



Earnings Flash Note Qatar Navigation 2Q/6M2025



Qatari Navigation (QNNS)

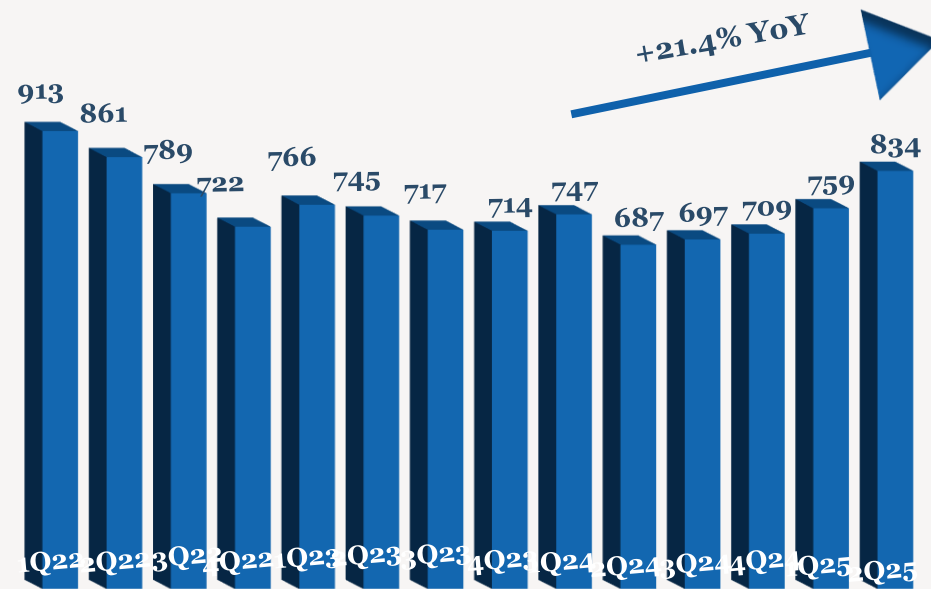
- > Net profit increased by 13.1% to QR298mn (-20.5% QoQ) in 2Q2025 due to higher revenue. For 6M2025 the net profit was up 7.0% to QR672mn.
- > Operating revenue rose by 21.4% YoY (+9.8% QoQ) to QR834mn in 2Q2025. For 6M2025 the revenue was up 11.1% to QR1,593mn.
- > Gross profit grew 20.5% YoY to QR468mn (-8.5% QoQ) in 2Q2025 while the corresponding margin came at 56.2% in 2Q2025 (vs. 56.6% in 2Q2024 and 67.4% in 1Q2025). For 6M2025 the gross profit was up 12.7% to QR980mn.
- > Operating profit of QR142mn was up by 31.4% YoY (-33.0% QoQ) in 2Q2025 and the corresponding margin came at 17.1% in 2Q2025 (vs. 15.8% in 2Q2024 and 27.9% in 1Q2025). For 6M2025 the operating profit was up 12.0% to QR354mn.
- > For 2Q2025, EPS came at QR0.26 vs. QR0.23 in 2Q2024. For 6M2025 EPS was at QR0.59 vs QR0.55 in 6M2024.
- > As of 30th Jul 2025, the stock has decreased 0.6% YTD, Underperforming the QSE Index, which was up by 5.5% YTD.
- > The stock is currently trading at TTM P/E multiple of 10.6x, lower than its 3Y historical average of 11.6x. For now, we maintain our PT of QR13.30/share and our Outperform rating.

