

Tüpraş Refining Margins

Tüpraş announced its December product margins. Accordingly, within middle distillate products, diesel margin contracted by 6% month-on-month to \$16.1/bbl, while jet fuel margin declined by 17% month-on-month to \$12.1/bbl. Among light distillate products, gasoline margin increased by 1% compared to the previous month, reaching \$11.0/bbl. The fuel oil margin stood at negative \$9.9/bbl. While a slight improvement was observed in gasoline margins, contractions were noted in diesel, jet fuel, and fuel oil margins.

Figure: Tüpraş Refining Margins (December 2024)

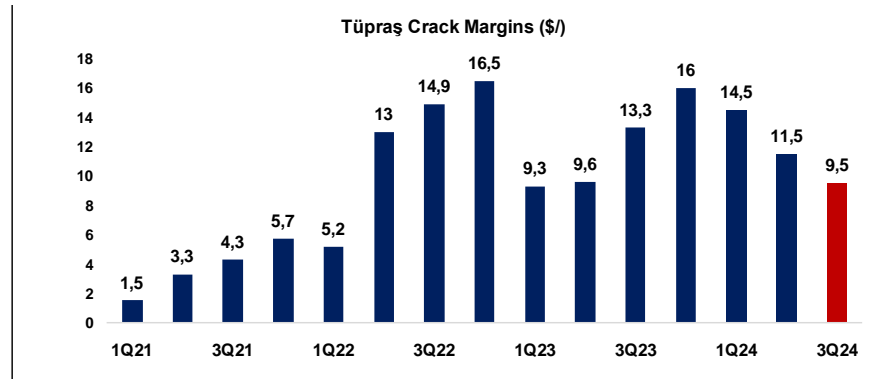
Product Cracks	Dec 24	Dec 23	y/y (%)	Nov 24	m/m (%)	2023	2024
Brent (USD/bbl)	73,9	77,9	-5%	74,5	-1%	82,6	81,2
Crack Margins							
Diesel	16,1	25,2	-36%	17,2	-6%	26,6	19,4
Jet Fuel	11,0	14,1	-22%	10,9	1%	21,2	17,1
Gasoline	12,1	25,2	-52%	14,5	-17%	25,4	17,1
Fuel Oil	-9,9	-18,1	n.m.	-8,2	n.m.	-16,8	-12,6

Source: Company Data, Tacirler Investment Research

While product margins hovered around the 5-year averages, monthly declines were observed... According to the December data announced by Tüpraş, diesel, jet fuel, and gasoline margins contracted year-on-year by 36%, 52%, and 22%, respectively, due to the high base effect of last year. On a monthly basis, an improvement was observed in gasoline margins, whereas diesel, jet fuel, and fuel oil margins experienced contractions. Fuel oil and gasoline margins remained above the 5-year average, while jet fuel and diesel margins continued to trend below average.

Turkey Fuel Market, 10M24... In the first 10 months of 2024, diesel sales increased by 1% compared to the same period last year, reaching 21.7 million tons. Jet fuel sales rose by 6.9% year-on-year to 5.0 million tons. Gasoline sales grew by 20.7% year-on-year to 4.1 million tons, while LPG sales decreased by 6.3% to 3.5 million tons.

Figure: Tüpraş Weighted Product Margin (\$/bbl)... Following its 2Q results, Tüpraş revised its 2024 year-end weighted product margin expectation from \$14/bbl to \$12/bbl. The company recorded product margins of \$14.5/bbl in the first quarter, \$11.5/bbl in the second quarter, and \$9.5/bbl in the third quarter. The average product margin for the first three quarters stood at \$11.7/bbl.



Source: Company Data, Tacirler Investment Research

TUPRS

BUY

Target Price
Return potential

TL 208,10
47%

Share Data

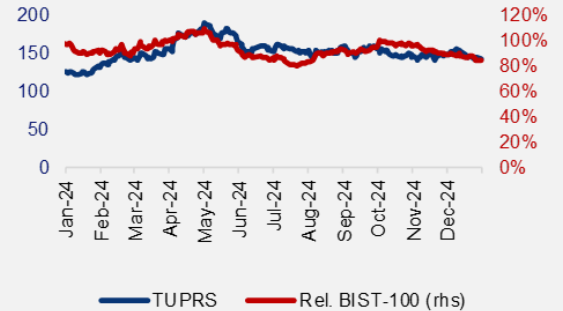
Ticker:	TUPRS TI
Share Price (31 December 2024)	141,90
Share price (52 week range)	121 / 190
Market cap. (TL mn - USD mn)	273412,3 - 7749,7
# of shares outstanding (mn)	1.927
Free Float	49%

