

Market Review and Outlook

The Qatar Stock Exchange (QSE) Index increased by 172.79 points or 1.64% during the trading week to close at 10,688.67. Market capitalization increased by 2.1% to QR590.0 billion (bn) versus QR577.8bn the previous trading week. Of the 46 listed companies, 29 companies ended the week higher, while 17 declined and 0 remained unchanged. Al Khaleej Takaful Insurance (AKHI) was the best performing stock for the week with a gain of 21.8% on a trading volume of 1.97 million (mn) shares. On the other hand, Ahli Bank (ABQK) was the worst performing stock for the week with a decline of 4.5% on 96.6k shares traded only.

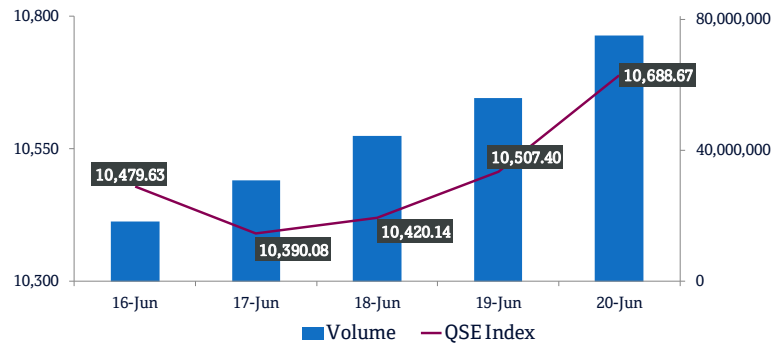
QNB Group (QNBK), Masraf Al Rayan (MARK) and Nakilat (QGTS) were the primary contributors to the weekly index gain. QNBK was the biggest contributor to the index's weekly increase, adding 88.0 points to the index. MARK was the second biggest contributor to the mentioned gain, contributing 30.2 points to the index. Moreover, QGTS tacked on 18.2 points to the index.

Trading value during the week increased by 0.01% to QR1.69bn versus QR1.69bn in the prior week. The Banks & Financial Services sector led the trading value during the week, accounting for 47.2% of the total trading value. The Industrials sector was the second biggest contributor to the overall trading value, accounting for 18.3% of the total. QNB Group (QNBK) was the top value traded stock during the week with total traded value of QR289.3mn.

Trading volume increased by 90.1% to reach 225.1mn shares versus 118.4mn shares in the prior week. The number of transactions fell by 17.3% to 33,961 transactions versus 41,041 transactions in the prior week. The Banks & Financial Services sector led the trading volume, accounting for 74.6%, followed by the Consumer Goods and Services sector which accounted for 8.3% of the overall trading volume. Qatar First Bank (QFBQ) was the top volume traded stock during the week with 46.1mn shares.

Foreign institutions remained bullish with net buying of QR266.6mn vs. net buying of QR366.7mn in the prior week. Qatari institutions remained bearish with net selling of QR137.2mn vs. net selling of QR102.4mn in the week before. Foreign retail investors remained negative with net selling of QR14.6mn vs. net selling of QR9.4mn in the prior week. Qatari retail investors remained bearish with net selling of QR110.8mn vs. net selling of QR254.9mn the week before. Foreign institutions have bought (net basis) ~\$1.13bn worth of Qatari equities in 2019.

