,626.2                  | 39.1      | 1.6   | 2.2            |
| Oman             | 3,868.09  | 0.9   | 2.8   | 5.7  | 28.41                                | 12,142.3                   | 11.6      | 0.7   | 4.6            |
| Bahrain          | 1,536.75  | 0.5   | 3.5   | 3.2  | 14.74                                | 23,549.2                   | 27.0      | 1.0   | 2.2            |

Source: Bloomberg, country exchanges and Zawya (\*\* Trailing Twelve Months; \* Value traded (\$ mn) do not include special trades, if any; #Data as of May 19, 2021)

- **MSCI includes QIGD in its Qatar Small Cap index** – Global index compiler Morgan Stanley Capital International (MSCI) has included Qatari Investors Group (QIGD) as a constituent of its MSCI Qatar Small Cap index, effective as of the market close of May 27, 2021. This comes following MSCI's semi-annual index review (SAIR) and its subsequent announcement on May 11, 2021. The company's inclusion by MSCI demonstrates the greater confidence of capital markets in QIGD. The group is a diversified conglomerate listed on the Qatar Stock Exchange. The group owns and operates several subsidiaries in diverse sectors. Historically, the group's focus has been on B2B operations. Its subsidiaries are a mix of organically grown enterprises and international partnerships. Its brands have an established presence and a record of accomplishment in the Qatari market, serving flagship projects, customers and facilities in the private and public sectors. (QSE, Gulf-Times.com)
- **LNG shipments from Qatar to UAE to resume, signaling improving ties** – A liquefied natural gas (LNG) tanker that loaded cargo from Qatar is signaling the UAE as its destination, the first such shipment since mid-2017, reflecting improving ties between the countries. LNG tankers sometimes change destination, but if the shipment is completed, this would be the first time a Qatari LNG cargo has been shipped to the UAE since May 2017, ship-tracking data from Refinitiv Eikon and data intelligence firm Kpler showed. The tanker, Al Ghariya, loaded a cargo from Ras Laffan on May 10 and is at anchor but is showing that it is due to discharge the cargo in Jebel Ali, in the UAE, on May 13, data showed. Another LNG tanker, Al Gattara, which had loaded from Ras Laffan on May 5 had also initially signaled Jebel Ali as its destination but diverted to Asia, Kpler analyst Rebecca Chia said. Both tankers are on long-term charter to Qatargas, she added. Qatar has also resumed monthly exports of condensate to the UAE since February, shipping data on Refinitiv Eikon showed. (Reuters)
- **Al Faleh Educational Holding discloses the Semi-annual financial statement of 2021** – Al Faleh Educational Holding disclosed the interim financial statement for the period ending February 28, 2021. The financial statements revealed a Net Profit of QR8,085,596 for the current period. The Earnings per share (EPS) amounted to QR0.034 as of February 28, 2021. (QSE)
- **CBQK announces successful closing of USD benchmark offering under its EMTN program** – The Commercial Bank (CBQK) has completed the offering of its USD 700,000,000 2.000% 5-year Regulation S bond. The offering closed on May 12, 2021. Application was made to the Irish Stock Exchange PLC trading as Euronext Dublin for the notes to be admitted to its official list and to trading on its regulated market. (QSE)
- **IIF: Qatar well set for post-pandemic rebound** – Qatar is well positioned for post-pandemic rebound with a "modest" economic recovery expected this year due to its "sound" fiscal footing, which helps it in preserving the public wealth, according to the Washington-based Institute of International Finance (IIF). "We expect modest economic recovery in 2021 with real GDP growing by 3.2%, following a contraction of 3.7% in 2020," the IIF said in a report. The recovery would be supported by the strengthening of oil and gas prices, the revival in domestic demand on the back of the progress made in vaccination, and the positive change in the geopolitical situation in the Gulf region, it said. The hydrocarbon GDP is expected to rebound to 2.9% this year and further to 3.4% in 2022 and the non-hydrocarbon is slated to expand to 3.3% in 2021 and 4.4% the subsequent year. The strengthening of the overall economic growth in 2022 will be supported by "significant" increase in gas production and the projected substantial increase in tourist receipts for the FIFA World Cup (scheduled for November 21-December 18, 2022), it said. In this regard, the economic think-tank highlighted that Qatar is seeking to cement its position as the world's second-largest gas exporter and the largest exporter of LNG or liquefied natural gas, given its massive reserves and surging global demand. (Gulf-Times.com)
- **Lloyds Bank: Qatar current account balance set to bounce back to 7.1% this year, 7.9% in 2022** – Qatar's current account balance is expected to bounce back to 7.1% this year and 7.9% in 2022 from -3.4% of GDP in 2020, a Lloyds Bank update has shown. General government debt has grown from 62.3% of GDP in 2019 to 71.8% in 2020 as the country continued to borrow on international markets. The International Monetary Fund anticipates a debt reduction this year and the next, with levels at 59.8% of GDP in 2021 and 53.9% in 2022. Current account surplus narrowed to 2.4% of GDP in 2019 from 9.1% a year earlier as global energy prices fell, the update says. However, the IMF expects this trend to be strengthened by the negative economic impact of the COVID-19 pandemic and the fall in oil prices. In the medium term, expansion of the North Field gas projects is expected to be completed by 2024, further boosting gas output, Lloyds Bank said. In February, Qatar Petroleum took the final investment decision for developing the NFE project, the world's largest LNG project, which will raise Qatar's production capacity from 77mn tons per year (mtpy) to 110 mtpy by 2025. The project will also produce condensate, LPG, ethane, sulphur and helium. It is expected to start production in the fourth quarter of 2025 and total production will reach about 1.4mn barrels oil equivalent per day. The NFE project will be one of the energy industry's largest investments in the past few years, in addition to being the largest LNG capacity addition ever, and the most competitive LNG project in the world. New projects are planned in infrastructure and telecommunications, and various construction projects are in progress in preparation for the World Cup in 2022, Lloyds Bank said. Inflation is estimated to have fallen to -0.7% in 2019 and -2.7% in 2020. The IMF estimates inflation to increase to 2.4% in 2021 and 2.9% in 2022 in its latest World Economic Outlook. (Gulf-Times.com)

