

Executive Summary

- Qatar real GDP growth accelerated to 6.2% in the year to Q1 2014 driven by construction, financial services and trade, restaurants and hotels
- Headline inflation rose to 3.4% due to rising domestic inflation while international food prices continued to moderate
- International reserves remained near record levels at end-May 2014; we forecast that they will continue to rise gradually owing to large current-account surpluses for the remainder of 2014

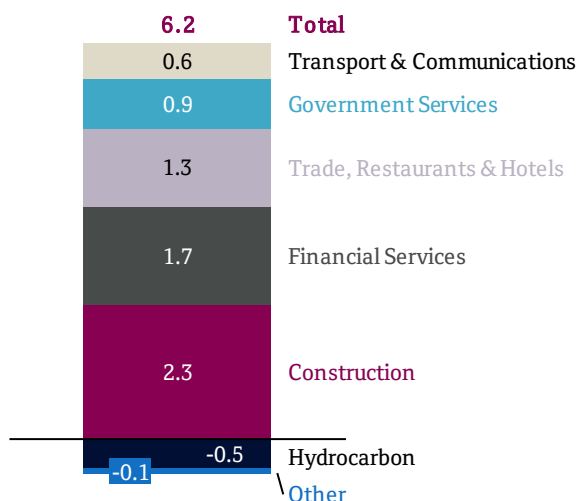
Qatar growth momentum picks up further in Q1 2014

Qatar real GDP growth accelerated to 6.2% in the year to Q1 2014. Rapid non-hydrocarbon growth was the main driver as the sector expanded by 11.5% as the implementation of major projects continued. The pickup in growth came despite a 1.2% contraction in hydrocarbon real GDP as a result of falling crude oil production and flat production at LNG facilities.

Construction, financial services and trade, restaurants and hotels were the main contributors to growth. Construction grew by 19.6% in real terms in the year to Q1 2014 and contributed 2.3% to overall growth thanks to rising infrastructure investment activity.

Contribution to Qatar's Real GDP Growth

(% in year to Q1 2014)

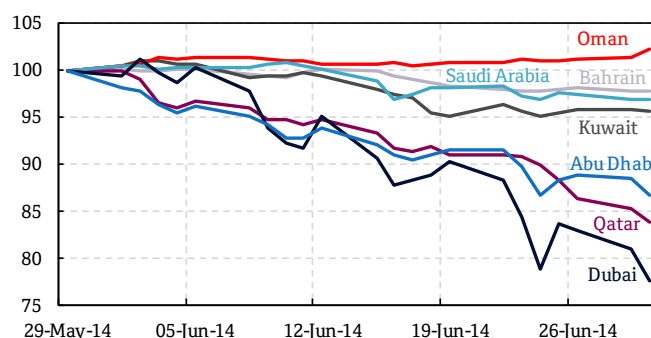


Sources: Ministry of Development Planning and Statistics (MDPS) and QNB Group analysis

QNB Economics Weekly Commentary

- [Lessons in Economic Development from Singapore](#)
- [World Exports Are Stalling on a Weak Global Recovery](#)
- [Robust Global Demand to Keep LNG Prices High](#)
- [ECB Monetary Stimulus May Avoid Eurozone Deflation](#)
- [Could the Emerging Market Slowdown Jeopardize the Global Recovery](#)

Stockmarket Indices (rebased to 29 May 2014 = 100)



Sources: Bloomberg and QNB Group analysis

GCC Indices posted a correction in June 2014 except for Oman. Post the MSCI upgrade, the three regional stock exchanges (Dubai, Abu Dhabi & Qatar) plunged. Dubai's benchmark index dropped by 22.5%. Dubai is still the best performing regional index so far in 2014 with a gain of 17.0% YTD. Qatar's benchmark index dropped by 16.1% MoM (+10.7% YTD). Abu Dhabi's index also took a fall in June (-13.4%), while Oman's MSM index was the only regional benchmark index ending in positive territory (+2.2% MoM, +2.5% YTD).

In Qatar, foreign institutions turned net sellers in the month of June. After injecting USD835m in May 2014 (USD275m in April 2014), foreign institutions net sold USD46.6m in equities during June. Foreign institutions were the primary drivers of the 2014 rally. Going forward we expect Q2 2014 earnings season to be the main driver of the market in the near term.

China Economic Insight Report 2014



QNB Group has published the China Economic Insight 2014, providing an overview of the Chinese economy, with historical data, in-depth analysis and forecasts. The report is available on the [QNB website](#) along with the other recently published [Qatar Economic Insight 2014](#).

