

## Nishat Chunian Power Limited (NCPL)

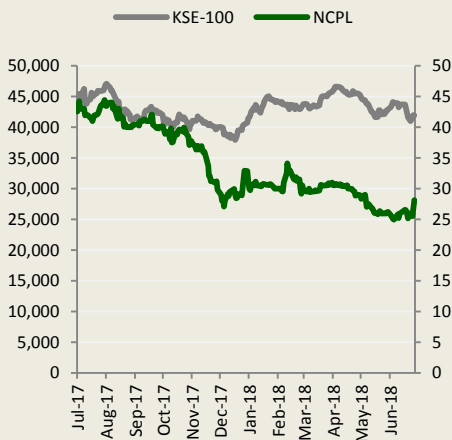
Result Review

### KEY DATA

PSX Ticker	NCPL
Sector	POWER
Current Price PkR	24.66
Market Cap (PkR mn)	9,058.85
Market Cap (US\$ mn)	72.85
52 weeks High	40.14
52 weeks Low	23.05
Shares Outstanding (mn)	367.35
Free Float	49%

Source: PSX/Darson Research

### RELATIVE PERFORMANCE



### EPS grew by +13%YoY

NCPL announced its result today for FY18, wherein the company posted an EPS of PKR 9.27, surged by +13%YoY as compared to an EPS of PKR 8.17 in consistent period last year. Along with the result, the company also announced final cash dividend of PKR 1.50.

For FY18 the meager upsurge of +3%YoY was witnessed in the topline of the company owed to higher FO prices. As far as gross profit is concerned it arrived at PKR 4,640mn against PKR 4,320mn, incline +7%YoY. On the other hand finance cost of the company clocked in at PKR 1,046mn, declined by -4%YoY due to decrease in long-term borrowings.

Focusing on the expense massive decline of -83%YoY was witnessed in other expenses. Furthermore, other income of the company tumbled down insufficiently by -1%. Overall, the company recorded an NPAT of PKR 3,406mn in FY18, an increase of +14%YoY.

PKR (mn)	FY'18	FY'17	YoY%
Revenue - Net	16,594	16,148	3%
Cost of Sales	11,954	11,828	1%
<b>Gross Profit</b>	<b>4,640</b>	<b>4,320</b>	<b>7%</b>
Administrative Expenses	207	173	20%
Other Expenses	16	93	-83%
Other Income	36	36	-1%
<b>Operating Profit</b>	<b>4,453</b>	<b>4,091</b>	<b>9%</b>
Financial Cost	1,046	1,093	-4%
<b>Profit Before Taxation</b>	<b>3,406</b>	<b>2,998</b>	<b>14%</b>
Tax		1	-100%
<b>Profit After Taxation</b>	<b>3,406</b>	<b>3,000</b>	<b>14%</b>
EPS - Basic and Diluted (Rs. Per share)	9.27	8.17	13%

Source: Darson Research, Company Accounts



## Notified Research Entity

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#### Rating System:

- |   |                     |
|---|---------------------|
| If;                                       |                     |
| • Expected return >15%                    | - Buy Call          |
| • Expected Return is in between 0% to 15% | - Neutral/Hold Call |
| • Expected Return <0%                     | - Sell Call         |

#### Valuation Methodology

To arrive at our period end target prices, DSL uses different valuation methodologies including:

- Discounted cash flow (DCF, DDM)
- Justified price to book (JPB)
- Relative Valuation (P/E, P/B, P/S etc.)
- Equity & Asset return based methodologies (EVA, Residual Income etc.)

SECP JamaPunji Portal link: [www.JamaPunji.pk](http://www.JamaPunji.pk)

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