

## Market Review and Outlook

The Qatar Stock Exchange (QSE) Index moved up by 35.65 points, or 0.33% during the week, to close at 10,842.99. Market capitalization went up marginally by 0.2% to QR627.8 billion (bn) as compared to QR626.4bn at the end of the previous week. Of the 48 listed companies, 23 ended the week higher, 23 declined and 2 remained unchanged. Qatar Islamic Insurance (QISI) was the best performing stock for the week, with a gain of 5.6%. On the other hand, Ooredoo (ORDS) was the worst performing stock with a decline of 3.1%.

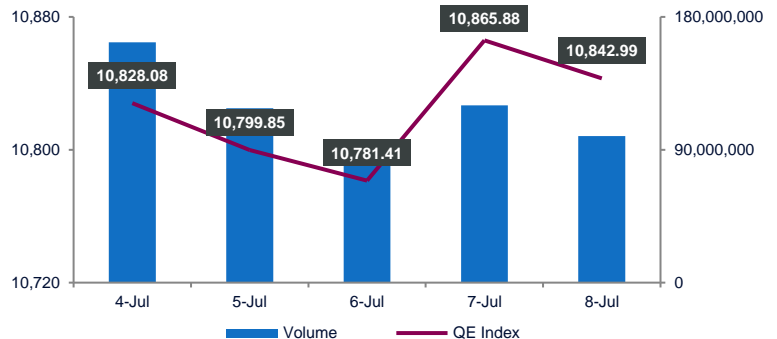
**Industries Qatar (IQCD), Qatar Gas Transport Co. (QGTS) and Commercial Bank of Qatar (CBQK) were the primary contributors to the weekly index increase.** IQCD and QGTS added 24.2 and 20.6 points to the index, respectively. Moreover, CBQK added an additional 19.7 points to the index.

**Trading value during the week decreased by 24.0% to reach QR1,427.8mn vs. QR1,877.5mn in the prior trading week.** QNB Group (QNBK) was the top value traded stock during the week with total traded value of QR183.8mn.

**Trading volume decreased by 33.3% to 584.3mn shares vs. 875.6mn shares in the prior trading week.** The number of transactions declined by 23.5% to 33,349 transactions versus 43,603 transactions in the prior week. Salam International Investment Limited (SIIS) was the top volume traded stock during the week with total traded volume of 86.9mn shares.

**Foreign institutions remained positive, ending the week with net buying of QR107mn vs. net buying of QR122mn in the prior week.** Qatari institutions remained negative with net selling of QR66mn vs. net selling of QR92mn in the week before. Foreign retail investors ended the week with net selling of QR12mn vs. net selling of QR3mn in the prior week. Qatari retail investors remained bearish with net selling of QR29mn vs. net selling of QR27mn the week before. So far YTD (as of Wednesday closing), foreigners were net buyers of \$697mn.

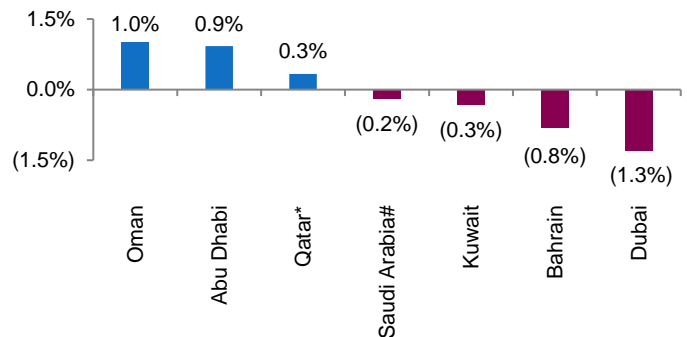
## QSE Index and Volume



| Market Indicators         | Week ended July 08, 2021 | Week ended July 01, 2021 | Chg. % |
|---------------------------|--------------------------|--------------------------|--------|
| Value Traded (QR mn)      | 1,427.8                  | 1,877.5                  | (24.0) |
| Exch. Market Cap. (QR mn) | 627,795.6                | 626,446.3                | 0.2    |
| Volume (mn)               | 584.3                    | 875.6                    | (33.3) |
| Number of Transactions    | 33,349                   | 43,603                   | (23.5) |
| Companies Traded          | 47                       | 48                       | (2.1)  |
| Market Breadth            | 23:23                    | 22:25                    | -      |

