



Earnings Flash Note
Medicare Group
4Q 2025/FY2025

Medicare Group (MCGS)

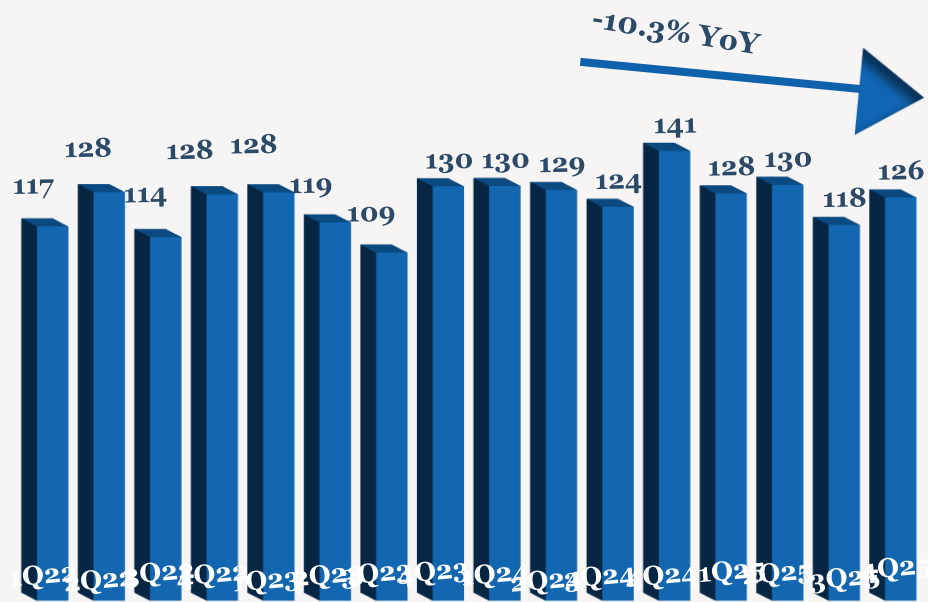
- > For 4Q2025 net profit declined 42.0% YoY to QR14mn from QR24mn in 4Q2024 (-33.1% QoQ), due to lower revenue and GPM. For FY2025 the net profit was up 26.6% to QR76mn.
- > Revenue decreased by 10.3% YoY to QR126mn (+7.3% QoQ) in 4Q2025. For FY2025 the revenue was down 4% to QR503mn.
- > Gross profit decreased by 20.8% YoY to QR40mn (-10.6% QoQ) in 4Q2025 while the corresponding margin came at 31.4% (-4.1ppts YoY; -6.3 QoQ) in 4Q2025. For FY2025 the gross profit was down 10.4% to QR176mn.
- > Operating profit decreased by 48.5% YoY to QR11mn (-34.5% QoQ) in 4Q2025. For FY2025 the operating profit was down 24.1% to QR63mn.
- > For 4Q2025, EPS came at QR0.05 vs QR0.085 in 4Q2024. For FY2025 EPS came at QR0.27 vs QR0.21 in FY2024.
- > As of 17th Feb 2026, the stock decreased 6.5% YTD, underperforming the QSE Index, which was up by 5.6% YTD.
- > The stock is currently trading at a TTM P/E multiple of 22.9x, higher than its 3Y historical average of 17.8x. For now, we maintain our PT of QR7.30/share and our Accumulate rating.
- > The BoD proposed a dividend of QR0.22 per share for 2025, which represents a 11.1% YoY growth from DPS of QR0.198 for 2024. That translates to a DY of 3.5%.

4Q/FY2025 Earnings Performance

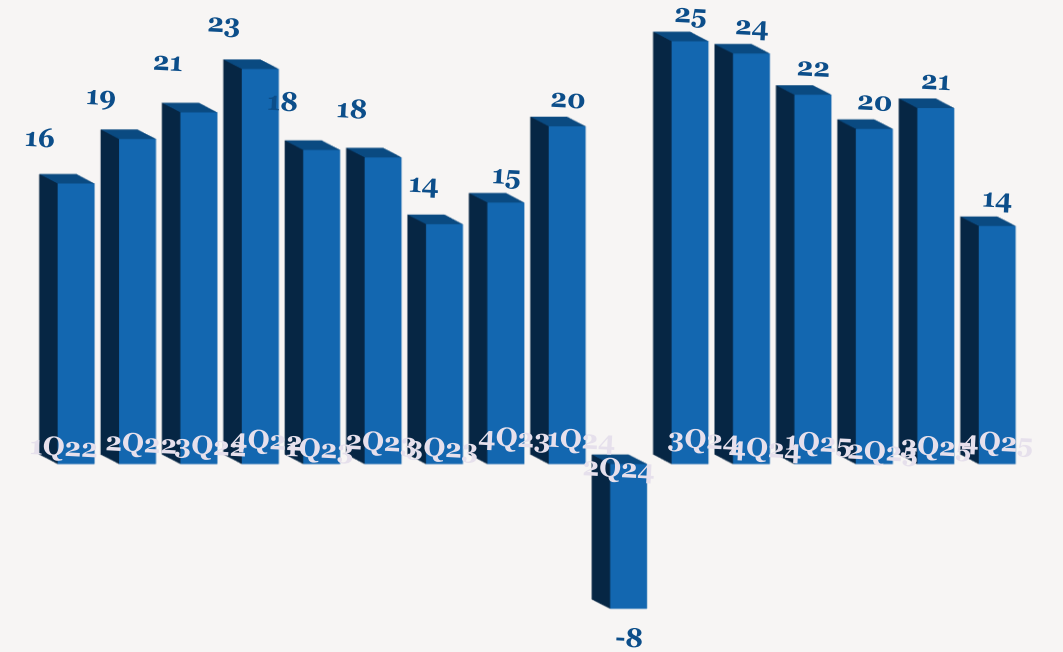
	4Q2025	4Q2024	YoY	3Q2025	QoQ	FY2025	FY2024	YoY
Revenue	126	141	-10.3%	118	7.3%	503	523	-4.0%
Gross Profit	40	50	-20.8%	44	-10.6%	176	197	-10.4%
Gross Margin %	31.4%	35.5%		37.7%		35.1%	37.6%	
Operating Profit	11	22	-48.5%	17	-34.5%	63	83	-24.1%
Operating Margin %	9.0%	15.7%		14.7%		12.5%	15.8%	
Net Profit to Equity	14	24	-42.0%	21	-33.1%	76	60	26.6%
Net Margin %	11.0%	17.0%		17.7%		15.1%	11.5%	
EPS (QR)	0.050	0.085	-42.0%	0.074	-33.1%	0.27	0.21	26.6%

