COMPANY UPDATE

PTT GLOBAL CHEMICAL (PTTGC TB)

THAILAND / SET / PETROCHEMICAL

Globlex Securities Co., Ltd.

21 July 2026

Healthier GRM outlook to sustain

- Solid 2Q26 outlook would be driven mostly by olefins
- The better-than-expected GRM outlook led to our upgrades
- Upgrade to BUY and raised TP to THB42

Expect a strong 2Q26

We project 2Q26 net profit (NP) of THB6.5b, up from a NP of THB3.2b in 1Q26 and a net loss (NL) of THB3.6b in 2Q25. Key improving factors included 1) significant jumps in polyolefins-naphtha margins to USD600/t and rising sales volumes; 2) a flat q-q market GRM at USD16.8/bbl but with a net loss of the combined of hedging loss and the stock gain/NRV at THB0.1b; 3) weaker operating runs for refinery and aromatics; and 4) impairment of THB1.8b.

Olefins profit to jump handsomely in 2Q26E

Olefins are projected to turn from a long-time loser to an abrupt winner in 2Q26, thanks to the sudden drops in supply caused by the aftermath of the U.S.-Iran war. We project olefins NP to hit THB5.8b in 2Q26, coming from the higher utilization rates of upstream to 95% and downstream polymers to 110%, timely capturing the surging margins of the ethane-based olefins (35% of total volume).

Refinery remains a reliable supporter

Refinery profit is expected to rise q-q to THB2b, supported by a high market GRM of USD16.8/bbl, up slightly q-q from USD16.7/bbl in 1Q26, on the still high margins of gasoil/jet and gasoline-crude. However, refinery bottom line is expected to be hit by 1) lower sales volume as middle distillate export sill is limited by Thai government, resulting in lower running rate to 96%, down from 103% in 1Q26, and 2) the net loss of stock gain/NRV loss of THB1.5b.

Still healthy aromatics on higher CR margin

Aromatics continued to be PTTGC's healthy unit, thanks to the rising margin of condensate residual, which accounts for 1/5 of PTTGC's total refinery sales volumes, and the improving margins for both PX and benzene-gasoline. 2Q26 utilization rate is forecasted to increase to 90%, up from 87% in 1Q26 on the healthier margins.

Upgrade to BUY and lifted TP to THB42 on stronger GRM

We upgrade PTTGC from HOLD to BUY and lifted our TP from THB32, previously based on 5.5x 2026E EV/EBITDA, to THB42, now based on 6.0x 2026E EV/EBITDA, to reflect the better-than-expected margin outlook for olefins and GRM despite the likely weaker h-h margin outlook for olefins (in-line normalized margin for polymers to USD250-300/t) but the higher-than-expected refinery GRM as the impact of Russian refinery supply disruptions caused by Ukraine's persistent and effective drone assaults and China's curbs on refined product exports.

Analyst

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ESG Rating : AAA

CG Rating :

BUY (from HOLD)

Target Price 12M (THB)	**42.00**
VS. BB Consensus TP (%)	+2.7%
Share Price (THB)	37.00
Upside/Downside	+13.5%

Share Data

Market Cap (THB m)	166,827.42
Par (THB)	10.00
Free Float (%)	51.81
Issued shares (m shares)	4,509

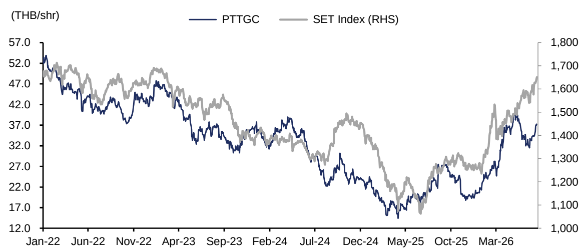
Financial forecast

YE Dec (THB m)	2025	2026E	2027E	2028E
Revenue	487,585	535,967	540,688	545,563
Net profit	(14,600)	10,927	13,563	16,058
Core net profit	(13,141)	10,927	13,563	16,058
vs Consensus (%)		(4.2)	19.2	23.7
Net profit growth (%)	51.0	174.8	24.1	18.4
Core net profit growth (%)	(1,840.6)	183.2	24.1	18.4
EPS (THB)	(3.24)	2.42	3.01	3.56
Core EPS (THB)	(2.91)	2.42	3.01	3.56
Chg from previous (%)		-	-	-
DPS (THB)	0.50	0.73	0.90	1.07
P/E (x)	(6.49)	15.27	12.30	10.39
P/BV (x)	0.40	0.68	0.66	0.63
ROE (%)	(5.41)	4.57	5.45	6.19
Dividend yield (%)	2.38	1.97	2.44	2.89

