

MLCF: Result Preview for FY15

EPS to clock in at PKR 6.31 for FY15

- We expect MLCF to announce its FY15 financials results soon and we anticipate the company to post NPAT of PKR 3,330mn up 18%YoY as compared to PKR 2,830mn for FY14. The company is expected to post a stellar performance in 4QFY15 and according to our estimates NPAT is expected to clock in at PKR 985mn translating into an EPS to PKR 1.87 up 135%YoY/8%QoQ.
- The topline of the company is expected to expand for FY15 and 4QFY15 due to 1) improvement in local dispatches and 2) release of 84% of the allocated PSDP for FY15 (PKR 443bn). Keeping in view the above factors we expect MLCF's topline for FY15 to post an increase of 9%YoY while for the 4QFY15 an increase of 7%YoY and 3%QoQ is expected.
- The finance cost of the company is expected to witness a significant decline in FY15 due to the company's repayment of its debt bringing down the D/E from 0.48 to 0.33. Due to this expected decrease in finance cost, we anticipate the company's PBT to surge 26%YoY for FY15 as compared to FY14.
- Going forward we expect local dispatches of the company to increase due to a hefty allocated PSDP, low interest rates and tax exemptions for the construction sector, which are likely to trigger demand while exports are expected to remain subdued.

MLCF Estimated Financial Statement for FY15

(PKR MN)	FY15E	FY14	YoY	4QFY15E	4QFY14	YoY	QoQ
Net Sales	20,589	18,969	9%	5,525	5,172	7%	3%
Gross Profit	7,498	6,523	15%	2,086	1,931	8%	8%
Op. Expense	1,862	1,468	27%	478	439	9%	2%
Op. Profit	5,637	5,055	12%	1,608	1,492	8%	11%
PBT	4,533	3,590	26%	1,384	1,157	20%	14%
NPAT	3,330	2,830	18%	985	419	135%	8%
EPS	6.31	5.36	18%	1.87	0.79	135%	8%

Source: Company's Account, Darson Research

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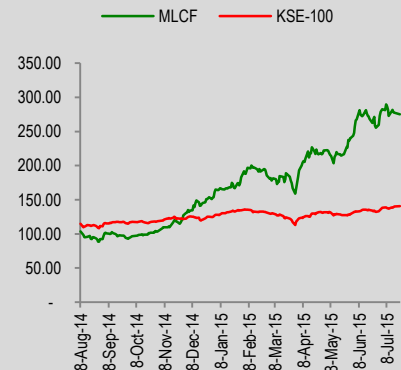
Bloomberg: MLCF PA | Reuters: MLCF.KA

CURRENT MARKET DATA

Current Price	74.9
Market Cap (PKR mn)	39,527
Market Cap (USD mn)	388
Index Weightage (%)	0.89
P/B	1.67
P/E	2.41
Free Float (%)	45

Source: KSE, Bloomberg

Relative Performance



Source: KSE, Bloomberg



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