INDORAMA VENTURES (IVL TB)

THAILAND / SET / PETROCHEMICALS & CHEMICALS

Globlex Securities Co., Ltd.

11 August 2026

Another winner on margin spikes

- Solid 2Q26 net profit of THB6b on margin spikes
- 2H26 outlook remains promising on sustained high margins
- Maintain BUY and a TP of THB28

Solid 2Q26 net profit as expected

IVL reported a 2Q26 net profit (NP) of THB6.0b, improving from the net loss (NL) at THB2.8b in 1Q26 and a NL of THB521m in 2Q25. Excluding exceptional items and impairments, core performance recovered meaningfully as EBITDA rose to THB21.7b (+170% q-q, +129% y-y), supported by stronger PET spreads and higher operating rates. Sales volume stayed high at 3.1mt (-3% q-q) with utilization rate at 74%, down from 76% in 1Q26 and 80% in 2Q25 as IVL optimized its working capital and inventory management.

CPET profit shot up

CPET remained the key earnings driver in 2Q26, posting EBITDA of THB14.4b (+164% q-q, +163% y-y), supported by stronger integrated PET spreads and tighter global supply conditions caused by war-huit supply disruptions. EBITDA from Integrated PET jumped to THB10.2b (+86% q-q, +128% y-y), packing to THB1.3b (+76% q-q, +62% y-y), Specialty chemical to THB1.1b (+652% q-q, +15.7x y-y), and Intermediate to THB3.1b (+17.2x q-q, +228% y-y). CPET operating rate was 79%, down from 80% in 1Q26 and 82% in 2Q25. Intermediate Chemicals recovered the most following the margin spikes in MTBE and stronger MEG spread.

EBITDA spiked across the board on war-hit windfall margins

Indovida (packaging) reported EBITDA of THB1.3b (+76% q-q, +62% y-y), supported by stronger packaging demand in Asia and Africa, with utilization rate improving to 74% from 74% in 1Q26. Indovinya EBITDA surged to THB4.7b (+173% q-q, +94% y-y) due to hiking margins despite higher feedstock costs, and solid demand in South America and Europe, while utilisation was 59%, down from 60% in 1Q26. Fibers EBITDA rose to THB1.9b (+113% q-q, +39% y-y) on margin spikes.

2H26 outlook remains promising

We project IVL's EBITDA in 3Q26 to stay high at USD350m, down from USD650m in 2Q26, driven by the sustained high margins of all IVL's products thanks to the rising crude oil price as a result of the supply disruptions in the Middle East.

Buy on 2H26 growth outlook

We maintain BUY and our TP of THB28. We think IVL's net profit outlook in 2H26 remains sanguine, supported by its strong net profit growth from the benefits from higher margins triggered by the supply disruption in the Middle East, the lower tax in Brazil on the new law, and the coming growth from the merger of EPL and Indovida, all likely to bear fruits in 2026-27.

Analyst

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ESG Rating : AAA

CG Rating : ▲▲▲▲▲

BUY

Target Price 12M (THB)	**28.00**
VS. BB Consensus TP (%)	+5.3%
Share Price (THB)	22.00
Upside/Downside	+27.3%

Share Data

Market Cap (THB m)	123,520.14
Par (THB)	1.00
Free Float (%)	35.16
Issued shares (m shares)	5,615