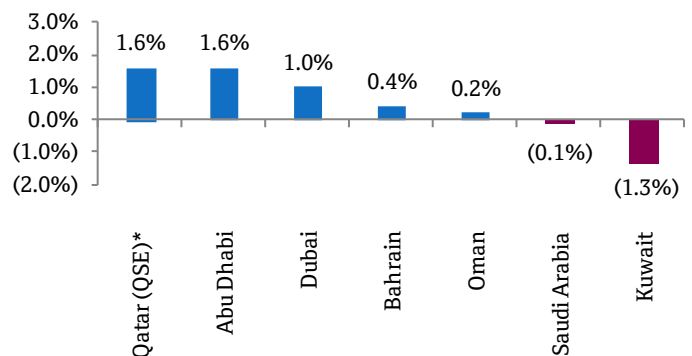
QSE Index and Volume



Market Indicators	Week ended June 20, 2019	Week ended June 13, 2019	Chg. %
Value Traded (QR mn)	1,693.7	1,694.1	(0.0)
Exch. Market Cap. (QR mn)	590,069.0	577,824.3	2.1
Volume (mn)	225.1	118.4	90.1
Number of Transactions	33,961	41,041	(17.3)
Companies Traded	46	46	0.0
Market Breadth	29:17	22:21	-

Market Indices	Close	WTD%	MTD%	YTD%
Total Return	19,668.06	1.6	4.0	8.4
ALL Share Index	3,159.32	2.0	3.7	2.6
Banks and Financial Services	4,164.52	3.5	4.9	8.7
Industrials	3,332.34	0.6	3.5	3.7
Transportation	2,502.44	2.5	4.2	21.5
Real Estate	1,532.80	(2.1)	(2.9)	(29.9)
Insurance	3,208.48	1.7	5.4	6.6
Telecoms	919.97	(0.0)	2.7	(6.9)
Consumer Goods & Services	8,215.89	2.1	5.4	21.7
Al Rayan Islamic Index	4,124.88	0.9	3.3	6.2

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*	10,688.67	1.6	4.0	3.8	529.79	162,033.0	15.0	1.6	4.1
Dubai	2,658.88	1.0	1.5	5.1	236.56	95,738.9*	11.8	1.0	4.6
Abu Dhabi	5,044.71	1.6	0.8	2.6	487.24	138,284.9	15.0	1.5	4.9
Saudi Arabia*	8,936.26	(0.1)	4.9	14.2	6,651.49	565,137.6	20.2	2.0	3.3
Kuwait	4,741.36	(1.3)	0.1	0.1	525.72	32,654.4	14.4	0.9	3.9
Oman	3,928.26	0.2	(0.1)	(9.1)	55.41	17,065.0	7.8	0.8	7.0
Bahrain	1,454.97	0.4	1.5	8.8	66.66	22,569.2	10.6	0.9	5.2

Source: Bloomberg, country exchanges and Zawya (** Trailing Twelve Months; * Value traded (\$ mn) do not include special trades, if any; * Data as of June 19, 2019)

Stock Split Dates for Listed Qatari Companies

Day / Date	Company Symbols			Sector
	1	2	3	
Sunday 09/06/2019	CBQK	QFBQ		Banking and Financial Services
Monday 10/06/2019	KCBK	DBIS	QOIS	
Tuesday 11/06/2019	QIIK	NLCS		
Wednesday 12/06/2019	QNBK	ABQK	IHGS	
Thursday 13/06/2019	QIBK	DHBK		
Sunday 16/06/2019	MARK			
Monday 17/06/2019	MERS	MCCS		Consumer Goods & Services
Tuesday 18/06/2019	WDAM	ZHCD	QGMD	
Wednesday 19/06/2019	QFLS	MCGS		
Thursday 20/06/2019	SIIS	QCFS		
Sunday 23/06/2019	MPHC	IGRD		Industrial
Monday 24/06/2019	QIGD	AHCS	QNCD	
Tuesday 25/06/2019	IQCD	QIMD		
Wednesday 26/06/2019	QEWS	GISS		
Thursday 27/06/2019	QISI	QATI		Insurance
Sunday 30/06/2019	DOHI	QGRI	AKHI	
Monday 01/07/2019	BRES	ERES		Real Estate
Tuesday 02/07/2019	UDCD	MRDS		
Wednesday 03/07/2019	VFQS	ORDS		Telecoms
Thursday 04/07/2019	QGTS	GWCS	QNNS	Transport/Logistics
Sunday 07/07/2019	QETF	QATR	QAMC	ETFs and QAMCO

