

Earnings Flash Note

Zad Holding Co.

3Q 2025/9M2025



Zad Holding Co. (ZHCD)

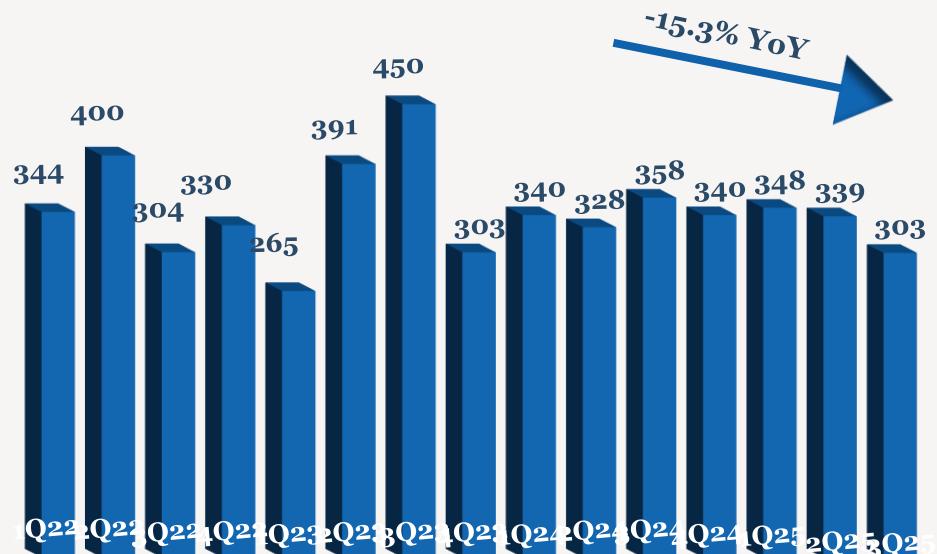
- > Net profit decreased by 0.9% YoY (-12.3% QoQ) to QR42mn in 3Q2025 due to lower revenue. For 9M2025 the net profit was up 0.5% to QR136mn.
- > Operating revenue decreased by 15.3% YoY (-10.7% QoQ) to QR303mn in 3Q2025. For 9M2025 the revenue was down 3.6% to QR990mn.
- > Gross profit decreased by 2.9% YoY to QR83mn (-6.1% QoQ) while the corresponding margin came to 27.5% in 3Q2025 (vs. 24% in 3Q2024). For 9M2025 the gross profit was down 2.6% to QR263mn.
- > Operating profit of QR51mn was down by 5.2% YoY (-8.5% QoQ) and margin came to 16.8% in 3Q2025 (vs. 15% in 3Q2024). For 9M2025 the operating profit was down 5.3% to QR158mn.
- > For 3Q2025, EPS was QR0.15 vs QR0.15 in 3Q2024. For 9M2025 EPS came at QR0.47 vs QR0.47 in 9M2024.
- > As of 25th Oct 2025, the stock decreased 3.2% YTD, underperforming the QSE Index, which was up by 2.9% YTD.
- > The stock is currently trading at a TTM P/E multiple of 19x.

3Q/9M2025 Earnings Performance

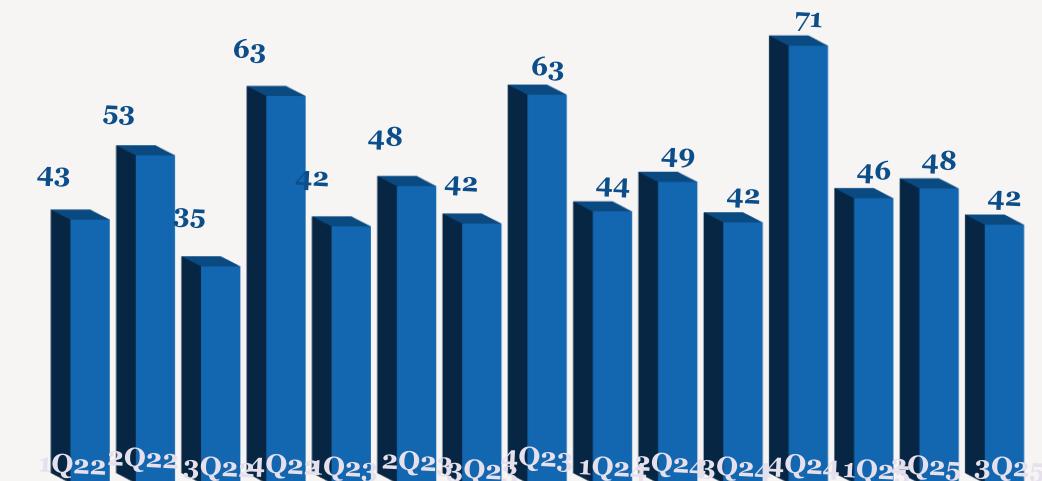
	3Q2025	3Q2024	YoY	2Q2025	QoQ	9M2025	9M2024	YoY
Operating Revenue	303	358	-15.3%	339	-10.7%	990	1,027	-3.6%
Gross Profit	83	86	-2.9%	89	-6.1%	263	270	-2.6%
Gross Margin %	27.5%	24.0%		26.1%		26.6%	26.3%	
Operating Profit	51	54	-5.2%	56	-8.5%	158	167	-5.3%
Operating Margin %	16.8%	15.0%		16.4%		16.0%	16.3%	
Net Profit to Equity	42	42	-0.9%	48	-12.3%	136	136	0.5%
Net Margin %	13.9%	11.8%		14.1%		13.8%	13.2%	
EPS (QR)	0.15	0.15	-0.9%	0.17	-12.3%	0.47	0.47	0.5%

