



Earnings Update: Nascon Allied Industries. (Ticker: NASCON)

Impressive Performance Despite the Tough Operating Environment

THINGS WE LIKE ABOUT THE RESULT

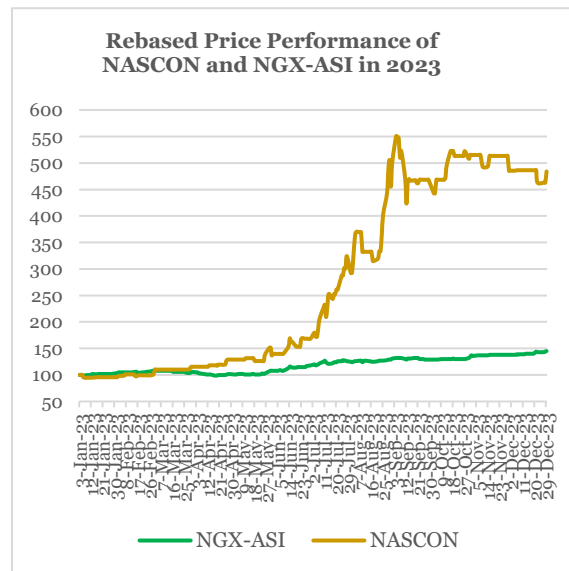
1. Revenue grew by 37.50% YoY to ₦80.8 billion in FY 2023 from the ₦58.8 billion recorded in FY 2022.
2. Other income improved by 56.33% YoY to ₦194.3 million from ₦124.3 million in 2022.
3. Increase in gross profit by 80.58% YoY to ₦44.3 billion in 2023 from ₦24.5 billion in 2022.
4. Interest received surged to ₦927.5 million from ₦394.5 million recorded in year 2022.
5. Impressive bottom line as Profit Before Tax and Profit After Tax both increased by 145.85% and 151.01% respectively compared to their performance in the year 2022.

THINGS WE DID NOT LIKE ABOUT THE RESULT

1. Interest paid inclined to ₦1.4 billion from ₦694.8 million recorded in year 2022.
2. Both Distribution cost and Administrative expenses increased by 57.73% and 49.76%, respectively.

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

TICKER	NASCON
Price (₦) at 7 TH March 2024	47.65
Shares Outstanding	2,649,438,380.00
52 Weeks High (₦)	78.30
52 Weeks Low (₦)	12.30
Market Cap	147,304.72m
Price-to-Book	8.32
EPS	-16.20
RSA 14	64.77
MACD	0.34
Proposed Bonus Shares	2 for 100

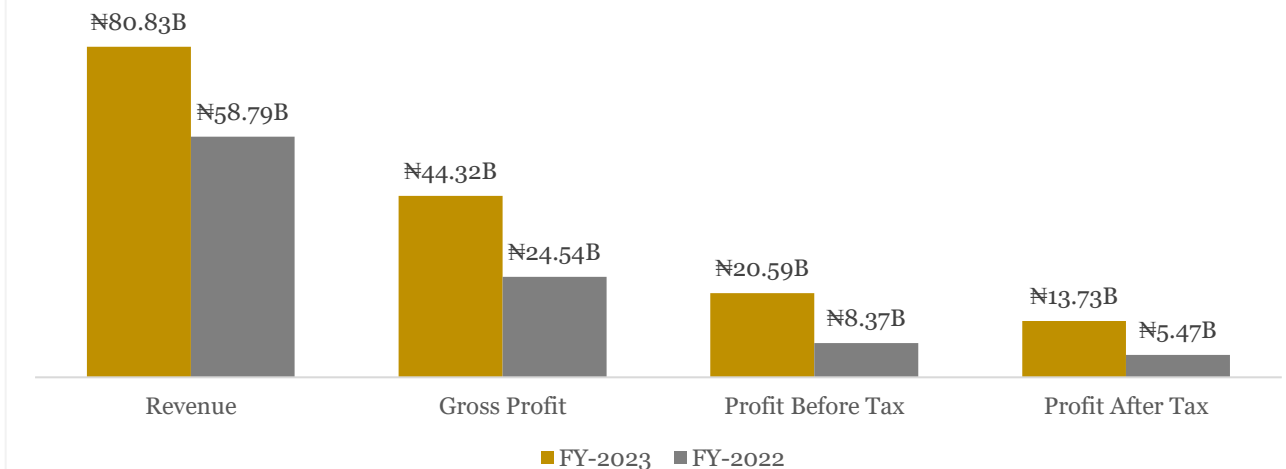


Source: investing.com, Parthian Securities Research



INCOME STATEMENT	FY-2023 (₹'000)	FY-2022 (₹'000)	Change (%)
Revenue from contracts with customers	80,828,373	58,786,251	37.50%
Cost of sales	(36,509,587)	(34,243,932)	6.62%
Gross profit	44,318,786	24,542,319	80.58%
Other income	194,305	124,293	56.33%
Other operating gains/(losses)	267,500	(794,555)	133.67%
Movement in credit loss allowances	11,013	(16,147)	168.20%
Distribution costs	(18,988,580)	(12,038,516)	57.73%
Administrative expenses	(4,706,955)	(3,142,912)	49.76%
Operating profit	21,096,069	8,674,482	143.20%
Interest received	927,498	394,538	135.08%
Interest paid	(1,435,308)	(694,829)	106.57%
Profit before taxation	20,588,259	8,374,191	145.85%
Taxation	(6,859,890)	(2,904,943)	136.15%
Profit for the year	13,728,369	5,469,248	151.01%
STATEMENT OF FINANCIAL POSITION	Dec 2023 (₹'000)	Dec 2022 (₹'000)	Change (%)
Property, plant and equipment	12,097,461	12,468,851	-2.98%
Right-of-use assets	4,124,988	3,894,704	5.91%
Non-current assets	16,222,449	16,363,555	-0.86%
Inventories	11,172,733	8,266,480	35.16%
Trade and other receivables	27,709,452	11,639,953	138.05%
Cash and bank balances	25,612,894	13,006,210	96.93%
Current assets	67,369,542	39,167,216	72.00%
Total assets	83,591,991	55,530,771	50.53%
Current liabilities	49,659,750	30,489,559	62.87%
Non-current liabilities	6,460,383	5,998,846	7.69%
Total liabilities	56,120,133	36,488,405	53.80%
Total equity	27,471,858	19,042,366	44.27%
Total equity and liabilities	83,591,991	55,530,771	50.53%
STATEMENT OF CASHFLOW	FY-2022 (₹'000)	FY-2021 (₹'000)	Change (%)
Net cash used in operating activities	7,171,454	3,705,633	93.53%
Net cash used in investing activities	(363,735)	(874,170)	-141.61%
Net cash used in financing activities	(3,425,456)	417,441	-920.58%

Key Financial Data





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