

Market Review and Outlook

The Qatar Stock Exchange (QSE) Index moved slightly down by 9.65 points, or 0.09% during the week, to close at 10,754.48. Market capitalization went up by 0.3% to reach QR626.30 billion (bn) as compared to QR624.19bn at the end of the previous week. Of the 47 traded companies, 21 ended the week higher, 24 declined, while 2 remained unchanged. Gulf International Services (GISS) was the best performing stock for the week, with a gain of 7.4%. On the other hand, Qatar General Insurance and Reinsurance (QGRI) was the worst performing stock with a decline of 5.8%.

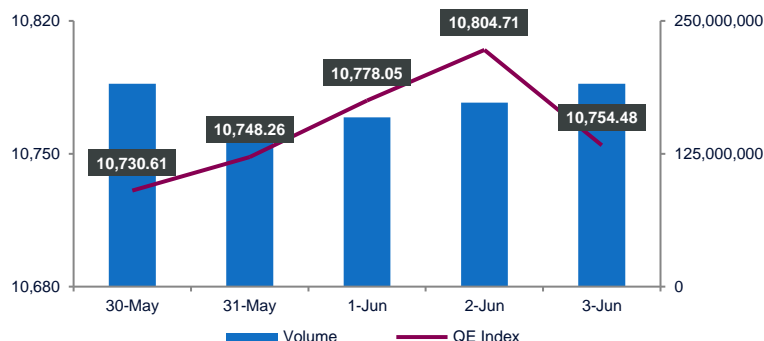
Qatar Fuel Company (QFLS), Commercial Bank of Qatar (CBQK) and Barwa Real Estate Company (BRES) were the primary contributors to the weekly index drop. QFLS and CBQK were the main contributors to the index's weekly decline, both removing 14.0 points from the index. BRES removed an additional 8.0 points from the index.

Trading value during the week declined by 31.0% to QR2,111.7mn vs. QR3,062.6mn in the prior trading week. QNB Group (QNBK) was the top value traded stock during the week with total traded value of QR223.0mn.

Trading volume went down by 24.4% to 870.4mn shares vs. 1,151.7mn shares in the prior trading week. The number of transactions declined by 13.0% to 48,214 transactions versus 55,450 transactions in the prior week. Salam International Investment Limited (SIIS) was the top volume traded stock during the week with total traded volume of 107.2mn shares.

Foreign institutions ended the week with net buying of QR135mn vs. net selling of QR31mn in the prior week. Qatari institutions remained negative with net selling of QR147mn vs. net selling of QR49mn in the week before. Foreign retail investors ended the week with net buying of QR19mn vs. net buying of QR13mn in the prior week. Qatari retail investors turned bearish with net selling of QR8mn vs. net buying of QR67mn the week before. So far YTD (as of Wednesday closing), foreigners were net buyers of \$611.4mn.

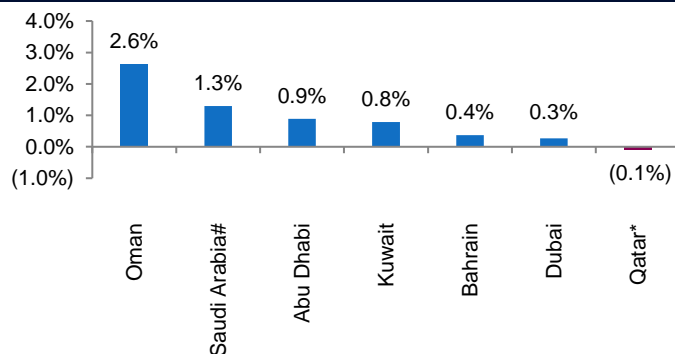
QSE Index and Volume



Market Indicators	Week ended June 03, 2021	Week ended May 27, 2021	Chg. %
Value Traded (QR mn)	2,111.7	3,062.6	(31.0)
Exch. Market Cap. (QR mn)	626,303.4	624,191.3	0.3
Volume (mn)	870.4	1,151.7	(24.4)
Number of Transactions	48,214	55,450	(13.0)
Companies Traded	47	48	(2.1)
Market Breadth	21:24	26:21	-