News

Economic & Market News

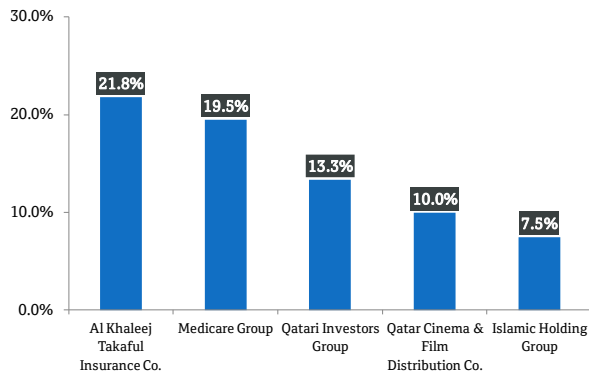
- World Bank: Higher gas prices, North Field production boost Qatar account surplus** – Qatar’s current account surplus increased to 8.7% in third quarter of 2018, from less than 4% in 2017 due to higher gas prices and production from the North Field, the country’s biggest gas repository, according to the World Bank. Qatar, the largest LNG exporter globally, had seen its goods export earnings rose by 25% in 2018, World Bank stated in its recent ‘Economic Update’. The country’s public finances have improved, supported by the recovery in energy prices, and Qatar is expected to post a small fiscal surplus in 2018, the first since 2014. (Gulf-Times.com)
- Commerce Minister: Qatar’s GDP reaches \$225bn in 2018** – Qatar’s GDP grew to \$225bn in 2018, said HE the Minister of Commerce & Industry, Ali bin Ahmed al-Kuwari, who noted that the annual real GDP growth rate at constant prices reached 1.4% in 2018, which is a “better-than-expected” rate. Qatar’s foreign trade saw remarkable growth in 2018 with total trade increasing by 19% to reach \$116bn. Qatar’s total exports also increased by 25% to reach \$84bn in 2018, resulting in a 40% increase in trade surplus, which reached \$53bn in 2018. Al-Kuwari said that international trade and investment form a key part of Qatar’s future growth and diversification, noting that the US is one of Qatar’s strategic and largest global partners. (Gulf-Times.com)
- Qatar issued 659 building permits in May** – Building permits issued in Qatar reached 659 in May 2019, a decrease of 11% compared to April 2019, data released by the Planning and Statistics Authority (PSA) showed. According to their geographical distribution, Al Rayyan municipality issued the maximum number of building permits at 184. Doha municipality came in the second place with 142 permits, followed by Al Wakrah (109), Al Da’ayen (97), Umm Salal (48), Al Sheehaniya (39), Al Khor (32), and Al Shamal (8). In terms of types of permits issued, data showed new building permits (residential and non-residential) constituted 51% (337 permits) of the total building permits issued in May, while the percentage of addition permits constituted 46% (300 permits), and fencing permits reached 3% (22 permits). An analysis of new residential buildings permits data showed that villas top the list, accounting for 71% (203 permits) of all new residential building permits, followed by dwellings of housing loans by 23% (65 permits) and apartment buildings by 5% (15 permits). (Qatar Tribune)
- Qatar’s industrial production up by 1% in April** – The monthly Industrial Production index (IPI) of Qatar for April 2019 amounted to 101.6 points, showing an increase of 1% compared to the previous month, and decreased by 1.6%, when compared to the corresponding month last year, data released by the Planning and Statistics Authority showed. The Mining sector

index, which contributes 83.6% of total IPI index, for April showed an increase of 1% compared to the previous month, as a result of the increase in the quantities of crude oil and natural gas by 1%, while other mining and quarrying showed an increase by 1.6%. When compared to the corresponding month of the previous year, the IPI of Mining decreased by 2.1%. (Peninsula Qatar)