Source: Financial Statement and Globlex securities

Share Price Performance (%)

	1M	3M	6M	YTD
Stock	10.45	5.71	53.53	76.19
Market	5.52	(4.83)	20.92	34.84
12M High/Low (THB)				41.25 / 19.00



Major Shareholders (%) as of 25 Feb 2026

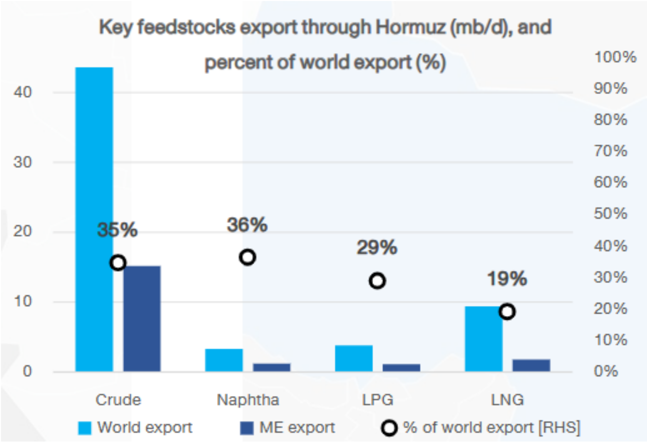
PTT Public Company Limited	45.18

Company Profile

PTT Global Chemical Public Company Limited was founded on 19th October 2011 through the amalgamation of PTT Chemical Public Company Limited and PTT Aromatics and Refining Public Company Limited to be the chemical flagship of PTT Group.

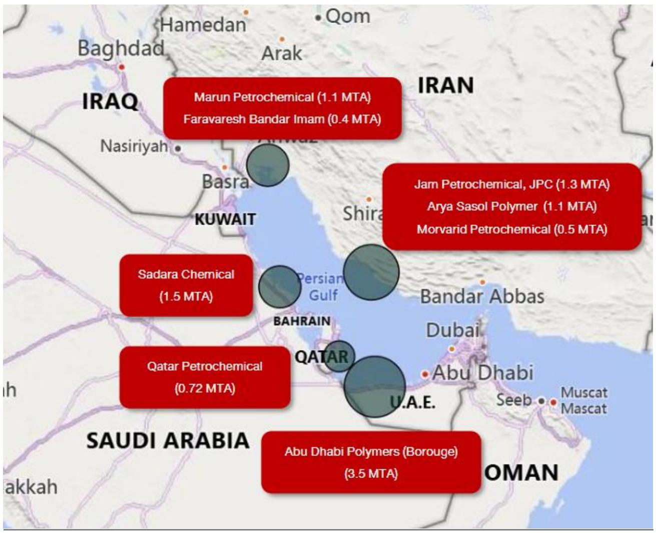
Source: SETSMART, SET

Exhibit 1: Key feedstocks export through Hormuz



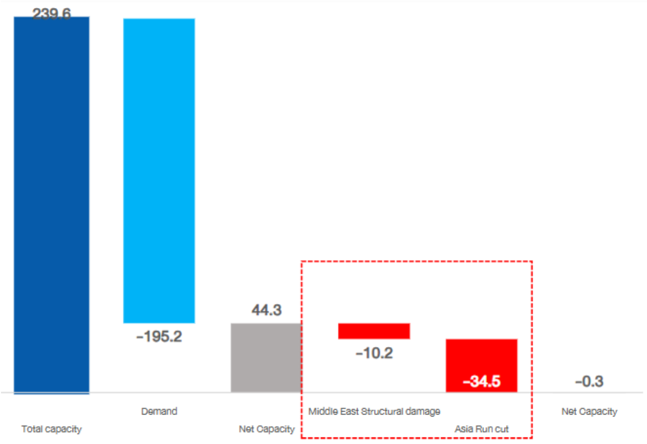
Sources: PTTGC

Exhibit 2: Structural Damage (m ton)



