

Result announcement: 3QFY22

Cements

Kohat Cement Company Limited

Earnings: Kohat Cement Company Limited (KOHC) reported its 3QFY22, financial results. As per the unconsolidated financials, the company reported earnings of PKR 1,646mn or PKR 8.2/share compared to last year profits of PKR 1,059mn or PKR 5.3/share, up by +55%y similarly on a quarterly, basis earnings is up by +4%q.

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

Operating performance: The Company recorded net sales of PKR 8,570mn up by +28%y, on quarterly basis it reported an increase of +4%q. Gross profit during the period clocked in at PKR 2,505mn compared to PKR 1,740mn last year same period up by +44%y. As a result company's EBIT increased to PKR 2,441mn up by +52%y (+4%q). Financing cost increased to PKR 144mn up by 21%y, while effective tax charge clocked in at 28% compared to last quarter 29%.

| Exhibit: Financial Highlights of Kohat Cement Company Limited (KOHC) | | | | | | | | | |
|---|------------|------------|------------|-------------|------------|------------|------------|------------|--------------|
| 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 | 8,570 | 8,211 | 6,804 | 24,057 | 6,237 | 6,712 | 5,934 | 5,174 | 11,300 |
| Gross Profit | 2,505 | 2,482 | 2,261 | 5,965 | 1,629 | 1,740 | 1,638 | 959 | (24) |
| Admin | 83 | 96 | 78 | 314 | 81 | 76 | 84 | 73 | 239 |
| S/m/d | 33 | 29 | 23 | 94 | 37 | 19 | 22 | 17 | 64 |
| EBIT | 2,441 | 2,345 | 2,112 | 5,403 | 1,480 | 1,603 | 1,485 | 835 | (148) |
| Finance cost | 144 | 118 | 119 | 517 | 124 | 119 | 136 | 138 | 410 |
| Taxation | 651 | 642 | 595 | 1,388 | 391 | 424 | 384 | 189 | (114) |
| Profit after tax | 1,646 | 1,586 | 1,398 | 3,498 | 966 | 1,059 | 965 | 507 | (444) |
| EPS | 8.2 | 7.9 | 7.0 | 17.4 | 4.8 | 5.3 | 4.8 | 2.5 | (2.2) |
| DPS | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |

Source: Company accounts, IGI Research, PSX No. of shares: (mn) 200.9

Analyst

Ajay Kumar

Ajay.Kumar@igi.com.pk

Tel: +92 21 111 234 234 Ext: 916

Abdullah Farhan

Abdullah.farhan@igi.com.pk

Tel: +92 21 111 234 234 Ext: 916

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Hold if target price on aforementioned security (ies) is in between -10% and 10%, from its last closing price(s)

Sell if target price on aforementioned security (ies) is less than -10%, from its last closing price(s)

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IGI Finex Securities Limited

Research Analyst(s)

Research Identity Number: BRP009

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Contact Details

Equity Sales

| | | | |
|----------------------|--|---------------------------|----------------------------|
| Faisal Jawed Khan | Head of Equities | Tel: (+92-21) 35301779 | faisal.jawed@igi.com.pk |
| Zaeem Haider Khan | Regional Head (North) | Tel: (+92-42) 38303559-68 | 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 |
| Zaid Farook | Branch Manager (Stock Exchange) Karachi | Tel: (+92-21) 32462651-52 | zaid.farook@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

| | | | |
|-----------------|------------------|------------------------------------|----------------------------|
| Saad Khan | Head of Research | Tel: (+92-21) 111-234-234 Ext: 810 | saad.khan@igi.com.pk |
| Abdullah Farhan | Senior Analyst | Tel: (+92-21) 111-234-234 Ext: 912 | abdullah.farhan@igi.com.pk |
| Aariz Raza | Analyst | Tel: (+92-21) 111-234-234 Ext: 810 | Aariz.raza@igi.com.pk |
| Ajay Kumar | Analyst | Tel: (+92-21) 111-234-234 Ext: 912 | ajay.kumar@igi.com.pk |
| Huzaifa Yaseen | Analyst | Tel: (+92-21) 111-234-234 Ext: 912 | huzaifa.yaseen@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

Stock Exchange Office

Room # 134, 3rd Floor, Stock Exchange Building,
 Stock Exchange Road, Karachi.
 Tel: (+92-21) 32429613-4, 32462651-2
 Fax: (+92-21) 32429607

Lahore Office

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

Faisalabad Office

Room #: 515-516, 5th Floor, State Life
 Building, 2- Liaqat Road
 Tel: (+92-41) 2540843-45
 Fax: (+92-41) 2540815

Multan Office

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

Islamabad Office

Mezzanine Floor, Office 5, 6 & 7, Kashmir Plaza,
 Block- B, Jinnah Avenue, Blue Area
 Tel: (+92-51) 2604861-2, 2604864, 2273439
 Fax: (+92-51) 2273861

Rahim Yar Khan Office

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

IGI Finex Securities Limited

Research Analyst(s)

Research Identity Number: BRP009

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