

## Market Review and Outlook

The Qatar Stock Exchange (QSE) Index gained 88.64 points, or 0.86% during the week, to close at 10,363.20. Market capitalization rose by 0.7% to reach QR572.4 billion (bn) as compared to QR568.5bn at the end of the previous week. Of the 45 listed companies, 30 companies ended the week higher, while 12 fell and 3 remained unchanged. Islamic Holding Group (IHGS) was the best performing stock for the week, with a gain of 9.6% on 9.1 million (mn) shares traded. On the other hand, Qatar Industrial Manufacturing Co. (QIMD) was the worst performing stock with a decline of 6.1% on 115,980 shares traded.

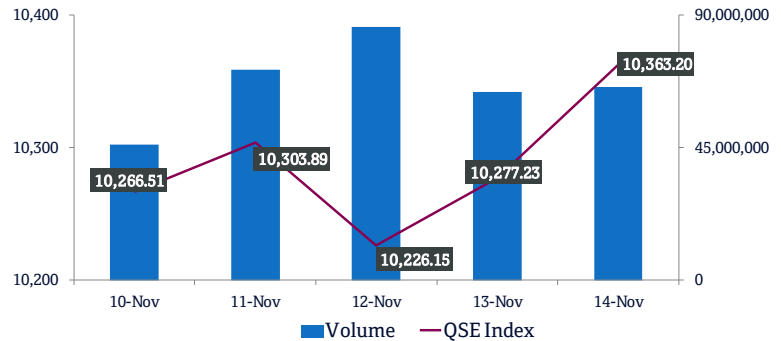
**Qatar International Islamic Bank (QIIK), Woqod (QFLS) and Commercial Bank of Qatar (CBQK) were the primary contributors to the weekly index gain.** QIIK was the biggest contributor to the index's weekly increase, adding 24.3 points to the index. QFLS was the second biggest contributor to the mentioned gains, contributing 20.6 points to the index. Moreover, CBQK tacked on 11.1 points to the index.

**Trading value during the week increased by 21.2% to reach QR1,064.8mn vs. QR878.3mn in the prior week.** The Banks & Financial Services sector led the trading value during the week, accounting for 65.5% of the total trading value. Industrials sector was the second biggest contributor to the overall trading value, accounting for 13.7% of the total trading value. Qatar International Islamic Bank (QIIK) was the top value traded stock during the week with total traded value of QR252.5mn.

**Trading volume decreased by 23.2% to reach 333.1mn shares vs. 433.7mn shares in the prior week.** The number of transactions increased by 29.5% to reach 29,160 transactions versus 22,521 transactions in the prior week. Banks & Financial Services sector led the trading volume, accounting for 38.43%, followed by the Industrials sector, which accounted for 29.2% of the overall trading volume. Aamal Holding (AHCS) was also the top volume traded stock during the week with total traded volume of 52.3mn shares.

**Foreign institutions ended the week with net buying of QR67.2mn vs. net buying of QR200.9mn in the prior week.** Qatari institutions remained bearish with net selling of QR23.7mn vs. net selling of QR158.2mn in the week before. Foreign retail investors net sold QR3.2mn vs. net selling of QR29.5mn in the prior week. Qatari retail investors remained negative with net selling of QR40.3mn vs. net selling of QR13.1mn the week before. Foreign institutions have bought (net basis) ~\$1.38bn worth of Qatari equities in 2019.

