

Key Indices

	Prev Close	1D %	1W %	1M %	YTD %
DJIA	48892.5	(0.4)	(0.4)	1.1	1.7
S&P 500	6939.0	(0.4)	0.3	1.2	1.4
FTSE 100	10223.5	0.5	0.8	2.7	2.9
AS30	9164.8	(0.8)	(0.1)	1.4	1.6
CSI 300	4706.3	(1.0)	0.1	1.7	1.7
FSSTI	4905.1	(0.5)	0.3	5.3	5.6
HSCEI	9317.1	(2.5)	1.7	1.6	4.5
HSI	27387.1	(2.1)	2.4	4.0	6.9
JCI	8329.6	1.2	(6.9)	(4.8)	(3.7)
KLCI	1740.9	0.6	1.2	4.3	3.6
KOSPI	5224.4	0.1	4.7	21.2	24.0
Nikkei 225	53322.9	(0.1)	(1.0)	5.9	5.9
SET	1325.6	(0.4)	0.9	5.2	5.2
TWSE	32063.8	(1.5)	0.3	9.2	10.7
BDI	2148	7.3	21.9	14.1	14.4
CPO (RM/mt)	4222	1.0	2.3	5.1	7.3
Brent Crude (US\$/bbl)	69	(0.4)	5.2	12.0	13.9

Source: Bloomberg

Corporate Events

	Venue	Begin	Close
ASEAN Conference	Taipei	10 Mar	11 Mar

Corporate and Macro Calendar

Economic Indicator/Event	Country/Region	Date
Jan. Consumer Confidence	Thailand	8-12 Feb
4Q GDP	Thailand	16 Feb
Jan. Customs Trade Balance (Export-Import)	Thailand	27 Feb

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Top Stories

Company Update | Bangchak Corporation (BCP TB/**BUY**/Bt30.25/Target: Bt40.00)

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BCP is expected to deliver a strong earnings recovery in 4Q25, with a net profit of Bt2.0b, up sharply yoy and 83% qoq. Core profit is projected at Bt4.25b, driven by a recovery in GRM to around US\$11.2/bbl and record-high refinery run rates. Despite inventory and hedging losses, underlying operations remain solid. For 2025, net profit is expected at Bt2.7b, with a core profit of Bt10.4b.

Company Update | IRPC (IRPC TB/**HOLD**/Bt1.19/Target: Bt1.20)

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IRPC's 4Q25 earnings are expected to show a clear operational turnaround, with a core profit of Bt1.3b, supported by a stronger market GIM of US\$11.5/bbl, above breakeven, and a healthy refinery run rate of around 93%. Strong diesel and jet fuel demand should continue to underpin margins. However, a sizeable inventory loss of around Bt2.3b from weaker oil prices is likely to result in a net loss of Bt587m. We maintain HOLD with a target price of Bt1.20.

Company Update | Star Petroleum Refining (SPRC TB/**HOLD**/Bt6.75/Target: Bt7.00)

Page 8

We expect SPRC to deliver solid 4Q25 earnings, supported by a stronger market GRM of above US\$9.2/bbl, driven by improving diesel and gasoline spreads with higher run rates, despite rising opex booked in preparation for the major turnaround in 1Q26. The recent strong share price rebound suggests that much of the positive news has already been priced in. We downgrade SPRC to HOLD with a target price of Bt7.00.

Bangchak Corporation (BCP TB)

Expect Strong Earnings Recovery In 4Q25

Highlights

- Despite a potential huge inventory loss in 4Q25, we expect BCP to continue its strong performance with a net profit growth 11,434% yoy and 83% qoq, reaching Bt2.0b. Core profit will be Bt4.3b (+136% yoy and +33% qoq) supported by a stronger GRM. 2025 core profit is projected to grow 70% yoy to Bt6.1b.
- We also anticipate earnings momentum remaining strong in 2026.
- Maintain BUY with a target price of Bt40.00.

Analysis

- Expects to deliver strong performance in 4Q25. While 4Q25 net profit will be hurt by a huge inventory loss, we still forecast Bangchak Corporation (BCP) reporting a strong net profit growth both yoy and qoq to Bt2.0b on a stronger gross refinery margin (GRM) of US\$11.20/bbl and record run rate.

