

Earnings Flash Note
Qatar Electricity and Water
2Q 2025/6M 2025



Qatar Electricity and Water Company (QEWS)

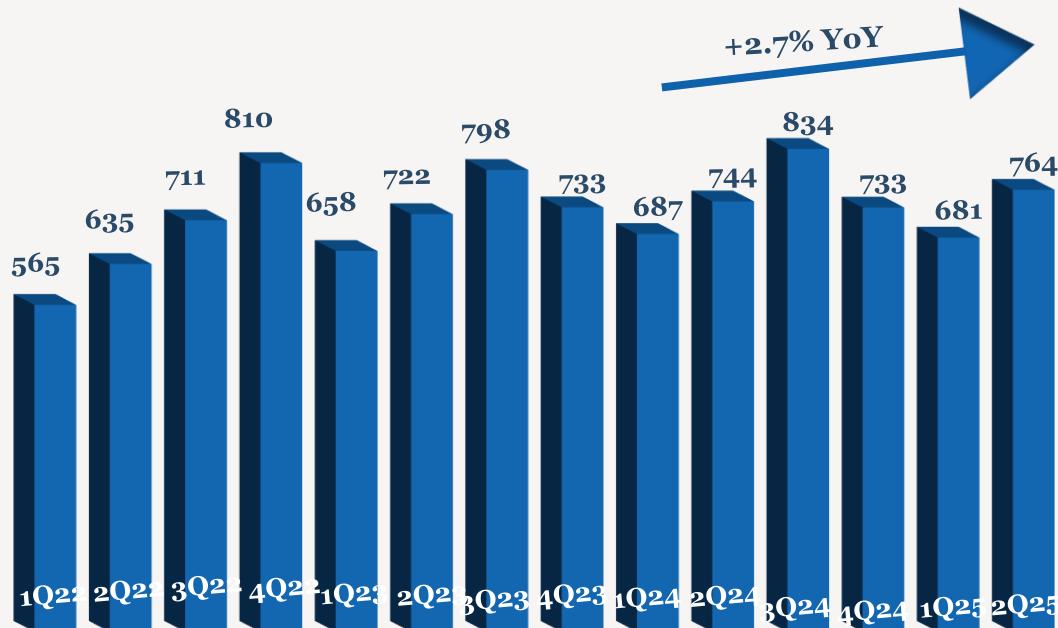
- > Net profit increased by 3.8% YoY to QR375mn (+30.3% QoQ) in 2Q2025 due to higher revenue, lower finance charges and share of results of equity-accounted investees. For 6M2025, net profit fell 2.5% to QR662mn.
- > Total revenue came at QR764mn (+2.7% YoY, +12.1% QoQ) in 2Q2025. For 6M2025, total revenue increased 1.0% to QR1,445mn.
- > Gross profit grew by 4.0% YoY to QR244mn (+17.0% QoQ) and the margin came at 31.9% (vs 31.5% in 2Q2024) in 2Q2025. For 6M2025, gross profit fell 1.5% to QR452mn.
- > For 2Q2025, EPS came at QR0.34 vs. QR0.33 in 2Q2024. For 6M2025, EPS came at QR0.60 vs. QR0.62 in 6M2024.
- > As of 03rd August 2025, the stock has increased 2.5% YTD, Underperforming the QSE Index, which was up by 5.6% YTD.
- > The stock is currently trading at a TTM P/E multiple of 12.7x. For now, we maintain our PT of QR 20.0/share and Accumulate rating.
- > The Board of Directors approved the proposed distribution of interim cash dividends for the first half of 2025 at the rate of QR0.244 per share, equivalent to 24.4% of the share's nominal value. Paid to the eligible shareholders as at the close of trading on 11th August 2025. Total amount of interim dividend payment for the first half of the year will be QR268.4mn.

