

Market Review and Outlook

The Qatar Stock Exchange (QSE) Index increased by 46.32 points or 0.45% during the trading week to close at 10,319.33. Market capitalization receded by 0.1% to QR567.7 billion (bn) versus QR568.1bn the previous trading week. Of the 46 listed companies, 20 companies ended the week higher, while 20 declined and 6 remained unchanged. Qatar Islamic Insurance (QISI) was the best performing stock for the week with a gain of 10.6% on a trading volume of 83.3 thousand (k) shares. On the other hand, Mannai Corp. (MCCS) was the worst performing stock for the week with a decline of 2.7% on 16.2k shares traded.

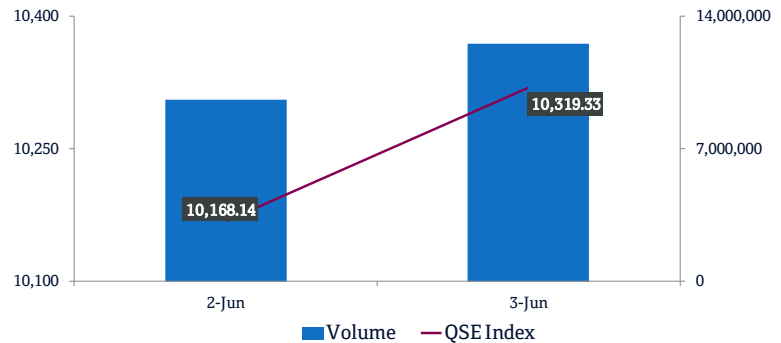
Commercial Bank of Qatar (CBQK), Qatar Islamic Bank (QIBK) and Masraf Al Rayan (MARK) were the primary contributors to the weekly index gain. CBQK was the biggest contributor to the index's weekly increase, adding 24.4 points to the index. QIBK was the second biggest contributor to the mentioned gain, contributing 21.4 points to the index. Moreover, MARK tacked on 20.1 points to the index.

Trading value during the week decreased by 87.2% to QR0.64bn versus QR4.96bn in the prior week. The Banks & Financial Services sector led the trading value during the week, accounting for 54.7% of the total trading value. The Industrials sector was the second biggest contributor to the overall trading value, accounting for 17.6% of the total. QNB Group (QNBK) was the top value traded stock during the week with total traded value of QR226.8mn.

Trading volume decreased by 89.0% to reach 22.2mn shares versus 202.7mn shares in the prior week. The number of transactions fell by 78.0% to 14,937 transactions versus 68,041 transactions in the prior week. The Real Estate sector led the trading volume, accounting for 42.2%, followed by the Banks & Financial Services sector which accounted for 22.3% of the overall trading volume. Ezdan Holding Group (ERES) was the top volume traded stock during the week with 8.4mn shares.

Foreign institutions remained bullish with net buying of QR188.6mn vs. net buying of QR907.6mn in the prior week. Qatari institutions remained bearish with net selling of QR89.0mn vs. net selling of QR668.7mn in the week before. Foreign retail investors remained negative with net selling of QR11.0mn vs. net selling of QR133.4mn in the prior week. Qatari retail investors remained bearish with net selling of QR88.5mn vs. net selling of QR105.5mn the week before. Foreign institutions have bought (net basis) ~\$941mn worth of Qatari equities in 2019.