4Q25 Preview

	4Q25F (Btm)	4Q24 (Btm)	3Q25 (Btm)	yoY %Chg	qoQ %Chg	2025F (Btm)	2024 (Btm)	yoY %Chg
Turnover	127,420	142,246	123,305	(10)	3	510,536	589,877	(13.5)
core EBITDA	12,794	10,138	12,619	26	1	45,600	46,248	(1)
Inventory gain/(loss)	(3,000)	(2,629)	(1,271)	14	136	(8,021)	(6,940)	16
Hedging	(750)	(342)	(1,079)	119	(30)	(1,932)	1,101	(275)
Net Profit	2,027	17	1,108	11,824	83	2,690	2,184	23
EPS	1.5	0.0	0.80	11,657	83	1.95	1.61	21
Core profit	4,250	1,799	3,186	136	33	10,434	6,120	70

Source: UOB Kay Hian, Bloomberg

- Impressive GRM with record-high utilisation. Like its peers, we estimate 4Q25 market GRM at US\$11.20/bbl (vs US\$7.40/bbl in 3Q25 and US\$4.80/bbl in 4Q24), supported by stronger middle distillate spreads especially jet fuel and gasoline. Refinery utilisation rate hit a record high at 95% (3Q25: 90%) due to the absence of maintenance shutdowns and a stronger GRM. Marketing margin remained solid at Bt0.85/litre with a 3% higher sales volume. Note that, the renewable business (BCPG) still delivered a 7% yoy EBITDA growth due to new capacity payment from US gas-fired power plants.

Key Financials

Year to 31 Dec (Btm)	2023	2024	2025F	2026F	2027F
Net turnover	385,853.0	589,877.4	510,535.6	616,317.6	628,008.5
EBITDA	39,685.2	46,554.0	28,854.7	54,327.7	54,657.3
Operating profit	25,315.2	26,498.0	13,854.7	37,827.7	38,157.3
Net profit (rep./act.)	13,233.3	2,184.1	2,689.7	11,082.6	11,899.2
Net profit (adj.)	8,771.3	6,120.1	10,433.7	11,082.6	11,899.2
EPS	6.4	4.4	7.6	7.5	8.1
PE (x)	4.6	6.5	3.8	3.9	3.6
P/B (x)	0.6	0.7	0.6	0.5	0.4
EV/EBITDA (x)	4.0	3.6	6.5	3.0	2.6
Dividend yield (%)	6.9	3.6	4.3	5.2	5.5
Net margin (%)	3.4	0.4	0.5	1.8	1.9
Net debt/(cash) to equity(%)	126.8	165.5	162.0	116.8	78.8
Interest cover (x)	8.0	6.6	4.5	6.4	6.6
ROE (%)	23.0	4.3	4.7	17.8	17.1
Consensus net profit	n.a	n.a	4,873.5	8,266.7	9,152.7
UOBKH/Consensus (x)	n.a	n.a	2.1	1.3	1.3

Source: Bangchak Corporation, Bloomberg, UOB Kay Hian

BUY (Maintained)

Share Price	Bt30.25
Target Price	Bt40.00
Upside	33.33%

Analyst(s)

Arsit Pamaranont
arsit@uobkayhian.co.th
(66 2) 659-8317

Stock Data

GICS Sector	Energy
Bloomberg ticker	BCP TB
Shares issued (m)	1,472.6
Market cap (Btm)	44,179.2
Market cap (US\$m)	1,422.6
3-mth avg daily t/over (US\$m)	5.9

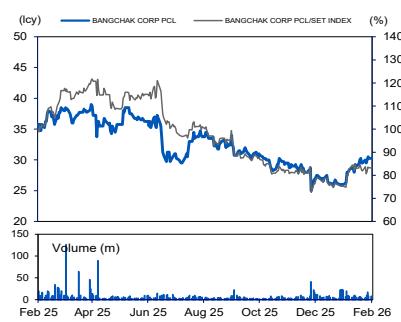
Price Performance (%)

52-week high/low	Bt39.0/Bt25.0			
1mth	3mth	6mth	1yr	YTD
14.3	5.3	(9.1)	(13.0)	15.4

Major Shareholders

	%
Vayapak fund 1	19.8
Social Security Office (SSO)	15.1
Thai NVDR	13.9

Price Chart



Source: Bloomberg

Company Description

BCP is one of the refiners in Thailand. It operates a small complex refinery located in Bangkok with a capacity of 120,000 bbl/day, representing 10% of Thailand's refining capacity. BCP distributes products to clients through its service stations nationwide.

- 2026 outlook.** We project GRM will remain resilient in 2026, supported by strong middle distillate demand and easing supply-side pressures. Referring to our Thai Oil report on 22 Jan 26, net additional global refining capacity in 2026 is limited to 0.5 million barrels per day (MBD), below the expected demand growth of around 1.0MBD. In addition, we expect the renewable business to continue its strong performance in 2026, supported by a 5% higher capacity payment from US power plants in 2026-27.

- Share buyback plan to enhance shareholder value.** Management is considering a three-year continuous share buyback programme (pending board approval) to reinforce confidence in the company's intrinsic value and strengthen shareholder returns through sustainable dividends. The plan should also help limit downside risk to the share price.

Valuation/Recommendation

- Maintain BUY with a target price of Bt40.00**, based on SOTP valuation. Our target price implies 1.0x 2026F P/B. BCP is currently trading at just 0.6x 2026F P/B and 3.9x 2026F PE, well below its historical average, while offering an attractive 5.2% dividend yield.

