QNB FINANCIAL SERVICES

Earnings Flash Note

Medicare Group

1Q 2026

Medicare Group (MCGS)

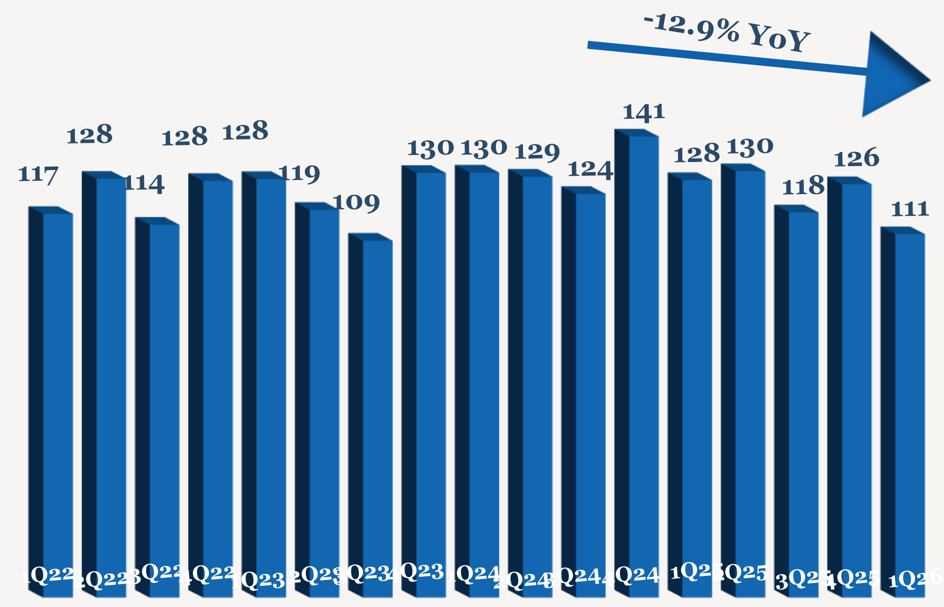
- **For 1Q2026 net profit came to QR10mn as against the profit of QR22mn in 1Q2025** (-28.2% QoQ), due to lower revenue.
- **Revenue decreased by 12.9% YoY to QR111mn (-12.1% QoQ) in 1Q2026.**
- **Gross profit decreased by 28.1% YoY to QR33mn (-17.8% QoQ) in 1Q2026,** while the corresponding margin came at 29.4% (-6.2ppts YoY; -2.0 QoQ) in 1Q2026.
- **Operating profit decreased by 66.8% YoY to QR6mn (-51.6% QoQ) in 1Q2026**, while the corresponding margin came at 5.0% (-8.0ppts YoY; -4.0 QoQ) in 1Q2026.
- **For 1Q2026, EPS came at QR0.036 vs QR0.077 in 1Q2025.**
- **As of 21st April 2026, the stock decreased 15.3% YTD,** underperforming the QSE Index, which was down by 0.7% YTD.
- **The stock is currently trading at a TTM P/E multiple of 24.5x,** higher than its 3Y historical average of 17.8x.

1Q 2026 Earnings Performance

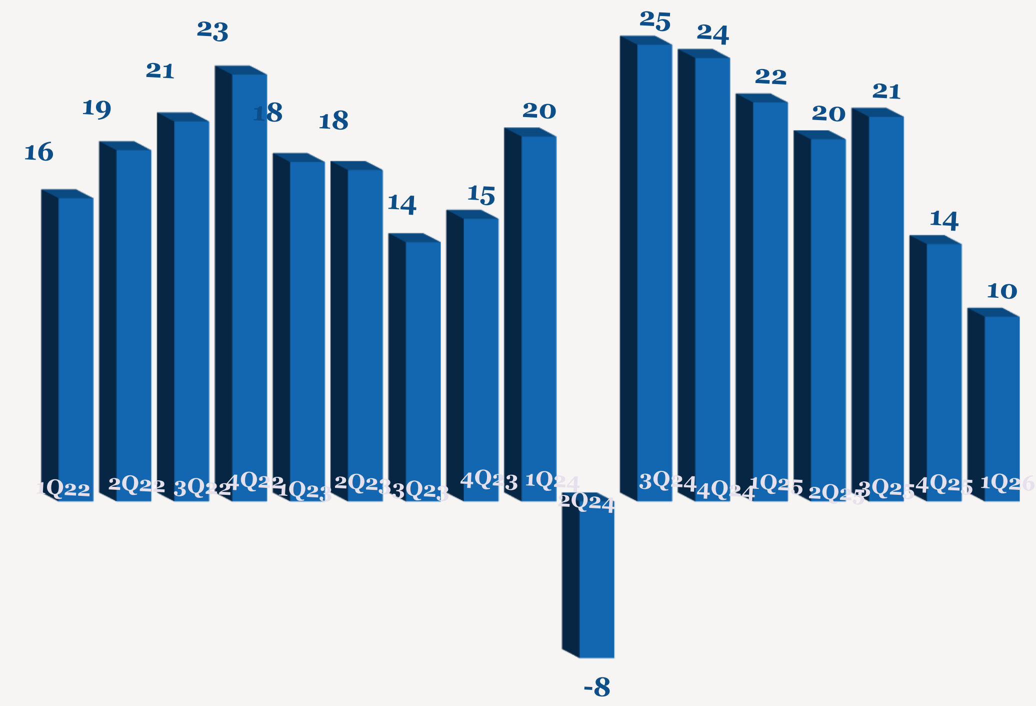
	1Q2026	1Q2025	YoY	4Q2025	QoQ
Revenue	111	128	-12.9%	126	-12.1%
Gross Profit	33	45	-28.1%	40	-17.8%
Gross Margin %	29.4%	35.6%		31.4%	
Operating Profit	6	17	-66.8%	11	-51.6%
Operating Margin %	5.0%	13.0%		9.0%	
Net Profit to Equity	10	22	-53.7%	14	-28.2%
Net Margin %	9.0%	16.9%		11.0%	
EPS (QR)	0.036	0.077	-53.7%	0.050	-28.2%

