

### Market Review and Outlook

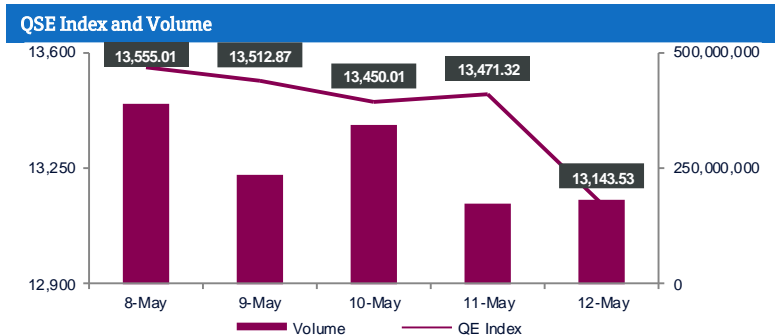
The Qatar Stock Exchange (QSE) Index declined by 447.28 points or 3.29% during the week to close at 13,143.53. Market capitalization went down by 2.31% to QR743.2 billion (bn) as compared to QR760.7bn at the end of the previous trading week. Of the 47 traded companies, 9 ended the week higher, while 37 ended the week lower and 1 remained unchanged. Qatar Aluminum Manufacturing (QAMC) was the worst performing stock for the week with a drop of 15.2%. On the other hand, Baladna (BLDN) was the best performing stock for the week, with a gain of 13.3%.

Industries Qatar (IQCD), Commercial Bank (CBQK) and Qatar International Islamic Bank (QIIK) were the primary contributors to the weekly index loss. IQCD and CBQK removed 176.7 and 70.1 points from the index, respectively. Moreover, QIIK removed another 42.8 points from the index.

Trading value during the week increased by 21.9% to QR4,373.7mn vs. QR3,587.9mn in the prior trading week. QNB Group (QNBK) was the top value traded stock during the week with total traded value of QR817.7mn.

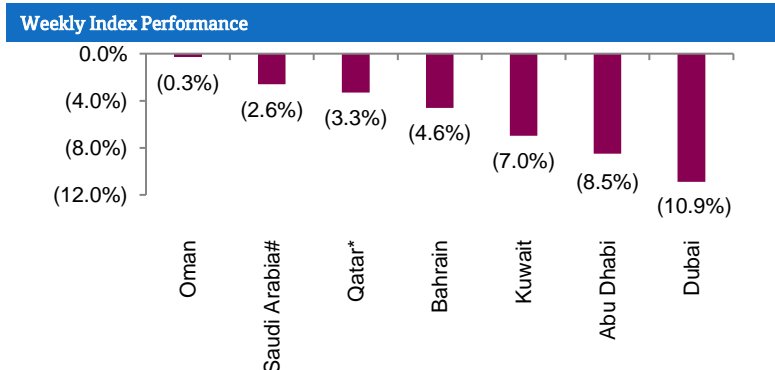
Trading volume increased by 26.2% to 1,144.4mn shares vs. 906.7mn shares in the prior trading week. The number of transactions went up by 40.3% to 118,353 versus 84,339 in the prior week. Baladna (BLDN) was the top volume traded stock during the week with total traded volume of 221.2mn shares.

Foreign institutions turned bullish, ending the week with net buying of QR1,595mn vs. net selling of QR575mn in the prior week. Qatari institutions remained negative with net selling of QR901mn vs. net selling of QR276mn in the week before. Foreign retail investors ended the week with net selling of QR127mn vs. net buying of QR250mn in the prior week. Qatari retail investors turned bearish with net selling of QR567mn vs. net buying of QR602mn the week before. YTD (as of Wednesday's closing), foreign institutions were net buyers of \$2.84bn.