Earnings Revision/Risk

- We fine-tune our 2025 earnings forecast in line with our 4Q25 guidance.

Share Price Catalyst

- 7 Feb 25: Results announcement.
- 1Q26: Full contribution from BSRC.

Environment, Social, Governance (ESG) Updates

CG Report: 5

Environmental

- BCP aims to achieve carbon neutrality by 2030 and net zero emission by 2050. To achieve this, BCP will improve overall production efficiency and utilise products that reduce emissions by 20% by 2024, and 30% by 2030.

Social

- Social development is part of BCP's business management. The corporate and employee culture is to engage in social development for sustainability.

Governance

- BCP maintains annual "Excellent" CG scoring from the Thai Institute of Directors Association.

4Q25 Guidance

US\$/bbl	3Q25	3Q24	2Q25
GRM	7.50	2.49	4.45
Hedging	(1.14)	0.68	(1.22)
Inventory gain/(loss)	(1.39)	(6.13)	(4.75)
Total GRM	4.98	(2.96)	(1.52)

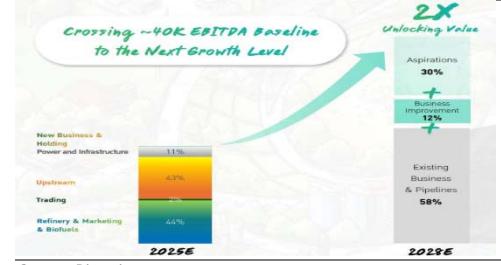
Source: BCP, UOB Kay Hian

2H25 Guidance



Source: Bloomberg

Double EBITDA Target



Source: Bloomberg

Profit & Loss

Year to 31 Dec (Btm)	2024	2025F	2026F	2027F
Net turnover	589,877	510,536	616,318	628,008
EBITDA	46,554	28,855	54,328	54,657
Deprec. & amort.	20,056	15,000	16,500	16,500
EBIT	26,498	13,855	37,828	38,157
Associate contributions	1,361	620	420	420
Net interest income/(expense)	(7,001)	(6,398)	(8,522)	(8,301)
Pre-tax profit	20,858	8,077	29,726	30,276
Tax	(16,818)	(4,333)	(15,457)	(15,138)
Minorities	(1,856)	(1,054)	(3,186)	(3,239)
Net profit	2,184	2,690	11,083	11,899
Net profit (adj.)	6,120	10,434	11,083	11,899

Cash Flow

Year to 31 Dec (Btm)	2024	2025F	2026F	2027F
Operating	26,555	791	27,083	18,046
Pre-tax profit	20,858	8,077	29,726	30,276
Tax	(16,818)	(4,333)	(15,457)	(15,138)
Deprec. & amort.	20,056	15,000	16,500	16,500
Associates	(1,856)	(1,054)	(3,186)	(3,239)
Working capital changes	1,989	(582)	(2,346)	(11,211)
Other operating cashflows	2,326	(16,317)	1,846	858
Investing	(19,433)	(29,482)	(3,135)	(800)
Capex (growth)	(16,430)	(25,000)	0	0
Others	(3,003)	(4,482)	(3,135)	(800)
Financing	(15,559)	14,957	4,601	(17,497)
Dividend payments	(3,328)	(1,997)	(1,997)	(1,997)
Proceeds from borrowings	(698)	4,869	6,500	(20,000)
Others/interest paid	(11,533)	12,085	0	4,500
Net cash inflow (outflow)	(8,437)	(13,734)	28,548	(250)
Beginning cash & cash equivalent	36,754	28,626	14,892	43,440
Ending cash & cash equivalent	28,316	14,892	43,440	43,190

Balance Sheet

Year to 31 Dec (Btm)	2024	2025F	2026F	2027F
Fixed assets	115,748	125,748	109,248	92,748
Other LT assets	95,562	111,670	117,352	118,945
Cash/ST investment	28,626	14,892	43,440	43,190
Other current assets	76,605	94,555	97,488	101,550
Total assets	316,542	346,865	367,528	356,433
ST debt	31,161	31,030	37,530	43,760
Other current liabilities	50,016	71,240	73,124	65,970
LT debt	96,349	101,349	101,349	75,119
Other LT liabilities	52,542	41,724	44,820	46,476
Shareholders' equity	59,745	72,522	81,706	96,108
Minority interest	26,729	29,000	29,000	29,000
Total liabilities & equity	316,542	346,865	367,528	356,433

