

Flash Note

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Cement

Kohat Cement Limited (KOHC)

Earnings: Kohat Cement Limited (KOHC) announced its 1QFY25 result. The Company reported unconsolidated earnings for 1QFY25 of PKR 3.4bn (EPS PKR 17.56/share), up by +54% y/y, compared to PKR 2.4bn (EPS PKR 12.16/share) in the similar period last year. On a quarterly basis, earnings are down by 44% q/q.

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

Operating Performance: During 1QFY25 the Company's net sales decreased to PKR 10.1bn depicting a decline of 9% y/y likely due to lower dispatches. For the quarter, the company's gross margins increased to 43% compared to 32% in the previous quarter likely due to higher retention prices and export margins. The selling and distribution expense increased by 54% y/y to PKR 0.2bn during 1QFY25 compared to PKR 0.1bn in the same period last year. Effective tax rate stood at 33% during 1QFY25 compared to 36% in the corresponding period last year.

Exhibit: Kohat Cement Company Limited (KOHC) Financial highlights							
For period ending: 1q/25							
PKRbn=Dec(end)	1q/25	4q/24	3q/24	2q/24	1q/24	ΔYoY	ΔQoQ
Net Sales	10.1	8.7	8.5	10.4	11.1	-9%	16%
Gross Profits	4.3	2.8	2.5	2.7	3.2	34%	57%
Admin	0.2	0.1	0.1	0.1	0.1	63%	43%
EBIT	5.3	3.9	3.3	3.5	3.7	43%	34%
Finance cost	0.1	0.1	0.2	0.2	0.2	-43%	-19%
Profit before tax	5.2	3.0	3.1	3.4	3.5	47%	75%
Taxation	1.7	0.6	1.1	1.1	1.3	36%	202%
Profit after Tax	3.4	2.4	2.1	2.2	2.2	54%	44%
EPS*	17.56	12.16	10.51	11.35	11.38	54%	44%
DPS	0.00	0.00	0.00	0.00	0.00	-	-
Gross Margins	43%	32%	30%	26%	29%	14%	11%
EBIT Margins	52%	45%	39%	34%	33%	19%	7%
Effective tax	33%	19%	34%	34%	36%	-3%	14%
Net Margins	34%	27%	24%	21%	20%	14%	7%

Source: Company Accounts, IGI Research, *Number of Shares (mn): 195.9

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