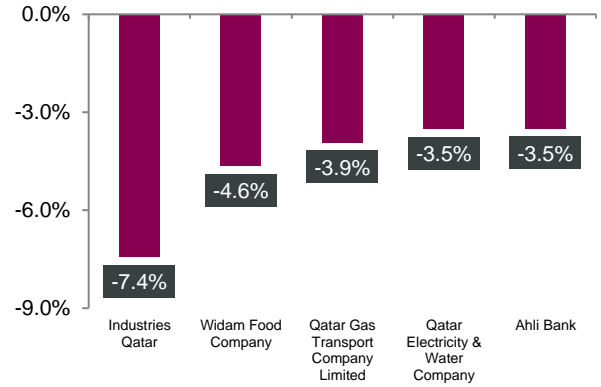
# Qatar Stock Exchange

## Top Gainers



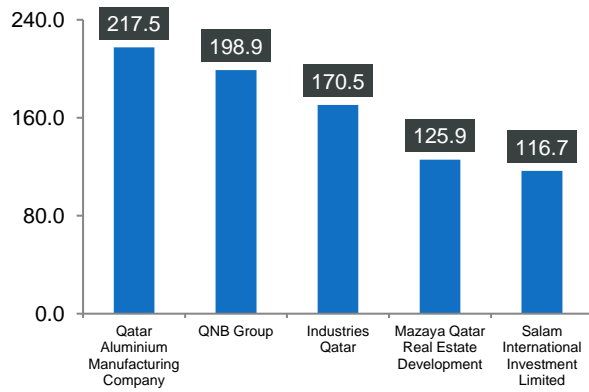
Source: Qatar Stock Exchange (QSE)

## Top Decliners



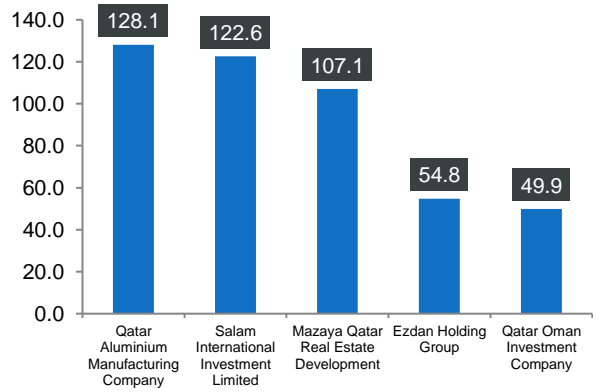
Source: Qatar Stock Exchange (QSE)

## Most Active Shares by Value (QR Million)



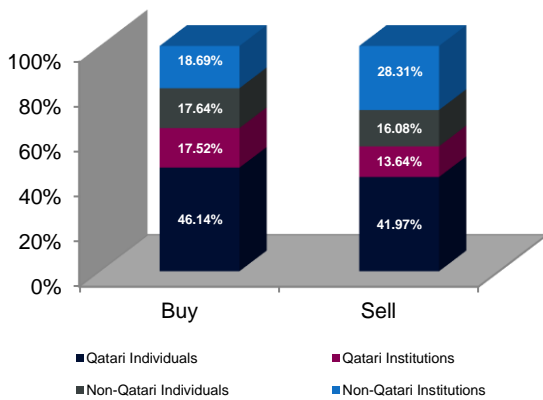
Source: Qatar Stock Exchange (QSE)

