



NCPL — FY25 Analyst Briefing takeaways



AKD Securities Limited

Nishat Chunia Power Ltd (NCPL) held its analyst briefing earlier today to brief investors about FY25 financial results and future outlook:

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- NCPL operates a 195.7MW RFO-fired thermal power plant located in District Kasur, Punjab.
- To recall, company reported loss of PkR3.4bn (LPS: PkR9.2) during FY25, a significant drop from profit of PkR4.9bn (EPS: PkR13.4) during FY24. The contraction in bottom line was due to disallowance of delayed markup payments and reduction in tariff components.
- During the outgoing year, prime minister’s constituted task force engaged with the IPPs to revise PPA agreements, with major changes including i) ROE component structured under hybrid take-and-pay, with 35% fixed and 65% variable, ii) US\$ linked O&M foreign indexation capped at 70%, iii) local O&M capped at lower of 5% or actual NCPI, and iv) insurance premium capped at 0.9% of EPC from FY26.
- During the year, NCPL dispatched 57Gwh of power, compared to 240Gwh in FY24, corresponding to average capacity factor of 3.34% during FY25 (FY24: 13.99%).
- Company’s receivables ended the year at PkR1.5bn, down from PkR13.2bn in SPLY. However, cash and short term investments increased to PkR11.9bn (PkR32/sh) as of FY25, compared to PkR4.6bn in FY24.
- Notably, company received PkR6.6bn which were outstanding as of Oct’24 from the CPPA-G. Furthermore, accrued delayed payments upto Oct’24 have been waived.
- Company has also agreed to participate in the competitive power market at the discretion of the power purchaser, once it is implemented.
- Company has diversified into EVs under ‘NexGen Auto Pvt Ltd’ in partnership with China’s Chery Auto, launching Jaeco J7 (PHEV) with planned deliveries by Dec’25. Notably, company has invested PkR2.0bn (33.3% stake) as equity and PkR500mn in working capital loans towards NexGen Auto Ltd.
- Aside from 2,000 bookings received for Jaeco J7, company has also launched Chery Omoda E5 and C7 as CBUs, with additional models under planning.
- The production facility has a capacity of 16,000 units per annum on a single-shift basis. Production operations will be split between NextGen’s own facility and a toll manufacturing arrangement at Hyundai’s plant.
- The company is not under our formal coverage.



25.6

Price (PkR/sh)



367.3

Shares (mn)



9,407.8

Market
Capitalization
(PkRmn)



33.5

Market
Capitalization
(USDmn)



0.55

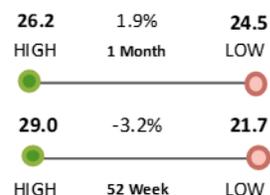
3M Avg
Turnover (mn)



14.2

3M Avg DT
Value(PkRmn)

Price Performance



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Neutral > 0% to < 15% expected total return

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