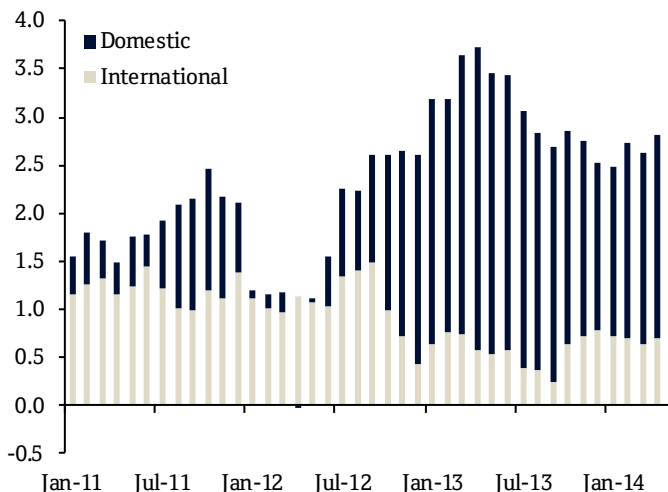
Overall headline inflation rose to 3.4% while international food prices continued their moderation

Qatar's Consumer Price Index (CPI) for May 2014 rose by 3.4% year-on-year. On a month-on-month basis, it increased by 0.5% relative to April 2014. Rents, fuel and energy were the main drivers of the recent increase in inflation, rising by 7.0% on a year-on-year basis. Meanwhile, the moderation in international food prices was the key factor behind the slowdown in foreign inflation which contributed 0.6% to year-on-year inflation in May 2014.

We expect further growth in population to drive consumer demand, leading to a modest rise in inflation. Indeed, there is a risk that large planned investments in projects could lead to some supply bottlenecks owing to limited domestic logistics capacity, pushing up prices more than expected.

Headline inflation rose slightly to 3.4% in May 2014

Contribution to Inflation, % (Jan 2011 – Apr 2014)



Domestic inflation includes: Houses rent, Water Charges and House Maintenance + Medical Care and Health Services + Entertainment, Recreation and Culture + Miscellaneous Goods and Services

International inflation includes: Food, Beverages and Tobacco + Clothing and Footwear + Furniture, Textiles and Home Appliances

Sources: QCB, MDPS and QNB Group analysis

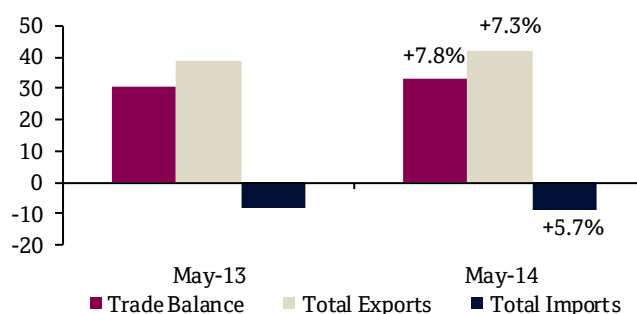
Foreign merchandise trade balance registered a surplus of QAR33.3bn in May 2014

Qatar's foreign merchandise trade balance registered a surplus of QAR33.3bn in May 2014. The surplus increased by 7.8% year-on-year, primarily on higher LNG exports. Merchandise imports grew by 5.7%, reflecting the strong growth in the economy.

Total exports in May stood at QAR42.1bn and imports at QAR8.8bn. Japan topped the export destinations in May accounting for 22% of Qatar's exports, followed by South Korea (17%) and India (14%). China was the largest exporter to Qatar in May (10%), closely followed by the US (10%) and the UAE (9%).

The trade balance registered a growing surplus

(bn QAR, % year-on-year)



Sources: MDPS and QNB Group analysis

International reserves remain near record levels at end-May 2014

Qatar's international reserves rose by USD0.8bn to stand at USD41.5bn at end-May 2014, from USD40.7bn in the same period last year as the strong current account surplus was mostly offset by capital outflows. The latest available information suggests that the import cover stands at 7.8 months, well above the IMF-recommended level of 3 months for pegged exchange rates.

Qatar's international reserves have been steadily rising over the years on large current account surpluses. Going forward, QNB Group expects international reserves to continue rising.

International reserves remained robust in May 2014

(USD billions, left axis; Months of import cover, right axis)



Sources: Qatar Central Bank (QCB) and QNB Group analysis

Economic News

- QCB looks to be flexible with government bond issuance** - Qatar Central Bank (QCB) will be more flexible in planning its future auctions of government bonds, adjusting the timing and characteristics of these issues based on market conditions and its policy stance. Since March 2013, the QCB has usually issued QR3bn of conventional bonds and QR1bn of Sukuk every quarter with maturities of three and five years. In the last two auctions, however, the central bank varied the pattern, selling QR4bn of solely conventional bonds after offering the same amount of purely Islamic bonds in April. Further, in its last bond auction, the QCB included a new seven-year tranche, which is a step toward building a longer yield curve in the riyal-denominated bond market. (Gulf-Times.com)
- MDPS: Qatari economy expected to grow 6.3% in 2014, 7.8% in 2015** – Qatar is expected to report solid economic growth in 2014 and 2015, driven by the non-hydrocarbon sector owing to accelerated investment spending and population growth. Meanwhile, domestic inflationary pressures are expected to heighten over the remainder of 2014 and in 2015 on strong domestic demand. Inflation is expected to average 3% in 2014 and increase modestly to 3.4% in 2015, according to the Ministry of Development Planning and Statistics (MDPS). (Gulf-Times.com)