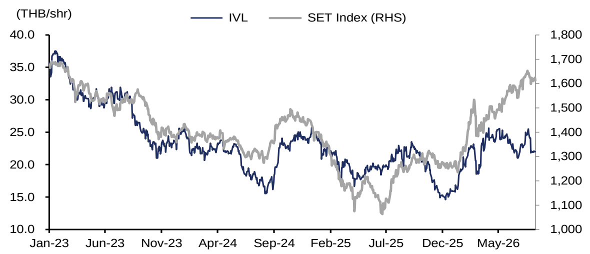
Financial forecast

YE Dec (THB m)	2025	2026E	2027E	2028E
Revenue	447,246	437,632	433,592	432,137
Net profit	(7,348)	19,757	23,746	29,953
Core net profit	(7,348)	19,757	23,746	29,953
vs Consensus (%)		219.8	180.8	150.0
Net profit growth (%)	61.9	368.9	20.2	26.1
Core net profit growth (%)	(219.3)	368.9	20.2	26.1
EPS (THB)	(1.31)	3.52	4.23	5.33
Core EPS (THB)	(1.31)	3.52	4.23	5.33
Chg from previous (%)		368.86	20.19	26.14
DPS (THB)	0.70	1.06	1.27	1.60
P/E (x)	(12.30)	6.25	5.20	4.12
P/BV (x)	0.77	0.94	0.83	0.73
ROE (%)	(6.04)	15.88	17.00	18.90
Dividend yield (%)	4.35	4.80	5.77	7.27

Source: Financial Statement and Globlex securities

Share Price Performance (%)

	1M	3M	6M	YTD
Stock	(3.93)	(8.33)	(0.45)	36.65
Market	(4.10)	(15.33)	(13.56)	5.97
12M High/Low (THB)				26.25 / 14.60



Major Shareholders (%) as of 29 May 2026

Indorama Resources Co., Ltd	65.69

Company Profile

Indorama Ventures Public Company Limited, a holding company conducting its business through investment in subsidiaries and affiliates engaged in the manufacture of integrated petrochemical products both domestic and overseas. These companies manufacture and distribute Ethylene Oxide and Ethylene Glycol (EO&EG), Purified Terephthalic Acid (PTA), Polyethylene Terephthalate (PET), Polyester Fiber and Yarn and Wool products.

Source: SETSMART, SET

Exhibit 1: Summary of 2Q26/6M26 operations

	2Q25 (THB m)	1Q25 (THB m)	2Q26 (THB m)	2Q26 (q-q%)	2Q26 (y-y%)	6M25 (THB m)	6M26 (THB m)	chg. (y-y%)	2026E (THB m)
Revenue	**117,305**	**109,366**	**135,708**	***24.1***	***15.7***	**235,530**	**245,073**	***4.1***	**437,632**
Operating costs	(107,851)	(101,318)	(114,021)	*(12.5)*	*(5.7)*	(217,115)	(215,338)	*0.8*	(379,952)
EBITDA	**9,454**	**8,048**	**21,687**	***169.5***	***129.4***	**18,415**	**29,735**	***61.5***	**57,680**
EBITDA margin (%)	*8.1*	*7.4*	*16.0*	*na*	*na*	*7.8*	*12.1*	*na*	*13.2*
Depn & amort.	(6,262)	(5,764)	(6,001)	*(4.1)*	*4.2*	(12,580)	(11,766)	*6.5*	(24,498)
EBIT	3,192	2,284	15,686	***586.9***	***391.4***	5,835	17,969	***207.9***	33,182
Interest expense	(3,761)	(3,015)	(3,466)	*(14.9)*	*7.8*	(7,649)	(6,481)	*15.3*	(16,108)
Interest & invt inc	247	-	333	*nm*	*34.5*	470	333	*(29.1)*	5,907
Associates' contrib	19	32	120	*276.7*	*529.5*	3	152	*4,980.3*	475
Exceptionals	165	(1,748)	(3,848)	*(120.1)*	*(2,434.7)*	270	(5,596)	*(2,168.9)*	-
Pretax profit	**(138)**	**(2,448)**	**8,825**	***460.5***	***6,515.6***	**(1,071)**	**6,377**	***695.4***	**23,456**
Tax	(148)	12	(2,275)	*(18,395.6)*	*(1,439.5)*	(417)	(2,262)	*(442.1)*	(3,212)
Tax rate (%)	*(107.4)*	*0.5*	*25.8*	*na*	*na*	*(39.0)*	*35.5*	*na*	*13.7*
Minority interests	(236)	(381)	(589)	*(54.6)*	*(149.8)*	(345)	(970)	*(181.2)*	(488)
Net profit	**(521)**	**(2,817)**	**5,961**	***311.7***	***1,244.2***	**(1,833)**	**3,145**	***271.6***	**19,757**
Non-recurring	(1,116)	5	197	*3,902.7*	*117.7*	(1,453)	202	*113.9*	-
Core net profit	**595**	**(2,821)**	**5,764**	***304.3***	***868.8***	**(380)**	**2,943**	***874.4***	**19,757**
EPS (THB)	(0.09)	(0.50)	1.06	*311.7*	*1,244.2*	(0.33)	0.56	*271.6*	3.52
Core EPS (THB)	0.11	(0.50)	1.03	*304.3*	*868.8*	(0.07)	0.52	*874.4*	3.52

