QNB FINANCIAL SERVICES

Earnings Flash Note
Qatar National Cement
4Q 2025/FY 2025

Qatar National Cement Company (QNCD)

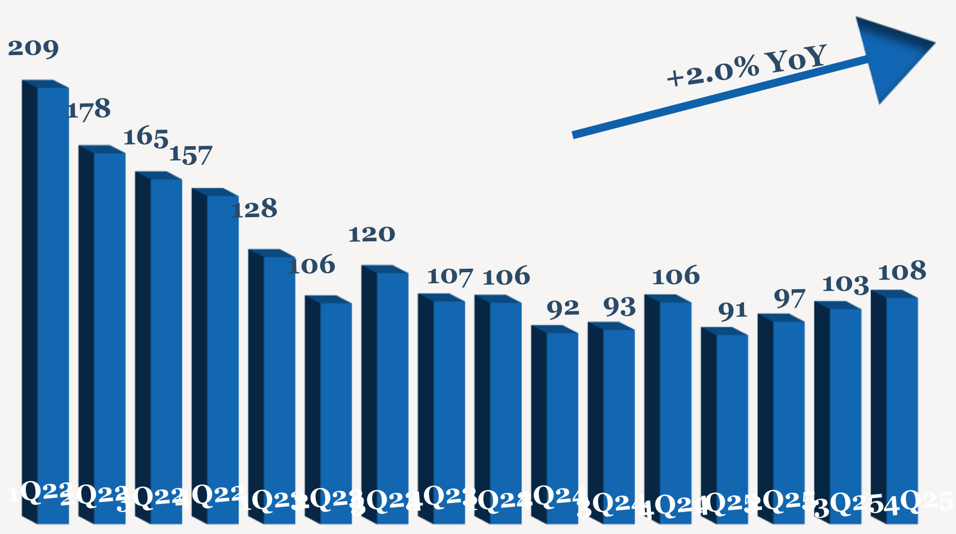
- **Net profit decreased by 27.4% to QR22mn (-7.4% QoQ) in 4Q2025** mainly due to higher finance costs and general and administrative expenses. For FY2025, net profit fell 37.3% to QR100mn.
- **Revenue was up 2.0% YoY to QR108mn (+5.2% QoQ) in 4Q2025.** For FY2025, revenue came to QR399mn (+0.5% YoY).
- **Gross profit rose by 7.2% YoY to QR30mn (+63.9% QoQ)** while the corresponding margin came at 28.1% in 4Q2025 (vs. 26.8% in 4Q2024). For FY2025, gross profit decreased 32.0% to QR90mn.
- **Operating profit of QR9mn was down by 34.5% YoY (-29.2% QoQ)** and margin came to 8.3%in 4Q2025 (vs. 12.9% in 4Q2024). For FY2025, operating profit fell 50.6% to QR50mn.
- **For 4Q2025, EPS came to QR0.03 vs. QR0.05 in 4Q2024.** For FY2025, EPS came to QR0.15 vs. QR0.24 in FY2024.
- **As of 9th February 2026, the stock has increased 8.3% YTD, Outperforming the QSE Index, which was up by 6.9% YTD.**
- **The stock is currently trading at TTM P/E multiple of 19.0x. For now, we maintain our PT of QR3.92/share and Accumulate rating.**
- **Proposed Dividends Distribution: Total Annual Cash Dividends 0.022.**

4Q/FY 2025 Earnings Performance

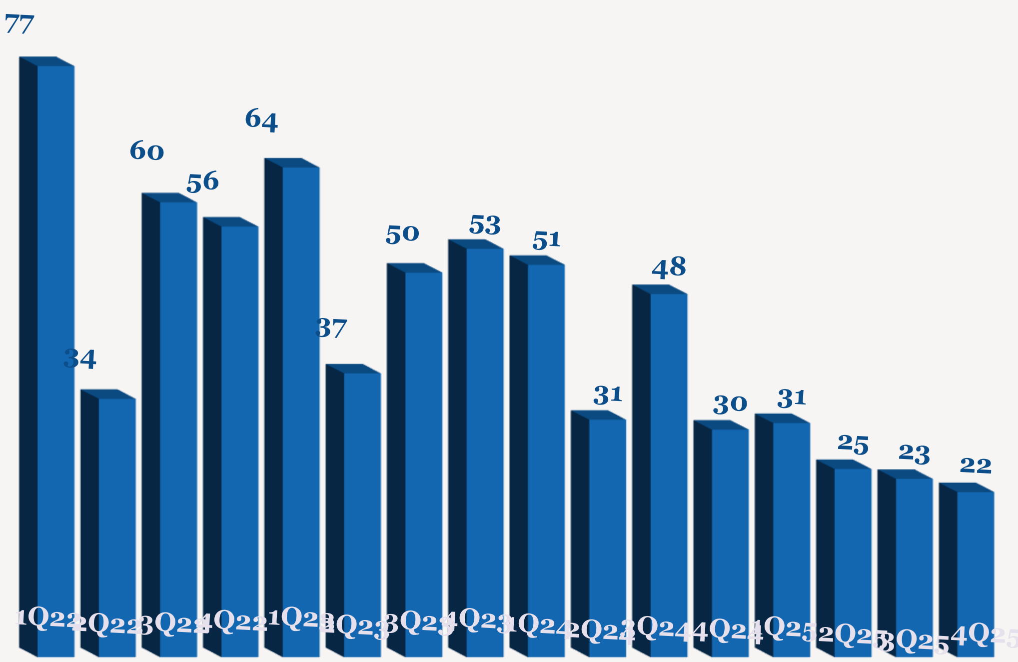
	4Q2025	4Q2024	YoY	3Q2025	QoQ	FY2025	FY2024	YoY
Revenue	108	106	2.0%	103	5.2%	399	397	0.5%
Gross Profit	30	28	7.2%	19	63.9%	90	133	-32.0%
Gross Margin %	28.1%	26.8%		18.1%		22.6%	33.5%	
Operating Profit	9	14	-34.5%	13	-29.2%	50	100	-50.6%
Operating Margin %	8.3%	12.9%		12.3%		12.4%	25.3%	
Other Income	12	16	-26.0%	11	12.3%	50	59	-15.4%
Net Profit to Equity	22	30	-27.4%	23	-7.4%	100	160	-37.3%
Net Margin %	19.9%	28.0%		22.7%		25.1%	40.3%	
EPS (QR)	0.03	0.05	-27.4%	0.04	-7.4%	0.15	0.24	-37.3%

