

Short-term dip, long-term story intact

- 3Q26 core NP should dip q-q on lower volume and ASP.
- We remain positive as higher oil/gas prices and a 4Q26 volume recovery should support earnings momentum.
- Maintain BUY and a TP of THB190

3Q26 earnings dip, but fundamentals stay intact

We project PTTEP to deliver a 3Q26 core net profit (NP) of THB23.0b down from THB24.5b in 2Q26 but up from THB12.2b in 3Q25. Key drivers are 1) lower sales volume of 525 kboed (vs from 573 kboed in 2Q26); 2) a dip in ASP to USD52.2/boe (vs. USD52.9/boe), reflecting lower liquid prices of USD90/bbl (vs. USD99.51/bbl) partly offset by higher gas prices of USD6.5/mmbtu (vs. USD6.0/mmbtu), with gas expected to account for 75% of sales volume; 3) a flat unit cost at USD30.0/boe; and 4) USD60m of other revenue, comprising of the USD10m of interest income from the Seagreen project, USD15m of share of profit from associates (Algeria Touat and SK408), and pipeline tariff revenue. We expect PTTEP to report 3Q26 NP of THB20.3b, dragged by USD84m of hedging losses, comprising USD56m from 14m bbl of settled hedges and USD28m from hedge reversals.

Maintenance-led dip, MTJDA offsets

PTTEP's sales volume is expected to decline to 525 kboed from 573 kboed in 2Q26, mainly due to lower volumes from 1) the Gulf of Thailand, following planned maintenance; 2) Malaysia Block K, due to maintenance continuing from 2Q26; and 3) lower crude loading from Algeria and Malaysia SK309 and SK311. This should be partly offset by the MTJDA A18-01 PSC award adjustment, which is expected to increase net entitlement by around 4–5 kboed.

MTJDA offsets higher maintenance costs

We expect PTTEP's total unit cost to remain flat at USD30/boe in 3Q26, despite higher operating costs from maintenance shutdowns. This should be offset by 1) lower DD&A following the MTJDA A18-01 PSC award adjustment, which should increase P1 reserves and reduce the decommissioning asset; and 2) lower exploration expenses, with exploration wells falling to 1 in 3Q26 from 5 in 2Q26.

Oil strength keeps earnings on track

We maintain a positive near-term view on PTTEP, supported by resilient oil prices and improving gas prices. We now expect 4Q26 sales volume to increase to 548 kboed, bringing FY26 volume to around 550 kboed, below the 560 kboed target due to maintenance at Malaysia Block K and MTJDA A18-01. Unit cost should rise to USD31/boe due to seasonal expenses. However, elevated oil prices of USD90–100/bbl should continue to support earnings amid ongoing US–Iran geopolitical tensions.

Maintain BUY with a TP of THB190

We maintain BUY with a TP of THB190, supported by resilient oil prices, improving gas prices, and solid earnings visibility over the next 2–3 quarters.

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ESG Rating : AAA

CG Rating : ▲▲▲▲▲

BUY

Target Price 12M (THB)	190.00
VS. BB Consensus TP (%)	+13.7%
Share Price (THB)	145.00
Upside/Downside	+31.0%

Share Data

Market Cap (THB m)	575,647.88
Par (THB)	1.00
Free Float (%)	34.70
Issued shares (m shares)	3,970

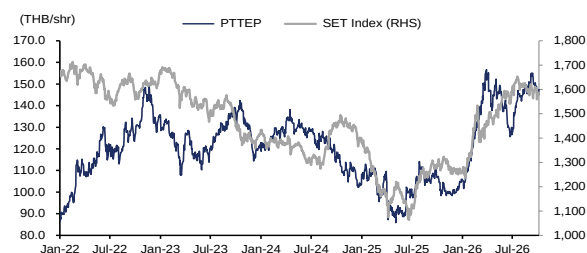
Financial forecast

YE Dec (THB m)	2025	2026E	2027E	2028E
Revenue	281,449	368,644	356,850	339,381
Net profit	60,257	77,692	74,730	71,023
Core net profit	55,402	77,692	74,730	71,023
vs Consensus (%)		0.0	4.0	2.1
Net profit growth (%)	(48.4)	28.9	(3.8)	(5.0)
Core net profit growth (%)	(30.1)	40.2	(3.8)	(5.0)
EPS (THB)	15.18	19.57	18.82	17.89
Core EPS (THB)	13.96	19.57	18.82	17.89
Chg from previous (%)		0.00	0.00	0.00
DPS (THB)	8.75	9.78	9.41	8.95
P/E (x)	7.44	7.41	7.70	8.11
P/BV (x)	0.86	1.03	0.97	0.91
ROE (%)	10.50	14.42	12.96	11.58
Dividend yield (%)	7.74	6.75	6.49	6.17

