

Ooredoo Q.P.S.C.

ORDS | Qatar Stock Exchange | Telecommunication Services

Equity Analysis Report · FY 2025 Full Year Results ·

CURRENT PRICE

QAR 13.03

31 December 2025 Close

Fair value

QAR 16.44

Blended Fair Value

UPSIDE + YIELD

+26.17% + 5.76%

~32.00% Estimated Total Return

Dividend Growth

5 year dividend growth

A comprehensive analysis of Ooredoo's revenue, net profit, dividends and balance sheet - FY2021 to FY2025.

KPI Dashboard

Ooredoo Q.P.S.C (ORDS) · FY2025 Full Year Results · All figures sourced from audited XBRL IFRS filings · Net Profit = Attributable to Parent

REVENUE

QAR 24.60bn

▲ +4.27% vs FY2024

NET PROFIT (PARENT)

QAR 3.86bn

▲ +12.52% vs FY2024

FREE CASH FLOW

QAR 3.30bn

▼ -30.70% vs FY2024 (capex spike)

EPS

QAR 1.21

▲ +13.08% vs FY2024

DIVIDEND PER SHARE

QAR 0.75

★ Proposed +15.38% YoY

DIVIDEND YIELD

5.76%

At QAR 13.03 closing price

NET PROFIT MARGIN

