

Market Review and Outlook

The Qatar Stock Exchange (QSE) Index declined by 413.31 points or 3.14% during the week to close at 12,730.22. Market capitalization went down by 3.7% to QR715.7 billion (bn) as compared to QR743.2bn at the end of the previous trading week. Of the 47 traded companies, 19 ended the week higher, while 27 ended the week lower and 1 remained unchanged. Masraf Al Rayan (MARK) was the worst performing stock for the week with a drop of 12.1%. On the other hand, Qatar General Insurance & Reinsurance (QGRI) was the best performing stock for the week, with a gain of 7.4%.

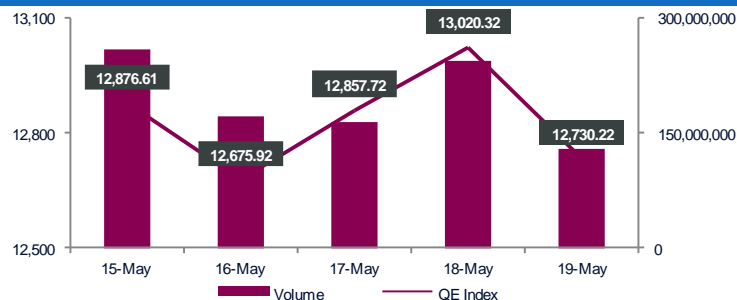
Qatar National Bank (QNBK), Masraf Al Rayan (MARK) and Commercial Bank (CBQK) were the primary contributors to the weekly index loss. QNBK and MARK removed 196.9 and 1823.0 points from the index, respectively. Moreover, CBQK removed another 47.3 points from the index.

Trading value during the week decreased by 7.6% to QR4,040.0mn vs. QR4,373.7mn in the prior trading week. QNB Group (QNBK) was the top value traded stock during the week with total traded value of QR771.8mn.

Trading volume decreased by 17.8% to 941.1mn shares vs. 1,144.4mn shares in the prior trading week. The number of transactions went up by 3.4% to 122,432 versus 118,353 in the prior week. Masraf Al Rayan (MARK) was the top volume traded stock during the week with total traded volume of 153.3mn shares.

Foreign institutions remained bullish, ending the week with net buying of QR590mn vs. net buying of QR1,595mn in the prior week. Qatari institutions remained negative with net selling of QR526mn vs. net selling of QR901mn in the week before. Foreign retail investors ended the week with net selling of QR4mn vs. net selling of QR127mn in the prior week. Qatari retail investors turned bullish with net buying of QR16mn vs. net selling of QR567mn the week before. YTD (as of Wednesday's closing), foreign institutions were net buyers of \$2.98bn.

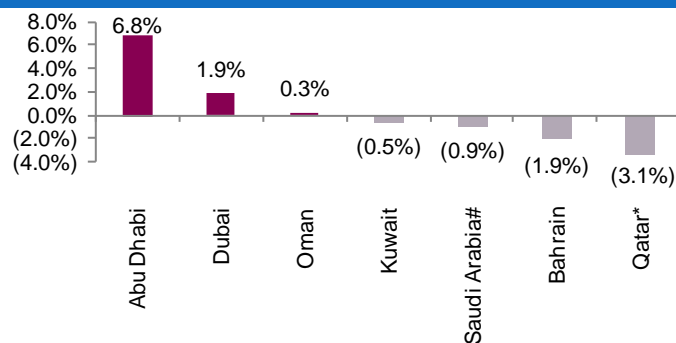
QSE Index and Volume



Market Indicators	Week ended May 19, 2022	Week ended May 12, 2022	Chg. %
Value Traded (QR mn)	4,040.0	4,373.7	(7.6)
Exch. Market Cap. (QR mn)	715,731.8	743,181.7	(3.7)
Volume (mn)	941.1	1,144.4	(17.8)
Number of Transactions	122,432	118,353	3.4
Companies Traded	47	47	0.0
Market Breadth	19:27	9:37	-

