

Power Grid Company of Bangladesh Limited (DSE:POWERGRID)	
Current Price (October 24, 2013)	50.70
Total Number of Share (mn)	460.91
Free Float (%)	23.8%
Forward PE- POWERGRID*	20.92x
Trailing PE - POWERGRID*	19.11x
Forward PE - Fuel & Power	12.93

* Based on Annualized Earnings of the latest declared quarter

Financials (BDT mn)**	2011	2012	9M, 2013** (unaudited)
Revenue	6,255	7,142	5,704
Gross profit	1,680	2,822	2,178
Operating profit	1,470	2,608	1,983
Net Profit after tax	925	1,184	838
Total Assets	74,504	89,156	97,423
Total equity	19,782	22,131	25,235

YoY Growth (%)	2011	2012	9M, 2013 (unaudited)
Net Revenues	5%	14%	9%
Net Profit after Tax	-28%	28%	-8%

Per share (BDT)	2011	2012	9M, 2013 (unaudited)
Restated EPS	2.01	2.57	1.82
Restated BVPS	42.92	48.02	54.75

Others	2011	2012	9M, 2013 (unaudited)
Gross profit margin	27%	40%	38%
Operating profit margin	23%	37%	35%
Net profit margin	15%	17%	15%
ROA	1%	1%	1%
ROE	5%	6%	3%
Stock Dividend	-	10.00%	-
Cash Dividend	-	10.00%	-

** Accounting year June - July.

Source: DSE, Financial Statements of Power Grid Company of Bangladesh Limited;
 Research, IDLC Investments Limited.

Terminologies

Free Float : % of total shares not owned by Sponsors/
 Directors, and Govt.
 Forward PE: Based on Annualized Earnings of the latest
 declared quarter
 Trailing PE: Based on Latest 12 Months Earnings

Company Profile

Power Grid Company of Bangladesh Limited (DSE: POWERGRID) is the sole electricity transmission company in Bangladesh. It was established in 1996 as a private company. The company went public in 2000 and eventually got listed in both DSE and CSE, in 2006. 76.25% of the shares of the company is owned by the Government of Bangladesh, while public holding amounts to 4.15%, only.

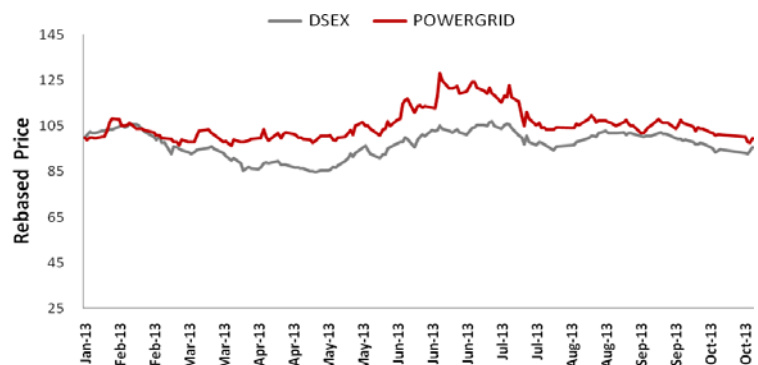
Key Revenue Drivers & Company Insight

The company's principal business activities include developing, operating and maintaining a nationwide electricity transmission network. Besides, the company is engaged in co-ordination of integrated operations and providing consultancy services. It earns a fixed rate of tariff in exchange of providing transmission service. In 2012, the company charged BDT 0.2268 at 132 kV end and BDT 0.2291 at 33kV end for each kilowatt-hour, generating revenue of BDT 7,021 million. The company earned another BDT 121 million from Optical Fiber charge. Total revenue boosted 14% in 2012 as against a 5% growth in 2011. The escalation in top line was caused entirely by volume growth, as tariff rate has remained the same in recent periods.

Financial Performance

A sudden provisioning for cash defalcation of IBSB drastically reduced profit margins in 2011. In 2012, the margins reverted to their natural level causing a 28% growth in bottom line. However, profit margins declined in 9M, 2013 financials which reduced net profit by 8% on a YoY basis.

Recently, the company has reported Net Profit after Tax of BDT 837.68 million with EPS of BDT 1.82 for the period of six months (July' 12 to March' 13) as against BDT 914.65 million and BDT 1.98 respectively for the same period of the previous year.



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