

2Q26 Surge Before 3Q26 Reset

- Strong 2Q26E will be propelled by higher GRM, utilisation, and lagged crude gains despite inventory losses
- Softer 3Q26E but stronger 2H26E on crude cost normalisation
- Maintain BUY at TP of THB9.7; Upside on 10%+ dividend yield

From Turnaround to Turn-Up in 2Q26

We expect SPRC's 2Q26 earnings to remain strong despite earlier concerns over lower forward oil prices and potential spread mismatches. We forecast core net profit (NP) of THB4–5b, supported by 1) robust GRM of USD14–15/bbl, underpinned by resilient product spreads; 2) higher refinery utilisation of around 90% VS 63% in 1Q26 following the major turnaround; 3) a sharp increase in crude premium capture to USD15–20/bbl from USD2/bbl in 1Q26; and 4) stable unit costs of USD3.5–3.6/bbl. Although inventory losses are likely from a sharp drop in oil prices (vs stock gain of USD0.2b in 1Q26), we expect strong operating performance to more than offset the impact.

Tight Supply, Wide Spreads, Strong GRM

In 2Q26, we expect SPRC's GRM to improve to USD14–15/bbl from USD12.81/bbl in 1Q26, supported by sustained strength in diesel, jet fuel, and gasoline cracks. SPRC is well positioned to capture this upside given its favorable product mix, with diesel accounting for 35% of output, gasoline 25%, and jet fuel 12%. Product spreads have remained resilient amid prolonged geopolitical disruptions, lower fuel exports from China, and refinery outages in several regions, including Russia, which have tightened regional product supply.

Cost Pressure Peaking, Depreciation Set to Ease

SPRC's unit cost rose to USD3.5–3.6/bbl in 1Q26, comprising operating expenses of USD2/bbl, depreciation of USD1.5–1.6/bbl, and interest of USD0.1/bbl, driven by the major maintenance shutdown. However, in 2H26, depreciation is expected to ease to around USD1.3–1.4/bbl, supported by fully depreciated assets, which should help partially offset cost pressure and support margin normalisation.

Crude Lag Headwind Clouds SPRC 3Q26 Before Normalised

We expect a clearer normalisation from 2H26 onward as post-turnaround operations return to steady state, with improved operational reliability and better cost visibility. However, SPRC's 3Q26 NP is likely to soften as GRM moderates to USD5–8/bbl, mainly due to elevated crude premium locked in two months ahead, despite still-strong product spreads. The crude premium is expected to remain high in Jul-26, reflecting lagged higher crude procurement costs from May-26, which should temporarily weigh on margins before normalizing in Aug-26.

Maintain BUY at TP of THB9.7

Maintain BUY with TP of THB9.7 (6x 2026E EV/EBITDA). We expect strong 2Q26 earnings growth and continued y-y improvement in 2H26, driven by windfall GRM from geopolitical disruption and improved operational efficiency. We hence forecast SPRC to pay hefty 10% dividend yield (THB0.7 dividend vs THB7.0 share price).

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ESG Rating : BBB

CG Rating : ▲▲▲▲▲

BUY

Target Price 12M (THB)	9.70
VS. BB Consensus TP (%)	+14.8%
Share Price (THB)	7.05
Upside/Downside	+37.6%

Share Data

Market Cap (THB m)	30,568.11
Par (THB)	6.92
Free Float (%)	39.41
Issued shares (m shares)	4,336

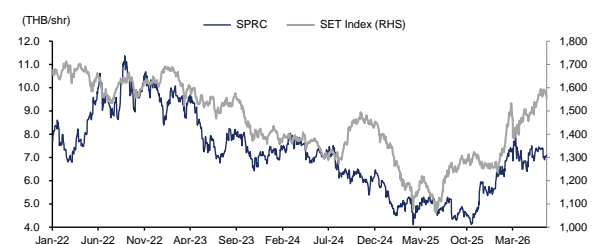
Financial forecast

YE Dec (THB m)	2025	2026E	2027E	2028E
Revenue	241,882	225,151	227,569	227,598
Net profit	2,569	2,793	4,679	4,928
Core net profit	4,735	2,793	4,679	4,928
vs Consensus (%)		(48.6)	14.7	13.8
Net profit growth (%)	15.0	8.7	67.5	5.3
Core net profit growth (%)	14.6	(41.0)	67.5	5.3
EPS (THB)	0.59	0.64	1.08	1.14
Core EPS (THB)	1.09	0.64	1.08	1.14
Chg from previous (%)		0.00	0.00	0.00
DPS (THB)	0.30	0.32	0.54	0.57
P/E (x)	9.96	10.95	6.53	6.20
P/BV (x)	0.67	0.78	0.72	0.68
ROE (%)	12.30	7.22	11.40	11.20
Dividend yield (%)	5.08	4.57	7.65	8.06