Key Metrics

Year to 31 Dec (%)	2024	2025F	2026F	2027F
Profitability				
EBITDA margin	7.9	5.6	8.8	8.7
Pre-tax margin	3.5	1.6	4.8	4.8
Net margin	0.4	0.5	1.8	1.9
ROA	1.0	1.2	4.6	5.0
ROE	4.3	4.7	17.8	17.1
Growth				
Turnover	207.2	165.9	221.0	227.0
EBITDA	369.2	190.8	447.6	450.9
Pre-tax profit	459.5	116.6	697.4	712.1
Net profit	(11.3)	9.2	350.0	383.1
Net profit (adj.)	(30.2)	70.5	6.2	7.4
EPS	40.0	138.7	136.8	154.2
Leverage				
Debt to total capital	147.5	130.4	125.4	95.0
Debt to equity	213.4	182.5	170.0	123.7
Net debt/(cash) to equity	165.5	162.0	116.8	78.8
Interest cover	6.6	4.5	6.4	6.6

IRPC (IRPC TB)

Expect Earnings To Turn Positive But With Limited Upside

Highlights

- We expect IRPC to report a net loss of Bt587m in 4Q25, mainly due to a sizeable inventory loss, despite a turnaround in core earnings to a profit of Bt1.3b.
- Market GIM is projected to rise to US\$11.50/bbl, above breakeven, while the refinery run rate could remain healthy at around 93%.
- We think most near-term positives have already been priced in, leaving valuation fair at current levels. Maintain HOLD with a target price of Bt1.20.

Analysis

• 4Q25 core earnings expected to turn positive, marking a key inflection.

After reporting operating losses for several quarters, we expect IRPC to finally deliver a strong core profit of Bt1.3b in 4Q25. The turnaround will be driven by a market gross integrated margin (GIM) of US\$11.50/bbl, comfortably above breakeven. A sizeable inventory loss of around Bt2.3b is likely to weigh on reported earnings, resulting in an estimated net loss of Bt587m. We estimate a narrowed net loss of Bt3.6b in 2025.

4Q25 Preview

	4Q25F (Btm)	4Q24 (Btm)	3Q25 (Btm)	yoY %Chg	qoq %Chg	2025F (Btm)	2024 (Btm)	yoY %Chg
Revenue	73,217	74,123	70,415	(1)	4.0	285,107	314,833	(9)
Core EBITDA	3,695	2,552	2,527	45	46	9,428	5,139	83
Inventory gain/(loss)	(2,336)	(1,628)	413	43	(666)	(3,800)	(2,496)	52
Net income	(587)	(1,125)	340	(48)	(272)	(3,585)	(5,193)	(31)
EPS	(0.03)	(0.06)	0.02	(48)	(272)	(0.2)	(0.25)	(31)
Core profit	1,282	123	(336)	942	(482)	(1,207)	(3,915)	(69)

Source: IRPC, UOB Kay Hian

- Stronger GIM on seasonal support with stable run rates.** We expect IRPC's 4Q25 market GIM to rise to US\$11.50/bbl (vs US\$9.00/bbl in 3Q25 and US\$8.90/bbl in 4Q24), driven by firmer middle distillate spreads and stronger seasonal demand. Refinery utilisation remains healthy at 93%, providing good operating leverage. Petrochemical margins remain soft, reflecting continued pressure on high-density polyethylene and polypropylene spreads, but this is more than offset by the strength of the refining segment

Key Financials

Year to 31 Dec (Btm)	2023	2024	2025F	2026F	2027F
Net turnover	319,047.1	314,833.2	285,107.1	329,415.0	335,340.3
EBITDA	6,804.9	3,964.7	6,865.2	11,733.3	15,793.7
Operating profit	(1,861.4)	(5,175.0)	(2,214.8)	2,683.3	6,743.7
Net profit (rep./act.)	(2,923.2)	(5,193.0)	(3,584.8)	211.7	3,421.0
Net profit (adj.)	(1,538.2)	(3,915.0)	(1,206.8)	211.7	3,421.0
EPS	(0.1)	(0.2)	(0.1)	0.0	0.2
PE (x)	(16.2)	(6.4)	(20.7)	117.8	7.3
P/B (x)	0.3	0.4	0.4	0.4	0.4
EV/EBITDA (x)	13.2	21.9	12.6	7.5	5.6
Dividend yield (%)	2.5	0.8	0.8	2.5	3.3
Net margin (%)	(0.9)	(1.6)	(1.3)	0.1	1.0
Net debt/(cash) to equity(%)	85.4	88.4	98.5	106.7	106.2
Interest cover (x)	3.3	1.6	2.7	4.4	5.8
ROE (%)	(3.6)	(6.6)	(4.8)	0.3	4.7
Consensus net profit	n.a	n.a	(2,742.2)	(884.5)	400.4
UOBKH/Consensus (x)	n.a	n.a	0.4	(0.2)	8.5

Source: IRPC, Bloomberg, UOB Kay Hian

HOLD (Maintained)

Share Price	Bt1.19
Target Price	Bt1.20
Upside	0.84%

Analyst(s)