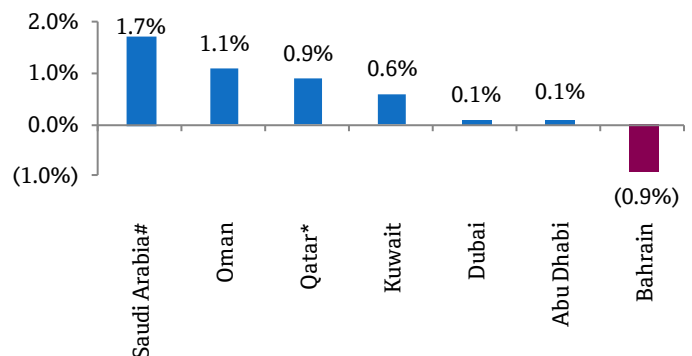
## QSE Index and Volume



Market Indicators	Week ended Nov 14, 2019	Week ended Nov 07, 2019	Chg. %
Value Traded (QR mn)	1,064.8	878.3	21.2
Exch. Market Cap. (QR mn)	572,358.0	568,535.0	0.7
Volume (mn)	333.1	433.7	(23.2)
Number of Transactions	29,160	22,521	29.5
Companies Traded	45	46	(2.2)
Market Breadth	30:12	27:16	-

Market Indices	Close	WTD%	MTD%	YTD%
Total Return	19,069.17	0.9	1.7	5.1
ALL Share Index	3,055.68	0.8	1.6	(0.8)
Banks and Financial Services	4,094.17	0.9	2.3	6.9
Industrials	2,966.50	0.1	0.7	(7.7)
Transportation	2,591.31	(1.1)	(2.1)	25.8
Real Estate	1,492.63	0.9	0.0	(31.8)
Insurance	2,770.17	3.1	2.6	(7.9)
Telecoms	928.06	0.5	(0.1)	(6.0)
Consumer Goods & Services	8,657.16	1.7	2.4	28.2
Al Rayan Islamic Index	3,956.11	0.8	1.1	1.8

## 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*	10,363.20	0.9	1.7	0.6	291.63	157,169.5	15.0	1.5	4.1
Dubai	2,701.48	0.1	(1.7)	6.8	278.37	100,742.0	10.5	1.0	4.3
Abu Dhabi	5,137.62	0.1	0.6	4.5	300.99	141,054.1	15.8	1.4	4.9
Saudi Arabia#	7,932.52	1.7	2.4	1.4	3,796.87	499,231.8	20.4	1.8	3.8
Kuwait	5,729.47	0.6	0.2	12.8	399.24	107,416.6	14.2	1.3	3.7
Oman	4,083.94	1.1	2.1	(5.5)	22.00	17,549.6	7.6	0.8	7.3
Bahrain	1,504.97	(0.9)	(1.2)	12.5	12.90	23,554.9	11.3	0.9	5.2

Source: Bloomberg, country exchanges and Zawya (\*\* Trailing Twelve Months; \* Value traded (\$ mn) do not include special trades, if any; # Data as of November 13, 2019)