| Market Indices               | Close     | WTD%  | MTD%  | YTD%  |
|------------------------------|-----------|-------|-------|-------|
| Total Return                 | 21,464.34 | 0.3   | 1.0   | 7.0   |
| ALL Share Index              | 3,433.18  | 0.2   | 0.8   | 7.3   |
| Banks and Financial Services | 4,510.45  | (0.2) | 0.1   | 6.2   |
| Industrials                  | 3,640.01  | 0.7   | 1.5   | 17.5  |
| Transportation               | 3,501.14  | 2.8   | 4.2   | 6.2   |
| Real Estate                  | 1,812.33  | 1.2   | 3.2   | (6.0) |
| Insurance                    | 2,619.48  | 0.1   | 0.5   | 9.3   |
| Telecoms                     | 1,071.68  | (2.4) | (0.4) | 6.0   |
| Consumer Goods & Services    | 8,125.58  | 0.1   | 0.3   | (0.2) |
| Al Rayan Islamic Index       | 4,568.02  | 0.2   | 0.8   | 7.0   |

## 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*           | 10,842.99 | 0.3   | 1.0   | 3.9  | 387.13                               | 170,823.2                  | 18.3      | 1.6   | 2.7            |
| Dubai            | 2,779.75  | (1.3) | (1.1) | 11.5 | 199.84                               | 104,414.2                  | 21.1      | 1.0   | 2.9            |
| Abu Dhabi        | 6,963.23  | 0.9   | 1.9   | 38.0 | 1,679.66                             | 269,988.3                  | 23.6      | 2.0   | 3.5            |
| Saudi Arabia#    | 10,958.55 | (0.2) | (0.2) | 26.1 | 15,523.97                            | 2,581,550.4                | 35.9      | 2.4   | 1.9            |
| Kuwait           | 6,367.32  | (0.3) | (0.3) | 14.8 | 588.10                               | 121,302.8                  | 41.0      | 1.6   | 1.9            |
| Oman             | 4,120.41  | 1.0   | 1.4   | 12.6 | 46.07                                | 18,772.8                   | 14.4      | 0.8   | 3.8            |
| Bahrain          | 1,575.02  | (0.8) | (0.8) | 5.7  | 10.13                                | 119,868.9                  | 13.4      | 0.8   | 3.5            |

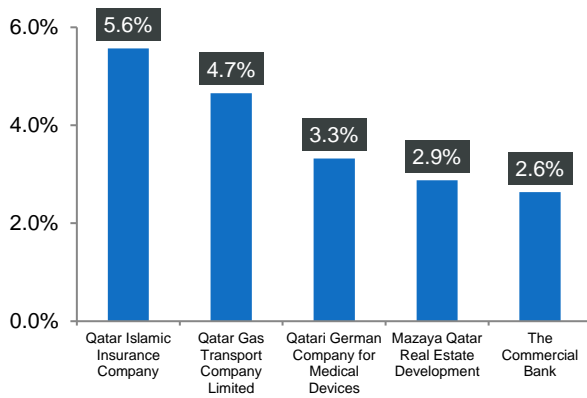
Source: Bloomberg, country exchanges and Zawya (\*\* Trailing Twelve Months; \* Value traded (\$ mn) do not include special trades, if any; #Data as of July 07, 2021)

