



Earnings Update: ETERNA PLC (Ticker: ETERNA)

THINGS WE LIKE ABOUT THE RESULT

1. Revenue grew by 71.11%, rising from ₦183.28 billion in FY 2023 to ₦313.62 billion in FY 2024, driven by higher sales volume and pricing adjustments
2. Operating profit surged by 286.98%, increasing from ₦7.79 billion in FY 2023 to ₦30.16 billion in FY 2024, reflecting strong revenue growth and improved cost management.
3. Profit before tax improved sharply, moving from a loss of ₦11.97 billion in FY 2023 to a profit of ₦4.86 billion in FY 2024, a 140.57% turnaround.
4. The company reversed its net loss, from ₦9.43 billion in FY 2023 to a profit of ₦3.23 billion in FY 2024, marking a 134.22% recovery.
5. Total equity nearly doubled, rising by 92.18% from ₦3.50 billion in FY 2023 to ₦6.73 billion in FY 2024, signaling improved profitability and retained earnings.
6. Net cash from operating activities turned positive, from a cash outflow of ₦3.76 billion in FY 2023 to an inflow of ₦20.49 billion in FY 2024.
7. Net cash used in investing activities increased by 259.44%, from ₦1.25 billion in FY 2023 to ₦4.50 billion in FY 2024, suggesting higher capital expenditures that could drive future growth

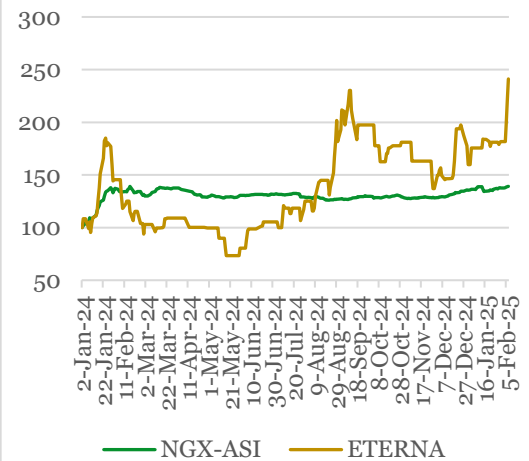
THINGS WE DID NOT LIKE ABOUT THE RESULT

1. Finance income declined by 87.37%, from ₦39.67 million in FY 2023 to ₦5.01 million in FY 2024, implying reduced returns from investments or deposits.
2. Finance costs rose significantly by 316.86%, from ₦1.51 billion in FY 2023 to ₦6.30 billion in FY 2024, likely due to increased borrowings and higher interest rates.
3. Borrowings increased significantly, with non-current borrowings rising to ₦11.73 billion in FY 2024, leading to higher financial obligations.
4. Net cash used in financing activities deteriorated sharply, from an inflow of ₦1.25 billion in FY 2023 to an outflow of ₦20.96 billion in FY 2024.



TICKER	ETERNA
Price (₦) as of 10 Feb. 2025	40.30
Shares Outstanding	1.304B
52 Weeks High (₦)	40.30
52 Weeks Low (₦)	11.15
1 Year Change (%)	124.5
Market Cap (₦)	52.56B
Price-to-Book	7.8x
EPS – P/E	2.48 - 16.3x
Dividend Yield TTM	-

