

## Executive Summary

- Qatar's balance of payments deficit narrowed for a second consecutive quarter
- The trade balance registered a surplus in August, helped by improving oil prices
- Qatar's population returned to its near pre-summer holiday peak in September, reaching 2.55m

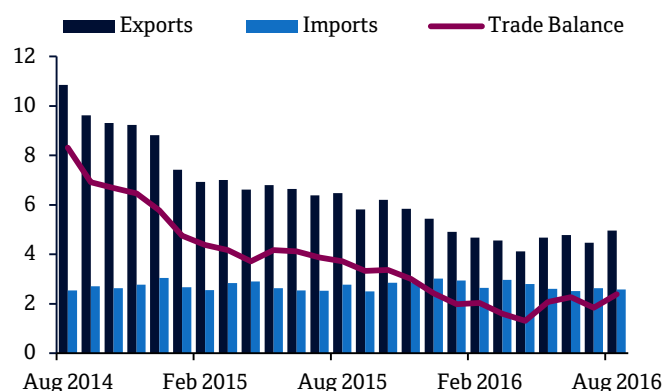
## The trade surplus grew to USD2.4bn in August

*New Data*

- The trade surplus grew to USD2.4bn in August from USD1.8bn in July, with exports at USD5.0bn and imports at USD2.6bn
- Exports grew 11.0% month-on-month (m/m) while imports declined by 2.1% m/m in August
- Exports were likely helped by a stronger Brent crude price of USD47.1 per barrel (/b) compared to USD46.5/b the previous month
- We expect the merchandise trade surplus to rise further in the second half of 2016 as oil prices recover

## Trade Balance

(bn USD)



Sources: QCB, Haver Analytics and QNB Economics

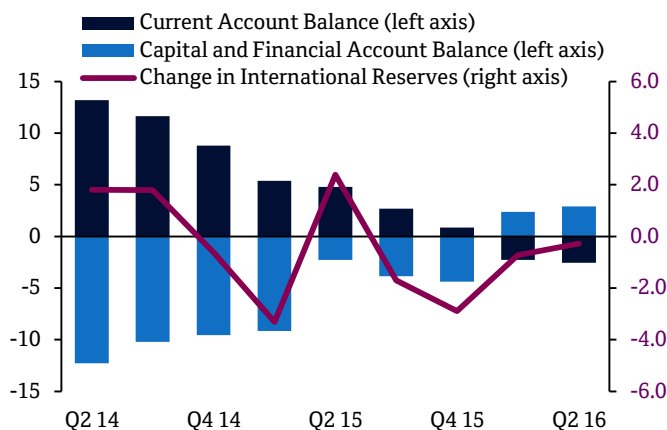
## The balance of payments improved in Q2 2016

*New Data*

- The overall balance of payments deficit narrowed further Q2 2016, to USD0.3bn from a deficit of USD0.7bn in Q1 2016
- The improvement in the BoP was driven by stronger inflows on the capital account, which stood at USD2.9bn in Q2 compared to USD2.4bn in Q1 while the current account remained in deficit, at USD2.5bn
- In 2016, we expect a current account surplus of 4.1% of GDP before improving to 6.6% in 2017 on the back of an oil price recovery

## Balance of payments

(bn USD)



Sources: Bloomberg and QNB Economics

## QNB Economics Weekly Commentary

- [Japan's monetary policy has reached its limit](#)
- [Global trade growth falls to slowest rate since the financial crisis](#)
- [China is walking a tightrope between rebalancing and avoiding a hard landing](#)
- [Conditions are ripe for one Fed rate hike in 2016](#)
- [Easier monetary policy offers EMs some respite](#)
- [Oil markets to rebalance in 2017](#)
- [Global growth flatters to deceive](#)
- [The trouble with Italian banks](#)

## Kuwait Economic Insight 2016



QNB Economics recently published the [Kuwait Economic Insight 2016](#), providing an overview of Kuwait's economy, with in-depth analysis and forecasts. The report is available on the [QNB website](#) along with other published Economic Insight Reports.

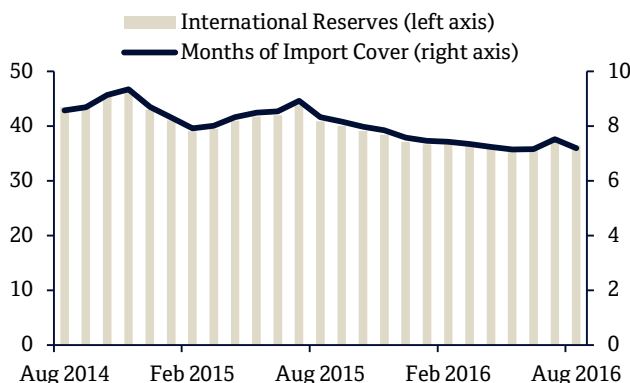
## International reserves stood at USD36.5bn in August

New Data

- International reserves dipped to USD36.5bn from USD38.0bn the previous month. Qatar has maintained an average of USD36.5bn in reserves in 2016 so far
- In terms of months of import cover, Qatar's reserves cover 7.2, well over the IMF recommended minimum of three months for a fixed-exchange rate regime
- International reserves and months of import cover have both been steady during 2016, despite the weak macro environment, and should rise going forward

## International reserves and months of import cover

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



Sources: QCB, Haver Analytics and QNB Economics

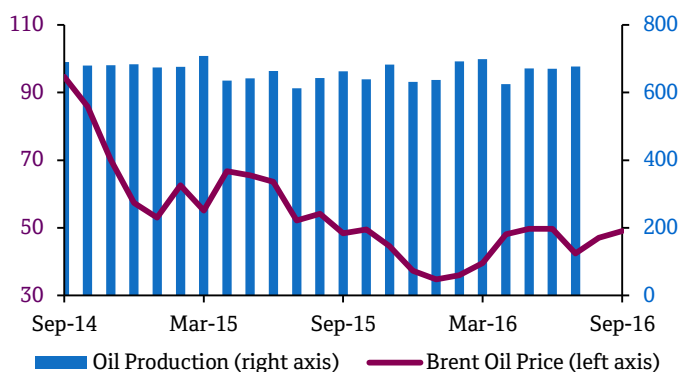
## Crude oil prices rose slightly by 4.9% in September as global supply continued to tighten

New Data

- Brent crude oil prices climbed by 4.9% in September to end the month at USD49.0 per barrel on the back of ongoing tightening in oil markets
- Qatar's crude oil production was steady at 677k barrels per day (b/d) in July 2016, a marginal increase from 670k b/d in June
- We expect Brent crude oil prices to average USD45/b in 2016 and USD55 in 2017 as the rebalancing of the oil market continues, with strong growth in demand and supply cuts among high-cost producers, particularly in the US and non-OPEC

