

Market Review and Outlook

The Qatar Stock Exchange (QSE) Index increased 85.59 points or 0.84% during the week, to close at 10,274.56. Market capitalization increased by 0.9% to QR568.5 billion (bn) versus QR563.4bn the previous trading week. Of the 46 listed companies, 27 companies ended the week higher, while 16 declined and 3 remained unchanged. Qatar Cinema & Film Distribution Co. (QCFS) was the best performing stock for the week with a gain of 9.1% on a trading volume of 110 shares traded only. On the other hand, Qatar German Company for Medical Devices (QGMD) was the worst performing stock for the week with a decline of 14.5% on 41.9 million (mn) shares traded.

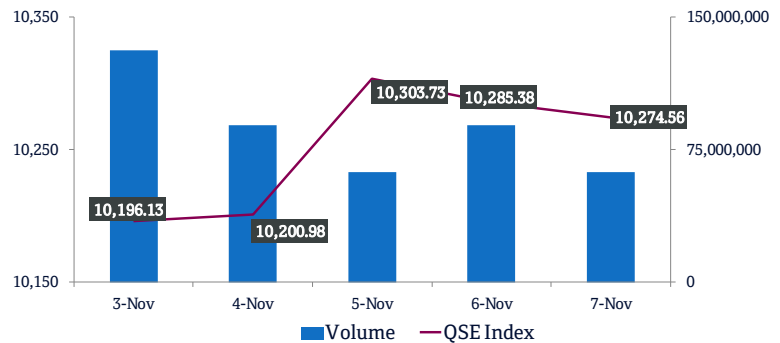
Masraf Al Rayan (MARK), QNB Group (QNBK) and Qatar Electricity & Water Co. (QEWS) were the primary contributors to the weekly index gain. MARK was the biggest contributor to the index's weekly increase, adding 28.6 points to the index. QNBK was the second biggest contributor to the mentioned gain, contributing 22.8 points to the index. Moreover, QEWS tacked on 14.4 points to the index. On the other hand, Industries Qatar (IQCD) removed 17.9 points from the index.

Trading value decreased by 14.9% during the week to QR878.3mn versus QR1.03bn in the prior week. The Banks & Financial Services sector led the trading value during the week, accounting for 47.0% of the total trading value. The Industrials sector was the second biggest contributor to the overall trading value, accounting for 15.9% of the total. QNBK was the top value traded stock during the week with total traded value of QR162.2mn.

Trading volume increased by 30.6% to reach 433.7mn shares versus 332.2mn shares in the prior week. The number of transactions declined by 0.7% to 22,521 versus 22,674 transactions in the prior week. The Banks & Financial Services sector led the trading volume, accounting for 38.6%, followed by the Real Estate sector, which accounted for 19.6% of the overall trading volume. Qatar First Bank (QFBQ) was the top volume traded stock during the week with 110.8mn shares traded.

Foreign institutions ended the week with net buying of QR200.9mn vs. net selling of QR77.4mn in the prior week. Qatari institutions turned bearish with net selling of QR158.2mn vs. net buying of QR97.4mn in the week before. Foreign retail investors net sold QR29.5mn vs. net selling of QR25.1mn in the prior week. Qatari retail investors turned negative with net selling of QR13.1mn vs. net buying of QR5.1mn the week before. Foreign institutions have bought (net basis) ~\$1.36bn worth of Qatari equities in 2019.

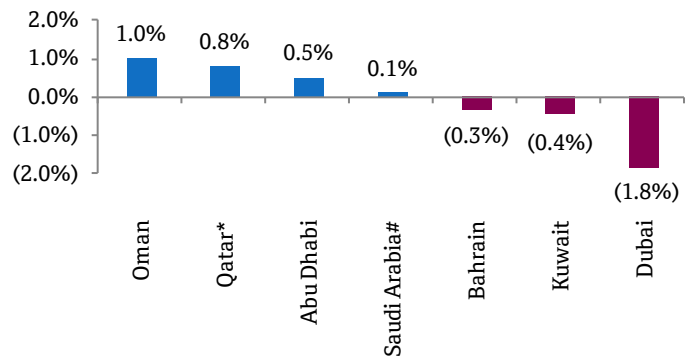
QSE Index and Volume



Market Indicators	Week ended Nov 07, 2019	Week ended Oct 31, 2019	Chg. %
Value Traded (QR mn)	878.3	1,032.6	(14.9)
Exch. Market Cap. (QR mn)	568,535.0	563,427.9	0.9
Volume (mn)	433.7	332.2	30.6
Number of Transactions	22,521	22,674	(0.7)
Companies Traded	46	46	0.0
Market Breadth	27:16	20:24	-