- **Draft law on new health insurance system to be unveiled soon** – The draft law on the new health insurance system will soon be presented to the Advisory Council, HE the Minister of Public Health Hanan Mohamed Al-Kuwari said. A committee composed of the Ministry of Public Health, the Ministry of Finance, the Ministry of Commerce and Industry and the State Audit Bureau are examining the tender for the new health insurance, after studying the drawbacks of the previous system, the Minister said. She also revealed that work is being done to make it compulsory for visitors to Qatar have health insurance. This project is being implemented in cooperation with the Ministry of Public Health, the Ministry of Interior and the Ministry of Administrative Development, Labor and Social Affairs. "It will contribute to reducing the pressure on health services provided by the public sector, particularly the Emergency," she said. (Gulf-Times.com)
- **QSE executes splits of share for QGMD** – Qatar Stock Exchange (QSE) announced that the split of shares for Qatari German Company for Medical Devices (QGMD) has been executed, effective from June 19, 2019. The new number of QGMD's shares after the split is 115,500,000 and the adjusted closing price of QR0.75 per share. QSE also sets price limits, (i) Price up limit: QR0.825 and (ii) Price down limit: QR0.675. (QSE)
- **QSE executes splits of share for ZHCD** – Qatar Stock Exchange (QSE) announced that the split of shares for Zad Holding Company (ZHCD) has been executed, effective from June 19, 2019. The new number of ZHCD's shares after the split is 143,891,750 and the adjusted closing price of QR12.8 per share. QSE also sets price limits, (i) Price up limit: QR14.08 and (ii) Price down limit: QR11.52. (QSE)
- **QSE executes splits of share for WDAM** – Qatar Stock Exchange (QSE) announced that the split of shares for Widam Food Company (WDAM) has been executed, effective from June 19, 2019. The new number of WDAM's shares after the split is 180,000,000 and the adjusted closing price of QR6.05 per share. QSE also sets price limits, (i) Price up limit: QR6.65 and (ii) Price down limit: QR5.45. (QSE)
- **QSE executes splits of share for MCGS** – Qatar Stock Exchange (QSE) announced that the split of shares for Medicare Group (MCGS) has been executed, effective from June 20, 2019. The new number of MCGS' shares after the split is 281,441,000 and the adjusted closing price of QR6.77 per share. QSE also sets price limits, (i) Price up limit: QR7.44 and (ii) Price down limit: QR6.10. (QSE)
- **QSE executes splits of share for QFLS** – Qatar Stock Exchange (QSE) announced that the split of shares for Qatar Fuel Company (QFLS) has been executed, effective from June 20, 2019. The new number of QFLS' shares after the split is 994,255,760 and the adjusted closing price of QR21.48 per share. QSE also sets price limits, (i) Price up limit: QR23.62 and (ii) Price down limit: QR19.34. (QSE)
- **QSE executes splits of share for DHBK** – Qatar Stock Exchange (QSE) announced that the split of shares for Doha Bank (DHBK) has been executed, effective from June 16, 2019. The new number of DHBK's shares after the split is 3,100,467,020 and the adjusted closing price is QR2.48 per share. QSE has also set price limits; (i) Price up limit: QR2.72 and (ii) Price down limit: QR2.24. (QSE)
- **QSE executes splits of share for QIBK** – Qatar Stock Exchange (QSE) announced that the split of shares for Qatar Islamic Bank (QIBK) has been executed, effective from June 16, 2019. The new number of QIBK's shares after the split is 2,362,932,000 and the adjusted closing price is QR17.61 per share. QSE has also set price limits; (i) Price up limit: QR19.37 and (ii) Price down limit: QR15.85. (QSE)
- **QSE executes splits of share for MARK** – Qatar Stock Exchange (QSE) announced that the split of shares for Masraf Al Rayan (MARK) has been executed, effective from June 17, 2019. The new number of MARK's shares after the split is 7,500,000,000 and the adjusted closing price of QR3.62 per share. QSE also sets price limits, (i) Price up limit: QR3.98 and (ii) Price down limit: QR3.26. (QSE)
- **QSE executes splits of share for MERS** – Qatar Stock Exchange (QSE) announced that the split of shares for Al Meera Consumer Goods Company (MERS) has been executed, effective from June 18, 2019. The new number of MERS' shares after the split is 200,000,000 and the adjusted closing price of QR14.25 per share. QSE also sets price limits, (i) Price up limit: QR15.67 and (ii) Price down limit: QR12.83. (QSE)
- **QSE executes splits of share for MCCS** – Qatar Stock Exchange (QSE) announced that the split of shares for Mannai Corporation (MCCS) has been executed, effective from June 18, 2019. The new number of MCCS' shares after the split is 456,192,000 and the adjusted closing price of QR3.90 per share. QSE also sets price limits, (i) Price up limit: QR4.29 and (ii) Price down limit: QR3.51. (QSE)
- **QCSD amends the foreign ownership percentage of Ahli Bank to 49%** – Qatar Central Securities Depository has modified the foreigners' ownership limit of Ahli Bank to be 49% of the capital, which is equal to 1,133,842,742 shares. (QSE)

