

Market Review and Outlook

The Qatar Stock Exchange (QSE) Index went up by 59.61 points, or 0.53% during the week, to close at 11,240.53. Market capitalization went up by 0.4% to QR648.9 billion (bn) as compared to QR646.1bn at the end of the previous week. Of the 48 traded companies, 19 ended the week higher and 29 lower. Industries Qatar (IQCD) was the best performing stock for the week, with a gain of 5.3%. On the other hand, Gulf International Services (GISS) was the worst performing stock with a decline of 2.5%.

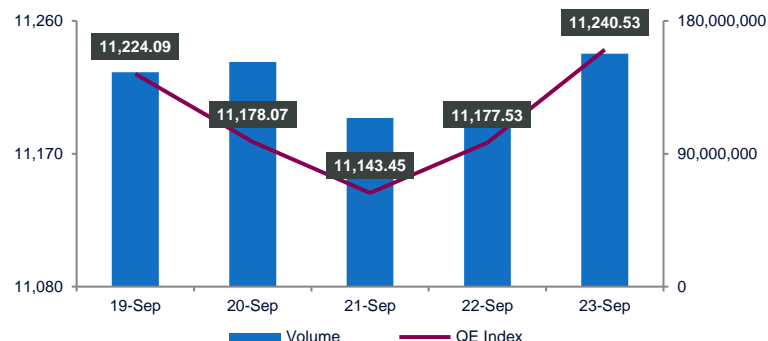
Industries Qatar (IQCD), Qatar Aluminium Manufacturing Co. (QAMC) and Ooredoo (ORDS) were the primary contributors to the weekly index gain. IQCD and QAMC added 86.0 and 6.7 points to the index, respectively. Moreover, ORDS added another 6.5 points to the index.

Trading value during the week dropped by 35.8% to QR1,764.7mn vs. QR2,750.1mn in the prior trading week. QAMC was the top value traded stock during the week with total traded value of QR175.4mn.

Trading volume declined by 38.0% to 693.0mn shares vs. 1,118.4mn shares in the prior trading week. The number of transactions decreased by 22.7% to 41,936 versus 54,279 transactions in the prior week. QAMC was also the top volume traded stock during the week with total traded volume of 98.6mn shares.

Foreign institutions remained bullish, ending the week with net buying of QR50mn vs. net buying of QR195mn in the prior week. Qatari institutions remained negative with net selling of QR52mn vs. net selling of QR191mn in the week before. Foreign retail investors ended the week unchanged vs. net selling of QR1mn in the prior week. Qatari retail investors turned slightly positive with net buying of QR2mn vs. net selling of QR3mn the week before. So far YTD (as of Wednesday closing), foreigners were net buyers of \$1,027.9mn.

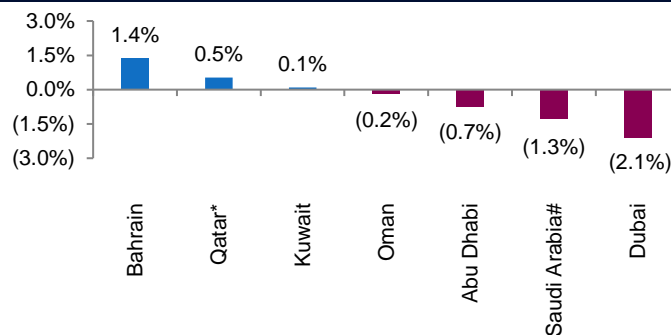
QSE Index and Volume



Market Indicators	Week ended Sep 23, 2021	Week ended Sep 16, 2021	Chg. %
Value Traded (QR mn)	1,764.7	2,750.1	(35.8)
Exch. Market Cap. (QR mn)	648,909.2	646,078.2	0.4
Volume (mn)	693.0	1,118.4	(38.0)
Number of Transactions	41,936	54,279	(22.7)
Companies Traded	48	48	0.0
Market Breadth	19:29	23:24	-

