



Earnings Flash Note
Qatar Electricity and Water
3Q 2024/9M 2024

Qatar Electricity and Water Company (QEWS)

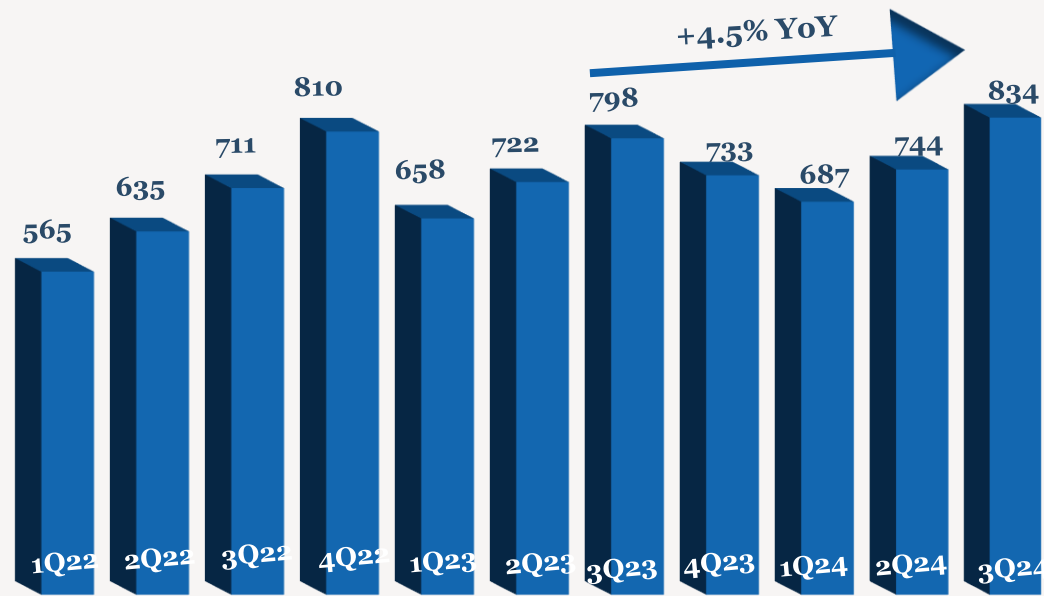
- > Net profit increased by 49.6% YoY to QR509mn (+41.0% QoQ) in 3Q2024 due to higher revenue, lower direct costs, lower G&A, higher income from equity-accounted investees/other income and lower finance cost. For 9M2024, net profit was up 7.2% to QR1,189mn.
- > Total revenue increased by 4.5% YoY to QR834mn (+12.2% QoQ) in 3Q2024. For 9M2024, total revenue was up 4.0% to QR2,265mn.
- > Gross profit grew by 11.7% YoY to QR256mn (+9.4% QoQ) and the margin improved to 30.7% (vs 28.8% in 3Q2023) in 3Q2024. For 9M2024, gross profit jumped 8.0% to QR716mn.
- > For 3Q2024, EPS came at QR0.46 vs. QR0.31 in 3Q2023. For 9M2024, EPS came to QR1.08 vs. QR1.01 in 9M2023.
- > As of 27th October 2024, the stock has decreased 15.7% YTD, underperforming the QSE Index, which was down by 2.5% YTD.
- > The stock is currently trading at a TTM P/E multiple of 10.6x. For now, we maintain our PT of QR 19.0/share and Accumulate rating.

3Q/9M 2024 Earnings Performance

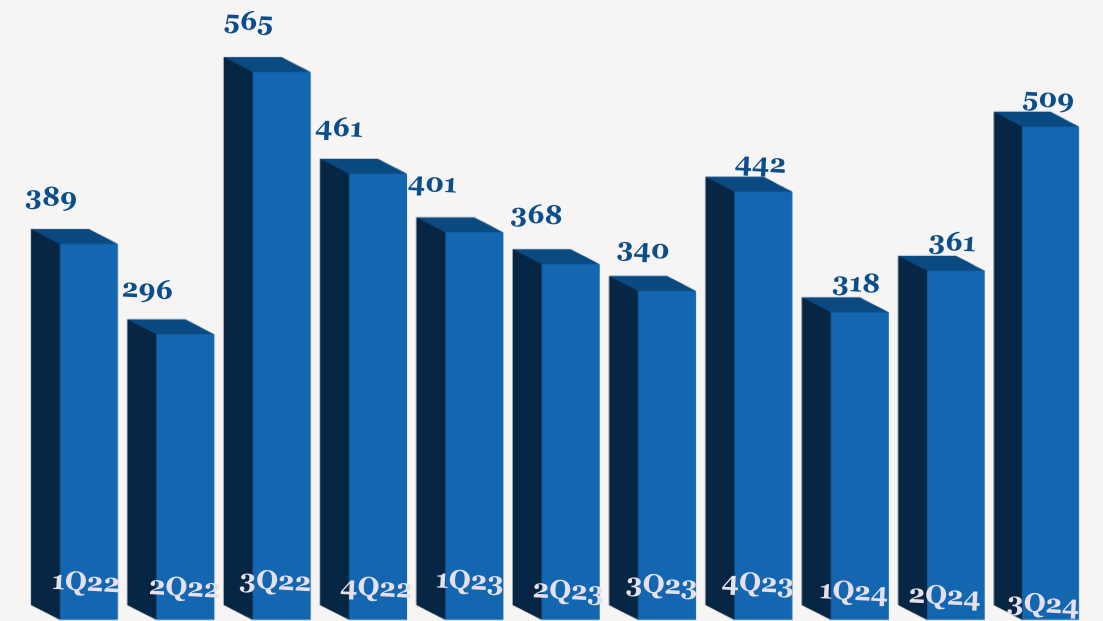
	3Q2024	3Q2023	YoY	2Q2024	QoQ	9M2024	9M2023	YoY
Total Revenue	834	798	4.5%	744	12.2%	2,265	2,178	4.0%
Gross Profit	256	230	11.7%	234	9.4%	716	663	8.0%
Gross Margin %	30.7%	28.8%		31.5%		31.6%	30.4%	
Operating Profit	315	257	22.2%	321	-1.8%	930	900	3.4%
Operating Margin %	37.7%	32.3%		43.1%		41.1%	41.3%	
Net Profit to Equity	509	340	49.6%	361	41.0%	1,189	1,109	7.2%
Net Margin %	61.0%	42.7%		48.6%		52.5%	50.9%	
EPS (QR)	0.46	0.31	49.6%	0.33	41.0%	1.08	1.01	7.2%

