



Earnings Update: MECURE INDUSTRIES. (Ticker: MECURE)

11.7% Growth Recorded in Profit After Tax

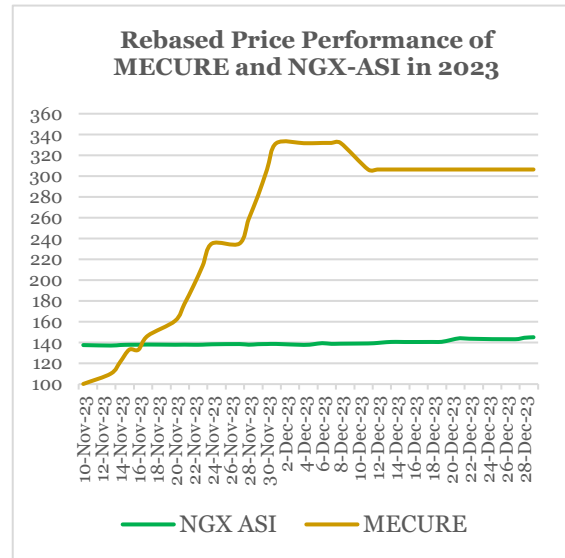
THINGS WE LIKE ABOUT THE RESULT

1. Revenue grew by 19.21% YoY to ₦31.8 billion from the ₦26.6 billion recorded in FY-2022.
2. Gross profit increased by 16.20%.
3. Growth in Profit for the year by 11.66% to ₦2.9 billion from ₦2.6 billion in the previous year.
4. Rapid Increase in property, plant and equipment by 113.50% YoY to ₦25.4 billion from ₦11.9 billion in FY-2022.
5. Income tax fell by 33.78%, which contributed to the rise in Profit for the year.

THINGS WE DON'T LIKE ABOUT THE RESULT

1. Profit before tax fell by 2.43%.
2. Finance cost surged to ₦2.4 billion in FY-2023 from ₦1.5 billion recorded in FY- 2022.
3. Increase in administrative expenses and marketing expenses by 17.35% and 19.59% respectively.

TICKER	MECURE
Price (₦) at 4 TH March 2024.	9.72
Shares Outstanding	4,000,000,000
Market Cap	38,880,000,000.00
Proposed Dividend	₦0.15k



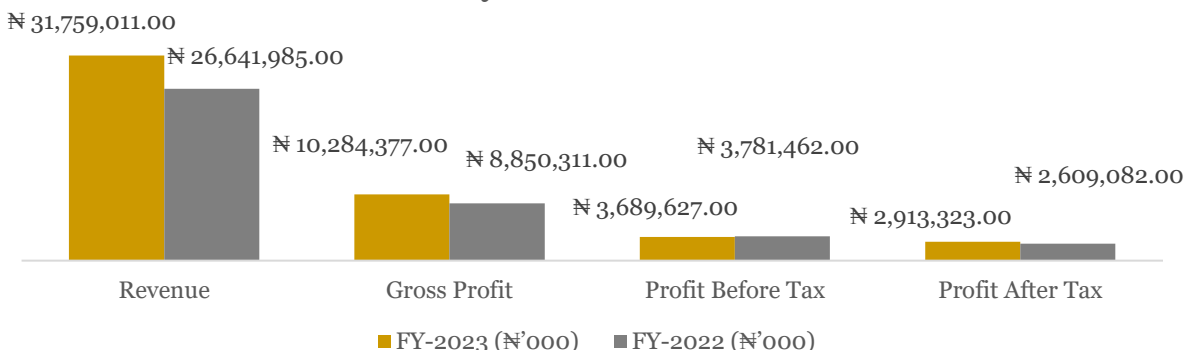
Source: investing.com, Parthian Securities Research

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



INCOME STATEMENT	FY-2023 (₹'000)	FY-2022 (₹'000)	Change (%)
Revenue	31,759,011	26,641,985	19.21%
Cost of sales	-21,474,634	-17,791,675	20.70%
Gross profit	10,284,377	8,850,311	16.20%
Marketing expenses	-1,145,329	-957,749	19.59%
Administrative expenses	-3,093,708	-2,636,340	17.35%
Other income	35,572	0	0
Operating Profit	6,080,913	5,256,221	15.69%
Profit before Interest and	6,080,913	5,256,221	15.69%
Finance cost	-2,391,286	-1,474,759	62.15%
Profit Before Tax	3,689,627	3,781,462	-2.43%
Income tax	-776,305	-1,172,380	-33.78%
Profit for the year	2,913,323	2,609,082	11.66%
STATEMENT OF FINANCIAL POSITION	FY-2023 (₹'000)	FY-2022 (₹'000)	Change (%)
Property, plant and equipment	25,407,102	11,900,284	113.50%
Intangible assets	50,601	553,417	-90.86%
Total non-current assets	25,457,703	12,453,701	104.42%
Inventories	8,314,400	8,900,538	-6.59%
Trade and other receivables	7,256,230	5,609,614	29.35%
Cash and cash equivalents	707,060	31,750	2126.96%
Total current assets	16,277,690	14,541,902	11.94%
Total assets	41,735,393	26,995,602	54.60%
Working Capital Loan	6,279,468	4,492,296	39.78%
Term Loan	10,161,810	4,541,562	123.75%
Deferred tax liabilities	1,384,704	1,206,466	14.77%
Non-current liabilities	17,825,982	10,240,325	74.08%
Total current liabilities	11,679,078	7,438,268	57.01%
Total liabilities	29,505,060	17,678,592	66.90%
Total equity	12,230,332	9,317,009	31.27%
Total equity and liabilities	41,735,393	26,995,602	54.60%
STATEMENT OF CASHFLOW	FY-2023 (₹'000)	FY-2022 (₹'000)	Change (%)
Net cash used in operating activities	4,981,042	1,982,139	151.30%
Net cash used in investing activities	-15,248,379	-5,906,609	158.16%
Net cash used in financing activities	10,942,647	3,878,503	182.14%

Key Financial Data





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