- Qatar Banks name Fahad Al Khalifa as Group CEO of merged entity** – Masraf Al Rayan and Al Khalij Commercial Bank appoint Fahad Bin Abdalla Al Khalifa as the group CEO of the merged entity. After the merger, Al Khalij Commercial Bank's business will be absorbed into Al Rayan. Al Khalifa previously worked with Qatar Central Bank and QNB Group. (Bloomberg, QSE)
- CBQK offer to buy 15.2% of National Bank of Oman will close on July 11** – The Commercial Bank (CBQK) announced an offer to acquire an additional 15.2% of the issued share capital (the "Issued Capital") of National Bank of Oman SAOG ("NBO") on June 3, 2021 (the "Offer") pursuant to the takeover and acquisition regulation (E/2/2019), to shareholders who are registered as of the Offer Closing Date set out below (the "NBO Shareholders"). The Offer is open until 2pm on the Offer Closing Date as set out below. CBQK highlights (1) that the Offer Closing Date will remain unchanged. (2) that the terms of the Offer including the Offer Price will remain unchanged. (3) that in accordance with the Offer, if the 15.2 per cent. threshold of the Issued Capital offered by NBO Shareholders is not reached, CBQK may withdraw the Offer. Key Dates: Record Date: June 09, 2021. Offer Opening Date: June 10, 2021, Offer Closing Date: July 11, 2021 and Offer Price: A cash only offer of OMR 0.200 per NBO share, which represents a (1) 36% premium versus the Volume Weighted Average Price ("VWAP") since 1 January 2021; (2) 28% premium versus the last three months' VWAP; and (3) 18% premium versus the closing price of 2nd June 2021. Important: This offer by CBQK is open to all NBO Shareholders as of the Offer Closing Date and is still open as at the date of this announcement. CBQK intends to acquire an additional 15.2% of the Issued Capital (being 247,146,240 NBO shares), which would increase CBQK's shareholding in NBO to 50.1% of the Issued Capital. NBO Shareholders are under no obligation to accept the Offer. However, if an NBO Shareholder wishes to accept the offer, such NBO Shareholder must indicate her/his/its intention by duly filing and signing the acceptance form. In the event that NBO Shareholders who hold in aggregate less than 15.2% of the Issued Capital accept the Offer, CBQK may choose to either withdraw the Offer or acquire the relevant number of NBO shares from the accepting NBO Shareholders. (QSE)
- QGTS to disclose its semi-annual financial results on July 12** – Qatar Gas Transport Company Ltd. (QGTS, Nakilat) will disclose its financial statement for the period ending June 30, 2021 on July 12, 2021. (QSE)
- QIIK to disclose its semi-annual financial results on July 26** – Qatar International Islamic Bank (QIIK) will disclose its financial statement for the period ending June 30, 2021 on July 26, 2021. (QSE)
- VFQS to announce second quarter results on July 14** – Vodafone Qatar (VFQS) announced that its board of directors will meet on July 14 to approve the company's financial results for the second quarter ending June 30, 2021. The board will also consider other items included on the agenda for the meeting. (Gulf-Times.com, QSE)
- MCGS to disclose its semi-annual financial results on July 15** – Medicare Group Company (MCGS) will disclose its financial statement for the period ending June 30, 2021 on July 15, 2021. (QSE)
- QEWS joint venture, Umm Al Houl Energy confirms project expansion to achieve sufficiency in the production of electricity and water** – Umm Al Houl Energy Company confirmed that the project to expand its water station, which was inaugurated earlier today by His Excellency Sheikh Khalid bin Khalifa bin Abdulaziz Al Thani, Prime Minister and Minister of Interior, in the Umm Al Houl Economic Zone in Al Wakra City, constitutes a qualitative leap to achieve sufficiency in It also enhances the efficiency of national companies in capacity building and achieving the objectives of Qatar National Vision 2030 to build a prosperous and sustainable economy. The Umm Al Houl Power Plant will provide 30% of the country's electricity needs and 40% of its desalinated water needs, with a production capacity of 2,520 megawatts of electricity and 197.9mn gallons of desalinated water per day. This expansion will raise the desalinated water production capacity by 61.4mn gallons per day, which will raise the desalination capacity of the Umm Al Houl power plant to 197.9mn gallons per day. This project was accomplished and operated despite the ongoing challenges imposed by the Corona / Covid-19 pandemic, and within the estimated cost, which amounted to about QR1.64bn, thanks to the sincere efforts of the national cadres and all members of the project management team. (QSE)
- BLDN eyes Ethiopian market** – Baladna (BLDN) has expressed interest to invest in Ethiopia. Officials at the Ethiopian Embassy in Qatar visited the company, one of the largest dairy producers in that country, spreading over an area of 2.4mn square meters. It has a capacity to house up to 24,000 cows in a comfortable and well-conditioned environment, allowing them to reach their production capacity comfortably. (Bloomberg)
- QNCD plans to raise foreign ownership to 100%** – Qatar National Cement Company (QNCD) announced that the company's board of directors has recommended approving the increase in the percentage of non-Qatari ownership to 100% of the company's capital, after the approval of the regulatory authorities, in line with the stated directions of the state. The date of the extraordinary general assembly meeting will be set to approve the recommendation, after obtaining the necessary approvals, in accordance with the provisions of the applicable laws and regulations in the State of Qatar. (QSE)
- Qatar Petroleum becomes biggest emerging market bond issuer in 2021** – Qatar Petroleum has become the biggest emerging-market debt issuer this year after pricing a four-part deal on Wednesday. The state energy firm's \$12.5bn offering, which will help it boost production to pump more gas, lifts issuance in dollars and euros from developing nations to a record of \$428bn in the first half, according to data compiled by Bloomberg. (Bloomberg)
- Qatar Airways becomes 1st airline to integrate vaccination certificates in 'Digital Passport' mobile app** – Qatar Airways has said it continues to set the benchmark for innovation, safety and customer service, becoming the first airline to trial COVID-19 vaccine authentication through the IATA Travel Pass 'Digital Passport' mobile app. "As more travelers return to the skies, the airline remains committed to reducing paperwork and providing a more contactless, secure and seamless travel experience for its passengers," the national carrier said in a press statement. (Gulf-Times.com)
- Dukhan Bank \$500mn debut sukuk issuance oversubscribed 4.5 times** – Dukhan Bank's \$500mn debut sukuk issuance has been oversubscribed 4.5 times, confirming its financial strength and the confidence enjoyed by it and the Qatari economy amongst the global investors. The issuance of Additional Tier 1 sukuk with a value of \$500mn and profit rate of 3.95%, the lowest rate for this type of issuance in the Qatari