Market Indices	Close	WTD%	MTD%	YTD%
Total Return	22,251.31	0.5	1.3	10.9
ALL Share Index	3,557.73	0.2	0.9	11.2
Banks and Financial Services	4,733.24	(0.7)	(1.0)	11.4
Industrials	3,858.42	3.2	7.8	24.5
Transportation	3,399.59	0.2	(1.1)	3.1
Real Estate	1,791.36	(0.5)	0.0	(7.1)
Insurance	2,569.48	(0.6)	(1.7)	7.2
Telecoms	1,053.89	1.8	2.2	4.3
Consumer Goods & Services	8,195.43	(0.4)	(1.4)	0.7
Al Rayan Islamic Index	4,712.86	0.7	1.8	10.4

Weekly Index Performance



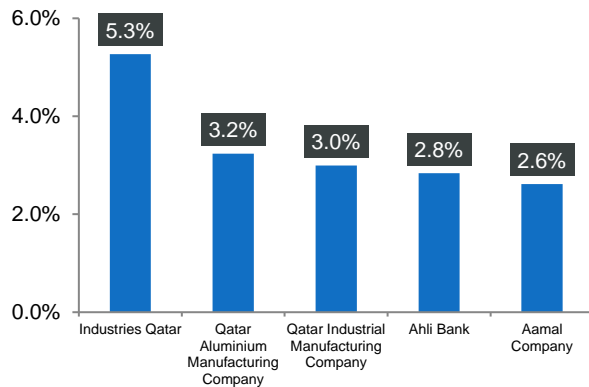
Regional Indices	Close	WTD%	MTD%	YTD%	Weekly Exchange Traded Value (\$ mn)	Exchange Mkt. Cap. (\$ mn)	TTM P/E**	P/B**	Dividend Yield
Qatar*	11,240.53	0.5	1.3	7.7	480.42	176,568.2	17.1	1.6	2.6
Dubai	2,839.57	(2.1)	(2.2)	13.9	197.39	106,071.3	21.0	1.0	2.7
Abu Dhabi	7,824.79	(0.7)	1.8	55.1	1,862.10	365,613.2	24.3	2.4	2.9
Saudi Arabia#	11,270.57	(1.3)	(0.4)	29.7	9,147.51	2,607,407.9	27.3	2.4	2.3
Kuwait	6,876.00	0.1	1.3	24.0	842.63	131,977.4	27.5	1.7	1.9
Oman	3,927.08	(0.2)	(1.0)	7.3	24.28	18,423.2	11.7	0.8	4.0
Bahrain	1,702.49	1.4	3.5	14.3	56.10	27,176.1	12.0	0.8	3.2

Source: Bloomberg, country exchanges and Zawya (** Trailing Twelve Months; * Value traded (\$ mn) do not include special trades, if any; #Data as of September 22, 2021)