15.71%

▲ +106 bps vs FY2024

RETURN ON EQUITY

13.24%

▲ vs 12.56% in FY2024

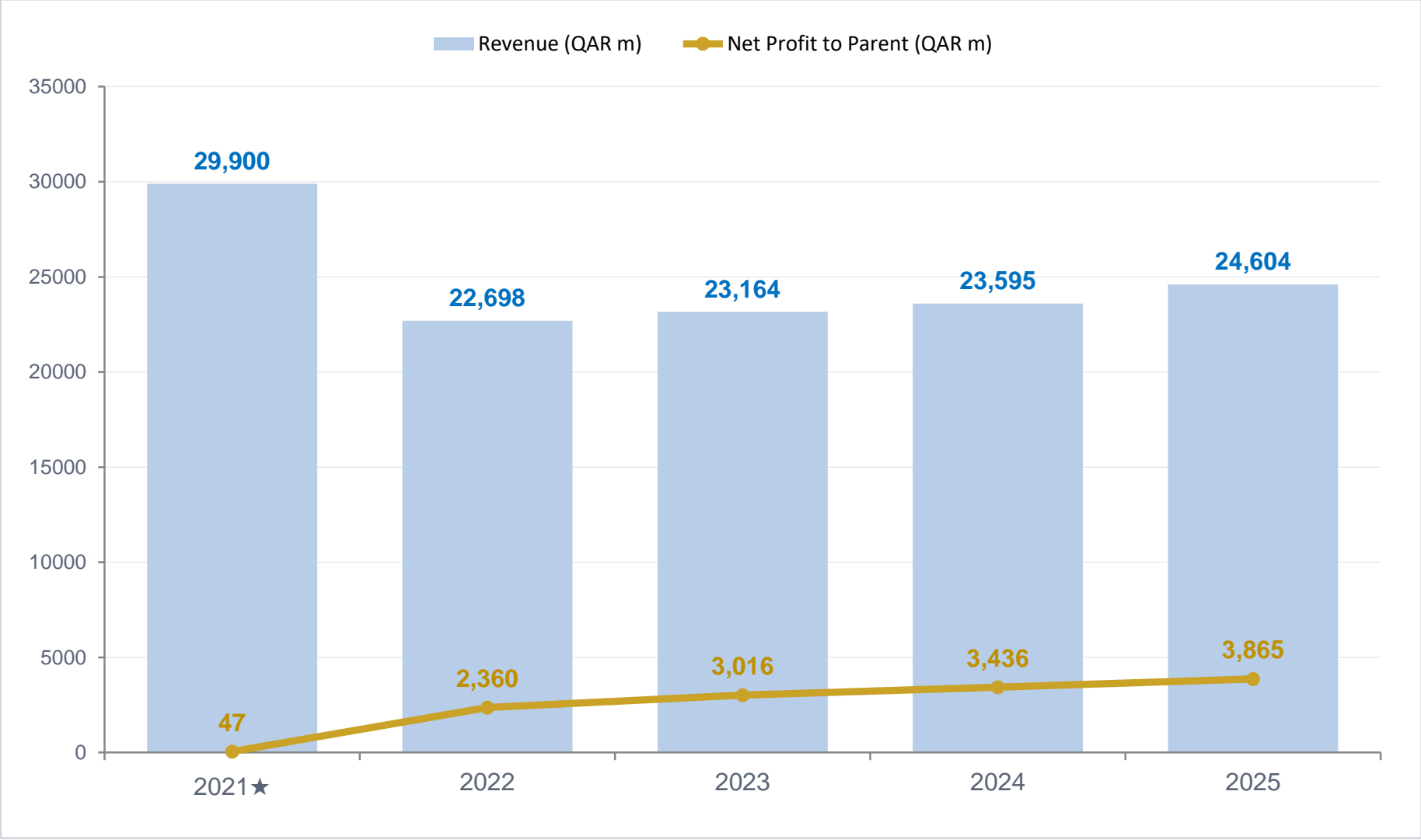
NET CASH POSITION

QAR 2.10bn

From QAR 7.81bn net debt (2021)

Revenue & Net Profit

Revenue & Net Profit Attributable to Parent (2021–2025) · QAR Millions · ★ 2021 non-comparable (portfolio restructuring)



★ 2021 revenue includes Indosat Indonesia & Myanmar - NOT comparable to 2022–2025

ANNUAL SUMMARY			
YEAR	REV	NP	MARGIN
2022	22.70	2.36	10.40%
2023	23.16	3.02	13.02%
2024	23.59	3.44	14.59%
2025	24.60	3.86	15.71%
Net margin: 10.40% → 15.71%			

DIVIDEND ANALYSIS

QAR 0.75

Dividend Per Share (FY2025)

DPS GROWTH (4 YEARS)

▲ +150.00%

0.30 → 0.75 (QAR per share)

DIVIDEND YIELD

5.76%

At closing price QAR 13.03

PAYOUT RATIO

62.03%

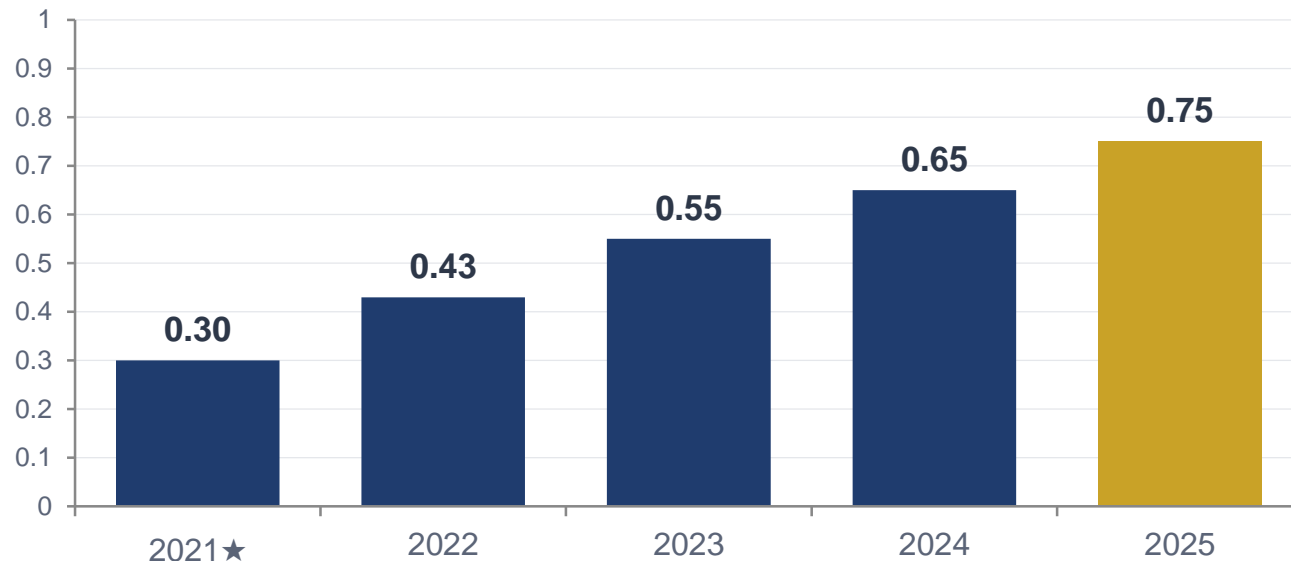
DPS 0.75 ÷ EPS 1.21

FCF COVERAGE

1.37x

FCF 3.30bn ÷ Dividends 2.40bn

DIVIDEND PER SHARE HISTORY (QAR)



