

UNITED POWER GENERATION & DISTRIBUTION COMPANY LTD



Market Price	116.1	SMA[20]	117.18	RSI	33.83	William	(69.44)
Ticker	UPGDCL	SMA[200]	127.13	MFI	35.34	Category	A

COMPANY INSIGHT

Market Price	BDT	116.10
52 Week Price Range	BDT	111.00 - 151.80
Market Capitalization	BDT (MN)	67,302.62
Category		A
Sector		Fuel & Power
Paid Up Capital	BDT (MN)	5,796.95
Reserve & Surplus	BDT (MN)	39,899.59
EPS (Annualized)	BDT	19.76
Company P/E	Times	5.88
Sector Median P/E	Times	13.18
NAV	BDT	78.83
Free Float	%	10.00%
Free Float Shares	MN	57.97
Shareholding (%)	%	90.00%
	Director	
	Foreign	0.01%
	Inst.	7.42%
	Public	2.57%
Year End		June

COMPANY BACKGROUND

Date of Incorporation	15-Jan-07
Registered Office	United House, Madani Avenue, United City, Dhaka-1212.

INTERIM UPDATE (2025)

Particulars	FY 25-26	FY 24-25
	Q1	Q1
Turnover (MN)	9,874.00	11,475.31
Operating Profit (MN)	3,293.94	4,559.15
Net Profit (MN)	2,921.77	4,188.73
EPS	4.94	7.13
NAV	78.83	66.36
Shareholder's Equity (MN)	45,696.55	42,833.46
Reserve & Surplus	39,899.59	37,036.51

7 YEARS PERFORMANCE HIGHLIGHT

Particulars	Q1(FY 25-26)	24-25	23-24	22-23	21-22	20-21	19-20	18-19
Turnover	9,874	39,085	34,781	41,309	49,435	30,581	10,094	11,253
Growth (%)		12.4%	-15.80%	-16.44%	61.66%	202.96%	-10.30%	
Gross Profit	3,302	13,268	10,251	10,653	12,356	11,813	5,852	7,121
Growth (%)		29.43%	-3.77%	-13.78%	4.60%	101.85%	-17.82%	
Operating Profit	3,294	13,181	10,039	10,364	12,352	11,680	5,786	7,832
Growth (%)		31.29%	-3.13%	-16.10%	5.75%	101.86%	-26.12%	
Net Profit (MN)	2,922	12,183.58	8,258.72	8,242.31	10,155.30	11,114.18	6,078.79	7,855.03
EPS	4.94	20.66	14.01	13.83	17.21	18.80	10.24	14.62
NAV	78.83	73.89	59.23	53.22	56.38	56.18	50.56	57.09
Current Ratio	1.56	1.37	1.00	0.94	0.97	0.85	7.14	4.42
ROA	3.86%	15.76%	11.31%	10.15%	11.78%	16.42%	16.85%	
ROE	6.39%	28.44%	24.05%	26.72%	31.07%	34.13%	20.74%	
Debt to Equity Ratio	0.26	0.23	0.17	0.32	0.35	0.26	0.17	0.275

NET REVENUE COMPOSITION (UPGDCL)

Segments	2024	% Contri.	2023	% Contri.
Electricity supply	38,738.94	99.11%	34,541.24	99.31%
Steam supply	346.13	0.89%	239.43	0.69%
Total	39,085.08	100%	34,780.67	100%

NATURE OF THE BUSINESS

UPGDCL is a leading private power operator in Bangladesh, primarily engaged in electricity generation and distribution for export processing zones and the national grid. It operates eight power plants totaling 895 MW and provides commercial steam solutions to industries.

PERFORMANCE OF COMPETITORS (FY24)

Competitors	Turnover(MN)	Operating Profit (MN)	Net Profit (MN)	Net Profit Margin
Summit Power	42,243.64	5,603.94	3,390.63	8.0%
Khulna Power	822.21	-191.10	114.84	14.0%
Doreen Power	15,063.41	990.68	584.84	3.9%
Baraka Power	1,493.83	-49.13	17.25	1.2%
Shahjibazar Power	3,410.79	344.79	263.53	7.7%