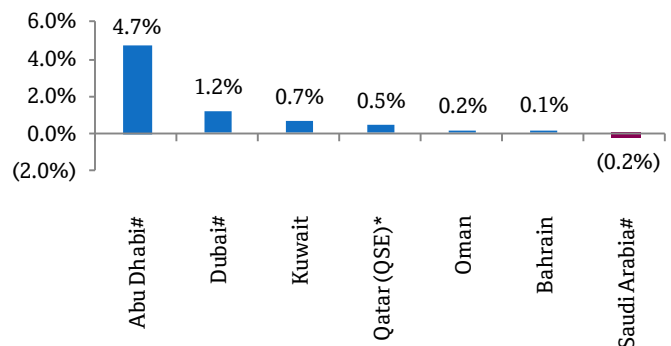
QSE Index and Volume



Market Indicators	Week ended June 03, 2019	Week ended May 30, 2019	Chg. %
Value Traded (QR mn)	637.0	4,960.9	(87.2)
Exch. Market Cap. (QR mn)	567,688.8	568,078.3	(0.1)
Volume (mn)	22.2	202.7	(89.0)
Number of Transactions	14,937	68,041	(78.0)
Companies Traded	46	46	-
Market Breadth	20:20	30:13	-

Market Indices	Close	WTD%	MTD%	YTD%
Total Return	18,988.43	0.5	0.5	4.6
ALL Share Index	3,051.54	0.2	0.2	(0.9)
Banks and Financial Services	3,987.52	0.5	0.5	4.1
Industrials	3,215.19	(0.1)	(0.1)	0.0
Transportation	2,431.48	1.2	1.2	18.1
Real Estate	1,564.11	(0.9)	(0.9)	(28.5)
Insurance	3,070.42	0.9	0.9	2.1
Telecoms	891.96	(0.5)	(0.5)	(9.7)
Consumer Goods & Services	7,778.37	(0.2)	(0.2)	15.2
Al Rayan Islamic Index	4,018.22	0.6	0.6	3.4

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*	10,319.33	0.5	0.5	0.2	174.31	155,887.3	14.5	1.6	4.2
Dubai#	2,620.33	1.2	(5.3)	3.6	56.11	95,039.7	11.4	1.0	5.1
Abu Dhabi#	5,003.59	4.7	(4.8)	1.8	102.66	139,271.4	14.5	1.5	5.0
Saudi Arabia#	8,516.48	(0.2)	(8.5)	8.8	726.37	533,344.0	19.5	1.9	3.5
Kuwait	4,767.42	0.7	0.7	0.6	137.70	32,789.8	14.5	0.9	3.9
Oman	3,941.82	0.2	0.2	(8.8)	4.12	17,151.8	7.8	0.8	7.0
Bahrain	1,434.62	0.1	0.1	7.3	4.52	22,264.5	10.5	0.9	5.3

Source: Bloomberg, country exchanges and Zawya (** Trailing Twelve Months; * Value traded (\$ mn) do not include special trades, if any; #Data as of May 30, 2019)

Stock Split Dates for Listed Qatari Companies

Day / Date	Company Symbols			Sector
	1	2	3	
Sunday 09/06/2019	CBQK	QFBQ		Banking and Financial Services
Monday 10/06/2019	KCBK	DBIS	QOIS	
Tuesday 11/06/2019	QIIK	NLCS		
Wednesday 12/06/2019	QNBK	ABQK	IHGS	
Thursday 13/06/2019	QIBK	DHBK		
Sunday 16/06/2019	MARK			
Monday 17/06/2019	MERS	MCCS		Consumer Goods & Services
Tuesday 18/06/2019	WDAM	ZHCD	QGMD	
Wednesday 19/06/2019	QFLS	MCGS		
Thursday 20/06/2019	SIIS	QCFS		
Sunday 23/06/2019	MPHC	IGRD		Industrial
Monday 24/06/2019	QIGD	AHCS	QNCD	
Tuesday 25/06/2019	IQCD	QIMD		
Wednesday 26/06/2019	QEWS	GISS		
Thursday 27/06/2019	QISI	QATI		Insurance
Sunday 30/06/2019	DOHI	QGRI	AKHI	
Monday 01/07/2019	BRES	ERES		Real Estate
Tuesday 02/07/2019	UDCD	MRDS		
Wednesday 03/07/2019	VFQS	ORDS		Telecoms
Thursday 04/07/2019	QGTS	GWCS	QNNS	Transport/Logistics
Sunday 07/07/2019	QETF	QATR	QAMC	ETFs and QAMCO