★ 2025 FY DPS = QAR 0.75 proposed, not yet paid

DIVIDEND YIELD BY YEAR

YEAR	DPS (QAR)	PRICE (QAR)	YIELD
2021	0.30	7.02	4.27%
2022	0.43	9.20	4.67%
2023	0.55	11.40	4.82%
2024	0.65	11.55	5.63%
2025	0.75	13.03	5.76%

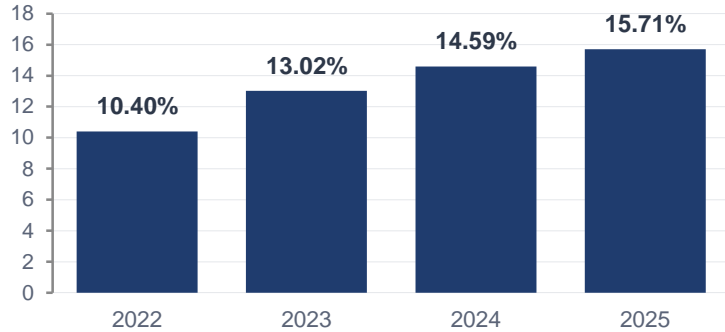
Key Financial Ratios

Net Profit Margin (%)

Net Profit (Parent) ÷ Revenue

15.71%

▲ Expanding

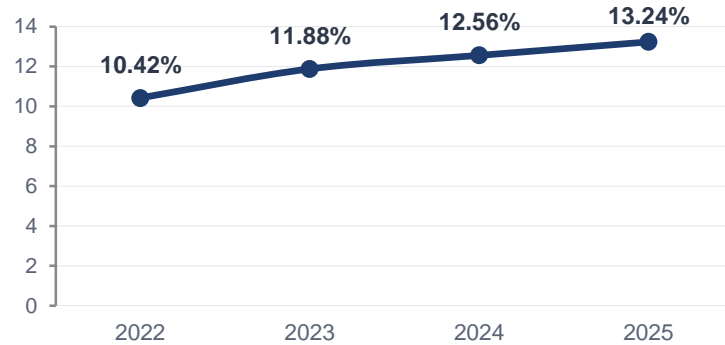


Return on Equity (ROE)

Net Profit (Parent) ÷ Avg. Equity

13.24%

▲ Improving

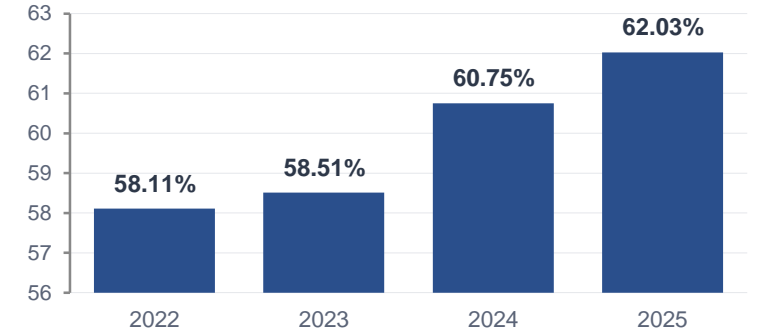


Dividend Payout Ratio

DPS ÷ EPS × 100

62.03%

Stable 58–62%

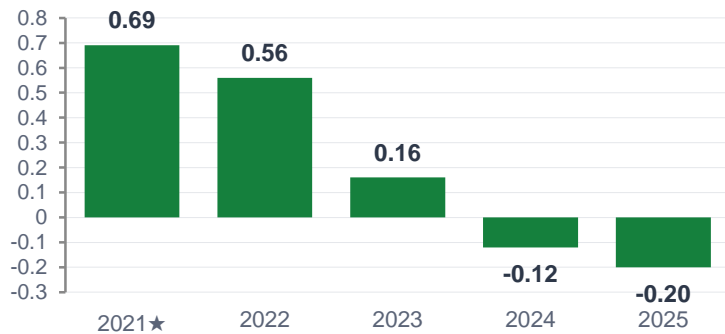


Net Debt / EBITDA

(Total Debt – Cash) ÷ EBITDA

Net Cash

Net Cash 2025

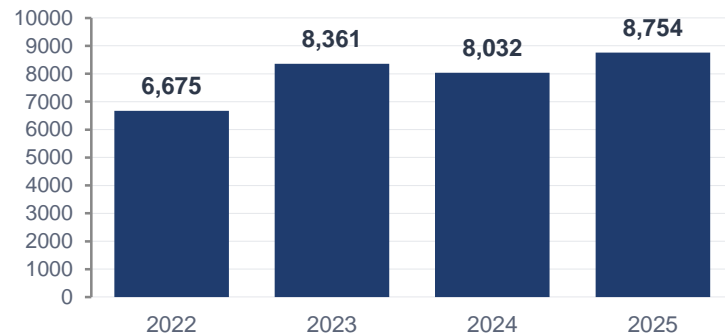


Operating Cash Flow

Net CF from Operations (QAR m)

