

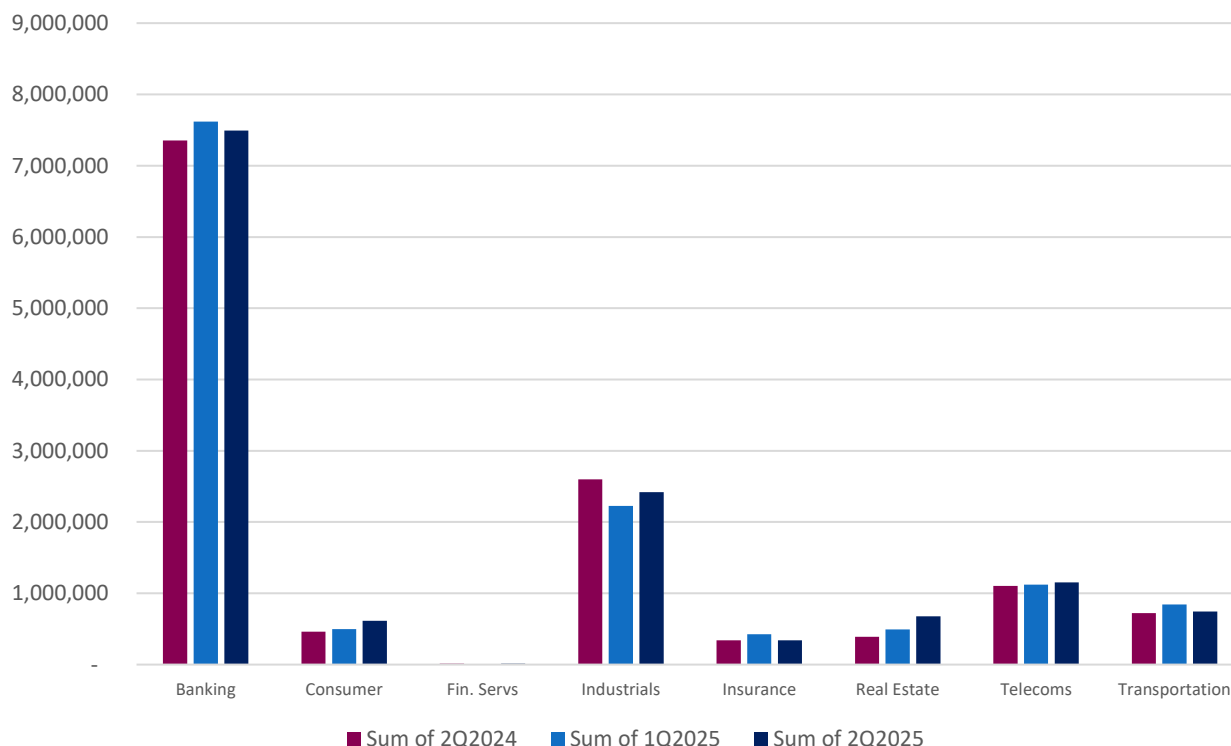
Welcome Rally In QSE Fueled By Positive Earnings Momentum & Attractive Valuation

Listed companies on the Qatar Stock Exchange reported a 3.7%/1.7% YoY/QoQ growth in aggregate earnings to QR13.5bn during 2Q2025 vs. the 1.0% YoY growth seen in 1Q2025. All sectors experienced YoY growth except for the Industrials and Insurance sectors. Sequentially, the Banks, Transportation and Insurance sectors endured a drop in earnings, offsetting other sectors' growth and resulting in the small marginal growth in overall QSE earnings. **Aggregate top-line expanded 5.4% YoY and 2.7% QoQ to QR49.1bn from QR46.5bn and QR47.8bn, respectively. Aggregate NP margin was 27.4% compared with 27.9% in 2Q2024 and 27.7% in 1Q2025.** The top-line was mainly steered by the 6.9% rise in banks and the 14.9% rise in Industrials. During 2Q2025, the QSE Index ascended 5.0% (1Q2025: -3.2%), registering QR29.4bn in equities traded (1Q2025: QR23.7bn).

Snapshot of the 2Q2025 Earnings Season

- Six (2Q2024: seven) of the eight sectors exhibited positive earnings growth YoY.
- The Real Estate sector outshined its peers as its earnings skyrocketed 73.0%, contributing the most to the growth in QSE's aggregate earnings.
- Industrials sector earnings were pulled down 6.9% YoY by half of the companies. If we exclude IQCD's earnings decline (2Q2024 benefitted from one-off income items), aggregate sector earnings would have increased 19.6% YoY.
- One (2Q2024: three) of the 53 listed companies endured losses, which was in the Consumers sector.
- Two companies recovered from losses in 2Q2024, while one company fell deeper into losses in 2Q2025.
- Only one bank reported a YoY drop in earnings.
- Three sectors reported sequential drop in earnings: Banks, Transportation and Insurance.

QSE Sector Earnings Trend: 2Q2025 vs. 2Q2024 vs. 1Q2025



Source: QSE, QNBFS Research

2Q2025 Net Profit for QSE-listed Companies (QR'000)

