

Flash Note

Monday, October 28, 2024

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Cement

Lucky Cement Limited (LUCK)

Earnings: Lucky Cement Limited (LUCK) announced its 1QFY25 result. The Company reported unconsolidated earnings of PKR 6.6bn (EPS PKR 22.40 @ 293mn shares), compared to PKR 6.9bn (EPS PKR 23.65 @ 293mn shares) down by -5.3%/y during the same period last year. This decline in earnings is primarily attributable to lower demand.

Dividend/Payout: The Company did not announce any cash dividend.

Operating Performance: During 1QFY25, the Company's net sales increased to PKR 29.8bn depicting an increase of 1%/y. For the quarter, the company recorded a gross margin of 33% compared to 37% during the same period last year the decline is likely attributable to lower retention prices. Other income stood at PKR 3.9bn compared to PKR 3.1bn during 1QFY24. Effective tax rate during 1QFY25 stood at 33% compared to 34% in the same period last year.

Exhibit: Lucky Cement Company Limited (LUCK) Financial highlights							
For period ending: 1q/25							
PKRbn	1q/25	4q/24	3q/24	2q/24	1q/24	ΔYoY	ΔQoQ
Net Sales	29.8	27.9	27.5	30.5	29.4	1%	7%
Gross Profits	9.8	9.1	7.9	11.0	10.8	-9%	9%
Admin	0.6	0.6	0.5	0.5	0.5	23%	1%
EBIT	10.2	14.0	7.6	10.6	10.8	-6%	-27%
Finance cost	0.4	0.4	0.4	0.4	0.4	-6%	-7%
Profit before tax	9.8	12.7	7.2	10.1	10.5	-6%	-22%
Taxation	3.3	3.2	2.2	3.3	3.5	-7%	2%
Profit after Tax	6.6	9.5	4.9	6.8	6.9	-5%	-31%
EPS*	22.40	32.28	16.85	23.14	23.65	-5.3%	-31%
DPS	0.00	15.00	0.00	0.00	0.00	-	-
Gross Margins	33%	32%	29%	36%	37%	-4%	1%
EBIT Margins	34%	50%	27%	35%	37%	-3%	-16%
Effective tax	33%	25%	31%	33%	34%	-1%	8%
Net Margins	22%	34%	18%	22%	24%	-2%	-12%

Source: Company Accounts, IGI Research, *Number of Shares (mn): 293

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