8,754m

▲ +9.00% YoY

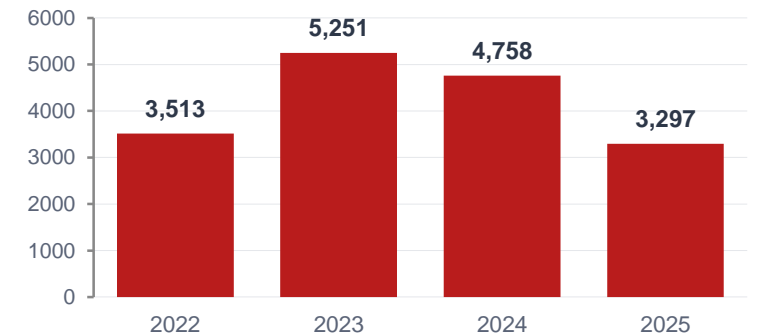


Free Cash Flow

Operating CF – Total Capex (QAR m)

3,297m

▼ Capex spike 2025

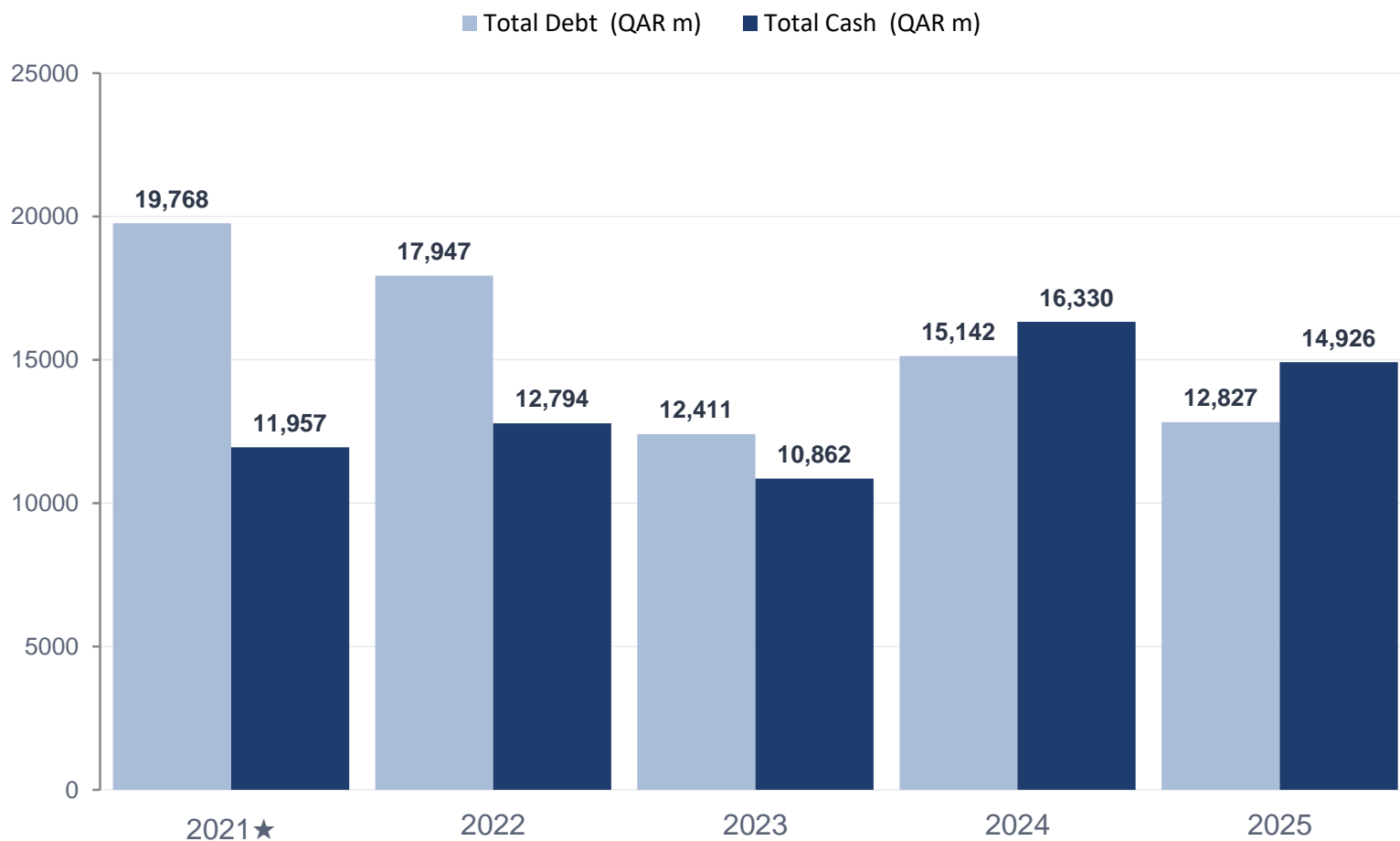


Balance Sheet Snapshot

Net Cash Position: QAR 2,099m ✓

Net Cash Evolution 2021–2025 · QAR Millions · Debt = Loans & Borrowings (current + non-current combined)

TOTAL DEBT vs TOTAL CASH (QAR MILLIONS)



KEY FIGURES (FY2025)

Total Assets	QAR 63.85bn
Total Equity	QAR 34.52bn
Equity (Parent)	QAR 30.13bn
Total Debt	QAR 12.83bn
Net Cash	QAR 2.10bn ✓

NET DEBT - (CASH) TREND (QAR m)

2021 7,811

2022 5,153

2023 1,549

2024 (1,188)

2025 (2,099)

QAR 9.91bn deleveraging in 4 years

Valuation

P/E MULTIPLE

30% weight

EPS (FY2025) **QAR 1.21**

Current P/E **10.77×**

Sector Peers **12–14×**

Target P/E Applied **13×**

→ Fair Value **QAR 15.73**

At 10.77×, Ooredoo trades at a material discount to regional telecom peers of 12–14×.

DIVIDEND YIELD

40% weight
(highest)

DPS FY2025 **QAR 0.75**

Current Yield **5.76%**

Qatar Market Target **4.50–5.00%**

Target Yield Applied **4.50%**

→ Fair Value **QAR 16.67**

5.76% yield is one of the highest on the QSE. At 4.50% target yield, fair value = QAR 16.67.

EV / EBITDA

30% weight

EV (Mkt Cap – Net Cash) **QAR 39.64bn**

EBITDA (2025) **QAR 10.37bn**

Current EV/EBITDA **3.82×**

MENA Peers Average **5–6×**

→ Fair Value **QAR 16.84**

At 3.82×, Ooredoo is extremely cheap vs. 5–6× MENA telecom comparables.

BLENDED FAIR VALUE

QAR 16.44

