

Flash Note

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Cements

Fauji Cement Company Limited (FCCL)

Earnings: Fauji Cement Company Limited (FCCL) announced its 3QFY26, financial result. The company reported earnings of PKR 3.5bn (EPS PKR 1.41/share) compared to same period last year of PKR 2.1bn (EPS PKR 0.87/share), up by +62%/y. On 9MFY26 basis, the company reported earnings of PKR 10.8bn (EPS PKR 4.39/share) compared to PKR 9.4bn (EPS PKR 3.84/share) during the same period last year.

Dividend/Payout: FCCL did not announce any dividend along with the result.

Operating Performance: During the period under review, company reported net sales of PKR 22.4bn (up by 16%/y). Gross profit stood at PKR 8.0bn (up by +28%/y) likely owing to higher domestic dispatches and retention prices. In addition, FCCL reported finance cost of PKR 0.5bn during 3QFY25 (down by -64%/y) likely owing to decline in interest rates. Net Margins stood at 15% during 3QFY26 compared to 11% in the corresponding period last year. The effective tax rate during 3QFY26 stood at 42% compared to 39% (2QFY26: 35%) during the same period last year bringing effective tax rate for 9MFY26 to 39% against 38% in the similar period last year.

Exhibit: Fauji Cement Company Limited (FCCL) Financial highlights								
For period ending: 3q/26								
PKRbn	3q/26	3q/25	y/y	2q/26	q/q	9MFY26	9MFY25	y/y
Net Sales	22.4	19.3	16%	23.9	-6%	69.8	67.2	4%
Gross Profits	8.0	6.3	28%	8.3	-4%	23.7	23.1	3%
Admin	0.5	0.4	10%	0.5	-13%	1.5	1.3	16%
EBIT	6.5	4.9	32%	6.7	-3%	19.2	19.1	1%
Finance cost	0.5	1.5	-64%	0.5	6%	1.7	3.9	-56%
Profit before tax	6.0	3.5	72%	6.2	-4%	17.5	15.2	15%
Taxation	2.5	1.3	88%	2.2	16%	6.7	5.8	17%
Profit after Tax	3.5	2.1	62%	4.0	-14%	10.8	9.4	15%
EPS*	1.41	0.87		1.64		4.39	3.84	
DPS	0.00	0.00		0.00		0.00	0.00	
Gross Margins	36%	32%		35%		34%	34%	
EBIT Margins	29%	26%		28%		28%	28%	
Effective tax	42%	39%		35%		39%	38%	
Net Margins	15%	11%		17%		15%	14%	

Source: Company Accounts, IGI Research, *Number of Shares (mn): 2452.8

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

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- Justified Price to Book
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