



Earnings Flash Note
Medicare Group
1Q 2025



Medicare Group (MCGS)

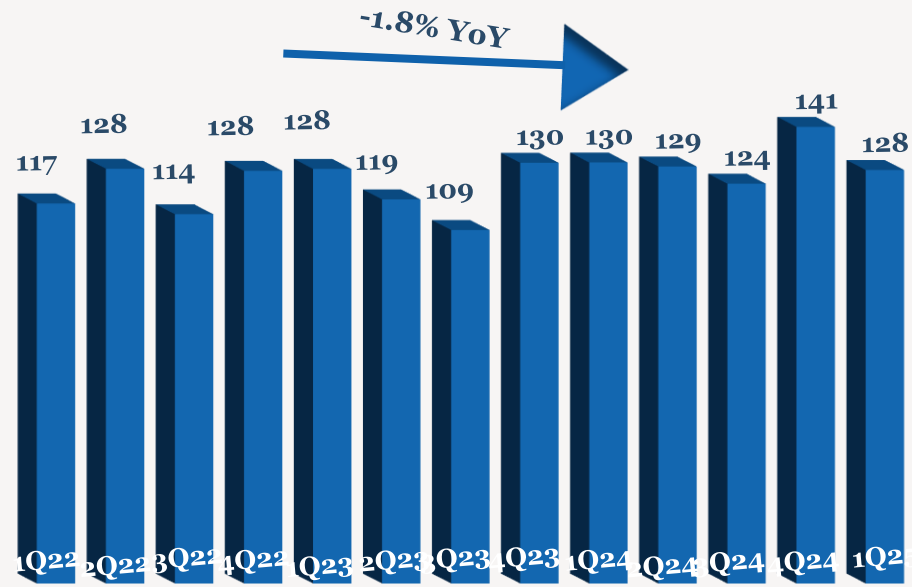
- > For 1Q2025 net profit rose 9.3% YoY to QR22mn (-10.0% QoQ), primarily due to losses in the base period related to discontinued operations (Al Wakra Clinic).
- > Operating income decreased by 1.8% YoY to QR128mn (-9.4% QoQ) in 1Q2025.
- > Gross profit decreased by 4.0% YoY to QR45mn (-9.3% QoQ) while the corresponding margin came at 35.6% (-0.8ppts YoY; Flat QoQ) in 1Q2025.
- > Operating profit was down 11.6% YoY (-25.0% QoQ) to QR17mn in 1Q2025 while the corresponding margin decreased to 13.0% (-1.4ppts YoY, -2.7ppts QoQ).
- > For 1Q2025, EPS came at QR0.077 vs QR0.070 in 1Q2024.
- > As of 21st April 2025, the stock has increased 2.4% YTD, Outperforming the QSE Index, which was down by 4.4% YTD.
- > The stock is currently trading at a TTM P/E multiple of 13.6x, lower than its 3Y historical average of 21.5x. For now, we maintain our PT of QR5.52/share and our Accumulate rating.

1Q2025 Earnings Performance

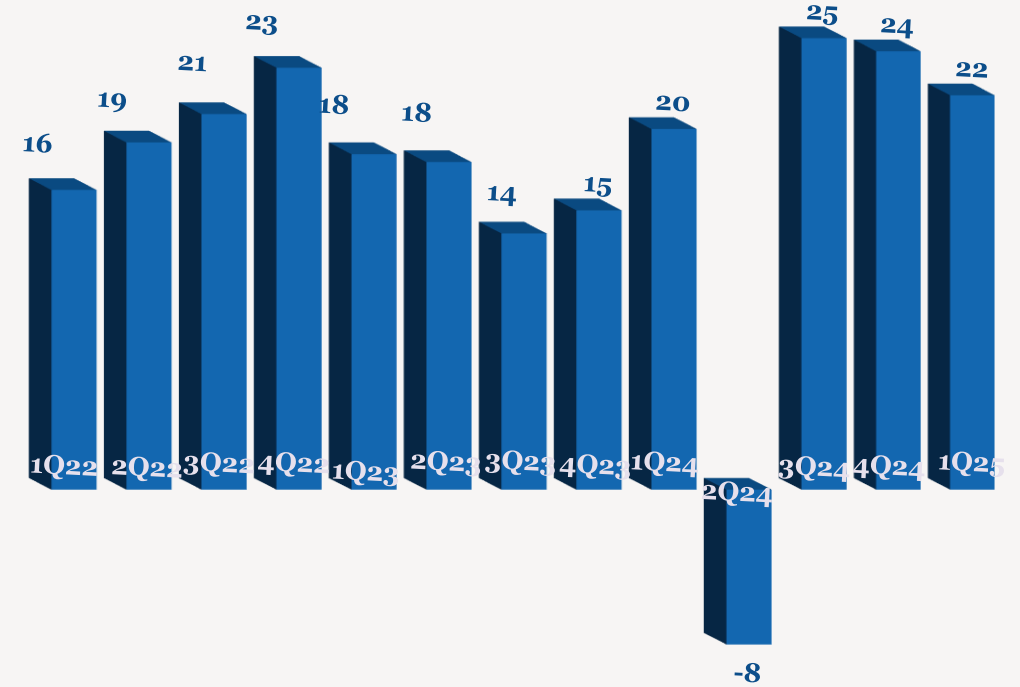
	1Q2025	1Q2024	YoY	4Q2024	QoQ
Operating Income	128	130	-1.8%	141	-9.4%
Gross Profit	45	47	-4.0%	50	-9.3%
Gross Margin %	35.6%	36.4%		35.5%	
Operating Profit	17	19	-11.6%	22	-25.0%
Operating Margin %	13.0%	14.4%		15.7%	
Net Profit to Equity	22	20	9.3%	24	-10.0%
Net Margin %	16.9%	15.2%		17.0%	
EPS (QR)	0.077	0.070	9.3%	0.085	-10.0%

