

Corporate Briefing Session

Q3 - 2021



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DAWOOD HERCULES CORPORATION LIMITED

CURRENT INVESTMENT PORTFOLIO AT MARKET VALUE AS AT SEP 30, 2021:



**Strategic
Investments
PKR 60.10 bn**



**Equity Investments
PKR 5.05 bn**



**Money Market Securities
PKR 2.31 bn**

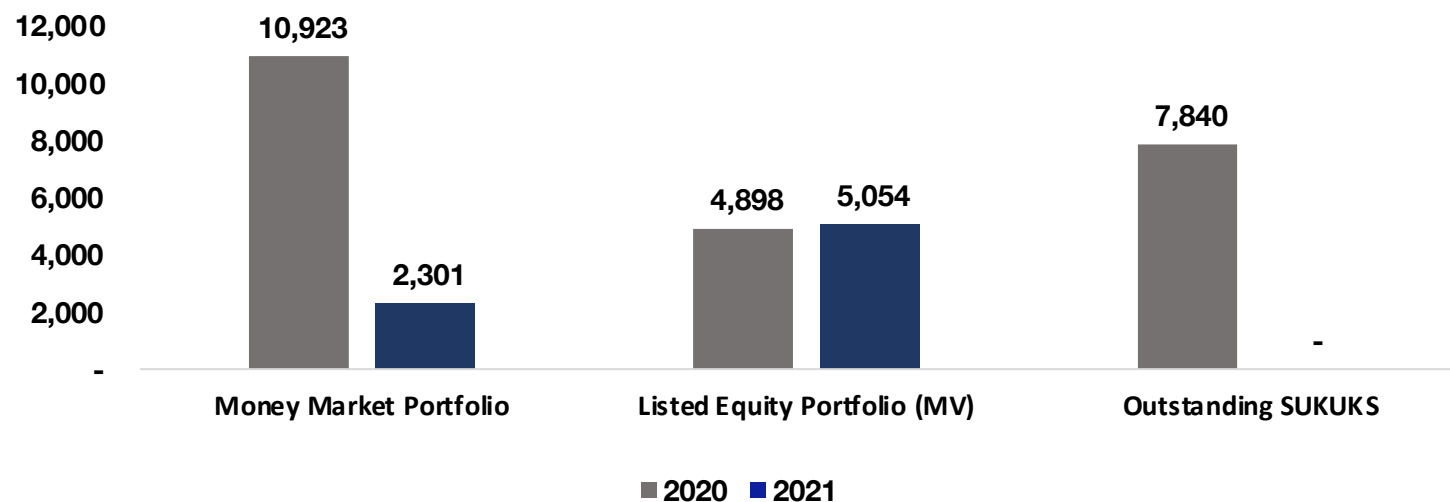


Dawood Hercules

REVENUE – NINE MONTHS ENDED SEP 30, 2021

| (Amounts in PKR mn) | September 30, 2020 | September 30, 2021 | Variance |
|------------------------------------|--------------------|--------------------|-------------------|
| Dividend - Engro | 3,217 | 3,003 | ↓ (6.65%) |
| Dividend - Others | 60 | 223 | ↑ 271.66% |
| Interest Income | 1,129 | 215 | ↓ (80.95%) |
| Realized Gain on Quoted Shares | 125 | 185 | ↑ 48.00% |
| Unrealized (Loss) on Quoted Shares | (331) | (371) | ↓ (12.08%) |
| Total Revenue | 4,200 | 3,255 | ↓ (22.50%) |

