

Market Review and Outlook

The Qatar Stock Exchange (QSE) Index moved up by 154.83 points, or 1.44% during the week, to close at 10,908.11. Market capitalization moved up by 1.61% to QR631.6 billion (bn) as compared to QR621.6bn at the end of the previous week. Of the 48 traded companies, 35 ended the week higher, 13 lower and 0 remained unchanged. Investment Holding Group (IGRD) was the best performing stock for the week, with a gain of 20.2%. On the other hand, Doha Bank (DHBK) was the worst performing stock with a decline of 4.7%.

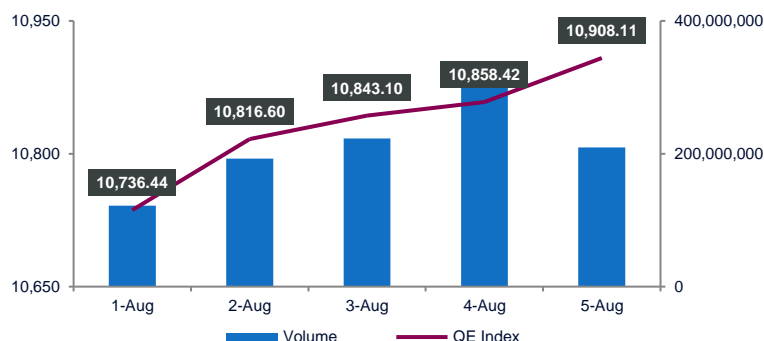
Masraf Al Rayan (MARK), Qatar Aluminum Manufacturing Company (QAMC) and Commercial Bank of Qatar (CBQK) were the primary contributors to the weekly index increase. MARK and QAMC added 31.4 and 22.9 points to the index, respectively. Moreover, CBQK put on an additional 18.6 points to the index.

Trading value during the week increased by 61.9% to QR2,057.4mn vs. QR1,270.4mn in the prior trading week. Salam International Investment Limited (SIIS) was the top value traded stock during the week with total traded value of QR317.3mn.

Trading volume moved up by 142.1% to 1,085.9mn shares vs. 448.5mn shares in the prior trading week. The number of transactions increased by 25.6% to 49,565 transactions versus 39,467 transactions in the prior week. Salam International Investment Limited (SIIS) was the top volume traded stock during the week with total traded volume of 328.7mn shares.

Foreign institutions remained bullish, ending the week with net buying of QR184mn vs. net buying of QR116mn in the prior week. Qatari institutions remained negative with net selling of QR91mn vs. net selling of QR13mn in the week before. Foreign retail investors ended the week with net selling of QR45mn vs. net selling of QR19mn in the prior week. Qatari retail investors remained bearish with net selling of QR48mn vs. net selling of QR85mn the week before. So far YTD (as of Wednesday closing), foreigners were net buyers of \$730mn.

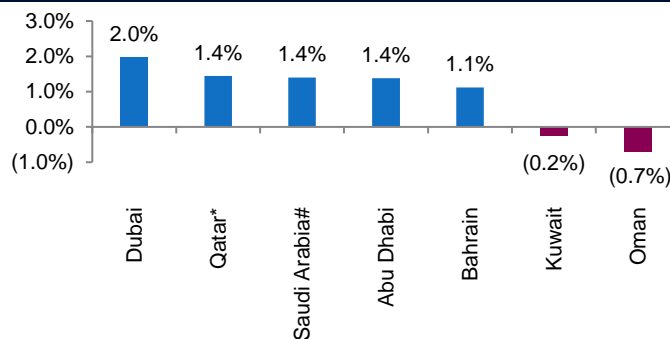
QSE Index and Volume



Market Indicators	Week ended August 05, 2021	Week ended July 29, 2021	Chg. %
Value Traded (QR mn)	2,057.4	1,270.4	61.9
Exch. Market Cap. (QR mn)	631,582.9	621,595.4	1.6
Volume (mn)	1,085.9	448.5	142.1
Number of Transactions	49,565	39,467	25.6
Companies Traded	48	48	0.0
Market Breadth	35:13	17:31	-