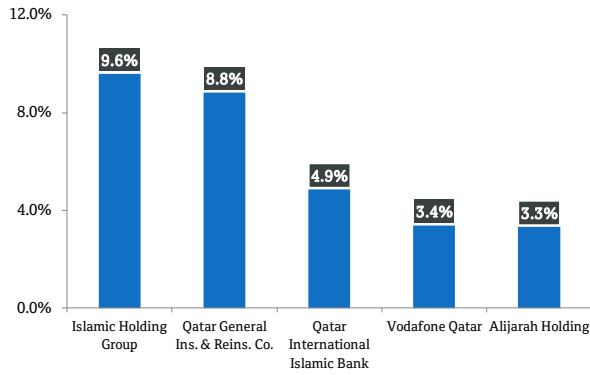
## Company/Market News

- Pinsent Masons survey: Qatar's construction sector outlook bullish for next one year** – Qatar's construction sector has a bullish outlook for the next 12 months on account of many projects in the pipeline and also that Doha has now joined Singapore mediation convention, which encourages direct enforcement of cross-border settlement agreement between parties resulting from mediation, according to a survey by a global law firm. International law firm, Pinsent Masons, and Constructing Excellence Qatar have revealed the results of their 2019 Qatar Construction Improvement Survey – which is the first-of-its-kind ever produced for the country's construction industry. Eliciting the responses of 127 construction industry professionals, the survey found the majority of them expected an over 10% increase in workload in the next year, reaffirming Qatar's 2030 vision and the projects that are expected to come to market in the next 12 months. Additionally, transport was seen as a sector with the strongest opportunities, which correlates with Qatar's ambition to expand not only its existing metro area coverage but also the Hamad International Airport (HIA), giving it the capacity to be the 13th largest airport in the world. Pinsent Masons' Senior Associate, Pamela McDonald said, "The results of the survey have been incredibly insightful and have provided us with a much deeper understanding in terms of what is working well in the sector and what still requires improvement." The survey also revealed that the vast majority of respondents agree that Qatar is a good place to do business in 2020. A large number of participants also expressed that they were considering PPP (public private partnership) opportunities being brought to market in Qatar under Ashghal. (Gulf-Times.com)
- Qatar's cost of living declines 0.84% YoY in October** – Qatar's cost of living, based on Consumer Price Index (CPI) inflation, declined 0.84% YoY in October 2019 mainly on fall in the indices of clothing, recreation, transport and food and beverages, according to the official statistics. The country also witnessed a 0.83% decline in inflation on monthly basis, according to the figures released by the Planning and Statistics Authority (PSA). The International Monetary Fund, in its latest Article IV consultation with Qatar, stated inflation is projected to peak at 3.7% in 2020 with the introduction of a value added tax, but converge to 2% in the medium term. The index of Clothing and Footwear, which has 5.11% weightage in the CPI basket, plummeted 3.95% and 0.16% on yearly and monthly basis, respectively in October 2019. The index of Recreation and Culture, which have 12.68% weightage in the CPI basket, saw a 3.83% plunge YoY and 2.6% MoM this October. The index of Transport, which has 14.59% weightage, tanked 2.03% and 1.92% respectively on yearly and monthly basis, in October 2019. The sector has the direct linkage to the dismantling of administered prices in petrol and diesel. The index of Housing, water, electricity and other fuels – with a weight of 21.89% in the CPI basket – saw a 1.9% and 0.26% decline YoY and MoM respectively this October. The CPI of October 2019 excluding "housing, water, electricity, gas and other fuels, declined 0.55% and 0.98% respectively. Food and beverages, which has a weight of 12.58% in the CPI basket, witnessed a 1.13% and 1.02% growth YoY and MoM respectively in October 2019. (Gulf-Times.com)
- Baladna IPO oversubscribed on high demand from investors** – The IPO of Baladna, the proposed holding company of dairy farm major, has reportedly oversubscribed, indicating the overwhelming response from local retail and corporate investors. The offer – which comprised 1.43bn new shares at QR1.01 a piece (including listing fees of QR0.01), representing 75% of the share capital – ran from October 27 until close of business yesterday. The 75% IPO includes 52% or 988.52mn shares to individual and corporate investors and 23% or 437.23mn shares to strategic investors such as General Retirement and Social Insurance Authority (10%), Hassad Food (5%), Al Meera Consumer Goods Company (4%), and Mwani Qatar and Widam Food Company (2% each). The officials of Baladna, which is yet to be incorporated, confirmed high demand from investors, which resulted in oversubscription. "In light of this demand, priority will be given during the allocation process to retail investors, followed by corporate investors, in line with the allocation strategy outlined in the IPO prospectus," the company stated. However, the company did not specify the extent of oversubscription to IPO through which it was planning to raise as much as QR1.43bn. It is proposed that allotment of offer shares and refunds of excess application amounts, if any, will be undertaken by November 21. (Gulf-Times.com)
- Al-Kaabi: QAFCO is world's largest single-site producer of ammonia and urea** – Qatar Fertiliser Company (QAFCO), which is celebrating its golden jubilee, has become the largest single-site producer of ammonia and urea in the world through six export-oriented integrated production lines, HE the Minister of State for Energy Affairs, Saad Sherida Al-Kaabi said. "The company has become a bright industrial face of the State of Qatar, starting production from its first factories in 1973 with a capacity of 900 tons of ammonia and 1,000 tons of urea per day, to become one of the largest producers of chemical fertilizers in the world, with a total production of 3.8mn tons of ammonia and 5.6mn tons of urea annually. This makes QAFCO the world's largest producer of urea and ammonia from one location," Al-Kaabi said. The fertilizer major was the first building block of Mesaieed Industrial City, the first Qatari petrochemical manufacturer to export its products from Mesaieed ports to the world, and the first company to train and develop Qatari capabilities to work in and lead the petrochemical sector. (Gulf-Times.com)
- The semi-annual index review** – MSCI announced on November 07, 2019, the result of the semi-annual index review. For the QSE listed companies, Qatar International Islamic Bank (QIIB) added to MSCI Qatar Index and none were deleted from MSCI indices. The changes to the MSCI indices will become effective on close of November 26, 2019. (QSE)
- QIIB concludes Sukuk issuance, more than nine times oversubscribed** – Qatar International Islamic Bank (QIIB) has