## Most Active Shares by Volume (Million)



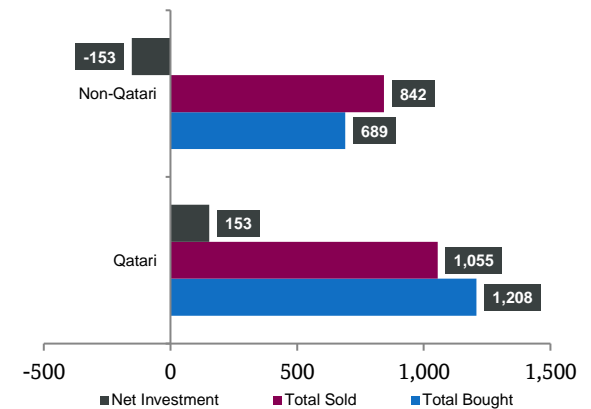
Source: Qatar Stock Exchange (QSE)

## 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 lost 2.11% over the past week; it closed at 10,695.05 in Thursday's session. We expected the General Index to correct if it does not breakout above the 11,000 resistance level; that is exactly what happened. That been said, the major trend remains up, but we await a reversal signal against the current correction before the Index could pick up the pace. Our projected resistance level remains at the 11,000 points and the support level at the 10,000 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 May 20 | % Change WTD | % Change YTD | Market Cap. QR Million | TTM P/E | P/B  | Div. Yield |
|---------------------------------------|--------------|--------------|--------------|------------------------|---------|------|------------|
| Qatar National Bank                   | 17.73        | (1.50)       | (0.56)       | 163,762                | 15.2    | 2.3  | 2.5        |
| Qatar Islamic Bank                    | 17.29        | (0.06)       | 1.05         | 40,855                 | 14.0    | 2.3  | 2.3        |
| Commercial Bank of Qatar              | 5.31         | (1.47)       | 20.75        | 21,503                 | 16.5    | 1.2  | 1.9        |
| Doha Bank                             | 2.86         | 4.04         | 20.79        | 8,864                  | 15.7    | 0.9  | 2.6        |
| Al Ahli Bank                          | 3.75         | (3.50)       | 8.79         | 9,111                  | 13.3    | 1.5  | 4.0        |
| Qatar International Islamic Bank      | 9.49         | 0.86         | 4.84         | 14,365                 | 17.0    | 2.3  | 3.4        |
| Masraf Al Rayan                       | 4.44         | (0.69)       | (1.92)       | 33,323                 | 15.1    | 2.4  | 3.8        |
| Al Khaliji Bank                       | 2.18         | 0.69         | 18.34        | 7,830                  | 12.5    | 1.2  | 2.6        |
| Qatar First Bank                      | 1.88         | (2.18)       | 9.36         | 1,317                  | 42.8    | 2.7  | N/A        |
| National Leasing                      | 1.21         | 2.12         | (3.06)       | 596                    | 13.0    | 0.9  | 2.1        |
| Dlala Holding                         | 1.69         | (0.18)       | (5.96)       | 480                    | 56.8    | 2.3  | N/A        |
| Qatar & Oman Investment               | 1.07         | 6.99         | 20.74        | 337                    | 49.8    | 1.1  | N/A        |
| Islamic Holding Group                 | 5.03         | (1.57)       | (1.68)       | 285                    | 40.6    | 2.0  | 1.0        |
| <b>Banking and Financial Services</b> |              |              |              | <b>302,628</b>         |         |      |            |
| Zad Holding                           | 15.50        | (1.59)       | 14.35        | 4,041                  | 20.1    | 2.6  | 4.1        |
| Qatar German Co. for Medical Devices  | 2.77         | (1.25)       | 23.74        | 320                    | 380.8   | 10.1 | N/A        |
| Salam International Investment        | 0.94         | (0.42)       | 45.01        | 1,079                  | N/A     | 0.7  | N/A        |
| Baladna                               | 1.59         | (1.12)       | (11.34)      | 3,017                  | N/A     | 1.4  | 3.3        |
| Medicare Group                        | 9.18         | (1.67)       | 3.88         | 2,584                  | 29.9    | 2.5  | 19.6       |
| Qatar Cinema & Film Distribution      | 4.90         | 9.13         | 22.69        | 308                    | 67.6    | 2.2  | 2.2        |
| Qatar Fuel                            | 17.78        | (2.20)       | (4.82)       | 17,678                 | 22.7    | 2.2  | 2.6        |
| Qatar Meat and Livestock              | 4.64         | (4.65)       | (26.62)      | 835                    | 32.8    | 2.3  | 2.2        |
| Mannai Corp.                          | 3.87         | (1.68)       | 28.97        | 1,765                  | 26.2    | 0.8  | 0.3        |
| Al Meera Consumer Goods               | 18.53        | (0.38)       | (10.53)      | 3,706                  | 19.3    | 2.4  | 4.9        |
| <b>Consumer Goods and Services</b>    |              |              |              | <b>35,333</b>          |         |      |            |