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

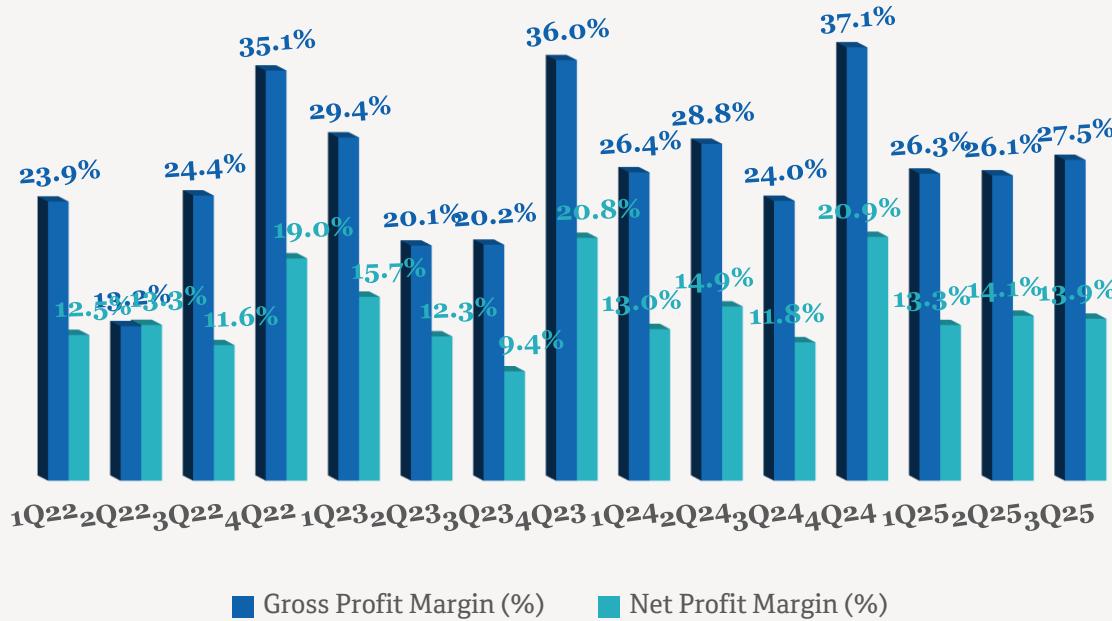
Quarterly Sales Trend (QRmn)



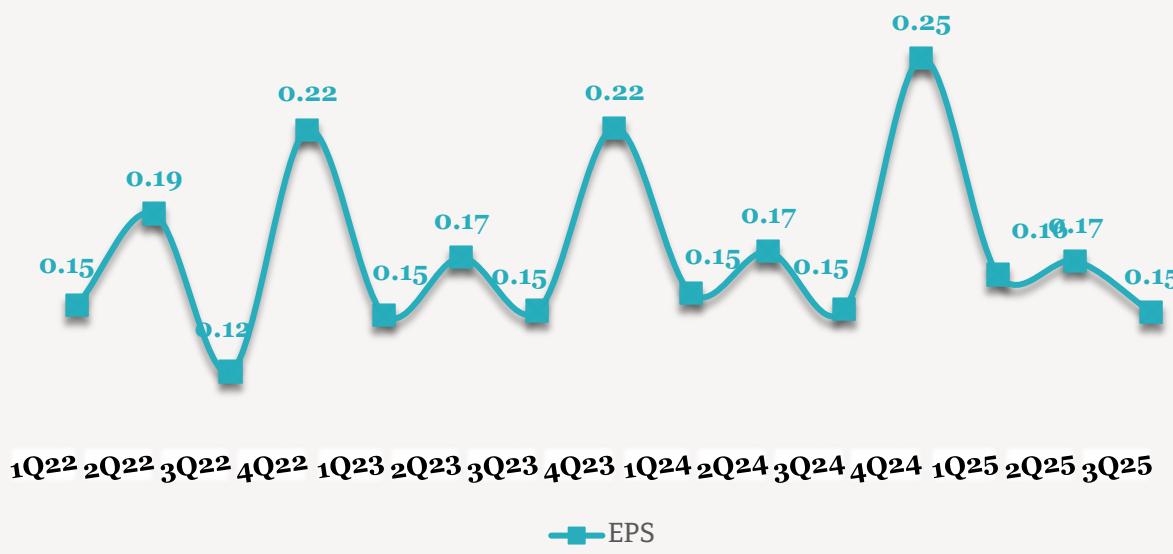
Quarterly Earnings Trend (QRmn)



Quarterly Margin Trend



EPS (QR) Trend



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