

Market Review and Outlook

The Qatar Stock Exchange (QSE) Index increased by 333.32 points or 2.87% during the week, to close at 11,959.13. Market capitalization moved up by 1.80% to QR679.6 billion (bn) as compared to QR667.6bn at the end of the previous week. Of the 47 traded companies, 30 ended the week higher, while 16 ended lower and 1 remained unchanged. Mesaieed Petrochemical Holding Co. (MPHC) was the best performing stock for the week, with a gain of 7.70%. On the other hand, Qatar General Insurance & Reinsurance Co. (QGRI) was the worst performing stock with a decline by 6.75%.

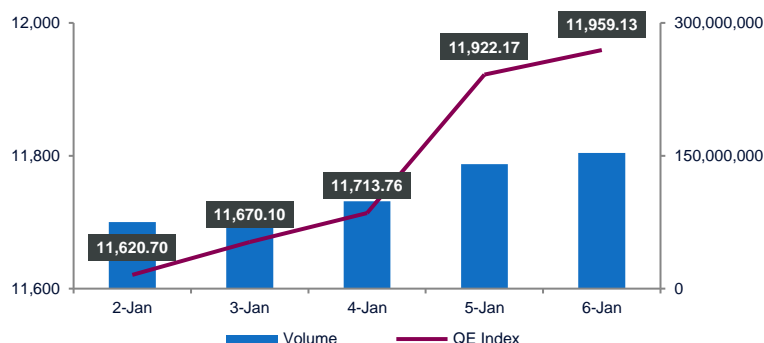
Masraf Al Rayan (MARK), Industries Qatar (IQCD) and Qatar Islamic Bank (QIBK) were the primary contributors to the weekly index gain. MARK and IQCD added 100.6 and 63.5 points to the index, respectively. Moreover, QIBK added another 56.7 points to the index.

Trading value during the week increased by 12.2% to QR1,597.4mn vs. QR1,424.1mn in the prior trading week. QNB Group (QNBK) was the top value traded stock during the week with total traded value of QR212.5mn.

Trading volume increased by 5.2% to 542.9mn shares vs. 515.9mn shares in the prior trading week. The number of transactions went up by 12.9% to 39,400 versus 34,886 in the prior week. Salam International (SIIS) was the top volume traded stock during the week with total traded volume of 81.6mn shares.

Foreign institutions remained bullish, ending the week with net buying of QR340mn vs. net buying of QR251mn in the prior week. Qatari institutions remained negative with net selling of QR10mn vs. net selling of QR130mn in the week before. Foreign retail investors ended the week with net selling of QR45mn vs. net buying of QR27mn in the prior week. Qatari retail investors remained bearish with net selling of QR285mn vs. net selling of QR147mn the week before. So far YTD (as of Wednesday closing), foreigners were net buyers of \$61.6mn.

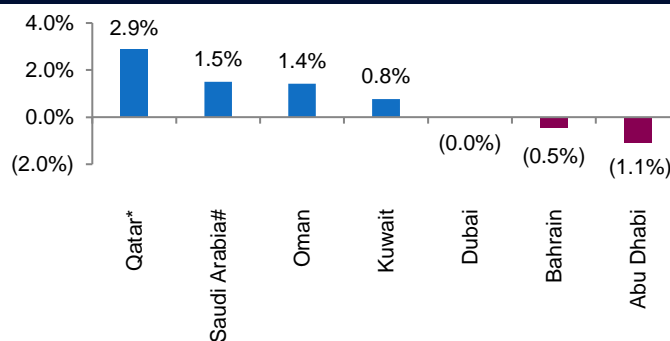
QSE Index and Volume



Market Indicators	Week ended Jan 06, 2022	Week ended Dec 30, 2021	Chg. %
Value Traded (QR mn)	1,597.4	1,424.1	12.2
Exch. Market Cap. (QR mn)	679,587.1	667,574.1	1.8
Volume (mn)	542.9	515.9	5.2
Number of Transactions	39,400	34,886	12.9
Companies Traded	47	47	0.0
Market Breadth	30:16	26:19	-

Market Indices	Close	WTD%	MTD%	YTD%
Total Return	23,673.81	2.9	2.9	2.9
ALL Share Index	3,765.12	1.8	1.8	1.8
Banks and Financial Services	5,053.41	1.8	1.8	1.8
Industrials	4,172.03	3.7	3.7	3.7
Transportation	3,603.35	1.3	1.3	1.3
Real Estate	1,795.93	3.2	3.2	3.2
Insurance	2,614.11	(4.1)	(4.1)	(4.1)
Telecoms	1,071.29	1.3	1.3	1.3
Consumer Goods & Services	8,160.50	(0.7)	(0.7)	(0.7)
Al Rayan Islamic Index	4,874.81	3.4	3.4	3.4