| Sector | Ticker | 2Q2024 | 1Q2025 | 2Q2025 | YoY | QoQ |
|---------------------------------|--------|------------|------------|------------|----------|---------|
| Banks | QNBK | 4,018,556 | 4,260,431 | 4,140,391 | 3.0% | (2.8%) |
| | QIBK | 1,109,976 | 985,089 | 1,190,069 | 7.2% | 20.8% |
| | CBQK | 769,329 | 651,411 | 609,950 | (20.7%) | (6.4%) |
| | DUBK | 361,141 | 437,076 | 374,215 | 3.6% | (14.4%) |
| | MARK | 382,986 | 407,525 | 413,858 | 8.1% | 1.6% |
| | QIHK | 319,875 | 356,355 | 332,771 | 4.0% | (6.6%) |
| | DHBK | 201,011 | 251,629 | 215,715 | 7.3% | (14.3%) |
| | ABQK | 164,946 | 229,255 | 173,145 | 5.0% | (24.5%) |
| | QFBQ | 25,361 | 40,458 | 41,978 | 65.5% | 3.8% |
| Banks Total | | 7,353,181 | 7,619,229 | 7,492,092 | 1.9% | (1.7%) |
| Consumer Goods & Services | QFLS | 238,454 | 230,486 | 229,948 | (3.6%) | (0.2%) |
| | MERS | 39,882 | 53,412 | 28,974 | (27.4%) | (45.8%) |
| | BLDN | 52,170 | 58,231 | 272,779 | 422.9% | 368.4% |
| | ZHCD | 48,962 | 46,312 | 47,893 | (2.2%) | 3.4% |
| | MCCS | 39,377 | 33,658 | 36,248 | (7.9%) | 7.7% |
| | MCGS | (8,486) | 21,616 | 19,618 | N/M | (9.2%) |
| | MEZA | 18,223 | 13,115 | 15,537 | (14.7%) | 18.5% |
| | SIIS | 15,442 | 20,236 | 26,469 | 71.4% | 30.8% |
| | WDAM | (7,428) | (10,268) | (98,326) | 1,223.8% | 857.6% |
| | MKDM | 6,934 | 11,353 | 7,452 | 7.5% | (34.4%) |
| | FALH* | 1,072 | 3,082 | 545 | (49.2%) | (82.3%) |
| | QCFS | 650 | 2,034 | 6,625 | 919.7% | 225.8% |
| Consumer Goods & Services Total | QGMD | 577 | (1,595) | 7,372 | 1,176.8% | N/M |
| | MHAR | 11,916 | 11,943 | 14,212 | 19.3% | 19.0% |
| | | 457,747 | 493,615 | 615,346 | 34.4% | 24.7% |
| Financial Services | NLCS | 4,973 | 5,150 | 5,867 | 18.0% | 13.9% |
| | IHGS | 5,487 | 1,371 | 1,927 | (64.9%) | 40.5% |
| | QOIS | 704 | 3,677 | 328 | (53.4%) | (91.1%) |
| | DBIS | 439 | (1,746) | 4,028 | 817.5% | N/M |
| Fin. Serv. Total | | 11,603 | 8,452 | 12,151 | 4.7% | 43.8% |
| Industrials | IQCD | 1,380,411 | 992,879 | 962,497 | (30.3%) | (3.1%) |
| | QEWS | 361,162 | 287,650 | 374,798 | 3.8% | 30.3% |
| | MPHC | 204,364 | 186,168 | 192,538 | (5.8%) | 3.4% |
| | GISS | 195,236 | 222,001 | 185,790 | (4.8%) | (16.3%) |
| | IGRD | 109,356 | 174,791 | 312,586 | 185.8% | 78.8% |
| | AHCS | 94,344 | 101,810 | 119,480 | 26.6% | 17.4% |
| | QAMC | 151,319 | 156,410 | 185,689 | 22.7% | 18.7% |
| | QNCD | 31,101 | 30,664 | 24,642 | (20.8%) | (19.6%) |
| | QIGD | 27,218 | 41,955 | 29,767 | 9.4% | (29.1%) |
| Industrials Total | | 2,597,634 | 2,225,622 | 2,418,315 | (6.9%) | 8.7% |
| Insurance | QATI | 162,131 | 201,039 | 173,745 | 7.2% | (13.6%) |
| | DOHI | 39,590 | 72,022 | 44,562 | 12.6% | (38.1%) |
| | QISI | 40,523 | 44,118 | 24,984 | (38.3%) | (43.4%) |
| | AKHI | 17,361 | 17,877 | 14,987 | (13.7%) | (16.2%) |
| | QGRI | 30,750 | 49,638 | 24,843 | (19.2%) | (50.0%) |
| | QLMI | 24,654 | 15,195 | 27,406 | 11.2% | 80.4% |
| | BEMA | 24,645 | 23,914 | 29,046 | 17.9% | 21.5% |
| Insurance Total | | 339,654 | 423,804 | 339,573 | 0.0% | (19.9%) |
| Real Estate | BRES | 319,228 | 239,471 | 320,695 | 0.5% | 33.9% |
| | ERES | 81,050 | 153,041 | 269,906 | 233.0% | 76.4% |
| | UDCD | 72,832 | 72,372 | 74,693 | 2.6% | 3.2% |
| | MRDS | (82,513) | 26,797 | 10,264 | N/M | (61.7%) |
| Real Estate Total | | 390,597 | 491,681 | 675,558 | 73.0% | 37.4% |
| Telecoms | ORDS | 958,529 | 960,046 | 988,016 | 3.1% | 2.9% |
| | VFQS | 143,060 | 162,302 | 166,326 | 16.3% | 2.5% |
| Telecoms Total | | 1,101,589 | 1,122,348 | 1,154,342 | 4.8% | 2.9% |
| Transportation | QGTS | 409,388 | 433,203 | 426,427 | 4.2% | (1.6%) |
| | QNNS | 263,168 | 374,452 | 297,717 | 13.1% | (20.5%) |
| | GWCS | 49,472 | 37,696 | 21,195 | (57.2%) | (43.8%) |
| Transportation Total | | 722,028 | 845,351 | 745,339 | 3.2% | (11.8%) |
| Grand Total | | 12,974,033 | 13,230,102 | 13,452,714 | 3.7% | 1.7% |

Source: QSE, QNBFS Research; FALH* is based on its latest 3QFY2025 results

DPS Profile of QSE-listed Companies (QR)

| Ticker | 1H2024 | 1H2025 | FY2023 | FY2024 |
|--------|--------|--------|--------|--------|
| QNBK | 0.330 | 0.350 | 0.650 | 0.700 |
| QIBK | 0.250 | 0.400 | 0.725 | 0.800 |
| CBQK | - | - | 0.250 | 0.300 |
| DUBK | 0.080 | 0.080 | 0.160 | 0.160 |
| MARK | - | - | 0.100 | 0.100 |
| QIIK | 0.230 | 0.240 | 0.450 | 0.500 |
| DHBK | - | - | 0.075 | 0.100 |
| ABQK | - | - | 0.250 | 0.250 |
| QFBQ | - | - | - | 0.050 |
| QFLS | 0.400 | 0.400 | 0.900 | 1.000 |
| MERS | - | - | 0.850 | 0.850 |
| BLDN | - | - | 0.070 | - |
| ZHCD | - | - | 0.650 | 0.700 |
| MCCS | - | - | 0.250 | 0.250 |
| MCGS | - | - | 0.220 | 0.198 |
| MEZA | - | - | 0.081 | 0.080 |
| SIIS | - | - | 0.030 | 0.040 |
| WDAM | - | - | - | - |
| MKDM | - | - | - | - |
| FALH* | - | - | 0.031 | 0.019 |
| QCFS | - | - | 0.070 | 0.070 |
| QGMD | - | - | - | - |
| MHAR | - | - | 0.100 | 0.110 |
| NLCS | - | - | 0.030 | 0.035 |
| IHGS | - | - | 0.050 | 0.070 |
| QOIS | - | - | - | - |
| DBIS | - | - | - | - |
| IQCD | 0.310 | 0.260 | 0.780 | 0.740 |
| QEWS | 0.250 | 0.244 | 0.860 | 0.780 |
| MPHC | 0.027 | 0.026 | 0.086 | 0.057 |
| GISS | - | - | 0.150 | 0.170 |
| IGRD | - | - | - | - |
| AHCS | - | - | - | 0.060 |
| QAMC | 0.030 | 0.043 | 0.070 | 0.080 |
| QNCD | - | - | 0.300 | 0.270 |
| QIGD | - | - | 0.150 | 0.130 |
| QIMD | - | - | 0.130 | 0.130 |
| QATI | - | - | 0.100 | 0.100 |
| DOHI | - | - | 0.175 | 0.175 |
| QISI | - | - | 0.500 | 0.500 |
| AKHI | - | - | 0.120 | 0.150 |
| QGRI | - | - | - | - |
| QLMI | - | - | 0.125 | 0.100 |
| BEMA | - | - | 0.180 | 0.200 |
| BRES | - | - | 0.180 | 0.180 |
| ERES | - | - | - | - |
| UDCD | - | - | 0.055 | 0.055 |
| MRDS | - | - | 0.025 | - |
| ORDS | - | - | 0.550 | 0.650 |
| VFQS | - | - | 0.110 | 0.120 |
| QGTS | 0.070 | 0.072 | 0.140 | 0.140 |
| QNNS | - | - | 0.375 | 0.400 |
| GWCS | - | - | 0.110 | 0.100 |

Source: QSE, QNBFS Research; FALH* is based on its latest 3QFY2025 results

Contents

| | |
|---------------------------------------|----|
| Banking Sector | 5 |
| Industrials Sector | 7 |
| Consumer Goods & Services Sector..... | 9 |
| Insurance Sector | 11 |
| Telecoms Sector..... | 13 |
| Real Estate Sector | 14 |
| Transportation Sector | 15 |
| Financial Services Sector..... | 16 |

Banking Sector

Lower CoR Moved The Bottom-Line

Highlights:

- **The banking sector posted an increase in aggregate earnings YoY but a decline sequentially in 2Q2025.** For 2Q2025, the banking sector posted a +1.9 (-1.7% QoQ) growth in aggregate headline net income.
- **The Banks & Financial Services Index** outperformed the QSE Index, increasing by 7.9% vs. +5.0% (QSE Index) in 2Q2025.

