



## Earnings Update: HONEYWELL FLOUR MILLS PLC (Ticker: HONEYFLOUR)

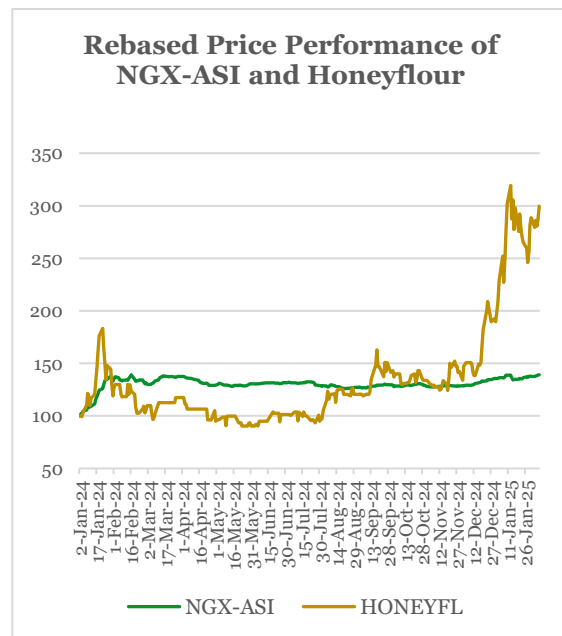
### THINGS WE LIKE ABOUT THE RESULT

1. Revenue surged by 123.46%, increasing from ₦123.99 billion in 9m 2023 to ₦277.06 billion in 9m 2024.
2. Gross profit grew by 21.32%, from ₦23.48 billion in 9m 2023 to ₦28.49 billion in 9m 2024.
3. Operating profit grew by 11.93%, from ₦19.67 billion in 9m 2023 to ₦22.02 billion in 9m 2024.
4. Finance costs decreased by 57.99%, from ₦9.41 billion in 9m 2023 to ₦3.96 billion in 9m 2024.
5. Finance income saw a sharp increase of 152.67%, rising from ₦1.1 billion in 9m 2023 to ₦2.79 billion in 9m 2024.
6. Profit before tax improved significantly, moving from a loss of ₦8.83 billion in 9m 2023 to a profit of ₦12.28 billion in 9m 2024, a 239.06% improvement.
7. The company reversed its loss from 9m 2023 (₦9.23 billion) to a profit of ₦8.75 billion in 9m 2024, a 194.80% improvement.
8. Equity rose by 39.03%, from ₦22.86 billion in FY 2024 (the company's year-end is in March) to ₦31.78 billion in 9m 2024.
9. Total liabilities grew by 8.01%, from ₦126.11 billion in FY 2024 to ₦136.21 billion in 9m 2024

### THINGS WE DID NOT LIKE ABOUT THE RESULT

1. Cost of sales rose by 147.32%, climbing from ₦100.51 billion in 9m 2023 to ₦248.58 billion in 9m 2024.
2. Selling and administrative expenses increased by 118.60%, from ₦4.08 billion in 9m 2023 to ₦8.92 billion in 9m 2024.
3. Cash flows from operating activities decreased by 71.31%, dropping from ₦18.51 billion in 9m- 2023 to ₦5.31 billion in 9m 2024.

TICKER	HONEYFLOUR
Price (₦) as of 10 Feb 2025	10.47
Shares Outstanding	7.93B
52 Weeks High (₦)	11.02
52 Weeks Low (₦)	2.82
1 Year Change (%)	166.4
Market Cap (₦)	83.03B
Price-to-Book	2.6x
EPS – P/E	0.99 - 10.6x
Dividend Yield TTM	-