Market Indices	Close	WTD%	MTD%	YTD%
Total Return	21,593.27	1.4	1.4	7.6
ALL Share Index	3,460.42	1.3	1.3	8.2
Banks and Financial Services	4,579.03	1.1	1.1	7.8
Industrials	3,667.78	2.5	2.5	18.4
Transportation	3,404.99	(0.1)	(0.1)	3.3
Real Estate	1,804.86	3.0	3.0	(6.4)
Insurance	2,607.87	(1.2)	(1.2)	8.8
Telecoms	1,049.40	0.2	0.2	3.8
Consumer Goods & Services	8,213.59	1.2	1.2	0.9
Al Rayan Islamic Index	4,618.10	2.9	2.9	8.2

Weekly Index Performance



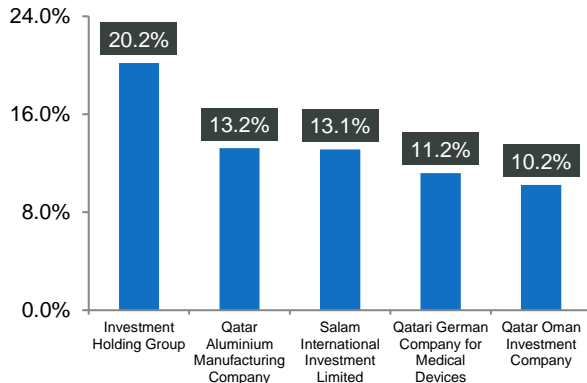
Regional Indices	Close	WTD%	MTD%	YTD%	Weekly Exchange Traded Value (\$ mn)	Exchange Mkt. Cap. (\$ mn)	TTM P/E**	P/B**	Dividend Yield
Qatar*	10,908.11	1.4	1.4	4.5	570.77	170,211.6	18.1	1.6	2.7
Dubai	2,820.37	2.0	2.0	13.2	240.25	104,131.4	21.0	1.0	2.8
Abu Dhabi	7,419.27	1.4	1.4	47.1	1,786.65	355,607.7	23.5	2.2	2.9
Saudi Arabia#	11,162.38	1.4	1.4	28.5	10,060.63	2,600,887.8	33.5	2.5	2.1
Kuwait	6,565.84	(0.2)	(0.2)	18.4	968.74	124,342.8	36.4	1.7	1.8
Oman	4,002.02	(0.7)	(0.7)	9.4	31.20	18,412.9	12.6	0.8	3.9
Bahrain	1,614.91	1.1	1.1	8.4	53.83	25,854.1	11.4	0.8	3.4

Source: Bloomberg, country exchanges and Zawya (** Trailing Twelve Months; * Value traded (\$ mn) do not include special trades, if any; #Data as of August 04, 2021)