Revenue:

- **Aggregate revenue increased by 6.9% YoY in 2Q2025 to QR16.6bn, driven by non-funded income at some banks.** Aggregate increase was attributable to QNB Group (QNBK), followed by Qatar Islamic Bank (QIBK). QIBK's revenue increased by 4.8% YoY to QR1,667.4mn, driven by a 3.7% increase in net interest & investment income and 10.9% increase in non-funded income. Moreover, Qatar International Islamic Bank's (QIIB) revenue jumped by 15.6% on strong margin expansion. On the other hand, Commercial Bank of Qatar's (CBQK) revenue dropped by 10.2% due to weak non-fund income and a 40bps compression in NIMs.
- **Aggregate revenue declined sequentially in 2Q2025.** The drop in revenue was mainly attributable to QNBK as net interest income and non-funded income declined.
- **NIMs, on a YoY/QoQ basis on average compressed.** In aggregate, net interest margin compressed by 12/3bps to 2.14% YoY/QoQ.

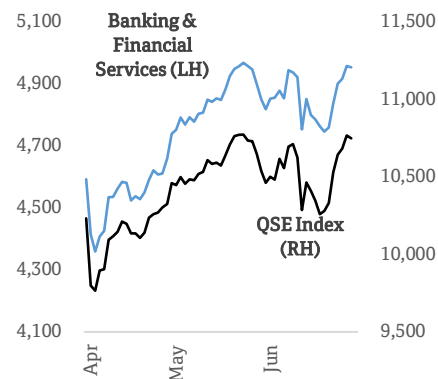
Earnings:

- **Aggregate 2Q2025 net income increased by 1.9% YoY to QR7.5bn, mainly due to lower CoR; excluding CBQK, aggregate earnings would have been up 4.5%.** All banks witnessed their bottom-line increase with CBQK being the exception. **QIBK's** net profit grew by 7.2% due to a decline in credit provisions & impairments and a healthy increase in revenue, while **Al Rayan Bank's (MARK)** net income gained by 8.1% due to net credit provisions dropping by 31.9% YoY, countering a 9.0% drop in net operating income. **Doha Bank's (DHBK)** net income increased by 7.3% on the back of a significant drop in provisions & impairments. Finally, **QNBK's** bottom-line moved up by 3.0%.
- **Aggregate net income of banks receded by 1.7% sequentially in 2Q2025.** This was due to higher CoR at some banks and a combination of a margin pressure coupled with lower non-funded income at other banks. All banks witnessed their profitability drop with the exception of **QIBK**; QIBK's net income increased by 20.8% on a sharp drop in credit provisions.

Balance Sheet:

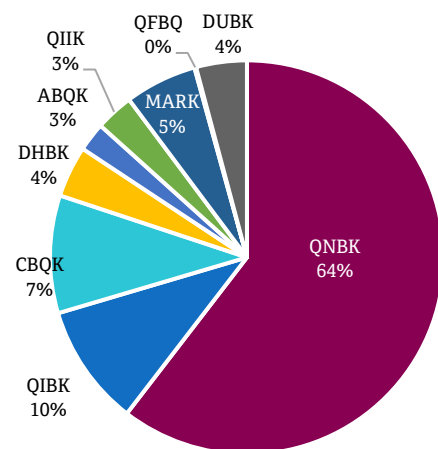
- **Loans experienced an increase in both QoQ and YTD.** The loan book grew by 1.4% sequentially and 4.9% YoY to QR1.53trn in 2Q2025. CBQK's loan book expanded by 9.4% QoQ (+13.5% YTD) followed by QNBK's +1.5% (+5.6% YTD), contributing 70% to total incremental loan book growth QoQ/YoY. The growth in aggregate loans was not concentrated in any particular sector.
- **Deposits also increased both sequentially and YTD.** Aggregate deposits increased by 0.7% QoQ (+4.7% YTD) reaching QR1.47trn; CBQK's deposits expanded the most, growing by 9.4%/8.5% QoQ/YoY. QIBK's deposits expanded by 1.2% QoQ (+8.0% YTD) followed by QNBK +0.5/+5.4%, sequentially/YoY.
- **Capitalization levels of Qatar banks remained robust.** Average CAR came in at a robust 20.2% with all banks generating strong CARs.

Sector Index Performance for 2Q2025



Source: Bloomberg

2Q2025 Sector Revenue Contribution



Net Income

| Ticker | Company | 2Q2024 | 1Q2025 | 2Q2025 | YoY | QoQ |
|--------|----------------------------------|-----------|-----------|-----------|---------|---------|
| QNBK | Qatar National Bank | 4,018,556 | 4,260,431 | 4,140,391 | 3.0% | (2.8%) |
| QIBK | Qatar Islamic Bank | 1,109,976 | 985,089 | 1,190,069 | 7.2% | 20.8% |
| CBQK | Commercial Bank of Qatar | 769,329 | 651,411 | 609,950 | (20.7%) | (6.4%) |
| DHBK | Doha Bank | 201,011 | 251,629 | 215,715 | 7.3% | (14.3%) |
| ABQK | Al Ahli Bank | 164,946 | 229,255 | 173,145 | 5.0% | (24.5%) |
| QIIK | Qatar International Islamic Bank | 319,875 | 356,355 | 332,771 | 4.0% | (6.6%) |
| MARK | Masraf Al Rayan | 382,986 | 407,525 | 413,858 | 8.1% | 1.6% |
| QFBQ | Lesha Bank | 25,361 | 40,458 | 41,978 | 65.5% | 3.8% |
| DUBK | Dukhan Bank | 361,141 | 437,076 | 374,215 | 3.6% | (14.4%) |
| Total | | 7,353,181 | 7,619,229 | 7,492,092 | 1.9% | (1.7%) |

Source: Company data; Note: Net Income is in QRmn and are headline net income figures

Industrials Sector

Earnings Drop YoY But Rise QoQ, IGRD Stands Out

Highlights:

- IGRD signed an agreement with HMC in early in the year which allows the referral of Qatari citizens to The View for treatment.
- Kahramaa signed a QR13.5bn agreement with QatarEnergy and Sumitomo Corporation to hike electricity and water production. Construction of the Ras Abu Fontas Power & Water Facility will increase production capacity by 2,400 Megawatts and 110mn gallons per day. The first scheduled power date is on April 25, 2028, with 836MW of power coming online.
- IQCD's income statement items (other than net income), such as revenue are not comparable with prior year as QAFAC (50% owned) is accounted for as a subsidiary and not as a joint venture from June 10, 2024 onward.
- The Industrials Index remained flat (QE Index: +5.0%) in 2Q2025.
- Total traded value hiked 36.1% to QR8.3bn in 2Q2025 from QR6.1bn in 1Q2025.
- The industrials sector is currently trading at a P/E multiple of 17.2x (vs. the QSE Index's P/E of 13.1x) with a dividend yield of 5.1% (vs. the QSE's 4.1%).

