ADAM SECURITIES LIMITED
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TREC Holder Pakistan Stock Exchange Limited

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REP - 048

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Cement I MLCF
Result Review I 4QCY25

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Cement I MLCF I Result Review - 4QCY25

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MLCF Posts 3.7x YoY Profit Growth in 4QFY25 on Strong Margins and Other Income

- Maple Leaf Cement (MLCF) announced its financial results for 4QFY25, reporting an unconsolidated Profit After Tax (PAT) of Rs.4.9bn, translating into an EPS of Rs.4.69. This reflects a significant increase of 3.7x YoY, but a decline of 37% on a QoQ basis. Earnings were higher than expected, primarily due to higher-than-anticipated other income.
- During the quarter, the topline posted a growth of 12% YoY and 6% QoQ, primarily driven by an increase in dispatches of 11% YoY and 4% QoQ.
- Gross margin for the quarter stood at 38.3%, compared to 35.3% in the same period last year and 31.3% in the previous quarter. The improvement in margins is primarily attributed to lower coal prices and an increase in cement prices.
- Other income rose significantly to Rs.3.4bn, marking an increase of 65.4x YoY and a decline of 40% QoQ. The surge in other income is driven by an increase in short-term investments. Further details on this are awaited.
- For FY25, earnings increased 2.2x YoY to Rs. 17bn (EPS: Rs.16.26), mainly driven by an increase in the gross margin, which rose from 31.5% last year to 34.4%, and a 25.7x YoY increase in other income, primarily due to dividend income and a 14% YoY decrease in finance cost.
- The company recorded an effective tax rate of 21.4%, compared to 41% last year.
- Along with the results, the company announced a proposed investment loan/advance of Rs.1,000mn each to Kohinoor Textile Mills Limited (KTML) and Maple Leaf Capital Limited (MLCL), subject to shareholders' approval.

MLCF Income Statement (Unconsolidated)

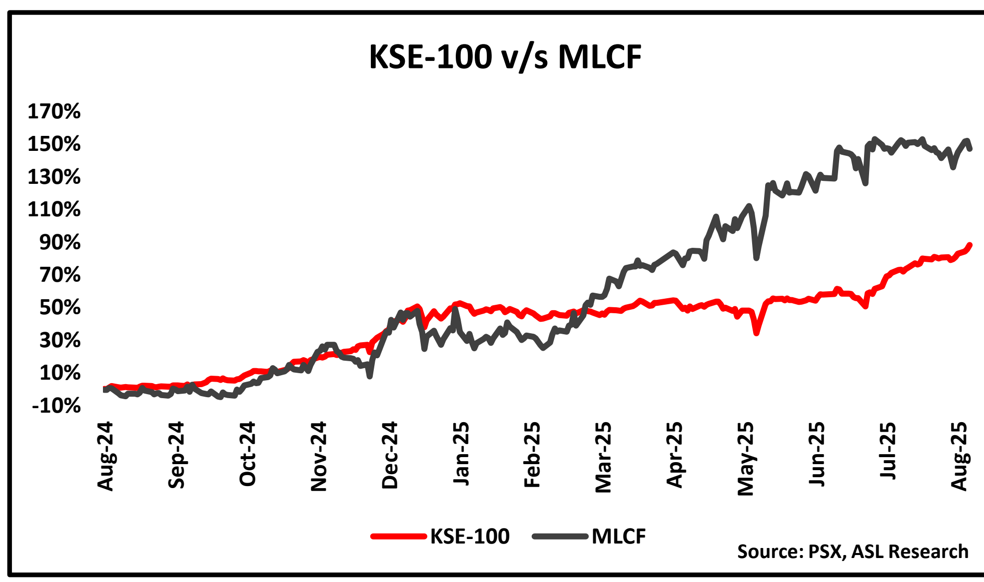
Rs.mn	4QFY25	4QFY24	YoY	3QFY25	QoQ	FY25	FY24	YoY
Sales	17,563	15,724	12%	16,631	6%	68,942	66,452	4%
Cost of sales	10,832	10,168	7%	11,433	-5%	45,196	45,488	-1%
Gross Profit	6,731	5,555	21%	5,198	29%	23,747	20,964	13%
OPEX	1,491	1,808	-18%	1,258	19%	6,300	7,324	-14%
Other income	3,446	52	NM	5,770	-40%	9,494	356	2566%
Finance cost	1,371	1,128	22%	588	133%	3,555	4,138	-14%
EBT	6,684	2,531	164%	8,743	-24%	21,664	8,931	143%
PAT	4,918	1,040	373%	7,849	-37%	17,036	5,273	223%
EPS	4.69	1.04	353%	7.49	-37%	16.26	4.98	227%
Gross Margin	38.3%	35.3%		31.3%		34.4%	31.5%	
Net Margin	28.0%	6.6%		47.2%		24.7%	7.9%	
ETR	26.4%	0.0%		10.2%		21.4%	41.0%	

Source: Accounts, ASL Research

MLCF Dispatches

Tons (000)	4QFY25	4QFY24	YoY	3QFY25	QoQ	FY25	FY24	YoY
Local	915	854	7%	941	-3%	3,597	3,739	-4%
Exports	89	51	75%	27	234%	254	164	55%
Total	1,004	905	11%	968	4%	3,852	3,903	-1%

Source: APCMA, ASL Research



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