Source: Financial Statement and Globlex securities

Share Price Performance (%)

	1M	3M	6M	YTD
Stock	(3.42)	(2.76)	21.55	19.49
Market	(5.60)	(11.48)	(1.96)	(4.38)
12M High/Low (THB)				8.20 / 4.28



Major Shareholders (%) as of 06 Mar 2026

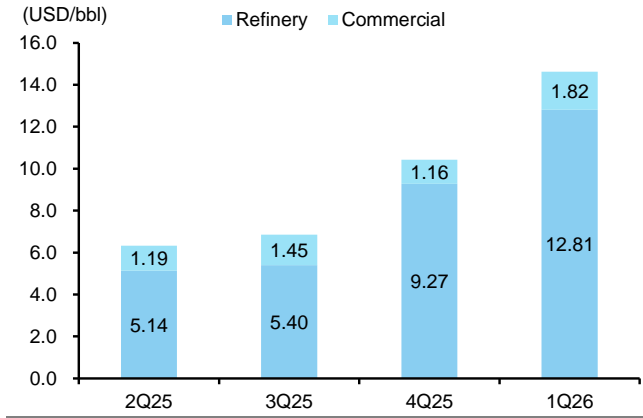
Chevron South Asia Holdings Pte Ltd	60.56
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Company Profile

SPRC's refinery produces petroleum products, which include LPG, premium and regular grades of unleaded gasoline, high speed diesel, jet fuel and fuel oil, as well as petrochemical feedstocks used in the petrochemical industry, which include PGP, LPG, chemical grade naphtha, mix C4 and reformate.

