



Earnings Flash Note
Qatar Electricity and Water
2Q 2024/6M 2024



Qatar Electricity and Water Company (QEWS)

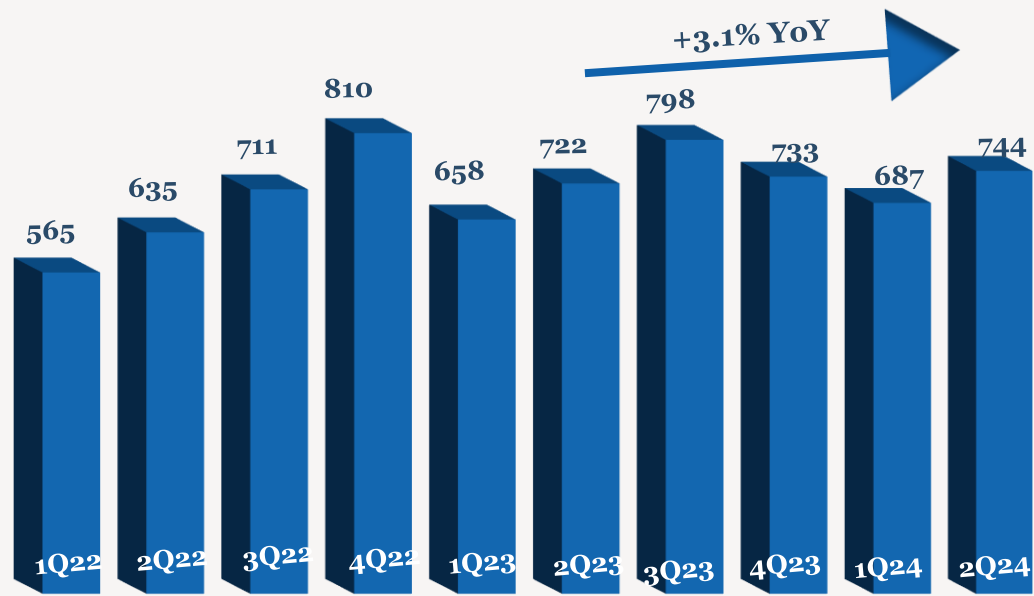
- > Net profit decreased by 1.8% YoY to QR361mn (+13.4% QoQ) in 2Q2024 due to higher income from finance lease and higher other income. For 6M2024, net profit fell 11.6% to QR680mn.
- > Total revenue increased by 3.1% YoY to QR744mn (+8.2% QoQ) in 2Q2024. For 6M2024, total revenue was up 3.7% to QR1,431mn.
- > Gross profit grew by 2.2% YoY to QR234mn (+4.4% QoQ) and the margin remained flattish at 31.5% in 2Q2024 (vs. 31.8% in 2Q2023). For 6M2024, gross profit jumped 6.0% to QR459mn.
- > For 2Q2024, EPS came broadly flat at QR0.33. For 6M2024, EPS came in at QR0.62 vs. QR0.70 in 6M2023.
- > As of 4th August 2024, the stock has decreased 21.4% YTD, underperforming the QSE index, which was down by 7.1% YTD.
- > The stock is currently trading at a TTM P/E multiple of 11.0x. For now, we maintain our PT of QR 19.0/share and accumulate rating.

2Q/6M 2024 Earnings Performance

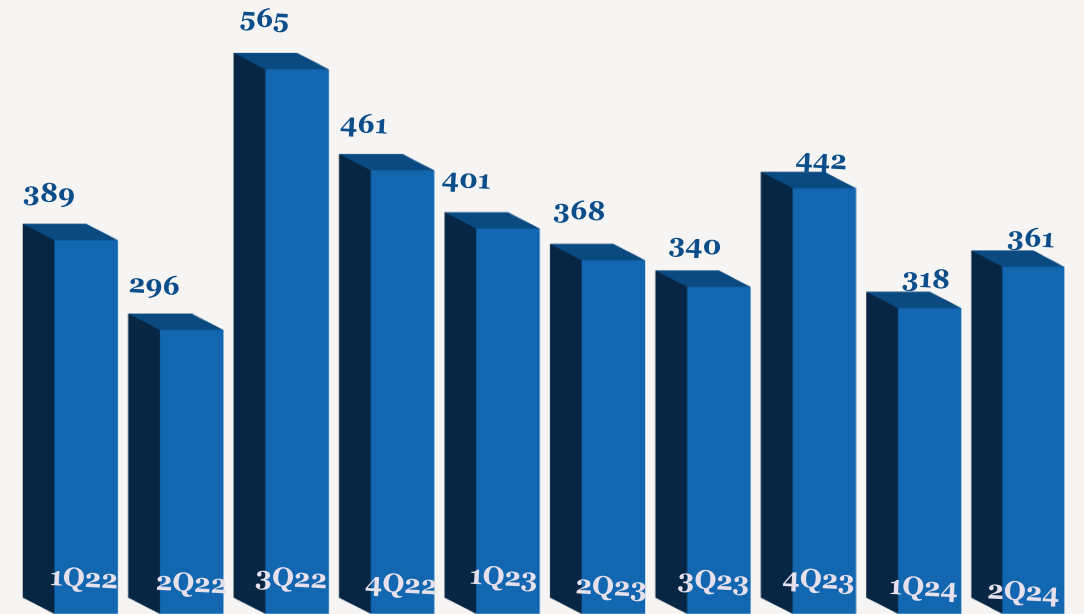
	2Q2024	2Q2023	YoY	1Q2024	QoQ	6M2024	6M2023	YoY
Total Revenue	744	722	3.1%	687	8.2%	1,431	1,380	3.7%
Gross Profit	234	229	2.2%	225	4.4%	459	433	6.0%
Gross Margin %	31.5%	31.8%		32.7%		32.1%	31.4%	
Operating Profit	321	303	5.7%	295	8.5%	616	642	-4.1%
Operating Margin %	43.1%	42.0%		43.0%		43.0%	46.6%	
Net Profit to Equity	361	368	-1.8%	318	13.4%	680	769	-11.6%
Net Margin %	48.6%	51.0%		46.3%		47.5%	55.7%	
EPS (QR)	0.33	0.33	-1.8%	0.29	13.4%	0.62	0.70	-11.6%

