

# Flash Note

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## Power Generation & Distribution

### Nishat Chunian Power Limited (NCPL)

**Earnings:** Nishat Chunian Power Limited (NCPL) announced its 1QFY24 result. The Company reported 1QFY24 earnings of PKR 1.39bn (EPS PKR 3.77) compared to PKR 0.96bn (EPS PKR 2.61) in the similar period last year. On quarterly basis, earnings are up by +13%q/q.

**Dividend/Payout:** The Company did not announce any cash dividend along with the result.

**Operating Performance:** Growth in earnings during 1QFY24 is mainly attributable to +21%/y growth in gross profit and 26%/y drop in finance cost. Net sales dropped by 21%/y to PKR 6.81bn likely owing to lower load factor amid depressed demand. Gross margins clocked in at 22.6% during 1QFY24 compared to 14.8% in the same period last year. Other income dropped by 28%/y to PKR 28mn during 1QFY24 compared to PKR 39mn in the similar period last year. Administrative expenses increased by +7%/y to PKR 40mn during 1QFY24. Finance cost dropped by 26%/y to PKR 141mn during 1QFY24 compared to PKR 190mn in the same period last year likely owing to lower borrowings despite higher interest rates.

Exhibit: NCPL Financial Highlights					
For the period 1QFY24					
PKRmn	1QFY24	1QFY23	y/y	4QFY23	q/q
Net Sales	6,806	8,587	-21%	4,352	56%
Cost of Sales	5,266	7,318	-28%	2,926	80%
Gross Profit	1,539	1,269	21%	1,426	8%
Administrative Expense	40	38	7%	42	-5%
Other Operating Expense	1	121	-99%	7	-84%
Other Operating Income	28	39	-28%	25	11%
EBIT	1,526	1,150	33%	1,402	9%
Finance Cost	141	190	-26%	178	-21%
PBT	1,386	960	44%	1,225	13%
Tax	0	0	-	0	-
PAT	1,386	960	44%	1,225	13%
<b>EPS</b>	<b>3.77</b>	<b>2.61</b>		<b>3.33</b>	
DPS	0.0	0.0		0.0	

Source: IGI Research and Company Financials No of Shares: 367.35mn

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