Source: Qatar Stock Exchange (QSE)

News

Economic News & Market News

- QSE announces Eid Al-Fitr holiday for 2019** – Qatar Stock Exchange (QSE) announced Eid Al-Fitr holiday will be three working Days, starting from June 4, 2019 until June 6, 2019. The market will resume work on June 9, 2019. This is based on the instructions received from the Qatar Financial Markets Authority (QFMA). Wishing you Eid Mubarak! (QSE)
- QIGD postpones its EGM due to lack of quorum** – Qatari Investors Group (QIGD) announced that the necessary quorum for the Extraordinary General Assembly Meeting (EGM), which was scheduled on May 29, 2019, has not been met. Therefore, subject to Article 139 of the companies Law and Article 58 of the company statute, an invitation for a third meeting shall be made after thirty days from the date of the second meeting. (QSE)
- Qatar's April M2 money supply falls most since 2016** – Qatar M2 money supply fell 3.1% in April, the largest fall since January 2016, according to figure published by the Qatar Central Bank. The fall was largely due to a drop in foreign currency deposits, down 13.8% in the month to QR153.9bn from QR178.5bn in March. (Bloomberg)
- QIA leads more than \$500mn equity financing in US online lending entity, SoFi** – The Qatar Investment Authority (QIA) has led a more than \$500mn equity financing in SoFi, an online lending entity in the US. The San Francisco-based company plans to use the funds to continue to invest in its rapid rate of innovation and growth, fulfilling its mission to help SoFi members achieve financial independence to realize their ambitions. The investment round values SoFi at \$4.3bn on a 'pre-money' basis and further strengthens SoFi's balance sheet to total capital of \$2.3bn. The QIA invested alongside existing investors and SoFi Chief Executive, Anthony Noto. "We strongly believe in SoFi's approach, and their dedication to build a transformational financial platform that is rapidly disrupting consumer finance," said Mansoor Al-Mahmoud, CEO of the QIA. Finding that SoFi's team has a clear long-term vision for their business, he said the QIA is proud to be the partners and support SoFi on its journey as part of the broader strategic investments in technology. Qatar's sovereign wealth fund finds immense potential in the technology sector and therefore has been focusing more on its investing in companies in the TMT sector. (Gulf-Times.com)
- Qatar's real estate transactions stood at QR312,180,168 between May 19 to May 23** – The trading volume of registered real estate between May 19 to May 23 at the Ministry of Justice's real estate registration department stood at QR312,180,168. The department's weekly report stated that the trading included empty lands, residential units, residential buildings and multipurpose empty lands. (Gulf-Times.com)
- Qatari ports see strong growth in first quarter** – Qatar's maritime sector has delivered strong performance in the first quarter of this year. Hamad Port, Ruwais Port and Doha Port have registered all-round growth in cargo and passenger traffic during January - March quarter of 2019, showing the robustness of Qatar's maritime sector. The ports handled 110,938 tons of

building materials during the first quarter, reflecting 37% growth, compared to same quarter last year. The ports received 321,345 containers during the first quarter of 2019, registering 3% increase over the same period of 2018. Number of cruise passengers also increased as Doha Port witnessed arrival of 89,188 passengers during the quarter, showing a massive growth of 99% compared to the first quarter of last year. The ports handled 17,141 units of vehicles, while 227,554 tons of general cargo during the first quarter. The ports handled 235,053 livestock during the quarter. A total of 958 ships called at these ports during the first quarter of 2019. (Peninsula Qatar)