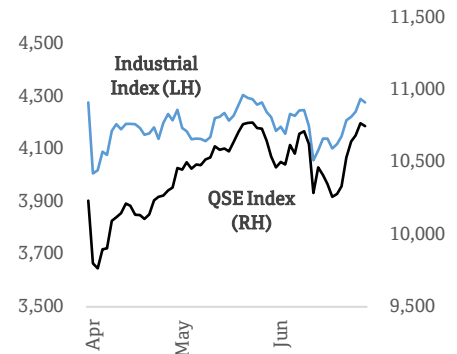
Revenue:

- The industrials' top-line grew 14.9% to QR8.7bn in 2Q2025 from QR7.6bn in 2Q2024. The main drivers of the top-line growth was IGRD to QR1.8bn from QR1.3bn (+39.9%), followed by MPHIC (+43.9%), QEWS (+4.2%), QIGD (+18.6%), GISS (+1.5%) and QAMC (+1.6%).
- Sequentially, sectoral revenue expanded 11.9% from QR8.0bn, as only 3 companies experienced a shrinkage in revenue. IGRD registered an increase in its top-line of 34.7% to QR1.8bn from QR1.3bn, while IQCD reported revenue of QR3.9bn from QR3.4bn (+13.0%).

Earnings:

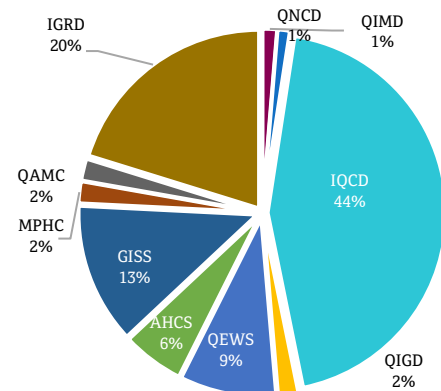
- The industrial sector's bottom-line shrunk 6.9% to QR2.4bn in 2Q2025 from QR2.6bn 2Q2024. Sectoral earnings were largely affected by lower earnings from IQCD of QR962.5mn from QR1.4bn (-30.3%), which was the result of a decline in net other income of 76.5% to QR166.1mn from QR707.2mn; net other income in 2Q2024 was boosted by one-off accounting gains because of the classification of QAFAC as a subsidiary from June 10, 2024 onward. QIMD was second in line, with a drop of 29.2% to QR30.5mn from QR43.1mn primarily from higher cost of sales (+16.1%) and a loss of financial investments at FVTPL of QR3.3mn vs. QR0.6mn.
- On a QoQ basis, the sector saw an 8.7% rise in earnings to QR2.4bn from QR2.2bn. IGRD drove the bottom-line up the most, reporting an earnings value of QR312.6mn from QR174.8mn (+78.8%) following the trend in its revenue (+34.7%), despite higher direct costs (+26.1%). QEWS was up 30.3% to QR374.8mn from QR287.7mn since its revenue rose (+12.3%) and its G&A expenses and finance costs both fell by 10.6% and 23.0%, respectively.

Sector Index Performance for 2Q2025



Source: Bloomberg

2Q2025 Sector Revenue Contribution



Source: QSE

Net Income

| Ticker | Company | 2Q2024 | 1Q2025 | 2Q2025 | YoY | QoQ |
|--------|------------------------------------|-----------|-----------|-----------|---------|---------|
| QIMD | Qatar Industrial Manufacturing Co. | 43,123 | 31,295 | 30,528 | (29.2%) | (2.5%) |
| QNCD | Qatar National Cement | 31,101 | 30,664 | 24,642 | (20.8%) | (19.6%) |
| IQCD | Industries Qatar | 1,380,411 | 992,879 | 962,497 | (30.3%) | (3.1%) |
| QIGD | Qatari Investors Holding | 27,218 | 41,955 | 29,767 | 9.4% | (29.1%) |
| QEWS | Qatar Electricity & Water | 361,162 | 287,650 | 374,798 | 3.8% | 30.3% |
| AHCS | Aamal | 94,344 | 101,810 | 119,480 | 26.6% | 17.4% |
| GISS | Gulf International Services | 195,236 | 222,001 | 185,790 | (4.8%) | (16.3%) |
| MPHC | Mesaieed Petrochemical Holding | 204,364 | 186,168 | 192,538 | (5.8%) | 3.4% |
| QAMC | Qatar Aluminium Manufacturing | 151,319 | 156,410 | 185,689 | 22.7% | 18.7% |
| IGRD | Estithmar Holding Group | 109,356 | 174,791 | 312,586 | 185.8% | 78.8% |
| Total | | 2,597,634 | 2,225,622 | 2,418,315 | (6.9%) | 8.7% |

Source: Company data; Note: Net Income is in QR'000

Consumer Goods & Services Sector

Baladna Lifts Sector Earnings

Highlights:

- In early July, Al-Ahli Hospital, MCGS's subsidiary, signed a Blanket Agreement for Medical Referrals with HMC, where Qatari citizens can be referred to Al-Ahli for treatment.
- FALH's 3Q2025 results (ending in May 2025) are included in this QSE 2Q2025 analysis.
- The consumer goods & services sector index grew 3.2% (QSE Index: +5.0%) in 2Q2025.
- Sector traded value skyrocketed 51.9% to QR4.4bn in 2Q2025 vs. QR2.9bn in 1Q2025.
- Consumer goods & services sector is currently trading at a P/E multiple of 16.6x (vs. QSE Index's P/E of 13.1x) with a dividend yield of 4.8% (vs. QSE's 4.1%).

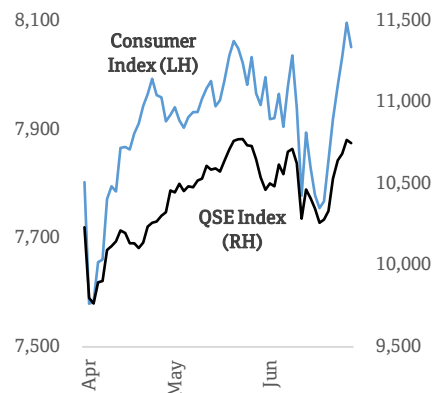
Revenue:

- The sector's top-line slid 7.0% to QR9.5bn in 2Q2025 from QR10.3bn in the same quarter of 2024. Although only 5 of the 14 listed consumer services sector companies registered a drop in revenues, it was enough to pull the total sectoral revenues down. QFLS took the lead, reporting a fall of 13.5% to QR6.1bn from QR7.1bn, followed by WDAM (-45.2%), SIIS (-1.7%), FALH (-15.3%) and QGMD (-59.6%).
- Sequentially, sector revenue dipped 7.6% from QR10.4bn. The primary contributors to the sectoral downwards movement were MCCS (-42.9%), QFLS (-2.7%) and MERS (-9.0%). Only 5 companies were able to expand their revenues: SIIS (+10.3%), MHAR (+9.2%), MKDM (+12.6%), MEZA (+19.9%) and MCGS (+2.1%).

