

Flash Note

Wednesday, April 22, 2026

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Power Generation & Distribution

The Hub Power Company Limited

Earnings: The Hub Power Company Limited (HUBC) announced 3QFY26 result. The Company reported consolidated 3QFY26 earnings attributable to HUBC of PKR 10.81bn (EPS PKR 8.33), down by 2%/y/y compared to PKR 11.03bn (EPS PKR 8.50) in the similar period last year. On quarterly basis, profitability is up by +2%/q/q during 3QFY26. This brings total profitability for 9MFY26 to PKR 33.06bn (EPS PKR 25.49), down by 4%/y/y, compared to PKR 34.37bn (EPS PKR 26.49) in the same period last year.

Dividend/Payout: The Company announce cash dividend of PKR 5/share along with the result bringing total cash payout for 9MFY26 to PKR 15/share compared to PKR 5/share in the same period last year.

Operating Performance: During the period under review, HUBC's revenue dropped by 4%/y/y during 3QFY26 likely on the back of lower load factors. Company's gross profit declined by 5%/y/y with gross margins decreasing by 0.8%/y/y to 40.1% during 3QFY26 against 40.9% in the similar period last year. HUBC booked other income of PKR 3.96bn during 3QFY26, up by +2.5x/y/y. Other charges increased to PKR 0.27bn against other income of PKR 0.01bn in the same period last year. The Company booked share of profit from associate of PKR 11.02bn during 3QFY26 compared to PKR 10.20bn in the same period last year likely owing to contribution from Mega Motors. Finance cost declined by 28%/y/y to PKR 2.07bn during 3QFY26 likely owing to substantial decline in interest rates and borrowings. Effective tax stood at 35.5% during 3QFY26 (2QFY26: 20.1%) compared to 23.8% in the same period last year bringing total effective tax rate for 9MFY26 to 26.7% against 20.4% in 9MFY25.

Exhibit: HUBC Financial Highlights								
For the period 3QFY26								
PKRmn	3QFY26	3QFY25	y/y	2QFY26	q/q	9MFY26	9MFY25	y/y
Turnover	16,454	17,060	-4%	16,724	-2%	50,575	64,596	-22%
Gross Profit	6,598	6,979	-5%	7,428	-11%	21,612	31,407	-31%
General & Admin expenses	437	275	59%	657	-33%	1,717	1,254	37%
Other Income	3,959	1,616	145%	1,348	194%	6,626	3,976	67%
Other Expenses	265	(12)	n/m	108	144%	492	3,608	-86%
Profit from Operations	9,855	8,331	18%	8,011	23%	26,028	30,520	-15%
Financing Cost	2,072	2,895	-28%	2,291	-10%	6,865	12,453	-45%
Share of profit/(loss) from associates	11,023	10,195	8%	10,492	5%	32,309	30,357	6%
PBT	18,805	15,630	20%	16,212	16%	51,473	48,095	7%
PAT	12,125	12,482	-3%	12,346	-2%	37,750	38,267	-1%
PAT - Attributable to HUBC	10,806	11,032	-2%	10,629	2%	33,063	34,366	-4%
EPS (PKR)	8.33	8.50		8.19		25.49	26.49	
DPS (PKR)	5.00	0.00		5.00		15.00	5.00	

Source: IGI Research, PSX No of Shares: 1,297.15mn

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