

Flash Note

Thursday, April 24, 2025



Cements

Fauji Cement Company Limited (FCCL)

Earnings: Fauji Cement Company Limited (FCCL) announced its 3QFY25, financial result. The company reported earnings of PKR 2.1bn (EPS PKR 0.87/share) compared to same period last year of PKR 1.8bn (EPS PKR 0.72/share), up by 21%/y. On 9MFY25 basis, the company reported earnings of PKR 9.4bn (EPS PKR 3.84/share) compared to PKR 7.0bn (EPS PKR 2.87/share) during the same period last year.

Dividend/Payout: FCCL did not announce any dividend along with the result.

Operating Performance: During the period under review, company reported net sales of PKR 19.3bn (up by 1%/y). Gross profit stood at PKR 6.3bn (up by +17%/y) likely owing to lower imported coal prices and higher retention prices. In addition, FCCL reported finance cost of PKR 1.5bn during 3QFY25 (down by -11%/y) likely owing to declining interest rates. The effective tax rate during 3QFY25 stood at 39% compared to 33% during the corresponding period last year.

| Exhibit: Fauji Cement Company Limited (FCCL) Financial highlights | | | | | | | | | | |
|---|--------|-------|-------|-------|--------|-------|-------|-------|------|------|
| For period ending: 3q/25 | | | | | | | | | | |
| PKRbn | 9MFY25 | 3q/25 | 2q/25 | 1q/25 | 9MFY24 | 3q/24 | 2q/24 | 1q/24 | ΔYoY | ΔQoQ |
| Net Sales | 67.2 | 19.3 | 24.9 | 23.0 | 59.4 | 19.0 | 20.0 | 20.3 | 1% | -22% |
| Gross Profits | 23.1 | 6.3 | 8.9 | 7.9 | 18.2 | 5.4 | 6.5 | 6.3 | 17% | -30% |
| Admin | 1.3 | 0.4 | 0.4 | 0.4 | 1.1 | 0.4 | 0.4 | 0.4 | 6% | -6% |
| EBIT | 19.1 | 4.9 | 7.5 | 6.6 | 14.4 | 4.3 | 5.0 | 5.1 | 16% | -34% |
| Finance cost | 3.9 | 1.5 | 1.1 | 1.4 | 3.7 | 1.6 | 0.9 | 1.1 | -11% | 39% |
| Profit before tax | 15.2 | 3.5 | 6.5 | 5.2 | 10.7 | 2.6 | 4.1 | 4.0 | 32% | -46% |
| Taxation | 5.8 | 1.3 | 2.4 | 2.0 | 3.7 | 0.9 | 1.4 | 1.4 | 54% | -45% |
| Profit after Tax | 9.4 | 2.1 | 4.0 | 3.2 | 7.0 | 1.8 | 2.7 | 2.6 | 21% | -47% |
| EPS* | 3.84 | 0.87 | 1.64 | 1.32 | 2.87 | 0.72 | 1.08 | 1.07 | 21% | -47% |
| DPS | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | - | - |
| Gross Margins | 34% | 32% | 36% | 34% | 31% | 28% | 33% | 31% | 4% | -3% |
| EBIT Margins | 28% | 26% | 30% | 29% | 24% | 22% | 25% | 25% | 3% | -5% |
| Effective tax | 38% | 39% | 38% | 38% | 34% | 33% | 35% | 35% | 6% | 1% |
| Net Margins | 14% | 11% | 16% | 14% | 12% | 9% | 13% | 13% | 2% | -5% |

Source: Company Accounts, IGI Research, *Number of Shares (mn): 2,452.8

Analyst

Laraib Nisar

laraib.nisar@igi.com.pk

Tel: +92 21 111 234 234 Ext: 974

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- Justified Price to Book
- Residual Income (RI)
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IGI Finex Securities Limited

Research Analyst(s)

Research Identity Number: BRP009

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Contact Details

Equity Sales

| | | | |
|----------------------|--|--------------------------|----------------------------|
| Zaeem Haider Khan | Head of Equities | Tel: (+92-42) 35301405 | zaeem.haider@igi.com.pk |
| Muhammad Naveed | Regional Manager (Islamabad & Upper North) | Tel: (+92-51) 2604861-62 | muhammad.naveed@igi.com.pk |
| Syeda Mahrukh Hameed | Branch Manager (Lahore) | Tel: (+92-42) 38303564 | mahrukh.hameed@igi.com.pk |
| Shakeel Ahmad | Branch Manager (Faisalabad) | Tel: (+92-41) 2540843-45 | shakeel.ahmad1@igi.com.pk |
| Asif Saleem | Equity Sales (RY Khan) | Tel: (+92-68) 5871652-56 | asif.saleem@igi.com.pk |
| Mehtab Ali | Equity Sales (Multan) | Tel: (+92-61) 4512003 | mahtab.ali@igi.com.pk |

Research Team

| | | | |
|-----------------|------------------|------------------------------------|----------------------------|
| Abdullah Farhan | Head of Research | Tel: (+92-21) 111-234-234 Ext: 912 | abdullah.farhan@igi.com.pk |
| Sakina Makati | Research Analyst | Tel: (+92-21) 111-234-234 Ext: 810 | sakina.makati@igi.com.pk |
| Laraib Nisar | Research Analyst | Tel: (+92-21) 111-234-234 Ext: 974 | laraib.nisar@igi.com.pk |

IGI Finex Securities Limited

Trading Rights Entitlement Certificate (TREC) Holder of Pakistan Stock Exchange Limited |

Corporate member of Pakistan Mercantile Exchange Limited

Website: www.igisecurities.com.pk

Head Office

Suite No 701-713, 7th Floor, The Forum, G-20,
 Khayaban-e-Jami Block-09, Clifton, Karachi-75600
 UAN: (+92-21) 111-444-001 | (+92-21) 111-234-234
 Fax: (+92-21) 35309169, 35301780

Lahore Office

Shop # G-009, Ground Floor,
 Packages Mall
 Tel: (+92-42) 38303560-69
 Fax: (+92-42) 38303559

Islamabad Office

3rd Floor, Kamran Centre,
 Block- B, Jinnah Avenue, Blue Area
 Tel: (+92-51) 2604861-2, 2604864, 2273439
 Fax: (+92-51) 2273861

Faisalabad Office

Office No. 2, 5 & 8, Ground Floor, The
 Regency International 949, The Mall
 Faisalabad
 Tel: (+92-41) 2540843-45

Rahim Yar Khan Office

Plot # 12, Basement of Khalid Market,
 Model Town, Town Hall Road
 Tel: (+92-68) 5871652-3
 Fax: (+92-68) 5871651

Multan Office

Mezzanine Floor, Abdali Tower,
 Abdali Road
 Tel: (92-61) 4512003, 4571183

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Research Analyst(s)

Research Identity Number: BRP009

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