Rebased Price Performance of NGX-ASI and ETERNA



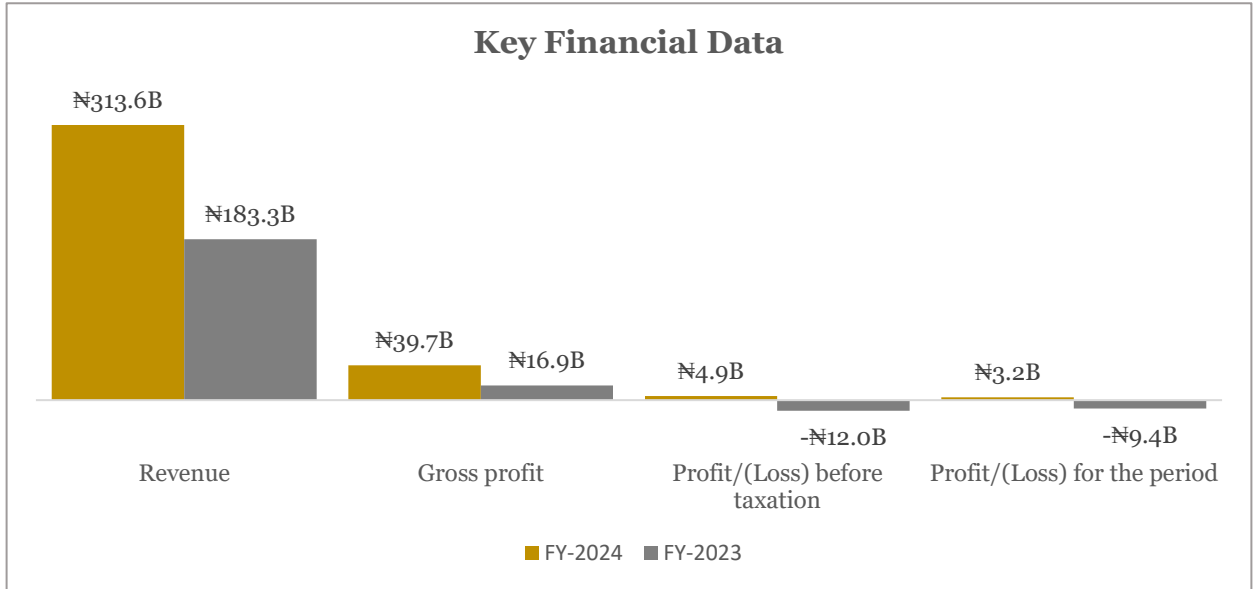
Source: Investing.com, Parthian Securities Research

www.parthiansecuritiesng.com

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



INCOME STATEMENT	FY-2024 (₹'000)	FY-2023 (₹'000)	Change (%)
Revenue	313,615,914	183,282,139	71.11%
Cost of sales	(273,946,856)	(166,420,202)	64.61%
Gross Profit	39,669,058	16,861,937	135.26%
Selling and distribution expenses	(327,161)	(404,331)	-19.09%
General and administrative expenses	(9,286,065)	(8,726,596)	6.41%
Other income	99,385	61,485	61.64%
Operating profit	30,155,217	7,792,495	286.98%
Finance income	5,012	39,669	-87.37%
Net foreign exchange loss	(16,741,676)	(18,403,951)	-9.03%
Impairment (charge)/reversal on credit loss	(2,259,161)	108,987	-2172.87%
Finance cost	(6,300,980)	(1,511,546)	316.86%
Profit/(Loss) before tax	4,858,411	(11,974,347)	140.57%
Taxation	(1,630,359)	2,541,235	164.16%
Profit/(loss) after tax	3,228,052	(9,433,112)	134.22%
STATEMENT OF FINANCIAL POSITION	FY-2024 (₹'000)	FY-2023 (₹'000)	Change (%)
Property, plant and equipment	15,034,789	12,176,540	23.47%
Right of Use Assets	1,684,044	1,656,365	1.67%
Total Non-current assets	19,590,040	16,722,659	17.15%
Inventory	23,466,028	27,241,784	-13.86%
Trade and other receivables	19,516,406	8,576,591	127.55%
Prepayments	273,087	204,034	33.84%
Cash and bank balances	6,242,751	6,895,234	-9.46%
Total Current assets	49,498,271	42,917,643	15.33%
Total assets	69,088,311	59,640,303	15.84%
Borrowings	11,733,093	-	-
Total Non-current liabilities	15,033,022	211,835	6996.57%
Trade and other payables	7,635,055	11,719,214	-34.85%
Borrowings	38,035,809	43,229,923	-12.02%
Tax payable	1,654,524	977,483	69.26%
Total Current liabilities	47,325,389	55,926,620	-15.38%
Total liabilities	62,358,411	56,138,455	11.08%
Total equity	6,729,900	3,501,848	92.18%
Total equity and liabilities	69,088,311	59,640,303	15.84%
STATEMENT OF CASH FLOW	FY-2024 (₹'000)	FY-2023 (₹'000)	Change (%)
Net cash used in operating activities	20,494,888	(3,761,773)	644.82%
Net cash used in investing activities	(4,501,158)	(1,252,262)	259.44%
Net cash used in financing activities	(20,957,167)	1,249,833	-1776.80%



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