- **MARK to hold its EGM on September 28** – Masraf Al Rayan (MARK) will be holding its Extraordinary General Assembly Meeting (EGM) virtually through Zoom platform on September 28, 2021 at 4:30 pm. (Gulf-Times.com)
- **Moody's: Qatar's Islamic banks top GCC with highest loss coverage ratio of 192% in 1H** – Qatar's Islamic bank's exhibit high provisioning buffers against expected losses and have the highest loss coverage ratio (192% as of 1H2021) in the GCC region and South and Southeast Asia, a new research by Moody's Investor Service has shown. Qatar's Islamic banks are followed by their peers in Saudi Arabia (179%) and Kuwait (140%), Moody's noted. The financing books of Islamic banks in Qatar, like those of their conventional peers, are heavily skewed toward the government and its related entities, providing an extra layer of resilience, Moody's said. (Gulf-Times.com)
- **Qatar sells QR2bn of 2.75% 2028 Sukuk at yield 2.75%** – Qatar sold QR2bn (\$543mn) of Sukuk due September 20, 2028 on September 19. The Sukuk have a yield of 2.75% and settled September 20. (Bloomberg)
- **Qatar sells QR4bn of 2.5% 2026 Sukuk at yield 2.5%** – Qatar sold QR4bn (\$1.1bn) of Sukuk due September 20, 2026 on September 19. The Sukuk have a yield of 2.5% and settled September 20. (Bloomberg)
- **Qatar sells QR3bn of 2.75% 2028 bonds; Bid-Cover 4.67x** – Qatar sold QR3bn (\$814mn) of bonds due September 20, 2028 on September 19. Investors offered to buy 4.67 times the amount of securities sold. The bonds settled September 20. (Bloomberg)
- **Qatar sells QR6bn of 2.5% 2026 bonds; Bid-Cover 2.59x** – Qatar sold QR6bn (\$1.6bn) of bonds due September 20, 2026 on September 19. Investors offered to buy 2.59 times the amount of securities sold. The bonds settled September 20. (Bloomberg)
- **CK Hutchison, ORDS agree on \$6bn Indonesia telecom deal** – CK Hutchison Holdings Ltd. and Ooredoo (ORDS) agreed to combine their Indonesian telecom businesses in a \$6bn transaction, part of a consolidation to fend off competition in Southeast Asia's biggest market by subscribers. The merged company will be named PT Indosat Ooredoo Hutchison and it will remain listed on the Indonesian stock exchange, according to a statement. The entity will have an annual revenue of about \$3bn. The combination of the two units could better position the new partners to take on bigger rivals – state-owned PT Telkom Indonesia, the nation's largest operator, and Axiata Group Bhd.'s local arm PT XL Axiata. CK Hutchison, a conglomerate founded by Hong Kong's richest man Li Ka-shing, had in 2019 made a preliminary approach to combine the unit with XL, people familiar with the matter said at the time. JPMorgan Chase & Co. acted as the financial adviser to Ooredoo, while Goldman Sachs Group Inc. and HSBC Holdings Plc advised CK Hutchison. Barclays was the financial adviser to Indosat Ooredoo. The combined company will have the scale, financial strength, and expertise to compete more effectively. Combining the highly complementary assets and products of Indosat Ooredoo and H3I will drive innovation and network improvements that will enable the delivery of outstanding digital services, as well as a broader product offering, to customers across Indonesia. Indosat Ooredoo and H3I own highly complementary infrastructure and the combination of these assets will also enable the merged company to benefit from cost and CAPEX synergies and provide accretive returns to all stakeholders. Annual run rate pre-tax synergies of approximately US\$300-400mm are expected to be realized over 3-5 years. In addition, Indosat Ooredoo Hutchison will be able to leverage the experience and expertise of Ooredoo Group and CK Hutchison in networks, technologies, products and services, and benefit from their multinational operations spanning major markets in Europe, the Middle East, North Africa, and Asia Pacific. The merged company will also benefit from their combined strength and economies of scale in functions such as procurement. Following the merger, the Indonesian mobile market is expected to retain a healthy level of competition, attractive to long-term investment across the industry. Ooredoo Group currently has a controlling 65.0% shareholding in Indosat Ooredoo through Ooredoo Asia, a wholly-owned holding company. The merger of Indosat and H3I will result in CK Hutchison receiving newly issued shares in Indosat Ooredoo amounting to 21.8% and PT Tiga Telekomunikasi Indonesia amounting to 10.8% of the merged Indosat Ooredoo Hutchison business. Concurrent with the merger, CK Hutchison will acquire a 50% shareholding in Ooredoo Asia by exchanging its 21.8% shareholdings in Indosat Ooredoo Hutchison for a 33.3% stake in Ooredoo Asia, and will acquire an additional 16.7% stake from Ooredoo Group for a cash consideration of US\$387mn. Following the above transactions, the Parties will each own 50.0% of Ooredoo Asia, to be renamed Ooredoo Hutchison Asia, which will retain a controlling 65.6% ownership stake in the merged company. Upon closing of the transactions, Indosat Ooredoo Hutchison will be jointly controlled by Ooredoo Group and CK Hutchison. It will remain listed on the Indonesian Stock Exchange, with the Government of Indonesia retaining a 9.6% shareholding, PT Tiga Telekomunikasi Indonesia holding a 10.8% shareholding, and other public shareholders holding approximately 14.0%. Subject to necessary Indosat Ooredoo shareholder approvals, the Parties have agreed to nominate Vikram Sinha as CEO and Nicky Lee as CFO of Indosat Ooredoo Hutchison (QSE, Bloomberg)
- **QGRI announces the results of its AGM for the year 2019** – Qatar General Insurance & Reinsurance Company (QGRI) announced the voting results on the agenda items of the Ordinary General Assembly for the year 2019 held on the 25th April 2021; the Shareholders' General Assembly approved and adopted by majority the following agenda items; 1- Approval of the Board of Director's Report on the Company's activities and its financial position for the financial year ended 31st December 2019 and the Company's future plan. 2- Approval of the External Auditor's Report for the financial year ended 31st December 2019. 3- Approval of the Company's Balance Sheet, Profit & Loss accounts for the financial year ended 31st December 2019 and the adjustments for the financial years ended 31st December 2018 and 31st December 2017. 4- Approval of the Board of Director's proposal not distribute dividends for the financial year ended 31st December 2019. 5- Approval of discharging the Chairman and members of the Board from liability for the financial year ended 31st December 2019 and approved not distribute remuneration to the board members. 6- Approval of the Company's Corporate Governance Report for the year 2019. 7- Approval of the appointment of Company's External Auditors Messrs. KPMG for the financial year 2020 and their fees. 8. Electing and appointing a new Board of Directors for period (2021 – 2023). The provisions of Qatar Central Bank Law No. (13) of 2012 and Qatar Central Bank Circular No. (1) of 2016 regarding the ownership limits and restrictions in financial institutions under the supervision and regulations of Qatar Central Bank and related instructions have been adhered to in the counting of the voting results for General Assembly of 2019. (QSE)