Earnings:

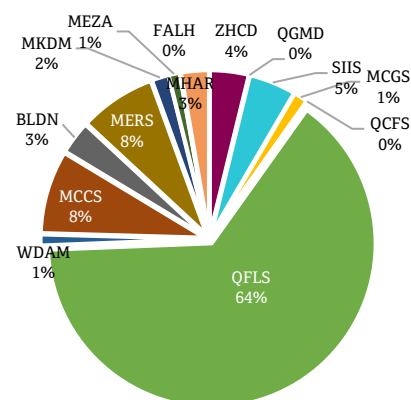
- Sectoral earnings recorded impressive YoY growth (+34.4%) up to QR615.3mn from QR457.7mn. BLDN's bottom-line was up by more than 4 times to QR272.8mn from QR52.2mn, as a result of an improving top-line but mainly from a gain on investment in financial assets at FVTPL of QR231.1mn from QR4.3mn. MCGS recovered from a net loss of QR8.5mn to a net profit of QR19.6mn, since it realized an impairment at disposal of QR30.7mn in 2Q2024 but none in 2Q2025. SIIS noted a 71.4% growth in its bottom-line, up to QR26.5mn from QR15.4mn from a large net fair value gain on investment properties figure of QR3.3mn from only QR0.3mn in 2Q2024.
- On a QoQ basis, earnings expanded 24.7% to QR615.3mn from QR493.6mn. BLDN once again was at the forefront, reporting a 368.4% hike in earnings to QR272.8mn from QR58.2mn. The company benefitted from a gain on investment in financial assets at FVTPL of QR231.1mn in 2Q2025 vs. QR11.3mn in 1Q2025. QGMD recovered from losses in 1Q2025 of QR1.6mn (which were the result of a high cost of sales) to a gain of QR7.4mn from a reversal of QR8.6mn.

Sector Index Performance for 2Q2025



Source: Bloomberg

2Q2025 Sector Revenue Contribution



Source: QSE

Net Income

| Ticker | Company | 2Q2024 | 1Q2025 | 2Q2025 | YoY | QoQ |
|--------|---------------------------------------|---------|----------|----------|----------|---------|
| ZHCD | Zad Holding | 48,962 | 46,312 | 47,893 | (2.2%) | 3.4% |
| QGMD | Qatari German Co. for Medical Devices | 577 | (1,595) | 7,372 | 1,176.8% | N/M |
| SIIS | Salam International Investment | 15,442 | 20,236 | 26,469 | 71.4% | 30.8% |
| MCGS | Medicare Group | (8,486) | 21,616 | 19,618 | N/M | (9.2%) |
| QCFS | Qatar Cinema & Film Distribution | 650 | 2,034 | 6,625 | 919.7% | 225.8% |
| QFLS | Qatar Fuel | 238,454 | 230,486 | 229,948 | (3.6%) | (0.2%) |
| WDAM | Widam Food Company | (7,428) | (10,268) | (98,326) | 1,223.8% | 857.6% |
| MCCS | Mannai Corporation | 39,377 | 33,658 | 36,248 | (7.9%) | 7.7% |
| BLDN | Baladna | 52,170 | 58,231 | 272,779 | 422.9% | 368.4% |
| MERS | Al Meera Consumer Goods & Services | 39,882 | 53,412 | 58,974 | (27.4%) | (45.8%) |
| MKDM | Mekdam Holding Group | 6,934 | 11,353 | 7,452 | 7.5% | (34.4%) |
| MEZA | Meeza | 18,223 | 13,115 | 15,537 | (14.7%) | 18.5% |
| FALH | Al Faleh Educational Holding | 1,072 | 3,082 | 545 | (49.2%) | (82.3%) |
| MHAR | Al Mahhar Holding | 11,916 | 11,943 | 14,212 | 19.3% | 19.0% |
| Total | | 457,747 | 493,615 | 615,346 | 34.4% | 24.7% |

Source: Company data; Note: Net Income is in QR'000.

Insurance Sector

Top-Line Growth Does Not Translate To Bottom-Line Increase

Highlights:

- QATI received the highest rating possible of 'AAA' ESG rating by MSCI ESG Research, the rating reflects the company's excellent performance across key ESG pillars and cements its position as a regional and global leader.
- **Top-line growth proves insufficient against a drop in insurance companies income figures.** Insurance companies reported a 14.2% YoY rise in revenues (+8.1%), but despite this, the sectoral bottom-line was down 19.9% YoY (-0.02% QoQ). Various shrinkage in dividend income, investment income and interest income of some companies resulted in a lower earnings figure reported in 2Q2025 vs. 2Q2024 and vs. 1Q2025.
- **The Insurance Index expanded the most, up 12.0% vs. the QSE index (+5.0%).**
- **Traded value in the sector rose 7.4% to QR508.1mn in 2Q2025 from QR473.2mn in 1Q2025.**
- **The insurance sector is currently trading at a P/E multiple of 9.2x (vs. the QSE Index's P/E of 13.1x) with a dividend yield of 4.8% (vs. the QSE's 4.1%).**

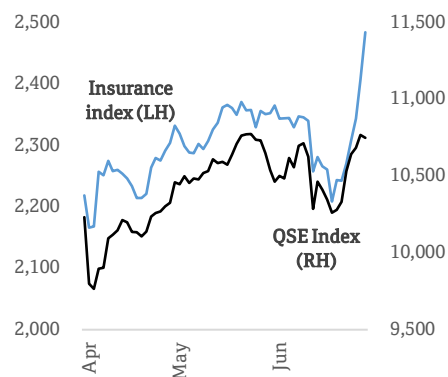
Revenue:

- **The insurance sectors top-line rose 8.1% to QR3.7bn in 2Q2025 from QR3.4bn in 2Q2024.** The sector total was supported by 5 of the 7 listed insurance companies, with only QISI and QGRI reporting lower revenues. QLMI registered a 43.3% hike in revenue to QR422.9mn from QR295.0mn, which is a contribution to the sectoral growth of QR127.9mn. QATI followed with a jump in revenues of 5.5% to QR2.3bn from QR2.1bn. Conventional insurance companies' top-line was up 5.2% while for Islamic insurance companies, their revenues were down 16.4%.
- **On a sequential basis, sectoral revenue was up 14.2% from QR3.2bn.** QATI, the sector heavyweight, recorded an 18.1% growth in revenues and contributed QR344.7mn to the overall sector sequential growth. QLMI's top-line was up 41.2%, BEMA (+22.4%), DOHI (+2.4%) and AKHI (+5.2%). On the other hand, QISI's revenue slipped 29.4% followed by QGRI (-5.7%).

Earnings:

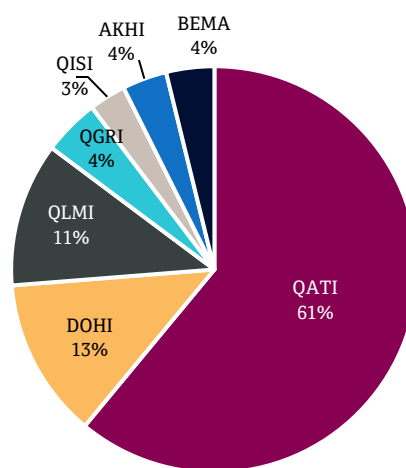
- **The sectors 2Q2025 earnings was flat at QR339.6mn vs. QR339.7mn in 2Q2024.** QISI experienced a 38.3% slip in its bottom-line on account of a fall in revenues and net investment income of 19.5% and 41.5%, respectively. QGRI's earnings dipped 19.2% to QR24.8mn from QR30.8mn primarily because of a 29.6% fall in revenues and an impairment figure of QR10.5mn vs. only QR0.6mn in 2Q2024. Conventional insurance companies were up 9.2% while Islamic insurance companies exhibited a dip in their bottom-lines of 0.7%.
- **Five of the seven insurance companies reported a drop in earnings on a sequential basis.** Sequentially, sectoral earnings fell 19.9% from QR339.6mn, steered by 5 listed insurance companies. DOHI was one of the main players to the sequential movement, with its bottom-line down by 38.1% to QR44.6mn from QR72.0mn, driven mainly by a shrink in its dividend income (-88.1%) and interest income (-25.3%). QATI was also one of the main players with its bottom-line down 13.6%, despite an 18.1% growth in revenues and a 13.0% drop in insurance service expenses. Following was QGRI with a decrease of 50.0% to QR24.8mn from QR49.6mn because of a drop in investment income (-63.0%), revenue (-5.7%) along with an increase in insurance service expense (+18.5%).