Weekly Index Performance



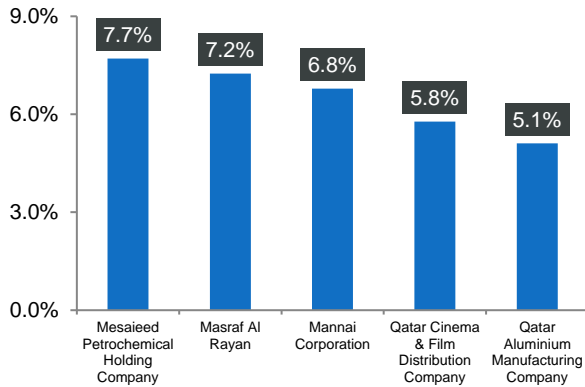
Regional Indices	Close	WTD%	MTD%	YTD%	Weekly Exchange Traded Value (\$ mn)	Exchange Mkt. Cap. (\$ mn)	TTM P/E**	P/B**	Dividend Yield
Qatar*	11,959.13	2.9	2.9	2.9	435.65	184,711.8	16.7	1.8	2.5
Dubai	3,195.69	(0.0)	(0.0)	(0.0)	346.21	112,467.8#	20.0	1.1	2.4
Abu Dhabi	8,394.83	(1.1)	(1.1)	(1.1)	1,484.37	405,321.6	22.8	2.5	2.7
Saudi Arabia#	11,453.08	1.5	1.5	1.5	7,179.58	2,675,710.4	25.2	2.4	2.3
Kuwait	7,097.26	0.8	0.8	0.8	617.34	137,134.5	20.8	1.6	2.2
Oman	4,188.23	1.4	1.4	1.4	32.23	19,169.3	11.8	0.8	3.8
Bahrain	1,788.93	(0.5)	(0.5)	(0.5)	16.40	28,835.3	10.0	0.9	3.5

Source: Bloomberg, country exchanges and Zawya (** Trailing Twelve Months; * Value traded (\$ mn) do not include special trades, if any; #Data as of January 05, 2022)