announced the successful issuance of Additional Tier 1 Perpetual Sukuk of \$300mn, which will be listed on the London Stock Exchange. The bank yesterday stated the order book exceeded \$2.6bn, which meant it was oversubscribed nine times. It also saw the lowest pricing ever for an Additional Tier one issuance from the region. QIIK's Chairman and Managing Director, Sheikh Khalid bin Thani bin Abdullah Al Thani said, "Certainly, this success is attributable primarily to the strength of the Qatari economy, which enjoys great confidence on a global scale and the excellent management of the Qatar Central Bank in supervising the banking sector." He expressed his satisfaction with the popularity of QIIK Sukuk among investors from around the world as it provided assurances and indications that the fallout of the blockade was behind us and that we were able to earn great global confidence. QIIK's CEO, Abdulbasit Ahmad Al-Shaibei said, "The demand on our Sukuk exceeded expectations from investors, and includes more than 122 institutions from some 22 countries where the order book was nine times oversubscribed. Thus reflects confidence in the bank in particular, and the Qatari economy in general. The issue was priced at fixed rate of 4.875% a year, and this is the lowest pricing ever of this AT1 from the GCC. This is the first time that a Qatari bank has issued additional Tier one eligible as capital Sukuk in the international market. "The new Sukuk will help the bank strengthen its financial position and implement its future strategic plans. It will also help us strengthen our presence in the global financial markets and deepen ties with investors and institutions from around the world," Al-Shaibei noted. (Gulf-Times.com)

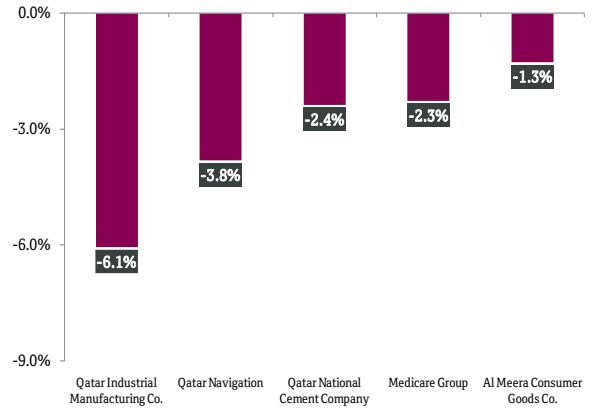
# Qatar Stock Exchange

## Top Gainers



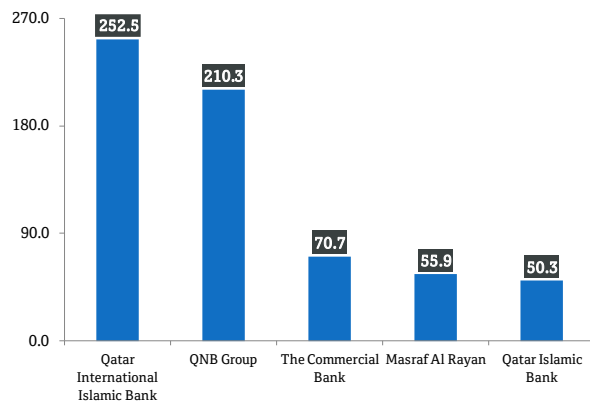
Source: Qatar Stock Exchange (QSE)