ASSETS & LIABILITIES

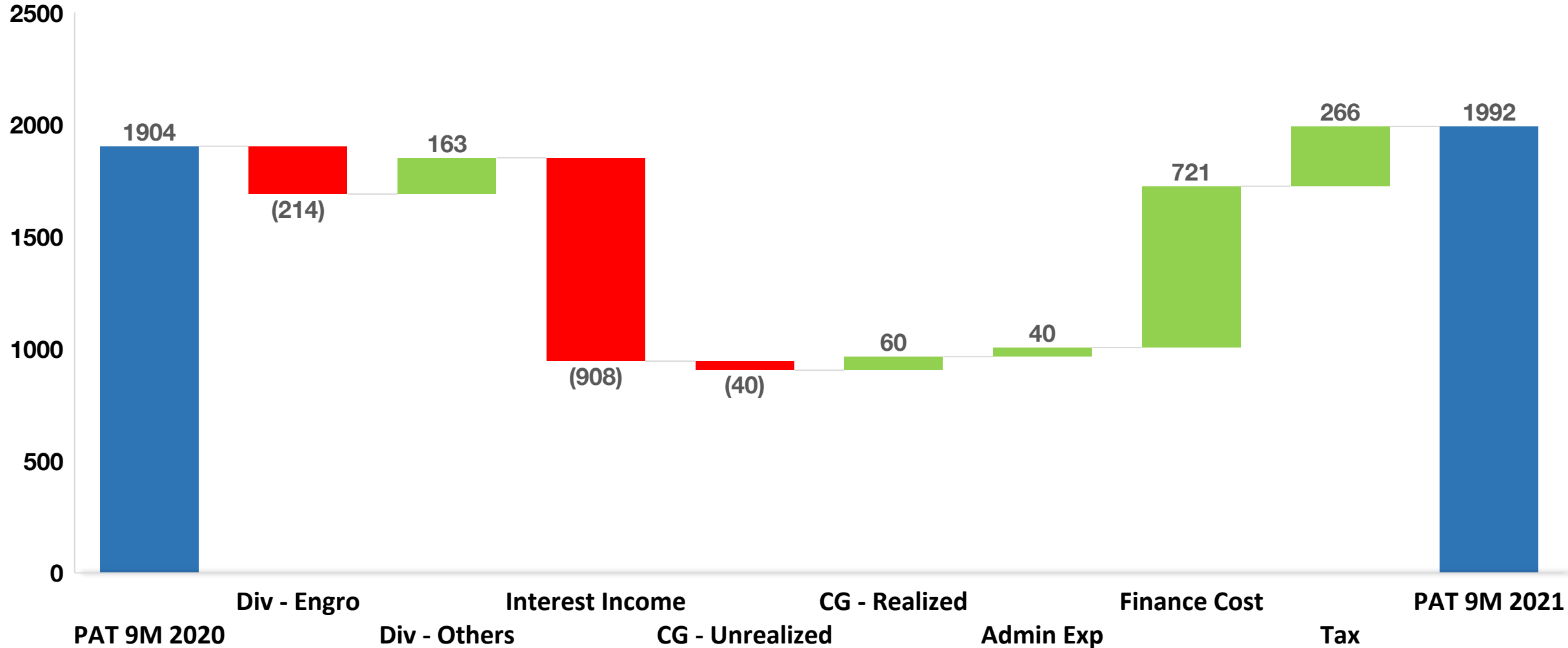


PROFIT AND LOSS – NINE MONTHS ENDED SEP 30, 2021

| (Amounts in PKR mn) | September 30, 2020 | September 30, 2021 | Variance |
|-----------------------------------|--------------------|--------------------|-----------------------|
| Total Revenue | 4,200 | 3,255 | ↓ (22.50%) |
| Administrative Expenses | (560) | (663) | ↓ (18.39%) |
| CSR | (179) | (35) | ↑ 80.45% |
| Finance Costs | (813) | (92) | ↑ 88.68% |
| Profit from Operations | 2,648 | 2,465 | ↓ (6.91%) |
| Other (Expense) / Income - Net | 3 | 8 | ↑ 166.66% |
| Taxation | (747) | (481) | ↑ 35.61% |
| Profit after Taxation | 1,904 | 1,992 | ↑ 4.62% |
| Earning per Share (Rupees) | 3.96 | 4.14 | ↑ 4.55% |
| Dividend Paid (Rupees) | 9.00 | 4.50 | Rs. 0.50/share higher |
| Dividend Payable (Rupees) | 0.00 | 5.00 | |