Arsit Pamaranont

arsit@uobkayhian.co.th

(66 2) 090-3354

Stock Data

GICS Sector	Energy
Bloomberg ticker	IRPC TB
Shares issued (m)	20,434.4
Market cap (Btm)	24,317.0
Market cap (US\$m)	783.2
3-mth avg daily t/over (US\$m)	1.6

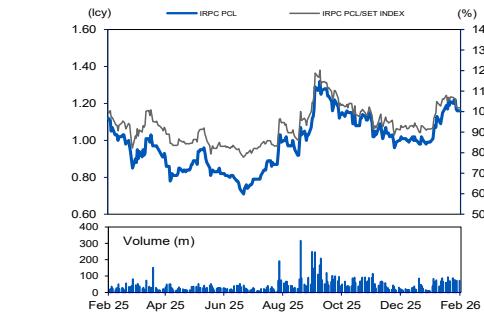
Price Performance (%)

52-week high/low	Bt1.3/Bt0.7
1mth	7.2
3mth	26.6
6mth	3.5
1yr	20.2
YTD	

Major Shareholders (%)

PTT	45.05
Siam management holding	3.00
Thai NVDR	2.68

Price Chart



Source: Bloomberg

Company Description

IRPC is one of Southeast Asia's integrated petrochemical companies. The company operates a refinery and petrochemical complex in Rayong with capacity of 215kbd

- Positive guidance for 1Q26 remains intact. We expect IRPC to continue delivering core profit in 1Q26, underpinned by strong demand for diesel (50% of total output) and jet fuel, alongside limited capacity additions in 2026. Paraxylene spread also rose 69% yoy to US\$250/ton (see our O&G report on 28 Jan 26). We forecast a healthy GIM of US\$11.00/bbl in 1Q26, comfortably above breakeven. Additional upside may come from progress in asset monetisation during 1Q26, which could further strengthen earnings visibility.

Valuation/Recommendation

- Maintain HOLD with a target price of Bt1.20, based on 0.4x 2026F P/BV, which is 2SD below the five-year mean of regional peers. Although we like IRPC for its turnaround story, supported by positive guidance for 1Q26, we believe short-term positives are priced in — share price has already risen 18% ytd. Within the sector, we prefer SCG Packaging (SCGP TB /Target: Bt26.00) and Indorama Ventures (IVL TB/Target: Bt27.00).

Earnings Revision/Risk

- We fine-tune our 2025 net loss and core loss forecasts to take into account our 4Q25 estimates.

Share Price Catalyst

- 17 Feb 26: 4Q25 results announcement
- 1Q26: Strong demand for diesel and fuel oil products

Environment, Social, Governance (ESG) Updates

CG Report: 5

SET ESG Rating: AA

Environmental

- Aims to reduce GHG emissions. IRPC aims to reduce GHG emissions by 20% by 2030.

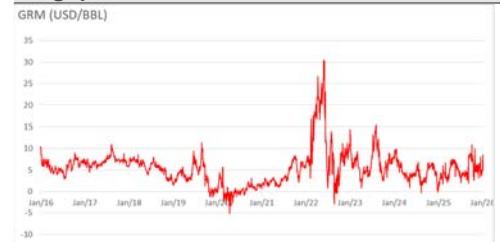
Social

- IRPC has implemented CSR strategies, requiring investments in CSR projects to amount to 3% of the average net profit over the past three years. The company remains committed to driving sustainable development and improving the wellbeing of communities surrounding the IRPC Industrial Zone.
- To this end, IRPC has undertaken CSR initiatives across three focus areas: community development, education, and social development.

Governance

- Good governance. The Board of Directors aims to foster a high-performance organisation, underpinned by strong corporate governance and operational excellence, with the goal of maximising value for shareholders and all stakeholders.

Singapore GRM



Source: UOB Kay Hian

Key Statistics

	4Q25F US\$/bbl	4Q24 US\$/bbl	3Q25 US\$/bbl
GIM	11.50	8.92	9.04
Inventory	(4.00)	(2.01)	0.68
Acc GIM	7.50	9.95	9.87

Source: Bloomberg

Profit & Loss

Year to 31 Dec (Btm)	2024	2025F	2026F	2027F
Net turnover	314,833	285,107	329,415	335,340
EBITDA	3,965	6,865	11,733	15,794
Deprec. & amort.	9,140	9,080	9,050	9,050
EBIT	(5,175)	(2,215)	2,683	6,744
Total other non-operating income	0	0	0	1
Associate contributions	982	200	250	250
Net interest income/(expense)	(2,510)	(2,580)	(2,650)	(2,700)
Pre-tax profit	(6,703)	(4,595)	283	4,295
Tax	1,474	1,158	(57)	(859)
Minorities	36	(148)	(15)	(15)
Net profit	(5,193)	(3,585)	212	3,421
Net profit (adj.)	(3,915)	(1,207)	212	3,421