Sector Index Performance for 2Q2025



Source: Bloomberg

2Q2025 Sector Insurance Revenue Contribution



Source: QSE

Net Income

| Ticker | Company | 2Q2024 | 1Q2025 | 2Q2025 | YoY | QoQ |
|--------|---------------------------------------|---------|---------|---------|---------|---------|
| QATI | Qatar Insurance | 162,131 | 201,039 | 173,745 | (13.6%) | 7.2% |
| DOHI | Doha Insurance | 39,590 | 72,022 | 44,562 | (38.1%) | 12.6% |
| QGRI | Qatar General Insurance & Reinsurance | 30,750 | 49,638 | 28,843 | (50.0%) | (19.2%) |
| AKHI | Al Khaleej Takaful Group | 17,361 | 17,877 | 14,987 | (16.2%) | (13.7%) |
| QISI | Qatar Islamic Insurance | 40,523 | 44,118 | 24,984 | (43.4%) | (38.3%) |
| QLMI | Qatar Life & Medical Insurance | 24,654 | 15,195 | 27,406 | 80.4% | 11.2% |
| BEMA | Damaan Islamic Insurance Company | 24,645 | 23,914 | 29,046 | 21.5% | 17.9% |
| Total | | 339,654 | 423,804 | 339,573 | (19.9%) | (0.02%) |

Source: Company data; Note: Net Income is in QR'000

Telecoms Sector

Sector Outperformance Endures On Positive Fundamentals

Highlights:

- The CRA has granted access to over 4,860km of government-owned telecom duct infrastructure. Access to the infrastructure enables Ooredoo and Vodafone Qatar to expand their services faster and in a cost-effective way while accelerating the rollout of next-generation technologies such as fiber-to-the-home (FTTH) and 5G. ORDS has already utilized 486km serving 2,010 premises, while VFQS deployed 251km to connect 1,150 premises.
- The Telecoms Index expanded 11.3% in 2Q2025 vs. 1Q2025, greatly outperforming the QSE index which grew by 5.0%.
- Total traded value in the sector expanded 9.1% in 2Q2025 to QR1.9bn from QR1.7bn registered in 1Q2025.
- The telecoms sector is currently trading at a P/E multiple of 13.0x (vs. the QSE Index's P/E of 13.1x) with a dividend yield of 4.8% (vs. the QSE's 4.1%).

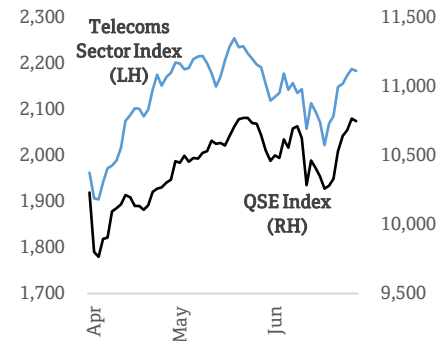
Revenue:

- Sector revenue grew 3.7% to QR7.0bn in 2Q2025 vs. QR6.7bn in the same quarter of 2024. Both companies registered expansions in their top-line figures with ORDS up to QR6.1bn from QR5.9bn (+2.2%) and VFQS growing to QR896.9mn from QR779.1mn (+15.1%).
- Sequentially, sectoral revenue rose 3.8% from QR6.7bn supported by ORDS and VFQS. ORDS's top-line rose by 3.7% aided by the sale of telecommunication equipment (+10.8%) and revenue from rendering of services (+3.2%). VFQS reported revenue growth of 4.9% from QR854.9mn to QR896.9mn.

Earnings:

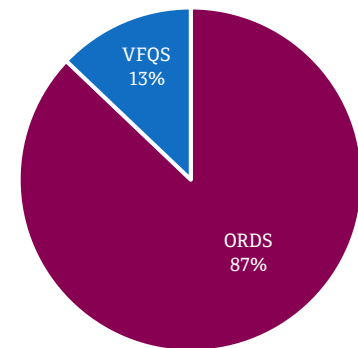
- Net income in the telecoms sector expanded 4.8% to land at QR1.2bn from QR1.1bn in the same quarter of 2024. ORDS reported a net profit of QR988.0mn in 2Q2025 as compared to QR960.0mn in 2Q2024 (+3.1%), on account of a stronger top-line (+2.2%) and net other gains vs. net other losses. ORDS's revenue grew to QR6.1bn while its net other gains grew to QR83.1mn from net other losses of QR17.2mn in 2Q2024, which was primarily supported by the gain in foreign currency to QR36.6mn from a loss in foreign currency of QR14.6mn. VFQS's bottom-line climbed 16.3% to QR166.3mn as compared to QR143.1mn registering a change of QR23.3mn. The company's earnings were aided by a 15.1% rise in revenue, despite deepening interconnection and other direct costs by 30.4% to QR323.4mn from QR248.1mn.
- Sequentially, earnings went up 2.9% from QR1.1bn. ORDS's earnings grew 2.9% to QR988.0 from QR960.0mn backed by a 3.7% rise in its top-line as well as a net other gain of QR83.1mn vs. a net other loss of QR14.9mn. VFQS registered a 2.5% rise in earnings to QR166.3mn from QR162.3mn, pushed by a 4.9% increase in revenue and an 8.4% drop in network and other operational expenses to QR108.5mn from QR118.4mn.

Sector Index Performance for 2Q2025



Source: Bloomberg

2Q2025 Sector Revenue Contribution



Source: QSE

Net Income

| Ticker | Company | 2Q2024 | 1Q2025 | 2Q2025 | YoY | QoQ |
|--------|----------------|-----------|-----------|-----------|-------|------|
| ORDS | Ooredoo | 958,529 | 960,046 | 988,016 | 3.1% | 2.9% |
| VFQS | Vodafone Qatar | 143,060 | 162,302 | 166,326 | 16.3% | 2.5% |
| Total | | 1,101,589 | 1,122,348 | 1,154,342 | 4.8% | 2.9% |

Source: Company data; Note: Net Income is in QR'000.

Real Estate Sector

Property Transaction Values Heating up

Highlights:

- Real estate transaction value saw an impressive 56% surge in total value of land transactions in June 2025 as compared to June 2024 to QR486mn stemming from 87 transactions. The highest value traded was in Doha with 52 transactions worth QR415mn, followed by Al Rayyan and Al Wakrah. In 2Q2025, the total value of transactions grew 29.8% (vs. 2Q2024) to approx. QR8.9bn.
- The Real Estate Index rose 4.0% (QSE Index: +5.0%) in 2Q2025 vs. the previous quarter.
- Traded value expanded 16.3% to QR2.4bn in 2Q2025 from QR2.0bn in 1Q2025.
- The real estate sector is currently trading at a P/E multiple of 23.1x (vs. the QSE Index's P/E of 13.1x) with a dividend yield of 1.9% (vs. the QSE's 4.1%).

