



Earnings Flash Note Mekdam Holding Group 1Q 2025



Mekdam Holding Group (MKDM)

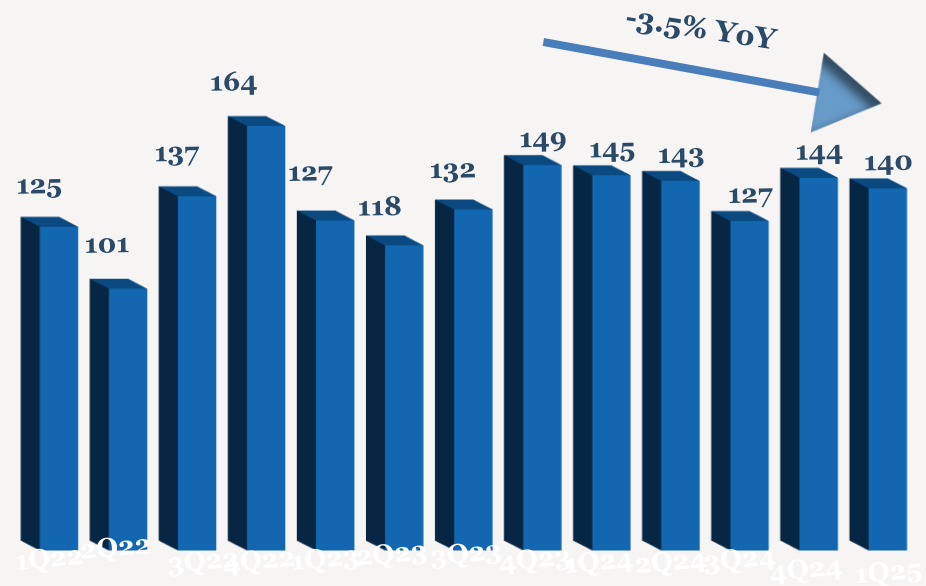
- > Net profit increased 8.0% YoY (-14.0% QoQ) to QR11mn in 1Q2025, driven by lower cost of operations and higher Operating profit.
- > Revenue fell 3.5% YoY to QR140mn (-2.8% QoQ) in 1Q2025.
- > Gross profit jumped 15.1% YoY to QR26mn (-5.9% QoQ) while the corresponding margin rose to 18.9% (+3.1ppts YoY, -0.6% QoQ) in 1Q2025.
- > Operating profit of QR14mn was up by 17.9% YoY (-31.9% QoQ) and the margin came at 9.7% (+1.8% YoY, -4.1ppts QoQ) in 1Q2025.
- > For 1Q2025, EPS came at QR0.071 vs. QR0.066 in 1Q2024.
- > As of 23rd April 2025, the stock has decreased 7.0% YTD, Underperforming the QSE Index which was down 3.2% YTD.
- > The stock is currently trading at a TTM P/E multiple of 11.2x, lower than its 2Y historical average of 12.6x. we maintain our PT of QR 3.40/share and Accumulate rating.

1Q2025 Earnings Performance

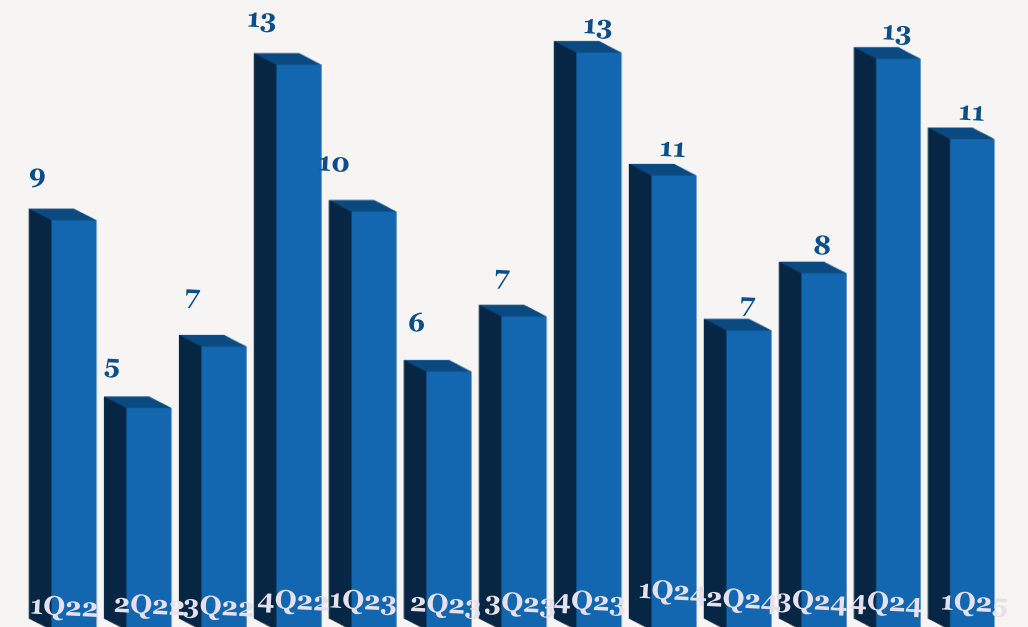
	1Q2025	1Q2024	YoY	4Q2024	QoQ
Revenue	140	145	-3.5%	144	-2.8%
Gross Profit	26	23	15.1%	28	-5.9%
Gross Margin %	18.9%	15.8%		19.5%	
Operating Profit	14	11	17.9%	20	-31.9%
Operating Margin %	9.7%	7.9%		13.8%	
Net Profit to Equity	11	11	8.0%	13	-14.0%
Net Margin %	8.1%	7.3%		9.2%	
EPS (QR)	0.071	0.066	8.0%	0.083	-14.0%