Private Sector News

- Qatar's Cabinet issues draft law on investment by non-Qataris** – Qatar's Cabinet has issued a draft law amending some provisions of Law No. (13) of 2000 on regulation of non-Qatari capital investment in economic activities. As per this amendment, non-Qatari investors may have a ratio of not more than 49% of the capital of sharing companies listed on the Qatar Exchange (QE), after the approval of the Ministry of Economy and Commerce on the ratio proposed in the memorandum of association and articles of association. The citizens of the GCC will be treated like Qatari nationals in owning shares of companies listed on the QE. The Cabinet issued draft laws based on the recommendations of the Advisory (Shura) Council. The Cabinet also issued a draft law on organizing Charitable Works. (Gulf-Times.com)

- **Shura Council for taxing foreign stock investors** – The Advisory Council is recommending taxing foreign stock investors on capital gains and income earned from cash dividends and interest on bonds, treasury bills and debentures. The Council rejected a proposal by the government to exempt foreign investors in the local equity market from paying the above tax. The State Cabinet had, on February 19, 2014, approved a draft law that sought to allow foreign stock investors, including individuals, corporates and institutions, the above exemption. The Cabinet had argued that the exemption would help increase the inflow of foreign funds into the Qatari equity market from individuals and institutions such as hedge, pension, investment and mutual funds. After it received the draft law from the State Cabinet, the Council referred it to its internal Financial and Economic Affairs Committee for review. The Committee approved the draft and sent it back to the Council, which took it up for a debate at its session recently. The Council objected to the Committee's approval of the draft and asked it to take a fresh look at it and amend three articles. (Peninsula Qatar)
- **CBQK completes \$750mn bond issue** – The Commercial Bank of Qatar (CBQK) has announced the successful pricing and closing of an issuance of \$750mn five-year senior unsecured notes under its subsidiary, CBQ Finance Limited's \$5bn Euro Medium Term Note Program (EMTN). The Notes were issued at a spread of 117 basis points over mid-swaps and will carry a coupon of 2.875% per annum. Bank of America-Merrill Lynch, HSBC and Morgan Stanley acted as joint lead managers for the bond sale. Investor orders worth more than \$3bn have been placed for the issue. CBQK intends to use the proceeds for general funding purposes to support its growth plans.
- **QIBK in talks to acquire stake in ASYAB** – Qatar Islamic Bank (QIBK) is in talks to acquire a stake in Turkey-based Asya Katilim Bankasi (ASYAB). Goldman Sachs Group is acting as the exclusive financial adviser to ASYAB on the transaction. In March 2014, ASYAB had announced that it had commenced talks with QIBK for a strategic partnership, while QIBK was interested in acquiring a stake in ASYAB. (Bloomberg)
- **ERES: Qatar's real estate deals up 85%** – According to an Ezdan weekly report, Qatar's real estate market remained firm as transactions jumped 85% to QAR1,409mn. An exceptional QAR180mn deal for a residential building in Umm Ghuwelina also took place. Doha Municipality witnessed the largest number of transactions implemented, with 47 deals garnering 23.9% of total transactions. Al Daayan Municipality saw 39 transactions representing 67.2% of total deals as compared to 32.8% of other real estate across all areas. The report predicted that property transactions will experience a rise in the coming weeks, especially in the land sector, noting that investors and real estate developers are seeking new real estate projects. (Peninsula Qatar)
- **Woqod in process of finalizing its five year plan 2014-2018** – Woqod's (QFLS) revealed the main features of its upcoming five years plan (2014 - 2018). The plan which is in its final stages of preparations is in line with the Qatar's National Vision 2030 and the huge modernization and development efforts at the various levels in Qatar, and in preparation for the upcoming global event, World Cup 2022, to be hosted by Qatar. The plan emphasizes expanding the current stations, addition of new technical centers, developing and modernizing infrastructure for Q-JET, expanding the operational capacity of WOQOD Marine Services' fleet by increasing the number of new vessels (expected to reach 8-10 vessels by the end of 2018 from the current five vessels), and investing QR70mn to expand the storage facilities at Mesaieed area and increase its operational capacity to exceed 20,000 metric tons of Bitumen to deal with the new demand during the coming five years.
- **Nakilat takes over first LNG vessel as 'owner operator'** – Nakilat has taken over the operations of the first of the four liquefied natural gas (LNG) vessels as part of its strategic move to be the owner and operator of the fleet. Its fully-owned subsidiary, Nakilat Shipping (Qatar) took over the operations of a Q-Flex vessel 'Al Hamla' from OSG Ship Management, UK. Al Hamla, owned 50.1% by Nakilat and 49.9% by OSG, has a cargo capacity of 216,000 cubic meters. Built in South Korea by Samsung Heavy Industries, Al Hamla is in active service for charterer Qatargas II and has delivered 45 cargoes across the world. (Gulf-Times.com)
- **QNBK wins two Euromoney awards** – QNB Group (QNBK) has been awarded "The Best Bank in the Middle East" and "The Best Bank in Qatar" Awards by eminent international finance magazine Euromoney. The awards reflect the continuing progress being made by QNBK across the MENA region and the domestic market. This also marks the 11th occasion that QNBK has won this accolade from the international magazine. (Peninsula Qatar)