Cash Flow

Year to 31 Dec (Btm)	2024	2025F	2026F	2027F
Operating	8,019	10,330	7,442	9,717
Pre-tax profit	(6,703)	(4,595)	283	4,294
Tax	1,474	1,158	(57)	(859)
Deprec. & amort.	9,140	9,080	9,050	9,050
Associates	36	(148)	(15)	(15)
Working capital changes	5,378	3,438	(1,780)	(2,771)
Other operating cashflows	(1,306)	1,397	(40)	18
Investing	(4,212)	(6,591)	(5,250)	(5,500)
Capex (growth)	(4,567)	(5,000)	(5,000)	(5,000)
Investments	355	(1,591)	(250)	(500)
Others	0	0	0	0
Financing	(104)	(7,854)	(3,163)	(2,413)
Dividend payments	(568)	(3,678)	(3,678)	(3,678)
Proceeds from borrowings	716	(4,191)	500	1,250
Others/interest paid	(252)	15	15	15
Net cash inflow (outflow)	3,704	(4,115)	(972)	1,804
Beginning cash & cash equivalent	6,220	9,924	5,809	4,838
Ending cash & cash equivalent	9,924	5,809	4,838	6,641

Balance Sheet

Year to 31 Dec (Btm)	2024	2025F	2026F	2027F
Fixed assets	109,789	105,709	101,659	97,609
Other LT assets	17,766	18,000	18,350	19,002
Cash/ST investment	9,924	5,809	4,838	6,641
Other current assets	47,075	45,754	49,804	53,456
Total assets	184,555	175,273	174,651	176,709
ST debt	15,991	10,800	10,300	10,550
Other current liabilities	37,853	39,970	42,240	43,121
LT debt	55,752	56,752	57,752	58,752
Other LT liabilities	4,850	4,890	4,950	5,120
Shareholders' equity	69,966	62,703	59,236	58,978
Minority interest	143	158	173	188
Total liabilities & equity	184,555	175,273	174,651	176,709

Key Metrics

Year to 31 Dec (%)	2024	2025F	2026F	2027F
Profitability				
EBITDA margin	1.3	2.4	3.6	4.7
Pre-tax margin	(2.1)	(1.6)	0.1	1.3
Net margin	(1.6)	(1.3)	0.1	1.0
ROA	(2.8)	(2.0)	0.1	1.9
ROE	(6.6)	(4.8)	0.3	4.7
Growth				
Turnover	12.2	1.6	17.4	19.5
EBITDA	(78.5)	(62.8)	(36.4)	(14.3)
Pre-tax profit	(175.2)	(151.5)	(96.8)	(51.8)
Net profit	(167.1)	(146.4)	(97.3)	(55.8)
EPS	(143.8)	(113.5)	(97.6)	(61.7)
Leverage				
Debt to total capital	102.3	107.5	114.6	117.1
Debt to equity	102.5	107.7	114.9	117.5
Net debt/(cash) to equity	88.4	98.5	106.7	106.2
Interest cover	1.6	2.7	4.4	5.8

Star Petroleum Refining (SPRC TB)

Strong Refinery Margin To Support Earnings Growth In 4Q25

Highlights

- Singapore's GRM averaged \$8.20/bbl in 4Q25, supported by stronger middle distillates demand.
- We expect SPRC to post a strong core profit of Bt2.2b (+928% yoy and 96% qoq). This indicates a 2025 core profit growth of 95% yoy to Bt4.2b.
- The recent strong share price rebound suggests that much of the positive news has already been priced in.
- Downgrade to HOLD with a target price of Bt7.00.

Analysis

- **Expects to post strong earnings.** Star Petroleum Refining (SPRC) will announce its 4Q25 results on 12 Feb 26 (analyst meeting on 13 Feb 26). Since our previous preview, we have updated our core profit forecast to Bt2.2b and net profit to Bt1.06b for 4Q25, in line with our earlier earnings call. The stronger core earnings growth will be driven by a sharp improvement in gross refinery margin (GRM) of US\$9.20/bbl, supported by stronger diesel and gasoline spreads with a run rate of 160KBD (93%), broadly in line with our earlier assumptions.

4Q25 Preview

	4Q25F	4Q24	3Q25	yo ^y %Chg	qo ^q %Chg	2025F (Btm)	2024 (Btm)	yo ^y %Chg
Turnover	62,902	64,043	61,596	(2)	2	247,303	270,606	(9)
core EBITDA	3,482	1,288	2,293	170	52	8,501	7,335	16
Inventory gain/(loss)	(1,625)	(290)	474	460	(443)	(2,601)	(1,211)	115
Net Profit	1,030	162	1,579	536	(35)	2,510	2,235	12
EPS	0.24	0.04	0.36	536	(35)	0.58	0.52	12
Core profit/(loss)	2,231	217	1,137	928	96	4,224	2,171	95