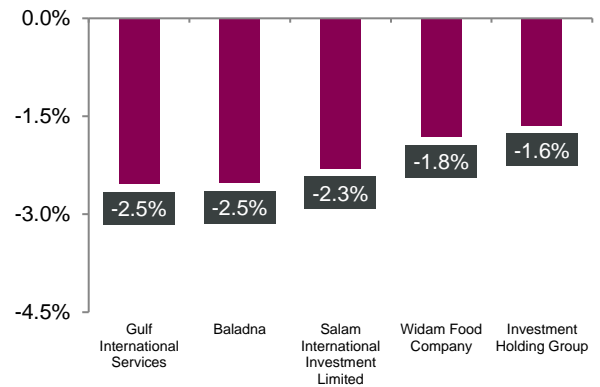
Qatar Stock Exchange

Top Gainers



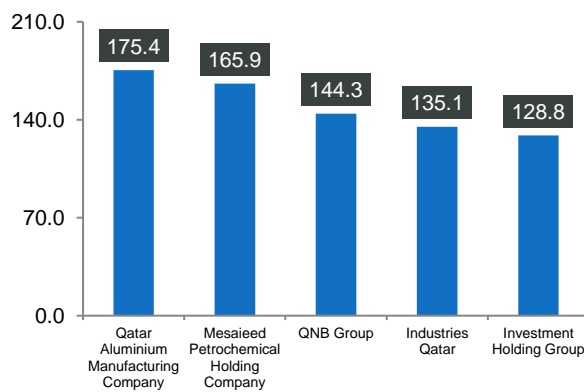
Source: Qatar Stock Exchange (QSE)