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

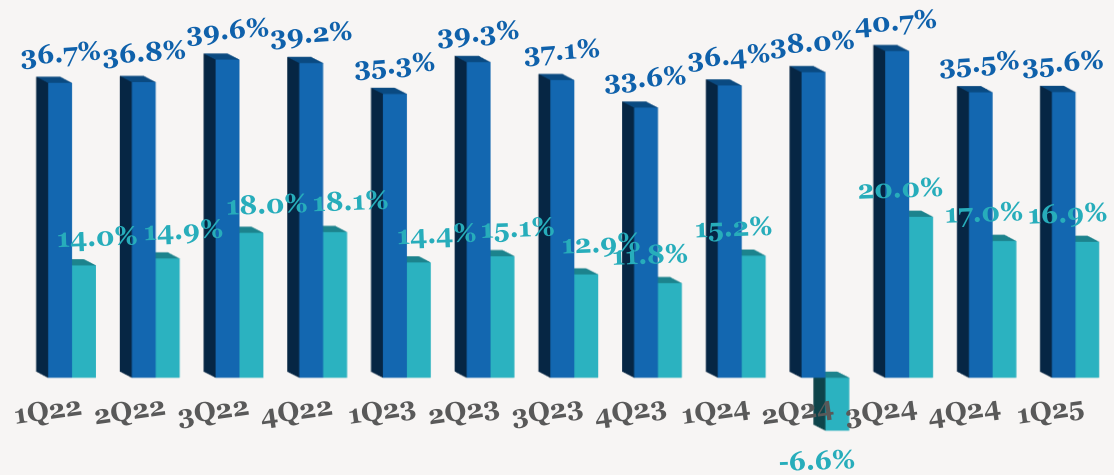
Quarterly Sales Trend (QRmn)



Quarterly Earnings Trend (QRmn)

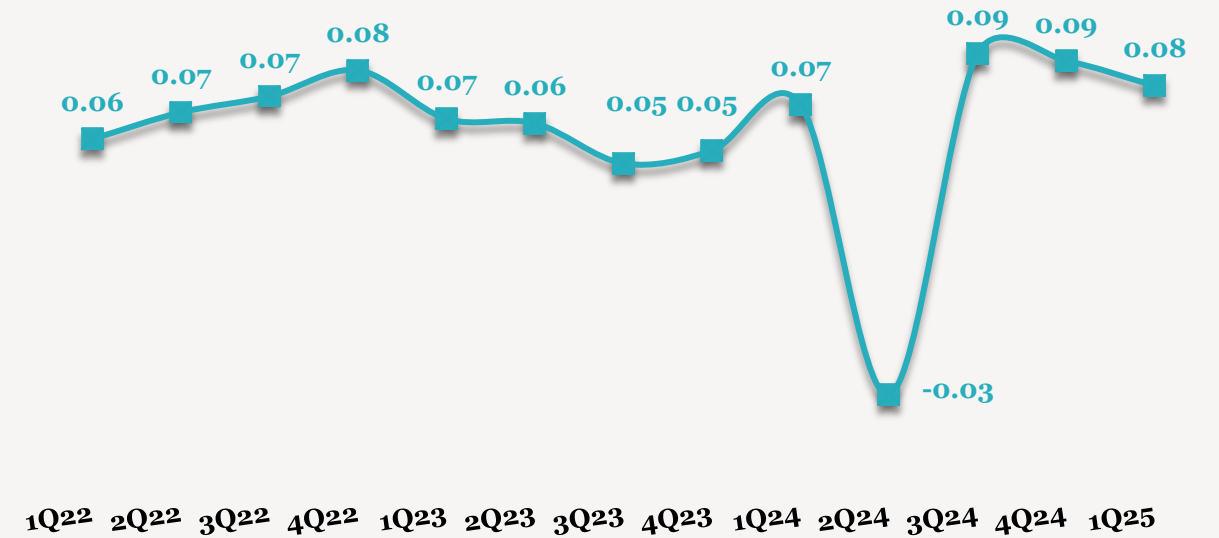


Quarterly Margin Trend



■ Gross Margin (%) ■ Net Profit Margin (%)

EPS (QR) Trend



—■— EPS

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