

Result announcement: 2qFY22

Cements

Kohat Cement Company Limited

Earnings: Kohat Cement Company Limited (KOHC) announced its 2qFY22 financial results. As per the results, the company reported earnings of PKR 1,586mn (PKR 7.9/share) compared to last year PKR 965mn (PKR 4.8/share), up by +64%. Nevertheless, this brings 1HFY22 cumulative earnings to PKR 2,984mn (PKR +14.9/share); up +102%.

Dividends/Payouts: The Company did not announce any dividends along with the result.

Operating performance: During the period under review, the company recorded a +38%y (+21%q) net sales growth to PKR 8,211mn. The company's gross margins during the period increased by 2.6% on a yearly basis to 30%, however, on a quarterly basis, the gross margin declined by 3%. Despite that, the company's EBIT increased to PKR 2,345mn, up by +58%y. Similarly, on a quarterly basis, EBIT is up by +11%q. Financing costs declined to PKR 118mn, down by 13%y and 1%q. The effective tax charge clocked in at 29% compared to 30% last quarter.

Exhibit: Financial Highlights of Kohat Cement Company Limited (KOHC)								
Latest result published for: 2q'22								
Period (PKRmn)	2q'22	1q'22	2021	4q'21	3q'21	2q'21	1q'21	2020
Net Sales	8,211	6,804	24,057	6,237	6,712	5,934	5,174	11,300
Gross Profit	2,482	2,261	5,965	1,629	1,740	1,638	959	(24)
Admin	96	78	314	81	76	84	73	239
S/m/d	29	23	94	37	19	22	17	64
EBIT	2,345	2,112	5,403	1,480	1,603	1,485	835	(148)
Finance cost	118	119	517	124	119	136	138	410
Taxation	642	595	1,388	391	424	384	189	(114)
Profit after tax	1,586	1,398	3,498	966	1,059	965	507	(444)
EPS	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
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

Saad Khan

Saad.Khan@igi.com.pk

Tel: +92 21 111 234 234 Ext: 810

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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

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

Faisalabad Office

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

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

IGI Finex Securities Limited

Research Analyst(s)

Research Identity Number: BRP009

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