Market Indicators	Week ended May 12, 2022	Week ended Apr 28, 2022	Chg. %
Value Traded (QR mn)	4,373.7	3,587.9	21.9
Exch. Market Cap. (QR mn)	743,181.7	760,719.8	(2.3)
Volume (mn)	1,144.4	906.7	26.2
Number of Transactions	118,353	84,339	40.3
Companies Traded	47	46	2.2
Market Breadth	9:37	15:29	-

Market Indices	Close	WTD%	MTD%	YTD%
Total Return	26,922.22	(3.3)	(3.3)	17.0
ALL Share Index	4,235.92	(3.0)	(3.0)	14.5
Banks and Financial Services	5,886.19	(1.9)	(1.9)	18.6
Industrials	4,666.68	(6.9)	(6.9)	16.0
Transportation	3,857.23	(1.0)	(1.0)	8.4
Real Estate	1,797.09	(2.3)	(2.3)	3.3
Insurance	2,628.71	(1.4)	(1.4)	(3.6)
Telecoms	1,115.94	(2.7)	(2.7)	5.5
Consumer Goods & Services	8,550.85	(1.6)	(1.6)	4.1
Al Rayan Islamic Index	5,326.80	(3.7)	(3.7)	12.9



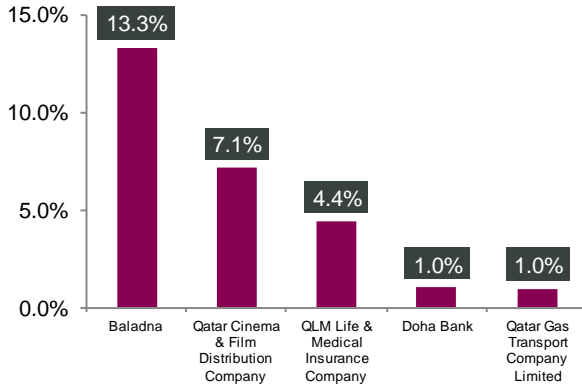
Regional Indices	Close	WTD%	MTD%	YTD%	Weekly Exchange Traded Value (\$ mn)	Exchange Mkt. Cap. (\$ mn)	TTM P/E**	P/B**	Dividend Yield
Qatar*	13,143.53	(3.3)	(3.3)	13.1	1,198.68	203,483.1	16.3	1.9	3.3
Dubai	3,326.57	(10.9)	(10.6)	4.1	580.77	154,983.6	14.7	1.2	3.1
Abu Dhabi	9,150.63	(8.5)	(8.5)	8.7	2,057.74	503,286.1	19.3	2.6	2.1
Saudi Arabia*	13,379.08	(2.6)	(2.6)	18.6	11,443.49	3,358,707.4	24.5	2.9	2.1
Kuwait	7,868.83	(7.0)	(5.9)	11.7	1,393.29	154,795.7	19.5	1.8	2.6
Oman	4,145.74	(0.3)	(0.3)	0.4	26.28	19,427.8	11.9	0.8	4.9
Bahrain	1,959.67	(4.6)	(4.7)	9.0	49.15	32,291.0	8.1	0.9	5.7

Source: Bloomberg, country exchanges and Zawya (\*\* Trailing Twelve Months; \* Value traded (\$ mn) do not include special trades, if any; # Data as of May 11, 2022)