## Oil prices and production

(USD/b, left axis; Oil production (k b/d), right axis)



Sources: Intercontinental Exchange, Energy Intelligence Agency (EIA), Joint Organisations Data Initiative (JODI), Haver Analytics and QNB Economics

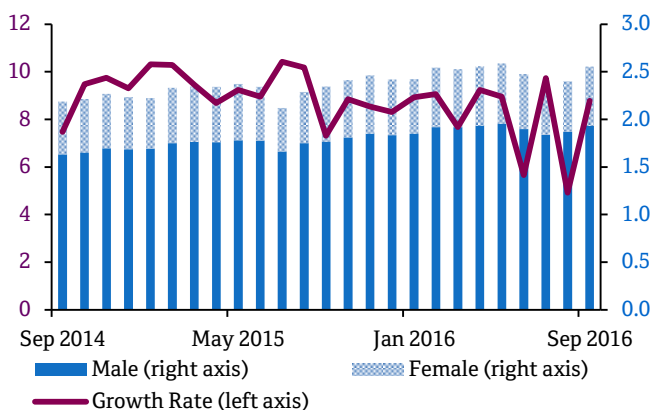
## Qatar's population grew 8.8% year-on-year (y/y) in September, reaching 2.55mn

New Data

- The population grew 8.8% year-on-year (y/y) in September 2016, returning to its near pre-summer holiday peak
- The male and female populations rose by 9.2% y/y and 7.2%, respectively. Women make up around 25% of the population
- We expect Qatar's on-going investment programme to continue to attract expatriates, resulting in population growth of 7.9% in 2016 and 7.1% in 2017

## Population

(m, % year-on-year)



Sources: MDPS, Haver Analytics and QNB Economics

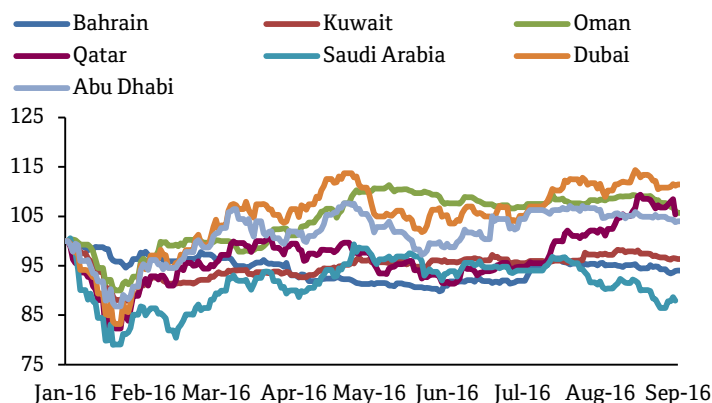
## GCC equities performed poorly in September

New Data

- September saw a poor month in GCC equities, with Saudi Arabia's stock market down 8.3% compared to August following public spending cuts in subsidies, salaries and other financial benefits
- Bahrain's stock market gained 1%, leading in the GCC
- Qatar also performed poorly, with stocks down 7.8% for the month as investors booked profits after the index gained FTSE emerging market status

### Stock market indices

(Index, rebased, 31 Dec 2015 = 100)



Sources: Bloomberg and QNB Economics

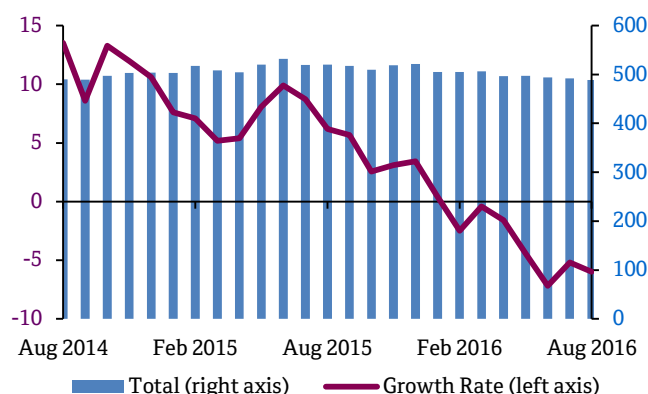
## Broad money contracted by 6.0% y/y in August due to the contraction in foreign deposits

New Data

- Broad money continued its constricting trend, with M2 contracting by 6.0%y/y in August, from -5.2% y/y in July
- This is largely owing to a contraction of foreign currency deposits; these fell by 20.2% during the month
- The drawdown in foreign currency deposits may be fuelled by weaker hydrocarbon receipts

### Broad money (M2)

(bn QAR, % year-on-year)



Sources: QCB, Haver Analytics and QNB Economics

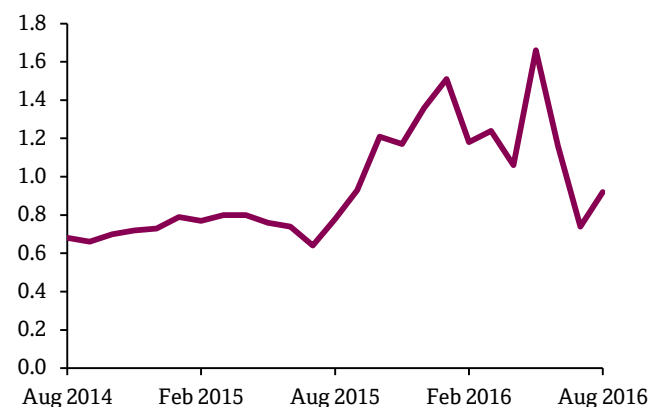
## Overnight interbank rates increased to 0.92%, reflecting tightness in the market

New Data

- Interest rates increased last month, suggesting tighter liquidity
- Overnight interbank rates increased to 0.92% in August from 0.74% in July; the 3-month interbank rate rose to 2.50% from 1.25% in August; and the 1-year interbank rate rose by 7 basis points to 1.80%
- Liquidity began to tighten in September 2015; conditions have eased recently but rates are not yet at their historical lows

### Interbank interest rate: overnight

(%)