## Top Decliners



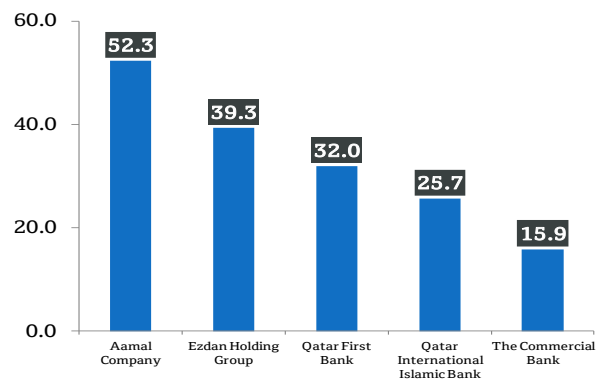
Source: Qatar Stock Exchange (QSE)

## Most Active Shares by Value (QR Million)



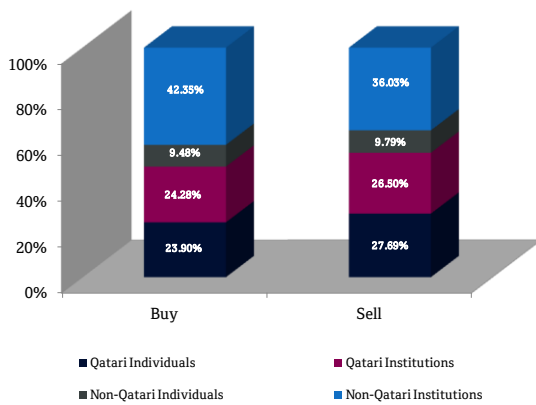
Source: Qatar Stock Exchange (QSE)

## Most Active Shares by Volume (Million)



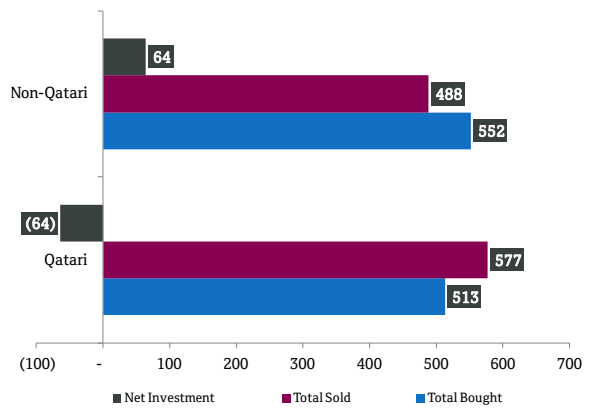
Source: Qatar Stock Exchange (QSE)

## 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 up by 0.86% from the week before, and closed at the 10,363.20 level. The Index kept moving inside the corrective channel and bounced below the strong resistance, around the 10,600 level. We keep our expected weekly-resistance level at 10,800 points and the 9,700 level as our weekly support.