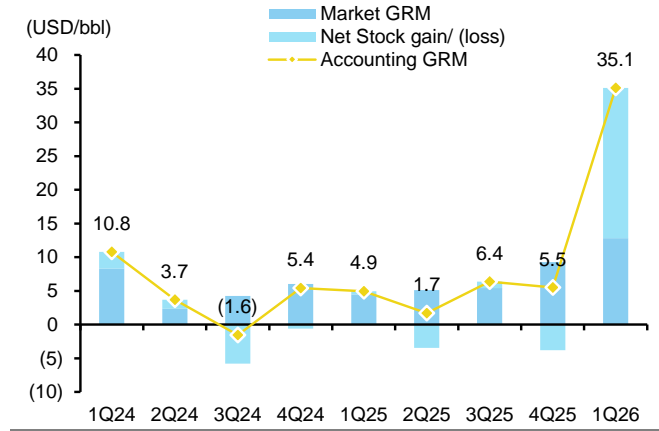
Source: SETSMART, SET

Exhibit 1: SPRC's Enterprise margin breakdown



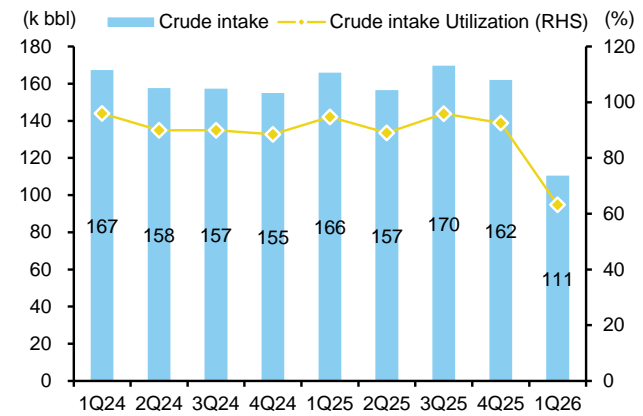
Sources: SPRC ; Glolex Research

Exhibit 2: SPRC's accounting GRM



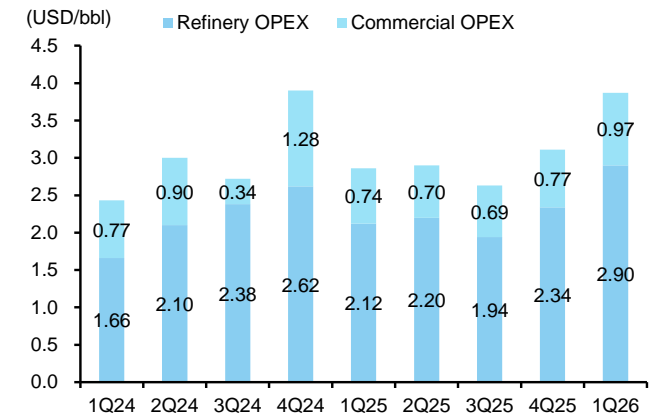
Sources: SPRC ; Glolex Research

Exhibit 3: SPRC's crude intake vs utilisation rate



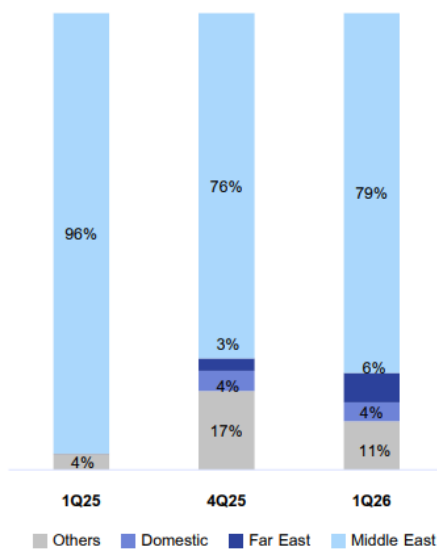
Sources: SPRC ; Glolex Research

Exhibit 4: SPRC's OPEX breakdown



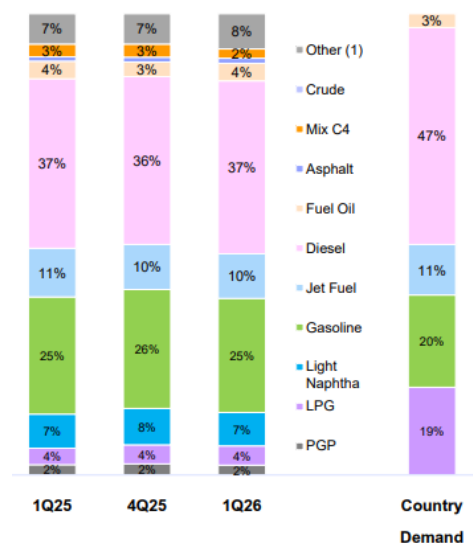
Sources: SPRC ; Glolex Research

Exhibit 5: SPRC's crude source



Sources: SPRC

Exhibit 6: SPRC's production yield



Sources: SPRC

Balance sheet (THB m)					
Year ending Dec	2024	2025	2026E	2027E	2028E
Current assets					
Cash & ST investment	575	976	2,251	7,208	11,048
Account receivable	14,923	11,447	11,447	11,447	11,447
Inventories	23,482	21,112	19,565	19,565	19,565
Others	491	620	577	583	583
Non-current assets					
Net fixed assets	22,300	21,037	21,256	20,109	18,859
Others	6,665	6,106	6,106	6,106	6,106
Total Assets	68,435	61,298	61,202	65,019	67,608

Current liabilities					
Account payable	16,726	15,017	13,917	13,917	13,917
ST borrowing	592	0	1,500	2,000	2,000
Others	2,693	3,434	3,197	3,231	3,232
Long-term liabilities					
Long-term debts	6,606	1,750	0	0	0
Others	2,712	3,176	3,176	3,176	3,176
Total liabilities	29,329	23,378	21,790	22,324	22,325
Paid-up capital	30,004	30,004	30,004	30,004	30,004
Retained earnings	9,663	10,931	12,423	15,705	18,294
Others	(566)	(3,021)	(3,021)	(3,021)	(3,021)
Minority interest	5	5	5	5	5
Shareholders' equity	39,106	37,920	39,412	42,694	45,283