Market Indices	Close	WTD%	MTD%	YTD%
Total Return	21,289.15	(0.1)	0.1	6.1
ALL Share Index	3,419.76	0.2	0.2	6.9
Banks and Financial Services	4,504.20	0.5	0.2	6.0
Industrials	3,563.80	0.1	0.6	15.0
Transportation	3,389.57	0.2	(0.5)	2.8
Real Estate	1,891.81	(0.6)	(0.2)	(1.9)
Insurance	2,638.45	(0.7)	(1.4)	10.1
Telecoms	1,073.81	1.1	1.3	6.2
Consumer Goods & Services	8,209.66	(1.2)	(0.1)	0.8
Al Rayan Islamic Index	4,621.59	(0.4)	0.0	8.2

Weekly Index Performance



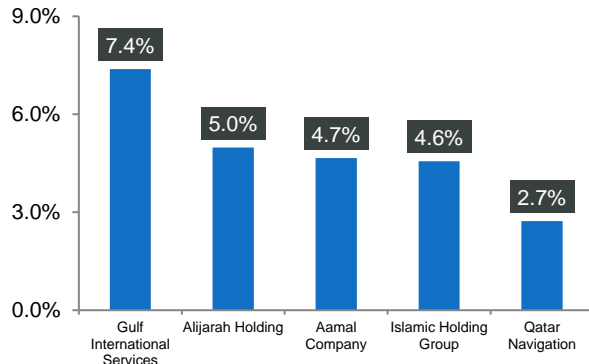
Regional Indices	Close	WTD%	MTD%	YTD%	Weekly Exchange Traded Value (\$ mn)	Exchange Mkt. Cap. (\$ mn)	TTM P/E**	P/B**	Dividend Yield
Qatar*	10,754.48	(0.1)	0.1	3.1	573.99	169,978.7	18.2	1.6	2.7
Dubai	2,824.04	0.3	0.9	13.3	249.65	105,565.5	21.2	1.0	2.9
Abu Dhabi	6,606.13	0.9	0.7	30.9	2,016.67	255,066.9	22.3	1.9	3.7
Saudi Arabia#	10,656.81	1.3	1.0	22.6	16,526.89	2,587,974.8	34.9	2.4	2.0
Kuwait	6,256.75	0.8	0.7	12.8	843.25	118,817.7	39.8	1.6	2.2
Oman	3,932.60	2.6	2.1	7.5	54.30	17,591.3	12.0	0.7	4.6
Bahrain	1,538.37	0.4	0.7	3.3	13.58	23,393.0	26.4	1.0	2.2

Source: Bloomberg, country exchanges and Zawya (** Trailing Twelve Months; * Value traded (\$ mn) do not include special trades, if any; #Data as of June 02, 2021)