Sources: QCB, Haver Analytics and QNB Economics

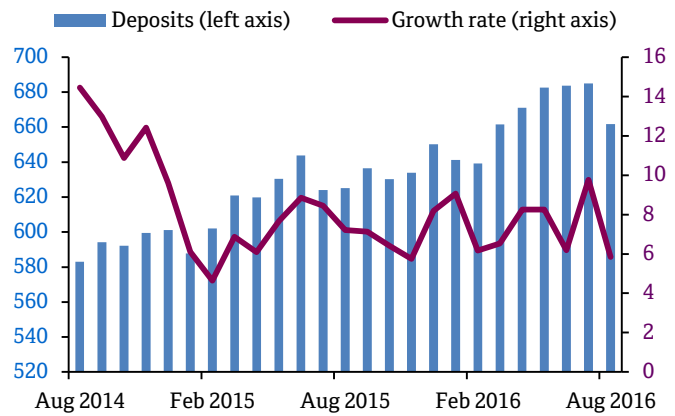
## Bank deposits increased by 5.8% y/y in August

New Data

- Bank deposits continue their steady climb in 2016, increasing by 5.8% y/y in August
- Private sector deposits make up 53% of bank deposits, while the public sector and non-resident sector make up 26% and 21%
- Private sector deposits grew marginally by 1.2% y/y while public sector deposits contracted by 15.4% y/y
- Non-resident deposits grew 87% y/y as the banking sector continued to attract foreign funds

### Bank deposits

(bn QAR and % change year-on-year)



Sources: QCB, Haver Analytics and QNB Economics

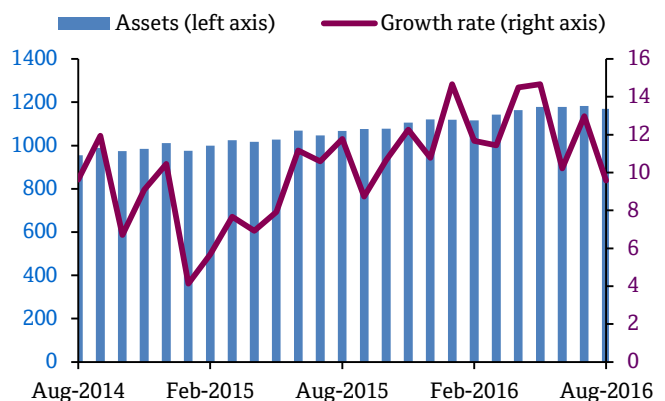
## Banking asset growth increased to 9.6% in August

New Data

- Bank assets grew 9.6% y/y in August, down from 13.0% in July
- Domestic asset growth was 9.3% y/y, driven by domestic credit which grew 9.5% y/y
- Foreign assets grew by 13.8% y/y in , slowing from 16.8% growth in July

### Bank assets

(bn QAR and % change year-on-year)



Sources: QCB, Haver Analytics and QNB Economics

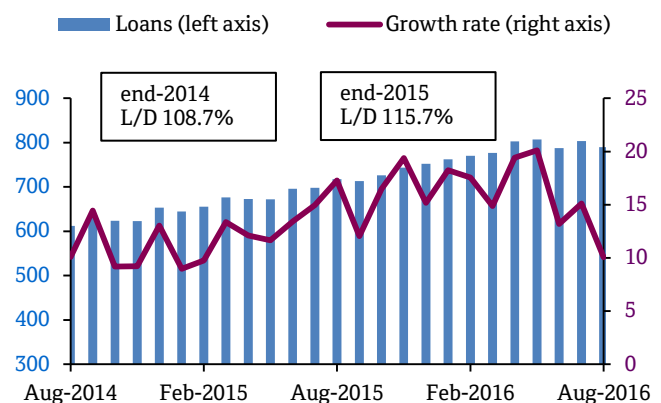
## Banking credit growth slowed to 10.1% y/y in August

New Data

- Bank lending is strong, with loans growing 10.1% y/y in August, although this remains below the 2016 peak of 20.1% y/y growth in May
- Loans to the public sector drove the headline (12.4% y/y); private sector loans grew 7.9% y/y, with the services sector seeing the fastest growth at 15.0% y/y

### Bank credit

(bn QAR and % change year-on-year)



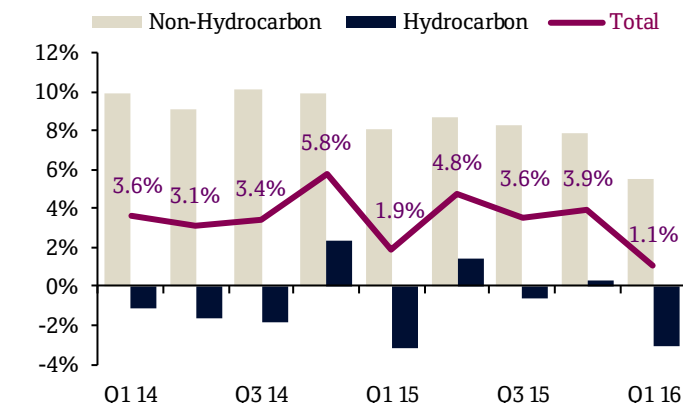
Sources: QCB, Haver Analytics and QNB Economics

## Real GDP growth slowed to 1.1% in Q1 2016

- Real GDP slowed to 1.1% y/y in Q1 2016, compared to 3.9% in Q4 2015
- While the non-hydrocarbon sector grew by 5.5% y/y, a 3.0% y/y contraction in the hydrocarbon sector was a drag on the economy
- In 2016 and 2017, we expect growth of 3.2% and 3.8%; investment spending and population growth will drive non-hydrocarbon sector growth (6.5% and 6.9%), while the Barzan gas project should raise hydrocarbon output

### Real GDP growth by sector

(% change, y/y)



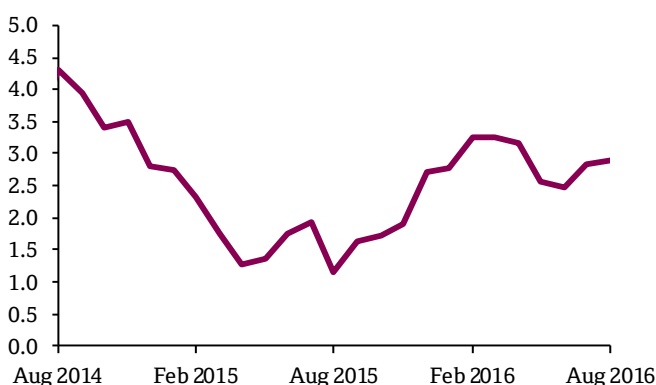
Sources: Ministry of Development Planning and Statistics (MDPS), Haver Analytics and QNB Economics

## Inflation increased to 2.9% in August on higher housing and recreation and culture costs

- Consumer price index (CPI) inflation increased to 2.9% in August from 2.8% in June, due to higher housing and recreation and culture costs
- Housing inflation (21.9% weight) rose to 3.8% in August and recreation and culture inflation (12.7% weight) increased to 7.0% in August
- We expect inflation to pick up to average 3.2% in 2016 and 3.4% in 2017 due to the pickup in global inflation and the strong population growth