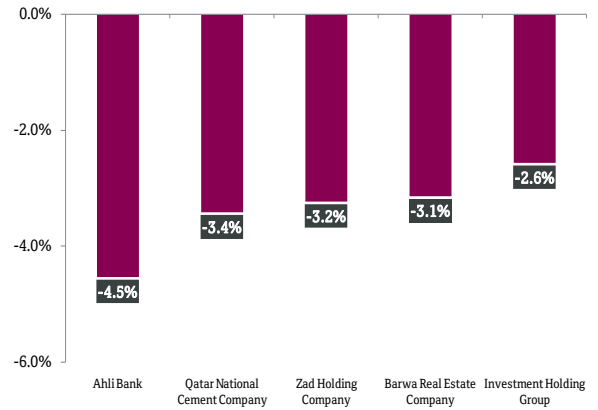
Qatar Stock Exchange

Top Gainers



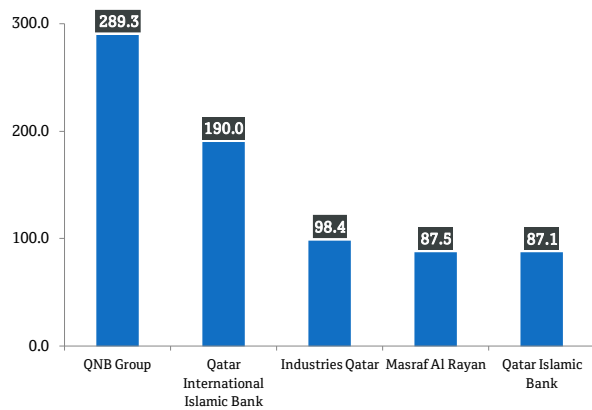
Source: Qatar Stock Exchange (QSE)

Top Decliners



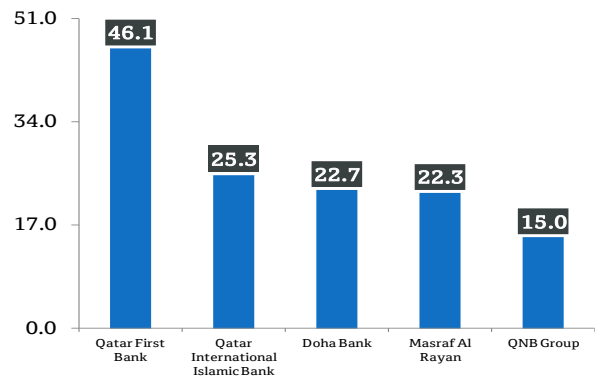
Source: Qatar Stock Exchange (QSE)

Most Active Shares by Value (QR Million)