PROFIT AND LOSS – NINE MONTHS ENDED SEP 30, 2020

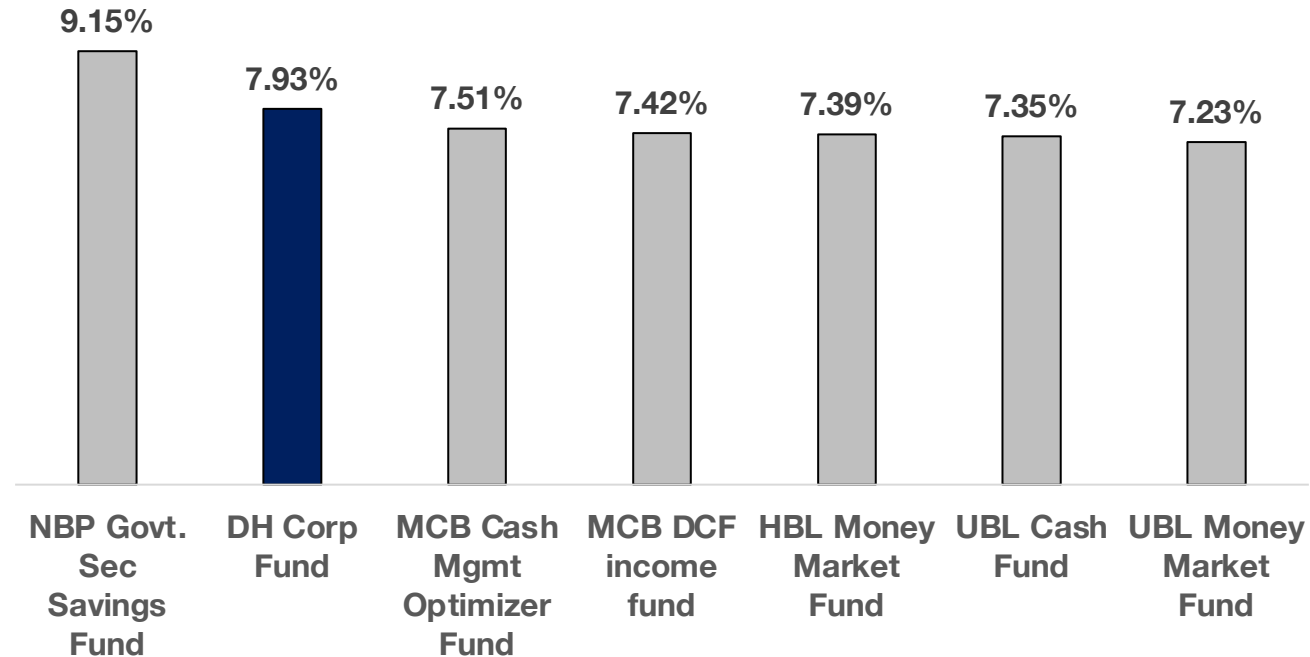




TREASURY PORTFOLIO PERFORMANCE 9M 2021

| Investment Type | Investment Amount (PKR) | Rate of Return |
|-----------------|-------------------------|----------------|
| TDR | 800.00 | 8.21% |
| 3Y PIB Floater | 1,505.80 | 8.02% |
| Total | 2,305.80 | |