### CPI Inflation

(% change, y/y)



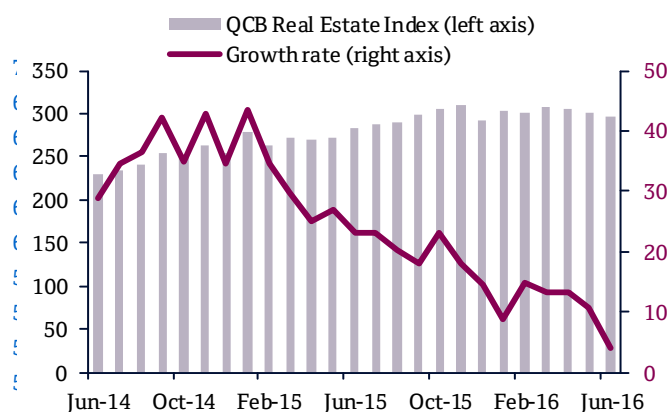
Sources: Ministry of Development Planning and Statistics (MDPS), Haver Analytics and QNB Economics

## The real estate price index rose by 4.2% y/y in June

- The QCB real estate index rose by 4.2% y/y in June 2016 slowing down from 10.8% in May
- However, in month-over-month terms, the real estate price index fell by 1.7% in June 2016, according to the Qatar Central Bank

### Real estate price index

(Index and % change y/y)



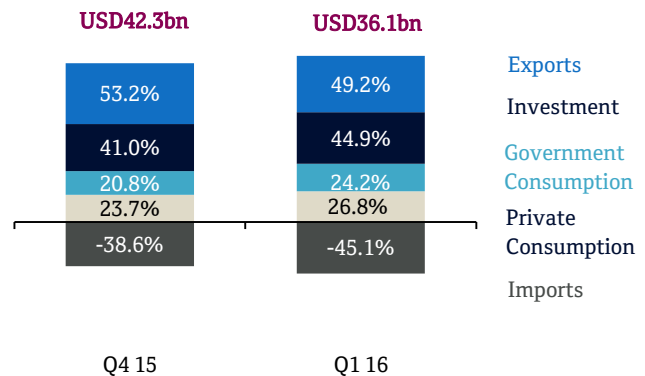
Sources: QCB, Haver Analytics and QNB Economics

## The share of investment in GDP increased in Q1 2016

- Investment as a share of GDP rose to 44.9% in Q1 2016 from 41.0% in Q4 2015, while the export share fell to 49.2% of GDP (53.2% in Q4 2015) on lower oil prices
- Private consumption rose to 26.8% of GDP in Q1 2016 from 23.7% in Q4 2015
- Imports similarly increased from 38.6% to 45.1% of GDP

### GDP by expenditure

(bn USD and share in total GDP)



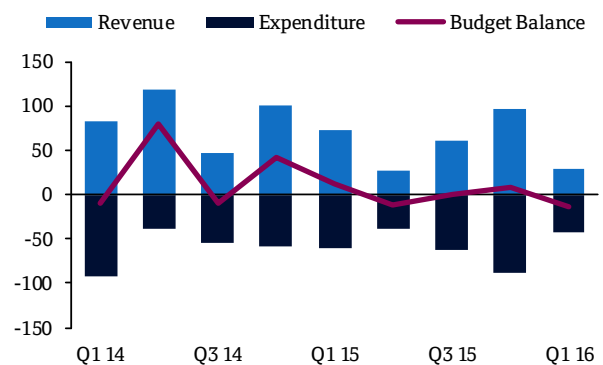
Sources: MDPS, Haver Analytics and QNB Economics

## The fiscal deficit reached 9.9% of GDP in Q1 2016 due to lower revenue

- The fiscal deficit reached QAR13.1bn in Q1 2016 (9.9% of GDP) driven by seasonality in spending and revenues
- Revenues declined 59.6% compared with a year earlier on lower oil prices; while expenditure fell by 29.7% over the same period
- We expect the government to run a budget deficit of around 5.4% of GDP in 2016, down from a surplus of 1.2% in 2015

### Budget balance

(bn QAR)



\*L/D refers to the loans to deposits ratio

Sources: QCB, Haver Analytics and QNB Economics

## Main News

- QCB offered QR3bn in its second domestic bond sale in 2016.
- S&P Global has said in a report that the oil price decline has fueled a plethora of debt issues by GCC sovereigns. Qatar has issued USD9bn in the capital markets so far in 2016. Saudi Arabia issued USD10bn via a syndicated loan from international lenders, while Abu Dhabi issued USD5bn in the capital markets.
- The Public Works Authority (Ashghal) was allocated a budget of over QR31.9bn in the 21 months between April 1, 2014 and December 31, 2015.
- Global credit rating agency Fitch Ratings affirmed Qatar's long-term foreign and local currency IDRs at 'AA', with a stable outlook.
- Qatar is expected to begin operations at its Barzan gas project in November. The Gulf state is striving to meet rising domestic energy demand, as it prepares to host the 2022 FIFA World Cup. The USD10bn project, a RasGas-operated joint venture between Qatar Petroleum and Exxon Mobil, was originally expected to come online in 2014. The project will boost Qatari gas production by up to 2bn cubic feet per day, when it reaches its capacity in 1H2017.

## National Accounts

| Nominal GDP (QAR bn)            | 2011         | 2012         | 2013         | 2014         | 2015         | YoY%          |
|---------------------------------|--------------|--------------|--------------|--------------|--------------|---------------|
| <b>Total</b>                    | <b>610.7</b> | <b>680.1</b> | <b>723.4</b> | <b>750.7</b> | <b>599.3</b> | <b>-20.2%</b> |
| Oil & Gas                       | 359.2        | 394.7        | 403.0        | 394.2        | 231.3        | -41.3%        |
| Non-Oil                         | 251.5        | 285.4        | 320.3        | 356.5        | 368.0        | 3.2%          |
| Agriculture and Fishing         | 0.6          | 0.6          | 0.7          | 0.9          | 1.0          | 8.7%          |
| Industry                        | 89.3         | 105.8        | 116.9        | 131.8        | 122.3        | -7.2%         |
| Manufacturing                   | 57.8         | 71.5         | 73.6         | 77.5         | 60.0         | -22.5%        |
| Electricity, Gas and Water      | 2.9          | 3.4          | 3.9          | 4.3          | 4.5          | 4.9%          |
| Construction                    | 28.5         | 30.9         | 39.3         | 50.0         | 57.8         | 15.5%         |
| Services                        | 184.9        | 210.9        | 237.1        | 268.5        | 293.6        | 9.4%          |
| Trade, Restaurants and Hotels   | 35.6         | 38.9         | 45.5         | 52.2         | 57.6         | 10.3%         |
| Transport and Communications    | 21.2         | 22.3         | 22.3         | 25.0         | 26.8         | 7.3%          |
| Financial and Business Services | 70.3         | 76.6         | 87.0         | 101.2        | 111.4        | 10.1%         |
| Social Services                 | 5.1          | 5.5          | 6.5          | 7.1          | 7.9          | 11.3%         |
| Government Services             | 46.5         | 60.1         | 67.2         | 73.1         | 79.2         | 8.4%          |
| Household Services              | 6.2          | 7.5          | 8.7          | 9.8          | 10.6         | 7.7%          |
| Imputed Bank Service Charges    | -15.3        | -17.2        | -19.0        | -20.6        | -22.2        | 7.6%          |
| Import Duties                   | 3.9          | 3.3          | 3.2          | 3.3          | 3.7          | 11.2%         |