Key ratios					
Year ending Dec	2024	2025	2026E	2027E	2028E
Growth (%YoY)					
Sales	13.6	(10.6)	(6.9)	1.1	0.0
Operating profit	229.5	14.6	(20.2)	37.5	0.3
EBITDA	229.5	14.6	(20.2)	37.5	0.3
Net profit	281.7	15.0	8.7	67.5	5.3
Core net profit	735.1	14.6	(41.0)	67.5	5.3
EPS	281.7	15.0	8.7	67.5	5.3
Core EPS	735.1	14.6	(41.0)	67.5	5.3
Profitability (%)					
Gross margin	3.8	4.6	4.1	5.2	5.2
Operation margin	2.6	3.3	2.8	3.8	3.9
EBITDA margin	2.6	3.3	2.8	3.8	3.9
Net margin	0.8	1.1	1.2	2.1	2.2
ROE	10.9	12.3	7.2	11.4	11.2
ROA	6.2	7.9	4.3	7.2	7.3
Stability					
Interest bearing debt/equity (x)	0.2	0.0	0.0	0.0	0.0
Net debt/equity (x)	0.2	0.0	n.a.	n.a.	n.a.
Interest coverage (x)	7.9	17.6	24.7	57.7	85.3
Interest & ST debt coverage (x)	3.3	17.6	1.9	2.5	2.5
Cash flow interest coverage (x)	0.4	0.5	0.3	0.4	0.4
Current ratio (x)	2.0	1.9	1.8	2.0	2.2
Quick ratio (x)	0.8	0.7	0.7	1.0	1.2
Net debt (THB m)	6,623	774	(751)	(5,208)	(9,048)
Activity					
Asset turnover (X)	4.0	3.7	3.6	3.6	3.4
Days receivables	21.7	19.9	18.6	18.4	18.4
Days inventory	33.1	35.3	34.4	33.1	33.1
Days payable	21.6	25.1	24.5	23.5	23.5
Cash cycle days	33.2	30.1	28.5	27.9	27.9

Profit & loss (THB m)					
Year ending Dec	2024	2025	2026E	2027E	2028E
Revenue					
Revenue	270,606	241,882	225,151	227,569	227,598
Cost of goods sold	(260,339)	(230,712)	(215,815)	(215,815)	(215,815)
Gross profit	10,267	11,171	9,336	11,754	11,783
Operating expenses	(3,311)	(3,197)	(2,976)	(3,008)	(3,009)
Operating profit	6,955	7,973	6,360	8,746	8,774
EBIT	3,371	4,532	3,049	5,331	5,257
Depreciation	(3,584)	(3,441)	(3,311)	(3,415)	(3,518)
EBITDA	6,955	7,973	6,360	8,746	8,774
Non-operating income					
Other incomes	904	235	500	500	850
Other non-op income	3	8	0	0	0
Non-operating expense	(1,614)	(1,814)	(123)	(92)	(62)
Interest expense	(426)	(258)	(123)	(92)	(62)
Other non-op expense	(1,188)	(1,556)	0	0	0
Equity income/(loss)	157	154	0	0	0
Pre-tax Profit	2,822	3,113	3,425	5,739	6,045
Extraordinary items					
Current taxation	(587)	(544)	(633)	(1,060)	(1,117)
Minorities	0	(1)	0	0	0
Net Profit	2,235	2,569	2,793	4,679	4,928
Core net profit	4,132	4,735	2,793	4,679	4,928
EPS (THB)	0.52	0.59	0.64	1.08	1.14
Core EPS (THB)	0.95	1.09	0.64	1.08	1.14

Cash flow (THB m)					
Year ending Dec	2024	2025	2026E	2027E	2028E
Operating cash flow					
Net profit	2,235	2,569	2,793	4,679	4,928
Depre. & amortization	3,584	3,441	3,311	3,415	3,518
Change in working capital	6,263	4,750	252	28	0
Others	0	0	0	0	0
Investment cash flow	669	(2,100)	(3,093)	(4,561)	(4,768)
Net CAPEX	(1,904)	(4,368)	(3,093)	(4,561)	(4,768)
Change in LT investment	2,572	2,268	0	0	0
Change in other assets	0	0	0	0	0
Free cash flow	12,751	8,661	3,263	3,560	3,678
Financing cash flow	(12,647)	(8,259)	(1,988)	1,397	161
Change in share capital	0	0	0	0	0
Net change in debt	(5,285)	(5,448)	(250)	500	0
Dividend paid	(5,897)	(2,385)	(1,301)	(1,396)	(2,339)
Others	(1,465)	(426)	(438)	2,294	2,500
Net cash flow	104	401	1,275	4,957	3,839

Per share (THB)					
EPS	0.52	0.59	0.64	1.08	1.14
Core EPS	0.95	1.09	0.64	1.08	1.14
CFPS	1.34	1.39	1.41	1.87	1.95
BVPS	9.02	8.74	9.09	9.85	10.44
Sales/share	62.41	55.79	51.93	52.48	52.49
EBITDA/share	1.60	1.84	1.47	2.02	2.02
DPS	0.25	0.30	0.32	0.54	0.57
Valuation					
P/E (x)	12.7	10.0	10.9	6.5	6.2
P/BV (x)	0.73	0.67	0.78	0.72	0.68
Dividend yield (%)	3.82	5.08	4.57	7.65	8.06
Dividend payout ratio (%)	48.50	50.63	50.00	50.00	50.00

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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 $(\text{target price}^* - \text{current price}) / \text{current price}$.

- 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.