

Bangchak Corporation Pcl (BCP TB) - BUY, Price Bt29.25, TP Bt37**Results Comment**

Yupapan Polpornprasert | Email: yupapan.pol@thanachartsec.co.th

3Q25 – Miss due to impairment

- BCP reported a net profit of Bt1.1bn in 3Q25, reversing a Bt2.6bn loss in 2Q25. Earnings missed our and Bloomberg's Bt2bn forecast due to a Bt699m E&P impairment. Core profit rose sharply q-q and y-y, driven by stronger GRM.
- Another E&P impairment.** BCP booked a Bt669m E&P impairment (net to BCP) from lower oil prices and reduced reserves and cost reduction in the Statfjord and Draugen fields. Together with a Bt1.3bn stock loss, Bt953m derivative loss, and Bt163m FX gain, total non-recurring losses amounted to Bt2.0bn in 3Q25—improving from Bt3.8bn in 2Q25 and Bt2.8bn in 3Q24.
- Refinery:** BCP group's GRM rose to US\$7.4/bbl in 3Q25 from US\$4.45 in 2Q25 and US\$2.5 in 3Q24, supported by wider crack spreads. Refinery utilization rose to 90%, up from 82% in 2Q25 and 88% in 3Q24, as there was no planned shutdown.
- Marketing:** EBITDA jumped 38% q-q and over 100% y-y on lower inventory loss. Margin improved to Bt0.85/litre. Excluding inventory effects, market margin rose 3% q-q, driven by stronger marine fuel spreads and higher lubricant sales via premium channels. Sales volume was flat q-q but up 2% y-y, led by industrial demand.
- E&P:** EBITDA went up 15% q-q and fell 40% y-y. Q-Q EBITDA increase is due to higher sale volume and liquid sealing price. OKEA's sales volume went up by 10% q-q and declined 11% y-y due to the commencement of oil and natural gas production from the Sognefjord East well in July 2025.
- Outlook.** We expect 4Q25 profit to trend higher with higher GRM, in-line with benchmark. Maintain BUY

Income Statement (consolidated)						Income Statement 9M as					
Yr-end Dec (Bt m)	3Q24	4Q24	1Q25	2Q25	3Q25	(Bt m)	q-q%	y-y%	% 2025F	2025F	2026F
Revenue	154,193	142,246	134,647	125,827	123,305	Revenue	(2)	(20)	95	403,527	400,170
Gross profit	3,302	10,248	8,834	8,080	10,398	Gross profit	29	215	82	33,470	35,038
SG&A	3,254	4,478	3,317	3,999	3,389	SG&A	(15)	4	88	12,106	12,005
Operating profit	48	5,770	5,517	4,081	7,009	Operating profit	72	14,437	78	21,364	23,032
EBITDA	4,629	10,748	10,098	8,599	11,810	EBITDA	37	155	71	43,057	45,004
Other income	835	(1,551)	1,886	(1,715)	(4,334)	Other income	na	na	(139)	3,000	3,000
Other expense	0	0	0	0	0	Other expense			na		
Interest expense	1,740	1,769	1,577	1,858	1,482	Interest expense	(20)	(15)	70	7,030	8,140
Profit before tax	(856)	2,450	5,826	508	1,193	Profit before tax	135	na	43	17,333	17,892
Income tax	7,535	920	3,990	416	(1,523)	Income tax	na	na	26	11,126	10,385
Equity & invest. income	477	395	466	301	827	Equity & invest. income	174	73	117	1,361	1,361
Minority interests	(406)	(126)	(551)	854	305	Minority interests	(64)	na	(30)	(2,028)	(1,909)
Extraordinary items	6,227	(1,782)	365	(3,807)	(2,740)	Extraordinary items	na	na	1,637	(378)	0
Net profit	(2,093)	17	2,116	(2,560)	1,108	Net profit	na	na	13	5,163	6,960
Normalized profit	(8,320)	1,799	1,750	1,247	3,848	Normalized profit	208	na	124	5,540	6,960
EPS (Bt)	(1.52)	0.01	1.54	(1.86)	0.80	EPS (Bt)	na	na	13	3.75	5.05
Normalized EPS (Bt)	(6.04)	1.31	1.27	0.91	2.79	Normalized EPS (Bt)	208	na	124	4.02	5.05