2Q/6M 2025 Earnings Performance

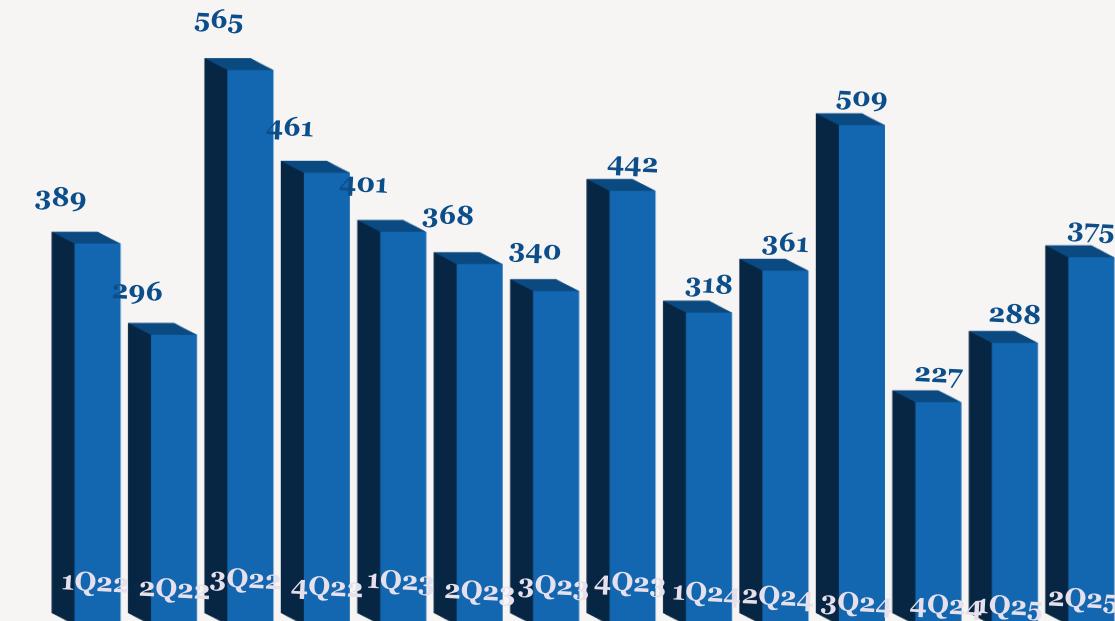
	2Q2025	2Q2024	YoY	1Q2025	QoQ	6M2025	6M2024	YoY
Total Revenue	764	744	2.7%	681	12.1%	1,445	1,431	1.0%
Gross Profit	244	234	4.0%	209	17.0%	452	459	-1.5%
Gross Margin %	31.9%	31.5%		30.6%		31.3%	32.1%	
Operating Profit	267	321	-16.6%	236	13.2%	504	616	-18.2%
Operating Margin %	35.0%	43.1%		34.7%		34.8%	43.0%	
Net Profit to Equity	375	361	3.8%	288	30.3%	662	680	-2.5%
Net Margin %	49.1%	48.6%		42.2%		45.8%	47.5%	
EPS (QR)	0.34	0.33	3.8%	0.26	30.3%	0.60	0.62	-2.5%