Source: Financial Statement and Globlex securities

Share Price Performance (%)

	1M	3M	6M	YTD
Stock	(2.68)	8.61	(7.64)	28.32
Market	(1.86)	10.99	(15.13)	2.16
12M High/Low (THB)				164.00 / 104.00



Major Shareholders (%) as of 17 Aug 2026

PTT Public Company Limited	63.79
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Company Profile

The principal business operations of the group are exploration and production of petroleum in Thailand and overseas, foreign gas pipeline transportation, and investment in projects strategically connected to the energy business.

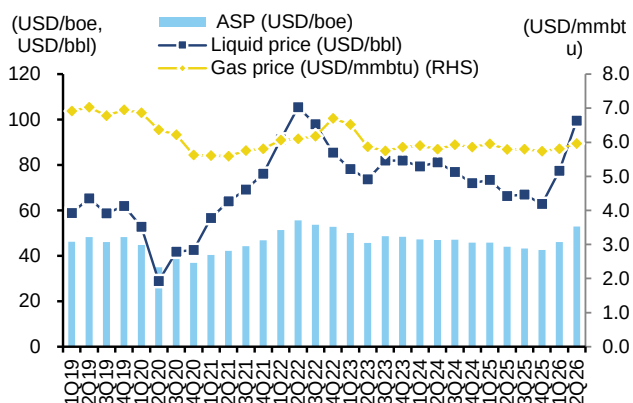
Source: SETSMART, SET

Exhibit 1: Summary of 3Q26E/9M26E operations

	3Q25	2Q26	3Q26E		9M25	9M26E	chg.
	(THB m)	(THB m)	(THB m)	(q-q%)	(y-y%)	(THB m)	(y-y%)
Revenue	67,648	95,289	91,478	(4.0)	35.2	207,897	261,994
Operating costs	(20,226)	(26,357)	(24,150)	8.4	(19.4)	(58,115)	(71,205)
EBITDA	47,422	68,932	67,328	(2.3)	42.0	149,782	190,789
EBITDA margin (%)	70	72	74	nm	nm	72.0	72.8
Depn & amort.	(23,810)	(24,431)	(26,874)	(10.0)	(12.9)	(71,891)	(72,466)
EBIT	23,612	44,501	40,453	(9.1)	71.3	77,891	118,323
Interest expense	(3,184)	(3,073)	(3,140)	(2.2)	1.4	(9,684)	(9,119)
Interest & invt inc	2,359	2,505	2,300	(8.2)	(2.5)	8,343	6,830
Associates' contrib	155	522	155	(70.3)	(0.0)	780	1,455
Exceptionals	554	2,857	(2,772)	(197.0)	(600.8)	(100)	(8,191)
Pretax profit	23,496	47,313	36,996	(21.8)	57.5	77,229	109,299
Tax	(10,802)	(20,124)	(16,648)	17.3	(54.1)	(34,468)	(49,933)
Tax rate (%)	46	43	45	nm	nm	44.6	45.7
Minority interests	(0)	9	-	nm	nm	9	14
Net profit	12,694	27,197	20,348	(25.2)	60.3	42,770	59,380
Non-recurring	452	2,699	2,772	2.7	513.7	32	(3,318)
Core net profit	12,243	24,499	23,120	(5.6)	88.8	42,739	68,242
EPS (THB)	3.20	6.85	5.13	(25.2)	60.3	10.77	14.96
Core EPS (THB)	3.08	6.17	5.82	(5.6)	88.8	10.77	17.19

