Day Break

Wednesday, August 19, 2026

IGI Securities
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Exhibit: KOHC	
No of Share (mn)	919.3
Price (18-Aug-26)	96.7
Target Price	145
Mkt Cap (PKRbn)	88.9
Mkt Cap (US$mn)	317.4
High (52 Week)	126.6
Low (52 Week)	74.0
Free Float	25.0%

Source: PSX, IGI Research

Cement

KOHC: 4QFY26 Result Preview

- We expect Kohat Cement Company Limited (KOHC) to register quarterly earnings of PKR 2.6bn (EPS: PKR 2.85/share) during 4QFY26, up by 11.45%y/y (up by 40% q/q) compared to PKR 2.4bn (EPS: PKR 2.56/share) in the same period last year.
- On a FY26 basis, the company is expected to report earnings of PKR 12.7bn (EPS PKR 13.78/share) up by 9% compared to same period last year.
- KOHC is not expected to announce any dividend.

KOHC: Earnings to increase by +11%y/y to PKR 2.85/share during 4QFY26

We expect Kohat Cement Company Limited (KOHC) to register quarterly earnings of PKR 2.6bn (EPS: PKR 2.85/share) during 4QFY26, up by +11%y/y and up by +40%q/q compared to PKR 2.4bn (EPS: PKR 2.56/share) in the same period last year. We expect growth in earnings on the back of higher sales led by +3%y/y increase in dispatches and higher retention prices resulting in 2ppts incline in gross margins. On a FY26 basis, the Company is expected to report earnings of PKR 10.0bn (EPS PKR 10.91/share) down by 13%y/y compared to same period last year. KOHC is not expected to announce any dividend.

Exhibit: Kohat Cement Company Limited (KOHC) Financial highlights

For period ending: 4q/26

PKRbn	4q/26	4q/25	y/y	3q/26	q/q	FY26	FY25	y/y
Net Sales	10.8	9.5	14%	8.2	33%	39.7	38.3	4%
Gross Profits	3.3	2.8	21%	2.8	18%	13.1	14.8	-12%
Admin	0.2	0.2	-10%	0.2	-29%	0.7	0.7	-10%
EBIT	4.0	3.6	10%	3.0	34%	15.5	18.1	-14%
Finance cost	0.0	0.1	-56%	0.0	12%	0.2	0.4	-56%
Profit before tax	3.9	3.5	11%	2.9	34%	15.3	17.7	-13%
Taxation	1.3	1.2	11%	1.0	23%	5.3	6.1	-14%
Profit after Tax	2.6	2.4	11%	1.9	40%	10.0	11.6	-13%
EPS*	**2.85**	**2.56**		**2.03**		**10.91**	**12.59**	
DPS	**0.00**	**0.00**		**0.00**		**0.00**	**0.00**	
Gross Margins	31%	29%		35%		33%	39%	
EBIT Margins	37%	38%		36%		39%	47%	
Effective tax	33%	33%		36%		35%	35%	
Net Margins	24%	25%		23%		25%	30%	

Source: Company Accounts, IGI Research, *Number of Shares (mn): 919.3

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Recommendation Rating System
Buy if target price on aforementioned security (ies) is more than 10%, from its last closing price(s)
Hold if target price on aforementioned security (ies) is in between -10% and 10%, from its last closing price(s)
Sell if target price on aforementioned security (ies) is less than -10%, from its last closing price(s)

Valuation Methodology: To arrive at Target Prices, IGI Finex Securities uses different valuation methodologies including

- Discounted Cash Flow (DCF)
- Reserve Based DCF
- Dividend Discount Model (DDM)
- Justified Price to Book
- Residual Income (RI)
- Relative Valuation (Price to Earning, Price to Sales, Price to Book)

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Basic Definitions and Terminologies used: Target Price: A price target is the projected price level of a financial security stated by an investment analyst or advisor. It represents a security's price that, if achieved, results in a trader recognizing the best possible outcome for his investment, **Last Closing:** Latest closing price, **Market Cap.:** Market capitalization is calculated by multiplying a company's shares outstanding by current trading price. **EPS:** Earnings per Share. **DPS:** Dividend per Share. **ROE:** Return on equity is the amount of net income returned as a percentage of shareholders' equity. **P/E:** Price to Earnings ratio of a company's share price to its per-share earnings. **P/B:** Price to Book ratio used to compare a stock's market value to its book value. **DY:** The dividend yield is dividend per share, divided by the price per share.

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