### DEFINITIONS OF KEY TERMS USED IN TECHNICAL ANALYSIS

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

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

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

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

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

Company Name	Price November 14	% Change WTD	% Change YTD	Market Cap. QR Million	TTM P/E	P/B	Div. Yield
Qatar National Bank	19.48	1.46	(0.10)	179,926	14.0	2.5	3.1
Qatar Islamic Bank	15.32	0.66	0.79	36,200	13.2	2.2	3.3
Commercial Bank of Qatar	4.38	1.86	11.20	17,727	10.8	1.0	3.4
Doha Bank	2.55	0.39	14.86	7,906	11.2	0.8	3.9
Al Ahli Bank	3.69	2.50	44.96	8,539	12.7	1.5	2.5
Qatar International Islamic Bank	9.48	(0.32)	43.38	14,350	16.4	2.4	4.2
Masraf Al Rayan	3.87	3.20	(7.15)	29,025	13.5	2.2	5.2
Al Khaliji Bank	1.20	0.00	3.99	4,320	7.4	0.7	6.3
Qatar First Bank	0.30	(2.88)	(25.49)	608	N/A	0.9	N/A
National Leasing	0.66	0.91	(24.69)	328	20.9	0.5	7.6
Diala Holding	0.63	(2.95)	(37.40)	178	N/A	0.9	N/A
Qatar & Oman Investment	0.51	0.00	(5.43)	159	59.4	0.5	5.9
Islamic Holding Group	1.88	(1.05)	(13.96)	106	199.8	0.8	N/A
<b>Banking and Financial Services</b>				<b>299,371</b>			
Zad Holding	13.80	(1.15)	32.69	1,986	15.3	2.2	6.2
Qatar German Co. for Medical Devices	0.59	(14.53)	4.95	69	N/A	1.9	N/A
Salam International Investment	0.41	0.25	(6.47)	463	N/A	0.4	N/A
Medicare Group	8.80	(2.22)	39.46	2,477	30.5	2.5	20.5
Qatar Cinema & Film Distribution	2.40	9.09	26.18	151	19.6	1.1	6.3
Qatar Fuel	22.38	1.27	34.83	22,251	18.5	2.7	3.6
Qatar Meat and Livestock	6.48	0.78	(7.43)	1,166	11.0	3.5	6.9
Mannai Corp.	3.12	0.65	(43.22)	1,423	5.3	0.6	6.4
Al Meera Consumer Goods	15.80	0.64	6.76	3,160	17.1	2.3	5.4
<b>Consumer Goods and Services</b>				<b>33,146</b>			
Qatar Industrial Manufacturing	3.47	(2.25)	(18.74)	1,649	14.6	1.0	7.2
Qatar National Cement	5.89	1.55	(1.01)	3,849	15.9	1.3	8.5
Industries Qatar	10.36	(1.43)	(22.46)	62,678	19.4	1.9	5.8
Qatari Investors Group	1.67	0.60	(39.95)	2,076	16.0	0.7	4.5
Qatar Electricity and Water	16.35	3.48	(11.62)	17,985	13.6	1.9	4.7
Aamal	0.73	3.83	(17.19)	4,612	12.6	0.6	8.2
Gulf International Services	1.78	5.33	4.71	3,308	N/A	0.9	N/A
Mesaieed Petrochemical Holding	2.57	2.80	70.99	32,287	37.8	2.2	3.1
Investment Holding Group	0.53	1.53	8.59	441	7.2	0.6	4.7
Qatar Aluminum Manufacturing	0.82	0.37	(38.35)	4,592	N/A	N/A	2.4
<b>Industrials</b>				<b>133,478</b>			
Qatar Insurance	3.10	0.98	(13.65)	10,125	17.3	1.2	4.8
Doha Insurance	1.03	(0.96)	(21.31)	515	7.9	0.5	7.8
Qatar General Insurance & Reinsurance	2.38	(9.85)	(46.97)	2,083	11.6	0.3	4.2
Al Khaleej Takaful Insurance	2.20	7.32	156.11	562	14.0	1.1	2.3
Qatar Islamic Insurance	6.95	0.00	29.40	1,043	15.8	2.8	5.1
<b>Insurance</b>				<b>14,327</b>			
United Development	1.38	(1.43)	(6.44)	4,886	13.1	0.5	7.2
Barwa Real Estate	3.39	(0.88)	(15.06)	13,191	8.4	0.7	7.4
Ezdan Real Estate	0.64	1.43	(50.92)	16,896	50.9	0.5	N/A
Mazaya Qatar Real Estate Development	0.71	0.14	(9.49)	817	N/A	0.6	7.1
<b>Real Estate</b>				<b>35,791</b>			
Ooredoo	7.34	0.55	(2.13)	23,511	13.6	1.0	3.4
Vodafone Qatar	1.18	(4.07)	(24.46)	4,988	33.4	1.1	4.2
<b>Telecoms</b>				<b>28,499</b>			
Qatar Navigation (Milaha)	6.30	(3.08)	(4.56)	7,215	13.4	0.5	4.8
Gulf Warehousing	4.97	(2.55)	29.19	291	15.5	1.7	3.8
Qatar Gas Transport (Nakilat)	2.49	0.81	38.87	13,795	14.4	2.2	4.0
<b>Transportation</b>				<b>21,302</b>			
<b>Qatar Exchange</b>				<b>572,358</b>			

Source: Bloomberg

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