market, has seen order booking peaking at \$2.35bn, a bank spokesman said. (Gulf-Times.com)

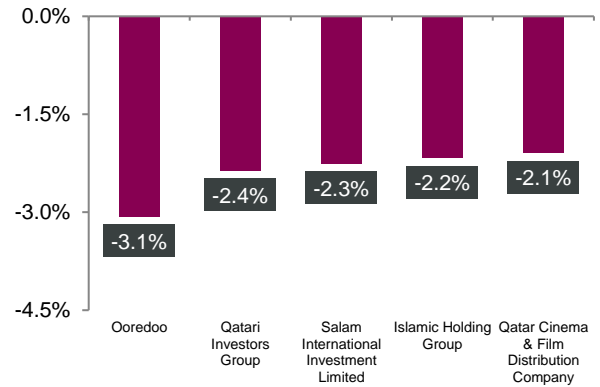
# Qatar Stock Exchange

## Top Gainers



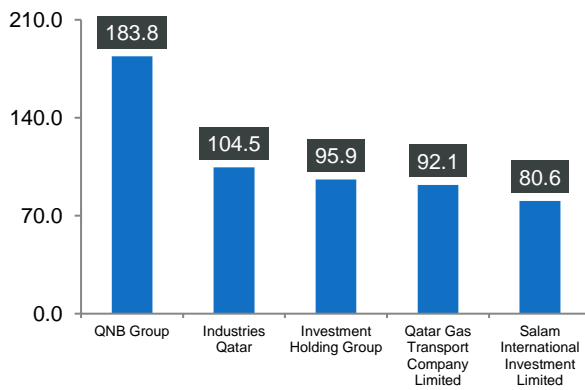
Source: Qatar Stock Exchange (QSE)