FINANCIAL PERFORMANCE

Figure in MN except EPS, NAV

Particulars	Q1(FY 25-26)	24-25	23-24	22-23	21-22	20-21	19-20	18-19
Turnover	9,874.00	39,085.08	34,780.67	41,309.11	49,435.16	30,580.52	10,094.03	11,253.36
COGS	6,571.59	25,816.90	24,529.34	30,656.19	37,079.39	18,767.74	4,241.89	4,132.34
Gross Profit	3,302.41	13,268.18	10,251.33	10,652.92	12,355.77	11,812.78	5,852.14	7,121.02
Operating Profit	3,293.94	13,180.75	10,039.40	10,363.80	12,352.17	11,680.37	5,786.30	7,832.27
Net Financial Expenses/Income	(266.74)	(662.36)	(942.11)	(649.00)	316.23	(575.34)	186.27	132.82
Other Income/Expenses	3.65	(9.70)	47.86	154.69	95.13	(24.56)	3.97	810.97
Net Profit	2,921.77	12,183.58	8,258.72	8,242.31	10,155.30	11,114.18	6,078.79	7,855.03
EPS	4.94	20.66	14.01	13.83	17.21	18.80	10.24	14.62
Property,Plant & Equipment	29,368.34	30,216.72	33,326.02	36,387.09	38,553.57	40,804.08	19,097.48	20,242.08
Account Receivable	17,071.00	15,536.59	12,376.08	17,933.53	24,501.52	5,365.77	2,726.45	2,769.81
Inventories	3,349.21	3,859.62	5,014.63	3,449.47	4,265.34	4,118.39	1,331.23	1,096.32
Current Asset	43,700.62	44,576.90	37,238.57	42,636.01	45,668.68	25,028.25	15,140.23	21,590.58
Total Asset	75,597.51	77,303.30	73,003.24	81,187.56	86,210.35	67,673.35	36,077.57	42,032.01
Paid up Capital	5,796.95	5,796.95	5,796.95	5,796.95	5,796.95	5,796.95	5,269.96	4,790.87
Retained Earnings	37,799.68	34,936.42	26,437.59	22,951.41	24,786.45	24,666.18	21,933.09	22,704.58
Shareholders' Equity	45,696.55	42,833.46	34,335.30	30,849.81	32,685.52	32,565.92	29,306.50	29,599.58
Total Debt	11,884.23	10,016.08	5,679.09	9,884.99	11,386.18	8,320.05	4,890.17	8,133.23
Current Liabilities	27,981.83	32,580.01	37,324.22	45,576.32	47,004.14	29,307.21	2,119.34	4,881.79
Total Liabilities	29,258.52	33,886.09	38,185.00	49,834.73	53,012.67	34,582.35	6,226.36	11,944.27
Non-Current Liabilities	1,276.70	1,306.08	860.78	4,258.41	6,008.54	5,275.14	4,107.02	7,062.48
Total Equity & Liabilities	75,597.51	77,303.30	73,003.24	81,187.56	86,210.35	67,673.35	36,077.57	42,032.01
NAV	78.83	73.89	59.23	53.22	56.38	56.18	50.56	57.09
Dividend		65%C	60%C	80%C	170%C	170%C	145%,10%S	130%C,10%S
Turnover Growth		12.38%	-15.80%	-16.44%	61.66%	202.96%	-10.30%	
Gross Profit Margin	33.4%	33.95%	29.47%	25.79%	24.99%	38.63%	57.98%	63.28%
Operating Profit Margin	33.36%	33.72%	28.86%	25.09%	24.99%	38.20%	57.32%	69.60%
Net Profit Margin	29.59%	31.17%	23.75%	19.95%	20.54%	36.34%	60.22%	69.80%
Return on Asset	3.86%	15.76%	11.31%	10.15%	11.78%	16.42%	16.85%	18.69%
Return on Equity	6.39%	28.44%	24.05%	26.72%	31.07%	34.13%	20.74%	26.54%
Current Ratio	1.56	1.37	1.00	0.94	0.97	0.85	7.14	4.42
Total Assets Turnover		0.52	0.45	0.49	0.64	0.59	0.26	
Inventory Turnover		5.82	5.80	7.95	8.85	6.89	3.49	
Debt-To- Equity Ratio	0.26	0.23	0.17	0.32	0.35	0.26	0.17	0.275
EPS (Annualized)	19.76	20.66	14.01	13.83	17.21	18.80	10.24	14.62

