

## Result announcement FY22

### Cements

## Lucky Cement Limited (LUCK)

**Earnings:** Lucky Cement Limited (LUCK) announced its FY22 result. The Company reported earnings of PKR 15.3bn (EPS PKR 47.3), up by 8.7%y/y. On a quarterly basis, company's earnings are up by 67% to PKR 4.0bn (EPS: 12.3/share) compared to last year 4q earnings of PKR 2.4bn (EPS: 7.4/share).

**Dividend:** The Company did not announce any dividend.

**Operating performance:** During the 4qFY22, the Company's net sales increased to PKR 22.0bn showing an increase of +40%y/y on the back of higher retention prices. Company gross margins increased significantly to 39% compared to 22% in 3QFY22 and 27% last year 4Q. Company's EBIT increased to PKR 7.4bn up by 1.2x y/y. Similarly Net margins increased to 18% compared to last year's 15%. The company took a tax charge of 45% versus last quarter charge of 16% and last year's 15%; due to imposition of recent super tax announced in the budget FY23.

Exhibit: LUCK Financial highlights											
For period ending 4qFY22/FY22											
PKRmn=Jun(end)	FY22a	4q/22a	3q/22a	2q/21a	1q/21a	FY21	4q/21a	3q/21a	2q/20a	1q/20a	FY20a
Net Sales	81,094	22,204	21,341	20,633	16,915	62,941	15,838	17,027	15,740	14,335	41,871
Gross Profits	22,552	8,566	4,712	4,656	4,618	18,956	4,252	6,119	4,591	3,995	6,077
EBIT	21,816	7,380	6,662	3,378	4,396	17,325	3,284	8,369	2,919	2,753	3,996
Finance cost	395	124	86	92	93	333	87	91	88	68	176
Profit before tax	21,421	7,256	6,576	3,287	4,302	16,992	3,197	8,278	2,832	2,685	3,820
Taxation	6,123	3,267	1,042	796	1,018	2,922	814	1,132	517	459	476
Profit after Tax	15,299	3,990	5,535	2,491	3,284	14,070	2,383	7,146	2,315	2,226	3,344
<b>EPS</b>	<b>47.3</b>	<b>12.3</b>	<b>17.1</b>	<b>7.7</b>	<b>10.2</b>	<b>43.5</b>	<b>7.4</b>	<b>22.1</b>	<b>7.2</b>	<b>6.9</b>	<b>10.3</b>
<b>DPS</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>
Gross Margins	28%	39%	22%	23%	27%	30%	27%	36%	29%	28%	15%
Effective tax	29%	45%	16%	24%	24%	17%	25%	14%	18%	17%	12%
Net Margins	19%	18%	26%	12%	19%	22%	15%	42%	15%	16%	8%

Source: Company Accounts, IGI Research

No. of shares:323.4mn

### Analyst

Ajay Kumar

[Ajay.kumar@igi.com.pk](mailto:Ajay.kumar@igi.com.pk)

Tel: +92 21 111 234 234 Ext: 816

Abdullah Farhan

[Abdullah.Farhan@igi.com.pk](mailto:Abdullah.Farhan@igi.com.pk)

Tel: +92 21 111 234 234 Ext: 912

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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 Mahrugh Hameed	Branch Manager (Lahore)	Tel: (+92-42) 38303564	mahrugh.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

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Website: [www.igisecurities.com.pk](http://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

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

IGI Finex Securities Limited

Research Analyst(s)

Research Identity Number: BRP009

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