- **QLMI posts 14.4% YoY decrease but 20.9% QoQ increase in net profit in 2Q2021** – QLM Life & Medical Insurance Company's (QLMI) net profit declined 14.4% YoY (but rose 20.9% on QoQ basis) to QR30.3mn in 2Q2021. The company's Net earned premiums came in at QR197.1mn in 2Q2021, which represents a decrease of 2.7% YoY (-0.5% QoQ). EPS amounted to QR0.09 in 2Q2021 as compared to QR0.10 in 2Q2020 and QR0.07 in 1Q2021. (QSE)
- **QIGD posts net profit of QR30.5mn in 2Q2021** – Qatari Investors Group's (QIGD) net profit rose 153.6% YoY (but declined 17.6% on QoQ basis) to QR30.5mn in 2Q2021. EPS amounted to QR0.05 in 6M2021 as compared to QR0.03 in 6M2020. (QSE)
- **QCFS's net profit declines 64.9% YoY and 57.5% QoQ in 2Q2021** – Qatar Cinema and Film Distribution Company's (QCFS) net profit declined 64.9% YoY (-57.5% QoQ) to QR0.4mn in 2Q2021. EPS amounted to QR0.024 in 6M2021 as compared to QR0.043 in 6M2020. (QSE)
- **DOHI's net profit declines 3.8% YoY and 30.5% QoQ in 2Q2021** – Doha Insurance Group's (DOHI) net profit declined 3.8% YoY (-30.5% QoQ) to QR16.6mn in 2Q2021. The company's Net Premiums came in at QR131.4mn in 2Q2021, which represents an increase of 36.1% YoY (+4.7% QoQ). EPS remained flat YoY at QR0.03 in 2Q2021. (QSE)
- **AKHI posts net profit of QR11.2mn in 2Q2021** – Al Khaleej Takaful Insurance Company's (AKHI) net profit rose 114.3% YoY (but declined 48.7% on QoQ basis) to QR11.2mn in 2Q2021. The company's Total investment and other income came in at QR19.1mn in 2Q2021, which represents an increase of 39.7% YoY. However, on QoQ basis Total investment and other income fell 37.0%. EPS amounted to QR0.044 in 2Q2021 as compared to QR0.020 in 2Q2020 and QR0.086 in 1Q2021. (QSE)
- **SIIS's bottom line rises to QR20.9mn in 2Q2021** – Salam International Investment Limited (SIIS) reported net profit of QR20.9mn in 2Q2021 as compared to net loss of QR56.3mn in 2Q2020 and net profit of QR11.5mn in 1Q2021. The company's Revenue from contracts with customers came in at QR362.1mn in 2Q2021, which represents an increase of 54.5% YoY. However, on QoQ basis Revenue from contracts with customers fell 1.4%. The earnings per share amounted to QR0.028 in 6M2021 as compared to loss per share of QR0.075 in 6M2020. (QSE)
- **Dukhan Bank net profit rises 10.7% to QR585.7mn in 2Q2021** – Dukhan Bank has announced a net profit of QR585.7m for the second quarter (2Q) of 2021, representing an increase of 10.7% compared to the same period of last year. The total income for the six month period ending 30 June 2021, increased to QR1,928.9mn resulting in a growth rate of 9.1% compared to QR1,767.2mn during the same period in 2020. The total operating income during first half of 2021 increased significantly by QR221.4mn or 28.1% to QR1,009mn from QR787.6mn same period last year. Considering strong income growth and cost reduction, more operational efficiency was achieved as evident through reduction in the cost-to-income ratio, which decreased from 32% to 26% from the same period last year. The bank's robust financial performance in the first half of the year has resulted in its total assets increased to QR101.9bn, representing a growth of 18.1% compared to 31 December 2020. Financing assets continued to grow strongly, reaching QR78.6bn with a growth of 34.2% compared to December 2020. Customer deposits, which mainly supported the balance growth, have increased by 31.9% from December 2020 to reach QR71.1bn at end of June 2021. Shareholders' equity raised to QR11.6bn and the total capital adequacy ratio was stable at 16% as of June 30, 2021 in accordance with the Basel-III requirements, while maintaining a sufficient buffer above the minimum supervisory ratio as specified by the Qatar Central Bank and Basel Standards. (Peninsula Qatar)
- **Mekdam shares rise 46% on debut** – Mekdam Holding Group Monday shot up as much as 50% upon debut but finally closed 45.64% higher when its 5.6mn shares came up for trading, thus becoming the second entity in the venture market (QEVN) of the Qatar Stock Exchange (QSE). Using the direct listing option, the shares of Mekdam got listed with the symbol "MKDM". Its entry was marked by the customary bell ringing by Mekdam Chairman Sheikh Mohamed bin Nawaf bin Nasser Al-Thani in the presence of senior officials of the both the company and the bourse. (Gulf-Times.com)
- **Qatar well-positioned to enhance its role as world's largest LNG supplier** – Oil and Gas (O&G) companies worldwide, in 2020, collectively reduced their capex by 34%, slightly more than the initial 28% reduction following the price decline that started in 2014. Moreover, this year has already seen O&G capex stumble to levels not seen since 2004 due to cuts approved by operators and suppliers unable to lower prices, said Dr. Juan Vazquez, Managing Director & Partner at Boston Consulting Group (BCG). "Despite the turbulent low-CAPEX environment, the Qatari government has, however, demonstrated a degree of resilience that has failed to materialize in almost all geographies, with major O&G projects given the go-ahead. A true testament of this is Qatar is moving forward with a \$29bn project to drive Liquefied Natural Gas (LNG) exports above 50%," said Dr. Juan Vazquez. "Qatar's resilience is undoubtedly a shining light amidst unclear global terrain, yet the new reality is far more complex than the challenging period of the early 2000s. Looking at the growth of demand, the anticipation of an emerging demand source that will exacerbate demand growth is non-existent," he added. (Peninsula Qatar)
- **First phase of Shura Council polls begins** – The first phase of the electoral process for the Shura Council elections in its first session kicked off Sunday as voter registration applications were submitted in 30 electoral districts in various regions of the country. The first phase will continue until Thursday. The electoral districts defined by the Ministry of Interior opened its doors for the citizens from 4pm to 8pm to register their names in the voter registration lists. The Ministry also allowed the registration via text message and the Metrash2 app. The preliminary lists of voters are scheduled to be announce on August 8. In a statement on Saturday, the Ministry of Interior announced the start of the voter registration process for the Shura Council elections in all electoral districts as of today until Thursday. (Gulf-Times.com)
- **Phase 4 of lifting Covid restrictions in September likely** – The fourth phase of lifting Covid-19 restrictions could start by September if the situation continued to improve and remained under control, Hamad General Hospital's medical director Dr Yousef Al-Maslamani told Qatar TV yesterday. "It was decided to delay the fourth phase and continue with the ongoing third phase during August due to the recent increase in the numbers of new cases of infection," he pointed out. "The number of Covid-19 cases in the community had remained low and stable until eight days after the Eid holidays but they started to climb soon with more than 100 infections per day," Dr Al-Maslamani recalled. (Gulf-Times.com)