Source: Star Petroleum Refining, UOB Kay Hian

Key Financials

Year to 31 Dec (Btm)	2023	2024	2025F	2026F	2027F
Net turnover	238,283.6	270,605.5	247,302.8	289,149.7	309,573.1
EBITDA	1,531.3	5,058.7	6,320.7	6,457.3	8,538.9
Operating profit	(1,067.2)	1,474.3	2,640.7	3,246.3	4,858.9
Net profit (rep./act.)	(1,229.9)	2,234.9	2,509.7	2,717.0	3,967.1
Net profit (adj.)	1,300.1	2,170.9	4,223.7	2,717.0	3,967.1
EPS	0.3	0.5	1.0	0.6	0.9
PE (x)	22.4	13.4	6.9	10.7	7.3
P/B (x)	0.8	0.7	0.7	0.7	0.6
EV/EBITDA (x)	26.8	7.1	5.3	5.2	3.8
Dividend yield (%)	0.0	6.0	6.0	4.8	5.2
Net margin (%)	(0.5)	0.8	1.0	0.9	1.3
Net debt/(cash) to equity(%)	33.0	18.0	11.3	10.7	8.6
Interest cover (x)	4.2	11.9	23.4	18.4	21.4
ROE (%)	(3.3)	5.8	6.3	6.7	9.5
Consensus net profit	n.a	n.a	2,313.9	2,783.7	3,894.6
UOBKH/Consensus (x)	n.a	n.a	1.8	1.0	1.0

Source: Star Petroleum Refining, Bloomberg, UOB Kay Hian

HOLD (Downgraded)

Share Price	Bt6.75
Target Price	Bt7.00
Upside	3.7%

Analyst(s)

Arsit Pamaranont
arsit@uobkayhian.co.th
(66 2) 659-8317

Stock Data

GICS Sector	Energy
Bloomberg ticker	SPRC TB
Shares issued (m)	4,335.9
Market cap (Btm)	29,267.3
Market cap (US\$m)	942.6
3-mth avg daily t/over (US\$m)	4.8

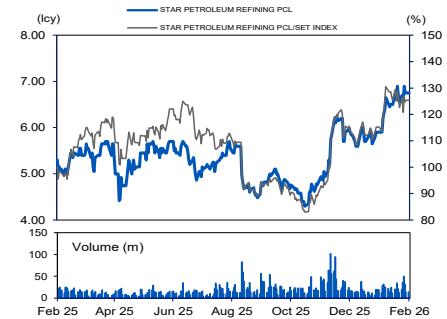
Price Performance (%)

52-week high/low	Bt6.9/Bt4.3			
1mth	3mth	6mth	1yr	YTD
16.4	41.2	20.5	25.0	14.4

Major Shareholders (%)

CHEVRON SOUTH ASIA HOLDINGS	60.6
NVDR	4.1
VAYUPAK FUND 1	2.3

Price Chart



Source: Bloomberg

Company Description

SPRC is one of the leading refineries in the Asia Pacific. It operates a complex refinery in Rayong which can produce 175,000 barrels/day (13.2% of Thailand's refining capacity) and has a high Nelson complexity index of 6.3.

- Net profit moderated due to inventory loss.** Net profit is estimated at Bt1.1b, rising 536% yoy but declining 35% qoq, mainly due to an inventory loss of about Bt1.6b, partly offset by a forex gain of around Bt120m.
- Weak 1Q26 earnings due to major turnaround.** Despite an expected recovery in GRM, SPRC will face near-term earnings pressure from a 30-day planned turnaround in 1Q26, with maintenance costs of around US\$35m to be booked in the quarter. After the turnaround, operational reliability is expected to improve, with jet and gasoline yields rising 3-5%, supporting stronger margins over the medium to long term.

Valuation/Recommendation

- Downgrade to HOLD with a target price of Bt7.00**, based on 0.7x 2026F P/B (-1.0SD vs historical; previously -2.0SD). We believe the share price has already reflected the positive news (+14.4% ytd).

Earnings Revision/Risk

- We fine-tune our 2025 core profit forecasts to take into account our expectations for 4Q25 results.

Share Price Catalyst

- 17 Feb 26: Earnings announcement.

Environment, Social, Governance (ESG) Updates

CG Report: 5

SET ESG Rating: None

Environmental

- To preserve the environment, SPRC targets zero recordable oil spills. It is also aiming for zero waste in landfills and focusing on a waste circular economy. In 2023, less than 1% of total waste was managed through landfill disposal.

Social

- SPRC's focus is to ensure the wellbeing of its employees and their families and prevent incidents or injuries while working on site and from home.

Governance

- SPRC maintains its annual "Excellent" CG scoring from Thai Institute of Directors Association.