- Qatar Central Bank raises interest rates** – The Qatar Central Bank (QCB) announced that it will raise the bank's deposit rate (QCBDR) by 50 basis points to become 1.50%. Qatar Central Bank also raised the bank's lending rate (QCBLR) by 25 basis points, to 2.75%. In the same context, it decided to raise the QCB Repo Rate by 50 basis points, to become 1.75%. The Qatar Central Bank stated, in a statement that the decision to raise the interest rate was taken based on the evolving domestic and international macroeconomic developments. The rate hikes comes after US Federal Reserve announced to increase its interest rates. (Peninsula Qatar)
- S&P Affirms Qatar 'AA-/A-1+' Ratings; Outlook Stable** - Qatar's status as one of the largest exporters of liquefied natural gas and our estimate of its substantial fiscal and external buffers mitigate the vulnerabilities raised by the high level of foreign debt in the Qatari banking system. We therefore affirmed our 'AA-/A-1+' long- and short-term foreign and local currency ratings on Qatar. The outlook is STABLE. The stable outlook reflects our view that Qatar's fiscal and external buffers should continue to benefit from the country's status as one of the world's largest exporters of liquefied natural gas (LNG) over the next two years, against a backdrop of high global energy demand. We could consider raising the ratings if the Qatari government's debt servicing costs were to moderate to below 5% of revenue consistently, perhaps due to a continued reduction in the government's debt stock or sustained strong growth in government revenue. We could lower the ratings should Qatar experience a significant external shock, either due to a material worsening of its terms of trade, or to a sizable outflow of nonresident deposit funding from its large banking system, where financial assets amount to about 250% of GDP. We could also take a negative rating action if the Qatari government's balance sheet were to weaken substantially, reducing our estimate of government liquid assets to below 100% of GDP. The ratings on Qatar are supported by our estimates of the country's strong external and fiscal net asset positions, underpinned by funds accumulated within the sovereign wealth fund, the Qatar Investment Authority (QIA). Qatar remains one of the largest exporters of LNG globally. From 2025-2027, the government plans to increase LNG production by about 64%, to 126 million tons per year (mtpa) from 77 mtpa, or approximately 3.1 million barrels of oil per day. The strategic pivot away from Russian gas production, particularly by European economies, suggests there will be a ready market for Qatari gas (see "Qatar Could Gain As Europe Diversifies From Russian Gas," published March 16, 2022, on RatingsDirect). Qatar's economic indicators should strengthen further when the additional production capacity is available. The country's income levels remain high, and we forecast GDP per capita of about \$76,000 in 2022. We expect that Qatar will run large surpluses in its budgetary accounts over the period to 2024. (S&P Global Ratings).
- The profits of listed companies amounted to QR13.61bn in Q1 2022** – All companies listed on the Qatar Stock Exchange disclosed their financial results for the period ending on March 31, 2022. The value of their net profits for that period amounted to QR13.61bn, compared to QR10.72bn for the same period last year 2021, with an increase of approximately 26.43%. It is worth noting that all the financial statements of the listed companies are available on QSE's website. The QSE management would like to thank all the managements of the listed companies for their cooperation in promoting the principle of disclosure and transparency. (QSE)
- Dukhan Bank reports QR392mn net profit for Q1** – Dukhan Bank has announced QR392mn net profit for the first quarter of 2022, recording an increase of 47% compared to the first quarter of 2021. During the three months period ending on 31 March 2022, the Bank's total assets exceeded QR108bn, and the total financing assets rose to QR75bn, while customer deposits reached QR72bn. Dukhan Bank's total income increased by more than 12% to QR1.1bn, compared to QR946mn for the same period in 2021. In addition, the cost-to-income ratio decreased to 23.7% from 26.2% during the same period last year, due to income growth and reduction in costs, which led to more operational efficiency. Total shareholders' equity exceeded QR14bn, and the capital adequacy ratio stands at 18.3% in accordance with the Basel III requirements, comfortably higher than the minimum supervisory ratio as specified by the Qatar Central Bank and guidelines of the Basel Committee. It is worth noting that Fitch Ratings affirmed the Bank's rating at "A-" with a stable outlook and the international rating agency Moody's affirmed the Bank's rating at "A2/Prime-1" with a stable outlook. (Peninsula Qatar)
- Strong non-oil growth seen in Qatar; economy to grow 5.1% in 2022** – Investment in the North Field Expansion Project will underpin Qatar's hydrocarbon sector GDP growth over the medium term; Emirates NBD said and noted it expects Qatar's economy to grow 5.1% in 2022. Qatar's PMI data continue to point to strong non-oil and gas growth in Q1, 2022, with the headline PMI averaging 60.2. This reflects a sharp expansion in business activity as well as new work in February and March, after a slight dip in January. "We expect this to continue as the country prepares to host the FIFA world cup in Q4, 2022," Emirates NBD said. The survey data also show little evidence of inflationary pressure with input costs rising at a slower rate than in Q4, 2021, and selling prices declining in February and March 2022. Official CPI data show inflation averaging 4.2% YoY in Q1, 2022, down from 5.5% in Q4 2021. Food inflation has moderated over February and March, and while housing and utilities costs have increased, the annual rate of inflation in this component is modest. The main source of consumer inflation in Qatar appears to be recreation and culture, which is up 38% YoY followed by miscellaneous goods and services. "With a sizeable budget surplus expected this year, Qatar has the fiscal room to limit the pass-through of higher global food and fuel prices to consumers. Petrol prices have remained unchanged in Qatar this year and transport CPI inflation slowed to 1.6% YoY in March 2022 from 4.9% in February. We expect headline inflation to average 3.5% in 2022, up from 2.3% in 2021," Emirates NBD noted. (Gulf Times)
- Qatar reclaims crown from US as world's top LNG exporter** – Qatar reclaimed the crown as the world's top liquefied natural gas exporter from the US as the end of winter lowered demand for the heating fuel in the northern hemisphere. April exports of the superchilled fuel from Qatar surpassed 7.5mn metric tons, edging out the US, according to ship tracking data compiled by Bloomberg. Maintenance at Qatar gas reduced the Middle Eastern nation's exports a month earlier. During the winter months, low temperatures, combined with Europe's desire to cut dependence on Russian energy, drove up the demand for natural gas and prices of the fuel. Once winter ended, some US export terminals have used the period of softer demand and lower prices to undergo maintenance, which has lowered the US production. A shale gas revolution, coupled with billions of dollars of investments in liquefaction facilities, transformed the US from a net LNG importer to a top exporter in less than a decade. Looking ahead, the US and Qatar are expected to engage in a two-horse race for dominance in the global LNG market. Once the Calcasieu Pass export terminal in Louisiana is complete later this year, the US is expected to reach a peak LNG production capacity of 13.9bn cubic feet of natural gas per day. Meanwhile, Qatar is planning a gargantuan export project that will come online in the late 2020s, which could cement the Middle Eastern nation as the top supplier of the fuel. (Peninsula Qatar)
- QatarEnergy awards final major NFE Project EPC contract** – Marking the final major milestone to deliver its North Field East (NFE) LNG Expansion Project to boost Qatar's LNG production capacity to 110mn tons per annum (MTPA), QatarEnergy announced the award of a major engineering, procurement, and construction (EPC) contract for the North Field Expansion Project. A joint venture between Técnicas Reunidas S.A. (TR) and Wison Engineering (Wison) has been selected as the EPC contractor and was awarded a lump-sum contract for the expansion of the sulfur handling, storage, and loading facilities within Ras Laffan Industrial City. These facilities will support the NFE's four new LNG trains, which are scheduled to start by year-end 2025. The contract will also include an option for further expansion to support sulfur production for the two additional LNG trains of the North Field South (NFS) project, and infrastructure to support future additional LNG trains. (Peninsula Qatar)