National Accounts

Nominal GDP (QAR bn)	2010	2011	2012	2013	Q1 14	YoY%	QoQ%
Total	455.4	624.2	691.4	736.9	192.4	2.6%	2.1%
Oil & Gas	239.7	370.2	392.7	401.2	102.6	-4.5%	2.9%
Non-Oil	215.7	254.0	298.7	335.7	89.8	12.3%	1.1%
Agriculture and Fishing	0.5	0.6	0.6	0.7	0.2	9.3%	6.8%
Industry	40.8	56.7	70.2	72.1	30.2	8.3%	5.4%
Manufacturing	40.8	56.7	70.2	72.1	18.2	1.0%	0.2%
Electricity, Gas and Water	2.1	2.4	3.4	3.8	0.8	15.9%	-22.2%
Construction	27.5	28.3	31.2	35.9	11.0	22.4%	18.7%
Services	140.9	162.1	188.6	218.4	58.4	14.5%	-0.8%
Trade, Restaurants and Hotels	31.5	35.6	39.1	45.5	11.6	21.8%	-11.7%
Transport and Communications	18.1	21.0	23.5	25.9	7.0	10.2%	4.0%
Financial and Business Services	60.3	65.6	74.7	88.3	23.8	18.1%	-1.3%
Social Services	4.5	5.0	5.8	6.4	1.8	12.3%	10.2%
Government Services	37.4	46.2	60.1	69.8	18.5	8.5%	3.4%
Household Services	1.9	2.0	2.3	2.7	0.8	18.0%	5.6%
Imputed Bank Service Charges	-12.7	-13.4	-16.8	-20.2	-5.1	17.3%	-5.5%
Import Duties	3.8	3.9	4.6	4.8	1.2	10.0%	-5.4%

Source: MDPS

Real GDP (% change, YoY)	2009	2010	2011	2012	2013	Q1 14	QoQ%
Total	12.0	16.7	13.0	6.2	6.5	6.2	2.3
Oil & Gas	4.5	28.9	15.7	1.2	0.1	-1.2	1.8
Non-Oil	17.6	8.6	10.8	10.3	11.4	11.5	2.5
Agriculture and Fishing	-17.0	19.7	5.4	4.5	6.9	7.9	5.4
Industry	6.1	23.4	14.0	4.1	3.3	11.1	7.3
Manufacturing	13.7	17.6	10.4	10.7	5.6	0.6	1.6
Electricity, Gas and Water	-0.4	13.5	7.9	10.6	6.4	5.9	-14.7
Construction	6.9	9.5	10.5	10.6	13.6	19.6	12.9
Services	21.9	6.9	10.3	10.8	13.1	11.8	0.0
Trade, Restaurants and Hotels	15.7	2.5	12.9	6.7	12.8	19.0	-11.3
Transport and Communications	22.7	10.2	12.4	12.4	9.7	9.0	3.0
Financial and Business Services	25.8	7.4	6.3	11.4	14.3	14.6	-0.3
Social Services	21.5	1.9	3.0	9.2	6.7	11.6	10.1
Government Services	23.6	8.7	13.1	12.8	15.1	7.5	3.4
Household Services	4.3	2.2	0.8	6.0	10.3	9.2	1.8
Imputed Bank Service Charges	1.0	3.3	16.4	21.2	18.2	15.3	-8.4
Import Duties	-11.3	17.8	-1.1	20.5	1.7	11.3	-5.6

Source: MDPS

N.B. Data which is new or revised this month is shown in red.

Balance of Payments (USD bn)	2010	2011	2012	2013	Q1 14
Current Account Balance	24.0	52.0	62.0	62.6	17.2
Trade Balance (Goods)	54.0	87.4	102.2	105.5	28.8
Exports	75.0	114.3	133.0	136.9	36.8
Imports	-20.9	-26.9	-30.8	-31.5	-7.9
Invisibles	-30.1	-35.4	-40.2	-42.9	-11.6
Services	-5.8	-9.5	-14.0	-16.3	-5.0
Income	-12.9	-13.3	-12.1	-11.3	-2.4
Transfers	-11.4	-12.7	-14.1	-15.2	-4.2
Capital & Financial Account Balance	-10.7	-62.6	-44.4	-54.5	-18.2
Capital Account	-2.1	-3.6	-6.1	-4.8	-1.5
Financial Account	-8.6	-59.0	-38.3	-49.7	-16.8
Direct Investment (outwards)	-1.9	-6.0	-1.8	-8.0	-1.8
Direct Investment (into Qatar)	4.7	-0.1	0.3	-0.8	0.4
Portfolio investment (net)	-	-	-	-14.3	-2.9