Sources: IVL; Globlex Research

Exhibit 2: 2Q26 key performance

	2Q25	1Q26	2Q26	*(q-q%)*	*(y-y%)*
Production volume	3.4	3.1	3.0	*(3.2)*	*(10.1)*
CPET with intermediates Chemicals	**2.6**	**2.3**	**2.3**	***(1.3)***	***(10.6)***
Indovinya	**0.3**	**0.3**	**0.3**	**-**	***6.7***
Fibres	**0.4**	**0.4**	**0.3**	***(17.1)***	***(20.9)***
Operating rate	80	76	74	*(2.0)*	*(6.0)*
CPET with intermediates Chemicals	**82**	**80**	**79**	***(1.0)***	***(3.0)***
Integrated PET	-	-	-	-	-
Packaging (Indovida)	74	74	77	*3.0*	*3.0*
Specialty Chemicals	-	-	-	-	-
Intermediates chemicals	-	-	-	-	-
Indovinya	**58**	**60**	**59**	***(1.0)***	***1.0***
Fibres	**71**	**69**	**59**	***(10.0)***	***(12.0)***
Sales volume	3.33	3.18	3.09	*(2.8)*	*(7.2)*
CPET with intermediates Chemicals	**2.6**	**2.5**	**2.4**	***(1.2)***	***(5.4)***
Integrated PET	2.0	1.9	1.9	*(1.5)*	*(5.4)*
Packaging (Indovida)	0.1	0.1	0.1	*12.5*	*12.5*
Specialty Chemicals	0.1	0.1	0.1	*9.1*	*20.0*
Intermediates chemicals	0.4	0.3	0.3	*(6.1)*	*(16.2)*
Indovinya	**0.3**	**0.3**	**0.3**	***3.1***	***3.1***
Fibres	**0.4**	**0.4**	**0.3**	***(17.1)***	***(22.7)***
lifestyle	0.3	0.3	0.2	*(24.0)*	*(32.1)*
Mobility	0.1	0.1	0.1	-	-
Hygiene	0.1	0.1	0.1	-	-
EBITDA					
CPET with intermediates Chemicals	**5,491**	**5,464**	**14,433**	***164.1***	***162.8***
Integrated PET	4,483	5,494	10,233	*86.3*	*128.3*
Packaging (Indovida)	810	743	1,311	*76.4*	*61.9*
Specialty Chemicals	66	(200)	1,105	*652.5*	*1,574.2*
Intermediates chemicals	943	170	3,095	*1,720.6*	*228.2*
Indovinya	**2,416**	**1,715**	**4,688**	***173.4***	***94.0***
HVA	2,357	1,760	3,758	*113.5*	*59.4*
Essentials	60	(44)	930	*2,213.6*	*1,450.0*
Fibres	**1,348**	**879**	**1,873**	***113.1***	***38.9***

Sources: IVL; Globlex Research

Balance sheet (THB m)					
Year ending Dec	**2024**	**2025**	**2026E**	**2027E**	**2028E**
Current assets					
Cash & ST investment	17,496	27,356	123,852	182,183	223,430
Account receivable	53,085	36,334	35,553	35,225	35,107
Inventories	92,855	79,210	77,507	76,791	76,534
Others	20,680	23,742	23,742	23,742	23,742
Non-current assets					
Net fixed assets	271,124	269,933	250,384	230,600	210,580
Others	86,312	86,906	85,000	85,000	85,000
Total Assets	**541,552**	**523,480**	**596,038**	**633,541**	**654,392**
Current liabilities					
Account payable	106,061	93,125	91,123	90,282	89,979
ST borrowing	58,164	51,523	51,523	51,523	51,523
Others	28,512	25,915	32,562	32,562	32,562
Long-term liabilities					
Long-term debts	178,870	194,577	194,577	194,577	194,577
Others	31,015	29,389	94,304	115,906	115,906
Total liabilities	**402,622**	**394,529**	**464,089**	**484,850**	**484,547**
Paid-up capital	5,615	5,615	5,615	5,615	5,615
Retained earnings	70,008	58,294	72,124	88,746	109,714
Others	50,328	53,618	53,618	53,618	53,618
Minority interest	12,979	11,424	593	712	899
Shareholders' equity	**138,930**	**128,950**	**131,949**	**148,691**	**169,845**

