

Earnings Flash Note Qatar Gas Transport Co. 3Q 2024/9M 2024



# Qatar Gas Transport Co. (QGTS)

IAL SERVICES

- > Net profit rose 7.5% YoY to QR446mn (+9.0% QoQ) in 3Q2024 primarily due to lower total expenses. For 9M2024, net profit was up 7.2% to QR1,275mn.
- > Revenue from wholly owned vessels increased by 1.4% YoY to QR908mn (+0.2% QoQ) in 3Q2024. For 9M2024, revenue from wholly owned vessels rose 1.8% to QR2,710mn.
- > Gross profit grew by 1.4% YoY to QR703mn (+1.9% QoQ) while the corresponding margin increased to 77.4% (+0.1ppts YoY; +1.3ppts QoQ) in 3Q2024. For 9M2024, gross profit increased 1.7% to QR2,097mn.
- > Operating profit increased by 8.3% YoY (+4.5% QoQ) to QR493mn in 3Q2024 while the corresponding margin rose to 54.3% (+3.5ppts YoY, +2.2ppts QoQ). For 9M2024, operating profit jumped 7.5% to QR1,456mn.
- > For 3Q2024, EPS came at QR0.081 vs. QR0.075 in 3Q2023. For 9M2024, EPS came to QR0.230 vs. QR0.215 in 9M2023.

- > As of 20<sup>th</sup> Oct 2024, the stock has increased 23.8% YTD, outperforming the QSE Index, which was down by 2.0% YTD.
- > The stock is currently trading at a TTM P/E multiple of 14.7x, higher than its 3Y historical average of 13.5x. For now, we maintain our PT of QR5.60/share and our Outperform rating.

	3Q2024	3Q2023	YoY	2Q2024	QoQ	9M2024	9M2023	YoY
Revenue from Wholly Owned Vessels	908	896	1.4%	906	0.2%	2,710	2,662	1.8%
Gross Profit	703	693	1.4%	690	1.9%	2,097	2,063	1.7%
Gross Margin %	77.4%	77.4%		76.2%		77.4%	77.5%	
Operating Profit	493	455	8.3%	472	4.5%	1,456	1,354	7.5%
Operating Margin %	54.3%	50.8%		52.1%		53.7%	50.9%	
Share of Results from Joint Ventures	189	210	-10.3%	180	5.0%	534	593	-10.1%
Net Profit to Equity	446	415	7.5%	409	9.0%	1,275	1,189	7.2%
Net Margin %	49.1%	46.3%		45.2%		47.1%	44.7%	

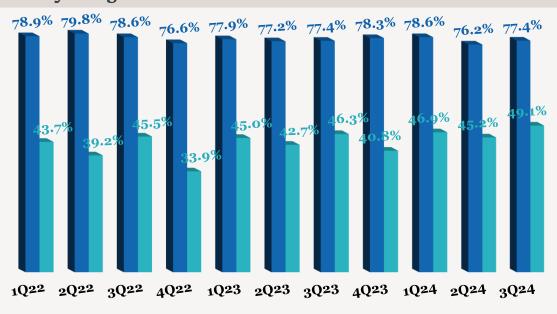
### 3Q/9M 2024 Earnings Performance



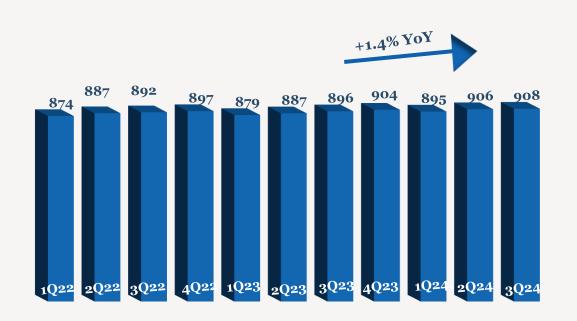
EPS (QR)	0.081	0.075	7.5%	0.074	9.0%	0.230	0.215	7.2%
Note: Values are expressed in OP'mp uplace explicitly stated								

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

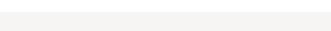




Quarterly Margin Trend



## Quarterly Sales Trend (QRmn)

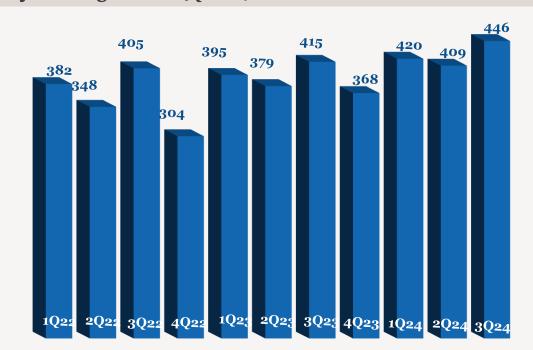


 $1Q22 \ 2Q22 \ 3Q22 \ 4Q22 \ 1Q23 \ 2Q23 \ 3Q23 \ 4Q23 \ 1Q24 \ 2Q24 \ 3Q24$ 

EPS



EPS (QR) Trend



**Quarterly Earnings Trend (QRmn)** 





Earnings Flash

3Q2024/9M2024

## Contacts

QNB Financial Services Co. W.L.L. Contact Center: (+974)4476 6666 <u>info@qnbfs.com.qa</u> Doha, Qatar

Saugata Sarkar, CFA, CAIA Head of Research <u>saugata.sarkar@qnbfs.com</u> .<u>qa</u>

Shahan Keushgerian Senior Research Analyst <u>shahan.keushgerian@qnbfs.com.qa</u>

Phibion Makuwerere, CFASenior 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

Disclaimer and Copyright Notice: This publication has been prepared by QNB Financial Services Co. W.L.L. ("QNBFS") a wholly-owned subsidiary of Qatar National Bank (Q.P.S.C.). QNBFS is regulated by the Qatar Financial Markets Authority and the Qatar Exchange. Qatar National Bank (Q.P.S.C.) is regulated by the Qatar Central Bank. This publication expresses the views and opinions of QNBFS at a given time only. It is not an offer, promotion or recommendation to buy or sell securities or other investments, nor is it intended to constitute legal, tax, accounting, or financial advice. QNBFS accepts no liability whatsoever for any direct or indirect losses arising from use of this report. Any investment decision should depend on the individual circumstances of the investor and be based on specifically engaged investment advice. We therefore strongly advise potential investors to seek independent professional advice before making any investment decision. Although the information in this report has been obtained from sources that QNBFS believes to be reliable, we have not independently verified such information and it may not be accurate or complete. QNBFS does not make any representations or warranties as to the accuracy and completeness of the information it may contain, and declines any liability in that respect. For reports dealing with Technical Analysis, expressed opinions and/or recommendations may be different or contrary to the opinions/recommendations of QNBFS Fundamental Research as a result of depending solely on the historical technical data (price and volume). QNBFS reserves the right to amend the views and opinions expressed in this publication at any time. It may also express viewpoints or make investment decisions that differ significantly from, or even contradict, the views and opinions included in this report. This report may not be reproduced in whole or in part without permission from QNBFS.



Earnings Flash

COPYRIGHT: No part of this document may be reproduced without the explicit written permission of QNBFS.