| Qatar Industrial Manufacturing        | 2.89         | 0.03         | (9.97)       | 1,373                  | 15.4    | 0.9  | 3.5        |
| Qatar National Cement                 | 5.00         | (2.10)       | 20.48        | 3,268                  | 19.7    | 1.1  | 4.0        |
| Industries Qatar                      | 12.45        | (7.43)       | 14.54        | 75,323                 | 23.4    | 2.3  | 2.7        |
| Qatari Investors Group                | 2.66         | 9.38         | 46.77        | 3,305                  | 34.8    | 1.2  | 2.3        |
| Qatar Electricity and Water           | 16.46        | (3.52)       | (7.79)       | 18,106                 | 14.9    | 1.8  | 3.8        |
| Aamal                                 | 0.97         | (0.61)       | 13.45        | 6,111                  | 55.5    | 0.8  | 4.1        |
| Gulf International Services           | 1.48         | (1.40)       | (13.76)      | 2,749                  | N/A     | 0.8  | N/A        |
| Mesaieed Petrochemical Holding        | 1.89         | (1.98)       | (7.91)       | 23,682                 | 27.8    | 1.5  | 2.1        |
| Investment Holding Group              | 1.07         | (2.65)       | 77.96        | 885                    | 40.2    | 1.1  | N/A        |
| Qatar Aluminum Manufacturing          | 1.69         | 2.43         | 74.25        | 9,403                  | 45.5    | 1.6  | 2.1        |
| <b>Industrials</b>                    |              |              |              | <b>144,202</b>         |         |      |            |
| Qatar Insurance                       | 2.51         | (1.06)       | 6.27         | 8,198                  | 35.4    | 1.0  | N/A        |
| QLM Life & Medical Insurance          | 5.05         | (2.87)       | #N/A N/A     | 1,768                  | N/A     | N/A  | N/A        |
| Doha Insurance                        | 1.97         | (1.16)       | 41.31        | 984                    | 14.0    | 0.9  | 5.1        |
| Qatar General Insurance & Reinsurance | 2.41         | (1.63)       | (9.40)       | 2,109                  | 12.6    | 0.4  | N/A        |
| Al Khaleej Takaful Insurance          | 4.26         | (0.12)       | 124.18       | 1,086                  | 31.9    | 2.0  | 1.2        |
| Qatar Islamic Insurance               | 7.70         | (2.53)       | 11.59        | 1,155                  | 15.5    | 2.9  | 4.2        |
| <b>Insurance</b>                      |              |              |              | <b>15,299</b>          |         |      |            |
| United Development                    | 1.58         | (1.50)       | (4.59)       | 5,591                  | 25.1    | 0.5  | 3.2        |
| Barwa Real Estate                     | 3.14         | (2.66)       | (7.59)       | 12,230                 | 10.1    | 0.6  | 4.0        |
| Ezdan Real Estate                     | 1.78         | 0.40         | 0.00         | 47,108                 | 121.1   | 1.5  | N/A        |
| Mazaya Qatar Real Estate Development  | 1.17         | 0.95         | (7.36)       | 1,354                  | 43.5    | 1.1  | 2.6        |
| <b>Real Estate</b>                    |              |              |              | <b>66,284</b>          |         |      |            |
| Ooredoo                               | 7.05         | (1.22)       | (6.32)       | 22,567                 | 24.9    | 1.0  | 3.5        |
| Vodafone Qatar                        | 1.77         | 0.51         | 31.89        | 7,465                  | 36.4    | 1.7  | 2.8        |
| <b>Telecoms</b>                       |              |              |              | <b>30,031</b>          |         |      |            |
| Qatar Navigation (Milaha)             | 7.50         | 0.00         | 5.74         | 8,589                  | 119.5   | 0.6  | 4.0        |
| Gulf Warehousing                      | 5.06         | (1.25)       | (0.67)       | 297                    | 12.6    | 1.6  | 2.0        |
| Qatar Gas Transport (Nakilat)         | 3.03         | (3.93)       | (4.69)       | 16,793                 | 14.5    | 2.4  | 3.6        |
| <b>Transportation</b>                 |              |              |              | <b>25,679</b>          |         |      |            |
| <b>Qatar Exchange</b>                 |              |              |              | <b>622,127</b>         |         |      |            |

Source: Bloomberg

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