

# Flash Note

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## Power Generation & Distribution

### Nishat Chunian Power Limited (NCPL)

**Earnings:** Nishat Chunian Power Limited (NCPL) announced its 4QFY23 result. The Company reported 4QFY23 earnings of PKR 1.23bn (EPS PKR 3.33) compared to PKR 0.60mn (EPS PKR 1.64) in the similar period last year. This brings total FY23 profitability to PKR 3.96bn (EPS PKR 10.77) compared to PKR 2.51bn (EPS PKR 6.82) in the same period last year.

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

**Operating Performance:** Growth in earnings during 4QFY23 is mainly attributable to +49%/y/y growth in gross profit mainly owing to PKR depreciation. Other income dropped by 53%/y/y to PKR 25mn during 4QFY23 compared to PKR 54mn in the similar period last year. Administrative expenses dropped by 25%/y/y to PKR 42mn during 4QFY23. Other expenses dropped substantially by 92%/y/y to PKR 7mn during 4QFY23 compared to PKR 88mn in the similar period last year. Finance cost dropped by 33%/y/y to PKR 178mn during 4QFY23 compared to PKR 266mn in the same period last year likely owing to lower borrowings.

Exhibit: NCPL Financial Highlights For the period 4QFY23								
PKRmn	4QFY23	4QFY22	y/y	3QFY23	q/q	FY23	FY22	y/y
Net Sales	4,352	9,846	-56%	3,302	32%	18,221	25,416	-28%
Cost of Sales	2,926	8,888	-67%	2,123	38%	13,163	21,858	-40%
Gross Profit	1,426	959	49%	1,179	21%	5,058	3,558	42%
Administrative Expense	42	57	-25%	41	3%	156	177	-12%
Other Operating Expense	7	88	-92%	52	-87%	189	153	24%
Other Operating Income	25	54	-53%	36	-29%	113	160	-30%
EBIT	1,402	867	62%	1,121	25%	4,825	3,389	42%
Finance Cost	178	266	-33%	228	-22%	868	884	-2%
PBT	1,225	601	2.0x	894	37%	3,957	2,505	58%
Tax	0	1	n/m	0	n/m	0	1	n/m
PAT	1,225	602	2.0x	894	37%	3,957	2,506	58%
<b>EPS</b>	<b>3.33</b>	<b>1.64</b>		<b>2.43</b>		<b>10.77</b>	<b>6.82</b>	
DPS	0.0	10.0		0.0		0.0	10.0	

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

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