Market Indices	Close	WTD%	MTD%	YTD%
Total Return	18,906.05	0.8	0.8	4.2
ALL Share Index	3,032.12	0.8	0.8	(1.5)
Banks and Financial Services	4,057.68	1.4	1.4	5.9
Industrials	2,964.96	0.7	0.7	(7.8)
Transportation	2,620.46	(1.0)	(1.0)	27.2
Real Estate	1,479.55	(0.9)	(0.9)	(32.3)
Insurance	2,686.03	(0.5)	(0.5)	(10.7)
Telecoms	923.78	(0.6)	(0.6)	(6.5)
Consumer Goods & Services	8,511.84	0.7	0.7	26.0
Al Rayan Islamic Index	3,926.52	0.4	0.4	1.1

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*	10,274.56	0.8	0.8	(0.2)	240.04	156,119.7	14.9	1.5	4.1
Dubai	2,698.78	(1.8)	(1.8)	6.7	270.36	100,593.5	10.7	1.0	4.3
Abu Dhabi	5,131.37	0.5	0.5	4.4	200.19	142,691.6	15.4	1.4	4.9
Saudi Arabia#	7,749.26	0.1	0.1	(1.0)	2,999.11	486,606.0	19.9	1.7	3.9
Kuwait	5,693.95	(0.4)	(0.4)	12.1	260.01	106,271.7	14.1	1.3	3.7
Oman	4,040.59	1.0	1.0	(6.5)	21.80	17,489.6	7.5	0.7	7.4
Bahrain	1,518.33	(0.3)	(0.3)	13.5	24.14	23,680.4	11.4	0.9	5.1

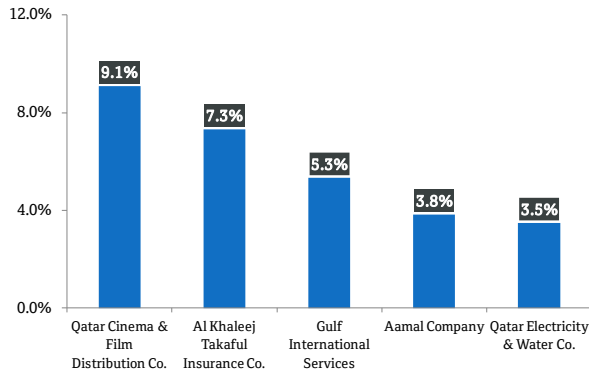
Source: Bloomberg, country exchanges and Zawya (** Trailing Twelve Months; * Value traded (\$ mn) do not include special trades, if any; # Data as of November 06, 2019)