$$= (30\% \times 15.73) + (40\% \times 16.67) + (30\% \times 16.84)$$

$$= \text{QAR } 4.72 + \text{QAR } 6.67 + \text{QAR } 5.05 = \text{QAR } 16.44$$

+26.17%

Price upside

5.76%

Dividend yield

Fair value

Fair value **QAR 16.44 – 15.73**

Current Price **QAR 13.03**

Price Upside **+26.17%**

Dividend Yield **5.76%**

Total Return **~32.00%**

INVESTMENT THESIS

01

Key Strength - Dividend Growth Compounding

Ooredoo has grown DPS for 5 consecutive years: QAR 0.30 → QAR 0.75 (+150.00%). At 5.76% yield - one of the highest on the QSE - the stock offers exceptional income with a dividend covered 1.37× by free cash flow. Net cash position QAR 2.10bn means dividends are structurally safe. Payout ratio of 62.03% leaves room to grow further.

02

Key Risk - Capex Cycle Compressing Free Cash Flow

Total capex spiked to QAR 5.46bn in 2025 vs. a QAR 3.18bn average in 2022–2024, compressing FCF from QAR 4.76bn (2024) to QAR 3.30bn (2025). If this elevated investment cycle persists into 2026–2027, FCF could fall further toward or below dividend obligations.

03

Final Recommendation | QAR 16.44 – 15.73 | +32.00% Total Return

All three valuation methods converge in the QAR 15.73–16.84 range vs. current QAR 13.03. At 10.77× P/E and 3.82× EV/EBITDA, Ooredoo trades at a steep discount to MENA telecom peers. With improving margins (15.71%), rising ROE (13.24%), a fortress balance sheet net cash QAR 2.10bn, and a 5.76% dividend yield, the risk/reward is compelling.

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