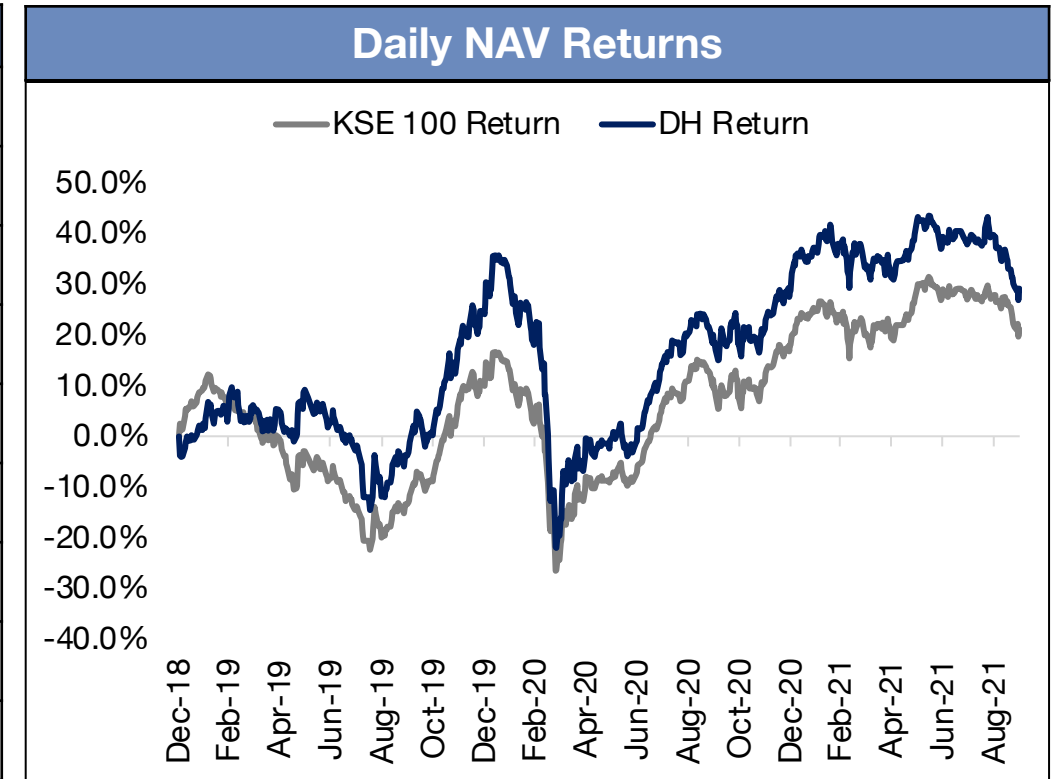
| Period: Jan-Sep21 | PKR mn |
|-------------------|--------------|
| Average Funds | 3,550.63 |
| Return on Funds | 211.16 |
| Total | 7.93% |





