

Market Review and Outlook

The Qatar Stock Exchange (QSE) Index went up by 80.60 points, or 0.73% during the week, to close at 11,180.92. Market capitalization went up by 1.0% to QR646.1 billion (bn) as compared to QR639.4bn at the end of the previous week. Of the 48 traded companies, 23 ended the week higher, 24 lower and 1 remained unchanged. Mesaieed Petrochemical Holding Company (MPHC) was the best performing stock for the week, with a gain of 10.8%. On the other hand, Qatar General Insurance & Reinsurance Co. (QGRI) was the worst performing stock with a decline of 5.0%.

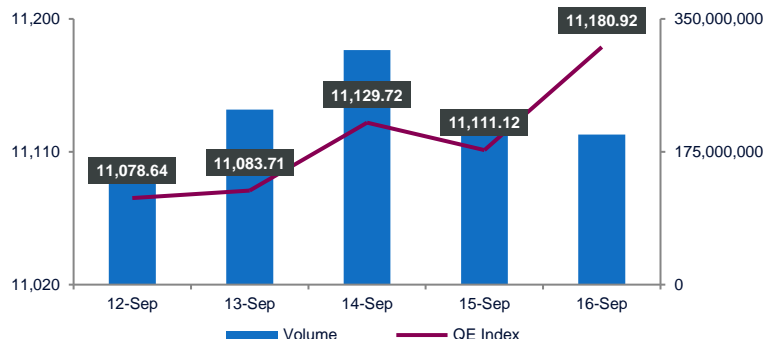
Industries Qatar (IQCD), Mesaieed Petrochemical Holding Company (MPHC) and QNB Group (QNBK) were the primary contributors to the weekly index gain. IQCD and MPHC added 44.8 and 38.7 points to the index, respectively. Moreover, QNBK added another 20.2 points to the index.

Trading value during the week rose by 60.0% to QR2,750.1mn vs. QR1,718.8mn in the prior trading week. IGRD was the top value traded stock during the week with total traded value of QR290.0mn.

Trading volume gained by 40.5% to 1,118.4mn shares vs. 796.1mn shares in the prior trading week. The number of transactions rose by 28.1% to 54,279 transactions versus 42,356 transactions in the prior week. IGRD was the top volume traded stock during the week with total traded volume of 209.2mn shares.

Foreign institutions remained bullish, ending the week with net buying of QR195mn vs. net buying of QR144mn in the prior week. Qatari institutions remained negative with net selling of QR191mn vs. net selling of QR96mn in the week before. Foreign retail investors ended the week with net selling of QR1mn vs. net selling of QR21mn in the prior week. Qatari retail investors remained bearish with net selling of QR3mn vs. net selling of QR27mn the week before. So far YTD (as of Wednesday closing), foreigners were net buyers of \$995.4mn.

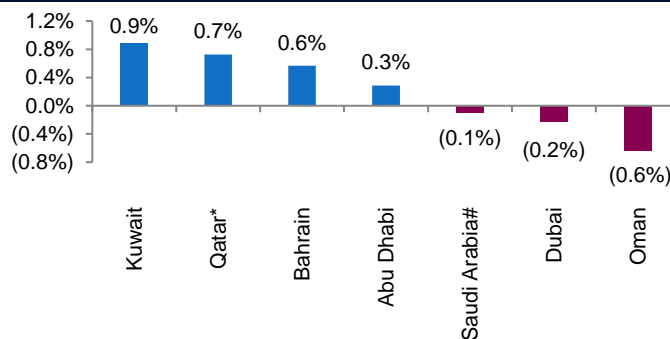
QSE Index and Volume



Market Indicators	Week ended Sep 16, 2021	Week ended Sep 09, 2021	Chg. %
Value Traded (QR mn)	2,750.1	1,718.8	60.0
Exch. Market Cap. (QR mn)	646,078.2	639,437.8	1.0
Volume (mn)	1,118.4	796.1	40.5
Number of Transactions	54,279	42,356	28.1
Companies Traded	48	47	2.1
Market Breadth	23:24	24:20	-