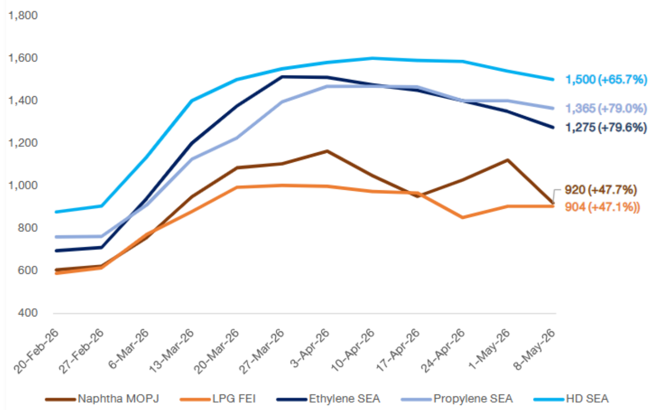
Sources: PTTGC

Exhibit 3: World ethylene supply and demand balance in 2026 (m ton)



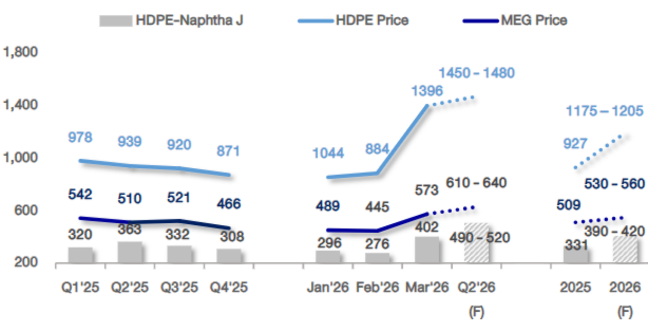
Sources: PTTGC

Exhibit 4: Olefins chain feedstocks price (USD/ton)



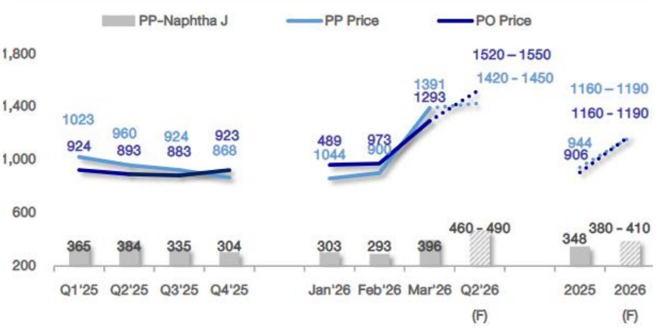
Sources: PTTGC

Exhibit 5: Ethylene chain spread (USD/ton)



Sources: PTTGC

Exhibit 6: Propylene chain spread (USD/ton)



Sources: PTTGC

Balance sheet (THB m)					
Year ending Dec	2024	2025	2026E	2027E	2028E
Current assets					
Cash & ST investment	32,745	18,925	33,054	74,009	117,803
Account receivable	47,753	39,410	47,138	47,554	47,982
Inventories	65,222	59,060	40,680	41,038	41,408
Others	91,938	106,870	109,369	108,506	107,643
Non-current assets					
Net fixed assets	263,584	251,988	239,267	225,424	210,456
Others	189,566	185,941	150,910	130,910	114,607
Total Assets	**690,809**	**662,194**	**620,418**	**627,440**	**639,900**
Current liabilities					
Account payable	59,117	47,366	52,066	52,524	52,998
ST borrowing	6,729	6,729	6,729	6,729	6,729
Others	143,844	143,844	94,723	94,723	94,723
Long-term liabilities					
Long-term debts	169,160	169,160	169,160	169,160	169,160
Others	55,057	54,678	47,663	43,967	43,967
Total liabilities	**433,906**	**421,775**	**370,340**	**367,102**	**367,575**
Pai-up capital	45,088	45,088	45,088	45,088	45,088
Retained earnings	164,111	147,256	156,544	166,433	178,048
Others	42,172	42,172	42,172	42,172	42,172
Minority interest	5,532	5,903	6,274	6,645	7,016
Shareholders' equity	**256,903**	**240,419**	**250,078**	**260,339**	**272,325**