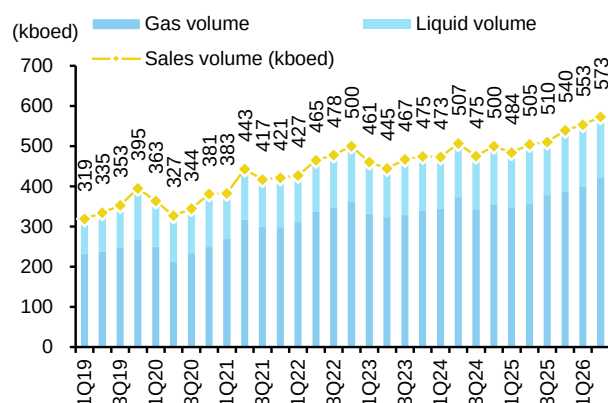
Sources: PTTEP, Globlex Research

Exhibit 2: ASP, liquid price, gas price



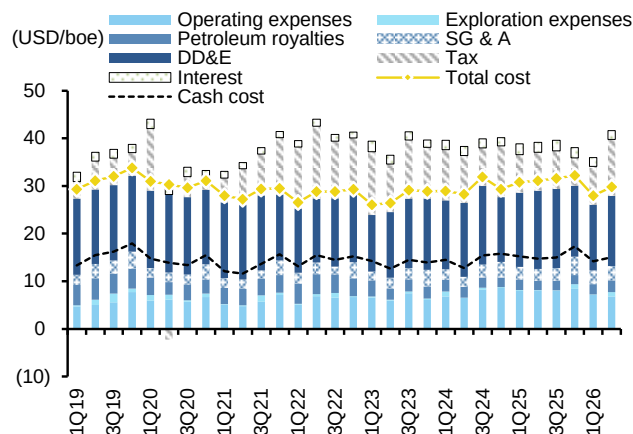
Sources: PTTEP, Globlex Research

Exhibit 3: Sales volume breakdown by gas and liquid



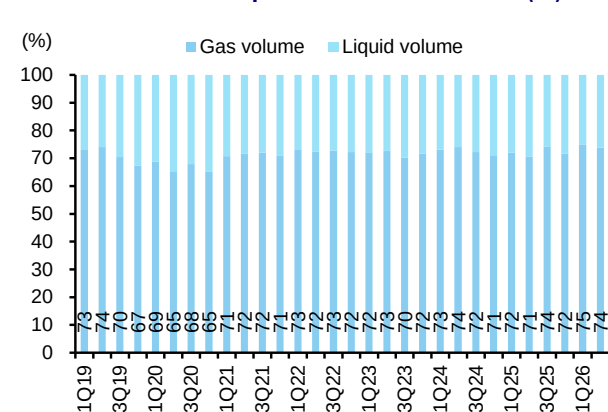
Sources: PTTEP, Globlex Research

Exhibit 4: Cost structure



Sources: PTTEP, Globlex Research

Exhibit 5: Gas and liquid volume breakdown (%)



Sources: PTTEP, Globlex Research

Balance sheet (THB m)					
Year ending Dec	2024	2025	2026E	2027E	2028E
Current assets					
Cash & ST investment	133,850	73,075	102,987	147,450	200,418
Account receivable	43,270	44,492	58,277	56,412	53,650
Inventories	22,759	20,751	27,180	26,310	25,022
Others	34,449	47,687	51,938	56,189	60,441
Non-current assets					
Net fixed assets	490,484	511,450	565,452	608,948	641,938
Others	240,488	236,482	171,068	105,918	40,767
Total Assets	965,301	933,937	976,902	1,001,227	1,022,236

Current liabilities					
Account payable	66,325	72,556	95,035	91,995	87,491
ST borrowing	13,208	13,208	13,208	13,208	13,208
Others	25,969	28,223	26,312	24,401	22,490
Long-term liabilities					
Long-term debts	95,009	83,098	75,000	75,000	75,000
Others	228,915	217,284	209,196	201,108	193,020
Total liabilities	429,425	414,369	418,751	405,711	391,209
Paid-up capital	109,388	109,388	109,388	109,388	109,388
Retained earnings	407,071	430,087	468,933	506,298	541,810
Others	19,137	(20,170)	(20,170)	(20,170)	(20,170)
Minority interest	281	263	0	0	0
Shareholders' equity	535,876	519,568	558,151	595,516	631,028