Market Indices	Close	WTD%	MTD%	YTD%
Total Return	22,133.31	0.7	0.8	10.3
ALL Share Index	3,548.87	0.6	0.6	10.9
Banks and Financial Services	4,768.71	0.2	(0.2)	12.3
Industrials	3,738.40	3.0	4.5	20.7
Transportation	3,393.48	(0.5)	(1.2)	2.9
Real Estate	1,800.14	0.2	0.5	(6.7)
Insurance	2,585.44	(1.2)	(1.1)	7.9
Telecoms	1,035.47	(0.9)	0.4	2.5
Consumer Goods & Services	8,231.35	0.1	(0.9)	1.1
Al Rayan Islamic Index	4,680.45	0.8	1.1	9.6

Weekly Index Performance



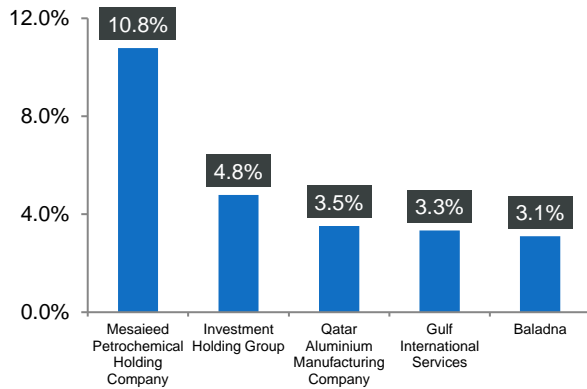
Regional Indices	Close	WTD%	MTD%	YTD%	Weekly Exchange Traded Value (\$ mn)	Exchange Mkt. Cap. (\$ mn)	TTM P/E**	P/B**	Dividend Yield
Qatar*	11,180.92	0.73	0.8	7.1	748.48	176,056.3	17.0	1.6	2.6
Dubai	2,901.06	(0.2)	(0.1)	16.4	277.32	107,494.4	21.4	1.0	2.7
Abu Dhabi	7,883.22	0.3	2.6	56.2	2,529.31	367,471.8	24.4	2.4	2.9
Saudi Arabia#	11,410.98	(0.1)	0.8	31.3	7,429.67	2,627,958.5	27.6	2.4	2.3
Kuwait	6,869.78	0.9	1.2	23.9	739.28	130,300.4	30.2	1.7	1.8
Oman	3,934.92	(0.6)	(0.8)	7.5	26.19	18,479.8	11.7	0.8	4.0
Bahrain	1,679.21	0.6	2.1	12.7	40.74	26,857.5	11.8	0.8	3.3

Source: Bloomberg, country exchanges and Zawya (** Trailing Twelve Months; * Value traded (\$ mn) do not include special trades, if any; #Data as of September 15, 2021)