## Top Decliners



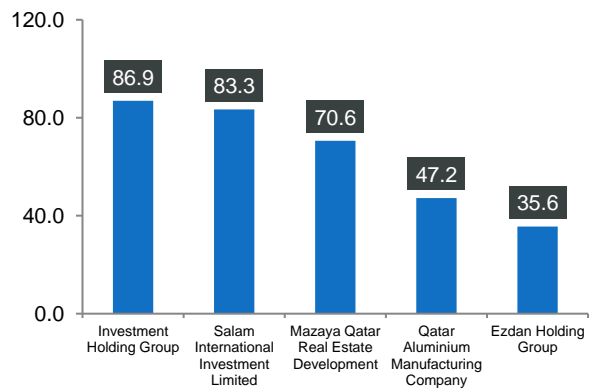
Source: Qatar Stock Exchange (QSE)

## Most Active Shares by Value (QR Million)



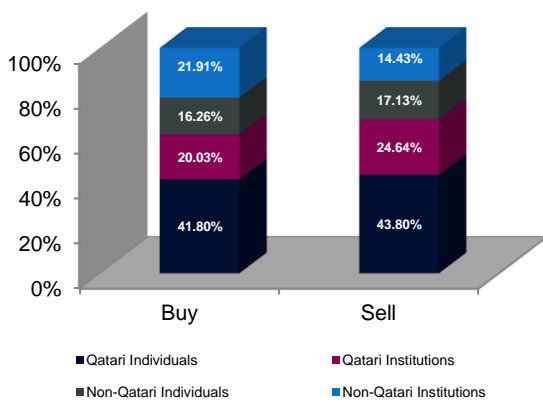
Source: Qatar Stock Exchange (QSE)

## Most Active Shares by Volume (Million)



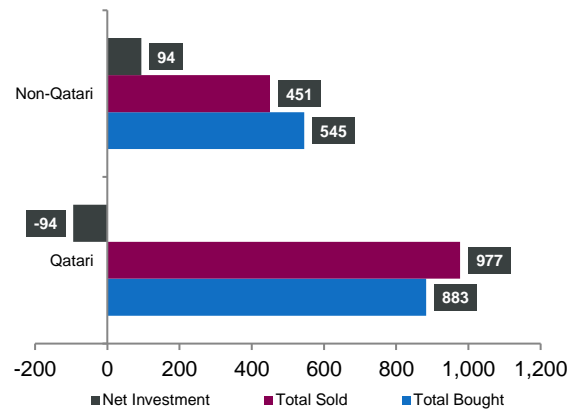
Source: Qatar Stock Exchange (QSE)

## Investor Trading Percentage to Total Value Traded



Source: Qatar Stock Exchange (QSE)

## Net Traded Value by Nationality (QR Million)



Source: Qatar Stock Exchange (QSE)

## TECHNICAL ANALYSIS OF THE QSE INDEX



Source: Bloomberg

The QE Index closed slightly higher (+0.33%) versus the week before, it printed last at the 10,842.99 level. Our thesis remains positive, based on the current level of the Index and its activity over the past few weeks. The general Index remains in an uptrend while testing its major moving averages. Our projected resistance level remains at the 11,000 points and the support level at the 10,000 points.

### DEFINITIONS OF KEY TERMS USED IN TECHNICAL ANALYSIS

**RSI (Relative Strength Index) indicator** – RSI is a momentum oscillator that measures the speed and change of price movements. The RSI oscillates between 0 to 100. The index is deemed to be overbought once the RSI approaches the 70 level, indicating that a correction is likely. On the other hand, if the RSI approaches 30, it is an indication that the index may be getting oversold and therefore likely to bounce back.