- **Qatar's LNG exports rise 1% to 84mn tons in 2021** – Qatar's total exports of liquefied natural gas rose in 2021 by 1.1% to about 83.9mn tons, according to data compiled and monitored by CNBC Arabia. Last year, Qatar topped the list of major suppliers for the fifth year in a row, equivalent to 22% of the world's trade of liquefied natural gas. In 2021, Qatar's exports of liquefied natural gas reached 25 destinations around the world, of which about 54.2mn tons were for the Asian market, with a rate of 67.6%. And the European market is about 16.4mn tons, or 20.5%. Last year, South Korea topped the destinations for Qatari gas with a total of 10.8mn tons, then India with 10.1mn tons, and Qatar's exports of liquefied gas to China are expected to jump from 8.5mn tons last year to 13.5mn tons as of 2022, pursuant to three agreements signed by Qatar. Energy with Chinese companies in 2021. (Bloomberg)
- **QatarEnergy awards contract for North Field Expansion Project offshore facilities** – QatarEnergy announced Monday the awarding of a major Engineering, Procurement, Construction, and Installation (EPCI) Contract for the offshore scope of its North Field Expansion Project to McDermott Middle East Inc. The scope for the awarded contract includes 13 normally unmanned wellhead platforms topsides (eight for NFE and five for NFS), in addition to various connecting pipelines and the shore approaches for the NFE pipelines, beach valve stations and buildings. In a statement, QatarEnergy said that the jackets and the pipelines for the NFS Project will be subject to a separate tender which is expected to be awarded in the first half of 2022. The expansion project will increase the State of Qatar's liquefied natural gas (LNG) production capacity from 77mn tons per annum (MTPA) to 126 MTPA, through the North Field East (NFE) and North Field South (NFS) expansion projects, with first LNG expected in 2025. (Gulf-Times.com)
- **QEWS announces it has signed agreement** – Qatar Electricity and Water Company (QEWS) disclosed that Raslaffan Operating Company W.L.L., a wholly-owned subsidiary of QEWS, has signed a share sale and purchase agreement (the "SPA") with Qatar Holding LLC ("QH"), to purchase 40% of the share capital of Nebras Power Q.P.S.C. ("Nebras") from QH (the "Transaction"). QEWS owns the remaining 60% of the share capital of Nebras. The agreed purchase price for the Transaction is US\$ 530mn (US dollars five hundred and thirty million). Completion of the Transaction under the SPA is subject to a number of conditions precedent, including notably regulatory approvals and notifications in certain foreign jurisdictions where Nebras is present, and the approval of the General Assembly of QEWS, which is intended to be held during the month of March 2022. (QSE)
- **Group Securities, QNBFS top trade turnover of QSE brokerages in 2021** – The Group Securities and QNB Financial Services together accounted for almost three-fourth of the trade turnover of the brokerages during 2021 despite shrinkage in volumes through them, according to the Qatar Stock Exchange (QSE) data. The Group Securities' share stood at 42.56% during 2021 compared to 39.71% the previous year. Its trading turnover rose 15.35% year-on-year to QR106.12bn during 2021. The transactions through it expanded 7.23% to 2.43mn, even as volumes were down 9.26% to 61.82mn at the end of December 31, 2021. QNB subsidiary QNBFS' trade turnover amounted to QR78.77bn, which constituted 31.59% of the total traded value during 2021 against 28.14% the previous year. The turnover expanded 20.83% year-on-year amidst a 6.12% fall in volumes to 11.04mn even as transactions through it shot up 44.32% to 1.24mn during January-December 2021. (Gulf-Times.com)
- **Remarkable performance of Qatar's economy in 2021** – Despite the repercussion of the COVID-19 pandemic, which continued to threaten the world's economies during 2021, the Qatari economy recorded a remarkable positive performance at various levels due to rational policies, a flexible economic approach to crisis management, and forward-looking plans, which enhanced Qatar's ability to quickly recover and adapt to changes, ensure business continuity and complete vital projects in the infrastructure sector and other sectors. It was not surprising that Qatar ranked first in the Gulf region in COVID Economic Recovery Index, scoring four points, according to the global economic magazine 'MEED' published last August. The index confirmed that Doha is the holder of the highest score in the economic recovery index, as its revenues depend mainly on natural gas, not oil, making its financial position more robust. This economic and financial performance was reflected in the reports of credit rating institutions, as the country maintained its high rank in credit ratings and a stable future outlook for its economy, based on its financial position, which provided it with protection from potential risks, as well as the continuous development of the energy sector. In its latest reports, the World Bank also expected that the Qatari economy would grow by 3% in 2021 and accelerate its pace by 4.1% in 2022 and 4.5% in 2023 after absorbing the shocks caused by the pandemic and returning again to the growth trend. The quarterly figures indicate that the country's GDP achieved remarkable growth in the second quarter of 2021 at a rate of 5.4%, QR156.3bn, compared to QR148.3bn in the first quarter. The contribution of the oil and gas sector accounted for 36.8%, a growth of 11%, while the total non-oil sectors accounted for 63.2%, with a growth rate of 2.4%. The industrial sector, which is one of the main forces of development, witnessed remarkable growth after its contribution to the GDP increased from 7.3% in 2020 to 8.7% in the first half of 2021, to occupy the fourth place as the highest contributing activity to the country's economy during the current year. This reflects the efficacy of the measures taken by the State that supported the growth of various vital economic sectors in light of the steady steps towards achieving economic diversification in accordance with the determinants of the National Development Strategy and Qatar National Strategy for Manufacturing Industry 2018-2022. In 2021, Qatar has strengthened its leadership position in the international energy markets and established itself as one of the most important suppliers of clean energy in the world. In this context, Qatar Petroleum announced the change of its name to Qatar Energy to reflect the major transformations in the energy industry locally and in line with global trends. The company has signed agreements to build more than 100 new gas tankers until 2027, in parallel with a contract for the first phase of its North Field expansion project, which will raise the country's production of liquefied natural gas to 110mn tons annually by 2025 and in light of the efforts to raise its production of liquefied gas to reach 126mn tons annually by 2027. (Peninsula Qatar)
- **Cabinet imposes some COVID curbs** – The Cabinet has announced precautionary measures to combat the COVID-19 pandemic in the interest of the health and safety of all members of society. The measures will come into effect from Saturday, January 8. (Qatar Tribune)