2Q/6M2025 Earnings Performance

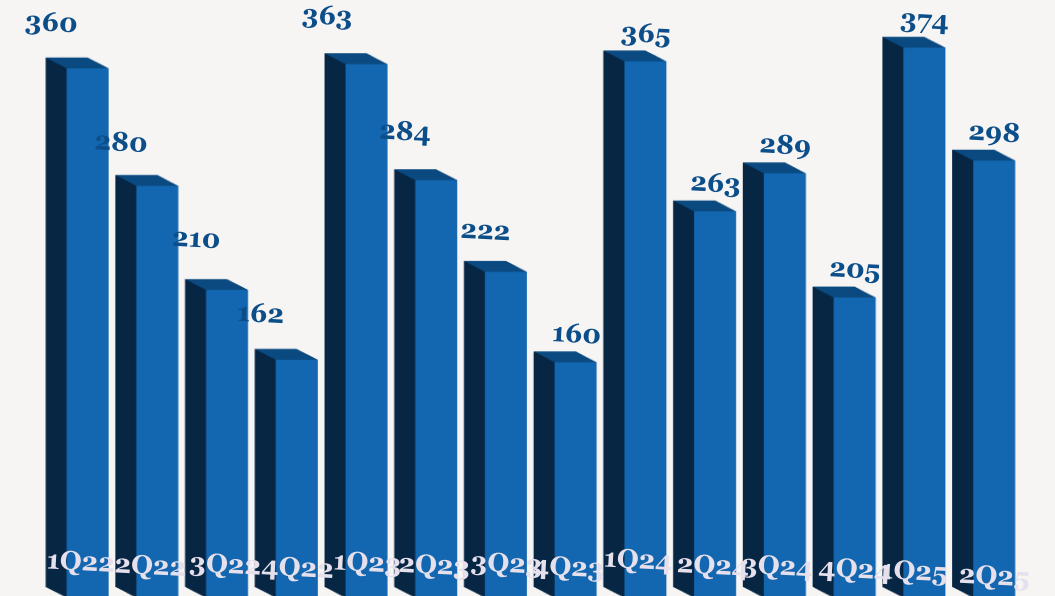
	2Q2025	2Q2024	YoY	1Q2025	QoQ	6M2025	6M2024	YoY
Operating Revenue	834	687	21.4%	759	9.8%	1,593	1,434	11.1%
Gross Profit	468	389	20.5%	512	-8.5%	980	870	12.7%
Gross Margin %	56.2%	56.6%		67.4%		61.5%	60.7%	
Operating Profit	142	108	31.4%	212	-33.0%	354	316	12.0%
Operating Margin %	17.1%	15.8%		27.9%		22.2%	22.1%	
Net Profit to Equity	298	263	13.1%	374	-20.5%	672	628	7.0%
Net Margin %	35.7%	38.3%		49.3%		42.20%	43.82%	
EPS (QR)	0.26	0.23	13.1%	0.33	-20.5%	0.59	0.55	7.0%

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

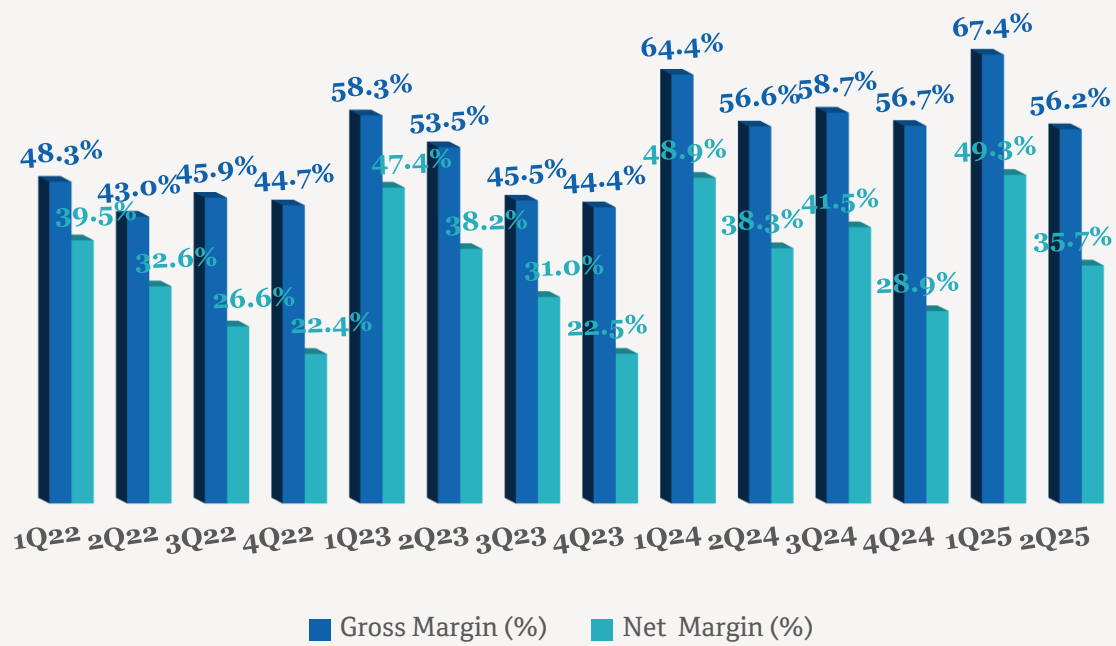
Quarterly Sales Trend (QRmn)