Key ratios					
Year ending Dec	2024	2025	2026E	2027E	2028E
Growth (%YoY)					
Sales	3.9	(9.9)	31.0	(3.2)	(4.9)
Operating profit	0.8	(33.7)	29.9	0.9	(1.2)
EBITDA	0.8	(33.7)	29.9	0.9	(1.2)
Net profit	7.0	(48.4)	28.9	(3.8)	(5.0)
Core net profit	(2.6)	(30.1)	40.2	(3.8)	(5.0)
EPS	7.0	(48.4)	28.9	(3.8)	(5.0)
Core EPS	(2.6)	(30.1)	40.2	(3.8)	(5.0)
Profitability (%)					
Gross margin	90.5	76.4	67.1	68.6	68.6
Operation margin	66.4	48.9	48.5	50.6	52.5
EBITDA margin	66.4	48.9	48.5	50.6	52.5
Net margin	37.4	21.4	21.1	20.9	20.9
ROE	15.3	10.5	14.4	13.0	11.6
ROA	8.7	6.2	8.4	8.0	7.4
Stability					
Interest bearing debt/equity (x)	0.2	0.2	0.2	0.1	0.1
Net debt/equity (x)	n.a.	0.0	n.a.	n.a.	n.a.
Interest coverage (x)	14.3	7.6	10.2	10.0	9.5
Interest & ST debt coverage (x)	6.8	3.8	5.1	5.0	4.7
Cash flow interest coverage (x)	0.4	0.2	0.2	0.3	0.3
Current ratio (x)	2.2	1.6	1.8	2.2	2.8
Quick ratio (x)	1.7	1.0	1.2	1.6	2.1
Net debt (THB m)	(25,633)	23,230	(14,779)	(59,242)	(112,210)
Activity					
Asset turnover (X)	0.3	0.3	0.4	0.4	0.3
Days receivables	61.7	56.9	50.9	58.7	59.2
Days inventory	268.2	119.4	72.2	87.1	87.9
Days payable	732.6	381.1	252.3	304.5	307.3
Cash cycle days	(403)	(205)	(129)	(159)	(160)

Profit & loss (THB m)					
Year ending Dec	2024	2025	2026E	2027E	2028E
Revenue					
Cost of goods sold	(29,718)	(66,512)	(121,210)	(112,087)	(106,599)
Gross profit	282,592	214,936	247,434	244,763	232,781
Operating expenses	(75,138)	(77,338)	(68,641)	(64,350)	(54,558)
Operating profit	207,454	137,598	178,793	180,413	178,223
EBIT	169,438	99,520	133,154	130,571	124,179
Depreciation	(38,016)	(38,077)	(45,639)	(49,842)	(54,044)
EBITDA	207,454	137,598	178,793	180,413	178,223
Non-operating income					
Other incomes	8,435	5,882	5,882	5,882	5,882
Other non-op income	37,804	6,497	2,520	-	-
Non-operating expense	(42,947)	(12,044)	(11,579)	(11,592)	(11,605)
Interest expense	(11,813)	(13,065)	(13,079)	(13,092)	(13,105)
Other non-op expense	(31,134)	1,021	1,500	1,500	1,500
Equity income/(loss)	1,317	4,251	4,251	4,251	4,251
Pre-tax Profit	174,047	104,107	134,229	129,113	122,708
Extraordinary items	-	-	-	-	-
Current taxation	(57,214)	(43,850)	(56,538)	(54,383)	(51,685)
Minorities	7	0	0	0	0
Net Profit	116,840	60,257	77,692	74,730	71,023
Core net profit	79,219	55,402	77,692	74,730	71,023
EPS (THB)	29.43	15.18	19.57	18.82	17.89
Core EPS (THB)	19.95	13.96	19.57	18.82	17.89