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

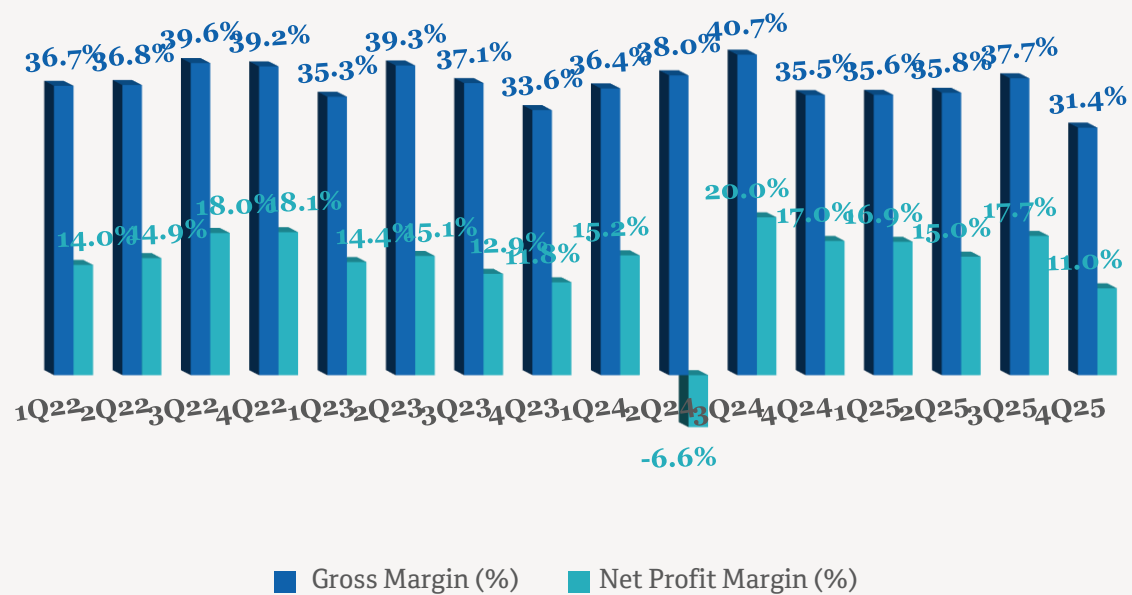
Quarterly Sales Trend (QRmn)



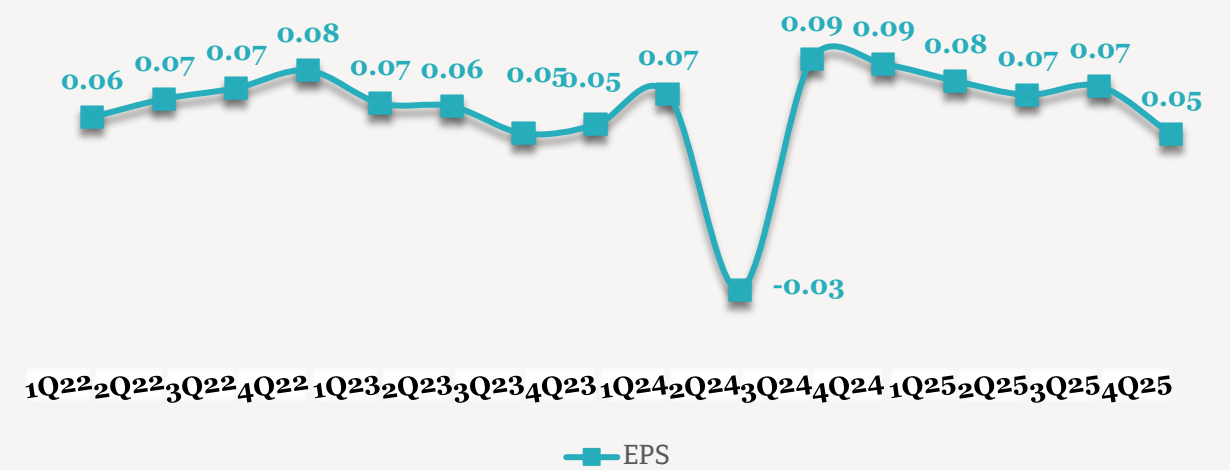
Quarterly Earnings Trend (QRmn)



Quarterly Margin Trend



EPS (QR) Trend



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