Profit & loss (THB m)					
Year ending Dec	2024	2025	2026E	2027E	2028E
Revenue	**608,550**	**487,585**	**535,967**	**540,688**	**545,563**
Cost of goods sold	(516,110)	(433,081)	(460,828)	(461,192)	(461,656)
Gross profit	**92,439**	**54,503**	**75,139**	**79,496**	**83,906**
Operating expenses	(41,268)	(32,768)	(25,665)	(26,193)	(26,778)
Operating profit	**51,171**	**21,736**	**49,473**	**53,303**	**57,128**
EBIT	**20,473**	**(9,861)**	**16,753**	**19,459**	**22,161**
Depreciation	(30,698)	(31,597)	(32,720)	(33,844)	(34,967)
EBITDA	**51,171**	**21,736**	**49,473**	**53,303**	**57,128**
Non-operating income	**(28,830)**	**3,843**	**3,931**	**3,931**	**3,931**
Other incomes	1,562	0	1,572	1,572	1,572
Other non-op income	(30,393)	3,843	2,359	2,359	2,359
Non-operating expense	**(12,158)**	**(8,798)**	**(4,646)**	**(4,635)**	**(4,624)**
Interest expense	(12,158)	(8,798)	(4,646)	(4,635)	(4,624)
Other non-op expense					
Equity income/(loss)	(10,667)	(178)	(2,010)	(1,863)	(1,863)
Pre-tax Profit	**(31,182)**	**(14,995)**	**14,028**	**16,892**	**19,605**
Extraordinary items					
Current taxation	1,168	(577)	(2,729)	(2,959)	(3,176)
Minorities	204	972	(371)	(371)	(371)
Net Profit	**(29,811)**	**(14,600)**	**10,927**	**13,563**	**16,058**
Core net profit	**(677)**	**(13,141)**	**10,927**	**13,563**	**16,058**
EPS (THB)	**(6.61)**	**(3.24)**	**2.42**	**3.01**	**3.56**
Core EPS (THB)	**(0.15)**	**(2.91)**	**2.42**	**3.01**	**3.56**

Key ratios					
Year ending Dec	2024	2025	2026E	2027E	2028E
Growth (%YoY)					
Sales	(2.1)	(19.9)	9.9	0.9	0.9
Operating profit	82.7	(57.5)	127.6	7.7	7.2
EBITDA	82.7	(57.5)	127.6	7.7	7.2
Net profit	(3,083.7)	51.0	174.8	24.1	18.4
Core net profit	80.3	(1,840.6)	183.2	24.1	18.4
EPS	(3,083.7)	51.0	174.8	24.1	18.4
Core EPS	80.3	(1,840.6)	183.2	24.1	18.4
Profitability (%)					
Gross margin	15.2	11.2	14.0	14.7	15.4
Operation margin	8.4	4.5	9.2	9.9	10.5
EBITDA margin	8.4	4.5	9.2	9.9	10.5
Net margin	(4.9)	(3.0)	2.0	2.5	2.9
ROE	(0.3)	(5.4)	4.6	5.5	6.2
ROA	(1.2)	(0.9)	3.2	3.7	4.1
Stability					
Interest bearing debt/equity (x)	0.7	0.7	0.7	0.7	0.6
Net debt/equity (x)	0.6	0.7	0.6	0.4	0.2
Interest coverage (x)	1.7	(1.1)	3.6	4.2	4.8
Interest & ST debt coverage (x)	1.1	(0.6)	1.5	1.7	2.0
Cash flow interest coverage (x)	0.0	0.1	0.2	0.2	0.2
Current ratio (x)	1.1	1.1	1.5	1.8	2.0
Quick ratio (x)	0.4	0.3	0.5	0.8	1.1
Net debt (THB m)	143,143	156,963	142,835	101,880	58,085
Activity					
Asset turnover (X)	0.8	0.7	0.8	0.9	0.9
Days receivables	31.6	32.6	29.5	32.0	32.0
Days inventory	47.3	52.4	39.5	32.3	32.6
Days payable	42.3	44.9	39.4	41.4	41.7
Cash cycle days	36.7	40.1	29.6	22.9	22.8