- QCB: Doha's Islamic banks register faster growth in extending domestic credit** – Doha's Islamic banks registered faster growth than the traditional lenders in extending the domestic credit to many sectors, except real estate, in July this year, according to the Qatar Central Bank (QCB). The outperformance of the Islamic banks was notably on account of faster expansion in the domestic credit to the public sector, services, trade, consumption, contracting and industries in the review period. Moreover, the momentum in the overall domestic credit has been due to the Qatari banks; even as there was a decline in the credit extended by the foreign banks in July 2021. The country's commercial banks' overall domestic credit had grown 13.55% year-on-year to QR1.16tn with Qatari lenders registering 13.79% increase to QR1.14tn; whereas those by foreign banks were down 2.19% to QR15.17bn in July 2021. Within the Qatari lenders, the domestic credit by traditional lenders rose 11.3% to QR799.26bn and that by the Islamic banks shot up 20.48% to QR336.37bn in the review period. The domestic credit extended by specialized institutions was up 3.08% to QR7.36bn. In the case of foreign banks, the domestic credit extended by them declined 2.19% to QR15.17bn this July. The credit extended by Arab and non-Arab banks were down 0.16% and 3.59% to QR6.31bn and QR8.86bn respectively in the review period. The domestic credit by all banks to the public sector soared 27.22% to QR412.47bn with that by Qatari banks growing 27.21% to QR409.91bn and foreign banks by 27.86% to QR2.57bn. Within Qatari banks, the domestic credit by traditional lenders to the public sector expanded 23.7% to QR314bn and that by Islamic banks by 40.29% to QR95.9bn in the review period. (Gulf-Times.com)
- Qatar aims to be global hub for ESG investors** – Qatar is strengthening efforts to advance the ESG (environment, social and governance) agenda as it aims to be the investment destination for the ESG investors worldwide, according to a top official of the Qatar Stock Exchange (QSE). "At QSE, we are committed to advancing the ESG agenda for the benefit of all. Our aim is to become the investment destination of choice for the ESG investor," QSE Director (Marketing and Communications), Hussain Al Abdulla told a webinar 'ESG Investments is Here to Stay', organized by QSE in association with MSCI, BlackRock, QNB Group, Al Rayan Investment and the Qatar Investment Authority (QIA). (Gulf-Times.com)
- Real estate sales in Qatar exceed QR414mn** – The volume of real estate trading in sales contracts registered by the Real Estate Registration Department at the Ministry of Justice during the period from August 29 to September 2 reached QR414,740,527. The weekly bulletin issued by the department said that the list of real estate traded for sale included vacant lands, housings, apartment buildings, multi-use buildings, multi-use vacant lands and a palace. Sales operations were concentrated in the municipalities of Al Rayyan, Doha, Al Wakra, Umm Salal, Al Daayen, Al Khor, Al Dakhira, Al Shamal and Al Shehaniya. Real estate trading during the period from August 15 to 19, was QR265,758,237 (Peninsula Qatar)