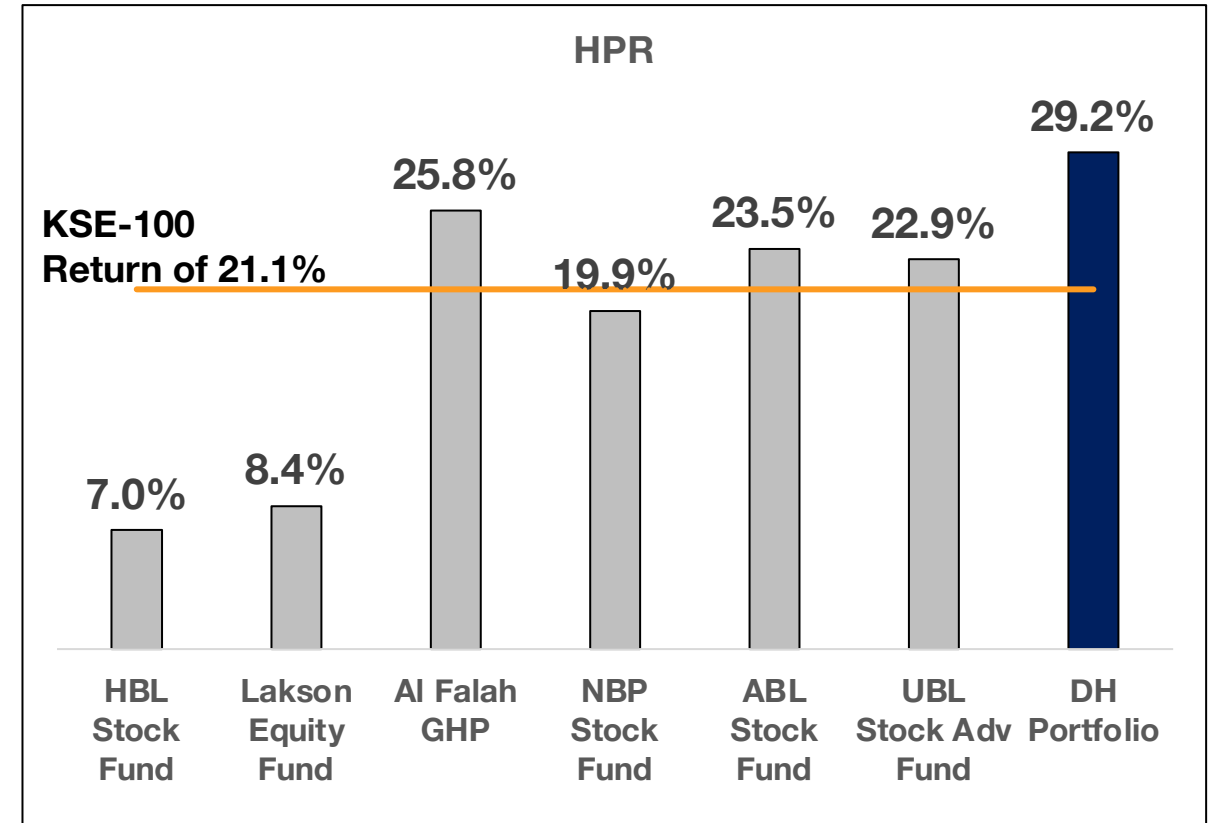
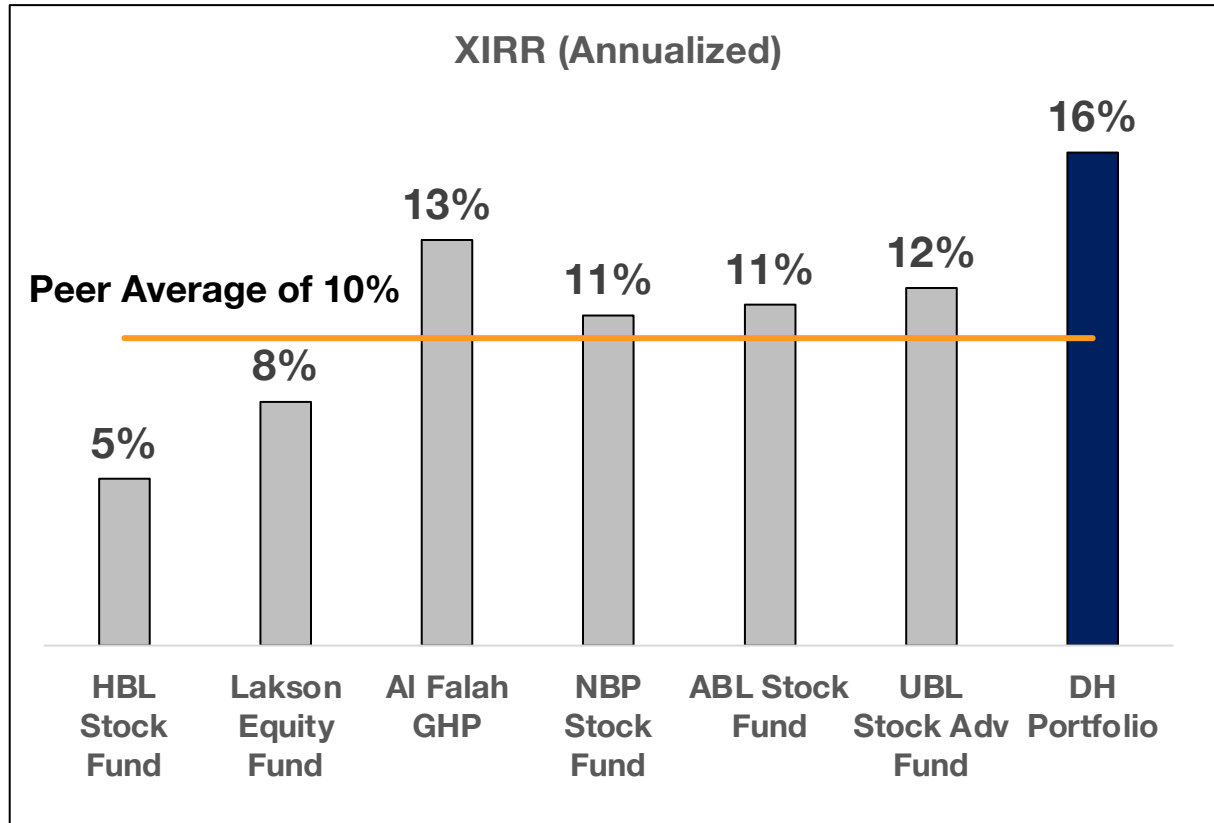
EQUITY MARKET PORTFOLIO PERFORMANCE 9M 2021

