Power Grid Bangladesh PLC.

Dhaka Stock Exchange | Sector: Fuel & Power

EQUITY NOTE

COMPANY OVERVIEW

The principal activities of the company are planning, promoting, developing, operating and maintaining of an integrated and efficient power transmission system or network throughout Bangladesh. As the sole power transmission company in Bangladesh, the company is responsible in all respects, regarding transmission lines, sub-stations, load dispatch centers, communication facilities etc. The scope of work of the company also includes co-ordination of integrated operations of regional, national and international grid systems. It also provides consultancy services in power systems and execution turnkey jobs for other organizations. The company has implemented optical fiber network that is OPGW (Optical Power Ground Wire) parallel to its overhead transmission lines to establish digital communication system to improve the control and monitoring of the transmission system.

COMPANY HIGHLIGHTS

Ticker	POWERGRID	**Current Market Price**	BDT 39.60
Category	Z	**52-Week Range**	BDT 25.60 – 42.80
P/E Ratio	4.7	**Market Capitalization**	BDT 35,729 Mn
Sectoral P/E	10.2	**Free Float Market Cap. (mn)**	**7,055.672**
Dividend Yield	0.0% (none declared since Dec 2023)	**Paid-up Capital**	**9,138.07 Mn**

QUARTER DECLARATION SNAPSHOT

Quarter	Last Year	This Year	Growth
Q1	-3.06	3.98	+230%
Q2	4.75	1.24	-73%
Q3	-2.03	1.02	+150%

FIVE-YEAR REVIEW OF POWER GRID BANGLADESH PLC

Figure in Crore

Particulars	2025-26	2024-25	2023-24	2022-23	2021-22	2020-21
Key financial figures						
Paid up Capital (Ordinary Shares)	913.81	913.81	913.81	712.73	712.73	712.73
Paid up Capital (Preference Shares)	10,146.51	10,146.51	10,146.51	-	-	-
Gross Fixed Asset	40,284.21	40,284.21	32,595.47	29,485.89	24,572.85	22,241.19
Transmission Charge	2,996.25	2,996.25	2,705.60	2,363.12	2,262.29	2,135.45
Profit/(Loss) before Tax	837.37	(247.09)	(648.68)	(775.46)	133.58	426.88
Profit/(Loss) after Tax	570.29	(210.62)	(610.91)	(720.28)	121.24	320.08
Total Current Assets	10144.79	8,985.50	9,158.97	7,114.27	6,060.94	5,841.75

Particulars	2025-26	2024-25	2023-24	2022-23	2021-22	2020-21
Total Current Liabilities	6560.87	7,262.84	6,006.88	2,512.62	1,888.95	1,841.27
Financial Ratios & others						
Return on Property, Plant & Equipment	5.96	5.87	5.86	6.09	7.69	6.15
Debt Service Coverage Ratio	2.69	1.45	1.64	0.95	1.42	1.45
Debt Equity Ratio	71.26	83:17	82:18	78:22	77:23	74:26
Accounts Receivable to Sales	3.69	4.32	4.80	5.12	4.37	3.89
Current Ratio	1.12	1.24	1.52	2.83	3.21	3.17
Quick Ratio	1.10	1.11	1.39	2.57	2.98	3.02
Operating Expenses to Revenue	52	63.02	64.50	64.91	56.07	64.46
No of Ordinary Shares Outstanding (in crore)	91.38	91.38	91.38	71.27	71.27	71.27
No of Non-cumulative Irredeemable Preference Shares Outstanding (in crore)	1,014.65	1,014.65	1,014.65	-	-	-
Dividend Per Share (Cash)	0	0	0	10	10	20
Net Operating Cash Flow Per Share	17.36	16.49	12.86	12.32	8.99	10.67
Net Assets Value Per Share	150.11	139.29	123.75	116.14	103.89	94.71
Basic Earnings per Share	6.24	(2.30)	(6.69)	(7.88)	1.33	3.50

KEY RISKS

- **Dividend drought:** The company paid a small cash dividend (10%-20%) every year through 2023, but has not declared a dividend in over two years. Due to this reason stocks also put into Z category. For an infrastructure/utility stock, dividends are usually a core part of the investment case; their absence removes a key support for the share price and investor sentiment.
- **Heavy leverage:** Debt-to-equity is extremely high, which is common for grid infrastructure companies given large capital-intensive transmission assets, but it also makes profits more sensitive to interest costs and financing conditions.
- **General market conditions:** Broader Dhaka Stock Exchange sentiment and liquidity conditions over the past 1-2 years have also weighed on many mid-cap, low-dividend-yield stocks.

POTENTIAL POSITIVES

- **Monopoly-like, essential infrastructure business:** Transmission demand is tied to overall power consumption growth in Bangladesh, which is structurally rising over the long term.
- **Trading below sectoral P/E:** The market is currently valuing the company at a discount to its P/E i.e. 4.7, whereas Sectoral P/E is 10.2
- **Revenue growth:** Last few quarters company declared positive EPS growth.
- **Preference share issue:** The preference share issuance reflects strong government support and reinforces the Company's financial capacity to undertake strategic expansion projects.

POWERGRID PRICE INCREASE COMPARISON WITH BROAD INDEX (DSEX)

POWERGRID has significantly outperformed the DSEX Index during the period under review, rising approximately 47.2% compared with the DSEX gain of 19.6%. The stock has therefore exceeded the benchmark by about 27.6 percentage points, highlighting strong relative strength and sustained investor confidence despite normal short-term corrections.

DISCLAIMER

This note is based on publicly available data as of July 2026, some of which showed inconsistencies across sources and should be re-verified against the Dhaka Stock Exchange's official filings (dsebd.org) or the company's audited financial statements before any decision is made. This document does not constitute investment advice, a recommendation, or a solicitation to buy or sell any security. Please consult a licensed investment advisor of Bangladesh Securities and Exchange Commission (BSEC) before making a final decision.