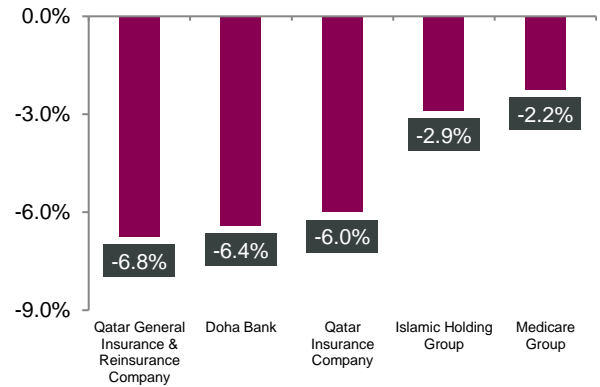
Qatar Stock Exchange

Top Gainers



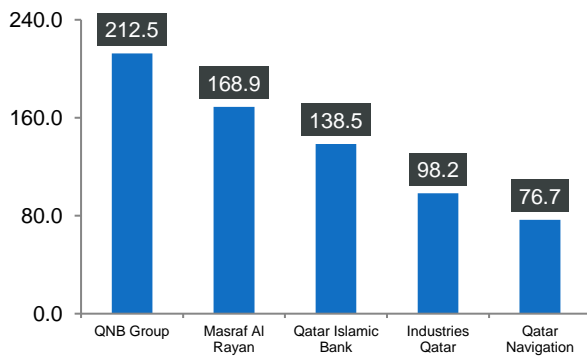
Source: Qatar Stock Exchange (QSE)

Top Decliners



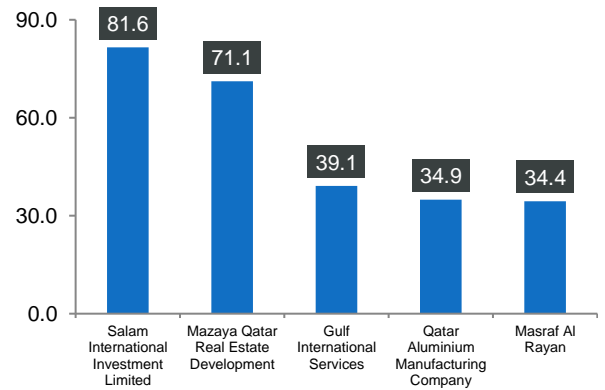
Source: Qatar Stock Exchange (QSE)

Most Active Shares by Value (QR Million)



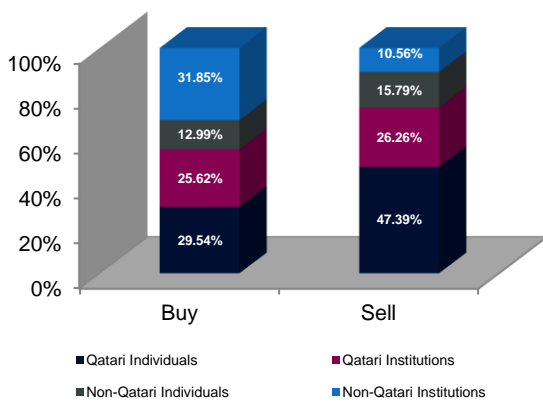
Source: Qatar Stock Exchange (QSE)

Most Active Shares by Volume (Million)



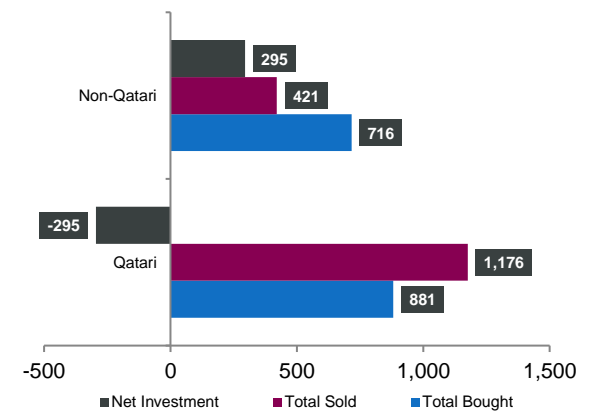
Source: Qatar Stock Exchange (QSE)