Sources: QCB, MDPS, UNCTAD; Note: Not all Balance of Payment lines are shown in the table

Top 5 Export Destinations (USD bn)	2009	2010	2011	2012	2013
Japan	14.5	19.7	27.4	32.6	33.6
Korea	7.6	10.8	18.9	23.2	23.5
India	3.7	5.6	10.3	14.7	13.2
European Union	4.0	9.1	17.0	12.0	10.6
China	1.2	2.2	4.3	6.6	7.7

Top 5 Import Sources (USD bn)	2009	2010	2011	2012	2013
European Union	8.1	7.2	6.6	7.5	8.0
United States	3.1	3.5	3.1	3.9	5.5
United Arab Emirates	1.8	2.3	3.0	3.2	3.1
Saudi Arabia	1.3	1.7	2.2	2.4	2.4
United Kingdom	1.1	1.4	1.5	1.8	1.9

Source: IMF Direction of Trade Statistics - sometimes differ from MDPS

Crude oil (USD / barrel)	2010	2011	2012	2013	May-14	MoM%	YoY%
Oil production ('000 bpd)	733.0	734.0	733.7	724.0	701.0	0.0%	-3.0%
Qatar average price	77.7	108.4	111.2	108.2	107.0	-1.4%	-1.4%
Dukhan	78.4	109.7	111.8	108.8	108.1	-1.6%	-1.3%
Marine	77.2	107.5	110.6	107.6	106.5	-1.4%	-1.4%

Source: OPEC (Direct communications), Reuters

Budget, Population, Money & Prices

Government Budget	2010	2011	2012	2013	Q4 13	QoQ%	YoY%
Balance	13.4	2.7	7.1	11.4	99.2		
% of GDP	2.7	7.1	11.4	11.5	52.6		
Revenue	34.3	35.7	41.1	40.1	146.0	44%	183.4%
Expenditure	31.6	28.6	29.7	28.6	46.8	-9.4%	8.1%

Population (m people in Qatar)	2010	2011	2012	2013	Jun-14	MoM%	YoY%
Total	1.72	1.73	1.83	2.03	2.15	-1.0%	12.3%
Male	1.30	1.30	1.37	1.41	1.62	0.0%	12.5%
Female	0.42	0.43	0.46	0.62	0.53	-3.9%	11.6%

Source: MDPS; Monthly data based on number of people in Qatar and annual data based on residency

Inflation (% ch, 12mth rolling average YoY)	2010	2011	2012	2013	May-14	MoM%	YoY%
Overall (weights shown below)	-2.4	1.9	1.9	3.1	2.9	0.5	3.4
Food, beverages & tobacco (13.2%)	2.1	4.3	3.7	2.3	1.7	-0.4	0.0
Clothing & footwear (5.8%)	-1.3	7.5	2.8	0.2	1.4	0.2	3.9
Rents, water & maintenance (32.2%)	-12.8	-4.8	-3.3	5.8	6.0	0.6	7.0
Furniture, textiles & appliances (8.2%)	4.1	2.9	4.9	3.1	3.5	0.1	5.4
Health care (2.0%)	3.5	2.6	1.5	2.3	1.8	0.0	0.6
Transport & communication (20.5%)	2.6	6.4	2.2	1.4	1.4	1.6	2.6
Entertainment, leisure & culture (10.9%)	2.9	2.0	6.0	7.3	5.2	0.4	3.1
Miscellaneous goods & services (7.2%)	4.7	5.6	4.8	-2.5	-3.3	0.0	-0.6

Source: MDPS

Money Supply (QAR bn)	2010	2011	2012	2012	May-14	MoM%	YoY%
Broad money (M2)	264.7	310.0	381.1	455.7	481.4	0.5%	9.6%
M1	68.3	81.8	90.9	105.9	116.4	-2.2%	9.4%
Quasi-money	196.4	228.1	290.1	349.8	365.0	1.4%	9.6%

Interest rates (% , end period)	2010	2011	2012	2013	May-14	MoM bp	YoY bp
QCB deposit	1.50	1.50	0.75	0.75	0.75	0.0	0.0
QCB lending	5.50	5.50	4.50	4.50	4.50	0.0	0.0
Interbank overnight	1.39	0.74	0.77	0.85	0.58	-17.5	-8.6
Demand deposit	1.34	0.62	0.65	0.58	0.56	-1.7	-8.9
Overdraft	8.19	7.42	6.63	6.10	5.40	10.6	-130.0
Credit card	19.92	10.69	9.11	8.13	8.86	35.5	51.0

Source: QCB

Banking Sector Snapshot : May 2014

Review and Outlook

Loan growth outpaced deposit growth in the month of May 2014. After posting a growth of 0.6% MoM in April 2014, loans grew by 0.4% MoM in May 2014 primarily due to a pick-up in credit off-take from the international segment. Moreover, deposits continued its gradual growth (+0.2% MoM) and are up 6.8% year-to-date (YTD) relative to a 4.2% growth in the loan book. Hence, the banking sector's loans-to-deposits ratio (LDR) rested at 103% at the end of May 2014 compared with 105% at the end of 2013. Going forward, we expect the public sector, in addition to large corporate loan growth to be the primary drivers of the overall loan book in 2014 followed by the SMEs and consumer lending. Our view is based on the expected uptick in project mobilizations in the coming months.