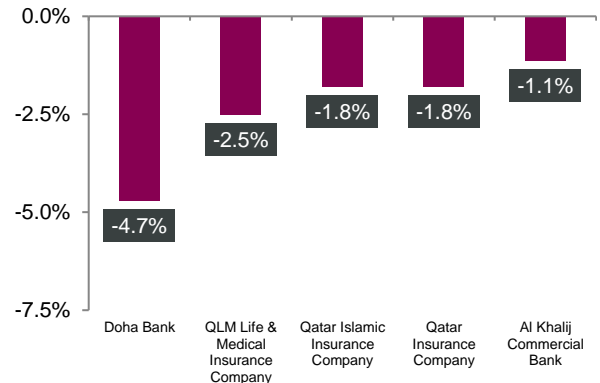
Qatar Stock Exchange

Top Gainers



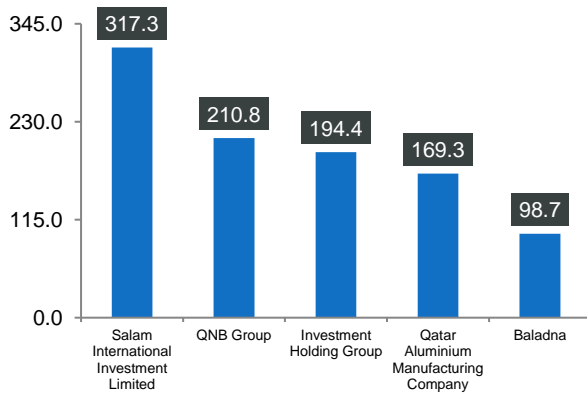
Source: Qatar Stock Exchange (QSE)

