



Earnings Flash Note  
Qatar Gas Transport Co.  
2Q 2024/6M 2024

## Qatar Gas Transport Co. (QGTS)

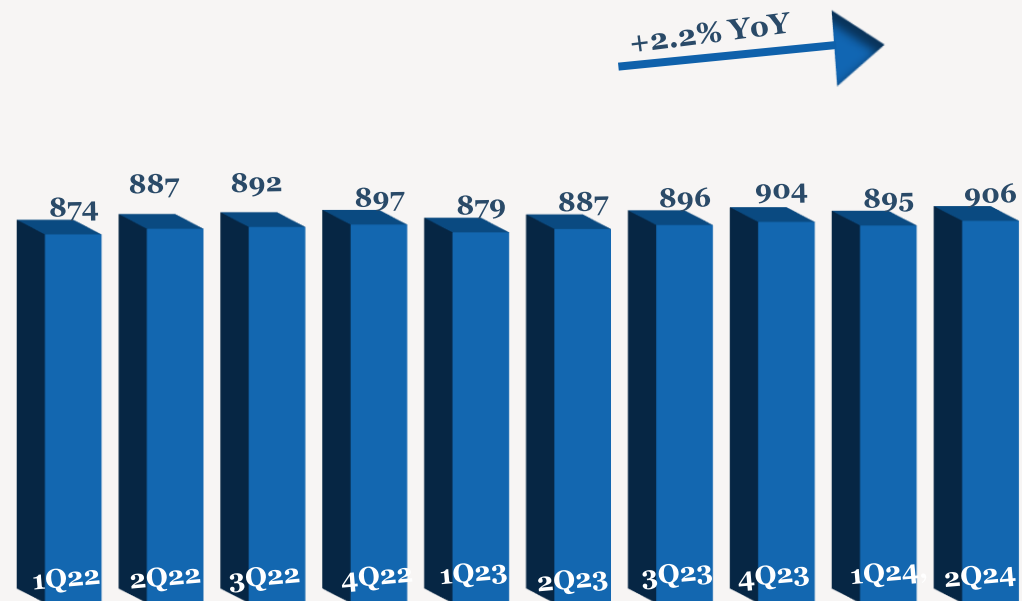
- > Net profit rose 8.0% YoY to QR409mn (-2.5% QoQ) in 2Q2024 primarily due to lower total expenses. For 6M2024, net profit was up 7.1% to QR829mn.
- > Revenue from wholly owned vessels increased by 2.2% YoY to QR906mn (+1.2% QoQ) in 2Q2024. For 6M2024, revenue from wholly owned vessels rose 2.0% to QR1,801mn.
- > Gross profit grew by 0.8% YoY to QR690mn (-1.9% QoQ) while the corresponding margin fell to 76.2% (-1.1ppts YoY; -2.4ppts QoQ) in 2Q2024. For 6M2024, gross profit increased 1.8% to QR1,394mn.
- > Operating profit increased by 11.8% YoY (-3.8% QoQ) to QR472mn in 2Q2024 while the corresponding margin rose to 52.1% (+4.5ppts YoY, -2.7ppts QoQ). For 6M2024, operating profit jumped 7.1% to QR963mn.
- > For 2Q2024, EPS came at QR0.074 vs. QR0.068 in 2Q2023. For 6M2024, EPS came to QR0.150 vs. QR0.140 in 6M2023.
- > QGTS also proposed its first ever interim dividend of QR0.07 (half of its 2023 dividend of QR0.14), implying an annualized dividend yield of 3.1%.
- > As of 6<sup>th</sup> August 2024, the stock has increased 27.6% YTD, outperforming the QSE index, which was down by 7.2% YTD.
- > The stock is currently trading at a TTM P/E multiple of 15.4x, higher than its 3Y historical average of 13.5x. For now, we maintain our PT of QR5.60/share and our outperform rating.

