AGP: 3QCY26 EPS expected to arrive at PKR 2.63, PAT down 39%YoY

TAURUS SECURITIES LIMITED
A Subsidiary of National Bank of Pakistan

Flashnote: Pharmaceutical – AGP Limited (AGP) – 3QCY26 Result Preview

Tuesday, October 27, 2026

- **Board Meeting: –** October 29, 2026
- **3QCY26: –** EPS: PKR 2.63, PAT: PKR 719Mn, down 39%YoY.
- In 3QCY26, revenue is expected to arrive at PKR 5.8Bn, reflecting a 24%YoY decline, mainly attributable to lower exports to Afghanistan amid boarder closure. However, sales are expected to rise 24%QoQ, driven by higher sales supported by seasonal uptick in viral diseases and higher antibiotic demand. Gross margins are expected to decline 2pptsYoY and 1pptsQoQ driven by lower sales and higher API prices, which followed upward trend during 2026.
- As a result, PAT is likely to arrive at PKR 719Mn, down 39%YoY/up 23%QoQ including the impact of normalization of taxation. Hence, EPS is expected to clock-in at PKR 2.63/sh. We do not expect any dividend payout for this quarter.

AGP Result Preview - 3QCY26 - Consolidated

PKR Mn	3QCY26E	3QCY25A	YoY	2QCY26A	QoQ	9MCY26E	9MCY25A	YoY
Revenue	5,794	7,624	-24%	4,676	24%	17,320	20,342	-15%
Cost of Sales	(2,318)	(2,898)	-20%	(1,815)	28%	(6,991)	(8,236)	-15%
Gross Profit	**3,476**	**4,726**	-26%	**2,860**	22%	**10,329**	**12,105**	-15%
Selling, Admin & Marketing Expenses	(1,873)	(2,391)	-22%	(1,858)	1%	(5,812)	(6,255)	-7%
Other Expenses/(Income) - net	(45)	(97)	-54%	(25)	78%	(155)	(207)	-25%
Finance Costs	(417)	(359)	16%	(344)	21%	(1,077)	(1,106)	-3%
Profit Before Tax	**1,141**	**1,879**	-39%	**633**	80%	**3,285**	**4,538**	-28%
Taxation	(422)	(703)	-40%	(47)	8.0x	(1,011)	(1,670)	-39%
Profit After Tax	**719**	**1,175**	-39%	**586**	23%	**2,274**	**2,868**	-21%
Profit attributable to Parent Co.	**737**	**1,042**	-29%	**601**	23%	**2,195**	**2,511**	-13%
EPS	2.63	3.72		2.15		7.84	8.97	
DPS	NIL	NIL		2.00		2.00	2.00	

Source: Company Accounts & TSL Research

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SECP Research Entity Notification Number: REP-040

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Valuation Methodology

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

- 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 Flow	**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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