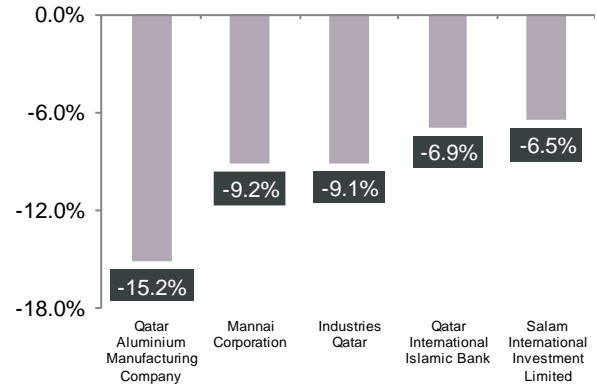
# Qatar Stock Exchange

## Top Gainers



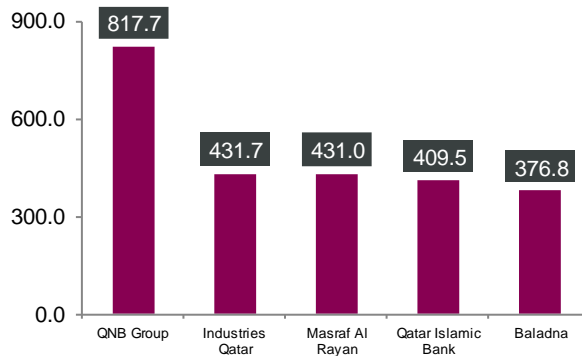
Source: Qatar Stock Exchange (QSE)