Top Decliners



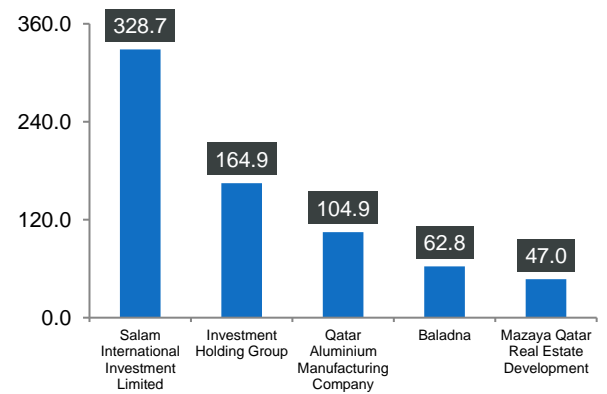
Source: Qatar Stock Exchange (QSE)

Most Active Shares by Value (QR Million)



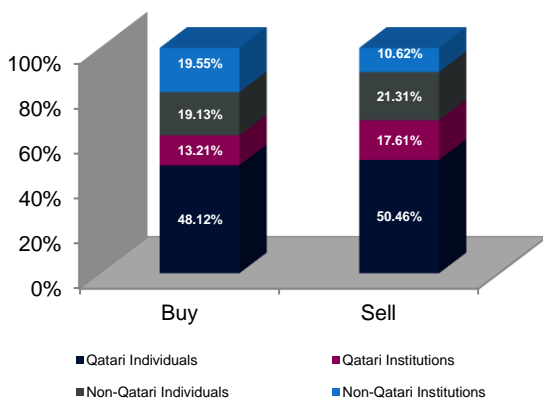
Source: Qatar Stock Exchange (QSE)

Most Active Shares by Volume (Million)



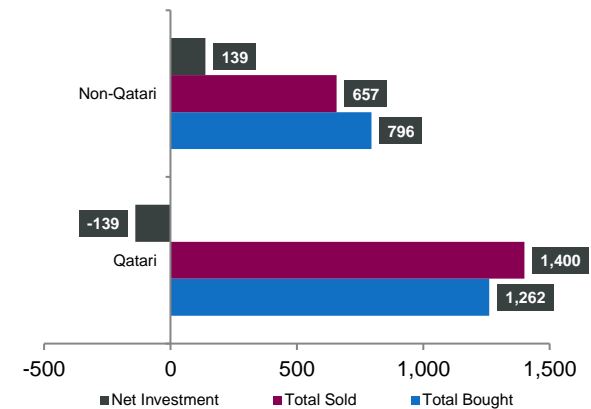
Source: Qatar Stock Exchange (QSE)