The private sector led deposit growth for the month of May 2014. Public sector deposits declined by 0.9% MoM (+2.4% YTD 2014). Delving into segment details, the government institutions' segment (representing ~54% of public sector deposits) grew by 0.1% MoM (+2.7% YTD 2014). Furthermore, the semi-government institutions' segment posted a growth of 3.9% MoM (down 25.6% YTD 2014). On the other hand, the government segment decreased by 4.1% MoM (+17.1% YTD). Private sector deposits gained by another 0.3% MoM (+10.8% YTD 2014). On the private sector front, the companies & institutions' segment grew by 1.5% MoM (+12.1% YTD 2014) while the consumer segment dipped by 0.8% MoM (+9.7% YTD 2014).

The overall loan book's performance improved by 0.4% MoM in May 2014. International credit was the primary driver of the MoM growth, increasing by 12.2% MoM (+22.1% YTD 2014). Total domestic public sector loans declined by 2.1% MoM and are down 0.8% YTD. The government segment's loan book declined by 7.8% MoM (+9.4% YTD 2014). Furthermore, semi-government institutions' segment declined by 3.6% MoM and is now down 8.4% YTD. However, the government institutions' segment (representing ~62% of public sector loans) grew by 0.7% MoM but it is still down 3.0% YTD.

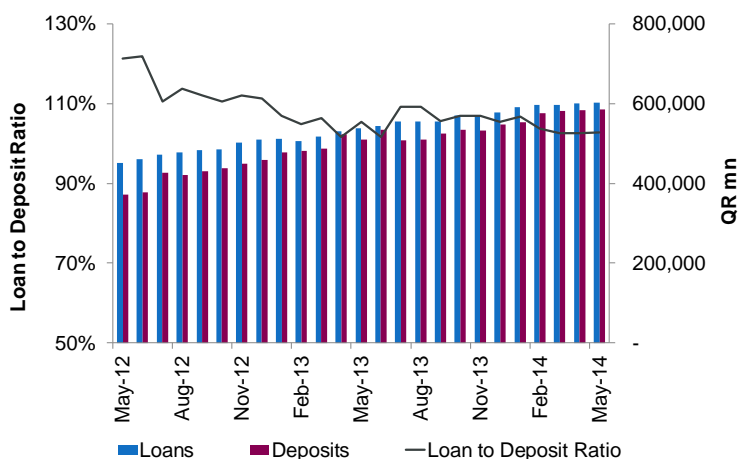
Private sector loans gained by 0.6% MoM and is up 5.6% YTD. The **Contractors** segment posted a 0.8% growth MoM and is the best performing segment in the private sector, posting a growth of 13.5% in the first five months of 2014. The **General Trade** segment (contributes ~12% to private sector loans) loan book declined by 5.4% MoM (+5.2% YTD). However, the two other segments, real estate and consumption & others have posted modest growth in the first five months of 2014. **Consumption & Others** (contributes ~29% to private sector loans) increased by 1.1% MoM (+4.7 YTD). **Real Estate** (contributes ~28% to private sector loans) climbed up by 1.8% MoM (+2.2% YTD).

Banking Sector Index vs. QE All Share Index



Source: Bloomberg

Banking Sector - Loan to Deposit (LDR)



Source: QCB

Shahan Keushgerian
shahan.keushgerian@qnbfs.com.qa

Abdullah Amin, CFA
abdullah.amin@qnbfs.com.qa

Saugata Sarkar
saugata.sarkar@qnbfs.com.qa

Banking Sector – Key Stats						
Banks	Closing Price	Change YTD (%)	EPS 2014E (QR)	P/E 2014E (x)	P/B 2014(x)	Dividend Yield 2014 (%)
QE Banks & Financial Services Index	3,046.75	24.68	N/A	12.5	2.0	4.2
Al Ahli Bank (ABQK)	50.20	18.65	3.6	14.1	2.0	6.0
Al Khalij Commercial Bank (KCBK)	22.05	10.31	1.6	13.4	1.4	5.0
Commercial Bank of Qatar (CBQK)	64.70	9.66	6.2	10.5	1.3	3.1
Doha Bank (DHBK)	58.20	0.00	5.4	10.7	1.6	8.2
Masraf Al Rayan (MARK)	52.30	67.09	2.6	20.3	3.5	3.3
Qatar International Islamic Bank (QIIB)	80.50	30.47	5.8	13.9	2.2	5.6
Qatar Islamic Bank (QIBK)	93.30	35.22	6.2	15.1	1.8	4.8
Qatar National Bank (QNBK) *	177.20	3.02	15.0	11.8	2.1	3.8