| | Portfolio | KSE 100 | Alpha |
|--|------------|---------|---------|
| Daily Portfolio NAV vs KSE 100: | | | |
| Inception till Sept 2021 | 29.18% | 21.13% | 8.05% |
| Current year till Sept 2021 | 0.30% | 2.62% | (2.31%) |
| Holding Period Return | | | |
| | 23.75% | 21.13% | 2.62% |
| Income from Inception to Date: | | | |
| Realized Capital Gains | PKR 370 mn | | |
| Dividend Income | PKR 562 mn | | |





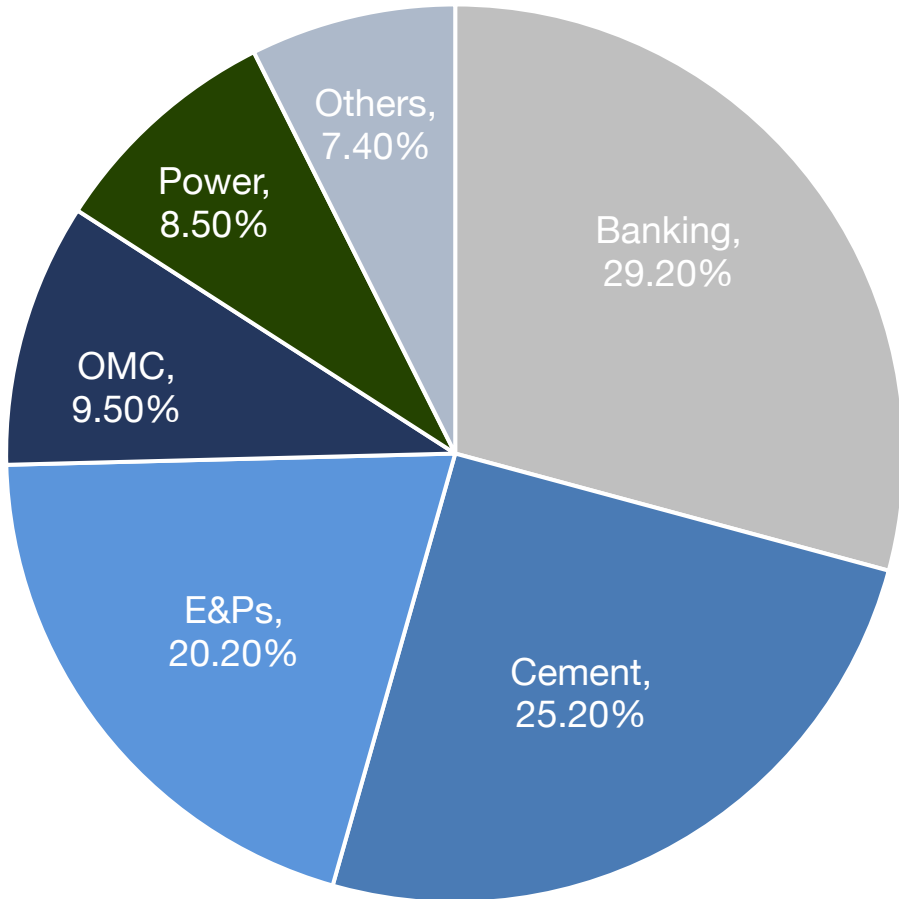
RELATIVE PERFORMANCE WITH MUTUAL FUNDS – 9M 2021