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 higher by 1.44% versus the week before, it printed last at the 10,908.11 level. Our technical outlook remains positive on the general direction of the Index; the bounce remains healthy and on higher volumes. 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 August 05	% Change WTD	% Change YTD	Market Cap. QR Million	TTM P/E	P/B	Div. Yield
Qatar National Bank	18.32	0.66	2.75	169,211	14.8	2.2	2.5
Qatar Islamic Bank	17.30	0.46	1.11	40,879	13.5	2.2	2.3
Commercial Bank of Qatar	5.63	2.38	27.98	22,790	15.2	1.2	1.8
Doha Bank	2.81	(4.71)	18.76	8,715	13.9	0.9	2.7
Al Ahli Bank	3.85	(0.26)	11.69	9,354	13.5	1.5	3.9
Qatar International Islamic Bank	9.50	3.13	4.95	14,380	16.7	2.3	3.4
Masraf Al Rayan	4.45	3.01	(1.77)	33,375	14.9	2.3	3.8
Al Khaliji Bank	2.16	(1.14)	17.52	7,776	12.5	1.2	2.6
Qatar First Bank	1.84	4.13	6.91	1,288	41.9	2.6	N/A
National Leasing	1.11	5.40	(10.54)	550	12.2	0.8	2.2
Diala Holding	1.56	4.70	(13.09)	443	52.5	2.1	N/A
Qatar & Oman Investment	0.99	10.23	11.72	312	29.6	1.0	N/A
Islamic Holding Group	5.26	4.95	2.78	298	42.4	2.1	1.0
Banking and Financial Services				309,372			
Zad Holding	15.60	0.91	15.09	4,067	20.4	2.6	4.1
Qatar German Co. for Medical Devices	3.02	11.20	34.96	349	415.4	11.1	N/A
Salam International Investment	0.99	13.13	52.23	1,133	N/A	0.7	N/A
Baladna	1.61	10.04	(10.00)	3,063	N/A	1.3	3.3
Medicare Group	8.66	0.52	(2.09)	2,436	27.7	2.5	20.8
Qatar Cinema & Film Distribution	3.80	2.70	(4.83)	239	63.9	1.7	2.6
Qatar Fuel	17.86	(0.72)	(4.39)	17,757	18.8	2.2	2.6
Qatar Meat and Livestock	4.15	2.42	(34.37)	747	44.4	2.1	2.4
Mannai Corp.	3.80	3.04	26.67	1,734	25.7	0.8	0.3
Al Meera Consumer Goods	20.17	0.45	(2.61)	4,034	21.0	2.9	4.5
Consumer Goods and Services				35,557			
Qatar Industrial Manufacturing	2.86	0.77	(10.81)	1,360	12.6	0.8	3.5
Qatar National Cement	5.01	(0.62)	20.60	3,271	18.6	N/A	4.0
Industries Qatar	13.37	0.15	23.00	80,889	25.1	2.4	2.5
Qatari Investors Group	2.53	8.80	39.92	3,150	27.7	1.1	2.4
Qatar Electricity and Water	17.10	3.64	(4.20)	18,810	14.6	1.8	3.7
Aamal	1.00	5.60	16.84	6,294	57.2	0.8	4.0
Gulf International Services	1.46	2.46	(15.16)	2,704	N/A	0.8	N/A
Mesaieed Petrochemical Holding	1.99	4.08	(2.78)	25,001	29.3	1.6	2.0
Investment Holding Group	1.26	20.19	110.68	1,047	47.6	1.2	N/A
Qatar Aluminum Manufacturing	1.66	13.22	71.77	9,269	44.8	1.6	2.1
Industrials				151,794			
Qatar Insurance	2.46	(1.80)	3.94	8,018	34.6	1.0	N/A
QLM Life & Medical Insurance	4.92	(2.52)	N/A	1,722	N/A	3.2	N/A
Doha Insurance	1.95	2.31	40.09	975	13.9	0.9	5.1
Qatar General Insurance & Reinsurance	2.07	(0.14)	(22.18)	1,811	10.8	0.4	N/A
Al Khaleej Takaful Insurance	4.64	(0.79)	144.36	1,184	29.6	2.4	1.1
Qatar Islamic Insurance	8.10	(1.81)	17.41	1,215	16.3	2.9	4.0
Insurance				14,926			
United Development	1.50	2.88	(9.43)	5,308	19.3	0.5	3.3
Barwa Real Estate	3.10	1.18	(8.97)	12,047	10.4	0.6	4.0
Ezdan Real Estate	1.64	7.12	(7.66)	43,501	111.8	1.3	N/A
Mazaya Qatar Real Estate Development	1.10	6.46	(12.59)	1,278	41.1	1.0	2.7
Real Estate				62,134			
Ooredoo	7.04	(0.71)	(6.38)	22,551	N/A	1.1	3.6
Vodafone Qatar	1.61	2.41	20.54	6,822	28.5	1.5	3.1
Telecoms				29,373			
Qatar Navigation (Milaha)	7.50	0.04	5.70	8,586	43.7	0.6	4.0
Gulf Warehousing	5.13	(0.56)	0.71	301	13.1	1.5	1.9
Qatar Gas Transport (Nakilat)	3.04	(0.07)	(4.47)	16,831	13.4	2.3	3.6
Transportation				25,718			
Qatar Exchange				631,583			

Source: Bloomberg

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