Top Decliners



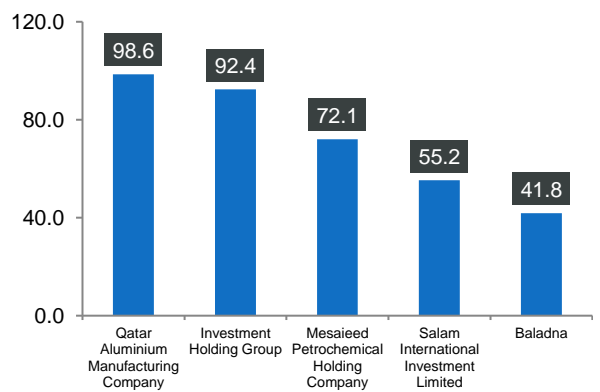
Source: Qatar Stock Exchange (QSE)

Most Active Shares by Value (QR Million)



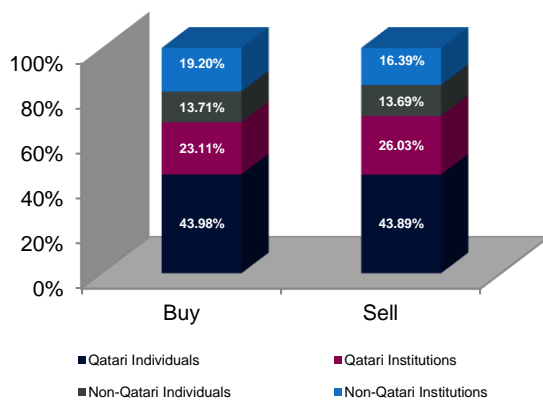
Source: Qatar Stock Exchange (QSE)

Most Active Shares by Volume (Million)



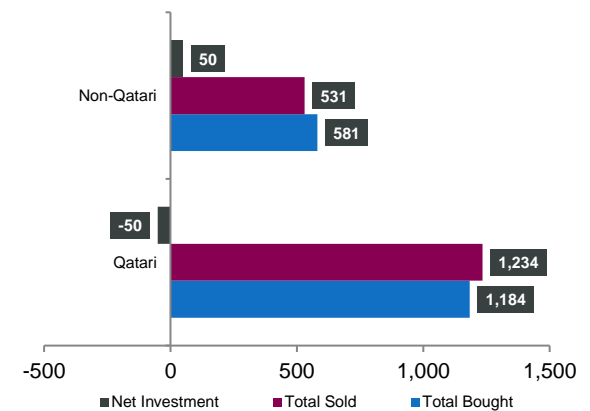
Source: Qatar Stock Exchange (QSE)