- QATI announces the board of directors meeting results –** Qatar Insurance Company (QATI) announced the results of its Board of Directors' meeting held on May 30, 2021 and approved the formation of board of directors for the remainder of its current tenure. The elected Board of Directors of the company for the period (2020-2022) in the meeting that was held on Sunday May 30, 2021, based on the invite of his Excellency the Governor of Qatar Central Bank, has approved the formation of the board as follows: 1. Mr. Khalifa Abdulla Al Subaey - Chairman and Managing director. 2) Sheikh Faisal bin Thani bin Faisal Al Thani (representing Brooq Trading Company) - Deputy Chairman. 3) Sheikh Hamad bin Faisal bin Thani Al Thani - Independent member. 4) Mr. Khalaf Ahmad Al-Mannai (representing the General Retirement and Social Insurance Authority - The Civil Pension Fund) - Member. 5) Sheikh Jassim bin Hamad bin Jassim Jaber Al Thani (representing Al Mirqab Capital Company) – Member. 6) Sheikh Saoud bin Khalid bin Hamad Al Thani – Member. 7) Sheikh Abdulrahman bin Saoud bin Fahad Al Thani - Independent Member. 8) Mr. Ali Yusef Hussein Kamal (representing Al-Kamal International Group) – Member. 9) Mr. Muhammad Jassim Muhammad Jaidah (representing Al-Jaidah Cars and Trading Company) - Member. 10) Mr. Ali Hussain Ibrahim Al-Fardan (representing Al-Fardan Investment Company) – Member. 11) Mr. Hassan bin Hassan Al-Mulla Al-Jufairi - Independent member. (QSE)
- Moody's reaffirms QIBK's A1 rating with Stable outlook –** Moody's Investors Service (Moody's) has reconfirmed the long-term deposit rating of Qatar Islamic Bank (QIBK) at A1, with a Stable outlook. Moody's said in its Credit Opinion Report that QIBK's assigned rating reflects the bank's strong asset quality, strong and stable profitability, adequate capital and liquidity buffers, supported by its established and growing Islamic banking franchise and exceptional cost efficiency, adding that QIBK's stable outlook also takes into account the stable outlook on the Qatari government's bond rating of Aa3. (Peninsula Qatar)
- Qatar Petroleum hires banks to run 'jumbo' bond sale in June –** According to sources, Qatar Petroleum (QP) has hired international banks for a multi-billion dollar debut public bond sale by the end of June as lower oil and gas prices prompt Gulf energy firms to raise cash. QP, a top liquefied natural gas (LNG) supplier, appointed BofA Securities, Citi, Goldman Sachs, HSBC, JPMorgan and MUFG to lead the deal of up to \$10bn, the sources told Reuters. More banks are expected to be involved at a later stage, the sources said, with one adding that the QP bond issue was expected to be a "meaningful" so-called jumbo deal. Gulf energy groups have been exploring a variety of ways to raise cash after they were pummeled last year by the COVID-19 pandemic and oil prices collapsing. (Reuters)
- Kamco: Qatar expected to award \$31bn worth of projects this year –** Qatar, which powered the projects market in the Gulf region through its mammoth \$13bn gas expansion contracts in the first quarter (1Q), is expected to award as much as \$31bn worth of projects this year, according to Kamco. Finding that the GCC or Gulf Cooperation Council region saw the normal seasonal spike during 1Q2021 with project awards more than doubling to \$26.3bn against that in fourth quarter of 2020; it said "the growth came mainly on the back of a QoQ increase in project awards in Qatar and Kuwait, while the rest of the GCC countries reported declines." After witnessing declines over the last several quarters, the GCC project market showed "healthy" recovery during 1Q2021 on a quarterly basis. Of the \$26.3bn projects awarded in the GCC during 1Q2021; the gas sector saw as much as \$17.83bn or 68% of the total, followed by construction (\$3.18bn or 12%), power (\$1.61bn or 6%), transport (\$1.57bn or 6%), water (\$1.28bn or 5%), oil (\$0.61bn or 2%) and industrials (\$0.22bn or 1%). When compared to 1Q2020, only Qatar reported a growth in project awards that however showed a smaller decline at the aggregate GCC level at 3.5%, the report said. "The higher number for Qatar mainly reflects the \$13bn award for the Qatargas – LNG (liquefied natural gas) processing trains project," it said. (Gulf-Times.com)
- Qatar's LNG expansion to boost GDP growth –** Qatar's mega Liquefied Natural Gas (LNG) expansion plan is expected to boost country's Gross Domestic Product (GDP), according to a report released by BofA Global Research. The country's economy is also expected to witness a surplus of QR12.5bn driven by higher oil prices. "Qatar's conservative 2021 budget and robust policy response to the Covid crisis support a cyclical recovery. Qatar could become the swing Liquefied Natural Gas (LNG) producer going forward, with market share focus and more flexible pricing," said BofA Global Research in a report. "We expect its LNG expansion plans to boost real GDP growth and fiscal surpluses to high-single digits and mid-single digits on average over 2021-27," noted the report. Qatar is in full steam ahead with its expansion plans in the energy sector. The country has embarked on an ambitious LNG capacity expansion plan. The two-phase North Field Expansion project will see Qatar LNG capacity to increase from 77 million tonnes per annum (mtpa) to 126mtpa by 2027, showing an increase of around 64 percent. The first phase of expansion will include expansion of LNG capacity from 77 mtpa to 110 mtpa by 2025 while the second phase will take LNG capacity to 126 mtpa by 2027. (Peninsula Qatar)
- Over 200 meetings of Qatari and Russian businessmen planned during SPIEF 2021 –** In the pavilion of the XXIV St. Petersburg International Economic Forum (SPIEF 2021), which will be held on June 2-5, in St. Petersburg, the official delegation of Qatar will organize a unique business platform - Doha Hall. All events are combined on the working days of the forum into thematic tracks: "Innovation and Sport", "Russia-Qatar Business Dialogue", "Youth Forum". Also, as part of the business program, the "Russia-Qatar Cultural Dialogue" will be held under the auspices of the Creative Business Forum, the QatarDebate Show. "Realizing the importance of the St. Petersburg International Economic Forum, Qatar has prepared a large-scale business program, which will be presented at the national pavilion of Qatar. Doha Hall, on the territory of the pavilion, will become a space where the heads of ministries and departments, heads of key companies of the country, representatives of public organizations will discuss the strengthening of economic and political relations between states, business and cultural ties, cooperation in the field of ecology and nature protection, sports and innovation, health care and information technology. During the Forum, in order to develop and strengthen our economic relations, over 200 B2B meetings of Qatari and Russian businessmen are planned. The result of such activity and interaction of the two parties will be the signing of more than 60 agreements", - said HE Sheikh Ahmed bin Nasser Al Thani, Extraordinary and Plenipotentiary Ambassador of the State of Qatar to the Russian Federation. (Peninsula Qatar)