Source: MDPS and Haver Analytics

Note: Numbers in red indicate new data

MDPS revised historical National Accounts data in August 2016, affecting historical data going back to 2011

| Real GDP (% change, YoY)        | 2011         | 2012        | 2013        | 2014        | 2015        | Q1 2016     |
|---------------------------------|--------------|-------------|-------------|-------------|-------------|-------------|
| <b>Total</b>                    | <b>13.4%</b> | <b>4.7%</b> | <b>4.4%</b> | <b>4.0%</b> | <b>3.6%</b> | <b>1.1%</b> |
| Oil & Gas                       | 15.0%        | 1.2%        | 0.1%        | -0.6%       | -0.5%       | -3.0%       |
| Non-Oil                         | 11.0%        | 9.9%        | 10.4%       | 9.8%        | 8.2%        | 5.5%        |
| Agriculture and Fishing         | 5.4%         | 4.6%        | 5.9%        | 25.0%       | 8.5%        |             |
| Industry                        | 10.1%        | 10.4%       | 9.7%        | 8.9%        | 0.0%        |             |
| Manufacturing                   | 10.0%        | 11.1%       | 5.6%        | 4.1%        | 3.2%        |             |
| Electricity, Gas and Water      | 7.9%         | 10.5%       | 6.4%        | 10.6%       | 7.0%        |             |
| Construction                    | 10.6%        | 8.8%        | 21.2%       | 22.8%       | 17.8%       |             |
| Services                        | 12.1%        | 9.9%        | 12.2%       | 11.7%       | 0.0%        |             |
| Trade, Restaurants and Hotels   | 12.8%        | 6.3%        | 13.2%       | 14.3%       | 8.0%        |             |
| Transport and Communications    | 14.7%        | 6.2%        | -0.5%       | 11.9%       | 3.9%        |             |
| Financial and Business Services | 11.0%        | 11.4%       | 13.3%       | 14.0%       | 8.2%        |             |
| Social Services                 | 2.9%         | 7.7%        | 9.4%        | 8.0%        | 9.1%        |             |
| Government Services             | 13.5%        | 12.3%       | 15.1%       | 7.3%        | 6.1%        |             |
| Household Services              |              | 11.2%       | 14.5%       | 11.6%       | 6.5%        |             |
| Imputed Bank Service Charges    | 14.9%        | 8.1%        | 22.0%       | 5.0%        | 0.0%        |             |
| Import Duties                   | -1.2%        | 19.9%       | 0.0%        | 3.7%        | 10.0%       |             |

Source: MDPS and Haver Analytics



## Balance of Payments

| Balance of Payments (USD bn)                   | 2011         | 2012         | 2013         | 2014         | 2015         | Q2 16       |
|--|--------------|--------------|--------------|--------------|--------------|-------------|
| <b>Current Account Balance</b>                 | <b>52.1</b>  | <b>62.0</b>  | <b>60.5</b>  | <b>49.4</b>  | <b>13.8</b>  | <b>-2.5</b> |
| Trade Balance (Goods)                          | 87.5         | 102.2        | 101.9        | 95.6         | 48.8         | 5.6         |
| Exports  | 114.4        | 133.0        | 133.3        | 126.7        | 77.3         | 13.6        |
| Imports  | -26.9        | -30.8        | -31.5        | -31.1        | -28.5        | -7.9        |
| Service Balance                                | -9.5         | -14.0        | -16.3        | -19.3        | -15.8        | -3.8        |
| Income Balance                                 | -13.3        | -12.1        | -10.4        | -9.3         | -3.6         | -0.1        |
| Transfer Balance                               | -12.7        | -14.1        | -14.7        | -17.5        | -15.7        | -4.3        |
| <b>Capital &amp; Financial Account Balance</b> | <b>-65.7</b> | <b>-44.4</b> | <b>-52.1</b> | <b>-49.2</b> | <b>-19.7</b> | <b>2.9</b>  |
| Capital Account                                | -3.6         | -6.1         | -4.8         | -5.5         | -0.7         | -0.2        |
| Financial Account                              | -62.1        | -38.3        | -47.4        | -43.6        | -18.9        | 3.1         |
| Direct Investment (outwards)                   | -10.1        | -1.8         | -8.0         | -6.7         | -4.0         | -4.7        |
| Direct Investment (into Qatar)                 | 0.9          | 0.4          | -0.8         | 1.0          | 1.1          | 0.1         |
| Portfolio investment (net)                     | -19.0        | 2.8          | -18.3        | -19.9        | -16.5        | 11.4        |

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

| Top 5 Export Destinations (USD bn) | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 |
|------------------------------------|------|------|------|------|------|------|
| Japan                              | 21.5 | 29.9 | 36.9 | 39.9 | 33.2 | 16.0 |
| India                              | 6.4  | 10.9 | 14.6 | 13.8 | 16.0 | 9.2  |
| China                              | 2.2  | 4.5  | 6.8  | 8.5  | 9.5  | 5.3  |
| United Arab Emirates               | 4.3  | 4.4  | 5.9  | 5.1  | 5.4  | 4.3  |
| Singapore                          | 5.8  | 8.2  | 7.0  | 6.8  | 7.9  | 3.6  |

| Top 5 Import Sources (USD bn) | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 |
|-------------------------------|------|------|------|------|------|------|
| China                         | 2.1  | 2.2  | 2.5  | 2.7  | 3.2  | 3.8  |
| United States of America      | 2.7  | 2.6  | 2.8  | 3.2  | 3.5  | 3.6  |
| United Arab Emirates          | 1.6  | 1.8  | 2.0  | 1.9  | 2.5  | 2.9  |
| Germany                       | 1.7  | 1.6  | 1.7  | 1.8  | 2.2  | 2.4  |
| Japan                         | 1.8  | 1.3  | 2.1  | 1.9  | 2.0  | 2.1  |