### 2Q/6M 2024 Earnings Performance

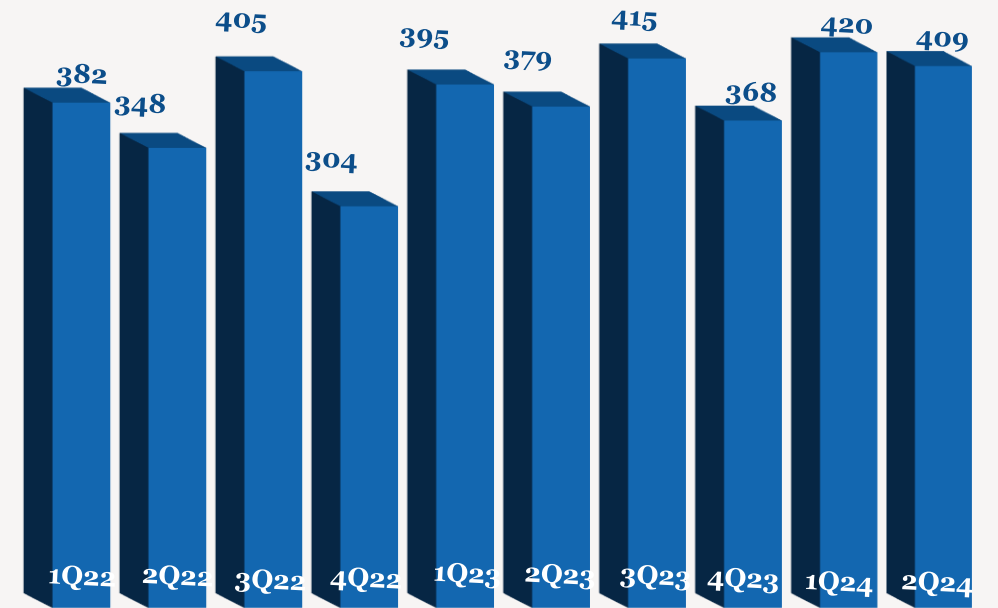
	2Q2024	2Q2023	YoY	1Q2024	QoQ	6M2024	6M2023	YoY
Revenue from Wholly Owned Vessels	906	887	2.2%	895	1.2%	1,801	1,765	2.0%
Gross Profit	690	685	0.8%	704	-1.9%	1,394	1,369	1.8%
Gross Margin %	76.2%	77.2%		78.6%		77.4%	77.6%	
Operating Profit	472	422	11.8%	491	-3.8%	963	898	7.1%
Operating Margin %	52.1%	47.6%		54.8%		53.4%	50.9%	
Share of Results from Joint Ventures	180	211	-14.9%	165	8.9%	345	383	-9.9%
Net Profit to Equity	409	379	8.0%	420	-2.5%	829	774	7.1%
Net Margin %	45.2%	42.7%		46.9%		46.0%	43.9%	
EPS (QR)	0.074	0.068	8.0%	0.076	-2.5%	0.150	0.140	7.1%