Market Indices	Close	WTD%	MTD%	YTD%
Total Return	26,075.63	(3.1)	(6.3)	13.3
ALL Share Index	4,081.46	(3.6)	(6.5)	10.4
Banks and Financial Services	5,465.79	(7.1)	(8.9)	10.1
Industrials	4,713.14	1.0	(5.9)	17.1
Transportation	3,857.58	0.0	(1.0)	8.4
Real Estate	1,777.26	(1.1)	(3.4)	2.1
Insurance	2,719.80	3.5	2.0	(0.3)
Telecoms	1,118.79	0.3	(2.4)	5.8
Consumer Goods & Services	8,723.80	2.0	0.4	6.2
Al Rayan Islamic Index	5,249.65	(1.4)	(5.1)	11.3

Weekly Index Performance



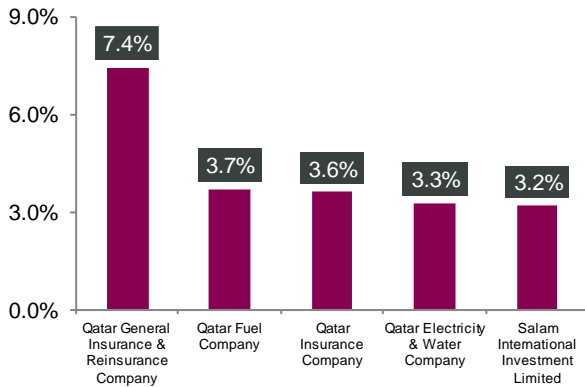
Regional Indices	Close	WTD%	MTD%	YTD%	Weekly Exchange Traded Value (\$ mn)	Exchange Mkt. Cap. (\$ mn)	TTM P/E**	P/B**	Dividend Yield
Qatar*	12,730.22	(3.1)	(6.3)	9.5	1,109.29	195,681.1	15.8	1.8	3.4
Dubai	3,390.25	1.9	(8.9)	6.1	383.36	116,269.0	13.7	1.2	3.0
Abu Dhabi	9,815.87	6.8	(2.3)	16.0	1,471.83	509,951.2	20.6	2.8	2.0
Saudi Arabia#	12,713.38	(0.9)	(7.4)	12.7	12,030.78	3,270,540.8	22.7	2.7	2.2
Kuwait	7,829.50	(0.5)	(6.3)	11.2	1,321.27	151,007.1	10.6	1.8	2.7
Oman	4,156.68	0.3	(0.0)	0.7	84.06	19,520.3	11.9	0.8	4.9
Bahrain	1,922.14	(1.9)	(6.5)	6.9	23.07	31,517.6	7.3	0.9	5.8

Source: Bloomberg, country exchanges and Zawya (** Trailing Twelve Months; * Value traded (\$ mn) do not include special trades, if any; # Data as of May 18, 2022)

