



Earnings Flash Note
Qatar Navigation
1Q 2025



Qatari Navigation (QNNS)

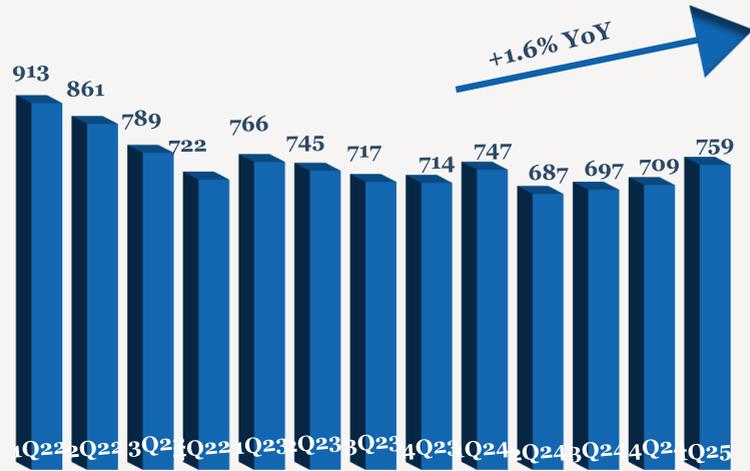
- > **Net profit increased by 2.5% to QR374mn (+83.0% QoQ) in 1Q2025** due to higher revenue, higher reversal of impairment of trade receivables, lower other opex and higher JV income.
- > **Operating revenue rose by 1.6% YoY (+7.1% QoQ) to QR759mn in 1Q2025.**
- > **Gross profit grew 6.4% YoY to QR512mn (+27.3% QoQ) in 1Q2025** while the corresponding margin came at 67.4% in 1Q2025 (vs. 64.4% in 1Q2024 and 56.7% in 4Q2024).
- > **Operating profit of QR212mn was up by 1.8% YoY (+133.0% QoQ) in 1Q2025** and the corresponding margin came at 27.9% in 1Q2025 (vs. 27.9% in 1Q2024 and 12.8% in 4Q2024).
- > **For 1Q2025, EPS came at QR0.33 vs. QR0.32 in 1Q2024.**
- > **As of 30th April 2025, the stock has increased 0.6% YTD**, Outperforming the QSE Index, which was down by 1.1% YTD.
- > **The stock is currently trading at TTM P/E multiple of 11.1x**, lower than its 3Y historical average of 11.6x. For now, we maintain our PT of QR13.30/share and our Outperform rating.

1Q 2025 Earnings Performance

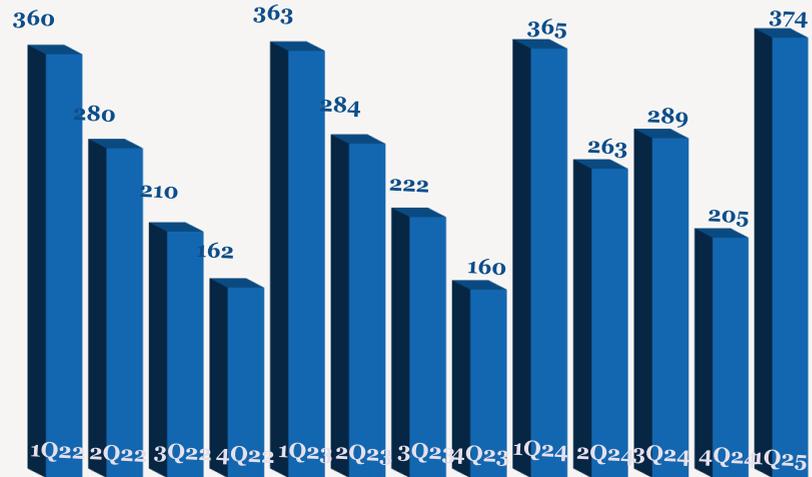
	1Q2025	1Q2024	YoY	4Q2024	QoQ
Operating Revenue	759	747	1.6%	709	7.1%
Gross Profit	512	481	6.4%	402	27.3%
Gross Margin %	67.4%	64.4%		56.7%	
Operating Profit	212	208	1.8%	91	133.0%
Operating Margin %	27.9%	27.9%		12.8%	
Net Profit to Equity	374	365	2.5%	205	83.0%
Net Margin %	49.3%	48.9%		28.9%	
EPS (QR)	0.33	0.32	2.5%	0.18	83.0%

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

Quarterly Sales Trend (QRmn)



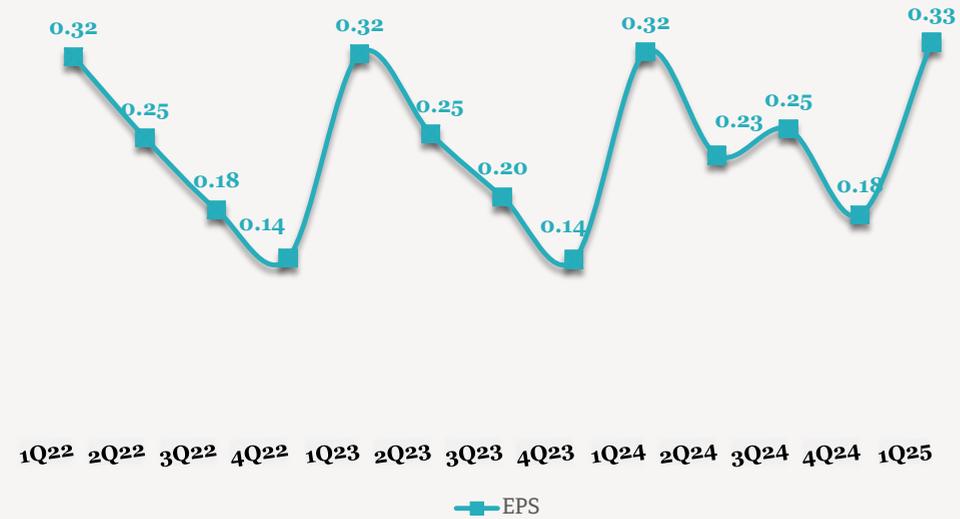
Quarterly Earnings Trend (QRmn)



Quarterly Margin Trend



EPS (QR) Trend



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Contacts

QNB Financial Services Co. W.L.L.

Contact Center: (+974)4476 6666

info@qnbfs.com.qa

Doha, Qatar

Saugata Sarkar, CFA, CAIA

Head of Research

saugata.sarkar@qnbfs.com.qa

Shahan Keushgerian

Senior Research Analyst

shahan.keushgerian@qnbfs.com.qa

Phibion Makuwerere, CFA

Senior Research Analyst

phibion.makuwerere@qnbfs.com.qa

Roy Thomas

Senior Research Analyst

roy.thomas@qnbfs.com.qa

Dana Saif Al Sowaidi

Research Analyst

dana.alsowaidi@qnbfs.com.qa

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