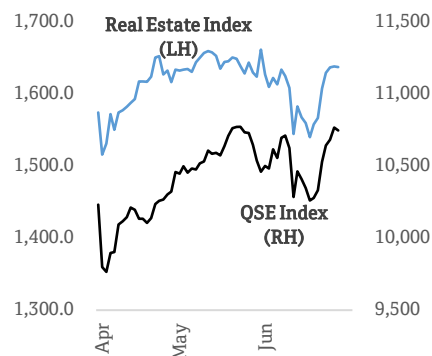
Revenue:

- The real estate sector's top-line jumped 32.1% to QR1.4bn vs. QR1.0bn, as all sector revenues rose. UDCD registered a top-line expansion of 236.9% to QR427.6mn from QR127.2mn. BRES grew its revenue by 4.8% to QR459.3mn vs. QR438.0mn while ERES followed with a growth of 2.6% to QR463.0mn from QR451.1mn. Lastly, MRDS noted a 10.1% rise to QR37.7mn from QR34.2mn.
- Sequentially, the sectors revenue slipped 14.3% dragged by UDCD and ERES. UDCD and ERES noted a drop in their top-line figures of 37.0% and 0.4%, respectively. On the other hand, growth was exhibited by BRES (+4.4%) to QR459.3mn and MRDS (+6.6%) to QR37.7mn.

Earnings:

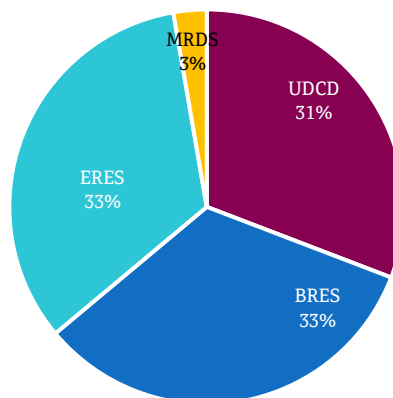
- The sector's 2Q2025 bottom-line rose 73.0% YoY to QR676.0mn from QR390.6mn. Bottom-line growth was exhibited by all companies with ERES taking the lead at a 233.0% hike to QR269.9mn in 2Q2025 from QR81.0mn in the same quarter of 2024. The company registered a large growth mainly, as a result of a disposal of investment property with a fair value at the date of disposal of QR299.0k, resulting in a gain of QR115.6k. MRDS reported a net profit figure of QR10.3mn vs. a net loss of QR82.5mn, primarily due to the fact that in 2Q2024 the company noted provisions for legal settlements of QR85.9mn vs. none in 2Q2025. UDCD noted a 2.6% growth as the company experienced higher revenues, similarly, BRES' bottom-line (+0.5%) followed the movement in its top-line.
- On a QoQ basis, the sector's earnings grew 37.4% from QR491.7mn. ERES again led the growth with a 76.4% hike to QR269.9mn from QR153.0mn. Despite a slight drop in revenue (-0.4%) and a rise in operating expenses (+7.2%), the company sustained a gain as it recorded a one-off item from the sale of its investment property (+QR115.6k). BRES registered a rise of 33.9% from QR239.5mn as a result of higher revenues (+4.4%) and a net fair value gain on investment properties (+97.4%). UDCD benefitted from a lower cost of sales (-39.3%), despite a 37.0% drop in its revenue; the company's earnings grew 3.2%.

Sector Index Performance for 2Q2025



Source: Bloomberg

2Q2025 Sector Revenue Contribution



Source: QSE

Net Income

| Ticker | Company | 2Q2024 | 1Q2025 | 2Q2025 | YoY | QoQ |
|--------|------------------------|----------|---------|---------|--------|---------|
| UDCD | United Development Co. | 72,832 | 72,372 | 74,693 | 2.6% | 3.2% |
| BRES | Barwa Real Estate | 319,228 | 239,471 | 320,695 | 0.5% | 33.9% |
| ERES | Ezdan Real Estate | 81,050 | 153,041 | 269,906 | 233.0% | 76.4% |
| MRDS | Mazaya Real Estate | (82,513) | 26,797 | 10,264 | N/M | (61.7%) |
| Total | | 390,597 | 491,681 | 675,558 | 73.0% | 37.4% |

Source: Company data; Note: Net income is in QR'000.

Transportation Sector

Boost In LNG Cargoes Supports National Vision

Highlights:

- **The well anticipated LNG NFE expansion is scheduled to begin in the coming year, which will add 32MTPA.** The ramp-up from the NFE expansion along with the Golden Gas project in Texas will more than double LNG production to 160MTPA vs. the current 77MTPA, supporting QatarEnergy's rank as the highest LNG exporter and Qatar as the second largest globally.
- **During 1H2025, Qatar loaded 25 more LNG cargoes as compared to 1H2024.** GECF countries accounted for 46% of shipments led by Qatar, Malaysia and Russia.
- **The Transportation Index grew 4.1%, behind the QSE Index which rose by 5.0%.** Traded value in the transportation sector increased to QR1.8bn in 2Q2025 from QR1.6bn in 1Q2025.
- **The transportation sector is currently trading at a P/E multiple of 14.0x (vs. the QSE Index's P/E of 13.1x)** with a dividend yield of 3.1% (vs. the QSE's 4.1%).

Revenue:

- **The sector's 2Q2025 revenue rose 8.2% to QR2.1bn from QR2.0bn.** QNNS and QGTS both recorded expansion in their top-line figures by 21.4% and 4.7%, respectively. Milaha Offshore's top-line rose 37.2% to QR471.1mn vs. QR343.4mn, while Milaha Gas & Petrochem. also supported the top-line by registering a 71.4% expansion to QR101.0mn from only QR58.9mn. QGTS registered a 4.7% rise in revenue to QR948.7mn from QR906.1mn. However, GWCS's top-line shrunk 7.4% to QR345.0mn from QR372.6mn.
- **Sequentially, sectoral revenue grew by 4.5% from QR2.0bn reported in 1Q2025.** QNNS's revenue was pushed up by its largest sectors: Milaha Offshore (+18.1%), Milaha Gas & Petrochem. (+75.0%) and Milaha Maritime & Logistics (+17.4%). QGTS recorded a 4.4% rise in revenue to QR948.7mn from QR908.6mn. GWCS's revenue was down on a quarterly basis by 6.2% to QR345.0mn from QR367.7mn.

Earnings:

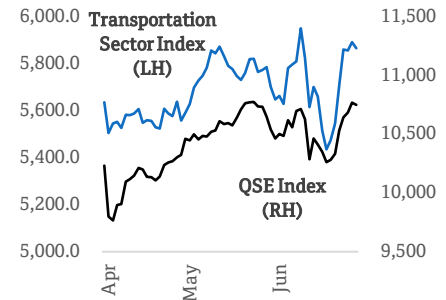
- **The transportation sector's bottom-line grew 3.2% to QR745.3mn from QR722.0mn.** QNNS earned a net profit of QR297.7mn in 2Q2025 vs. QR263.2mn in 2Q2024, mainly due to its higher revenue figure. QGTS reported earnings of QR426.4mn from QR409.4mn on account of a rise in revenue of 4.7% and a 34.0% drop in G&A expenses to QR18.1mn from QR27.4mn; finance costs also dropped 15.5% YoY from QR299.0mn to QR252.7mn. GWCS endured a 57.8% slip in earnings dragged by a 7.4% drop in revenue, along with an uptick in G&A expenses which were up 16.6% to QR38.5mn from QR33.0mn.
- **All companies recorded a QoQ contraction in earnings pulling the sector down 11.8%.** Sequentially, QNNS's earnings fell the most with a 20.5% drop while accounting for more than 75% of the sector's sequential movement. The bottom-line was weighed down by higher operating supplies and expenses (+36.1%), salaries, wages and other benefits (+9.2%), and other operating expenses (+64.0%). GWCS registered a 43.8% fall in earnings following the trend in its top-line, and a 4.6% rise in its G&A expenses. A 1.6% fall in earnings was reported by QGTS despite a 4.4% rise in its revenues.