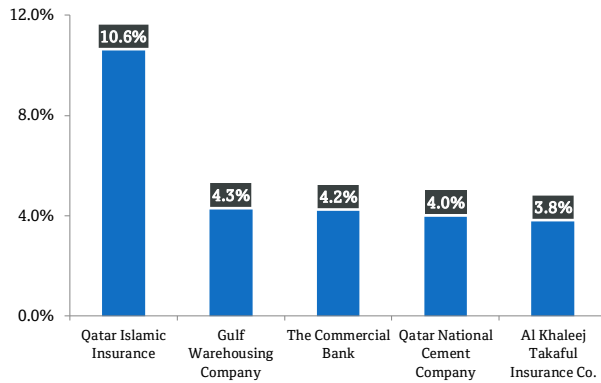
- **Qatar receives record number of cruise tourists** – Qatar’s tourism sector witnessed visitors boom in the last season as Doha Port welcomed record number of passengers in 2018-19 season. Doha Port received 144,707 passengers and crew on 44 ships during the season according to Mwanji Qatar. The record breaking number of tourist arrival has confirmed Doha Port’s important role in boosting marine tourism revenues and transforming Qatar into a regional cruise hub. Cruise season runs from September to April in Qatar. A total of 65,675 visitors arrived on Qatar’s shores during 2017/18 season, which was a 39% increase compared to the previous season. (Peninsula Qatar)
- **Qatar Airways' inaugural flight touches down in Rabat** – Qatar Airways’ first flight from Doha to Rabat landed on Wednesday at Rabat–Salé Airport, marking the airline’s third gateway to Morocco. Qatar Airways flight QR1463, operated by a Boeing 787, was welcomed by a celebratory water cannon salute upon arrival in the Moroccan capital. (Peninsula Qatar)
- **Ooredoo’s subsidiary to pay interest to its GMTN holders** – Ooredoo announces that Ooredoo International Finance Limited (OIFL), its wholly-owned subsidiary, pursuant to the terms and conditions of the notes and the final terms, will pay its global medium term note (GMTN) holders’ interest payment on 24 June 2019. (QSE)
- **SC: Workers to get back QR80mn in recruitment fees** – The Supreme Committee for Delivery & Legacy (SC) has stated the successful reimbursement of recruitment fees is one of its landmark achievements in the area of workers' welfare, as about 123 contractors and sub-contractors have agreed to pay back recruitment and relocation costs to their workers. As a result, more than 31,800 SC and non-SC workers will collectively receive over QR80mn as reimbursements over the next 36 months, according to the Supreme Committee, which has released its fourth Annual Workers’ Welfare Progress Report for the period February 2018 - January 2019. The report outlines a number of key milestones, challenges and priorities of the SC "as part of its continued commitment to its 30,000 workforce in the country", the Qatar News Agency (QNA) stated. The reimbursement of recruitment fees is a first-ever initiative undertaken in the country. (Gulf-Times.com)
- **QFC holds talks with sports industry leaders in New York** – The Qatar Financial Centre (QFC) and Aspire Zone Foundation engaged with high-profile global leaders in the sports industry during the Sport Business Summit at the Leaders New York event. During the three-day event, the QFC, Aspire Zone Foundation, and Qatar Development Bank jointly hosted a masterclass sponsored by the Sport Accelerator – Qatar Sport

Business District, entitled ‘Tap into a \$20bn Future Sports Market in Qatar’. The workshop aims to highlight the wide-ranging opportunities for investment in Qatar’s growing sports industry, which is expected to be valued at \$20bn by 2023. (Peninsula Qatar)