## Top Decliners



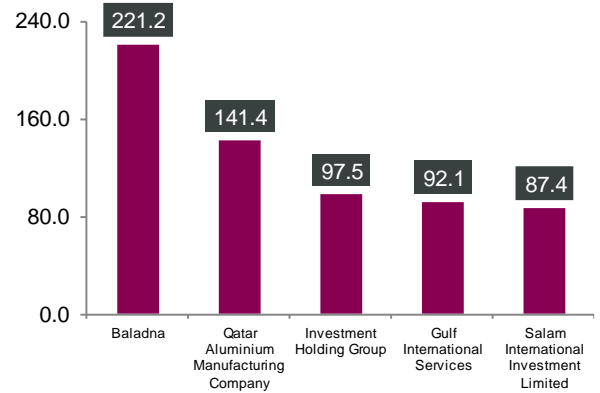
Source: Qatar Stock Exchange (QSE)

## Most Active Shares by Value (QR Million)



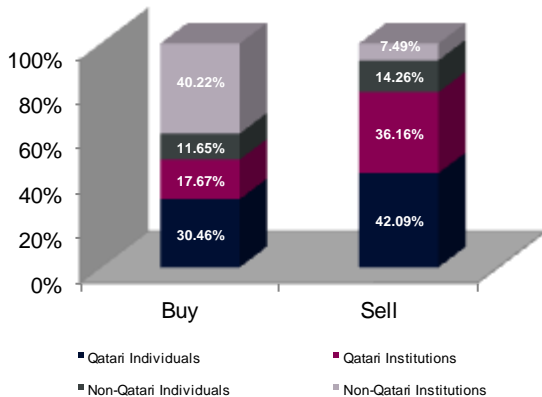
Source: Qatar Stock Exchange (QSE)

## Most Active Shares by Volume (Million)



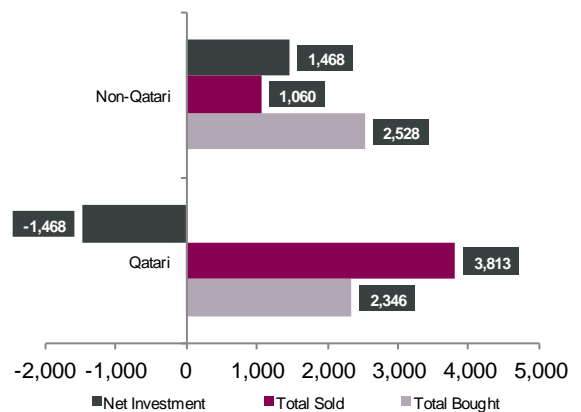
Source: Qatar Stock Exchange (QSE)