Source: IMF Direction of Trade Statistics, MDPS and Haver Analytics

| Crude oil (USD / barrel)   | 2011  | 2012  | 2013  | 2014  | 2015  | Sep-16 | MoM% | YoY%   |
|----------------------------|-------|-------|-------|-------|-------|--------|------|--------|
| Oil production ('000 bpd)* | 733.4 | 733.7 | 723.9 | 709.2 | 656.0 | 677.0  | 1.0% | 10.4%  |
| Brent Crude (avg)          | 110.9 | 111.7 | 108.8 | 99.5  | 53.6  | 47.2   | 0.2% | -2.7%  |
| Qatar average price        | 108.6 | 111.2 | 108.0 | 97.5  | 97.5  | 46.2   | 3.8% | -13.5% |
| Dukhan                     | 109.7 | 111.8 | 108.9 | 98.5  | 98.5  | 47.8   | 3.7% | -24.1% |
| Marine                     | 107.5 | 110.6 | 107.1 | 96.6  | 96.6  | 46.2   | 3.6% | -24.7% |

Source: Bloomberg, Intercontinental Exchange, JODI and Haver Analytics

\*Data as of July 2016

## Budget, Population & Money

| Government Budget (% of GDP) | 2011 | 2012 | 2013 | 2014 | 2015 | Q1 2016 |
|------------------------------|------|------|------|------|------|---------|
| Balance                      | 5.2  | 13.8 | 19.3 | 12.3 | 1.2  | -9.9    |
| Revenue                      | 33.8 | 37.0 | 47.6 | 45.7 | 42.7 | 22.1    |
| Expenditure                  | 28.6 | 23.3 | 28.3 | 33.4 | 41.5 | 32.0    |

| Population (m people in Qatar) | 2012 | 2013 | 2014 | 2015 | Sept-16 | MoM% | YoY% |
|--------------------------------|------|------|------|------|---------|------|------|
| Total                          | 1.83 | 2.00 | 2.22 | 2.44 | 2.55    | 6.3% | 8.8% |

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

| Money Supply (% change, YoY) | 2012  | 2013  | 2014  | 2015  | Aug-16 |
|------------------------------|-------|-------|-------|-------|--------|
| Broad money (M2)             | 17.1% | 22.9% | 19.6% | 10.6% | -6.0%  |
| M1                           | 19.8% | 11.1% | 16.5% | 17.3% | 0.3%   |
| Quasi-money                  | 16.2% | 27.2% | 20.6% | 8.6%  | -8.0%  |

| Interest rates (% end period) | 2012  | 2013 | 2014 | 2015 | Sep-16 |
|-------------------------------|-------|------|------|------|--------|
| QCB deposit                   | 0.75  | 0.75 | 0.75 | 0.75 | 0.75   |
| QCB lending                   | 4.50  | 4.50 | 4.50 | 4.50 | 4.50   |
| Interbank overnight           | 0.46  | 0.76 | 0.77 | 0.65 | 0.92*  |
| Demand deposit                | 0.90  | 0.64 | 0.66 | 0.56 | 0.15*  |
| Overdraft                     | 8.01  | 7.22 | 6.20 | 5.50 | 5.13*  |
| Credit card                   | 15.48 | 9.50 | 8.36 | 8.86 | 10.34* |