Company/Market News

- QCB issues T-bills worth QR600mn in November** – Qatar Central Bank (QCB) has issued Treasury bills (T-bills) for the month of November 2019 worth QR600mn for three, six and nine months. According to a statement issued by QCB on Tuesday, Treasury bond issuances were distributed as follows: QR300mn for three months at an interest rate of 1.73%, QR200mn for six months at a rate of 1.76%, and QR100mn for nine months at an interest rate of 1.81%. QCB's issuance of Treasury bills comes within the framework of its efforts to develop the monetary policy in Qatar and increase its effectiveness, and to contribute to the robustness of the banking and financial system, activate the open market instruments as one of the monetary policy tools, and implement the mechanism of coordination between fiscal and monetary policies. (Qatar Tribune)
- Masraf Al Rayan completes successful issuance of \$500mn Sukuk** – Masraf Al Rayan has announced the successful issuance of \$500mn Sukuk with a term of five years under the bank's existing \$2bn Sukuk program. Masraf Al Rayan's debut issuance was three times oversubscribed as a result of strong investor demand. The issue was priced at a spread of 140 basis points over the five-year mid swaps carrying fixed profit rate of 3.025% per annum. The participation included investors from around the world with 44% from Asia, 44% from MENA and 12% from Europe. By type, 47% were fund managers, 38% were banks and private banks, and 15% were insurance and agencies. The success of this process was based on a comprehensive marketing strategy that aimed to showcase the strong fundamentals of Masraf Al Rayan and the strength of the Qatari economy to international investors. Al Rayan Investment, Boubyan Bank, MUFG, QNB Capital and Standard Chartered Bank acted as Joint Lead Managers & Bookrunners on this transaction. (QSE)
- QIIK begins a business tour involving a series of meetings with investors in several countries** – Qatar International Islamic Bank (QIIK) appointed Standard Chartered Bank as Sole Structuring Advisor, QNB Capital and Standard Chartered Bank as Joint Global Coordinators, and Barwa Bank, Kuwait International Bank, QInvest, QNB Capital and Standard Chartered Bank as Joint Lead Managers and Joint Bookrunners to arrange fixed income investor meetings in Singapore, Hong Kong and London commencing on November 8, 2019. A fixed rate resettable Regulation S Registered USD Additional Tier 1 perpetual non-call 5-year unrated Sukuk may follow, subject to market conditions. FCA/ICMA stabilization applies. MiFID II professionals/ECPs-only/No PRIIPs KID. (QSE)
- Baladna forecasts expansion, revenue growth by 2019-end** – Baladna Food Industries (BFI), is expecting to expand its product portfolio in the Qatari market, and is forecasting further revenue growth by the end of the year, according to a senior official. Currently, the company has 115 products, ranging from dairy and cheese to fruit juices and beef, according to Power International Holding's Vice Chairman and BFI's Co-Founder, Ramez Al-Khayyat. Al-Khayyat said, "After the completion of the new production lines for the third phase recently, the company started the process of launching 57 new products, and the process extends over the next three months, bringing the total number of products to 172. The company will develop its product list on an annual basis and will introduce new products to serve the Qatari market and other selected markets and provide them with the best products." (Gulf-Times.com)
- Baladna sales revenue scales up to QR36mn per month in second quarter** – Driven by significant capital investments to expand its production infrastructure, Baladna Food Industries (Baladna) has seen its revenues scale up to QR36mn per month in second quarter of 2019, figures released by the company showed on Sunday. Revenues grew from an average of QR18mn per month in 2018 to an average of QR25mn per month in the first quarter of this year. The rapid growth in revenue comes as Baladna has outlined an ambitious vision for growth as part of its announced IPO, which will enable Qatari citizens and corporates to share in Baladna's success and future expansion. Figures released by Baladna on Sunday showed that the 'program of investment' has resulted in a substantial boost in sales revenue. Baladna is now targeting further growth ambitions, and has outlined a vision to become the preferred brand for natural and fresh food and beverages. (Gulf-Times.com)
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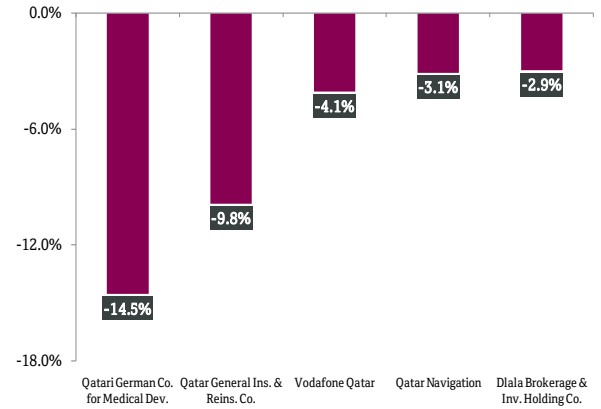
Qatar Stock Exchange

Top Gainers



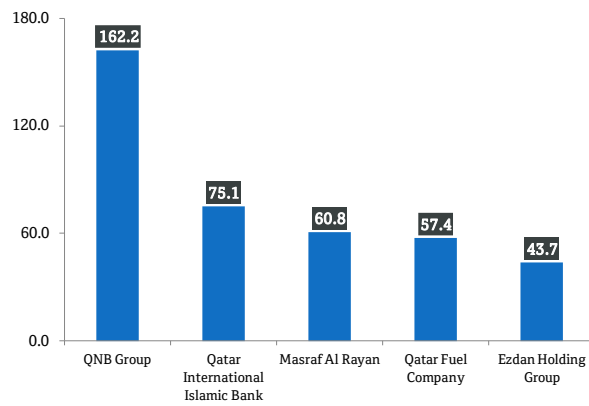
Source: Qatar Stock Exchange (QSE)