Cash flow (THB m)					
Year ending Dec	2024	2025	2026E	2027E	2028E
Operating cash flow	**8,581**	**31,118**	**56,315**	**62,839**	**66,448**
Net profit	(29,811)	(14,600)	10,927	13,563	16,058
Depre.& amortization	30,698	31,597	32,720	33,844	34,967
Change in working capital	669	7,097	(2,856)	56	46
Others	7,025	7,025	15,524	15,377	15,377
Investment cash flow	**(13,760)**	**(21,760)**	**(21,760)**	**(21,760)**	**(21,760)**
Net CAPEX	(12,000)	(20,000)	(20,000)	(20,000)	(20,000)
Change in LT investment	(760)	(760)	(760)	(760)	(760)
Change in other assets	(1,000)	(1,000)	(1,000)	(1,000)	(1,000)
Free cash flow	**(5,179)**	**9,359**	**34,555**	**41,079**	**44,688**
Financing cash flow	**605**	**(23,178)**	**(20,427)**	**(124)**	**(894)**
Change in share capital	0	0	0	0	0
Net change in debt	10,000	0	0	0	0
Dividend paid	(4,509)	(2,254)	(1,639)	(3,674)	(4,443)
Others	(4,886)	(20,924)	(18,788)	3,549	3,549
Net cash flow	**(4,574)**	**(13,820)**	**14,128**	**40,955**	**43,795**
Per share (THB)					
EPS	(6.61)	(3.24)	2.42	3.01	3.56
Core EPS	(0.15)	(2.91)	2.42	3.01	3.56
CFPS	0.15	3.55	9.76	10.60	11.40
BVPS	55.75	52.01	54.07	56.27	58.84
Sales/share	134.97	108.14	118.87	119.92	121.00
EBITDA/share	11.35	4.82	10.97	11.82	12.67
DPS	0.75	0.50	0.73	0.90	1.07
Valuation					
P/E (x)	(3.7)	(6.5)	15.3	12.3	10.4
P/BV (x)	0.44	0.40	0.68	0.66	0.63
Dividend yield (%)	3.09	2.38	1.97	2.44	2.89
Divdend payout ratio (%)	(11.34)	(15.44)	30.00	30.00	30.00

PTT GLOBAL CHEMICAL (PTTGC TB) | THAILAND / SET / PETROCHEMICAL

ESG Analysis

ESG Assessment	SET ESG	Bloomberg
Environment PTTGC is advancing its Together To Net Zero strategy through energy efficiency improvements, circular economy initiatives, low-carbon products, and investments in carbon capture and utilization (CCU) and chemical recycling. The company continues to reduce greenhouse gas emissions, improve water stewardship, and expand sustainable feedstock utilization. In 2025, PTTGC remained in the top 1% of the global chemicals sector in the S&P Global Corporate Sustainability Assessment (CSA) for the seventh consecutive year.	AAA	4.45
Social PTTGC prioritizes process safety, employee well-being, human rights, and workforce development while supporting surrounding communities through education, healthcare, environmental conservation, and circular economy initiatives. The company also promotes responsible supply chain management and stakeholder engagement across its value chain.		3.82
Governance PTTGC maintains a robust governance framework through independent board oversight, enterprise risk management, anti-corruption policies, and transparent ESG reporting. The company also received a Gold Medal from EcoVadis, a CDP A rating for Water Security for the sixth consecutive year, and a SET ESG Rating of AAA, reflecting its strong governance and sustainability performance.		5.54
Overall | CG Score: Excellent (5-star) | CAC: Certified		**4.56**

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

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.

GENERAL DISCLAIMER

Analyst Certification

Suwat Sinsadok, Register No. 020799, Globlex Securities Public Company Limited

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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.