Profit & loss (THB m)					
Year ending Dec	**2024**	**2025**	**2026E**	**2027E**	**2028E**
Revenue	**541,583**	**447,246**	**437,632**	**433,592**	**432,137**
Cost of goods sold	(438,328)	(369,413)	(347,129)	(338,836)	(330,230)
Gross profit	**103,254**	**77,832**	**90,503**	**94,756**	**101,908**
Operating expenses	(61,408)	(50,159)	(32,822)	(32,519)	(32,410)
Operating profit	**41,846**	**27,674**	**57,680**	**62,236**	**69,498**
EBIT	**39,280**	**(317)**	**33,182**	**37,502**	**44,528**
Depreciation	(27,990)	(27,991)	(24,498)	(24,734)	(24,970)
EBITDA	**67,270**	**27,674**	**57,680**	**62,236**	**69,498**
Non-operating income	**(18,313)**	**8,040**	**7,407**	**7,601**	**7,801**
Other incomes	4,314	6,279	6,467	6,661	6,861
Other non-op income	(22,626)	1,761	939	939	939
Non-operating expense	**(17,995)**	**(15,995)**	**(17,608)**	**(17,608)**	**(17,608)**
Interest expense	(17,228)	(15,457)	(16,108)	(16,108)	(16,108)
Other non-op expense	(768)	(538)	(1,500)	(1,500)	(1,500)
Equity income/(loss)	(589)	270	475	620	620
Pre-tax Profit	**2,383**	**(8,002)**	**23,456**	**28,115**	**35,341**
Extraordinary items	(25,424)	0	0	0	0
Current taxation	3,855	1,096	(3,212)	(3,850)	(4,839)
Minorities	(76)	(442)	(488)	(519)	(548)
Net Profit	**(19,262)**	**(7,348)**	**19,757**	**23,746**	**29,953**
Core net profit	**6,162**	**(7,348)**	**19,757**	**23,746**	**29,953**
EPS (THB)	**(3.43)**	**(1.31)**	**3.52**	**4.23**	**5.33**
Core EPS (THB)	**1.10**	**(1.31)**	**3.52**	**4.23**	**5.33**

Key ratios					
Year ending Dec	**2024**	**2025**	**2026E**	**2027E**	**2028E**
Growth (%YoY)					
Sales	0.0	(17.4)	(2.1)	(0.9)	(0.3)
Operating profit	19.7	(33.9)	108.4	7.9	11.7
EBITDA	35.1	(58.9)	108.4	7.9	11.7
Net profit	(78.3)	61.9	368.9	20.2	26.1
Core net profit	52.7	(219.3)	368.9	20.2	26.1
EPS	(78.3)	61.9	368.9	20.2	26.1
Core EPS	52.7	(219.3)	368.9	20.2	26.1
Profitability (%)					
Gross margin	19.1	17.4	20.7	21.9	23.6
Operation margin	7.7	6.2	13.2	14.4	16.1
EBITDA margin	12.4	6.2	13.2	14.4	16.1
Net margin	(3.6)	(1.6)	4.5	5.5	6.9
ROE	4.3	(6.0)	15.9	17.0	18.9
ROA	3.6	0.9	5.9	6.0	6.7
Stability					
Interest bearing debt/equity (x)	1.7	1.9	1.9	1.7	1.4
Net debt/equity (x)	1.6	1.7	0.9	0.4	0.1
Interest coverage (x)	2.3	(0.0)	2.1	2.3	2.8
Interest & ST debt coverage (x)	0.5	(0.0)	0.5	0.6	0.7
Cash flow interest coverage (x)	0.1	0.1	0.3	0.2	0.2
Current ratio (x)	1.0	1.0	1.5	1.8	2.1
Quick ratio (x)	0.4	0.4	0.9	1.2	1.5
Net debt (THB m)	219,538	218,744	122,248	63,917	22,671
Activity					
Asset turnover (X)	1.0	0.8	0.8	0.7	0.7
Days receivables	35.1	36.5	30.0	29.8	29.7
Days inventory	78.9	85.0	82.4	83.1	84.7
Days payable	93.1	98.4	96.9	97.7	99.6
Cash cycle days	20.9	23.1	15.5	15.2	14.8