Top Decliners



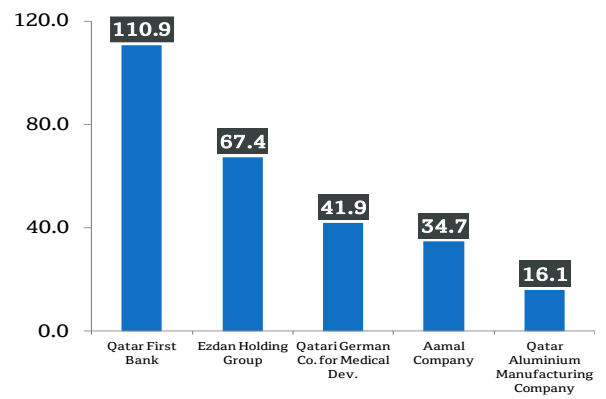
Source: Qatar Stock Exchange (QSE)

Most Active Shares by Value (QR Million)



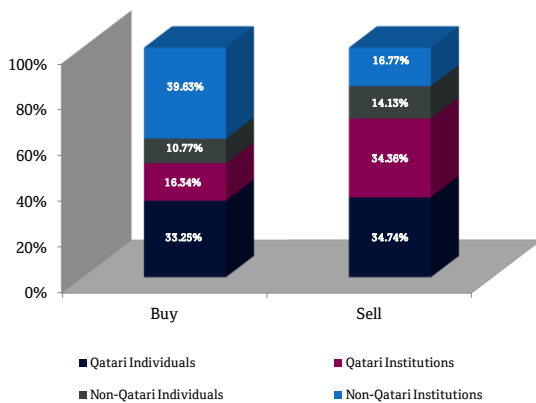
Source: Qatar Stock Exchange (QSE)

Most Active Shares by Volume (Million)



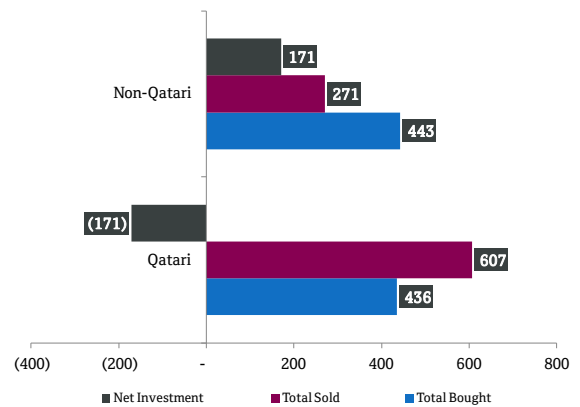
Source: Qatar Stock Exchange (QSE)

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 up by 0.84% from the week before, and closed at the 10,274.56 level. The Index kept moving inside the corrective channel and bounced below the strong resistance, around the 10,600 level. We keep our expected weekly-resistance level at 10,800 points and the 9,700 level as our weekly support.