Net Income

| Ticker | Company | 2Q2024 | 1Q2025 | 2Q2025 | YoY | QoQ |
|--------------|----------------------|----------------|----------------|----------------|-------------|----------------|
| GWCS | Gulf Warehousing Co. | 49,472 | 37,696 | 21,195 | (57.2%) | (43.8%) |
| QGTS | Nakilat | 409,388 | 433,203 | 426,427 | 4.2% | (1.6%) |
| QNNS | Qatar Navigation | 263,168 | 374,452 | 297,717 | 13.1% | (20.5%) |
| Total | | 722,028 | 845,351 | 745,339 | 3.2% | (11.8%) |

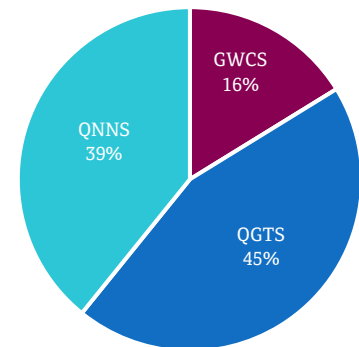
Source: Company data; Note: Net Income is in QR'000

Sector Index Performance for 2Q2025



Source: Bloomberg

2Q2025 Sector Revenue Contribution



Source: QSE

Financial Services Sector

Bottom-Line Expansion Despite Top-Line Contraction

Highlights:

- The financial services sector was capable of sustaining a bottom-line growth even when the sectors' top-line figure shrunk. On a YoY basis, sectoral top-line fell 3.1% (-12.2% QoQ), while its bottom-line grew 4.7% (+43.8% QoQ). The companies benefitted from gains in their investments during 2Q2025.
- Total traded value in the Banks and Financial Services sector hiked 14.1% QoQ to QR10.2bn in 2Q2025.
- The Banks & Financial Services Index grew 7.9% (QSE Index: +5.0%) in 2Q2025.

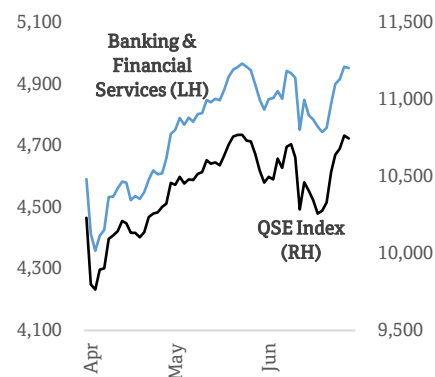
Revenue:

- The financial services sectors' 2Q2025 top-line dipped 3.1% YoY to QR19.1mn from QR19.7mn. IHGS steered the sector revenue south with a drop of 41.3% to QR3.7mn from QR6.3mn, followed by QOIS' registered fall of 13.7% to QR1.3mn from QR1.5mn. DBIS reported growth in its top-line of 47.3% to QR4.8mn, NLCS (+7.6%) to QR9.3mn.
- Sequentially, sectoral revenue slipped 12.2% to QR19.1mn in 2Q2025 from QR21.7mn in 1Q2025. Three of the four listed financial services companies exhibited contraction in their top-line figures, with QOIS taking the lead at a 73.0% drop to QR1.3mn from QR4.7mn. NLCS to QR9.3mn from QR9.9mn (-6.0%) and IHGS to QR3.7mn from QR3.9mn (-4.8%).

Earnings:

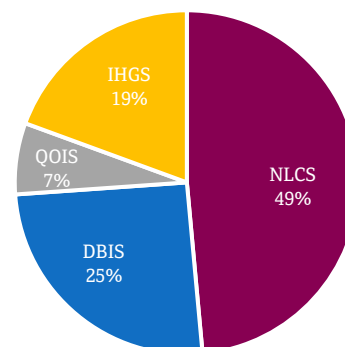
- Sectoral bottom-line expanded 4.7% supported by DBIS and NLCS. DBIS achieved an impressive growth in earnings of 817.5% to QR4.0mn from QR0.4mn as a result of a rise in its revenue of 47.3% to QR4.8mn from QR3.3mn, as well as a gain on sale on investment securities at FVTPL of QR1.5mn from a loss of QR0.5mn in the same quarter of 2024. NLCS registered an increase of 18.0% to QR5.9mn from QR5.0mn because of its revenue (+7.6%) and gain from investments (+100.1%).
- On a QoQ basis, sectoral earnings hiked 43.8% to QR12.2mn from QR8.5mn. DBIS contributed positively to the sector and recorded a net profit in 2Q2025 of QR4.0mn vs. a net loss in 1Q2025 of QR1.7mn. The company's top-line provided a good start to the increase, but mainly the expansion was the result of a net fair value gain on investment securities at FVTPL of QR3.4mn vs. a net fair value loss of QR2.9mn. NLCS earnings were up 13.9% to QR5.9mn from QR5.2mn as a result of its gain from investments figure of QR15.8mn vs. only QR1.7mn in the previous quarter. IHGS reported a 40.5% rise to QR1.9mn from QR1.4mn from a fair value gain on investments at FVTPL of QR1.0mn as compared to a loss of QR1.2mn.

Sector Index Performance for 2Q2025



Source: Bloomberg

2Q2025 Sector Revenue Contribution



Source: QSE

Net Income

| Ticker | Company | 2Q2024 | 1Q2025 | 2Q2025 | YoY | QoQ |
|--------|--|--------|---------|--------|---------|---------|
| NLCS | National Leasing Holding Co. | 4,973 | 5,150 | 5,867 | 18.0% | 13.9% |
| DBIS | Dlala Brokerage & Investment Holding Co. | 439 | (1,746) | 4,028 | 817.5% | N/M |
| QOIS | Qatar & Oman Investment Co. | 704 | 3,677 | 328 | (53.4%) | (91.1%) |
| IHGS | Inma Holding | 5,487 | 1,371 | 1,927 | (64.9%) | (40.5%) |
| Total | | 11,603 | 8,452 | 12,151 | 4.7% | 43.8% |

Source: Company data; Note: Net Income is in QR'000

| Recommendations | | Risk Ratings | |
|---|----------------------|--|-----------------------------------|
| <i>Based on the range for the upside / downside offered by the 12-month target price of a stock versus the current market price</i> | | <i>Reflecting historic and expected price volatility versus the local market average and qualitative risk analysis of fundamentals</i> | |
| OUTPERFORM | Greater than +20% | R-1 | Significantly lower than average |
| ACCUMULATE | Between +10% to +20% | R-2 | Lower than average |
| MARKET PERFORM | Between -10% to +10% | R-3 | Medium / In-line with the average |
| REDUCE | Between -10% to -20% | R-4 | Above average |
| UNDERPERFORM | Lower than -20% | R-5 | Significantly above average |

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