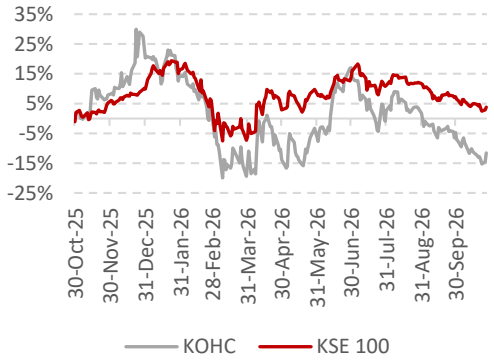
Kohat Cement Company Limited (KOHC)

1QFY27 EPS at PKR 3.60, up 13% YoY

Wednesday, October 28, 2026

- Kohat Cement Company Limited (KOHC) announced its financial results today, reporting earnings of PKR 3,313mn (EPS: PKR 3.60) in 1QFY27, up 13% YoY and 1% QoQ. The earnings were inline with our expectations.
- Consistent with historical trends, the company did not announce any cash dividend along with the results.
- The company's topline increased by 15% YoY and 23% QoQ, reaching PKR 11.8bn. The YoY and QoQ increase is likely attributable to higher local cement dispatches and higher cement prices.
- KOHC's local dispatches in 1QFY27 totaled 0.68mn tons, up 4% YoY and 17% QoQ.
- Company gross margins clocked in at 41.8% in 1QFY27 as compared to 34.4% in 1QFY26 and 40.8% in 4QFY26.
- The company reported distribution costs of PKR 50mn for 1QFY27, reflecting a 2% YoY increase and 34% QoQ decrease.
- The company reported other income of PK 938mn in 1QFY27, down by 36% YoY and 33% QoQ.
- Finance costs stood at PKR 28mn, down 30% YoY and 23% QoQ. The decline is likely due to a lower borrowing.
- Effective tax rate clocked in at 36.5% in 1QFY27 compared to 34.4% in 1QFY26 and 27.8% in 4QFY26.

KSE100 Index vs. KOHC Performance Chart



Source: PSX, BMA Research

Kohat Cement Company Ltd. - (PSX:KOHC) Earnings Snapshot

PKR Mn	1QFY27A	1QFY26A	YoY	4QFY26A	QoQ
Sales	11,837	10,287	15%	9,630	23%
Cost of sales	6,892	6,749	2%	5,697	21%
Gross profit	4,945	3,538	40%	3,933	26%
Gross Margin (%)	**41.8%**	**34.4%**		**40.8%**	
Distribution expenses	50	49	2%	75	-34%
Admin. Expenses	260	231	13%	449	-42%
Other expenses	330	229	44%	250	32%
Other income	938	1,467	-36%	1,401	-33%
Finance costs	28	40	-30%	36	-23%
Profit before taxation	5,219	4,486	16%	4,552	15%
Taxation	1,906	1,542	24%	1,265	51%
Profit after taxation	3,313	2,944	13%	3,287	1%
EPS (PKR/sh)	**3.60**	**3.20**		**3.58**	
DPS (PKR/sh)	**0**	**0**		**0**	

Source: Company Accounts, BMA Research

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Old rating system

Valuation Methodology

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

- Discounted cash flow (DCF, DDM)
- Relative Valuation (P/E, P/B, P/S etc.)
- Equity & Asset return based methodologies (EVA, Residual Income etc.)