INIL: 1QFY27 EPS clocked-in at PKR 12.6, PAT of ~PKR 1.7Bn

TAURUS SECURITIES LIMITED
A Subsidiary of National Bank of Pakistan

Flashnote: Engineering – International Industries Limited (INIL) – 1QFY27 Result Review **Wednesday, October 28, 2026**

- **Board Meeting:** October 27, 2026
- **1QFY27 –** EPS: PKR 12.6; DPS: NIL; PAT: ~PKR 1.7Bn, up 22%QoQ – above expectation.
- INIL's net sales clocked-in at ~PKR 29.7Bn in 1QFY27, down 10%QoQ mainly due to decline in sales from Steel Coil and Pipe segments. The decline may be attributed to lower contribution from automobile sales and sluggish PSDP utilization in 1QFY27 i.e. ~PKR 61Bn utilized against authorized funds of ~PKR 221Bn (~22% utilization in the quarter). Gross margin remained flat at 15% compared to the previous quarter despite decline in the raw material prices i.e. Ethylene and PVC prices dropped by ~19%QoQ and ~13%QoQ, respectively. Moreover, 1QFY27 PAT arrived at PKR 1.7Bn, up 22%QoQ mainly due to significant increasse in other income by 14.1xQoQ due to a one-off SIDC reversal. Otherwise, excluding the impact of SIDC reversal, we anticipate INIL to post an EPS of ~0.2 only.

INIL (Consolidated): Result Review - 1QFY27A

PKR (Mn)	1QFY27A	1QFY26A	YoY	4QFY26A	QoQ
Sales	29,701	27,881	7%	33,026	-10%
Cost of sales	(25,333)	(24,490)	3%	(27,953)	-9%
Gross profit	4,368	3,391	29%	5,073	-14%
Finance cost	(650)	(418)	55%	(380)	71%
Other income	2,695	12	N/M	178	14.1x
Share of profit from equity accounted investee	(7)	(3)	1.0x	(123)	-94%
Profit after tax	2,623	609	3.3x	1,913	37%
Profit Attributed to Owners	1,660	338	3.9x	1,360	22%
EPS	12.6	2.6		10.3	
DPS	NIL	NIL		5.0	

Source: Company Accounts & 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.)

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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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