## 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



The QE index closed further down (-3.29%) from the previous week; it closed at 13,143.53 points. The correction remains to be the major theme on the Index, but the major trend remains up as long as the Index respects our expected support at 12,500 points. 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 the 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 12	% Change WTD	% Change YTD	Market Cap. QR Million	TTM P/E	P/B	Div. Yield
Qatar National Bank	23.00	(1.08)	13.92	212,438	17.0	2.8	2.4
Qatar Islamic Bank	24.50	0.04	33.66	57,892	16.7	2.8	2.3
Commercial Bank of Qatar	7.20	(6.36)	6.68	29,140	13.7	1.6	2.2
Doha Bank	2.63	1.00	(17.94)	8,142	14.9	0.8	2.9
Al Ahli Bank	3.99	(0.20)	9.44	10,184	14.7	1.6	3.6
Qatar International Islamic Bank	10.75	(6.93)	16.72	16,272	18.0	2.6	3.5
Masraf Al Rayan	5.29	(1.86)	14.01	49,197	26.4	2.0	3.2
Qatar First Bank	1.50	(4.21)	(4.22)	1,178	7.9	1.8	N/A
National Leasing	0.88	(0.90)	(5.96)	437	N/A	0.7	N/A
Dlala Holding	1.64	(3.53)	32.90	466	20.5	1.9	N/A
Qatar & Oman Investment	0.83	(2.01)	1.97	261	110.6	0.9	1.2
Islamic Holding Group	6.08	(4.22)	54.17	344	30.6	2.3	0.8
<b>Banking and Financial Services</b>				<b>385,953</b>			
Zad Holding	18.01	(1.58)	13.24	4,930	26.8	3.1	3.4
Qatar German Co. for Medical Devices	2.09	(5.00)	(34.28)	241	196.5	7.3	N/A
Salam International Investment	0.95	(6.53)	15.38	1,080	20.5	0.7	N/A
Baladna	1.66	13.31	14.88	3,156	27.3	1.4	3.2
Medicare Group	6.71	(2.75)	(21.04)	1,888	25.5	1.9	26.8
Qatar Cinema & Film Distribution	3.75	7.14	5.63	236	78.6	1.7	1.6
Qatar Fuel	17.82	(2.78)	(2.52)	17,718	18.1	2.0	4.3
Qatar Meat and Livestock	3.05	(1.68)	(15.19)	549	N/A	2.1	N/A
Mannai Corp.	8.07	(9.21)	69.99	3,682	14.4	1.7	3.7
Al Meera Consumer Goods	18.37	(3.32)	(6.28)	3,674	19.2	2.5	4.9
<b>Consumer Goods and Services</b>				<b>37,153</b>			
Qatar Industrial Manufacturing	2.98	(3.99)	(2.93)	1,416	9.5	0.8	4.0
Qatar National Cement	5.03	(0.95)	(1.47)	3,284	14.1	1.1	6.0
Industries Qatar	17.09	(9.14)	10.33	103,395	11.1	2.9	5.9
Qatari Investors Group	2.30	(2.95)	3.60	2,860	12.0	1.0	4.3
Qatar Electricity and Water	17.12	0.12	3.13	18,832	12.6	1.5	4.7
Aamal	1.13	(4.17)	3.87	7,094	22.7	0.9	4.4
Gulf International Services	1.96	0.41	13.93	3,633	25.3	1.1	N/A
Mesaieed Petrochemical Holding	2.50	(3.47)	19.62	31,408	16.3	1.9	4.4
Invesment Holding Group	2.29	(0.74)	86.33	7,795	71.0	2.2	N/A
Qatar Aluminum Manufacturing	2.04	(15.21)	12.99	11,356	11.9	1.8	3.9
<b>Industrials</b>				<b>191,072</b>			
Qatar Insurance	2.40	(2.08)	(12.76)	7,835	16.0	1.0	4.2
QLM Life & Medical Insurance	5.74	4.36	13.66	2,009	18.5	3.7	3.8
Doha Insurance	1.90	(2.36)	(0.94)	951	11.4	0.8	6.3
Qatar General Insurance & Reinsurance	1.93	0.00	(3.75)	1,685	16.0	0.3	N/A
Al Khaleej Takaful Insurance	3.65	(1.06)	1.33	931	24.0	1.7	2.1
Qatar Islamic Insurance	8.25	(4.07)	3.13	1,238	15.0	2.7	4.8
<b>Insurance</b>				<b>14,649</b>			
United Development	1.45	0.28	(5.58)	5,148	14.3	0.5	3.8
Barwa Real Estate	3.23	(4.86)	5.56	12,569	10.9	0.6	5.4
Ezdan Real Estate	1.31	(0.83)	(2.46)	34,695	512.9	1.0	N/A
Mazaya Qatar Real Estate Development	0.89	(0.45)	(3.59)	1,027	N/A	1.0	N/A
<b>Real Estate</b>				<b>53,439</b>			
Ooredoo	7.30	(2.52)	3.99	23,383	45.1	1.0	4.1
Vodafone Qatar	1.60	(2.97)	(4.02)	6,763	18.4	1.5	3.7
<b>Telecoms</b>				<b>30,147</b>			
Qatar Navigation (Milaha)	8.20	(3.68)	7.32	9,313	11.8	0.6	3.7
Gulf Warehousing	4.19	(1.39)	(7.76)	245	10.6	1.2	2.4
Qatar Gas Transport (Nakilat)	3.45	0.96	4.64	19,131	13.5	2.0	3.5
<b>Transportation</b>				<b>28,689</b>			
<b>Qatar Exchange</b>				<b>743,182</b>			

Source: Bloomberg

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