

# Flash Note

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Securities

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## Cement

### Lucky Cement Limited (LUCK)

**Earnings:** Lucky Cement Limited (LUCK) announced its 3QFY25 result. The Company reported unconsolidated earnings of PKR 13.5bn (EPS PKR 9.22 @ 1,465mn shares), compared to PKR 4.9bn (EPS PKR 3.4 @ 1,465mn shares) up by 2.7xy/y during the same period last year. This increase in earnings is primarily attributable to a 10%/y/y increase in sales, better gross margins, and a significant increase in other income compared to same period last year. This brings 9MFY25 profitability to PKR 27.3bn (EPS PKR 18.7 @ 1,465mn shares), up by 47%/y/y, compared to PKR 18.6bn (EPS PKR 12.7 @ 1,465mn shares) in the same period last year.

**Dividend/Payout:** The Company did not announce any cash dividend.

**Operating Performance:** During 3QFY25, the Company's net sales increased to PKR 30.2bn depicting an increase of 10%/y/y likely due to a 37%/y/y increase in export dispatches and better average cement prices domestically. For the quarter, the company recorded a gross margin of 33% compared to 29% during the same period last year. Other income stood at PKR 10.98bn compared to PKR 2.8bn during 3QFY24 depicting an increase of 3.9xy/y, this increase in other income is attributable to dividends received from subsidiary companies. Effective tax rate during 3QFY25 stood at 22% compared to 31% in the same period last year bringing total effective tax rate for 9MFY25 to 34%.

Exhibit: Lucky Cement Company Limited (LUCK) Financial highlights										
For period ending: 3q/25										
PKRbn	9MFY25	3q/25	2q/25	1q/25	9MFY24	3q/24	2q/24	1q/24	ΔYoY	ΔQoQ
Net Sales	94.5	30.2	34.5	29.8	87.4	27.5	30.5	29.4	10%	-12%
Gross Profits	32.0	10.0	12.2	9.8	29.8	7.9	11.0	10.8	27%	-17%
Admin	1.8	0.6	0.6	0.6	1.6	0.5	0.5	0.5	13%	1%
EBIT	39.4	17.5	11.8	10.2	29.0	7.6	10.6	10.8	2.3x	49%
Finance cost	1.1	0.3	0.5	0.4	1.2	0.4	0.4	0.4	-26%	-39%
Profit before tax	38.3	17.2	11.3	9.8	27.8	7.2	10.1	10.5	2.4x	53%
Taxation	11.0	3.7	4.0	3.3	9.1	2.2	3.3	3.5	66%	-7%
Profit after Tax	27.3	13.5	7.3	6.6	18.6	4.9	6.8	6.9	2.7x	86%
<b>EPS*</b>	<b>18.67</b>	<b>9.22</b>	<b>4.97</b>	<b>4.48</b>	<b>12.73</b>	<b>3.37</b>	<b>4.63</b>	<b>4.73</b>	<b>2.7x</b>	<b>86%</b>
<b>DPS</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	-	-
Gross Margins	34%	33%	35%	33%	34%	29%	36%	37%	4%	-2%
EBIT Margins	42%	58%	34%	34%	33%	27%	35%	37%	30%	24%
Effective tax	29%	22%	35%	33%	33%	31%	33%	34%	-10%	-14%
Net Margins	29%	45%	21%	22%	21%	18%	22%	24%	27%	24%

Source: Company Accounts, IGI Research, \*Number of Shares (mn): 1465

## IGI Research

Laraib Nisar

[laraib.nisar@igi.com.pk](mailto:laraib.nisar@igi.com.pk)

Tel: +92 21 111 234 234 Ext: 974

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IGI Finex Securities Limited

Research Analyst(s)

Research Identity Number: BRP009

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## Contact Details

### Equity Sales

Zaeem Haider Khan	Head of Equities	Tel: (+92-42) 35301405	zaeem.haider@igi.com.pk
Muhammad Naveed	Regional Manager (Islamabad & Upper North)	Tel: (+92-51) 2604861-62	muhammad.naveed@igi.com.pk
Syeda Mahrukh Hameed	Branch Manager (Lahore)	Tel: (+92-42) 38303564	mahrukh.hameed@igi.com.pk
Shakeel Ahmad	Branch Manager (Faisalabad)	Tel: (+92-41) 2540843-45	shakeel.ahmad1@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

Abdullah Farhan	Head of Research	Tel: (+92-21) 111-234-234 Ext: 912	abdullah.farhan@igi.com.pk
Sakina Makati	Research Analyst	Tel: (+92-21) 111-234-234 Ext: 810	sakina.makati@igi.com.pk
Laraib Nisar	Research Analyst	Tel: (+92-21) 111-234-234 Ext: 974	laraib.nisar@igi.com.pk

### IGI Finex Securities Limited

Trading Rights Entitlement Certificate (TREC) Holder of Pakistan Stock Exchange Limited |

Corporate member of Pakistan Mercantile Exchange Limited

Website: [www.igisecurities.com.pk](http://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

### Lahore Office

Shop # G-009, Ground Floor,  
 Packages Mall  
 Tel: (+92-42) 38303560-69  
 Fax: (+92-42) 38303559

### Islamabad Office

3<sup>rd</sup> Floor, Kamran Centre,  
 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

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Research Analyst(s)

Research Identity Number: BRP009

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