- **Qatar Airways 2018 Sustainability Report details progress during blockade** – Qatar Airways Group published its 2018 Sustainability Report, which details its development and progress in this crucial area. The report highlights the airlines’ many achievements, despite the backdrop of the blockade imposed on the state of Qatar by some of its neighbors on June 5, 2017. During the reporting period, Qatar Airways became the first airline in the Middle East and just the fifth worldwide to secure accreditation to the highest level in the International Air Transport Association’s (IATA) Environmental Assessment (IEnvA) program. Alongside this, Hamad International Airport successfully renewed its certification to Level 3 of the Airport Council International’s (ACI) Airport Carbon Accreditation program. Qatar Airways Group’s CEO, HE Akbar Al-Baker said, “Our commitment to a sustainable aviation industry is more resolute than ever, and we are delighted to continue to fly the flag for environmentally efficient aviation and for the state of Qatar. I am very proud of our resilience during the blockade, demonstrated by our continued level of achievement during the reporting period.” (Gulf-Times.com)
- **Over 300 aircraft worth over \$90bn on order for QA** – Qatar Airways (QA) has an order of over 300 aircraft worth more than \$90bn, according to its Sustainability Report 2018 released. The strong line up of new orders matches the unprecedented growth witnessed in past and firm expansion plans of the national carrier of Qatar, which is one of the fastest growing airlines the world. “At a time when Qatar Airways is experiencing unprecedented growth and expansion, the need for efficient, reliable and modern aircraft has never been greater,” Akbar Al Baker, CEO, Qatar Airways Group, said in the report. (Peninsula Qatar)
- **Elite Chairman: Qatar key exporter of high-quality recycled products** – Qatar has emerged as one of the prime exporters of high-quality recycled products like reel Kraft paper, fluting, test liner, pulp paper, egg pallets and corrugated packing to countries around the world, Elite Paper Recycling Chairman, Abdullah Al Suwaidi has said. Speaking at a Memorandum of Understanding (MoU) signing ceremony as part of Elite Paper’s ‘Go Green Initiative Green Embassies’ at the Embassy of Argentina in Doha, Suwaidi said that many environment-friendly initiatives have been taken in Qatar to cater to the growing global demand for recycled paper Kraft. Adding value to waste in Qatar, Suwaidi said, Elite Paper Recycling alone recycles more than 60% of waste in the country. “Our products are manufactured out of 100% recycled waste paper using a state-of-the-art technology which adheres to strict environmental regulations and international standards. It is made entirely from post-consumer and post-industrial content and is recyclable and naturally biodegradable,” he said. (Qatar Tribune)

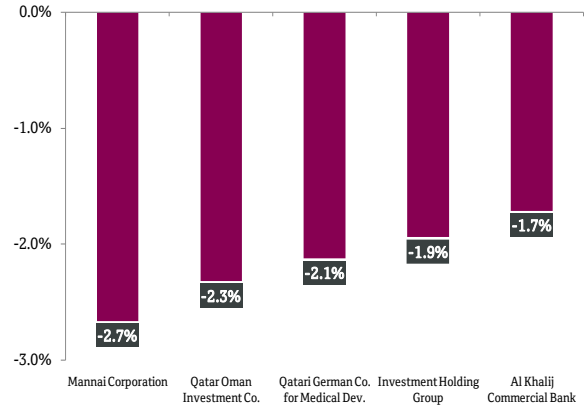
Qatar Stock Exchange

Top Gainers



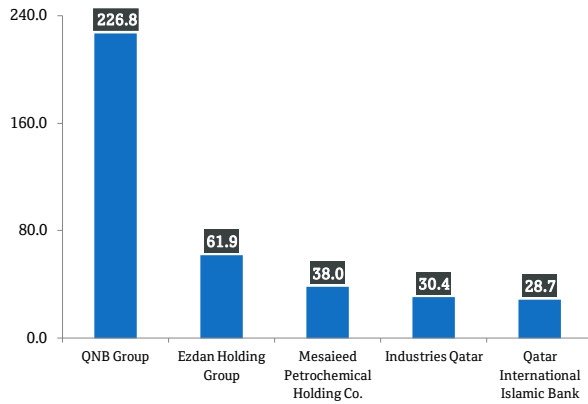
Source: Qatar Stock Exchange (QSE)