Note: Values are expressed in QR'mn unless explicitly stated

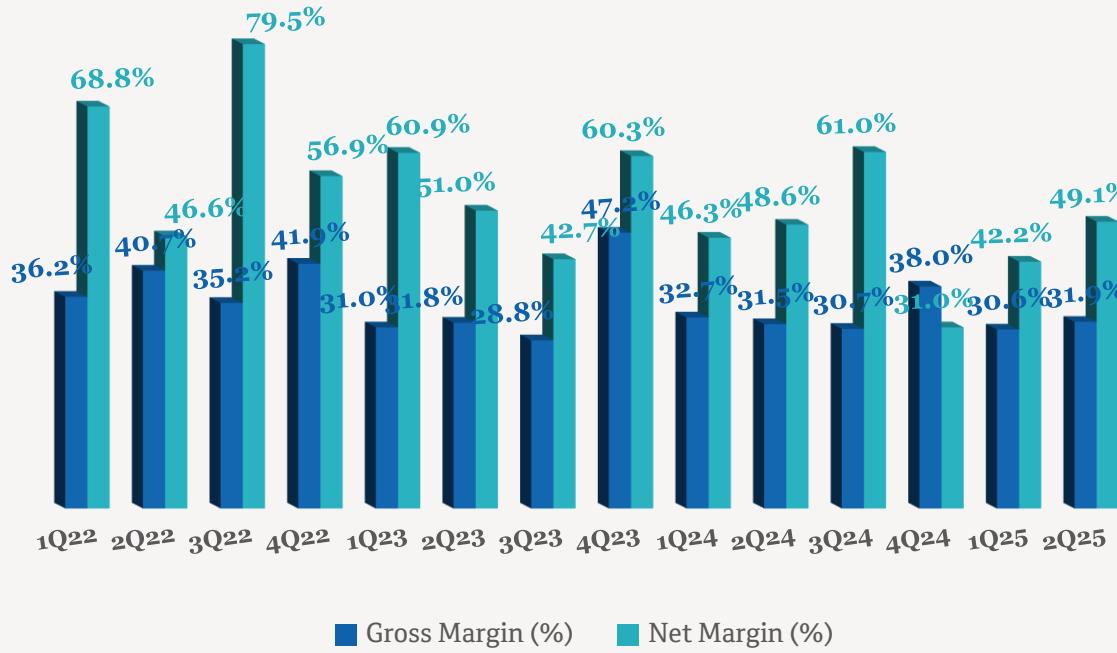
Quarterly Sales Trend (QRmn)



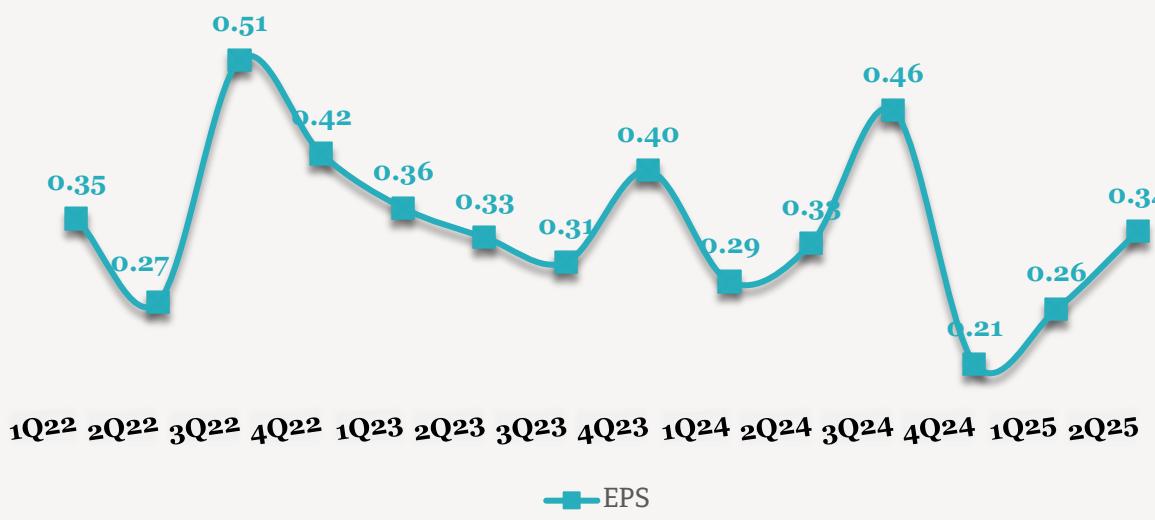
Quarterly Earnings Trend (QRmn)



Quarterly Margin Trend



EPS (QR) Trend



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