Cash flow (THB m)					
Year ending Dec	2024	2025	2026E	2027E	2028E
Operating cash flow					
Net profit	116,840	60,257	77,692	74,730	71,023
Depre. & amortization	38,016	38,077	45,639	49,842	54,044
Change in working capital	14,085	(3,717)	(20,213)	2,734	4,050
Others	-	-	-	-	-
Investment cash flow	(129,500)	(129,796)	(168,100)	(168,100)	(168,100)
Net CAPEX	(131,633)	(131,633)	(168,100)	(168,100)	(168,100)
Change in LT investment	-	-	-	-	-
Change in other assets	2,133	1,837	-	-	-
Free cash flow	39,441	(35,179)	(64,982)	(40,794)	(38,983)
Financing cash flow	(43,134)	(25,595)	94,894	85,257	91,951
Change in share capital	-	-	-	-	-
Net change in debt	(311)	(11,911)	(8,098)	-	-
Dividend paid	(38,211)	(34,737)	(38,846)	(37,365)	(35,512)
Others	(4,611)	21,053	141,838	122,622	127,463
Net cash flow	(3,692)	(60,774)	29,912	44,463	52,968

Per share (THB)					
EPS	29.43	15.18	19.57	18.82	17.89
Core EPS	19.95	13.96	19.57	18.82	17.89
CFPS	39.00	24.77	31.07	31.38	31.50
BVPS	134.91	130.81	140.59	150.00	158.95
Sales/share	78.67	70.89	92.86	89.89	85.49
EBITDA/share	52.26	34.66	45.04	45.44	44.89
DPS	9.63	8.75	9.78	9.41	8.95
Valuation					
P/E (x)	4.0	7.4	7.4	7.7	8.1
P/BV (x)	0.9	0.9	1.0	1.0	0.9
Dividend yield (%)	8.1	7.7	6.7	6.5	6.2
Dividend payout ratio (%)	32.7	57.6	50.0	50.0	50.0

PTT EXPLORATION & PRODUCTION (PTTEP TB) | THAILAND / SET / ENERGY & UTILITIES

ESG Analysis

ESG Assessment	SET ESG	Bloomberg
Environment PTTEP continues to advance its EP Net Zero 2050 strategy through methane emission reduction, routine flaring minimization, renewable energy deployment, and carbon capture and storage (CCS) development. In 2025, the company reduced more than 568,000 tCO ₂ e through greenhouse gas reduction initiatives while expanding investments in low-carbon businesses, including CCS, hydrogen, and nature-based solutions.	AAA	5.69
Social PTTEP prioritizes workforce safety through its Goal Zero approach and strengthens employee capability via continuous training and leadership development. The company also supports local communities through education, healthcare, livelihood improvement, and biodiversity conservation programs, while promoting responsible engagement with indigenous and local stakeholders.		6.70
Governance PTTEP maintains a strong governance framework with independent board oversight, enterprise risk management, anti-corruption policies, and cybersecurity governance. Sustainability is embedded into corporate strategy through ESG-linked performance management and transparent disclosure aligned with international reporting standards.		5.20
Overall CG Score: Excellent (5-star) CAC: Certified		5.82

CG rating reflects 2025 Thai IOD survey. SET ESG Rating as of 9 January 2026.
Sources: SET, Thai IOD, CAC, Bloomberg, Globlex Securities Research