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

In the first week of 2022, the index closed on a bullish tone (+2.9% from the previous week). The momentum seems to be healthy as we would like to see increasing traded volumes on the uptick. Major averages remain to be stacked in a bullish manner, and the Index managed to bounce off its uptrend line. Our overall trajectory is upwards, and we hope for a breakout above the 12,000-resistance level. Such breakout puts the index in a six-year-high levels, which is expected to increase the confidence in the overall market while less resistance to be expected against the breakout. We update our weekly support level to the 11,500 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 January 06	% Change WTD	% Change YTD	Market Cap. QR Million	TTM P/E	P/B	Div. Yield
Qatar National Bank	20.16	(0.15)	(0.15)	186,206	15.8	2.3	2.2
Qatar Islamic Bank	18.99	3.60	3.60	44,872	14.1	2.3	2.1
Commercial Bank of Qatar	6.83	1.20	1.20	27,643	13.4	1.4	1.5
Doha Bank	3.00	(6.41)	(6.41)	9,286	14.8	0.9	2.5
Al Ahli Bank	3.99	4.18	4.18	9,694	13.8	1.5	3.8
Qatar International Islamic Bank	9.62	4.45	4.45	14,562	16.3	2.3	3.4
Masraf Al Rayan	4.98	7.24	7.24	46,277	16.7	2.5	3.4
Qatar First Bank	1.79	0.00	0.00	1,253	10.6	2.3	N/A
National Leasing	0.96	2.13	2.13	475	19.0	0.7	2.6
Dlala Holding	1.24	0.08	0.08	351	22.7	1.6	N/A
Qatar & Oman Investment	0.82	0.49	0.49	258	45.6	0.9	N/A
Islamic Holding Group	3.83	(2.89)	(2.89)	217	38.4	1.5	1.3
Banking and Financial Services				341,094			
Zad Holding	16.60	(0.60)	(0.60)	4,328	22.4	2.9	3.8
Qatar German Co. for Medical Devices	3.20	0.69	0.69	370	121.3	11.2	N/A
Salam International Investment	0.83	0.73	0.73	943	N/A	0.6	N/A
Baladna	1.50	3.81	3.81	2,852	N/A	1.3	3.5
Medicare Group	8.31	(2.24)	(2.24)	2,338	25.9	2.3	21.7
Qatar Cinema & Film Distribution	3.76	5.77	5.77	236	76.8	1.7	2.7
Qatar Fuel	18.01	(1.48)	(1.48)	17,907	17.7	2.0	2.6
Qatar Meat and Livestock	3.58	(0.42)	(0.42)	644	N/A	2.0	2.8
Mannai Corp.	5.07	6.78	6.78	2,313	5.8	1.1	0.2
Al Meera Consumer Goods	19.40	(1.02)	(1.02)	3,880	21.5	2.6	4.6
Consumer Goods and Services				35,810			
Qatar Industrial Manufacturing	3.06	(0.23)	(0.23)	1,456	11.9	0.9	3.3
Qatar National Cement	5.34	4.67	4.67	3,489	14.8	1.1	3.7
Industries Qatar	16.06	3.68	3.68	97,163	14.6	2.6	2.1
Qatari Investors Group	2.22	0.18	0.18	2,765	20.1	1.0	2.7
Qatar Electricity and Water	16.98	2.29	2.29	18,678	14.2	1.7	3.7
Aamal	1.09	0.65	0.65	6,873	28.6	0.9	3.7
Gulf International Services	1.72	0.17	0.17	3,195	N/A	1.0	N/A
Mesaieed Petrochemical Holding	2.25	7.70	7.70	28,280	17.3	1.7	1.8
Investment Holding Group	1.22	(0.49)	(0.49)	1,015	51.1	1.2	N/A
Qatar Aluminum Manufacturing	1.89	5.11	5.11	10,563	17.5	1.7	1.8
Industrials				173,476			
Qatar Insurance	2.59	(6.00)	(6.00)	8,443	15.9	1.0	N/A
QLM Life & Medical Insurance	5.30	4.95	4.95	1,855	N/A	3.1	N/A
Doha Insurance	1.89	(1.41)	(1.41)	947	13.5	0.8	5.3
Qatar General Insurance & Reinsurance	1.87	(6.75)	(6.75)	1,632	12.6	0.3	N/A
Al Khaleej Takaful Insurance	3.59	(0.39)	(0.39)	915	18.8	1.8	1.4
Qatar Islamic Insurance	8.09	1.11	1.11	1,213	15.7	3.0	4.0
Insurance				15,005			
United Development	1.59	3.51	3.51	5,644	18.3	0.5	3.1
Barwa Real Estate	3.21	4.84	4.84	12,483	10.2	0.6	3.9
Ezdan Real Estate	1.32	(1.57)	(1.57)	35,013	91.0	1.1	N/A
Mazaya Qatar Real Estate Development	0.92	0.43	0.43	1,070	34.8	0.8	3.2
Real Estate				54,210			
Ooredoo	7.14	1.70	1.70	22,868	N/A	1.1	3.5
Vodafone Qatar	1.67	0.36	0.36	7,072	27.2	1.6	3.0
Telecoms				29,939			
Qatar Navigation (Milaha)	7.75	1.49	1.49	8,878	26.9	0.6	3.9
Gulf Warehousing	4.52	(0.40)	(0.40)	265	11.6	1.3	2.2
Qatar Gas Transport (Nakilat)	3.34	1.33	1.33	18,527	14.5	2.3	3.3
Transportation				27,670			
Qatar Exchange				679,587			

Source: Bloomberg

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