**MACD (Moving Average Convergence Divergence) indicator** – The indicator consists of the MACD line and a signal line. The divergence or the convergence of the MACD line with the signal line indicates the strength in the momentum during the uptrend or downtrend, as the case may be. When the MACD crosses the signal line from below and trades above it, it gives a positive indication. The reverse is the situation for a bearish trend.

**Candlestick chart** – A candlestick chart is a price chart that displays the high, low, open, and close for a security. The ‘body’ of the chart is portion between the open and close price, while the high and low intraday movements form the ‘shadow’. The candlestick may represent any time frame. We use a one-day candlestick chart (every candlestick represents one trading day) in our analysis.

**Doji candlestick pattern** – A Doji candlestick is formed when a security's open and close are practically equal. The pattern indicates indecisiveness, and based on preceding price actions and future confirmation, may indicate a bullish or bearish trend reversal.

**Shooting Star/Inverted Hammer candlestick patterns** – These candlestick patterns have a small real body (open price and close price are near to each other), and a long upper shadow (large intraday movement on the upside). The Shooting Star is a bearish reversal pattern that forms after a rally. The Inverted Hammer looks exactly like a Shooting Star, but forms after a downtrend. Inverted Hammers represent a potential bullish trend reversal.

| Company Name                          | Price July 08 | % Change WTD | % Change YTD | Market Cap. QR Million | TTM P/E | P/B  | Div. Yield |
|---------------------------------------|---------------|--------------|--------------|------------------------|---------|------|------------|
| Qatar National Bank                   | 17.90         | (0.50)       | 0.39         | 165,332                | 15.4    | 2.3  | 2.5        |
| Qatar Islamic Bank                    | 17.25         | (0.75)       | 0.82         | 40,761                 | 14.0    | 2.2  | 2.3        |
| Commercial Bank of Qatar              | 5.42          | 2.63         | 23.16        | 21,932                 | 16.9    | 1.2  | 1.8        |
| Doha Bank                             | 2.78          | (1.14)       | 17.28        | 8,607                  | 15.2    | 0.9  | 2.7        |
| Al Ahli Bank                          | 3.80          | 0.00         | 10.24        | 9,233                  | 13.4    | 1.5  | 3.9        |
| Qatar International Islamic Bank      | 9.34          | (1.16)       | 3.18         | 14,138                 | 16.7    | 2.4  | 3.5        |
| Masraf Al Rayan                       | 4.46          | 0.04         | (1.50)       | 33,465                 | 15.2    | 2.4  | 3.8        |
| Al Khaliji Bank                       | 2.20          | 0.00         | 19.70        | 7,920                  | 12.7    | 1.2  | 2.5        |
| Qatar First Bank                      | 1.87          | (1.63)       | 8.43         | 1,306                  | 42.5    | 2.6  | N/A        |
| National Leasing                      | 1.18          | 0.17         | (5.47)       | 581                    | 12.9    | 0.9  | 2.1        |
| Dlala Holding                         | 1.61          | (0.50)       | (10.58)      | 456                    | 54.0    | 2.2  | N/A        |
| Qatar & Oman Investment               | 0.97          | (2.03)       | 8.91         | 304                    | 28.8    | 1.0  | N/A        |
| Islamic Holding Group                 | 5.09          | (2.17)       | (0.57)       | 288                    | 41.1    | 2.0  | 1.0        |
| <b>Banking and Financial Services</b> |               |              |              | <b>304,323</b>         |         |      |            |
| Zad Holding                           | 15.68         | (0.13)       | 15.68        | 4,088                  | 20.5    | 2.6  | 4.1        |
| Qatar German Co. for Medical Devices  | 2.83          | 3.32         | 26.51        | 327                    | 389.4   | 10.4 | N/A        |
| Salam International Investment        | 0.95          | (2.26)       | 46.39        | 1,089                  | N/A     | 0.7  | N/A        |
| Baladna                               | 1.51          | (1.18)       | (15.81)      | 2,865                  | N/A     | 1.3  | 3.5        |
| Medicare Group                        | 8.90          | 2.29         | 0.68         | 2,505                  | 29.0    | 2.6  | 20.2       |
| Qatar Cinema & Film Distribution      | 3.70          | (2.09)       | (7.31)       | 232                    | 51.1    | 1.7  | 2.7        |
| Qatar Fuel                            | 17.74         | 0.06         | (5.03)       | 17,638                 | 22.6    | 2.1  | 2.6        |
| Qatar Meat and Livestock              | 4.46          | 0.56         | (29.42)      | 803                    | 31.6    | 2.2  | 2.2        |