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

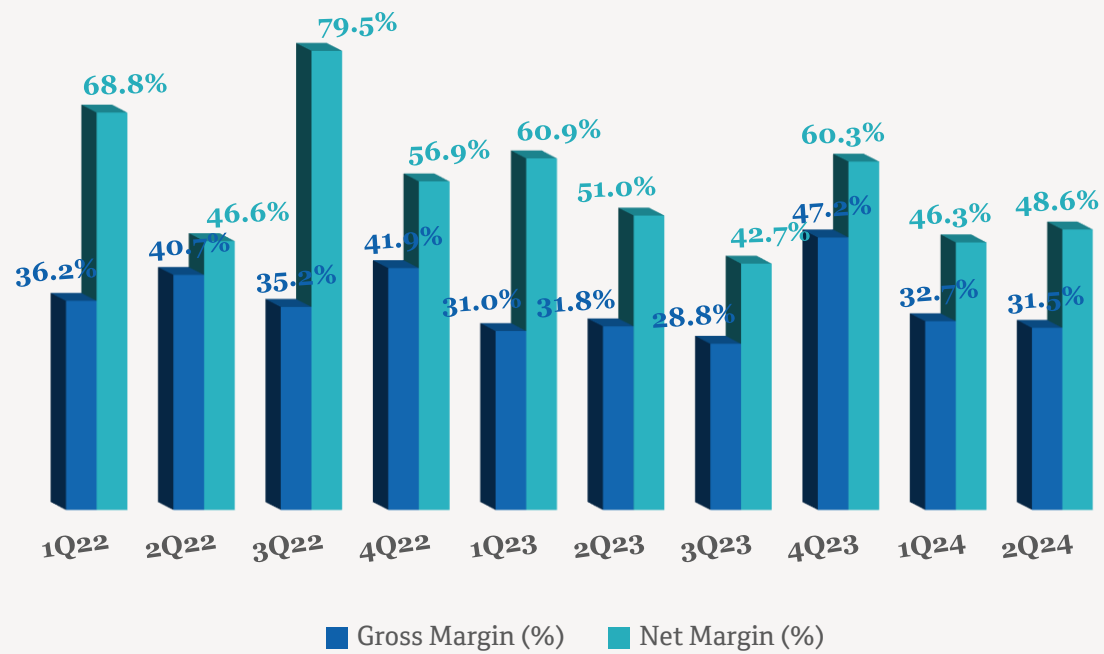
Quarterly Sales Trend (QRmn)



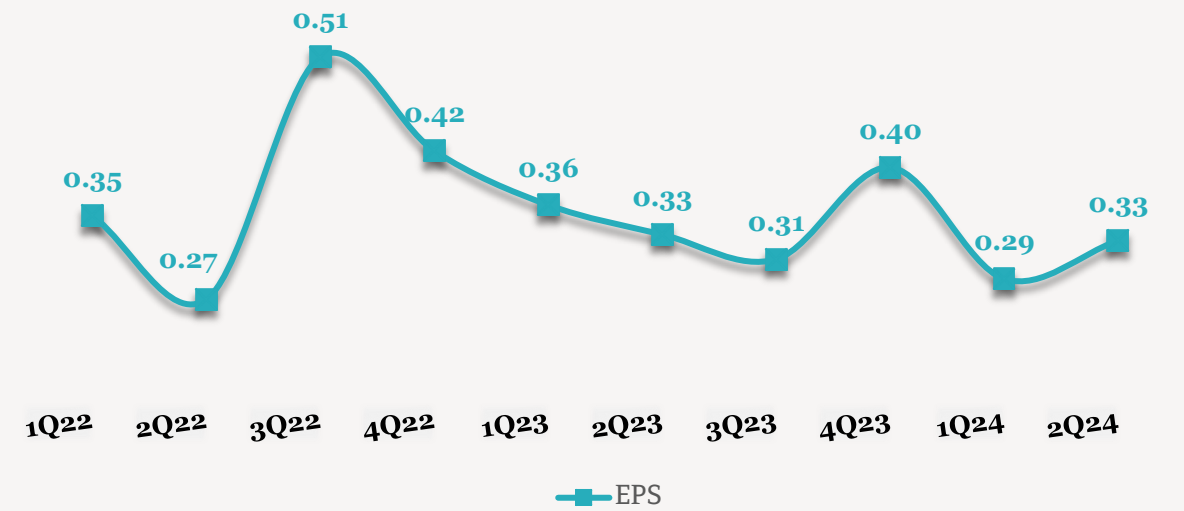
Quarterly Earnings Trend (QRmn)



Quarterly Margin Trend



EPS (QR) Trend



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