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

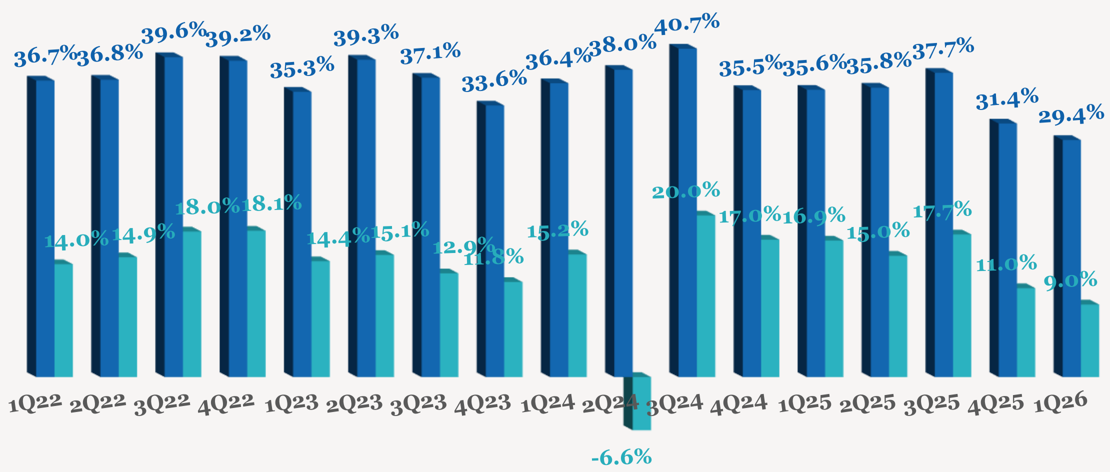
Quarterly Sales Trend (QRmn)



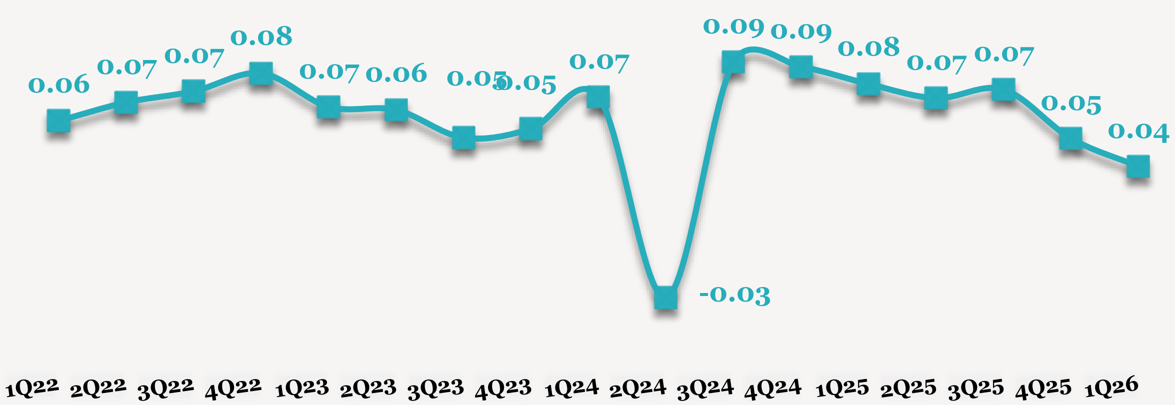
Quarterly Earnings Trend (QRmn)



Quarterly Margin Trend



EPS (QR) Trend



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