- Building permit issuance rises 18% in August** – The number of building permits issued in August by municipalities in Qatar has increased by 18% compared to previous month, according to data released by the Planning and Statistics Authority (PSA). The PSA released the eightieth issue of the monthly Statistics of Building Permits and Building Completion certificates issued by all municipalities in the country. The total number of permits issued by the municipalities reached 626 in August. Building permits and building completion certificates data is of particular importance as it is considered an indicator for the performance of the construction sector which in turn occupies a significant position in the national economy. According to their geographical distribution, municipality of Al Rayyan comes at the top of the municipalities where the number of building permits issued were 177 permits, with 28% of the total issued permits, while municipality of Al Da'ayen came in second place with 131 permits, followed by Doha municipality of with 126 permits, then municipality of Al Wakrah with 97 permits. (Peninsula Qatar)
- Qatari Diar offers investment opportunities to develop Al Maha Island** – Qatari Diar has announced that it is offering an opportunity to invest in a seasonal entertainment city on Al Maha Island in Lusail City. The "rare opportunity" is being extended by Qatari Diar to developers and entertainment companies to participate in what it describes as a "major world-class" entertainment project, which is expected to be built on a 200,000 square meters area on Al Maha Island "over the medium term." According to Qatari Diar, the destination will feature integrated attractions, including a theme park, beach club, sports venues, and entertainment facilities for all ages, as well as restaurants and cafés. Al Maha Island is located opposite to Marina District and just off the coast of Tarfat Lusail District, which is home to international hotels, tourist facilities, and Place Vendome, which is poised as "the new luxury shopping mall." (Gulf-Times.com)
- Month-long Shop Qatar kicks off** – Shop Qatar's fifth edition kicked off on September 10, offering an array of discounts and promotions at participating malls and shopping centres. shops, boutiques, and other retail outlets, including restaurants and cafes, received a huge number of customers – adhering to Covid-19 protocols set by the Ministry of Public Health – to benefit from the various offers as part of the month-long festivity. (Gulf-Times.com")
- ORDS announces date to pay interest to bondholder** – Ooredoo (ORDS) announced that Ooredoo International Finance Limited (OIFL), its wholly-owned subsidiary, pursuant to the Terms and Conditions of the Notes and the Final Terms, will pay its Global Medium Term Note (GMTN) holders' interest payment on October 08, 2021. (QSE)
- Mekdam Holding Group signs an agreement** – Mekdam Holding Group announces it has received a letter of award for the following project: Owner: Four Seasons Hotel; Customer: Dara Engineering Consultants; Contract Title: Proposed Hotel Apartment Building - Basement, Ground, Mezzanine floor, 5 podiums, 17 floors, 2 Penthouse at PA-19, Pearl, Qatar; Value: QR32,237,136; Duration: 10 Months; Completion Date: June 2022; Scope of Work: Structured Cabling, Network systems (Cisco), IP Telephony, CCTV system, Audio-Visual System, Background Music System, IPTV system, Digital Signage System, Access Control System, Guest room Management System, Lighting Control System. Thus, the total value of contracts awarded to Mekdam Holding Group during year 2021 has exceeded an amount of QR475mn, with an average expected gross profit margin of 14% at least. (QSE)
- KCBK postpones its EGM to September 29 due to lack of quorum** – Al Khalij Commercial Bank (KCBK) announced that due to non-legal quorum for the EGM on September 12, 2021, it has decided to postpone the meeting to September 29, 2021 at 04:30 pm, electronically. (QSE)