\* Data as of August 2016

Source: QCB and Haver Analytics

## Banking Sector Snapshot

### Banking Sector Indicator

| (In QR mn)   | 2012           | 2013           | 2014           | 2015           | Jan-16         | Feb-16         | Mar-16         | Apr-16         | May-16         | Jun-16         | Jul-16         | Aug-16         | Change MoM    | Change YTD    |
|--|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|---------------|---------------|
| <b>Total Assets</b>                                | 820,512        | 915,911        | 1,011,702      | 1,120,739      | 1,119,192      | 1,115,553      | 1,142,323      | 1,163,920      | 1,177,812      | 1,178,575      | 1,183,070      | 1,169,431      | -1.2%         | 4.3%          |
| <b>Total Credit (Loans)</b>                        | 510,048        | 577,976        | 653,418        | 752,630        | 762,235        | 770,502        | 776,723        | 803,165        | 807,338        | 787,586        | 803,505        | 790,026        | -1.7%         | 5.0%          |
| <b>Total Deposits</b>                              | 458,066        | 548,384        | 601,074        | 650,261        | 641,174        | 639,138        | 661,520        | 671,011        | 682,529        | 683,629        | 685,012        | 661,640        | -3.4%         | 1.7%          |
| <b>Loan to Deposit Ratio</b>                       | <b>111%</b>    | <b>105%</b>    | <b>109%</b>    | <b>116%</b>    | <b>119%</b>    | <b>121%</b>    | <b>117%</b>    | <b>120%</b>    | <b>118%</b>    | <b>115%</b>    | <b>117%</b>    | <b>119%</b>    |               |               |
| <b>Credit Facilities (Geographic)</b>              |                |                |                | 15.2%          |                |                |                |                |                |                |                |                |               |               |
| <b>Total Domestic Credit</b>                       | 478,305        | 535,657        | 589,739        | 664,700        | 673,496        | 681,370        | 687,235        | 713,785        | 718,326        | 700,170        | 717,173        | 703,390        | -1.9%         | 5.8%          |
| <b>Total International Credit</b>                  | 31,743         | 42,319         | 63,679         | 87,930         | 88,739         | 89,132         | 89,488         | 89,380         | 89,012         | 87,416         | 86,332         | 86,636         | 0.4%          | -1.5%         |
| <b>Domestic Credit Facilities - Public Sector</b>  |                |                |                |                |                |                |                |                |                |                |                |                |               |               |
| <b>Government</b>                                  | 51,746         | 56,549         | 64,737         | 76,822         | 84,022         | 92,475         | 93,991         | 118,164        | 121,670        | 101,962        | 115,424        | 99,961         | -13.4%        | 30.1%         |
| <b>Government Institutions</b>                     | 139,585        | 152,516        | 140,427        | 140,148        | 139,803        | 138,796        | 139,607        | 137,418        | 137,897        | 138,819        | 139,367        | 139,418        | 0.0%          | -0.5%         |
| <b>Semi-Government Institutions</b>                | 27,222         | 30,679         | 28,400         | 21,312         | 23,109         | 20,891         | 22,141         | 21,783         | 22,212         | 21,996         | 21,927         | 21,886         | -0.2%         | 2.7%          |
| <b>Total Domestic Public Sector Credit</b>         | <b>218,553</b> | <b>239,745</b> | <b>233,564</b> | <b>238,282</b> | <b>246,934</b> | <b>252,162</b> | <b>255,739</b> | <b>277,365</b> | <b>281,779</b> | <b>262,777</b> | <b>276,718</b> | <b>261,264</b> | <b>-5.6%</b>  | <b>9.6%</b>   |
| <b>Domestic Credit Facilities - Private Sector</b> |                |                |                |                |                |                |                |                |                |                |                |                |               |               |
| <b>General Trade</b>                               | 33,280         | 36,011         | 48,257         | 59,147         | 56,062         | 54,041         | 54,181         | 55,802         | 56,562         | 59,376         | 60,440         | 61,467         | 1.7%          | 3.9%          |
| <b>Industry</b>                                    | 9,339          | 11,592         | 12,253         | 17,207         | 14,824         | 14,453         | 14,586         | 15,116         | 15,004         | 16,080         | 15,695         | 15,792         | 0.6%          | -8.2%         |
| <b>Contractors</b>                                 | 16,546         | 23,331         | 30,367         | 37,544         | 37,852         | 37,444         | 37,403         | 37,608         | 37,606         | 36,978         | 37,139         | 37,643         | 1.4%          | 0.3%          |
| <b>Real Estate</b>                                 | 85,562         | 85,388         | 95,142         | 121,214        | 121,834        | 126,539        | 127,150        | 127,474        | 126,903        | 125,216        | 124,850        | 125,187        | 0.3%          | 3.3%          |
| <b>Consumption &amp; Others</b>                    | 78,587         | 87,020         | 106,363        | 123,599        | 128,302        | 120,997        | 122,154        | 123,069        | 123,423        | 123,003        | 121,657        | 122,799        | 0.9%          | -0.6%         |
| <b>Services</b>                                    | 36,438         | 52,570         | 63,792         | 67,707         | 67,688         | 75,733         | 76,022         | 77,351         | 77,049         | 76,741         | 80,675         | 79,238         | -1.8%         | 17.0%         |
| <b>Total Domestic Private Sector Credit</b>        | <b>259,752</b> | <b>295,912</b> | <b>356,175</b> | <b>426,418</b> | <b>426,562</b> | <b>429,208</b> | <b>431,496</b> | <b>436,420</b> | <b>436,548</b> | <b>437,394</b> | <b>440,456</b> | <b>442,126</b> | <b>0.4%</b>   | <b>3.7%</b>   |
| <b>Deposit Details (Geographic)</b>                |                |                |                | 0.197          | 0.286          |                |                |                |                |                |                |                |               |               |
| <b>Resident Deposits</b>                           | 417,337        | 514,804        | 552,955        | 563,629        | 552,816        | 541,114        | 546,649        | 549,276        | 542,305        | 548,871        | 546,925        | 524,152        | -4.2%         | -7.0%         |
| <b>Non-resident Deposits</b>                       | 40,729         | 33,579         | 48,119         | 86,632         | 88,358         | 98,025         | 114,871        | 121,735        | 140,224        | 134,758        | 138,087        | 137,488        | -0.4%         | 58.7%         |
| <b>Deposits - Public Sector (Domestic)</b>         |                |                |                |                |                |                |                |                |                |                |                |                |               |               |
| <b>Government</b>                                  | 44,557         | 68,459         | 59,445         | 57,683         | 59,187         | 59,494         | 62,246         | 70,392         | 62,230         | 72,839         | 71,152         | 53,262         | -25.1%        | -7.7%         |
| <b>Government Institutions</b>                     | 104,378        | 124,390        | 129,609        | 116,896        | 104,564        | 112,781        | 115,104        | 110,736        | 105,285        | 97,524         | 93,897         | 92,502         | -1.5%         | -20.9%        |
| <b>Semi Government Institutions</b>                | 31,794         | 37,283         | 39,082         | 34,526         | 31,360         | 31,858         | 32,027         | 28,195         | 28,319         | 29,175         | 29,457         | 28,367         | -3.7%         | -17.8%        |
| <b>Total Public Sector Deposit</b>                 | <b>180,729</b> | <b>230,131</b> | <b>228,136</b> | <b>209,106</b> | <b>195,111</b> | <b>204,133</b> | <b>209,378</b> | <b>209,323</b> | <b>195,833</b> | <b>199,538</b> | <b>194,507</b> | <b>174,131</b> | <b>-10.5%</b> | <b>-16.7%</b> |
| <b>Deposits - Private Sector (Domestic)</b>        |                |                |                |                |                |                |                |                |                |                |                |                |               |               |
| <b>Personal</b>                                    | 116,257        | 145,841        | 162,251        | 148,439        | 151,435        | 156,953        | 159,314        | 159,476        | 159,612        | 161,756        | 161,573        | 160,203        | -0.8%         | 7.9%          |
| <b>Companies &amp; Institutions</b>                | 120,350        | 138,833        | 162,567        | 206,084        | 206,270        | 180,027        | 177,957        | 180,477        | 186,860        | 187,578        | 190,846        | 189,818        | -0.5%         | -7.9%         |
| <b>Total Private Sector Deposit</b>                | <b>236,607</b> | <b>284,673</b> | <b>324,819</b> | <b>354,523</b> | <b>357,705</b> | <b>336,980</b> | <b>337,271</b> | <b>339,953</b> | <b>346,472</b> | <b>349,334</b> | <b>352,419</b> | <b>350,021</b> | <b>-0.7%</b>  | <b>-1.3%</b>  |