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 QE Index closed slightly higher by 0.53% versus the week before, it printed last at the 11,240.53 level. The major trend remains up and despite expected volatility, the current market trajectory seems to be positive. The General Index managed to close at its four-yea-high levels, which suggests further uptick is expected. The major support now is the 11,000 level and soft resistance is around the 11,400 points, then the hard resistance stretches between the 11,900 to 12,000 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 September 23	% Change WTD	% Change YTD	Market Cap. QR Million	TTM P/E	P/B	Div. Yield
Qatar National Bank	19.10	(1.04)	7.12	176,416	15.5	2.3	2.4
Qatar Islamic Bank	17.98	(1.15)	5.08	42,486	14.0	2.2	2.2
Commercial Bank of Qatar	6.00	(0.50)	36.36	24,284	16.2	1.3	1.7
Doha Bank	2.78	0.36	17.32	8,610	13.7	0.8	2.7
Al Ahli Bank	3.99	2.84	15.75	9,694	14.0	1.6	3.8
Qatar International Islamic Bank	9.71	(0.27)	7.31	14,704	17.1	2.4	3.3
Masraf Al Rayan	4.45	0.09	(1.85)	33,345	14.9	2.3	3.8
Al Khaliji Bank	2.21	(0.85)	20.24	7,956	12.7	1.2	2.5
Qatar First Bank	1.85	0.49	7.21	1,292	18.7	2.5	N/A
National Leasing	1.04	(0.38)	(16.01)	517	19.9	0.8	2.4
Dlala Holding	1.52	(1.17)	(15.38)	432	29.1	1.9	N/A
Qatar & Oman Investment	0.94	(1.58)	5.41	295	29.9	1.0	N/A
Islamic Holding Group	4.96	(0.60)	(3.05)	281	40.4	2.0	1.0
Banking and Financial Services				320,309			
Zad Holding	15.60	(1.08)	15.09	4,067	21.0	2.8	4.1
Qatar German Co. for Medical Devices	3.10	2.41	38.58	358	426.5	11.4	N/A
Salam International Investment	0.93	(2.30)	43.47	1,068	N/A	0.7	N/A
Baladna	1.62	(2.52)	(9.33)	3,085	N/A	1.4	3.3
Medicare Group	8.28	1.10	(6.39)	2,329	26.5	2.4	21.8
Qatar Cinema & Film Distribution	3.98	(0.03)	(0.43)	250	66.9	1.8	2.5
Qatar Fuel	17.95	(0.11)	(3.91)	17,847	18.9	2.1	2.6
Qatar Meat and Livestock	4.16	(1.82)	(34.21)	749	N/A	2.3	2.4
Mannai Corp.	3.91	(1.11)	30.20	1,782	5.4	0.8	0.3
Al Meera Consumer Goods	19.90	0.05	(3.91)	3,980	21.4	2.7	4.5
Consumer Goods and Services				35,514			
Qatar Industrial Manufacturing	3.03	2.99	(5.64)	1,439	13.3	0.9	3.3
Qatar National Cement	4.93	(0.22)	18.77	3,221	18.3	n	4.1
Industries Qatar	14.18	5.27	30.45	85,789	17.1	2.4	2.3
Qatari Investors Group	2.52	(0.79)	39.32	3,137	27.6	1.1	2.4
Qatar Electricity and Water	16.68	1.09	(6.55)	18,348	14.2	1.8	3.8
Aamal	1.02	2.61	19.42	6,432	27.5	0.8	3.9
Gulf International Services	1.54	(2.53)	(10.32)	2,858	N/A	0.9	N/A
Mesaieed Petrochemical Holding	2.22	0.95	8.45	27,890	21.4	1.7	1.8
Invesment Holding Group	1.38	(1.64)	129.88	1,143	54.3	1.4	N/A
Qatar Aluminum Manufacturing	1.82	3.23	88.11	10,150	27.6	1.7	1.9
Industrials				160,408			
Qatar Insurance	2.43	(1.02)	2.67	7,920	19.1	0.9	N/A
QLM Life & Medical Insurance	4.84	(0.31)	#N/A N/A	1,693	N/A	2.9	N/A
Doha Insurance	1.93	0.89	38.79	966	13.8	0.8	5.2
Qatar General Insurance & Reinsurance	2.07	(0.05)	(22.18)	1,811	10.6	0.4	N/A
Al Khaleej Takaful Insurance	4.44	0.45	133.88	1,133	24.6	2.3	1.1
Qatar Islamic Insurance	7.86	(0.86)	13.91	1,179	15.7	3.0	4.1
Insurance				14,702			
United Development	1.52	(0.07)	(8.46)	5,364	19.5	0.5	3.3
Barwa Real Estate	3.10	(0.61)	(8.85)	12,063	10.4	0.6	4.0
Ezdan Real Estate	1.56	(0.70)	(12.16)	41,379	115.1	1.3	N/A
Mazaya Qatar Real Estate Development	1.04	(1.61)	(17.89)	1,200	41.4	1.0	2.9
Real Estate				60,007			
Ooredoo	7.11	1.99	(5.47)	22,772	N/A	1.1	3.5
Vodafone Qatar	1.60	1.27	19.49	6,763	28.2	1.5	3.1
Telecoms				29,535			
Qatar Navigation (Milaha)	7.38	0.57	4.00	8,449	43.0	0.6	4.1
Gulf Warehousing	5.08	0.59	(0.35)	298	13.0	1.5	2.0
Qatar Gas Transport (Nakilat)	3.07	(0.16)	(3.46)	17,009	13.5	2.2	3.6
Transportation				25,755			
Qatar Exchange				648,909			

Source: Bloomberg

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