Singapore GRM

US\$/bbl	4Q25F	4Q24	3Q25
GRM	9.20	6.04	5.40
Inventory gain/(loss)	(3.36)	(0.60)	0.96
Acc. GRM	5.84	5.44	6.36

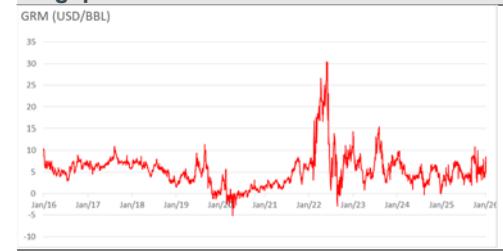
Source: Bloomberg

Run Rate

	4Q25F	3Q24	2Q25
Crude run (kbd)	93%	89%	94%

Source: Bloomberg

Singapore GRM



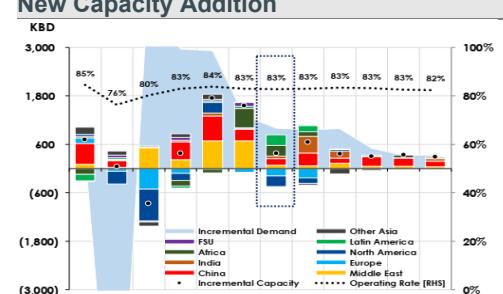
Source: Bloomberg

Historical P/B



Source: UOB Kay Hian

New Capacity Addition



Source: Bloomberg

Profit & Loss

Year to 31 Dec (Btm)	2024	2025F	2026F	2027F
Net turnover	270,606	247,303	289,150	309,573
EBITDA	5,059	6,321	6,457	8,539
Deprec. & amort.	3,584	3,680	3,211	3,680
EBIT	1,474	2,641	3,246	4,859
Total other non-operating income	1,616	683	500	500
Net interest income/(expense)	(426)	(270)	(350)	(400)
Pre-tax profit	2,822	3,054	3,396	4,959
Tax	(587)	(544)	(679)	(992)
Minorities	0	0	0	0
Net profit	2,235	2,510	2,717	3,967
Net profit (adj.)	2,171	4,224	2,717	3,967

Cash Flow

Year to 31 Dec (Btm)	2024	2025F	2026F	2027F
Operating	11,072	3,869	3,515	4,737
Pre-tax profit	2,822	3,054	3,396	4,959
Tax	(587)	(544)	(679)	(992)
Deprec. & amort.	3,584	3,680	3,211	3,680
Working capital changes	5,869	(2,293)	(2,405)	(2,895)
Other operating cashflows	(616)	(28)	(8)	(15)
Investing	(6,481)	(664)	(2,510)	(2,510)
Capex (growth)	(4,643)	(2,500)	(2,500)	(2,500)
Others	(1,838)	1,836	(10)	(10)
Financing	(4,487)	(1,206)	(937)	(1,518)
Dividend payments	(1,025)	(1,734)	(1,387)	(1,518)
Proceeds from borrowings	(4,891)	(394)	0	0
Others/interest paid	1,430	922	450	0
Net cash inflow (outflow)	104	1,998	68	710
Beginning cash & cash equivalent	471	575	2,573	2,640
Ending cash & cash equivalent	575	2,573	2,640	3,350

Balance Sheet

Year to 31 Dec (Btm)	2024	2025F	2026F	2027F
Fixed assets	22,300	21,120	20,409	19,229
Other LT assets	5,048	4,990	5,108	5,182
Cash/ST investment	575	2,573	2,640	3,350
Other current assets	38,896	40,038	43,477	47,442
Total assets	66,819	68,720	71,634	75,203
ST debt	986	592	592	592
Other current liabilities	19,025	17,874	18,908	19,978
LT debt	6,606	6,606	6,606	6,606
Other LT liabilities	2,712	2,850	2,950	2,999
Shareholders' equity	39,101	40,798	42,578	45,027
Total liabilities & equity	68,430	68,720	71,634	75,203

Key Metrics

Year to 31 Dec (%)	2024	2025F	2026F	2027F
Profitability				
EBITDA margin	1.9	2.6	2.2	2.8
Pre-tax margin	1.0	1.2	1.2	1.6
Net margin	0.8	1.0	0.9	1.3
ROA	3.7	4.1	4.3	6.1
ROE	5.8	6.3	6.7	9.5
Growth				
Turnover	29.4	18.2	38.2	48.0
EBITDA	7.3	34.1	37.0	81.2
Pre-tax profit	0.6	8.9	21.1	76.9
Net profit	(1.2)	10.9	20.0	75.3
Net profit (adj.)	67.0	94.6	(35.7)	46.0
EPS	(33.2)	30.0	(16.4)	22.1
Leverage				
Debt to total capital	19.4	17.6	16.9	16.0
Debt to equity	19.4	17.6	16.9	16.0
Net debt/(cash) to equity	18.0	11.3	10.7	8.6
Interest cover	11.9	23.4	18.4	21.4

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