Source: QCB

| Company Name                          | Price<br>(Sep 29) | % Change<br>WTD | % Change<br>YTD | Market Cap.<br>QR Million | TTM P/E | P/B | Div. Yield |
|---------------------------------------|-------------------|-----------------|-----------------|---------------------------|---------|-----|------------|
| Qatar National Bank                   | 156.00            | (0.64)          | 6.97            | 130,989                   | 11.0    | 2.1 | 2.2        |
| Qatar Islamic Bank                    | 105.00            | 1.45            | (1.59)          | 24,811                    | 11.9    | 1.9 | 4.0        |
| Commercial Bank of Qatar              | 38.60             | 0.65            | (15.90)         | 12,608                    | 18.5    | 0.9 | 7.8        |
| Doha Bank                             | 37.20             | (0.40)          | (16.40)         | 9,611                     | 8.3     | 1.1 | 8.1        |
| Al Ahli Bank                          | 40.05             | 0.00            | (8.68)          | 7,642                     | 11.9    | 1.7 | 3.7        |
| Qatar International Islamic Bank      | 64.40             | (0.16)          | 0.16            | 9,748                     | 12.4    | 1.8 | 6.2        |
| Masraf Al Rayan                       | 35.50             | 0.71            | (5.59)          | 26,625                    | 12.6    | 2.3 | 4.9        |
| Al Khalij Commercial Bank             | 17.11             | (4.79)          | (4.79)          | 6,160                     | 9.6     | 0.9 | 5.8        |
| Qatar First Bank                      | 10.84             | (0.82)          | N/A             | 2,168                     | N/A     | N/A | N/A        |
| National Leasing                      | 16.80             | 3.32            | 19.15           | 831                       | N/A     | 0.8 | 3.0        |
| Diala Holding                         | 23.80             | 7.45            | 28.72           | 676                       | N/A     | 2.5 | N/A        |
| Qatar & Oman Investment               | 10.85             | (1.27)          | (11.79)         | 342                       | 29.3    | 1.1 | 5.5        |
| Islamic Holding Group                 | 62.00             | (2.97)          | (21.22)         | 351                       | 300.4   | 2.5 | 2.4        |
| <b>Banking and Financial Services</b> |                   |                 |                 | <b>232,562</b>            |         |     |            |
| Zad Holding                           | 77.00             | (6.67)          | (9.20)          | 1,007                     | 10.1    | 1.2 | 5.2        |
| Qatar German Co. for Medical Devices  | 10.80             | 1.60            | (21.28)         | 125                       | N/A     | 1.3 | N/A        |
| Salam International Investment        | 11.14             | (1.59)          | (5.75)          | 1,273                     | 10.9    | 0.8 | 9.0        |
| Medicare Group                        | 89.40             | (1.76)          | (25.06)         | 2,516                     | 21.9    | 2.6 | 2.0        |
| Qatar Cinema & Film Distribution      | 30.05             | 0.00            | (11.62)         | 189                       | 12.5    | 1.4 | 5.0        |
| Qatar Fuel                            | 148.50            | (1.66)          | 8.73            | 13,546                    | 10.8    | 2.0 | 5.1        |
| Widam Food Co.                        | 63.70             | 0.16            | 20.64           | 1,147                     | 14.2    | 4.4 | 4.2        |
| Al Meera Consumer Goods               | 205.00            | (1.91)          | (6.82)          | 4,100                     | 25.6    | 3.2 | 4.4        |
| <b>Consumer Goods and Services</b>    |                   |                 |                 | <b>23,902</b>             |         |     |            |
| Qatar Industrial Manufacturing        | 42.00             | (1.41)          | 5.40            | 1,996                     | 11.0    | 1.4 | 7.1        |
| Qatar National Cement                 | 86.90             | (0.69)          | (6.28)          | 5,163                     | 10.9    | 1.8 | 4.2        |
| Industries Qatar                      | 108.00            | 4.96            | (2.79)          | 65,340                    | 16.4    | 2.0 | 4.6        |
| Qatari Investors Group                | 50.70             | 3.47            | 34.48           | 6,303                     | 22.2    | 2.6 | 2.5        |
| Qatar Electricity and Water           | 213.50            | 0.71            | (1.34)          | 23,485                    | 15.1    | 3.3 | 3.5        |
| Mannai Corp.                          | 82.10             | (0.48)          | (13.85)         | 3,745                     | 7.9     | 1.6 | 6.1        |
| Aamal                                 | 14.79             | 1.30            | 5.72            | 9,318                     | 14.5    | 1.2 | N/A        |
| Gulf International Services           | 34.60             | (0.57)          | (32.82)         | 6,430                     | 18.1    | 1.7 | 2.9        |
| Mesaieed Petrochemical Holding        | 17.23             | 0.23            | (11.19)         | 21,646                    | 18.3    | 1.6 | 4.1        |
| <b>Industrials</b>                    |                   |                 |                 | <b>143,427</b>            |         |     |            |
| Qatar Insurance                       | 88.90             | 0.00            | 27.87           | 21,437                    | 18.0    | 2.7 | 2.4        |
| Doha Insurance                        | 20.75             | 2.47            | (1.19)          | 1,038                     | 11.9    | 1.0 | 4.8        |
| Qatar General Insurance & Reinsurance | 45.00             | 0.00            | (3.13)          | 3,938                     | 4.4     | 0.6 | 3.0        |
| Al Khaleej Takaful Insurance          | 23.64             | 6.97            | (22.49)         | 603                       | 21.7    | 1.1 | 4.2        |
| Qatar Islamic Insurance               | 53.20             | (2.74)          | (26.11)         | 798                       | 11.8    | 2.5 | 7.5        |
| <b>Insurance</b>                      |                   |                 |                 | <b>27,814</b>             |         |     |            |
| United Development                    | 20.40             | 2.93            | (1.69)          | 7,223                     | 15.5    | 0.7 | 7.4        |
| Barwa Real Estate                     | 33.85             | (2.03)          | (15.38)         | 13,172                    | 16.2    | 0.7 | 6.5        |
| Ezdan Real Estate                     | 16.80             | (2.33)          | 5.66            | 44,562                    | 25.5    | 1.5 | 3.0        |
| Mazaya Qatar Real Estate Development  | 13.80             | (0.07)          | 2.04            | 1,521                     | 13.4    | 1.1 | N/A        |
| <b>Real Estate</b>                    |                   |                 |                 | <b>66,479</b>             |         |     |            |
| Ooredoo                               | 96.00             | (2.93)          | 28.00           | 30,751                    | 11.9    | 1.4 | 3.1        |
| Vodafone Qatar                        | 10.90             | 0.93            | (14.17)         | 9,215                     | N/A     | 1.9 | N/A        |
| <b>Telecoms</b>                       |                   |                 |                 | <b>39,966</b>             |         |     |            |
| Qatar Navigation (Milaha)             | 89.90             | 3.45            | (5.37)          | 10,296                    | 10.2    | 0.8 | 5.6        |
| Gulf Warehousing                      | 55.00             | 1.85            | (3.34)          | 3,223                     | 14.7    | 2.3 | 2.7        |
| Qatar Gas Transport (Nakilat)         | 23.60             | 0.90            | 1.07            | 13,075                    | 13.3    | 3.7 | 5.3        |
| <b>Transportation</b>                 |                   |                 |                 | <b>26,594</b>             |         |     |            |
| <b>Qatar Exchange</b>                 |                   |                 |                 | <b>560,744</b>            |         |     |            |

Source: Bloomberg, \* Trailing Twelve Months

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