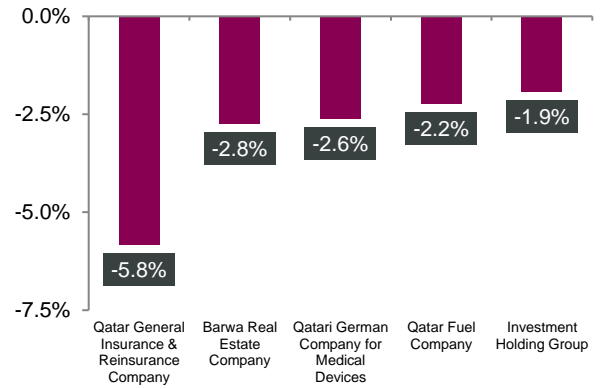
Qatar Stock Exchange

Top Gainers



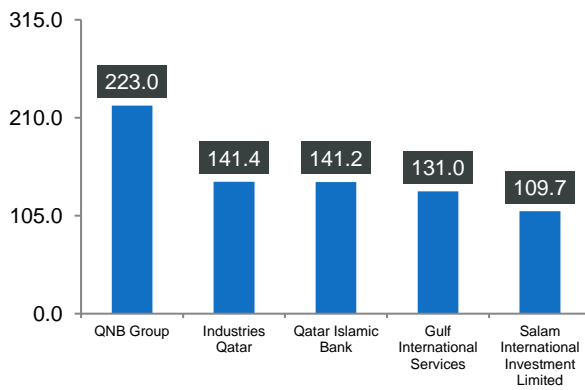
Source: Qatar Stock Exchange (QSE)

Top Decliners



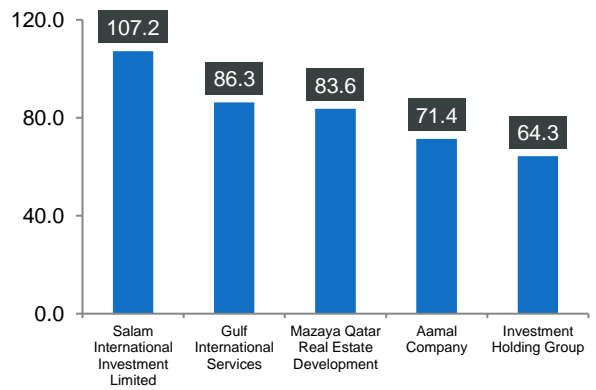
Source: Qatar Stock Exchange (QSE)

Most Active Shares by Value (QR Million)



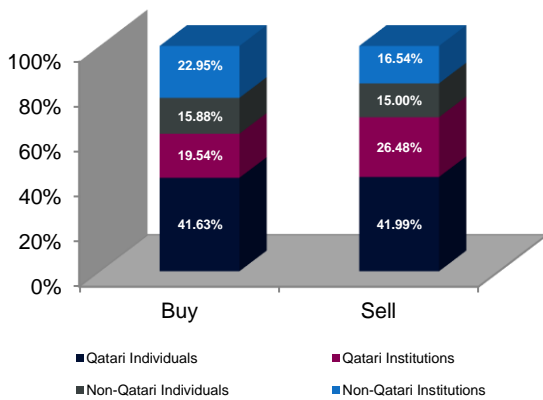
Source: Qatar Stock Exchange (QSE)

Most Active Shares by Volume (Million)



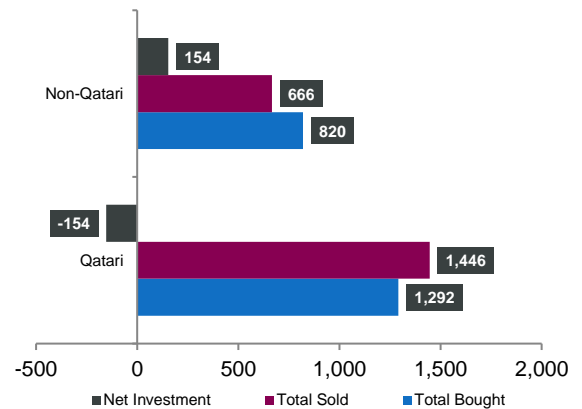
Source: Qatar Stock Exchange (QSE)

