

Flash Note

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Cement

Lucky Cement Limited (LUCK)

Earnings: LUCK announced its 2QFY26 result, reporting unconsolidated earnings of PKR 8.62bn (EPS: PKR 5.89) compared to PKR 7.28bn (EPS: PKR 4.97) in the same period last year, reflecting +18% y/y growth. On a quarterly basis, earnings declined by 41%q/q, mainly due to lower other income. On a consolidated basis, LUCK reported earnings of PKR 22.62Bn (EPS: PKR 15.44) vs PKR 21.44Bn (EPS: PKR 14.63) in SPLY. This brings total unconsolidated profitability for 1HFY26 to PKR 23.2bn (EPS PKR 15.86), up by +68%y/y, compared to PKR 13.8bn (EPS PKR 9.45) in the same period last year.

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

Operating Performance: During 2QFY26, net sales remained flat at PKR 33.9bn, supported by higher volumes while witnessing slight drop in prices. Gross profits rose to PKR 12.3bn, up 1% y/y, translating into a gross margin of 36%, compared to 35% in 2QFY25. Gross margin improvement mainly stems from lower power costs. EBIT increased to PKR 12.5bn, reflecting a +6% y/y increase while declining significantly by 36%q/q owing to lower other income in the absence of dividend income from LCI and LEPCL. Finance costs decreased sharply by 36%y/y to PKR 0.3bn, largely owing to decline in interest rates. The effective tax rate stood at 29% during 2QFY26, down from 36% in the same period last year bringing total effective tax rate for 1HFY26 to 26% against 34% in 1HFY25. Overall, net margins expanded to 25%, compared to 21% in 2QFY25.

Exhibit: Lucky Cement Company Limited (LUCK) Financial highlights - Unconsolidated								
For period ending: 2q/26								
PKRbn	2q/26	2q/25	ΔYoY	1q/26	ΔQoQ	1HFY26	1HFY25	ΔYoY
Net Sales	33.9	34.5	-2%	33.9	0%	67.7	64.3	5%
Gross Profits	12.3	12.2	1%	13.3	-8%	25.5	22.0	16%
Admin	0.62	0.6	2%	0.6	0%	1.2	1.2	3%
EBIT	12.5	11.8	6%	19.5	-36%	32.0	21.9	46%
Finance cost	0.3	0.5	-36%	0.3	20%	0.6	0.8	-33%
Profit before tax	12.2	11.3	8%	19.3	-37%	31.5	21.1	49%
Taxation	3.6	4.0	-11%	4.7	-23%	8.2	7.3	13%
Profit after Tax	8.6	7.3	18%	14.6	-41%	23.2	13.8	68%
EPS*	5.89	4.97		9.98		15.86	9.45	
DPS	0.00	0.00		0.00		0.00	0.00	
Gross Margins	36%	35%		39%		38%	34%	
EBIT Margins	37%	34%		58%		47%	34%	
Effective tax	29%	36%		24%		26%	34%	
Net Margins	25%	21%		43%		34%	22%	

Source: Company Accounts, IGI Research, *Number of Shares (mn): 1,465

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