- Cabinet approves draft resolution making health insurance mandatory for expat employees – Positive read through for insurance companies & healthcare service providers** – The Prime Minister and Minister of Interior His Excellency Sheikh Khalid bin Khalifa bin Abdulaziz Al Thani chaired the regular meeting held by the Cabinet at its headquarters in the Amiri Diwan. In the meeting, the Council of Ministers approved a draft resolution regarding regulating health care services within Qatar. Qatar's Government Communications Office (GCO) published the details of the draft resolution on Twitter. **As per the draft resolution:** 1) Citizens will receive free-of-charge healthcare services at government health facilities. 2) Health insurance shall be mandatory to ensure the provision of basic healthcare services to expats and visitors. 3) The compulsory health insurance system includes: Non-Qatari workers in the public and private sectors, including manual workers, craftsmen, domestic workers and visitors. 4) Basic healthcare services include preventive, curative and rehabilitative services, in addition to other services set forth in the Executive Regulations. 5) Employers and recruiters shall pay the premium to cover the basic services of their employees or recruits. (In addition to basic services, employers and recruiters may also request additional services subject to additional costs.) 6) Insurance companies must provide employers (or recruiters) with health insurance cards or an equivalent, in addition to offering treatment networks (hospitals and clinics) tailored to them. 7) Basic healthcare services for visitors include emergency and accident treatment services, as indicated in the Regulations. 8) To have former employees removed from the insurance policy, employers and recruiters must follow the procedures in place to notify the insurance company upon the termination of said employment or recruitment contract for any reason. If an employee or recruit fails to transfer his or her sponsorship under a new employer upon the termination of his or her contract, the insurance coverage may be extended until either the policy or the legally permitted period of residence expires, whichever comes first. **Employer and Recruiter Obligations:** 1) The obligation of both the employer and the recruiter towards their employees and recruits begins from the date of their entry into the country or from the date of a worker's sponsorship transfer under a new employer or recruiter. 2) Contracting with one of the registered insurance companies to cover all employees and recruits and annually renewing the contract within the prescribed deadlines. 3) Providing the contracted insurance company with all the data necessary to register all beneficiaries. 4) Providing healthcare services to all workers and recruits during the period prior to granting or transferring residence. In October 2021, HH the Amir of Qatar, Sheikh Tamim bin Hamad Al Thani issued Law no. 22 of 2021 on regulating health care services within the country and this law was published in the official gazette in November 2021. **We expect the phased implementation of this law to act as a positive catalyst for the insurance companies and the healthcare services providers in Qatar.** (Peninsula Qatar, QNB FS Research)
- HH the Amir of Qatar announces €4.72bn investment into Spain** – On the evening of Tuesday, May, 17, HH the Amir of Qatar, Sheikh Tamim bin Hamad Al Thani, reaffirmed his country's confidence "in the solidity of the Spanish economy" and announced that Qatari investments in Spain will increase by €4.72bn. HH the Amir of Qatar made this announcement during the gala dinner hosted by HM King Felipe VI at the Royal Palace, at the end of the first day of his visit to Spain. Previously, his host had thanked him for the Gulf emirate's confidence in the Spanish economy and its "determined will continue to be one of the first [foreign] investors in Spain", as reported by ElPais. (Bloomberg)
- Inflation in Qatar increases 4.66% in April** – Qatar's Consumer Price Index (CPI) witnessed a marginal increase of 0.29% in April compared to the previous month (March 2022), reaching 101.77 points. When compared on annual basis, the consumer prices in Qatar (as per the general CPI index) in April have also increased by 4.66% compared to the CPI of the same month in 2021, data released by the Planning and Statistics Authority (PSA) show. A month-on-month analysis of the CPI for April 2022 compared with the CPI of March 2022, showed that there were five main groups, where respective indices in this month have increased, namely: "Miscellaneous Goods and Services" by 1.66%, "Restaurants and Hotels" by 1.57%, "Clothing and Footwear" by 1.28%, "Furniture and Household Equipment" by 1.21%, and "Housing, Water, Electricity and other Fuel" by 0.94%. A decrease has been recorded in "Communication" by 1.04%, "Food and Beverages" by 0.83%, "Transport" by 0.45%, "Recreation and Culture" by 0.19%, and "Health" by 0.05%. "Tobacco" and "Education" had remained flat at last month's price level. A comparison of the CPI for April 2022 with the CPI of April 2021 showed an increase has been recorded in the general index (CPI) by 4.66%. (Peninsula Qatar)
- Qatar General Insurance & Reinsurance Co. amends the date of the Second General Assembly Meeting for the year 2021** – Pursuant to Qatar General Insurance & Reinsurance Company disclosure on 15 May 2022 regarding the postponement of its Ordinary General Assembly Meeting for the year 2021, Qatar General Insurance & Reinsurance Company announced the amendment of the date of second General Assembly Meeting for the year 2021 to be held on Monday, 23 May 2022 virtually (through "Zoom" application) at 6:30 PM. Registration to the Second General Assembly meeting for year 2021 in person (either self or by proxy) at Company's headquarter in area 4, Musheirib, Street 880, Building No. 23, starting from 05:00 PM till 06:00 PM. (QSE)
- Al Meera Consumer Goods Company postpones its EGM to May 22 due to lack of quorum** - Al Meera Consumer Goods Company announced that due to non-legal quorum for the EGM on 17/05/2022, it has been decided to postpone the meeting to 22/05/2022& 04:30 PM& Online "Thru Zoom". (QSE)
- Barwa Real Estate announces signing a lease contract for "Barahat Al Janoub" Project with the Supreme Committee for Delivery & Legacy** - Barwa Real Estate Group announced that its subsidiary Barahat Al Janoub Real Estate Company signed a lease contract with the Supreme Committee for Delivery & Legacy, with a value of QR141,523,200, for the purpose of leasing all housing units in the "Barahat Al Janoub" project (which is currently being developed by Barahat Al Janoub Company in Al Wakra) for a period of 6 months starting from 1st August 2022. The project contains 1,404 fully furnished houses. It is expected that this contract will contribute in increasing the Group's operating income during the lease term. It is worthy to note that there is no conflict of interest between the contracting parties. (QSE)
- Al Faisal Holding launches new firm 'Metaserra'** – Al Faisal Holding, one of Qatar's largest diversified group of companies, launched its new subsidiary Metaserra, a joint venture with Turkey's Doludizgin. Metaserra will offer production services to the cinema, television, and digital platforms, as well as for films, series, commercials, and documentaries. These services will cover several areas including screenplay and scriptwriting, set design, visual and special effects, production design, and music and soundtracks. The new subsidiary was launched in the presence of Sheikh Faisal bin Qassim Al Thani, Chairman of Al Faisal Holding and a delegation from the Turkish Embassy. (Peninsula Qatar)
- MSCI Semi-Annual Index Review Result – QIBK, MARK and QNBK weights increased due to implementation of 100% FOL.** MSCI announced on 12 May 2022, the results of the Semi-Annual Index Review. For the MSCI Qatar Indices the outcome of the review is as follows: Addition(s) of Qatari companies - None. Deletion(s) of Qatari companies – None. However, weights of QIBK (from 0.12% to 0.17%), MARK (from 0.11% to 0.13%) and QNBK (from 0.45% to 0.45%) have been increased due to the increases in their foreign inclusion factors and these three stocks should enjoy inflows of roughly \$350mn. Nine other Qatari stocks will face minor outflows given minor weight decreases. The changes to the MSCI Qatar index will become effective on Close of May 31, 2022. (QSE)
- FocusEconomics: Qatar's GDP expected to rise 4.3% in 2022** – QATAR'S GDP growth should speed up this year due to improved private consumption, ongoing gas sector investment, warming relations with Gulf neighbors and the boost to tourism coming from the FIFA World Cup scheduled for late 2022, FocusEconomics has said in a recent report. FocusEconomics panelists see a 4.3% rise in GDP in 2022, which is unchanged from last month's forecast, and 2.7% growth in 2023. After mild overall GDP growth in the fourth quarter of 2021 driven by the non-energy sector, the report said, available indicators in Qatar suggest a further solid non-energy performance in the first quarter of 2022. The report said, "The private-sector PMI averaged well in expansionary territory in the quarter. March's reading was strong in particular, driven by accelerated expansions in output and new orders. Moreover, visitor arrivals soared in annual terms in January– February thanks to milder COVID-19 restrictions." The report, however, said that the energy sector seemed to perform less well as February saw a double-digit decline in oil and gas extraction output. "In geopolitics, the Ukraine war has boosted Qatar's position in global gas markets at the expense of Russia, boding well for the energy sector in the longer term. Moreover, in April, Qatar and Saudi Arabia formed a joint business council, with a view to boosting trade ties which were severely weakened by the Saudi-led embargo," it said. "Inflation rose to 4.4% in March from 4% in February. Price pressures are expected to be notably higher this year compared to last, on elevated global commodity prices and stronger domestic consumption. The possible implementation of a VAT is an upside risk, although the tax is increasingly likely to be delayed amid already-elevated inflation and booming oil revenues," the report said. A reinstatement of restrictions due to new COVID-19 variants remains a key risk, as are higher consumer prices stemming from the war in Ukraine. FocusEconomics panelists see inflation averaging 4% in 2022, which is up 0.3%age points from last month's forecast, and 2.5% in 2023. (Qatar Tribune)