Source: QNBFS estimates, Bloomberg estimates (*) and data (as of June 17, 2014)

Banking Sector Indicators											
(In QR mn)	2010	2011	2012	2013	Jan-14	Feb-14	Mar-14	Apr-14	May-14	Change MoM	Change YTD
Total Assets	567,482	694,301	820,512	915,911	937,334	945,262	952,148	950,678	951,866	0.1%	3.9%
Total Credit (Loans)	314,481	403,563	510,048	577,976	591,424	597,112	596,344	599,924	602,107	0.4%	4.2%
Total Deposits	306,788	363,612	458,066	548,384	554,007	575,351	581,000	584,283	585,521	0.2%	6.8%
Loan to Deposit Ratio	103%	111%	111%	105%	107%	104%	103%	103%	103%		
Credit Facilities (Geographic)											
Total Domestic Credit	293,920	376,695	478,305	535,657	547,400	553,163	550,417	553,881	550,456	-0.6%	2.8%
Total International Credit	20,561	26,867	31,743	42,319	44,024	43,949	45,927	46,043	51,651	12.2%	22.1%
Domestic Credit Facilities - Public Sector											
Government	36,303	40,801	51,746	56,549	58,930	63,785	67,288	67,092	61,848	-7.8%	9.4%
Government Institutions	50,452	90,619	139,585	152,516	153,988	151,515	150,361	146,833	147,928	0.7%	-3.0%
Semi-Government Institutions	16,303	17,750	27,222	30,679	30,868	32,795	28,617	29,139	28,104	-3.6%	-8.4%
Total Domestic Public Sector Credit	103,058	149,170	218,553	239,745	243,786	248,095	246,266	243,064	237,880	-2.1%	-0.8%
Domestic Credit Facilities - Private Sector											
General Trade	24,875	26,855	33,280	36,011	38,282	39,477	39,610	40,051	37,886	-5.4%	5.2%
Industry	6,648	6,534	9,339	11,592	11,808	10,801	10,440	10,684	10,160	-4.9%	-12.3%
Contractors	18,411	16,220	16,546	23,331	24,218	25,814	26,458	26,285	26,487	0.8%	13.5%
Real Estate	51,042	76,220	85,562	85,388	84,338	84,833	85,113	85,748	87,259	1.8%	2.2%
Consumption & Others	60,345	71,986	78,587	87,020	90,817	89,073	89,049	90,087	91,119	1.1%	4.7%
Services	29,541	29,709	36,438	52,570	54,151	55,070	53,480	57,962	59,665	2.9%	13.5%
Total Domestic Private Sector Credit	190,862	227,525	259,752	295,912	303,614	305,068	304,151	310,817	312,576	0.6%	5.6%
Deposit Details (Geographic)											
Resident Deposits	277,107	343,777	417,337	514,804	521,335	544,061	550,048	552,392	551,126	-0.2%	7.1%
Non-resident Deposits	29,681	19,835	40,729	33,579	32,672	31,291	30,952	31,891	34,395	7.9%	2.4%
Deposits - Public Sector (Domestic)											
Government	18,486	40,825	44,557	68,459	63,407	70,061	76,856	83,617	80,161	-4.1%	17.1%
Government Institutions	32,277	57,351	104,378	124,390	124,740	128,850	135,485	127,515	127,703	0.1%	2.7%
Semi Government Institutions	21,309	27,700	31,794	37,283	36,789	36,566	25,341	26,694	27,728	3.9%	-25.6%
Total Public Sector Deposit	72,071	125,876	180,729	230,131	224,935	235,477	237,682	237,825	235,592	-0.9%	2.4%
Deposits - Private Sector (Domestic)											
Personal	90,828	103,093	116,257	145,841	151,728	157,145	162,317	161,186	159,927	-0.8%	9.7%
Companies & Institutions	114,207	114,809	120,350	138,833	144,672	151,438	150,048	153,381	155,607	1.5%	12.1%
Total Private Sector Deposit	205,036	217,902	236,607	284,673	296,400	308,583	312,366	314,567	315,534	0.3%	10.8%

