

## Tüpraş Refining Margins

Tüpraş has released the product margins for October. Accordingly, in middle distillates, the diesel margin improved by 1% MoM, reaching \$15.0 per barrel, while the jet fuel margin increased by 10% MoM to \$13.4 per barrel. In light distillates, the gasoline margin rose by 23% from the previous month to \$13.9 per barrel, whereas the fuel oil margin was recorded at negative \$4.2 per barrel. The price of Brent crude oil averaged \$75.7 per barrel, marking a 2% increase on a monthly basis.

### Highlights

Figure: Tüpraş Refining Margins (October 2024)

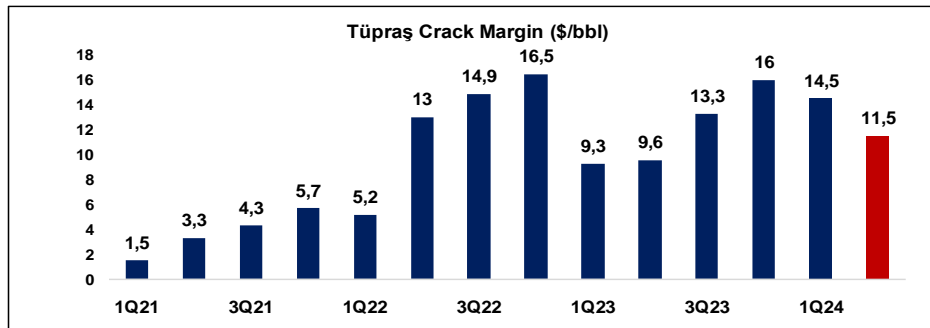
Product Cracks (\$/bbl)	October 24	October 23	YoY (%)	September 24	MoM (%)	2023	2024
Brent (USD/bbl)	75,7	91,0	-17%	74,3	2%	82,6	81,9
<b>Product Cracks</b>							
Diesel	15,0	29,3	-49%	14,8	1%	26,6	19,7
Gasoline	13,9	8,0	74%	11,3	23%	21,2	17,8
Jet Fuel	13,4	29,2	-54%	12,2	10%	25,4	17,4
High Sulphur Fuel Oil	-4,2	-18,2	n.m	-13,3	n.m	-16,8	-13,0

Source: Tupras, Tacirler Yatırım Research

**All product margins improved on a monthly basis...** According to October data, all product margins showed MoM improvement. While diesel and jet fuel margins remained below their 5-year averages, gasoline and fuel oil margins exceeded their 5-year averages. We assess the disclosed data as **slightly positive**. We expect Tüpraş to announce its 3Q24 results on November 5 (Market expectations: TL209.2bn in revenue, TL13.1bn in EBITDA, and TL6.2bn in net profit).

**Turkey Fuel Market, 8M24...** In 8M24, diesel sales reached 14.6mn tons, in line with the same period last year. Jet fuel sales rose by 6.7% YoY to 3.8 mn tons. Gasoline sales increased by 20.6% compared to the same period last year, reaching 3.2mn tons, while LPG sales decreased by 6.8% to 2.8 mn tons.

**Figure: Tüpraş Crack Margin (\$/bbl)...** Following its 2Q results, Tüpraş revised its year-end 2024 weighted product margin expectation from \$14/bbl to \$12/bbl. Tüpraş's product margin was recorded at \$11.5/bbl in 2Q24 (1Q24: \$14.5/bbl).



Source: Tüpraş, Tacirler Investment Research

## TUPRS

## BUY

Target Price TL 208,10  
Return potential 44%

### Share Data

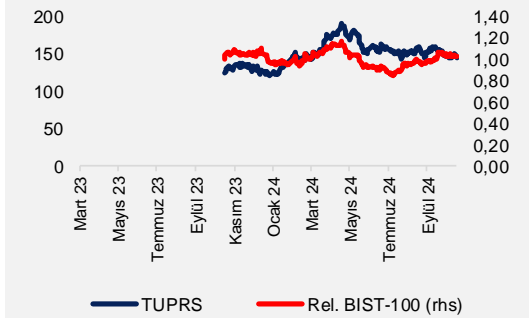
Ticker:	TUPRS TI
Share price (as of 31 Oct. 2024)	144,60
Share price (52 week range)	120,8 / 190
Market cap. (TL mn - USD mn)	278614,6 - 8151,7
# of shares outstanding (mn)	1.927
Free Float	%49

Avg. trading volume USD mn	1M	3M	12M
	66,7	85,3	113,3

Price performance	1M	3M	YTD
TL	-7%	-5%	16%
USD	-7%	-8%	0%
Rel. to BIST-100	2%	14%	-3%

TL mn	2021	2022	2023
Revenues	152.492	916.751	686.529
EBITDA	13.396	103.202	96.240
Net Earnings	3.495	61.314	53.577

Valuation	2021	2022	2023
P/E	79,7x	11,3x	3,6x
P/BV	2,4x	3,4x	2,9x
EV/EBITDA	27,2x	4,4x	1,7x
EV/Sales	0,5x	0,4x	0,2x

