QNB FINANCIAL SERVICES

Earnings Flash Note
Qatar Electricity and Water
4Q 2025/FY 2025

Nebras Energy (QEWS)

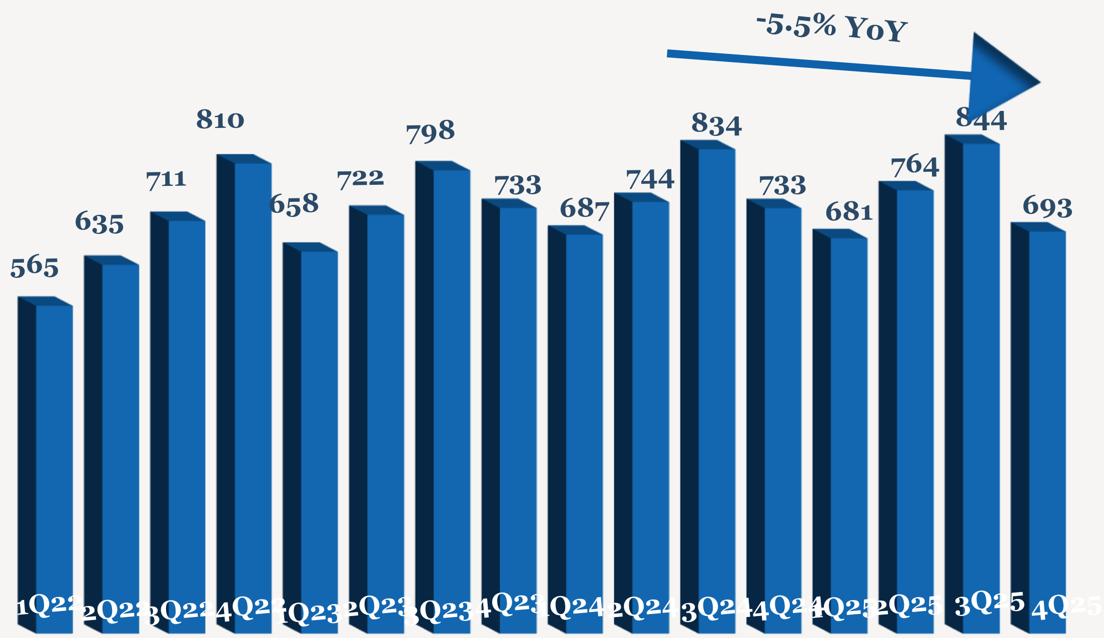
- **Net profit increased by 46.9% YoY to QR334mn (-8.6% QoQ) in 4Q2025** due to lower cost of sales. For FY2025, net profit fell 3.9% to QR1,361mn.
- **Total revenue came at QR693mn (-5.5% YoY, -17.9% QoQ) in 4Q2025.** For FY2025, total revenue decreased 0.6% to QR2,982mn.
- **Gross profit grew by 9.5% YoY to QR305mn (+17.9% QoQ**) and the margin came at 44.0% (vs 38.0% in 4Q2024) in 4Q2025. For FY2025, gross profit rose 2.2% to QR1,016mn.
- **For 4Q2025, EPS came at QR0.30 vs. QR0.21 in 4Q2024.** For FY2025, EPS came at QR1.24 vs. QR1.29 in FY2024.
- **As of 8th February 2026, the stock has increased 3.0% YTD, Underperforming** the QSE Index, which was up by 6.1% YTD.
- **The stock is currently trading at a TTM P/E multiple of 12.5x**. For now, we maintain our PT of QR 20.0/share and Accumulate rating.
- **The Board of Directors recommends the distribution of a cash dividend of 50.6% of the nominal share value, (QR0.506 per share)** for the second half of the year ending on 31 December 2025, bringing the total dividend distribution for the year to 75% of the nominal share value (QR0.75 per share), subject to the General Assembly Approval.