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

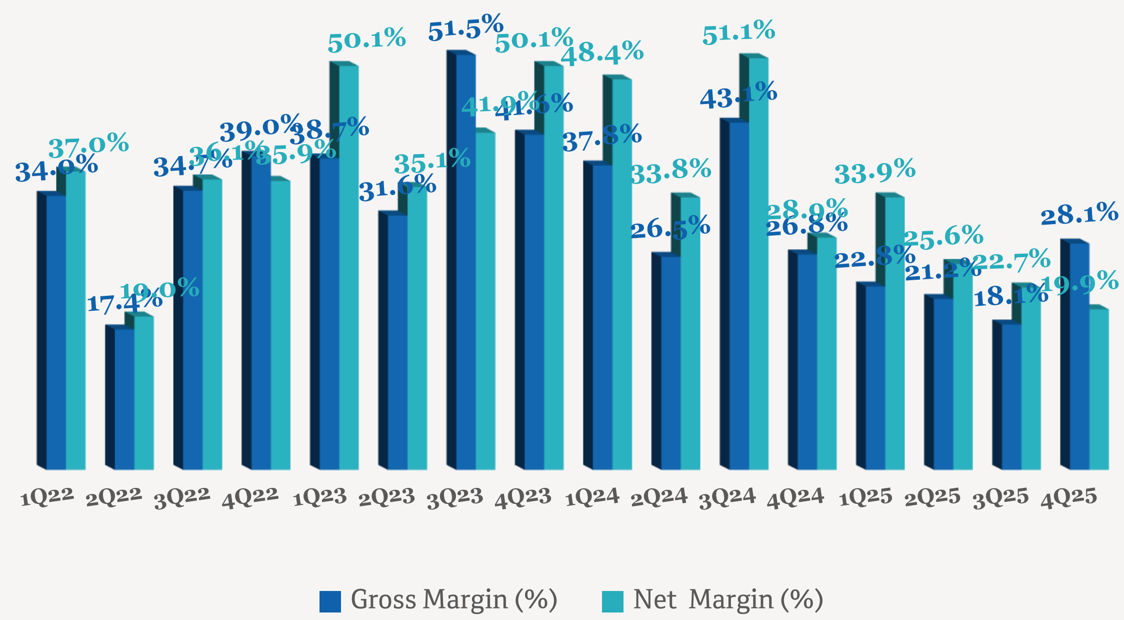
Quarterly Sales Trend (QRmn)



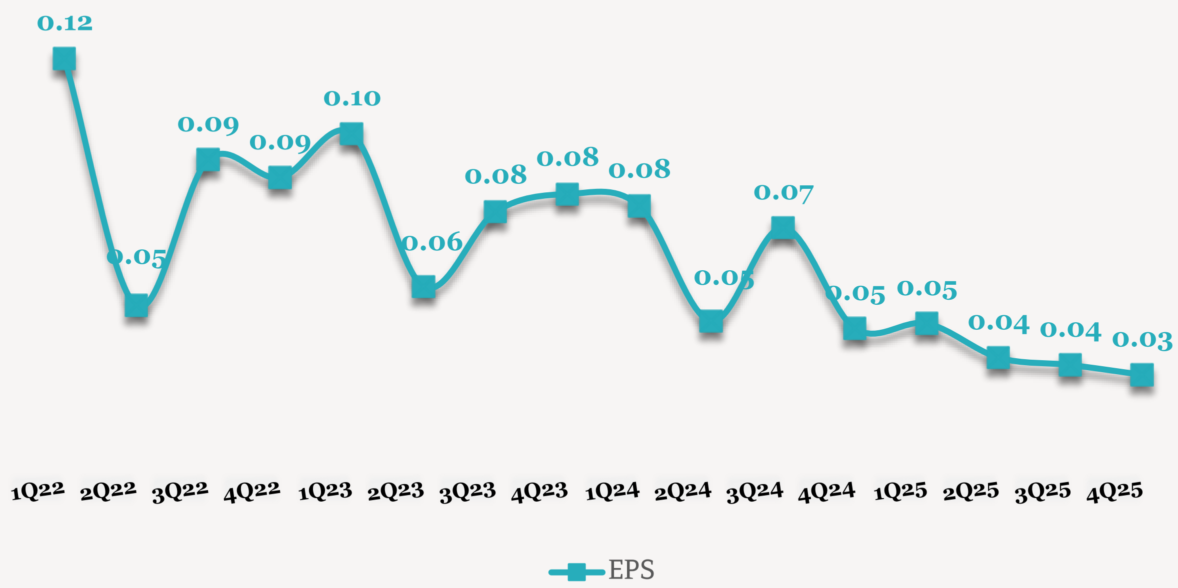
Quarterly Earnings Trend (QRmn)



Quarterly Margin Trend



EPS (QR) Trend



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