Cash flow (THB m)					
Year ending Dec	**2024**	**2025**	**2026E**	**2027E**	**2028E**
Operating cash flow	**27,674**	**40,467**	**137,849**	**100,995**	**85,742**
Net profit	(19,262)	(7,348)	19,757	23,746	29,953
Depre.& amortization	27,990	27,991	24,498	24,734	24,970
Change in working capital	18,947	19,825	93,594	52,514	30,819
Others	0	0	0	0	0
Investment cash flow	**(36,724)**	**(43,819)**	**(32,544)**	**(32,556)**	**(32,555)**
Net CAPEX	(16,223)	(16,221)	(4,950)	(4,950)	(4,950)
Change in LT investment	(9,035)	(9,029)	(9,029)	(9,029)	(9,029)
Change in other assets	(11,466)	(18,568)	(18,564)	(18,577)	(18,576)
Free cash flow	**(9,050)**	**(3,351)**	**105,306**	**68,438**	**53,187**
Financing cash flow	**7,863**	**13,212**	**(8,809)**	**(10,107)**	**(11,941)**
Change in share capital	0	0	0	0	0
Net change in debt	11,813	9,066	(5,575)	(5,575)	(5,575)
Dividend paid	(3,930)	(3,930)	(5,927)	(7,124)	(8,986)
Others	(20)	8,076	2,693	2,592	2,620
Net cash flow	**(1,187)**	**9,861**	**96,496**	**58,331**	**41,246**
Per share (THB)					
EPS	(3.43)	(1.31)	3.52	4.23	5.33
Core EPS	1.10	(1.31)	3.52	4.23	5.33
CFPS	6.10	3.76	7.97	8.73	9.88
BVPS	22.43	20.93	23.40	26.36	30.09
Sales/share	96.46	79.66	77.95	77.23	76.97
EBITDA/share	11.98	4.93	10.27	11.08	12.38
DPS	0.70	0.70	1.06	1.27	1.60
Valuation					
P/E (x)	-7.26	-12.30	6.25	5.20	4.12
P/BV (x)	1.11	0.77	0.94	0.83	0.73
Dividend yield (%)	2.81	4.35	4.80	5.77	7.27
Divdend payout ratio (%)	-20.40	-53.48	30.00	30.00	30.00

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ESG Analysis

ESG Assessment	SET ESG	Bloomberg
Environment IVL is advancing its IVL 2.0 sustainability strategy through circular economy initiatives, low-carbon manufacturing, and resource efficiency. The company has recycled more than 150 billion PET bottles globally while strengthening climate action through supply chain decarbonization, climate and water risk assessments, biodiversity management, and responsible sourcing to support its long-term Net Zero ambitions.	AAA	5.09
Social IVL prioritizes employee health and safety, human rights, and capability development across its global operations. The company continues to strengthen ESG awareness through employee training while promoting responsible labor practices, community engagement, and sustainable supply chain management.		7.67
Governance IVL maintains strong governance through independent board oversight, enterprise risk management, anti-corruption policies, and transparent ESG disclosure. In 2025, the company was included in the S&P Global Sustainability Yearbook and the FTSE4Good Index, reflecting its strong ESG performance and governance standards.		4.04
Overall | CG Score: Excellent (5-star) | CAC: Certified		**5.43**

Bloomberg ESG scores reflect FY2025 data (latest available). SET ESG Rating as of April 2026 (Globlex Research). 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. Covered company are Bold in letter.

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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.