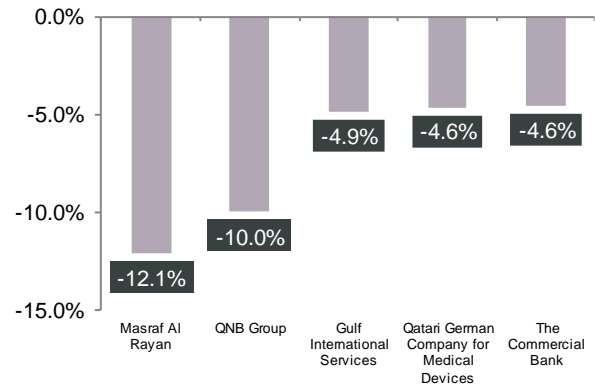
Qatar Stock Exchange

Top Gainers



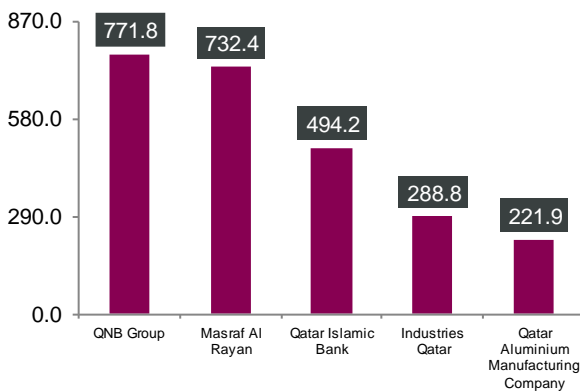
Source: Qatar Stock Exchange (QSE)