Investor Trading Percentage to Total Value Traded



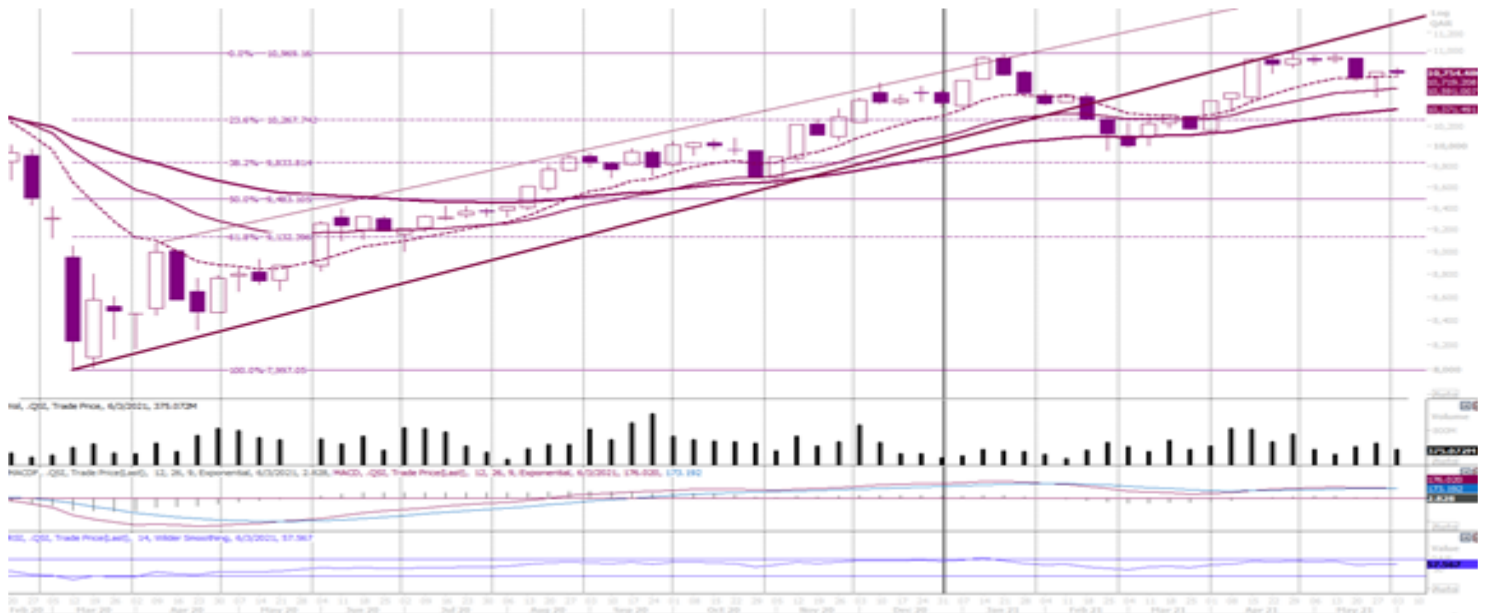
Source: Qatar Stock Exchange (QSE)

Net Traded Value by Nationality (QR Million)



Source: Qatar Stock Exchange (QSE)