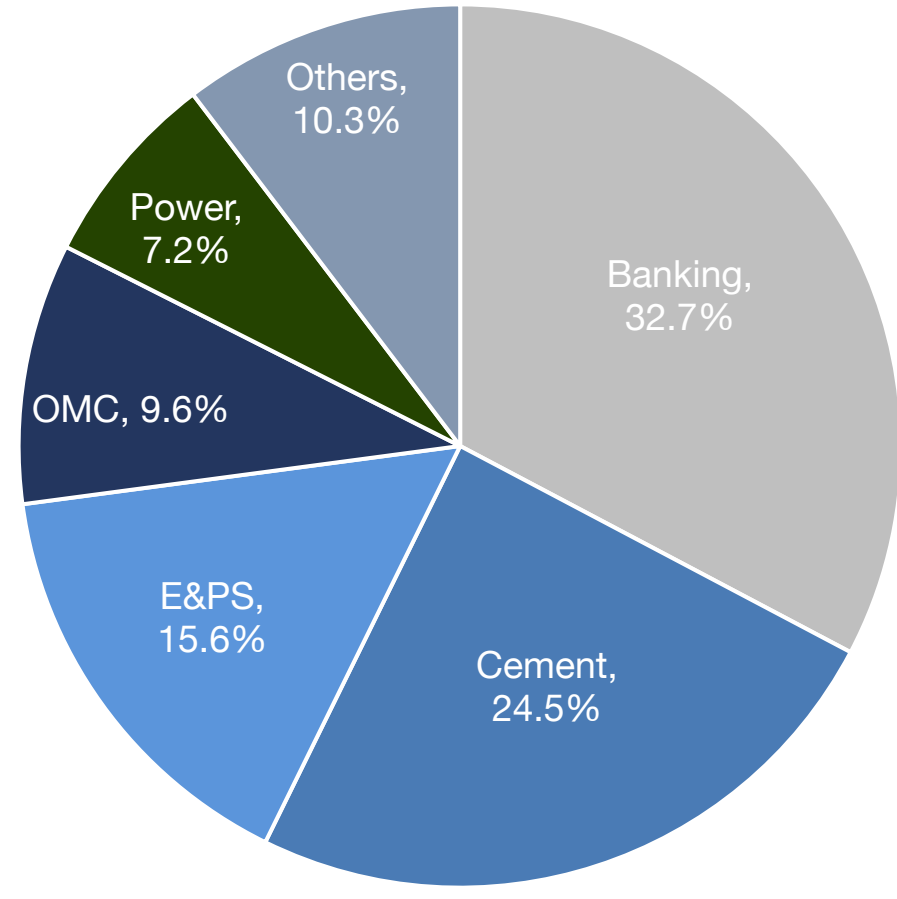
- Despite mostly passive in nature, DH investments continues to outperform its peers
- Timely rebalancing of portfolio has majorly covered losses in Oil & Other sectors



EQUITY MARKET PORTFOLIO – SECTORAL MIX



2020



2021



DAWOOD HERCULES CORPORATION LIMITED – UPDATES

SUKUK UPDATE

- DHCL Board had approved early repayment of Company's Sukuk on 18th Dec 2020:
 - PKR 3,120 mn against SUKUK 1 was paid on 16th Feb 2021
 - PKR 4,200 mn against SUKUK 2 was paid on 01st Mar 2021

INVESTMENT STRATEGY & FUTURE OUTLOOK

- DHCL has a continued focus on capital markets, especially listed equities
- DHCL believes that equity markets will continue to consolidate and perform in the medium term
- In-line with this outlook, the stocks will continue to give higher dividends and upside in capital gains



Q & A