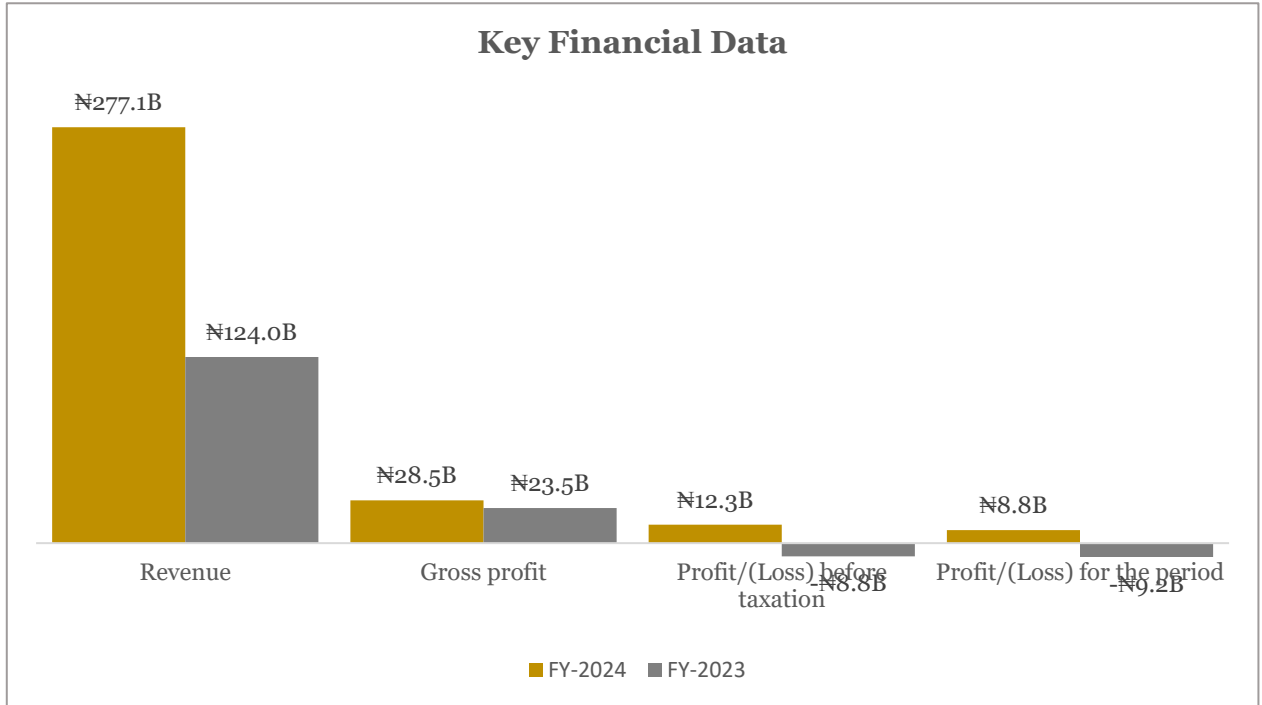
Source: Investing.com, Parthian Securities Research

[www.parthiansecuritiesng.com](http://www.parthiansecuritiesng.com)

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



<b>INCOME STATEMENT</b>	<b>9M-2024 (₦'m)</b>	<b>9M-2023 (₦'m)</b>	<b>Change (%)</b>
Revenue	277,064	123,990	123.46%
Cost of sales	(248,579)	(100,510)	147.32%
Gross profit	28,485	23,480	21.32%
Selling and administration expenses	(8,921)	(4,081)	118.60%
Net operating gains and (losses)	2,451	270	807.78%
Operating profit	22,015	19,669	11.93%
Finance cost	(3,955)	(9,414)	-57.99%
Finance income	2,787	1,103	152.67%
Foreign Exchange Gain/(Loss)	(8,564)	(20,191)	-57.59%
Net finance income/(expense)	(9,732)	(28,502)	-65.86%
Profit/(Loss) before taxation	12,283	(8,833)	239.06%
Taxation	(3,533)	(397)	789.92%
Profit/(Loss) for the period	8,750	(9,230)	194.80%
Basic Earnings per share (kobo)	110	(116)	194.80%
<b>STATEMENT OF FINANCIAL POSITION</b>	<b>9M-2024 (₦'m)</b>	<b>Mar-2024 (₦'m)</b>	<b>Change (%)</b>
Property, plant and equipment	74,501	81,017	-8.04%
Right-of -use assets	699	722	-3.19%
Intangible assets	51	92	-44.57%
Total Non-current assets	75,251	81,831	-8.04%
Inventories	46,466	52,497	-11.49%
Trade and other receivables	9,957	2,401	314.70%
Prepayments	27,855	7,167	288.66%
Cash and cash equivalents	8,456	5,070	66.79%
Total Current assets	92,734	67,135	38.13%
Total assets	167,985	148,966	12.77%
Total Equity	31,779	22,857	39.03%
Borrowings	23,452	28,883	-18.80%
Total Non-current liabilities	31,285	37,330	-16.19%
Trade and other payables	92,341	82,055	12.54%
Borrowings	7,673	4,687	63.71%
Total Current liabilities	104,920	88,779	18.18%
Total liabilities	136,205	126,109	8.01%
Total Equity and Liabilities	167,984	148,966	12.77%
<b>STATEMENT OF CASH FLOW</b>	<b>9M-2024 (₦'m)</b>	<b>9M-2023 (₦'m)</b>	<b>Change (%)</b>
Net cash used in operating activities	5,311	18,510	-71.31%
Net cash used in investing activities	4,475	(503)	-989.66%
Net cash used in financing activities	(6,400)	(18,724)	-65.82%



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