Balance Sheet (consolidated)						Financial Ratios					
Yr-end Dec (Bt m)	3Q24	4Q24	1Q25	2Q25	3Q25	(%)	3Q24	4Q24	1Q25	2Q25	3Q25
Cash & ST investment	31,494	29,408	28,360	31,562	28,624	Sales growth	63.4	(0.6)	(0.5)	(20.4)	(20.0)
A/C receivable	34,994	33,169	30,894	31,917	33,026	Operating profit growth	(99.2)	132.0	(44.9)	(12.5)	14,437.3
Inventory	46,911	41,210	46,869	37,043	37,596	EBITDA growth	(55.5)	48.3	(34.6)	(11.8)	155.1
Other current assets	9,994	1,445	2,336	2,099	1,823	Norm profit growth	na	25.6	(57.2)	na	na
Investment	27,670	31,568	30,396	27,850	28,591	Norm EPS growth	na	25.6	(57.2)	na	na
Fixed assets	115,375	115,748	116,608	117,590	114,877	Gross margin	2.1	7.2	6.6	6.4	8.4
Other assets	63,004	63,994	63,927	62,640	62,770	Operating margin	0.0	4.1	4.1	3.2	5.7
Total assets	329,441	316,542	319,392	310,702	307,306	EBITDA margin	3.0	7.6	7.5	6.8	9.6
S-T debt	34,400	31,161	34,715	36,989	26,199	Norm net margin	(5.4)	1.3	1.3	1.0	3.1
A/C payable	39,066	34,252	34,795	31,896	35,823	D/E (x)	1.5	1.5	1.4	1.6	1.5
Other current liabilities	21,564	15,764	14,626	11,695	11,756	Net D/E (x)	1.2	1.1	1.1	1.2	1.1
L-T debt	97,955	96,349	92,506	92,266	95,633	Interest coverage (x)	2.7	6.1	6.4	4.6	8.0
Other liabilities	50,890	52,542	54,660	55,402	54,922	Interest rate	5.2	5.4	5.0	5.8	4.7
Minority interest	27,129	26,729	26,950	25,470	24,979	Effective tax rate	(880.0)	37.6	68.5	81.9	(127.7)
Shareholders' equity	58,437	59,745	61,140	56,984	57,996	ROA	(9.8)	2.2	2.2	1.6	5.0
Working capital	42,839	40,126	42,969	37,064	34,800	ROE	(49.7)	12.2	11.6	8.4	26.8
Total debt	132,355	127,510	127,221	129,255	121,831						
Net debt	100,861	98,102	98,861	97,692	93,208						

Sources: Company data, Thanachart estimates

General Disclaimers And Disclosures:

This report is prepared and issued by Thanachart Securities Public Company Limited (TNS) which is owned 99.97% by TMBThanachart Bank Public Company Limited (TTB) as a resource only for clients of TNS, TMBThanachart Bank Public Company Limited (TTB) and its group companies. Copyright © Thanachart Securities Public Company Limited. All rights reserved. The report may not be reproduced in whole or in part or delivered to other persons without our written consent.

This report is prepared by analysts who are employed by the research department of TNS. While the information is from sources believed to be reliable, neither the information nor the forecasts shall be taken as a representation or warranty for which TNS or TTB or its group companies or any of their employees incur any responsibility. This report is provided to you for informational purposes only and it is not, and is not to be construed as, an offer or an invitation to make an offer to sell or buy any securities. Neither TNS, TTB nor its group companies accept any liability whatsoever for any direct or consequential loss arising from any use of this report or its contents.

The information and opinions contained herein have been compiled or arrived at from sources believed reliable. However, TNS, TTB and its group companies make no representation or warranty, express or implied, as to their accuracy or completeness. Expressions of opinion herein are subject to change without notice. The use of any information, forecasts and opinions contained in this report shall be at the sole discretion and risk of the user.

TNS, TTB and its group companies perform and seek to perform business with companies covered in this report. TNS, TTB, its group companies, their employees and directors may have positions and financial interest in securities mentioned in this report. TNS, TTB or its group companies may from time to time perform investment banking or other services for, or solicit investment banking or other business from, any entity mentioned in this report. Therefore, investors should be aware of conflict of interest that may affect the objectivity of this report.

Disclosure of Interest of Thanachart Securities**Investment Banking Relationship**

Within the preceding 12 months, Thanachart Securities has lead-managed public offerings and/or secondary offerings (excluding straight bonds) of the securities of the following companies:

Note: Thanachart Securities Public Company Limited (TNS) acts as an underwriter of “Debentures of Banpu Public Co. Ltd. No. 2/2025 (B.E. 2568) tranche 1-3”, therefore investors need to be aware that there could be conflicts of interest in this research.

Note: Thanachart Securities Public Company Limited (TNS) acts as an underwriter of “Debentures of Gulf Development Public Co. Ltd. No. 1/2025 (B.E. 2568) tranche 1-4”, therefore investors need to be aware that there could be conflicts of interest in this research.