

Result announcement: 3QFY22

Cements

D.G. Khan Cement Company Limited

Earnings: D.G. Khan Cement Company Limited (DGKC) reported its 3QFY22, financial results. As per the unconsolidated financials, the company reported profit of PKR 1,442mn or PKR 3.3/share compared to last year profits of PKR 2,048mn or PKR 4.7/share, down by 30%y however on a quarterly basis earnings is up by 14%q.

Dividends/Payouts: The Company did not announce any dividend.

Operating performance: The Company recorded net sales of PKR 15,862mn up by +46%y, on quarterly basis it reported a decline of 3%q. Gross margins during the period clocked in at 19% compared to 23% last year same period down by 4%. As a result company's EBIT decreased to PKR 2,873mn down by 14%y (+16%q). Financing cost increased to PKR 916mn up by 32%y, while effective tax charge clocked in at 26% compared to last quarter 25%.

Exhibit: Financial Highlights of D.G. Khan Cement Limited (DGKC)									
Latest result for: 3q'22									
Period (PKRmn)	3q'22	2q'22	1q'22	2021	4q'21	3q'21	2q'21	1q'21	2020
Net Sales	15,862	16,282	11,153	45,108	12,360	10,885	11,348	10,514	38,033
Gross Profit	2,949	2,759	2,099	8,072	2,178	2,481	2,406	1,008	1,586
Admin	184	183	185	647	179	158	156	154	659
S/m/d	507	694	317	1,950	551	407	383	609	1,783
EBIT	2,873	2,485	1,913	7,692	1,790	3,350	2,134	314	897
Finance cost	916	802	736	2,921	697	695	757	771	4,653
Taxation	516	414	270	1,050	324	608	225	(107)	(1,598)
Profit after tax	1,442	1,269	908	3,721	768	2,048	1,152	(351)	(2,159)
EPS	3.3	2.9	2.1	8.5	1.8	4.7	2.6	(0.8)	(4.9)
DPS	0.0	0.0	1.0	1.0	0.0	0.0	0.0	0.0	0.0
Source: Company accounts, IGI Research, PSX							No. of shares: (mn) 438.1		

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