Top Decliners



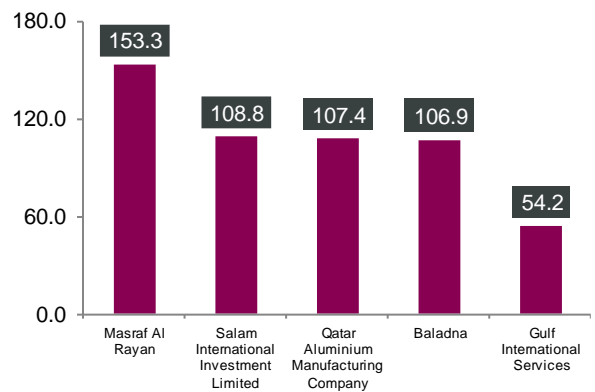
Source: Qatar Stock Exchange (QSE)

Most Active Shares by Value (QR Million)



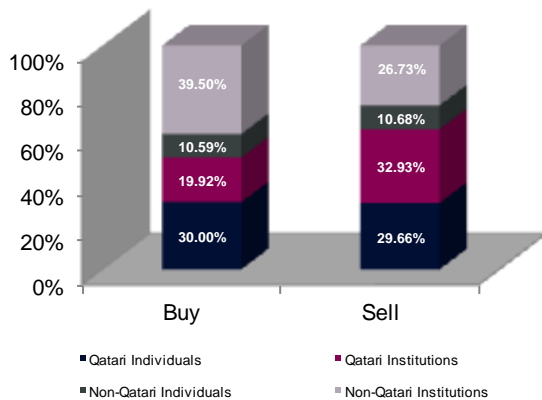
Source: Qatar Stock Exchange (QSE)

Most Active Shares by Volume (Million)



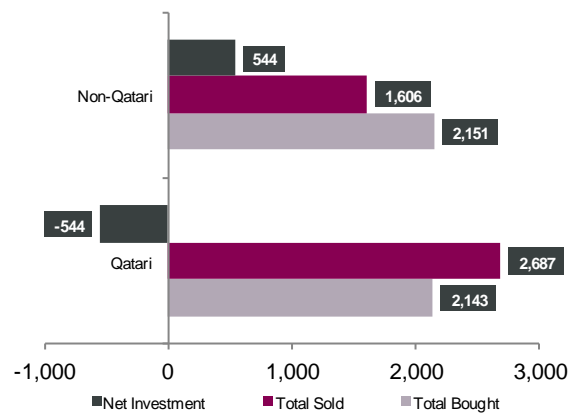
Source: Qatar Stock Exchange (QSE)

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 for the fourth week down, down by (3.1%) from the previous week. It closed at 12,730.22 points. Our theses remains that the Index remains in a correction and getting closer to our expected support level at 12,500. We can start fishing for opportunities when the Index reaches that support. Expected resistance remains at the 15,000 level.