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

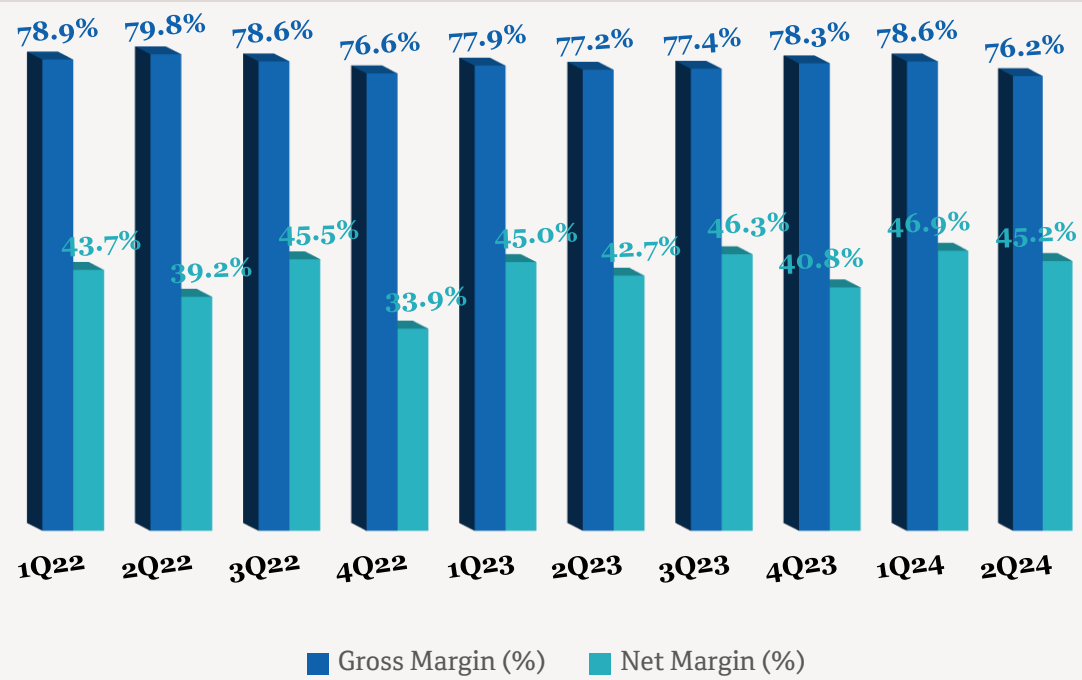
### Quarterly Sales Trend (QRmn)



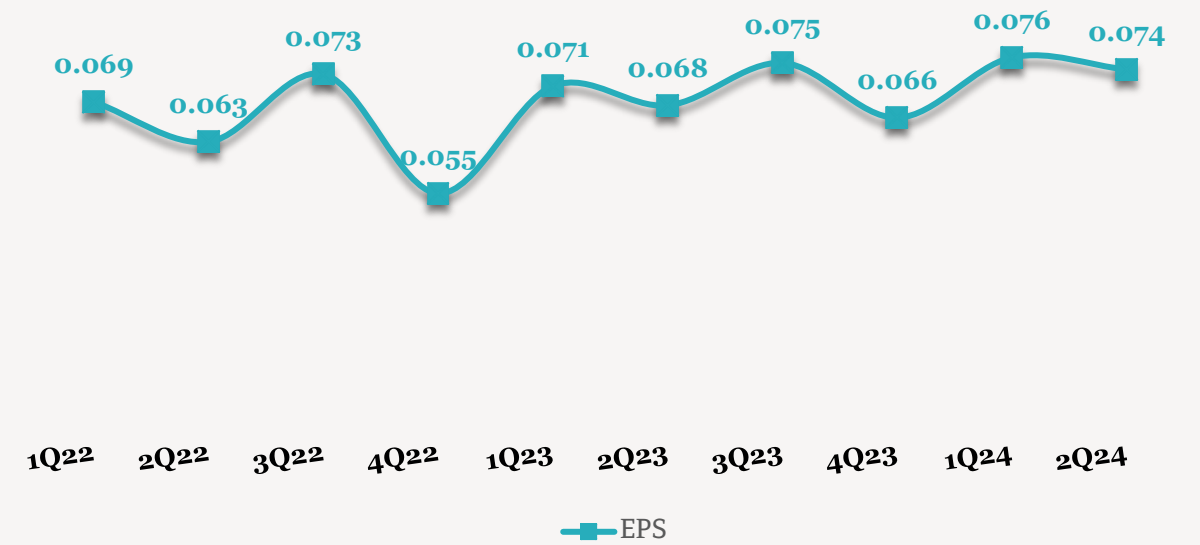
### Quarterly Earnings Trend (QRmn)



### Quarterly Margin Trend



### EPS (QR) Trend



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