4Q/FY 2025 Earnings Performance

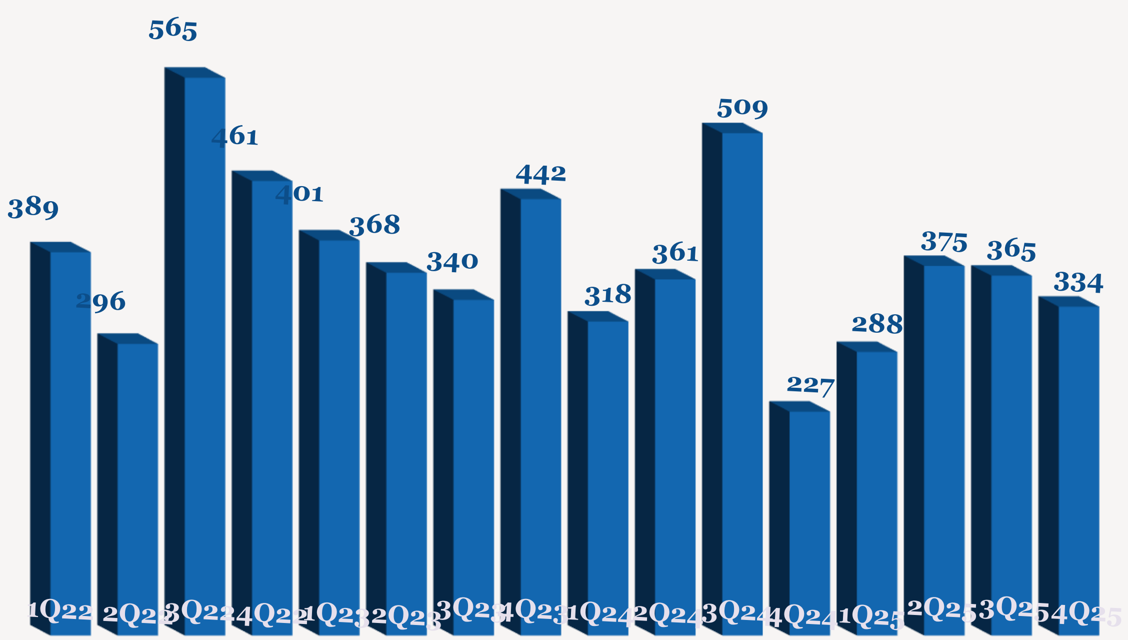
	4Q2025	4Q2024	YoY	3Q2025	QoQ	FY2025	FY2024	YoY
Total Revenue	693	733	-5.5%	844	-17.9%	2,982	2,999	-0.6%
Gross Profit	305	278	9.5%	259	17.9%	1,016	994	2.2%
Gross Margin %	44.0%	38.0%		30.7%		34.1%	33.2%	
Operating Profit	282	275	2.8%	287	-1.7%	1,073	1,205	-11.0%
Operating Margin %	40.7%	37.5%		34.0%		36.0%	40.2%	
Net Profit to Equity	334	227	46.9%	365	-8.6%	1,361	1,416	-3.9%
Net Margin %	48.1%	31.0%		43.2%		45.6%	47.2%	
EPS (QR)	0.30	0.21	46.9%	0.33	-8.6%	1.24	1.29	-3.9%

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

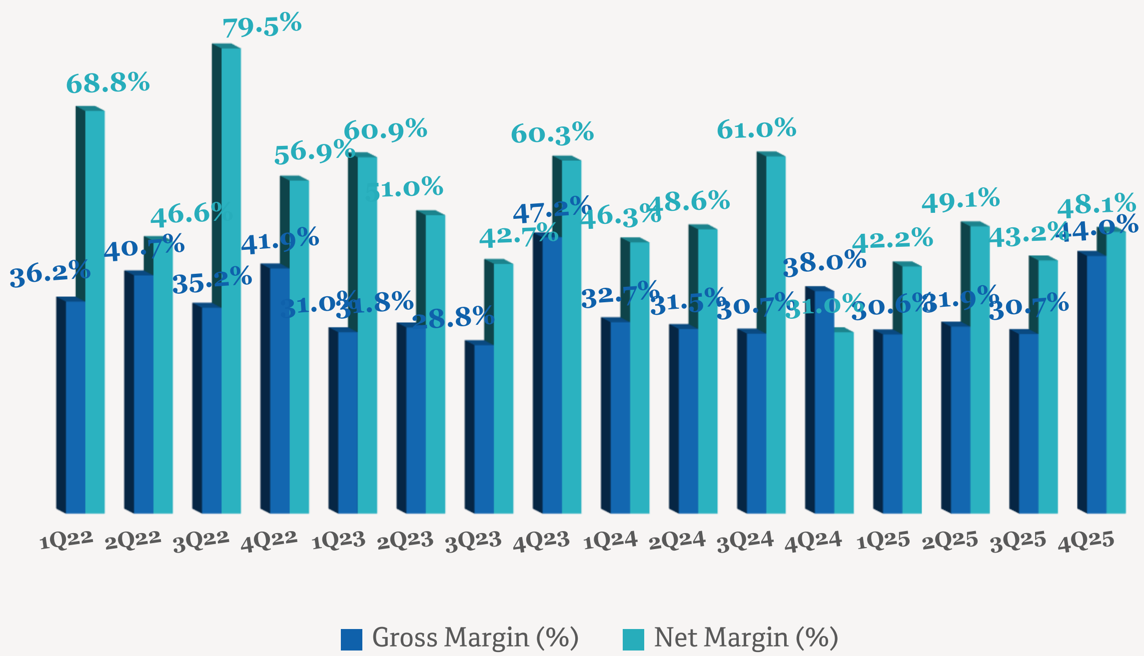
Quarterly Sales Trend (QRmn)



Quarterly Earnings Trend (QRmn)



Quarterly Margin Trend



EPS (QR) Trend

Contacts

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

Saugata Sarkar, CFA, CAIA
Head of Research
saugata.sarkar@qnbfs.com.qa

Shahan Keushgerian
Senior Research Analyst
shahan.keushgerian@qnbfs.com.qa

Phibion Makuwerere, CFA
Senior Research Analyst
phibion.makuwerere@qnbfs.com.qa

Dana Saif Al Sowaidi
Research Analyst
dana.alsowaidi@qnbfs.com.qa