| Mannai Corp.                          | 3.90          | 1.09         | 29.87        | 1,777                  | 26.4    | 0.8  | 0.3        |
| Al Meera Consumer Goods               | 19.38         | 0.68         | (6.42)       | 3,876                  | 20.2    | 2.8  | 4.6        |
| <b>Consumer Goods and Services</b>    |               |              |              | <b>35,201</b>          |         |      |            |
| Qatar Industrial Manufacturing        | 2.89          | 1.47         | (9.94)       | 1,373                  | 14.6    | 0.9  | 3.5        |
| Qatar National Cement                 | 5.05          | 0.34         | 21.59        | 3,298                  | 19.9    | 1.1  | 4.0        |
| Industries Qatar                      | 13.60         | 1.49         | 25.12        | 82,280                 | 25.5    | 2.5  | 2.4        |
| Qatari Investors Group                | 2.44          | (2.36)       | 34.62        | 3,031                  | 31.9    | 1.1  | 2.5        |
| Qatar Electricity and Water           | 16.70         | 0.12         | (6.44)       | 18,370                 | 15.2    | 1.8  | 3.8        |
| Aamal                                 | 0.98          | (0.91)       | 14.27        | 6,155                  | 55.9    | 0.8  | 4.1        |
| Gulf International Services           | 1.49          | (0.67)       | (13.35)      | 2,762                  | N/A     | 0.9  | N/A        |
| Mesaieed Petrochemical Holding        | 1.89          | (0.32)       | (7.67)       | 23,744                 | 27.9    | 1.5  | 2.1        |
| Invesment Holding Group               | 1.11          | (0.98)       | 85.31        | 921                    | 41.9    | 1.1  | N/A        |
| Qatar Aluminum Manufacturing          | 1.52          | (0.59)       | 57.60        | 8,504                  | 41.1    | 1.5  | 2.3        |
| <b>Industrials</b>                    |               |              |              | <b>150,439</b>         |         |      |            |
| Qatar Insurance                       | 2.47          | (0.40)       | 4.66         | 8,074                  | 34.8    | 1.0  | N/A        |
| QLM Life & Medical Insurance          | 4.90          | 1.41         | N/A          | 1,715                  | N/A     | 3.1  | N/A        |
| Doha Insurance                        | 1.94          | (0.72)       | 39.37        | 970                    | 13.8    | 0.9  | 5.2        |
| Qatar General Insurance & Reinsurance | 2.08          | (1.19)       | (21.99)      | 1,816                  | 10.8    | 0.4  | N/A        |
| Al Khaleej Takaful Insurance          | 4.63          | 1.00         | 144.10       | 1,183                  | 29.6    | 2.4  | 1.1        |
| Qatar Islamic Insurance               | 8.13          | 5.57         | 17.83        | 1,220                  | 16.3    | 2.9  | 4.0        |
| <b>Insurance</b>                      |               |              |              | <b>14,977</b>          |         |      |            |
| United Development                    | 1.49          | 1.22         | (9.97)       | 5,276                  | 23.7    | 0.5  | 3.4        |
| Barwa Real Estate                     | 3.10          | 0.68         | (8.79)       | 12,071                 | 10.0    | 0.6  | 4.0        |
| Ezdan Real Estate                     | 1.69          | 1.99         | (4.84)       | 44,827                 | 115.2   | 1.4  | N/A        |
| Mazaya Qatar Real Estate Development  | 1.11          | 2.88         | (12.19)      | 1,284                  | 41.3    | 1.0  | 2.7        |
| <b>Real Estate</b>                    |               |              |              | <b>63,458</b>          |         |      |            |
| Ooredoo                               | 7.27          | (3.07)       | (3.32)       | 23,287                 | 25.7    | 1.1  | 3.4        |
| Vodafone Qatar                        | 1.61          | (0.74)       | 19.87        | 6,784                  | 33.1    | 1.6  | 3.1        |
| <b>Telecoms</b>                       |               |              |              | <b>30,072</b>          |         |      |            |
| Qatar Navigation (Milaha)             | 7.51          | 0.81         | 5.88         | 8,601                  | 119.6   | 0.6  | 4.0        |
| Gulf Warehousing                      | 5.20          | 0.41         | 2.00         | 305                    | 13.0    | 1.6  | 1.9        |
| Qatar Gas Transport (Nakilat)         | 3.19          | 4.66         | 0.35         | 17,679                 | 14.6    | 2.4  | 3.4        |
| <b>Transportation</b>                 |               |              |              | <b>26,585</b>          |         |      |            |
| <b>Qatar Exchange</b>                 |               |              |              | <b>627,796</b>         |         |      |            |

