TAURUS SECURITIES LIMITED
A Subsidiary of National Bank of Pakistan

REP- 040

Insight—Power Sector — 4QFY26 Result Previews

Wednesday, September 23, 2026

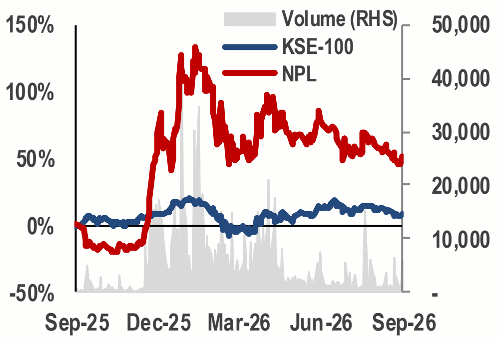
NPL: 4QFY26 EPS to clock in at PKR 2.71

- NPL is expected to post a PAT of PKR 958Mn (EPS: PKR 2.71) in 4QFY26, down 30%YoY/up 38%QoQ, while revenues are estimated at ~PKR 6.3Bn, reflecting a 2xYoY/2xQoQ increase, primarily driven by higher plant utilization.
- The expected QoQ increase in profitability is primarily attributable to higher plant load factor and an estimated 43%QoQ increase in the share of profit from NexGen Auto to ~PKR 561Mn, supported by higher vehicle sales. On a YoY basis, PAT is expected to decline by 30%, mainly due to adjustments received from CPPA-G in SPLY, which had boosted profitability last year. We also expect the Company to announce a cash dividend of PKR 2.5/sh. for the quarter, resulting in a cumulative dividend of PKR 4.0/sh. for FY26.

NCPL: 4QFY26 EPS to clock in at PKR 2.47

- NCPL is projected to post a PAT of PKR 909Mn (EPS: PKR 2.47) in 4QFY26, up 33%QoQ, wherein net sales are expected at ~PKR 5Bn, up 2xYoY/1xQoQ, primarily reflecting improved plant utilization.
- We anticipate QoQ profitability growth, supported by a higher load factor and an estimated 43%QoQ increase in the share of profit from NexGen Auto to ~PKR 561Mn, driven by higher vehicle sales. On a YoY basis, the Company is expected to turn profitable, compared to a loss in SPLY, primarily due to the absence of last year's CPPA-G adjustments. Additionally, higher earnings from NexGen Auto are expected to support profitability. The Company is expected to announce a cash dividend of PKR 2.0/sh. for the quarter, resulting in a cumulative dividend of PKR 3.5/sh. for FY26.
- Going forward, both NPL and NCPL could benefit from increased demand for FO-based power generation amid disruptions to RLNG imports due to the Middle East crisis, which may shift part of the generation mix toward furnace oil. Moreover, NexGen Auto is expected to provide further earnings support launched more models, having sold 10,000 locally assembled units during the last eight months.

12 Month Relative Performance of NPL



Source: PSX and TSL Research

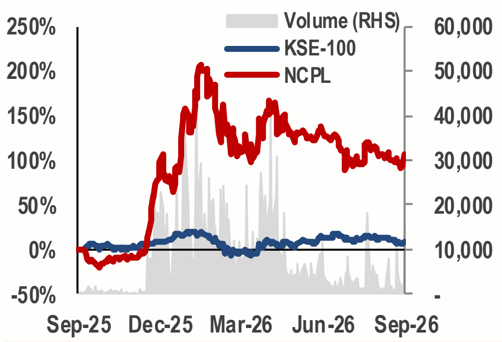
Particulars	NPL	NCPL
EPS - 4QFY26E	2.71	2.47
DPS - 4QFY26E	2.50	2.00
Load Factor (%)	18%	14%

Source: NEPRA, Company Accounts and TSL Research

Particulars	NPL	NCPL
EPS - FY26E	7.39	6.78
DPS - FY26E	4.00	3.50
Load Factor (%)	8%	6%

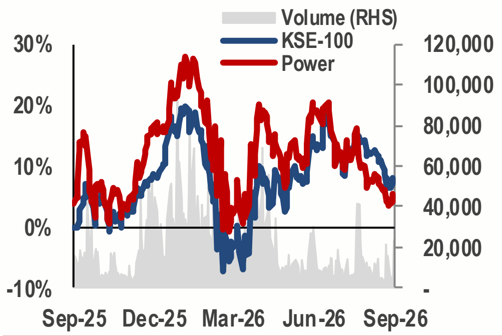
Source: NEPRA, Company Accounts and TSL Research

12 Month Relative Performance of NCPL



Source: PSX and TSL Research

12 Month Relative Performance of Power



Source: PSX and TSL Research

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

SECP JamaPunji Portal link: https://jamapunji.pk/

Frequently Used Acronyms

TP	Target Price	**DCF**	Discounted Cash Flows	**FCF**	Free Cash Flows
FCFE	Free Cash Flows to Equity	**FCFF**	Free Cash Flows to Firm	**DDM**	Dividend Discount Model
SOTP	Sum of the Parts	**P/E**	Price to Earnings ratio	**P/BVPS**	Price to Book ratio
P/S	Price to Sales	**EVA**	Economic Valued Added	**BVPS**	Book Value per Share
EPS	Earnings per Share	**DPS**	Dividend per Share	**DY**	Dividend Yield
ROE	Return on Equity	**ROA**	Return on Assets	**JPB**	Justified Price to Book

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