Top Decliners



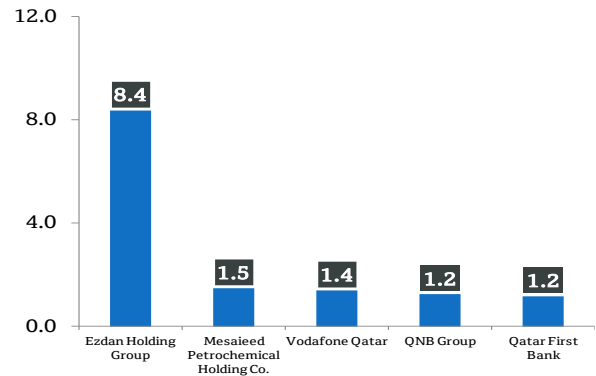
Source: Qatar Stock Exchange (QSE)

Most Active Shares by Value (QR Million)



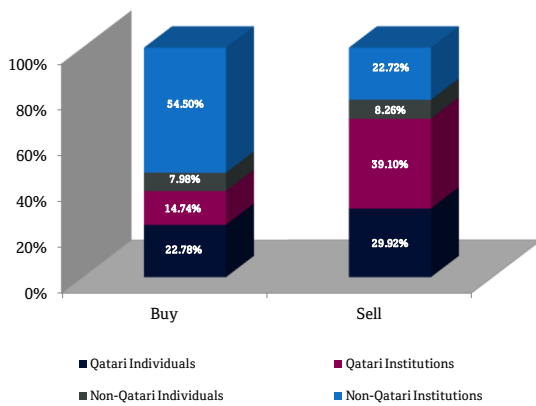
Source: Qatar Stock Exchange (QSE)

Most Active Shares by Volume (Million)



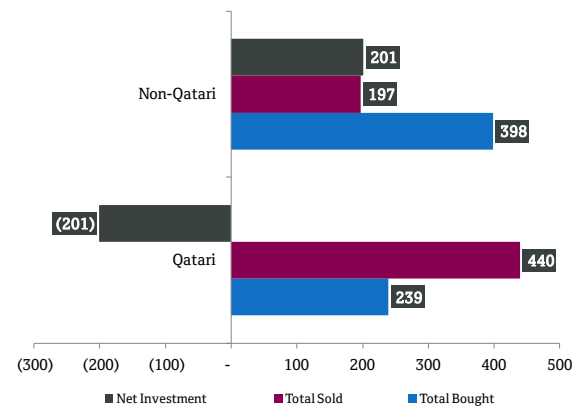
Source: Qatar Stock Exchange (QSE)