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 November 07	% Change WTD	% Change YTD	Market Cap. QR Million	TTM P/E	P/B	Div. Yield
Qatar National Bank	19.20	(3.03)	(1.54)	177,339	13.8	2.5	3.1
Qatar Islamic Bank	15.22	(1.17)	0.13	35,964	13.1	2.2	3.3
Commercial Bank of Qatar	4.30	(4.66)	9.16	17,403	10.6	1.0	3.5
Doha Bank	2.53	0.40	14.41	7,844	11.1	0.8	3.9
Al Ahli Bank	3.60	0.00	41.43	8,330	12.4	1.4	2.5
Qatar International Islamic Bank	9.51	2.81	43.83	14,395	16.5	2.4	4.2
Masraf Al Rayan	3.75	(1.32)	(10.03)	28,125	13.1	2.1	5.3
Al Khaliji Bank	1.20	2.56	3.99	4,320	7.4	0.7	6.3
Qatar First Bank	0.31	5.74	(23.28)	626	N/A	0.9	N/A
National Leasing	0.66	(2.96)	(25.37)	325	44.7	0.5	7.6
Diala Holding	0.65	(3.01)	(35.50)	183	N/A	0.9	N/A
Qatar & Oman Investment	0.51	(2.88)	(5.43)	159	59.6	0.5	5.9
Islamic Holding Group	1.90	2.15	(13.04)	108	201.9	0.8	N/A
Banking and Financial Services				295,122			
Zad Holding	13.96	0.79	34.23	2,009	15.5	2.2	6.1
Qatar German Co. for Medical Devices	0.70	5.78	22.79	80	N/A	2.3	N/A
Salam International Investment	0.40	(0.74)	(6.70)	462	N/A	0.4	N/A
Medicare Group	9.00	8.70	42.63	2,533	31.2	2.6	20.0
Qatar Cinema & Film Distribution	2.20	(0.45)	15.67	138	17.9	1.0	6.8
Qatar Fuel	22.10	0.59	33.14	21,973	18.2	2.7	3.6
Qatar Meat and Livestock	6.43	(1.23)	(8.14)	1,157	10.9	3.4	7.0
Mannai Corp.	3.10	(3.13)	(43.59)	1,414	5.0	0.6	6.5
Al Meera Consumer Goods	15.70	(0.63)	6.08	3,140	17.0	2.4	5.4
Consumer Goods and Services				32,907			
Qatar Industrial Manufacturing	3.55	1.43	(16.86)	1,687	15.0	1.1	7.0
Qatar National Cement	5.80	(0.17)	(2.52)	3,790	15.6	1.2	8.6
Industries Qatar	10.51	(4.37)	(21.34)	63,586	19.6	1.9	5.7
Qatari Investors Group	1.66	2.47	(40.31)	2,064	15.9	0.7	4.5
Qatar Electricity and Water	15.80	(1.25)	(14.59)	17,380	13.1	1.9	4.9
Aamal	0.71	(0.56)	(20.25)	4,442	12.2	0.6	8.5
Gulf International Services	1.69	0.60	(0.59)	3,141	N/A	0.9	N/A
Mesaieed Petrochemical Holding	2.50	(6.37)	66.33	31,408	36.7	2.2	3.2
Investment Holding Group	0.52	0.58	6.95	434	7.1	0.6	4.8
Qatar Aluminum Manufacturing	0.82	(2.73)	(38.58)	4,576	N/A	N/A	2.4
Industrials				132,507			
Qatar Insurance	3.07	(3.15)	(14.48)	10,027	17.1	1.2	4.9
Doha Insurance	1.04	2.97	(20.55)	520	8.4	0.5	7.7
Qatar General Insurance & Reinsurance	2.64	(19.76)	(41.18)	2,310	12.8	0.4	3.8
Al Khaleej Takaful Insurance	2.05	(3.76)	138.65	523	13.1	1.0	2.4
Qatar Islamic Insurance	6.95	(0.71)	29.40	1,043	16.0	2.9	5.0
Insurance				14,423			
United Development	1.40	1.45	(5.08)	4,957	13.3	0.5	7.1
Barwa Real Estate	3.40	0.59	(14.31)	13,230	8.6	0.7	7.3
Ezdan Real Estate	0.63	3.12	(51.62)	16,658	50.2	0.5	N/A
Mazaya Qatar Real Estate Development	0.71	(0.42)	(9.62)	816	N/A	0.6	7.1
Real Estate				35,661			
Ooredoo	7.30	0.27	(2.67)	23,383	16.0	1.0	3.4
Vodafone Qatar	1.23	0.00	(21.25)	5,199	34.8	1.2	4.1
Telecoms				28,583			
Qatar Navigation (Milaha)	6.50	0.93	(1.53)	7,444	13.8	0.5	4.6
Gulf Warehousing	5.10	2.20	32.57	299	15.9	1.7	3.7
Qatar Gas Transport (Nakilat)	2.47	(1.20)	37.76	13,684	14.3	2.1	4.0
Transportation				21,427			
Qatar Exchange				568,535			

Source: Bloomberg

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