SET ESG Ratings 2025 | Thai Listed Companies

As of 9 January 2026

Ratings: AAA (90-100)							
AAV	ACE	ADVANC	AJ	AMATA	AMATAV	ASW	AWC
BAM	BANPU	BAY	BBGI	BBL	BDMS	BEM	BGC
BGRIM	BJC	BKIH	BPP	BTG	CENTEL	CKP	CPALL
CPF	CPAXT	CPN	CRC	DITTO	EASTW	FPI	FPT
GLOBAL	GPSC	GUNKUL	HANA	HENG	HMPRO	III	ILM
IVL	KBANK	KCG	KJL	KKP	KTB	KTC	LH
LOXLEY	MAJOR	MBK	MC	M-CHAI	MFEC	MTI	NER
NOBLE	OR	ORI	OSP	PB	PLANB	PR9	PSH
PTG	PTT	PTTEP	PTTGC	RATCH	S	S&J	SABINA
SAT	SC	SCB	SCC	SCG	SCGP	SIRI	SJWD
SKY	SNP	STA	STECON	STGT	SVOA	TEAMG	TEGH
TFMAMA	THCOM	TISCO	TMT	TOA	TOP	TPBI	TTA
TTB	TTW	TVO	VNG	WHA	WHAUP		
Ratings: AA (80-89)							
ADB	AKP	AOT	AP	ASK	ASP	AURA	BCH
BLA	BRI	BTS	CBG	CIVIL	CK	CMAN	COLOR
COM7	DMT	DRT	EGCO	EPG	ETC	GFPT	GULF
HTC	ICHI	ILINK	IT	ITTHI	JMART	KCE	KUMWEL
LHFG	MINT	MODERN	MOSHI	MSC	MTC	NVD	NYT
PCC	PRM	PSL	QTC	RBF	SA	SAWAD	SCCC
SCGD	SELIC	SFLEX	SHR	SMPC	SNNP	SPALI	SPI
SSP	SUTHA	SYNEX	TASCO	TCAP	TCMC	TGH	THANI
TIPH	TKS	TLI	TOG	TPAC	TPIPP	TSC	TU
UAC	UBE	VIH	WICE	XO	ZEN		
Ratings: A (65-100)							
AEONTS	ALLA	ALT	ALUCON	BA	BH	BLC	CFRESH
CHAO	CHASE	CHG	CM	CPL	CREDIT	ERW	GABLE
HARN	HUMAN	INSET	IRC	ITC	JMT	KSL	M
MALEE	MGC	MOONG	NEO	PHOL	PLUS	PM	PPS
PQS	PROUD	PRTR	PSP	Q-CON	QLT	SAK	SAPPE
SCAP	SEAFCO	SEAOIL	SENA	SENX	SGC	SICT	SITHAI
SKR	SNC	SPC	SSSC	SYMC	TAN	TBN	TGE
THANA	THIP	THREL	TPA	TPCS	TQM	TRU	TWPC
UPF	UPOIC	VIBHA	WPH				
Ratings: BBB (50-64)							
AKR	ASIMAR	CSC	J	LEO	MEGA	NL	PRIN
SE	SO	SPRC	SUN	TMILL	TSTH	WP	YUASA

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Source: SET ESG Ratings, Stock Exchange of Thailand (setsustainability.com). Ratings as of 9 January 2026. Only companies scoring 50 and above are assigned a rating.

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Analyst Certification

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RECOMMENDATION STRUCTURE

Stock Recommendations

Stock ratings are based on absolute upside or downside, which we define as (target price* - current price) / current price.

- BUY:** Expected return of 10% or more over the next 12 months.
HOLD: Expected return between -10% and 10% over the next 12 months.
REDUCE: Expected return of -10% or worse over the next 12 months.

Unless otherwise specified, these recommendations are set with a 12-month horizon. Thus, it is possible that future price volatility may cause temporary mismatch between upside/downside for a stock based on market price and the formal recommendation.

* In most cases, the target price will equal the analyst's assessment of the current fair value of the stock. However, if the analyst doesn't think the market will reassess the stock over the specified time horizon due to a lack of events or catalysts, then the target price may differ from fair value. In most cases, therefore, our recommendation is an assessment of the mismatch between current market price and our assessment of current fair value.

Sector Recommendations

- Overweight:** The industry is expected to outperform the relevant primary market index over the next 12 months.
Neutral: The industry is expected to perform in line with the relevant primary market index over the next 12 months.
Underweight: The industry is expected to underperform the relevant primary market index over the next 12 months.

Country (Strategy) Recommendations

Overweight: Over the next 12 months, the analyst expects the market to score positively on two or more of the criteria used to determine market recommendations: index returns relative to the regional benchmark, index sharpe ratio relative to the regional benchmark and index returns relative to the market cost of equity.

Neutral: Over the next 12 months, the analyst expects the market to score positively on one of the criteria used to determine market recommendations: index returns relative to the regional benchmark, index sharpe ratio relative to the regional benchmark and index returns relative to the market cost of equity.

Underweight: Over the next 12 months, the analyst does not expect the market to score positively on any of the criteria used to determine market recommendations: index returns relative to the regional benchmark, index sharpe ratio relative to the regional benchmark and index returns relative to the market cost of equity.