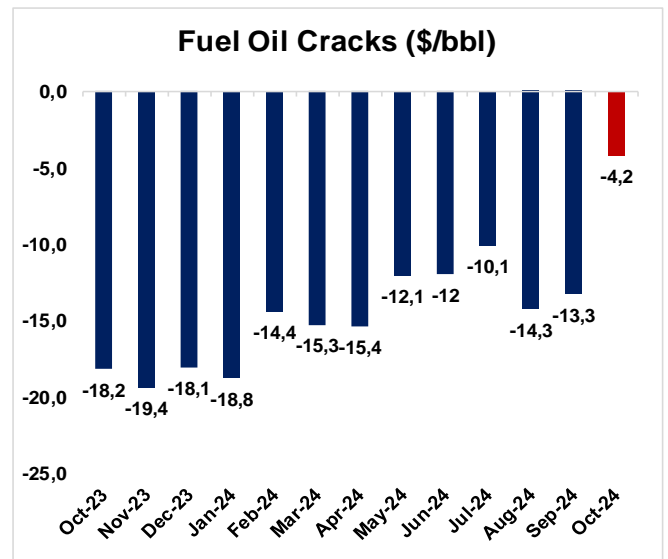
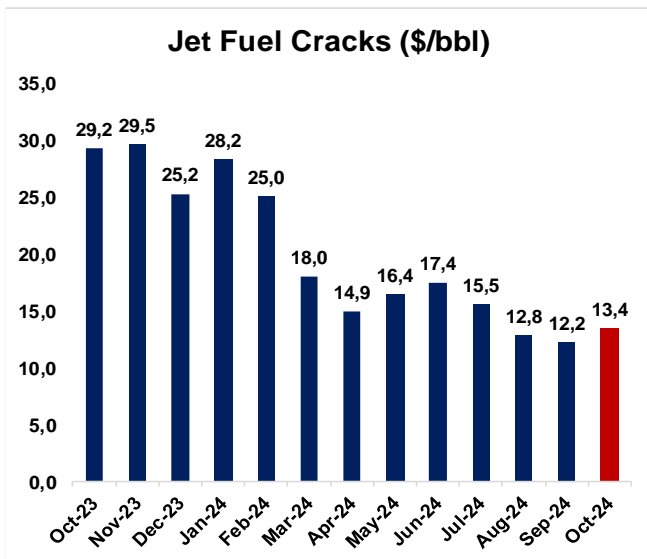
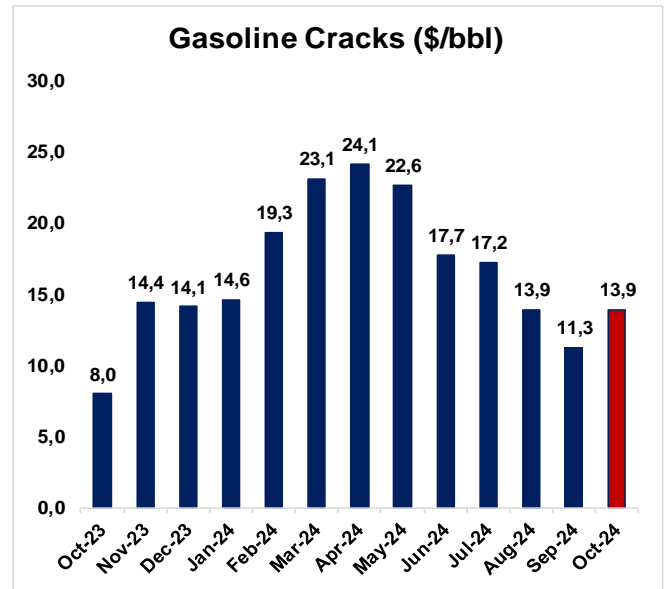
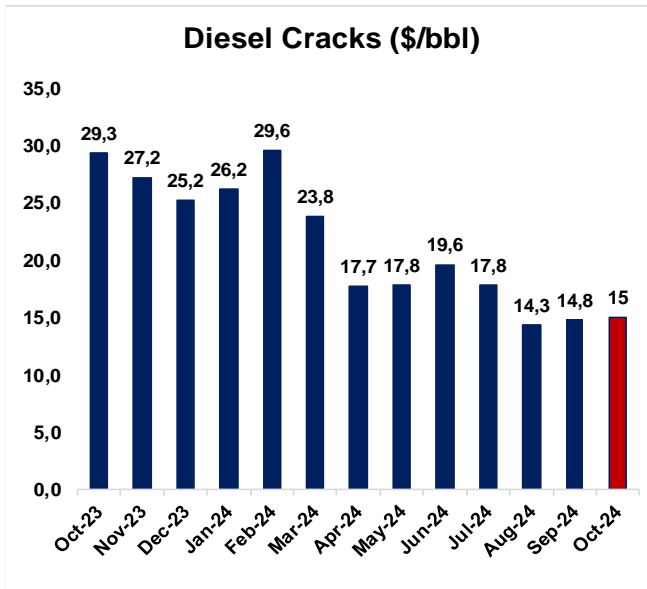


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## Tüpraş Refining Margins (October 2024)

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Source: Tüpraş , Tacirler Investment Research

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