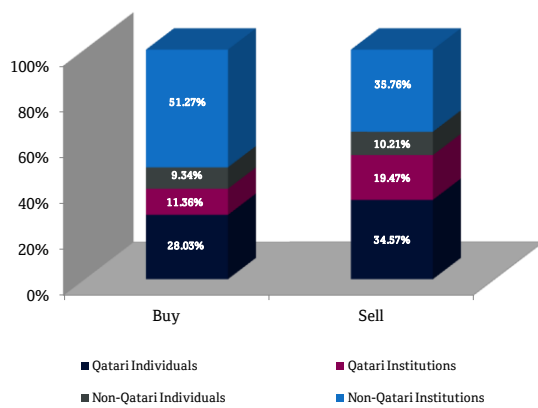
Source: Qatar Stock Exchange (QSE)

Most Active Shares by Volume (Million)



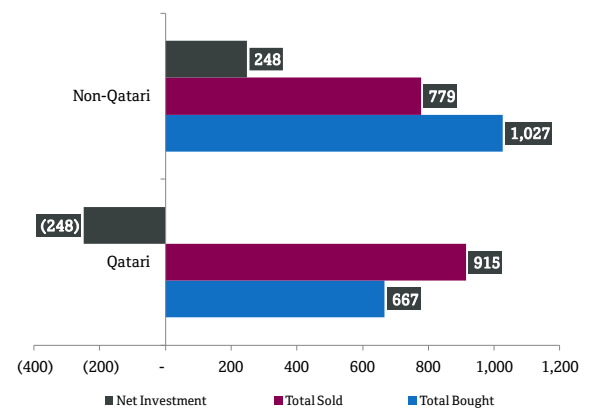
Source: Qatar Stock Exchange (QSE)

