

Flash Note

Monday, April 28, 2025



Fertilizer

Fauji Fertilizer Company Limited (FFC)

Earnings: Fauji Fertilizer Company Limited (FFC) announced its 1QCY25 result. The Company reported 1QCY25 unconsolidated earnings of PKR 13.3bn (EPS PKR 9.33), +26%/y/y higher as compared to PKR 10.5bn (EPS PKR 7.4) in the similar period last year.

Dividend/Payout: The Company announced a cash dividend of PKR 7.0/share along with the result.

Operating Performance: During 1QCY25, FFC reported +9%/y/y increase in revenue clocking in at PKR 63.6bn mainly on the back of higher retention prices. Gross margins clocked in at 36% during 1QCY25 compared to 30% in the similar period last year. Finance cost inclined by +11%/y/y to PKR 1.7bn during 1QCY25. Other income during 1QCY25 decreased significantly by -28%/y/y to PKR 7.4bn compared to PKR 10.3bn in the same period last year. Effective tax rate during 1QCY25 stood at 35% (4QCY24: 49%) compared to 42% in the same period last year.

Exhibit: Fauji Fertilizer Company Limited (FFC)					
in PKRbn					
Period end (Mar)	1Q'25	1Q'24	y/y	4Q'24	q/q
Net Sales	63.6	58.4	9%	150.0	-58%
Cost of Sales	41.0	41.1	0%	111.5	-63%
Gross Profit	22.6	17.3	31%	38.5	-41%
Gross Profit margin	36%	30%		26%	
Selling & Dist.	6.1	5.2	17%	10.4	-41%
EBIT	22.1	19.5	13%	28.6	-23%
EBIT margin	35%	33%		19%	
Finance Cost	1.7	1.5	13%	1.6	8%
Profit before tax	20.4	18.0	13%	27.0	-24%
Tax	7.1	7.5	-5%	13.2	-46%
Effective tax rate	35%	42%		49%	
Profit after tax	13.3	10.5	26%	13.8	-4%
Net Margins	21%	18%		9%	
EPS	9.3	7.4		9.7	
DPS	7.0	5.5		21.0	

Source: Company Accounts, IGI Research

No. of Shares: 1272.2mn.

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