Earnings Update: Q2 2025

August 23, 2025

Bata Shoe Company (Bangladesh) Limited
Sector: Footwear | DSE: BATASHOE

Analyst: Rifat Munjur Sunny | rifat@bdstockanalysis.com
Short Equity Note

Q225: Sharp Sales Drop Hits Earnings

BATASHOE posted a Q225 net loss of BDT 96 Mn (-151.3% YoY) due to a 39.5% YoY revenue drop to BDT 1.59 Bn and higher costs. 6M NPAT fell 26.8% YoY.

Key Points

- **Weak Festival Sales**: Local sales -39.6% (shoes -33.6%, hosiery -18.8%); vandalism hit Eid demand. Exports +108.3% (0.17% of sales).
- **Margin Pressure**: COGS -34.7% vs. revenue -39.7%; GPM to 45.1% (-405 bps). Opex -20.1%, but OPM to -4.2% (-1,661 bps).
- **Finance Costs**: Up 7.9% YoY (FX loss BDT 23.15 Mn); NPM to -6.1% (-1,326 bps).

Financial Snapshot

Mn BDT	Q2'24	Q2'25	6M'24	6M'25
Revenue	2,620	1,585	5,424	5,167
Gross Profit	1,288	715	2,543	2,350
Operating Profit	325	-67	643	525
NPAT	188	-96	372	272
EPS	13.73	-7.05	27.16	19.87
Gross Margin	49.2%	45.1%	46.9%	45.5%
Net Margin	7.2%	-6.1%	6.8%	5.3%

Valuation

Trading at TTM P/E 60.08x, dividend yield 4.91%.

Company	Exchange	Mcap (BDT Mn)	P/E (x)	Div. Yield
Bata Shoe (BD)	DSE	11,849.61	61.02	4.91%

Disclosure

This report is for informational purposes only and does not constitute a recommendation to buy or sell securities. Data sourced from BATASHOE and bdstock analysis Research.