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 0.45% up from the week before, and closed at 10,319.33. We remain with the opinion that the 9,700 level is very critical to maintain; failure to do so would bring out the next support level at 9,200. We keep our next expected resistance level at 10,800 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 June 03	% Change WTD	% Change YTD	Market Cap. QR Million	TTM P/E	P/B	Div. Yield
Qatar National Bank	186.00	(1.06)	(4.62)	171,798	13.1	2.7	3.2
Qatar Islamic Bank	170.00	1.74	11.84	40,170	15.4	2.7	2.9
Commercial Bank of Qatar	48.40	4.20	22.87	19,589	13.5	1.2	3.1
Doha Bank	23.08	(0.60)	3.96	7,156	13.3	0.8	4.3
Al Ahli Bank	28.01	0.00	10.04	6,481	9.7	1.2	3.2
Qatar International Islamic Bank	73.94	1.29	11.83	11,192	13.3	2.1	5.4
Masraf Al Rayan	37.00	2.21	(11.23)	27,750	12.9	2.3	5.4
Al Khaliji Bank	11.50	(1.71)	(0.35)	4,140	7.4	0.8	6.5
Qatar First Bank	4.20	0.48	2.94	840	N/A	0.8	N/A
National Leasing	7.67	1.32	(12.74)	380	34.6	0.5	6.5
Dlala Holding	9.03	0.22	(9.70)	257	N/A	1.2	N/A
Qatar & Oman Investment	5.47	(2.32)	2.43	172	67.6	0.6	5.5
Islamic Holding Group	20.39	(1.02)	(6.68)	115	846.5	0.8	N/A
Banking and Financial Services				290,040			
Zad Holding	123.00	0.00	18.27	1,770	13.6	1.8	6.9
Qatar German Co. for Medical Devices	5.09	(2.12)	(10.07)	59	N/A	1.5	N/A
Salam International Investment	4.11	(0.24)	(5.08)	470	N/A	0.4	N/A
Medicare Group	59.49	1.19	(5.72)	1,674	19.9	1.8	3.0
Qatar Cinema & Film Distribution	19.90	0.00	4.63	125	14.1	0.9	7.5
Qatar Fuel	206.00	0.00	24.10	20,482	17.3	2.7	3.9
Qatar Meat and Livestock	58.27	(0.22)	(16.76)	1,049	9.7	3.4	7.7
Mannai Corp.	39.90	(2.66)	(27.39)	1,820	5.0	0.7	5.0
Al Meera Consumer Goods	140.99	(1.06)	(4.74)	2,820	15.4	2.2	6.0
Consumer Goods and Services				30,268			
Qatar Industrial Manufacturing	38.50	(0.65)	(9.84)	1,830	10.0	1.2	6.5
Qatar National Cement	65.50	3.97	10.08	4,281	13.2	1.4	7.6
Industries Qatar	113.05	(0.83)	(15.39)	68,395	15.4	2.1	5.3
Qatari Investors Group	21.81	(1.31)	(21.57)	2,712	15.7	1.0	3.4
Qatar Electricity and Water	166.35	0.82	(10.08)	18,299	12.6	1.9	4.7
Aamal	7.90	0.89	(10.63)	4,977	11.7	0.6	7.6
Gulf International Services	19.65	2.88	15.59	3,652	N/A	1.0	N/A
Mesaieed Petrochemical Holding	26.00	(0.88)	72.99	32,664	24.9	2.3	3.1
Investment Holding Group	5.57	(1.94)	13.91	462	7.7	0.6	4.5
Qatar Aluminum Manufacturing	10.05	0.10	(24.72)	5,608	N/A	N/A	2.0
Industrials				142,879			
Qatar Insurance	35.05	0.14	(2.37)	11,448	18.9	1.5	4.3
Doha Insurance	11.10	0.00	(15.20)	555	11.2	0.5	7.2
Qatar General Insurance & Reinsurance	40.59	0.00	(9.56)	3,552	17.0	0.6	2.5
Al Khaleej Takaful Insurance	16.47	3.78	91.73	420	14.6	0.8	3.0
Qatar Islamic Insurance	57.50	10.58	7.06	863	13.3	2.6	6.1
Insurance				16,838			
United Development	13.80	1.17	(6.44)	4,886	10.7	0.5	7.2
Barwa Real Estate	35.60	(0.84)	(10.80)	13,853	7.2	0.7	7.0
Ezdan Real Estate	7.34	(1.48)	(43.45)	19,469	32.1	0.6	N/A
Mazaya Qatar Real Estate Development	7.53	(0.79)	(3.46)	872	76.1	0.6	6.6
Real Estate				39,080			
Ooredoo	64.00	(0.67)	(14.67)	20,500	13.7	0.9	3.9
Vodafone Qatar	7.05	(0.14)	(9.73)	5,960	41.8	1.3	3.5
Telecoms				26,461			
Qatar Navigation (Milaha)	64.00	1.59	(3.04)	7,330	13.6	0.5	4.7
Gulf Warehousing	49.00	4.26	27.37	2,872	12.0	1.8	3.9
Qatar Gas Transport (Nakilat)	21.52	0.28	20.02	11,923	13.1	1.9	4.6
Transportation				22,124			
Qatar Exchange				567,689			

Source: Bloomberg

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