



Earnings Flash Note  
Qatar National Cement Company  
2Q 2024/6M 2024



## Qatar National Cement Company (QNCD)

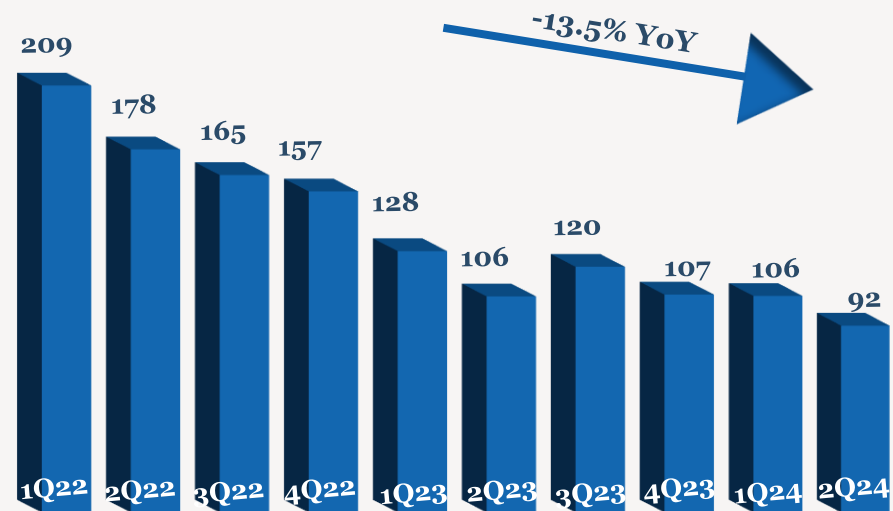
- > **Net profit decreased by 16.3% YoY to QR31mn (-39.5% QoQ) in 2Q2024** mainly due to a fall in sales. For 6M2024, net profit fell 18.6% to QR82mn.
- > **Sales were down 13.5% YoY to QR92mn (-13.7% QoQ).** For 6M2024, sales decreased 15.5% to QR198mn.
- > **Gross profit came lower by 27.6% YoY to QR24mn (-39.6% QoQ) while the corresponding margin came at 26.5% in 2Q2024 (vs. 31.6% in 2Q2023).** For 6M2024, gross profit fell 22.5% to QR64mn.
- > **Operating profit of QR20mn was down by 21.8% YoY (-37.8% QoQ) and margin came to 21.4% in 2Q2024 (vs. 23.6% in 2Q2023).** For 6M2024, operating profit came to QR51mn (-22.4% YoY).
- > For 2Q2024, EPS came to QR0.05 vs. QR0.06 in 2Q2023. For 6M2024, EPS came to QR0.13 vs. QR0.15 in 6M2023.
- > As of 11<sup>th</sup> August 2024, the stock has decreased 6.5% YTD, outperforming the QSE index, which was down by 7.0% YTD.
- > The stock is currently trading at TTM P/E multiple of 12.9x.

### 2Q/6M 2024 Earnings Performance

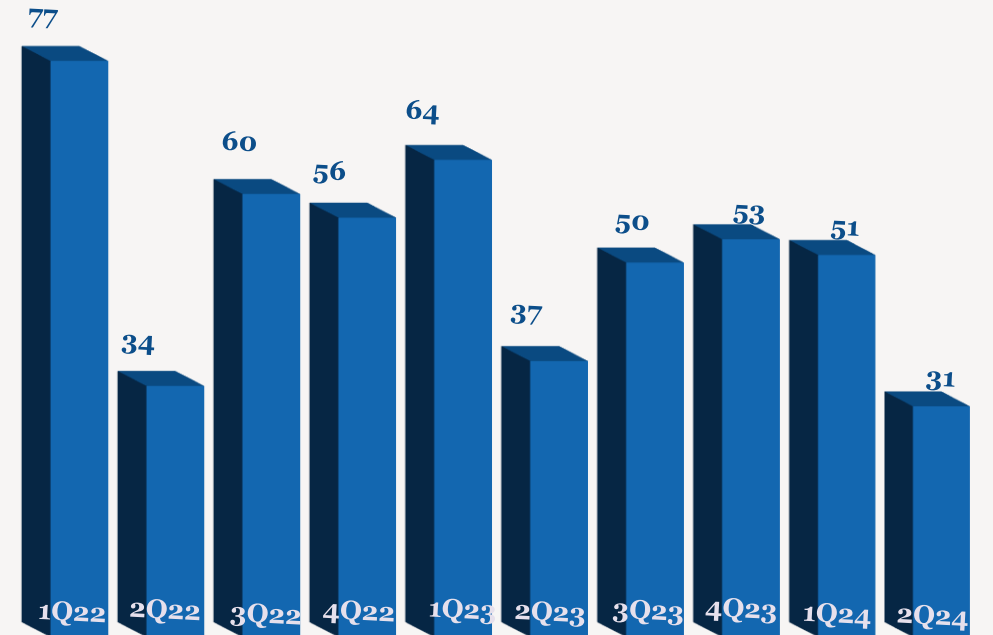
	2Q2024	2Q2023	YoY	1Q2024	QoQ	6M2024	6M2023	YoY
Sales	92	106	-13.5%	106	-13.7%	198	234	-15.5%
Gross Profit	24	33	-27.6%	40	-39.6%	64	83	-22.5%
Gross Margin %	26.5%	31.6%		37.8%		32.5%	35.5%	
Operating Profit	20	25	-21.8%	31	-37.8%	51	66	-22.4%
Operating Margin %	21.4%	23.6%		29.7%		25.8%	28.1%	
Other Income	12	12	-5.1%	19	-39.4%	31	34	-9.9%
Net Profit to Equity	31	37	-16.3%	51	-39.5%	82	101	-18.6%
Net Margin %	34.0%	35.1%		48.4%		41.7%	43.3%	
EPS (QR)	0.05	0.06	-16.3%	0.08	-39.5%	0.13	0.15	-18.6%