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

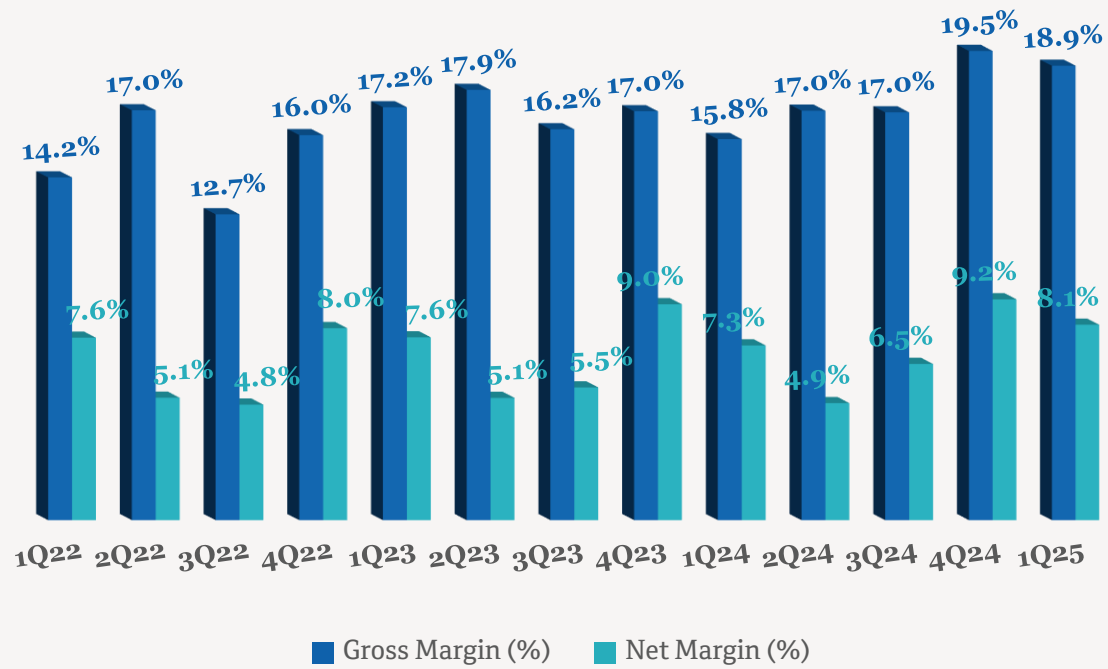
Quarterly Sales Trend (QRmn)



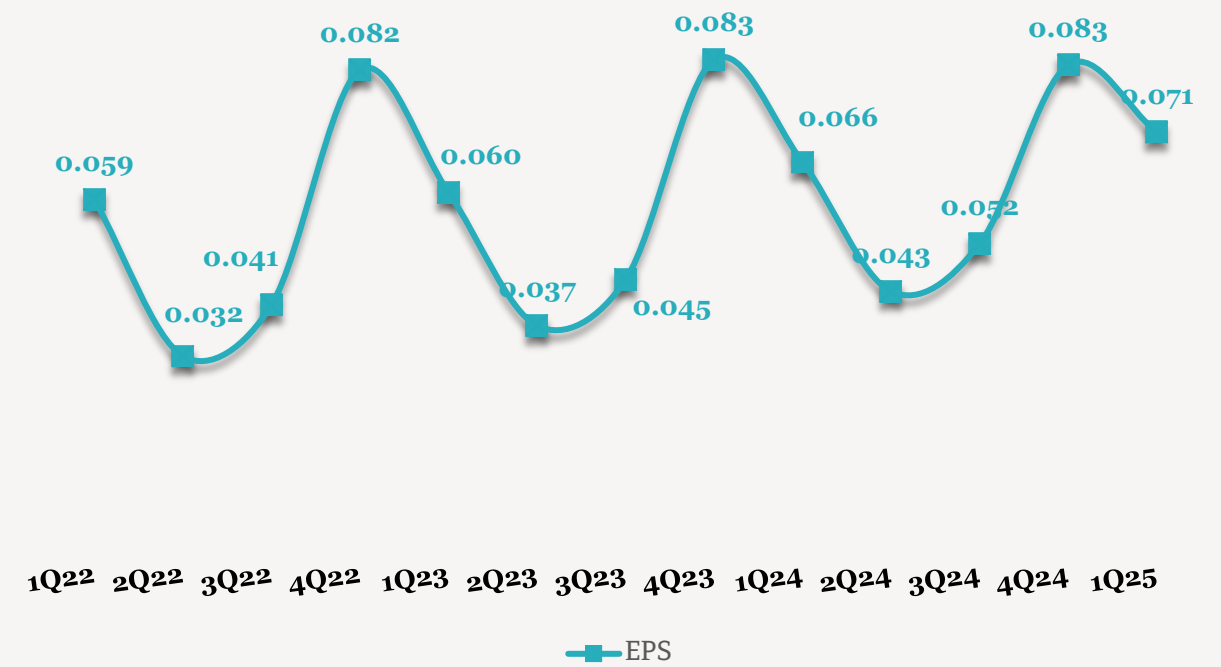
Quarterly Earnings Trend (QRmn)



Quarterly Margin Trend



EPS (QR) Trend



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