

Issue Manager: Alliance Financial Service Ltd, ICB Capital Management Ltd.

Subscription Open: February 08, 2015

Subscription Close: February 16, 2015

Trading Debut: April 6, 2016

DSE and CSE trade code: DOREENPWR

Company Profile:

- **Incorporation:** August 20, 2007
- **Reporting Period:** July– June
- **Subsidiary:** Dhaka Northern Power generations Ltd and Dhaka Southern Power Generations Ltd), **75.5% controlling interest each.**
- **Total Employees:** 138
- **Nature of the Business:** To Set up power plants for generation and supply of electricity.
- **Clients:** BPDB, REB

Table 1: Utilization of IPO Proceeds

Details	Amount (BDT mn)	% of total
Business Expansion	368.98	63.6%
Loan Repayment	190.00	32.8%
IPO Expenses	21.02	3.6%
Total	580.00	100%

Purpose of raising capital

The company is in the process of implementing two new power plants totaling **110 MW**. One plant is in Manikganj and the other one is in Nababganj with a capacity of 55MW each. As per terms of LOI two special purpose company (SPC) namely Dhaka Southern Power Generation Limited and Dhaka Northern Power Generation Limited has formed. Power Purchase Agreement between two SPCs and Bangladesh Power Developments Board has been signed on 7th January 2013.

Table 2: Funding Plan

Details	Amount (BDT mn)
Loan from IPFF Fund & Local Commercial Bank	5674.33
Doreen Izara Bond	800
Sponsors' own equity	532.46
Proposed IPO	558.98
Total Project Cost	7565.78

Table 3: Revenue Contribution

Details	FY 15	FY 14
Tangail Plant (22 MW)	34%	33%
Narsingdi Plant (22 MW)	33%	34%
Feni Plant (22 MW)	33%	33%

Table 4: Key IPO Information

Face Value per share (BDT)	10
Offer Price per share (BDT)	29
Lot Size (No. of shares)	200
Lot Size (in BDT)	5800
Authorized Capital (BDT mn)	2000
Pre- IPO Paid-up Capital (BDT mn)	600
IPO Size (No. of shares in mn)	20
IPO Size (BDT mn)	580
Post- IPO Paid-up Capital (BDT mn)	800

Table 5: Cons Income Statement Summary (BDT mn)

Details	FY 15	FY 14	FY 13	FY 12
Revenue	1082.37	1049.03	1041.29	1084.29
<i>Growth</i>	<i>3.2%</i>	<i>0.7%</i>	<i>-4%</i>	<i>0.0%</i>
Gross Profit	436.00	423.00	429.06	498.42
Operating Profit	327.23	339.34	344.72	431.41
Net Profit	134.98	155.07	136.95	245.24
<i>Growth</i>	<i>-13.0%</i>	<i>13.2%</i>	<i>-44.2%</i>	<i>-9.7%</i>
Diluted EPS (Pre- IPO)*	2.25	2.76	2.28	4.09
Diluted EPS (Post- IPO)*	1.69	1.94	1.71	3.07

*Considering Pre-IPO no. of shares 60 mn and Post- IPO shares 80 mn

Table 6: Balance Sheet Summary (BDT mn)

Details	FY 15	FY 14	FY 13	FY 12
Total Asset	9133.69	4275.62	3499.47	2635.69
Shareholder's Equity	2152.72	2027.63	1877.86	833.89
Cash & Cash Equivalent	27.23	6.44	3.72	6.57
Total Debt	6681.39	2029.08	1457.05	1649.89
Paid- up Capital	600.00	600.00	600.00	600.00
Revaluation Reserve	822.36	867.96	916.53	0.00
NAVPS* (BDT)	35.88	33.79	31.30	13.90
NAVPS* (Without revaluation) (BDT)	22.17	19.33	16.02	13.90

*Pre-IPO no. of shares used

Table 7: Key Financial Metrics

Details	FY 15	FY 14	FY 13	FY 12
Gross Profit Margin	40.28%	40.32%	41.21%	45.97%
Operating Profit Margin	30.2%	32.3%	33.1%	39.8%
Net Profit Margin	11.56%	14.28%	12.77%	22.62%
RoA	1.37%	3.5%	3.8%	9.3%
RoE	5.81%	7.39%	7.08%	29.41%
Debt to Equity	3.1%	1.0%	0.8%	1.98%
Debt to Asset	0.7%	0.5%	0.4%	0.6%

Table 8: Latest Quarterly Earnings

Details	HY'16	HY'15
Net Profit (BDT mn)	39.45	74.18
Post- IPO EPS	0.49	0.93
Diluted & Annualized PE considering offer price	29.4	

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