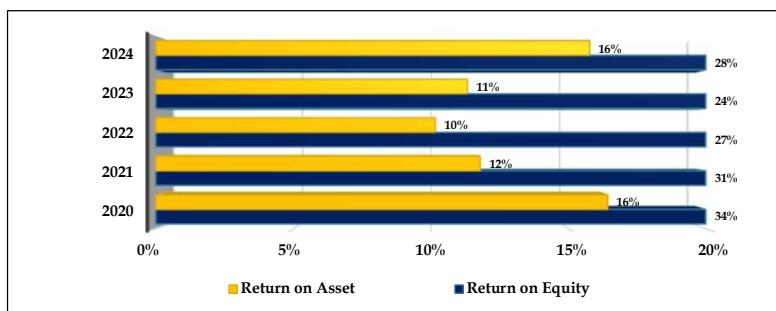
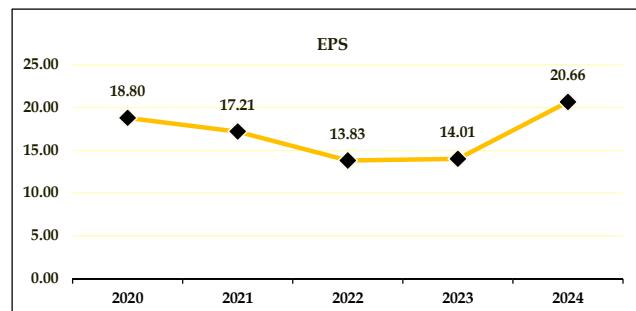
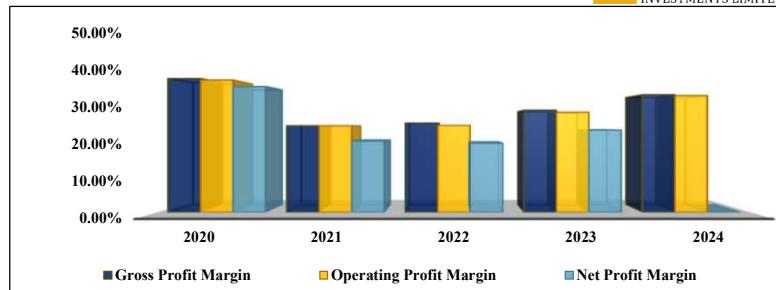
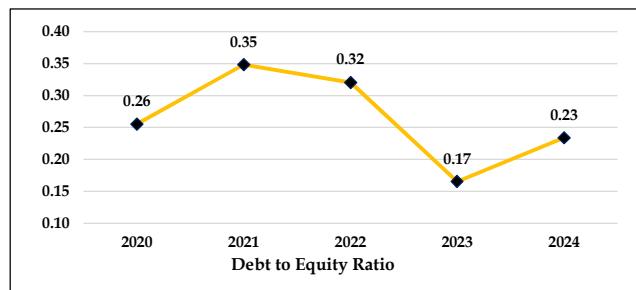
Production	Units	Installed Capacity	Capacity Utilization (FY24-25)		Capacity Utilization (FY23-24)	
			Utilized Capacity	Capacity Utilization	Utilized Capacity	Capacity Utilization
DEPZ	MWh	656,000	361,337	55%	353,287	54%
CEPZ	MWh	576,000	494,461	86%	436,522	76%
Anwara Plant	MWh	2,400,000	220,765	9%	516,879	22%
Jamalpur Plant	MWh	920,000	465,959	51%	349,500	38%
Sylhet Plant	MWh	224,000	112,828	50%	142,777	64%
UAEL	MWh	1,560,000	866,439	56%	240,343	15%

INVESTMENT POSITIVES

- Revenue rose 12% and Net Profit surged 47% to BDT 12.18 billion, boosting EPS to BDT 20.66, indicating strong financial momentum.
- Operational efficiency improved with 40% capacity utilization, widening Gross Profit Margin to 34% and Net Profit Margin to 31%.
- The Board recommended a 65% cash dividend, continuing a strong track record of rewarding shareholders with consistent high payouts.
- Amalgamation of subsidiaries strengthened the balance sheet (Assets: BDT 77bn) and streamlined operations across 8 plants with 895 MW total capacity.
- Holds ~10% of private power generation with secured revenue via long-term government PPAs extending up to 2048 for key export-zone plants.

INVESTMENT NEGATIVES

- High trade receivables of BDT 15.7 billion, primarily due from BPDB, create significant working capital pressure and liquidity risks.
- Unresolved gas tariff disputes with Titas and Karnaphuli created a massive contingent liability of over BDT 6.3 billion, threatening future earnings.
- Tax holiday benefits for major DEPZ and CEPZ plants expired in 2023-24, leading to a likely increase in the effective tax rate.
- Reliance on imported fuel and machinery creates exposure to foreign currency fluctuations, potentially increasing costs and impacting debt servicing.
- Heavy reliance on a single buyer (BPDB) and uncertain gas/fuel supply leaves the company vulnerable to policy changes and payment delays.



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