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

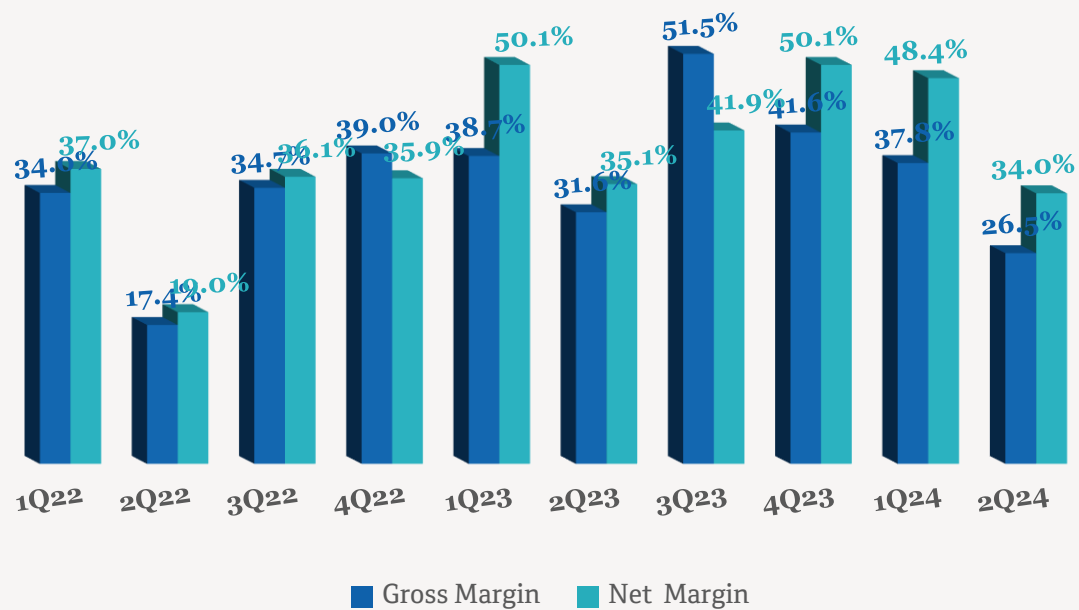
Quarterly Sales Trend (QRmn)



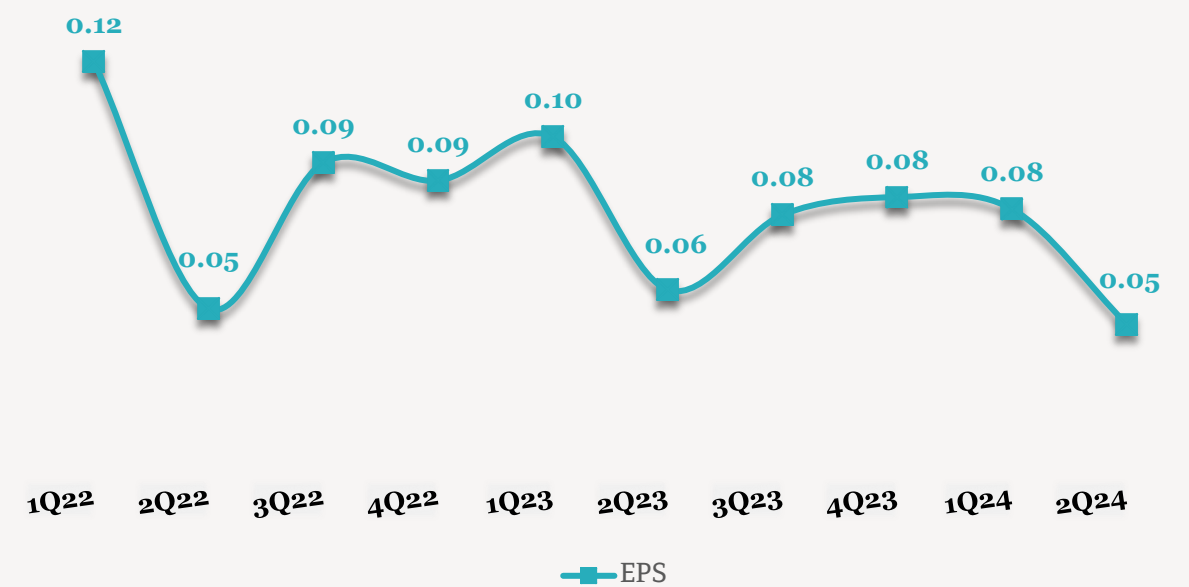
Quarterly Earnings Trend (QRmn)



Quarterly Margin Trend



EPS (QR) Trend



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