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 1.64% up from the week before, and closed at 10,688.67. The Index has created a bullish-continuation pattern; the pattern is getting confirmed through the price action. We keep our next expected resistance level at 10,800 points and the 9,700 as our weekly support 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 June 20	% Change WTD	% Change YTD	Market Cap. QR Million	TTM P/E	P/B	Div. Yield
Qatar National Bank	19.72	5.62	1.13	182,142	13.9	2.8	3.0
Qatar Islamic Bank	17.55	(0.37)	15.46	41,469	15.9	2.8	2.8
Commercial Bank of Qatar	4.90	1.03	24.40	19,832	13.7	1.2	3.1
Doha Bank	2.59	4.44	16.67	8,030	15.0	0.9	3.9
Al Ahli Bank	2.95	(4.53)	15.89	6,826	10.2	1.2	3.1
Qatar International Islamic Bank	7.55	3.14	14.19	11,428	13.6	2.1	5.3
Masraf Al Rayan	3.77	3.29	(9.55)	28,275	13.2	2.3	5.3
Al Khaliji Bank	1.20	2.56	3.99	4,320	7.7	0.8	6.3
Qatar First Bank	0.41	(2.14)	0.74	822	N/A	0.8	N/A
National Leasing	0.80	4.87	(9.33)	394	36.0	0.6	6.3
Diala Holding	0.93	1.09	(7.40)	263	N/A	1.2	N/A
Qatar & Oman Investment	0.56	(1.07)	4.12	175	68.7	0.6	5.4
Islamic Holding Group	2.30	7.48	5.26	130	954.9	1.0	N/A
Banking and Financial Services				304,108			
Zad Holding	12.58	(3.23)	20.96	1,810	14.0	1.9	6.8
Qatar German Co. for Medical Devices	0.74	0.27	30.74	85	N/A	2.2	N/A
Salam International Investment	4.48	4.19	3.46	512	N/A	0.4	N/A
Medicare Group	6.87	19.48	8.87	1,933	22.9	2.0	26.2
Qatar Cinema & Film Distribution	19.83	9.98	4.26	125	14.0	0.9	7.6
Qatar Fuel	21.89	1.44	31.88	21,764	18.4	2.9	3.7
Qatar Meat and Livestock	6.12	2.00	(12.57)	1,102	10.2	3.6	7.4
Mannai Corp.	3.85	(1.31)	(29.94)	1,756	4.8	0.7	5.2
Al Meera Consumer Goods	14.41	0.73	(2.64)	2,882	15.7	2.2	5.9
Consumer Goods and Services				31,970			
Qatar Industrial Manufacturing	38.20	(0.78)	(10.54)	1,815	9.9	1.2	6.5
Qatar National Cement	65.00	(3.42)	9.24	4,248	13.1	1.4	7.7
Industries Qatar	118.00	0.81	(11.68)	71,390	16.1	2.2	5.1
Qatari Investors Group	24.55	13.34	(11.72)	3,052	17.7	1.1	3.1
Qatar Electricity and Water	171.79	(0.70)	(7.14)	18,897	13.0	2.0	4.5
Aamal	8.08	0.62	(8.60)	5,090	12.0	0.6	7.4
Gulf International Services	19.30	(1.73)	13.53	3,587	N/A	1.0	N/A
Mesaieed Petrochemical Holding	27.00	0.37	79.64	33,921	25.8	2.4	3.0
Investment Holding Group	5.70	(2.56)	16.56	473	7.9	0.6	4.4
Qatar Aluminum Manufacturing	9.95	(0.40)	(25.47)	5,552	N/A	N/A	2.0
Industrials				148,025			
Qatar Insurance	36.36	1.03	1.28	11,876	19.6	1.5	4.1
Doha Insurance	12.10	0.83	(7.56)	605	12.2	0.6	6.6
Qatar General Insurance & Reinsurance	41.00	(2.12)	(8.65)	3,588	17.2	0.6	2.4
Al Khaleej Takaful Insurance	20.46	21.79	138.18	522	18.1	1.0	2.4
Qatar Islamic Insurance	59.00	2.61	9.85	885	13.7	2.7	5.9
Insurance				17,476			
United Development	13.80	0.07	(6.44)	4,886	10.7	0.5	7.2
Barwa Real Estate	34.60	(3.14)	(13.30)	13,464	7.0	0.7	7.2
Ezdan Real Estate	7.18	(2.18)	(44.68)	19,045	31.4	0.6	N/A
Mazaya Qatar Real Estate Development	7.80	4.84	0.00	903	78.8	0.6	6.4
Real Estate				38,298			
Ooredoo	66.89	(0.61)	(10.81)	21,426	14.3	1.0	3.7
Vodafone Qatar	7.11	0.99	(8.96)	6,011	42.2	1.4	3.5
Telecoms				27,437			
Qatar Navigation (Milaha)	63.98	(0.81)	(3.08)	7,327	13.6	0.5	4.7
Gulf Warehousing	48.75	3.61	26.72	2,857	11.9	1.8	3.9
Qatar Gas Transport (Nakilat)	22.69	4.03	26.55	12,571	13.8	2.0	4.4
Transportation				22,755			
Qatar Exchange				590,069			

Source: Bloomberg

Contacts

Saugata Sarkar, CFA, CAIA

Head of Research

Tel: (+974) 4476 6534

saugata.sarkar@qnbfs.com.qa

Mehmet Aksoy, PhD

Senior Research Analyst

Tel: (+974) 4476 6589

mehmet.aksoy@qnbfs.com.qa

Shahan Keushgerian

Senior Research Analyst

Tel: (+974) 4476 6509

shahan.keushgerian@qnbfs.com.qa

QNB Financial Services Co. W.L.L.

Contact Center: (+974) 4476 6666

PO Box 24025

Doha, Qatar

Zaid al-Nafoosi , CMT, CFTe

Senior Research Analyst

Tel: (+974) 4476 6535

zaid.alnafoosi@qnbfs.com.qa

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