Source: Bloomberg

## Contacts

### QNB Financial Services Co. W.L.L.

Contact Center: (+974) 4476 6666

[info@qnbfs.com.qa](mailto:info@qnbfs.com.qa)

Doha, Qatar

### Saugata Sarkar, CFA, CAIA

Head of Research

[saugata.sarkar@qnbfs.com.qa](mailto:saugata.sarkar@qnbfs.com.qa)

### Shahan Keushgerian

Senior Research Analyst

[shahan.keushgerian@qnbfs.com.qa](mailto:shahan.keushgerian@qnbfs.com.qa)

### Mehmet Aksoy, PhD

Senior Research Analyst

[mehmet.aksoy@qnbfs.com.qa](mailto:mehmet.aksoy@qnbfs.com.qa)

**Disclaimer and Copyright Notice:** This publication has been prepared by QNB Financial Services Co. W.L.L. ("QNBFS") a wholly-owned subsidiary of Qatar National Bank (Q.P.S.C.). QNB FS is regulated by the Qatar Financial Markets Authority and the Qatar Exchange. Qatar National Bank (Q.P.S.C.) is regulated by the Qatar Central Bank. This publication expresses the views and opinions of QNBFS at a given time only. It is not an offer, promotion or recommendation to buy or sell securities or other investments, nor is it intended to constitute legal, tax, accounting, or financial advice. QNBFS accepts no liability whatsoever for any direct or indirect losses arising from use of this report. Any investment decision should depend on the individual circumstances of the investor and be based on specifically engaged investment advice. We therefore strongly advise potential investors to seek independent professional advice before making any investment decision. Although the information in this report has been obtained from sources that QNBFS believes to be reliable, we have not independently verified such information and it may not be accurate or complete. QNBFS does not make any representations or warranties as to the accuracy and completeness of the information it may contain, and declines any liability in that respect. For reports dealing with Technical Analysis, expressed opinions and/or recommendations may be different or contrary to the opinions/recommendations of QNBFS Fundamental Research as a result of depending solely on the historical technical data (price and volume). QNBFS reserves the right to amend the views and opinions expressed in this publication at any time. It may also express viewpoints or make investment decisions that differ significantly from, or even contradict, the views and opinions included in this report. This report may not be reproduced in whole or in part without permission from QNBFS.

**COPYRIGHT:** No part of this document may be reproduced without the explicit written permission of QNBFS.