



Earnings Update: Dangote Cement Plc (Ticker: DANGCEM)

Marginal Profit Recorded as Finance Cost Grew.

THINGS WE LIKE ABOUT THE RESULT

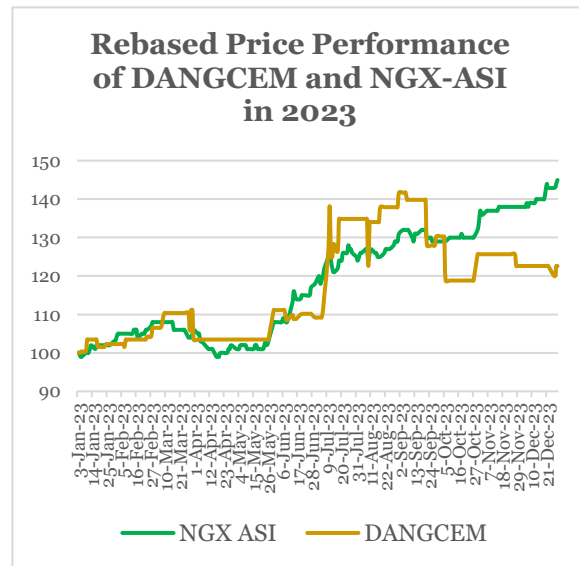
- Dangote Cement’s revenue grew by 36.44% YoY to ₦2,208.1 trillion from the ₦1,618.3 billion recorded in FY-2022.
- Other income surged to ₦24.9 billion from ₦5.3 billion in 2022.
- Growth in profit after tax by 19.17% YoY in 2023.
- Increase in gross profit by 25.79% YoY to ₦1,201.8 trillion in 2023 from the ₦955.4 billion recorded in 2022.
- Shareholders equity increased by 59.96% YoY to ₦1.3 billion from ₦1.1 billion recorded in H1-2023.

THINGS WE DID NOT LIKE ABOUT THE RESULT

- Net exchange loss on foreign denominated transactions rose sharply by 218.619%
- Finance income declined to ₦27.4 billion from ₦38.7 billion recorded in 2022.
- Finance cost grew by 138.5% bringing the value to ₦310.9 billion from the ₦130.4 billion recorded in FY-2022.

Fiscal Year End: December

TICKER	DANGCEM
Price (₦) at 29 Feb 2024	686.70
Shares Outstanding	16,905,246,287.50
52 Weeks High (₦)	763.00
52 Weeks Low (₦)	260.00
Market Cap	11,608,832.63m
Price-to-Book	9.61
EPS – P/E	26.07 - 26.34
RSA 14	56.47
MACD	40.70
Proposed Dividend	₦30.00

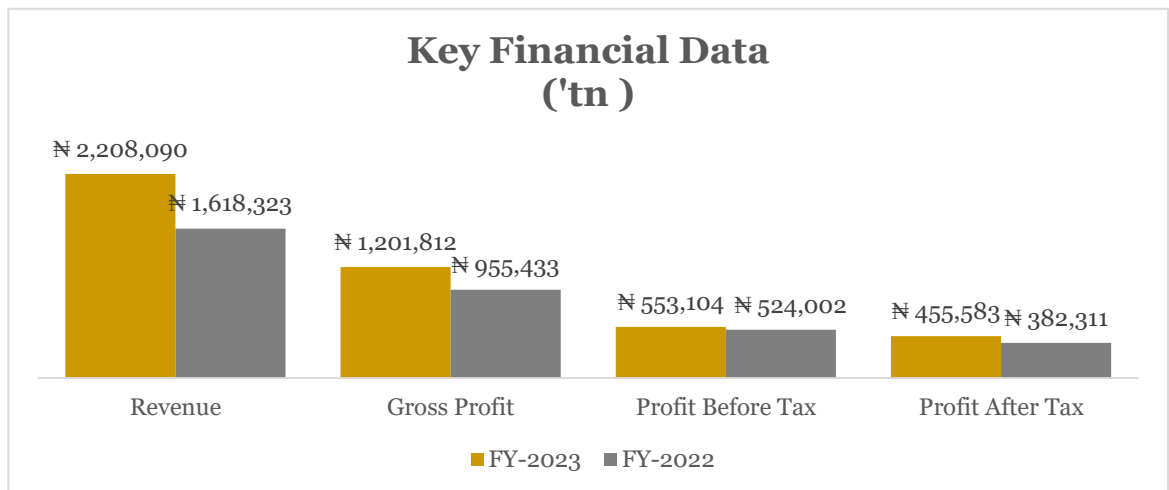


Source: investing.com, Parthian Securities Research

Kindly click [here](#) for the full financial statement.



INCOME STATEMENT	FY-2023 (₹ m)	FY-2022 (₹ m)	Change (%)
Revenue	2,208,090	1,618,323	36.44%
Cost of sales	(1,006,278)	(662,890)	51.80%
Gross profit	1,201,812	955,433	25.79%
Administrative expenses	(126,533)	(79,879)	58.41%
Selling and distribution expenses	(365,105)	(295,234)	23.67%
Other income	24,953	5,333	367.90%
Impairment of financial assets	(860)	223	-485.65%
Operating profit	734,267	585,876	25.33%
Finance income	27,405	38,715	-29.21%
Finance costs	(310,962)	(130,370)	138.52%
Gain on net monetary position	101,163	29,022	248.57%
Share of profit from associate	1,231	759	62.19%
Profit before taxation	553,104	524,002	5.55%
Taxation	(97,521)	(141,691)	-31.17%
Profit for the period	455,583	382,311	19.17%
STATEMENT OF FINANCIAL POSITION	Dec 2023 (₹ m)	Dec 2022 (₹ m)	Change (%)
Property, plant and equipment	2,383,528	1,527,293	56.06%
Right of use assets	51,319	23,551	117.91%
Intangible assets	12,356	6,225	98.49%
Prepayments	39,312	1,267	3002.76%
Total non-current assets	2,529,711	1,592,194	58.88%
Inventories	394,023	239,563	64.48%
Trade and other receivables	73,215	45,490	60.95%
Cash and cash equivalents	447,097	283,843	57.52%
Total current assets	1,409,014	1,023,461	37.67%
Total assets	3,938,725	2,615,655	50.58%
Current liabilities	1,612,632	1,021,685	57.84%
Non-current liabilities	600,253	515,023	16.55%
Total liabilities	2,212,885	1,536,708	44.00%
Total equity	1,725,840	1,078,947	59.96%
Total equity and liabilities	3,938,725	2,615,655	50.58%
STATEMENT OF CASHFLOW	FY-2023 (₹ m)	FY-2022 (₹ m)	Change (%)
Net cash used in operating activities	678,789	387,835	75.02%
Net cash used in investing activities	(25,919)	(126,822)	79.56%
Net cash used in financing activities	(352,016)	(373,779)	5.82%





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