Source: QCB

Company Name	Price (June 26)	% Change 5-Day	% Change YTD	Market Cap. QR Million	TTM P/E	P/B	Div. Yield
Qatar National Bank	162.00	(7.95)	(5.81)	113,356	11.6	2.2	4.3
Qatar Islamic Bank	85.10	(7.10)	23.33	20,109	14.7	1.8	4.7
Commercial Bank of Qatar	63.30	(3.36)	7.29	18,796	11.5	1.2	2.6
Doha Bank	55.00	(5.98)	(5.50)	14,210	10.0	1.3	8.2
Al Ahli Bank	50.10	0.20	18.42	8,276	15.3	2.2	NA
Qatar International Islamic Bank	76.00	(5.00)	23.18	11,504	15.0	2.3	4.9
Masraf Al Rayan	48.00	(6.25)	53.35	36,000	20.8	3.7	3.1
Al Khaliji Bank	20.50	(5.09)	2.55	7,380	14.0	1.4	4.9
National Leasing	30.55	(4.38)	1.33	1,512	24.1	1.2	4.9
Dlala Holding	52.50	0.96	137.56	1,166	201.9	4.6	NA
Qatar & Oman Investment	14.15	(5.67)	13.02	446	20.4	1.4	4.2
Islamic Holding Group	67.00	(6.69)	45.65	268	27.1	4.9	2.5
Banking and Financial Services				233,022			
Zad Holding	78.00	(1.64)	12.23	1,020	9.5	0.7	4.5
Qatar German Co. for Medical Devices	14.20	(3.14)	2.53	164	NM	0.9	NA
Salam International Investment	17.30	0.29	32.97	1,978	15.4	1.2	5.8
Medicare Group	77.50	(7.52)	47.62	2,181	22.0	2.9	2.3
Qatar Cinema & Film Distribution	41.50	(27.95)	3.49	237	20.6	1.7	NA
Qatar Fuel	210.50	(2.00)	(3.68)	17,779	14.8	3.0	3.7
Qatar Meat and Livestock	55.60	(5.76)	7.54	1,001	18.7	3.7	3.8
Al Meera Consumer Goods	170.00	0.65	27.53	3,400	15.5	2.7	4.7
Consumer Goods and Services				27,760			
Qatar Industrial Manufacturing	44.50	(3.05)	5.53	2,115	10.2	1.4	NA
Qatar National Cement	130.00	(1.89)	9.24	6,383	14.3	2.6	4.6
Industries Qatar	170.00	(4.06)	0.65	102,850	14.6	3.6	6.5
Qatari Investors Group	52.50	(13.93)	20.14	6,527	28.9	3.1	1.4
Qatar Electricity and Water	178.00	(3.00)	7.64	19,580	13.2	3.4	3.8
Mannai Corp.	111.00	(5.13)	23.47	5,064	10.0	2.8	5.0
Aamal	16.00	(4.19)	6.67	9,600	18.2	1.4	NA
Gulf International Services	93.50	(0.64)	91.60	17,376	23.9	5.8	1.7
Mesaieed Petrochemical Holding	31.20	(3.85)	NM	39,197	N/A	2.9	1.1
Industrials				208,692			
Qatar Insurance	79.00	(1.25)	48.50	12,683	15.8	2.4	2.5
Doha Insurance	25.25	1.00	1.00	1,263	9.4	1.2	7.9
Qatar General Insurance & Reinsurance	46.90	5.04	17.49	3,244	1.5	0.7	2.7
Al Khaleej Takaful Insurance	41.70	(8.05)	48.52	926	12.5	1.4	NA
Qatar Islamic Insurance	76.90	2.26	32.82	1,154	15.1	4.4	4.9
Insurance				19,269			
United Development	23.24	(6.25)	7.93	8,229	17.7	0.8	4.1
Barwa Real Estate	37.20	(3.88)	24.83	14,475	9.8	1.0	5.4
Ezdan Real Estate	19.12	(11.97)	12.47	50,716	40.7	1.7	1.6
Mazaya Qatar Real Estate Development	16.33	(6.85)	46.06	1,633	10.6	1.3	4.6
Real Estate				75,053			
Qatar Telecom	125.30	(3.62)	(8.67)	40,136	15.4	1.6	3.2
Vodafone Qatar	17.95	(8.42)	67.60	15,175	NM	2.6	0.9
Telecoms				55,311			
Qatar Navigation (Milaha)	88.40	(2.96)	6.51	10,124	10.5	0.8	5.7
Gulf Warehousing	47.80	(5.72)	15.18	2,273	20.7	3.0	3.1
Qatar Gas Transport (Nakilat)	21.95	(4.57)	8.40	12,292	16.0	3.4	5.0
Transportation				24,689			
Qatar Exchange				643,796			

Source: Bloomberg, * Trailing Twelve Months

This report is produced by QNB Group's Economics Team in collaboration with QNB Financial Services. Past issues are available online at <http://tinyurl.com/QatarMonitor>. For questions, or to receive it by email each month, please contact:

QNB Economics
 QNB Group
 Tel: (+974) 4453 4642
economics@qnb.com.qa

Saugata Sarkar
 Head of Research, QNBFS
 Tel: (+974) 4476 6534
saugata.sarkar@qnbfs.com.qa

Ahmed M. Shehada
 Head of Trading, QNBFS
 Tel: (+974) 4476 6535
ahmed.shehada@qnbfs.com.qa

Keith Whitney
 Head of Sales, QNBFS
 Tel: (+974) 4476 6533
keith.whitney@qnbfs.com.qa

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