



## Earnings Update: TRANSCORP POWER. (Ticker: TRANSPOWER)

### *Growth in Revenue Impacts Bottom Line*

#### THINGS WE LIKE ABOUT THE RESULT

1. Revenue grew by 57.30%YoY to ₦142.12 billion in FY 2023 from the ₦90.34 billion recorded in FY 2022.
2. Finance income surged to ₦3.01 billion from ₦1.26 billion recorded in year 2022.
3. Impressive bottom line as Profit Before Tax and Profit After Tax both increased by 84.37% and 74.93% respectively compared to their performance in the year 2022.
4. Shareholders equity increased by 52.41% to ₦57.86 billion from ₦37.96 billion in FY-2022.

#### TICKER

Price (₦) at 28 Mar 2024

Shares Outstanding

Proposed Dividend (₦)

#### TRANSPOWER

377.00

7,500,000,000

3.13

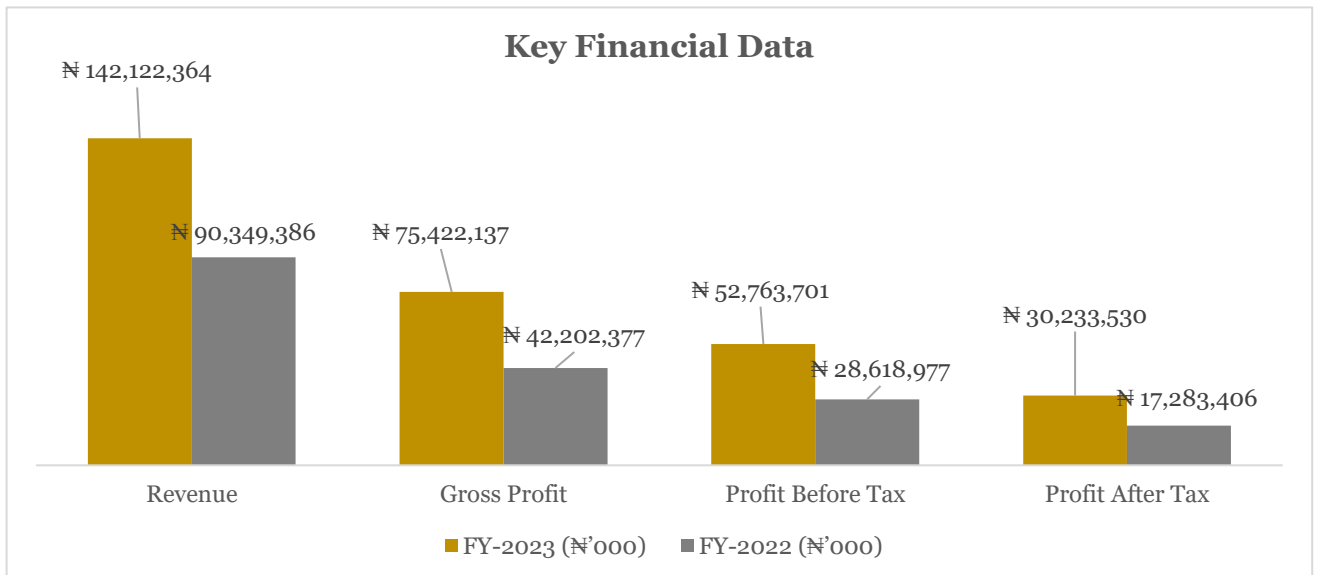
#### THINGS WE DID NOT LIKE ABOUT THE RESULT

1. Finance cost increased by 75.67%
2. Over 200% growth in impairment loss on financial assets.
3. Increase in foreign exchange loss by 73.76%
4. Cost of sales rose sharply by 38.53% in 2023.

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



| <b>INCOME STATEMENT</b>                | <b>FY-2023</b><br>(₹'000) | <b>FY-2022</b><br>(₹'000) | <b>Change</b><br>(%) |
|--|---------------------------|---------------------------|----------------------|
| Revenue from contracts with customers  | 142,122,364               | 90,349,386                | 57.30%               |
| Cost of sales                          | (66,700,227)              | (48,147,009)              | 38.53%               |
| Gross profit                           | 75,422,137                | 42,202,377                | 78.72%               |
| Other operating income                 | 597,949                   | 189,109                   | 216.19%              |
| Impairment loss on financial assets    | (2,731,924)               | (812,741)                 | 236.14%              |
| Administrative expenses                | (8,663,021)               | (5,709,134)               | 51.74%               |
| Operating Profit                       | 64,625,141                | 35,869,611                | 80.17%               |
| Finance income                         | 3,009,908                 | 1,259,925                 | 138.90%              |
| Finance costs                          | (7,694,082)               | (4,379,945)               | 75.67%               |
| Foreign exchange loss                  | (7,177,266)               | (4,130,614)               | 73.76%               |
| Profit before taxation                 | 52,763,701                | 28,618,977                | 84.37%               |
| Income tax expense                     | (22,530,171)              | (11,335,571)              | 98.76%               |
| Profit for the year                    | 30,233,530                | 17,283,406                | 74.93%               |
| <b>STATEMENT OF FINANCIAL POSITION</b> | <b>FY-2023</b><br>(₹'000) | <b>FY-2022</b><br>(₹'000) | <b>Change</b><br>(%) |
| Property, plant and equipment          | 57,979,878                | 54,702,571                | 5.99%                |
| Intangible assets                      | 9,701,191                 | 9,701,191                 | 0.00%                |
| Investments                            | 2,373,892                 | 2,208,918                 | 7.47%                |
| Total non-current assets               | 70,054,961                | 66,612,680                | 5.17%                |
| Inventories                            | 1,760,790                 | 4,314,347                 | -59.19%              |
| Trade and other receivables            | 145,206,225               | 94,558,786                | 53.56%               |
| Cash and cash equivalents              | 6,368,572                 | 2,701,632                 | 135.73%              |
| Total current assets                   | 153,335,587               | 101,574,765               | 50.96%               |
| Total assets                           | 223,390,548               | 168,187,445               | 32.82%               |
| Current liabilities                    | 126,576,566               | 95,200,233                | 32.96%               |
| Total liabilities                      | 165,528,202               | 130,223,469               | 27.11%               |
| Total equity                           | 57,862,346                | 37,963,976                | 52.41%               |
| Total equity and liabilities           | 223,390,548               | 168,187,445               | 32.82%               |
| <b>STATEMENT OF CASHFLOW</b>           | <b>FY-2023</b><br>(₹'000) | <b>FY-2022</b><br>(₹'000) | <b>Change</b><br>(%) |
| Net cash used in operating activities  | 38,157,382                | 21,418,802                | 78.15%               |
| Net cash used in investing activities  | (1,873,169)               | (3,749,156)               | -50.04%              |
| Net cash used in financing activities  | (32,617,273)              | (23,714,585)              | 37.54%               |





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