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 May 19	% Change WTD	% Change YTD	Market Cap. QR Million	TIM P/E	P/B	Div. Yield
Qatar National Bank	20.70	(10.00)	2.53	191,194	15.3	2.5	2.7
Qatar Islamic Bank	24.00	(2.04)	30.93	56,710	16.4	2.8	2.4
Commercial Bank of Qatar	6.87	(4.58)	1.79	27,805	13.0	1.6	2.3
Doha Bank	2.65	0.91	(17.19)	8,216	15.1	0.8	2.8
Al Ahli Bank	3.90	(2.30)	6.92	9,949	14.3	1.6	3.7
Qatar International Islamic Bank	10.80	0.47	17.26	16,348	18.1	2.6	3.5
Masraf Al Rayan	4.65	(12.10)	0.22	43,245	23.2	1.7	3.7
Qatar First Bank	1.49	(0.67)	(4.86)	1,167	7.9	1.8	N/A
National Leasing	0.88	(1.02)	(6.91)	433	N/A	0.6	N/A
Dlala Holding	1.58	(3.90)	27.71	448	19.7	1.9	N/A
Qatar & Oman Investment	0.81	(2.05)	(0.12)	256	108.4	0.9	1.2
Islamic Holding Group	6.24	2.66	58.28	354	31.4	2.4	0.8
Banking and Financial Services				356,125			
Zad Holding	18.00	(0.06)	13.17	4,927	26.8	3.1	3.4
Qatar German Co. for Medical Devices	1.99	(4.64)	(37.33)	230	187.4	6.9	N/A
Salam International Investment	0.98	3.17	19.05	1,115	21.1	0.7	N/A
Baladna	1.67	0.60	15.57	3,175	27.5	1.4	3.2
Medicare Group	6.75	0.60	(20.57)	1,900	25.6	1.9	26.7
Qatar Cinema & Film Distribution	3.65	(2.67)	2.82	229	76.5	1.6	1.6
Qatar Fuel	18.48	3.70	1.09	18,374	18.8	2.1	4.1
Qatar Meat and Livestock	3.01	(1.41)	(16.39)	541	N/A	2.1	N/A
Mannai Corp.	7.96	(1.42)	67.57	3,629	14.2	1.7	3.8
Al Meera Consumer Goods	18.36	(0.05)	(6.33)	3,672	19.2	2.5	4.9
Consumer Goods and Services				37,792			
Qatar Industrial Manufacturing	2.96	(0.67)	(3.58)	1,407	9.4	0.8	4.1
Qatar National Cement	5.01	(0.40)	(1.86)	3,271	14.1	1.1	6.0
Industries Qatar	17.32	1.35	11.81	104,786	11.2	2.9	5.8
Qatari Investors Group	2.23	(2.87)	0.63	2,777	11.7	0.9	4.5
Qatar Electricity and Water	17.68	3.27	6.51	19,448	13.0	1.5	4.5
Aamal	1.10	(2.66)	1.11	6,905	22.1	0.9	4.6
Gulf International Services	1.86	(4.86)	8.39	3,457	24.1	1.0	N/A
Mesaieed Petrochemical Holding	2.53	1.36	21.24	31,835	16.6	2.0	4.3
Invesment Holding Group	2.24	(2.23)	82.18	7,622	69.4	2.1	N/A
Qatar Aluminum Manufacturing	2.05	0.54	13.60	11,417	12.0	1.9	3.9
Industrials				192,924			
Qatar Insurance	2.49	3.58	(9.64)	8,116	16.5	1.0	4.0
QLM Life & Medical Insurance	5.82	1.41	15.27	2,037	18.7	3.8	3.8
Doha Insurance	1.95	2.52	1.56	975	11.7	0.8	6.2
Qatar General Insurance & Reinsurance	2.07	7.43	3.40	1,810	17.2	0.3	N/A
Al Khaleej Takaful Insurance	3.76	3.07	4.44	960	24.7	1.8	2.0
Qatar Islamic Insurance	8.30	0.61	3.75	1,245	15.1	2.8	4.8
Insurance				15,143			
United Development	1.43	(1.79)	(7.27)	5,056	14.0	0.5	3.9
Barwa Real Estate	3.21	(0.59)	4.93	12,495	10.8	0.6	5.5
Ezdan Real Estate	1.29	(1.07)	(3.50)	34,323	507.5	1.0	N/A
Mazaya Qatar Real Estate Development	0.88	(1.13)	(4.67)	1,015	N/A	1.0	N/A
Real Estate				52,890			
Ooredoo	7.30	0.00	3.99	23,383	45.1	1.0	4.1
Vodafone Qatar	1.61	0.87	(3.18)	6,822	18.6	1.5	3.7
Telecoms				30,206			
Qatar Navigation (Milaha)	8.41	2.57	10.08	9,553	12.1	0.6	3.6
Gulf Warehousing	4.07	(2.77)	(10.31)	239	10.4	1.2	2.5
Qatar Gas Transport (Nakilat)	3.40	(1.53)	3.03	18,837	13.3	2.0	3.5
Transportation				28,628			
Qatar Exchange				715,732			

Source: Bloomberg

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