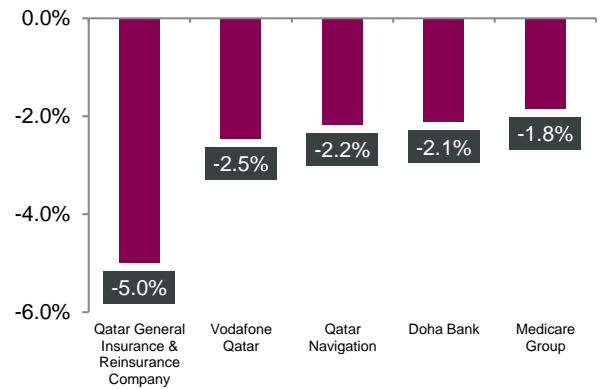
Qatar Stock Exchange

Top Gainers



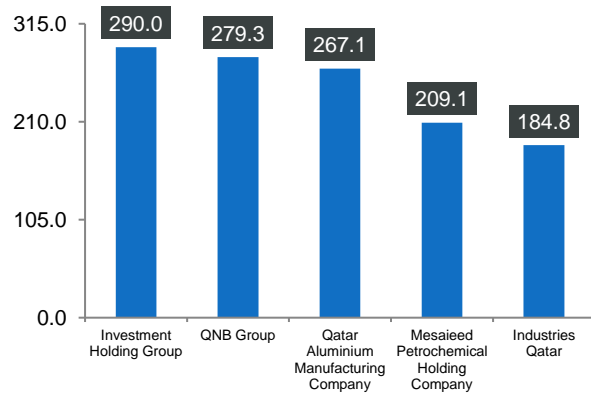
Source: Qatar Stock Exchange (QSE)

Top Decliners



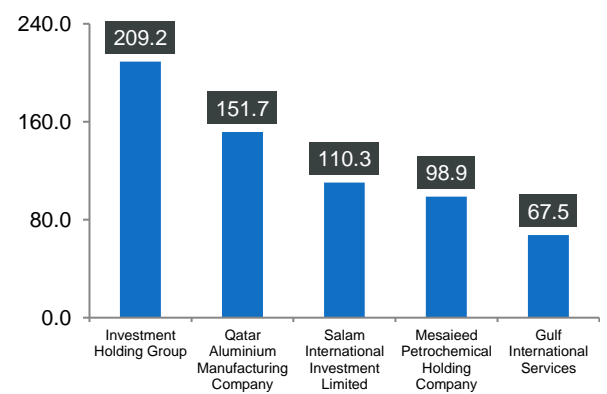
Source: Qatar Stock Exchange (QSE)