TECHNICAL ANALYSIS OF THE QSE INDEX



Source: Bloomberg

The QE Index closed flat versus the week before and lost only 0.09%; it closed at the 10,754.48 level. We have a positive outlook on the Index as we see a bullish reversal signal upwards. The Index managed to close above its major moving averages with a positive candlestick on the week before. 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 June 03	% Change WTD	% Change YTD	Market Cap. QR Million	TTM P/E	P/B	Div. Yield
Qatar National Bank	17.86	1.53	0.17	164,963	15.3	2.3	2.5
Qatar Islamic Bank	17.30	0.00	1.11	40,879	14.0	2.3	2.3
Commercial Bank of Qatar	5.26	(1.85)	19.55	21,289	16.4	1.2	1.9
Doha Bank	2.80	(0.60)	18.29	8,681	15.3	0.9	2.7
Al Ahli Bank	3.75	0.00	8.79	9,111	13.3	1.5	4.0
Qatar International Islamic Bank	9.62	1.21	6.22	14,554	17.2	2.3	3.4
Masraf Al Rayan	4.44	(0.45)	(1.99)	33,300	15.1	2.4	3.8
Al Khaliji Bank	2.19	0.05	19.15	7,884	12.6	1.2	2.6
Qatar First Bank	1.89	0.69	9.99	1,325	43.1	2.7	N/A
National Leasing	1.24	4.98	0.08	616	13.5	0.9	2.0
Dlala Holding	1.70	(1.51)	(5.35)	483	57.1	2.3	N/A
Qatar & Oman Investment	1.05	(1.69)	18.15	330	48.7	1.1	N/A
Islamic Holding Group	5.27	4.56	3.01	298	42.5	2.1	0.9
Banking and Financial Services				303,713			
Zad Holding	15.78	1.61	16.42	4,114	20.4	2.7	4.0
Qatar German Co. for Medical Devices	2.72	(2.62)	21.46	314	373.8	10.0	N/A
Salam International Investment	1.02	0.10	56.07	1,161	N/A	0.8	N/A
Baladna	1.57	0.19	(12.40)	2,981	N/A	1.4	3.4
Medicare Group	9.16	(0.17)	3.56	2,577	29.8	2.5	19.7
Qatar Cinema & Film Distribution	4.30	1.85	7.64	270	59.3	2.0	2.3
Qatar Fuel	17.89	(2.24)	(4.23)	17,787	22.8	2.2	2.6
Qatar Meat and Livestock	4.56	(0.87)	(27.87)	821	32.3	2.2	2.2
Mannai Corp.	3.62	(1.36)	20.67	1,651	24.5	0.7	0.3
Al Meera Consumer Goods	18.75	(0.64)	(9.46)	3,750	19.6	2.4	4.8
Consumer Goods and Services				35,426			
Qatar Industrial Manufacturing	2.94	1.45	(8.32)	1,398	15.7	0.9	3.4
Qatar National Cement	5.10	1.84	22.77	3,330	20.1	1.1	3.9
Industries Qatar	12.90	0.00	18.68	78,045	24.2	2.3	2.6
Qatari Investors Group	2.53	(1.14)	39.48	3,140	33.0	1.1	2.4
Qatar Electricity and Water	16.49	(0.90)	(7.62)	18,139	15.0	1.8	3.8
Aamal	1.03	4.66	20.94	6,514	59.2	0.8	3.9
Gulf International Services	1.57	7.38	(8.40)	2,920	N/A	0.9	N/A
Mesaieed Petrochemical Holding	1.88	(0.89)	(8.01)	23,656	27.8	1.5	2.1
Invesment Holding Group	1.12	(1.92)	87.15	930	42.3	1.1	N/A
Qatar Aluminum Manufacturing	1.64	(1.51)	69.08	9,123	44.1	1.6	2.1
Industrials				147,196			
Qatar Insurance	2.48	(0.24)	5.17	8,113	35.0	1.0	#N/A N/A
QLM Life & Medical Insurance	5.10	(0.78)	#N/A N/A	1,785	N/A	N/A	N/A
Doha Insurance	1.98	(0.25)	42.53	992	14.1	0.9	5.1
Qatar General Insurance & Reinsurance	2.16	(5.84)	(18.76)	1,891	11.3	0.4	N/A
Al Khaleej Takaful Insurance	4.60	1.43	142.36	1,174	34.5	2.1	1.1
Qatar Islamic Insurance	7.94	1.55	15.13	1,192	15.9	3.0	4.1
Insurance				15,147			
United Development	1.58	1.15	(4.41)	5,602	25.1	0.5	3.2
Barw a Real Estate	3.18	(2.75)	(6.50)	12,374	10.2	0.6	3.9
Ezdan Real Estate	1.78	1.02	0.23	47,214	121.3	1.5	N/A
Mazaya Qatar Real Estate Development	1.16	(0.26)	(8.16)	1,343	43.1	1.1	2.6
Real Estate				66,533			
Ooredoo	7.04	2.01	(6.40)	22,547	24.8	1.0	3.6
Vodafone Qatar	1.74	(0.91)	29.95	7,355	35.9	1.7	2.9
Telecoms				29,902			
Qatar Navigation (Milaha)	7.31	2.73	2.99	8,366	116.4	0.6	4.1
Gulf Warehousing	5.14	0.45	0.80	301	12.8	1.6	1.9
Qatar Gas Transport (Nakilat)	3.07	(1.60)	(3.46)	17,009	14.7	2.4	3.6
Transportation				25,676			
Qatar Exchange				626,303			

Source: Bloomberg

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