

QEWS Alert – Adjusting Price Target to Reflect 10-for-1 Stock Split

- **QEWS' 10-for-1 stock split goes into effect today.** Qatar Electricity & Water Co's (QEWS) 10-for-1 stock split has resulted in 1,100,000,000 shares vs. 110,000,000 previously.
- **Price will change.** Following the stock split, the price has changed to QR16.80 vs. previous close of QR168.00.
- **Our Price Target will be adjusted following the stock split.** Our Price Target on QEWS will be adjusted to QR18.40 from QR184.00.
- **No impact on market cap or capital.** Market cap remains the same at QR18.5bn/\$5.1bn.
- **No Impact on ownership structure.** Ownership structure will remain unchanged.
- **Recommendation & valuation:** QEWS trades at a P/E of 14.3x based on our 2019 estimates. We maintain our Accumulate rating.

Recommendations

Based on the range for the upside / downside offered by the 12-month target price of a stock versus the current market price

OUTPERFORM Greater than +20%

ACCUMULATE Between +10% to +20%

MARKET PERFORM Between -10% to +10%

REDUCE Between -10% to -20%

UNDERPERFORM Lower than -20%

Risk Ratings

Reflecting historic and expected price volatility versus the local market average and qualitative risk analysis of fundamentals

R-1 Significantly lower than average

R-2 Lower than average

R-3 Medium / In-line with the average

R-4 Above average

R-5 Significantly above average

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