Most Active Shares by Value (QR Million)



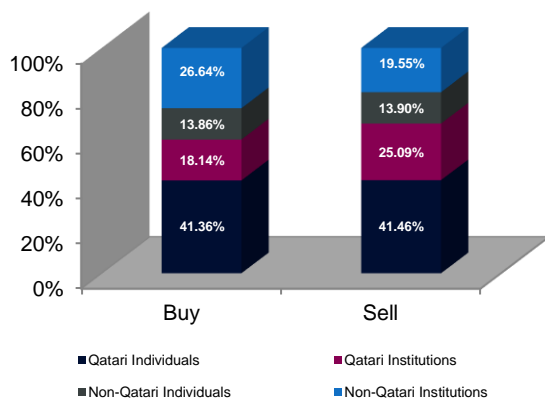
Source: Qatar Stock Exchange (QSE)

Most Active Shares by Volume (Million)



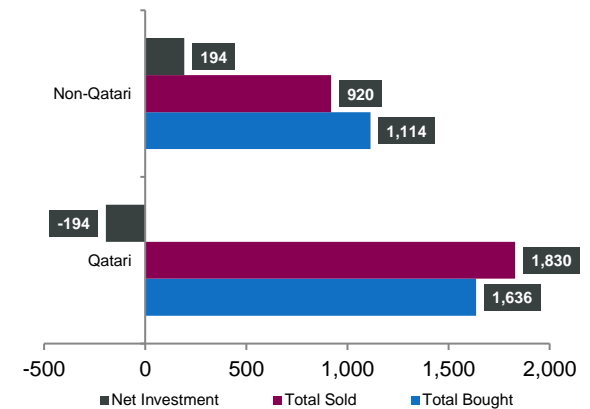
Source: Qatar Stock Exchange (QSE)

Investor Trading Percentage to Total Value Traded



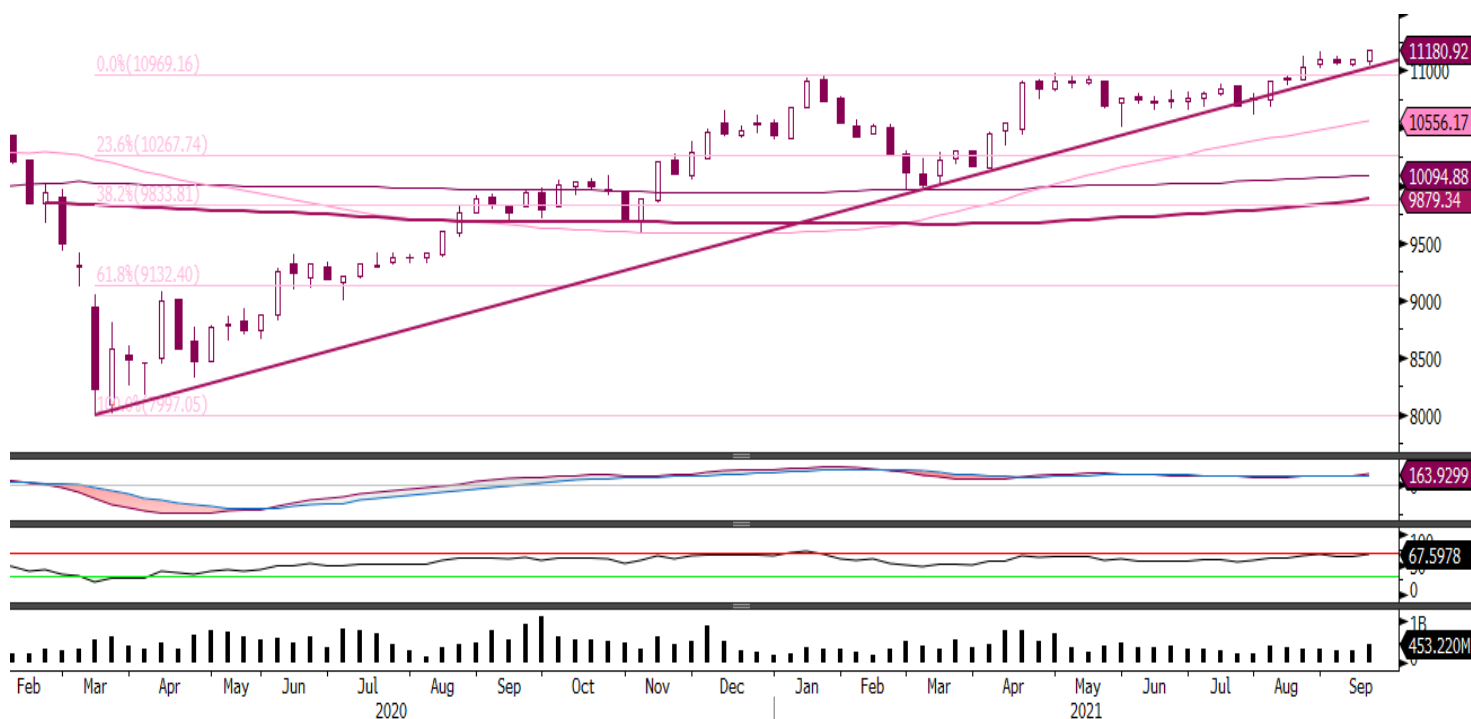
Source: Qatar Stock Exchange (QSE)