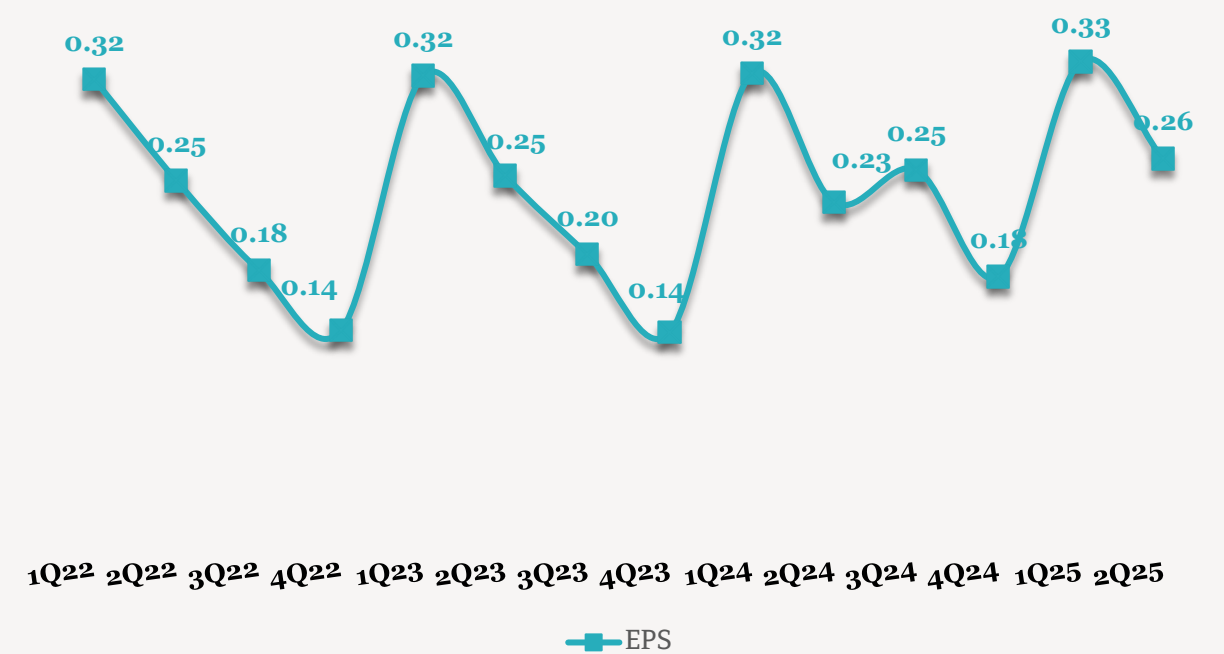
Quarterly Earnings Trend (QRmn)



Quarterly Margin Trend



EPS (QR) Trend



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