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

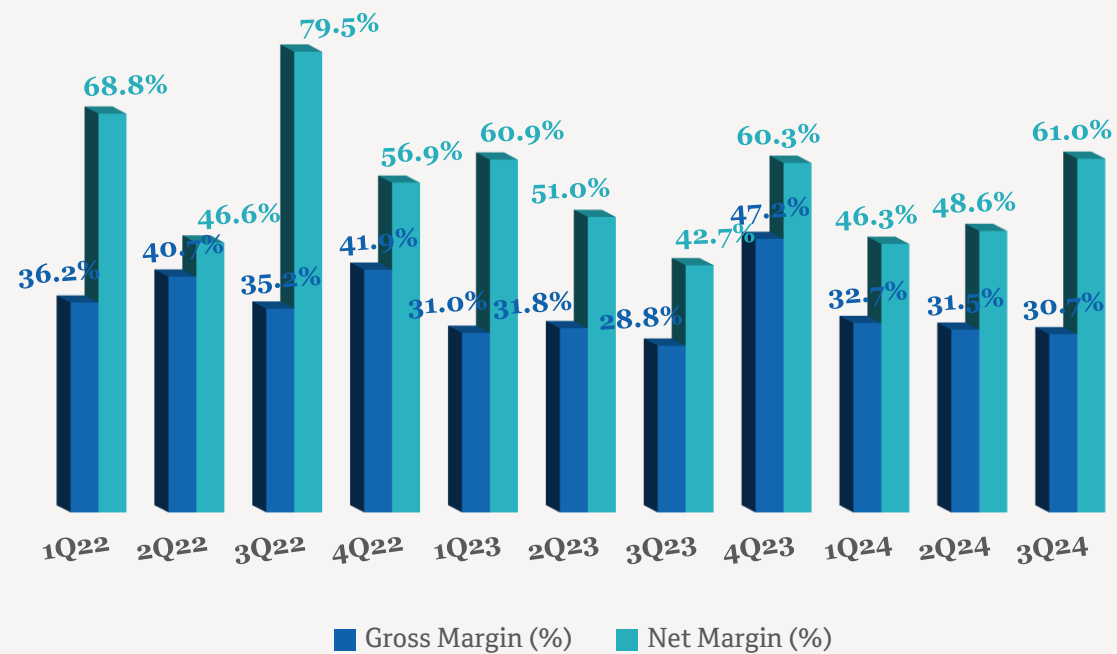
Quarterly Sales Trend (QRmn)



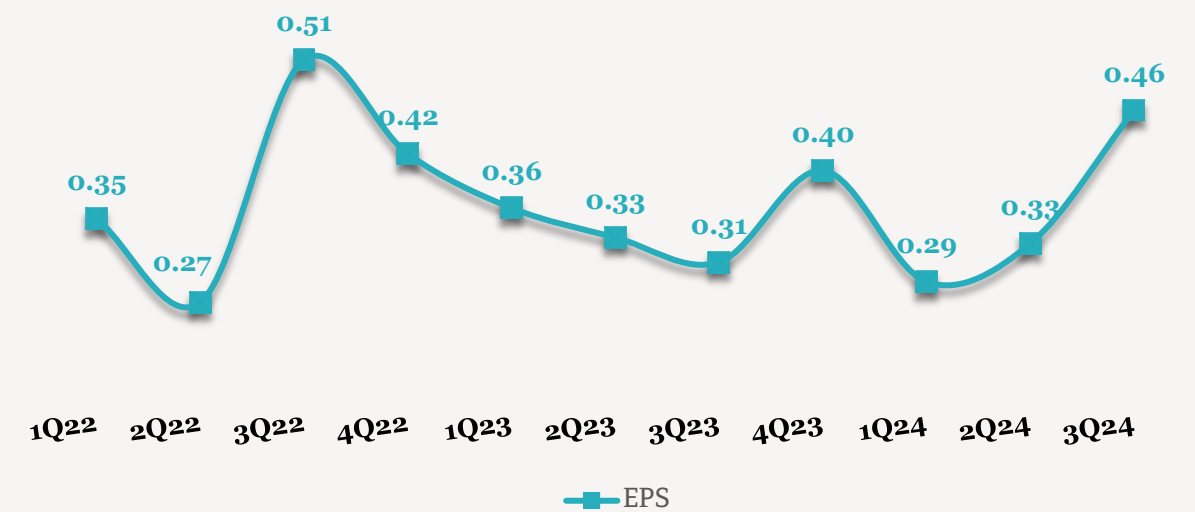
Quarterly Earnings Trend (QRmn)



Quarterly Margin Trend



EPS (QR) Trend



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