Net Traded Value by Nationality (QR Million)



Source: Qatar Stock Exchange (QSE)

TECHNICAL ANALYSIS OF THE QSE INDEX



Source: Bloomberg

The QSE Index was last closed at 11,180.92, recording a 0.73% gain than the previous week. The index continues to remain in uptrend with strong buying interest after bouncing back from lower lows of the corrective cycle. The index also managed to breach its 52-week high level and registered higher highs. The strength of the latest index movement may also mark the end of the consolidation phase and thus, signaling a bullish trend. Our projected resistance level remains at the 11,500 points and the support level at the 10,500 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 September 16	% Change WTD	% Change YTD	Market Cap. QR Million	TTM P/E	P/B	Div. Yield
Qatar National Bank	19.30	1.21	8.24	178,263	15.6	2.3	2.3
Qatar Islamic Bank	18.19	(0.60)	6.31	42,982	14.2	2.3	2.2
Commercial Bank of Qatar	6.03	(0.41)	37.05	24,405	16.2	1.3	1.7
Doha Bank	2.77	(2.12)	16.90	8,579	13.7	0.8	2.7
Al Ahli Bank	3.88	1.31	12.56	9,427	13.6	1.5	3.9
Qatar International Islamic Bank	9.74	0.42	7.60	14,743	17.1	2.4	3.3
Masraf Al Rayan	4.44	(0.96)	(1.94)	33,315	14.9	2.3	3.8
Al Khaliji Bank	2.23	0.86	21.27	8,024	12.9	1.2	2.5
Qatar First Bank	1.84	(1.55)	6.68	1,285	18.6	2.5	N/A
National Leasing	1.05	0.77	(15.69)	519	20.0	0.8	2.4
Diala Holding	1.54	0.72	(14.37)	437	29.5	2.0	N/A
Qatar & Oman Investment	0.95	(0.21)	7.10	299	30.3	1.0	N/A
Islamic Holding Group	4.99	0.04	(2.46)	283	40.6	2.0	1.0
Banking and Financial Services				322,561			
Zad Holding	15.77	0.25	16.34	4,111	21.2	2.8	4.0
Qatar German Co. for Medical Devices	3.03	2.16	35.32	350	416.5	11.1	N/A
Salam International Investment	0.96	(0.21)	46.85	1,093	N/A	0.7	N/A
Baladna	1.67	3.10	(6.98)	3,165	N/A	1.4	3.2
Medicare Group	8.19	(1.85)	(7.41)	2,304	26.2	2.3	22.0
Qatar Cinema & Film Distribution	3.98	0.00	(0.40)	250	66.9	1.8	2.5
Qatar Fuel	17.97	(0.17)	(3.80)	17,867	18.9	2.1	2.6
Qatar Meat and Livestock	4.24	0.26	(33.00)	762	N/A	2.4	2.4
Mannai Corp.	3.95	(0.70)	31.67	1,802	5.4	0.8	0.3
Al Meera Consumer Goods	19.89	(0.05)	(3.96)	3,978	21.4	2.7	4.5
Consumer Goods and Services				35,681			
Qatar Industrial Manufacturing	2.94	(0.64)	(8.38)	1,397	12.9	0.9	3.4
Qatar National Cement	4.94	(1.16)	19.04	3,228	18.4	N/A	4.0
Industries Qatar	13.47	2.82	23.92	81,494	16.2	2.3	2.4
Qatari Investors Group	2.54	1.31	40.42	3,162	27.8	1.1	2.4
Qatar Electricity and Water	16.50	(1.20)	(7.56)	18,150	14.1	1.7	3.8
Aamal	1.00	0.81	16.37	6,269	26.8	0.8	4.0
Gulf International Services	1.58	3.34	(7.99)	2,933	N/A	0.9	N/A
Mesaieed Petrochemical Holding	2.20	10.78	7.43	27,626	21.2	1.7	1.8
Investment Holding Group	1.40	4.79	133.72	1,162	55.2	1.4	N/A
Qatar Aluminum Manufacturing	1.76	3.53	82.21	9,832	26.8	1.7	2.0
Industrials				155,252			
Qatar Insurance	2.45	(0.81)	3.73	8,002	19.3	1.0	N/A
QLM Life & Medical Insurance	4.85	(0.43)	N/A	1,698	N/A	3.0	N/A
Doha Insurance	1.92	(0.10)	37.57	958	13.6	0.8	5.2
Qatar General Insurance & Reinsurance	2.07	(5.00)	(22.14)	1,812	10.6	0.4	N/A
Al Khaleej Takaful Insurance	4.42	(1.14)	132.82	1,128	24.5	2.3	1.1
Qatar Islamic Insurance	7.93	0.35	14.90	1,189	15.8	3.1	4.1
Insurance				14,787			
United Development	1.52	(0.66)	(8.40)	5,368	19.6	0.5	3.3
Barwa Real Estate	3.12	0.78	(8.29)	12,137	10.5	0.6	4.0
Ezdan Real Estate	1.57	0.71	(11.54)	41,671	115.9	1.3	N/A
Mazaya Qatar Real Estate Development	1.05	0.38	(16.55)	1,220	42.1	1.0	2.8
Real Estate				60,396			
Ooredoo	6.97	(0.20)	(7.31)	22,326	N/A	1.1	3.6
Vodafone Qatar	1.58	(2.47)	18.00	6,679	27.9	1.5	3.2
Telecoms				29,005			
Qatar Navigation (Milaha)	7.34	(2.17)	3.41	8,400	42.7	0.6	4.1
Gulf Warehousing	5.05	(0.86)	(0.94)	296	12.9	1.5	2.0
Qatar Gas Transport (Nakilat)	3.08	0.82	(3.30)	17,036	13.5	2.2	3.6
Transportation				25,733			
Qatar Exchange				646,078			

Source: Bloomberg

Contacts

QNB Financial Services Co. W.L.L.

Contact Center: (+974) 4476 6666

info@qnbfs.com.qa

Doha, Qatar

Saugata Sarkar, CFA, CAIA

Head of Research

saugata.sarkar@qnbfs.com.qa

Shahan Keushgerian

Senior Research Analyst

shahan.keushgerian@qnbfs.com.qa

Mehmet Aksoy, PhD

Senior Research Analyst

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.