

Flash Note

Tuesday, February 21, 2023



Power Generation & Distribution

Nishat Chunian Power Limited (NCPL)

Earnings: Nishat Chunian Power Limited (PSO) announced its 2QFY23 result. The Company reported 2QFY23 earnings of PKR 878mn (EPS PKR 2.39) compared to PKR 551mn (EPS PKR 1.50) in the similar period last year. This brings total 1HFY23 profitability to PKR 1.84bn (EPS PKR 5.0) compared to PKR 1.16bn (EPS PKR 3.17) in the same period last year.

Dividend/Payout: The Company did not announce any cash dividend along with the result.

Operating Performance: Growth in earnings during 2QFY23 is mainly attributable to +35%y/y growth in gross profit mainly owing to PKR depreciation. Drop in other expenses further supported bottom line. Other income dropped by 63%y/y to PKR 12mn during 2QFY23 compared to PKR 34mn in the similar period last year. Finance cost increased by +8%y/y to PKR 274mn during 2QFY23 compared to PKR 253mn in the same period last year mainly owing to higher interest rates.

Exhibit: NCPL Financial Highlights For the period 2QFY23								
PKRmn	2QFY23	2QFY22	y/y	1QFY23	q/q	1HFY23	1HFY22	y/y
Net Sales	1,980	4,187	-53%	8,587	-77%	10,567	9,774	8%
Cost of Sales	795	3,313	-76%	7,318	-89%	8,114	8,074	0%
Gross Profit	1,184	874	35%	1,269	-7%	2,453	1,700	44%
Administrative Expense	35	38	-9%	38	-6%	73	77	-6%
Other Operating Expense	10	62	-85%	121	-92%	131	63	107%
Other Operating Income	12	34	-63%	39	-68%	52	67	-23%
EBIT	1,152	807	43%	1,150	0%	2,302	1,626	42%
Finance Cost	274	253	8%	190	44%	463	461	1%
PBT	878	554	59%	960	-9%	1,838	1,166	58%
Tax	0	3	n/m	0	n/m	0	3	n/m
PAT	878	551	59%	960	-9%	1,838	1,163	58%
EPS	2.39	1.50		2.61		5.00	3.17	
DPS	0.0	0.0		0.0		0.0	0.0	
Source: IGI Research and Company Financials							No of Shares: 367.35mn	

Analyst

Abdullah Farhan

Abdullah.Farhan@igi.com.pk

Tel: +92 21 111 234 234 Ext: 912

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 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

IGI Finex Securities Limited

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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

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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