Avg. trading volume	1M	3M	12M
USD mn	61,4	65,7	98,2

Price performance	1M	3M	Y-t-D
TL	-4%	-9%	13%
USD	-6%	-12%	-5%
Rel. to BIST-100	-5%	-10%	-14%

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	n.a.	11,3x	3,7x
P/BV	2,4x	3,4x	2,9x
EV/EBITDA	27,2x	4,4x	1,6x

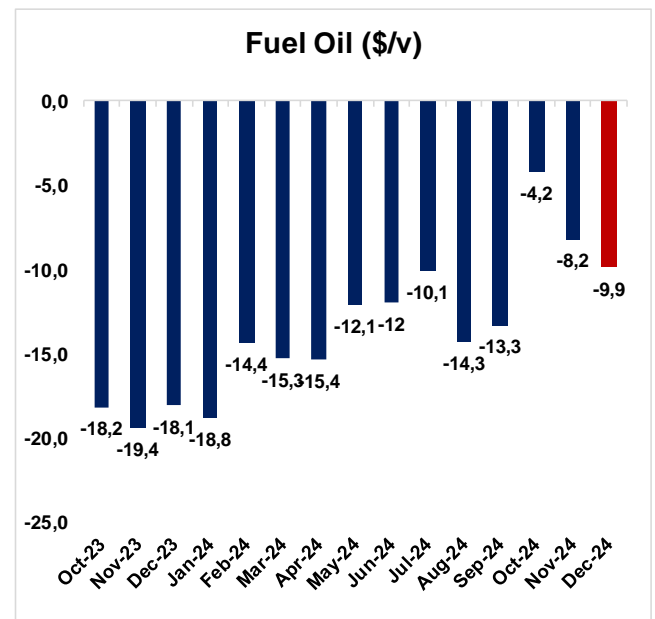
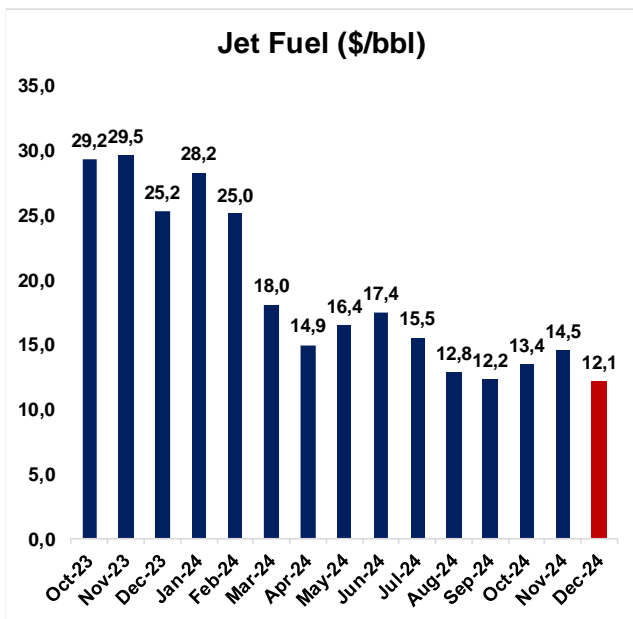
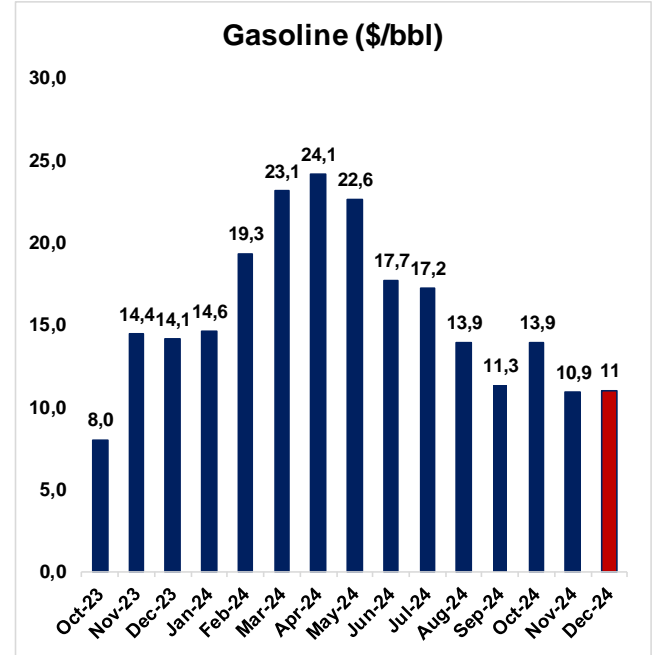
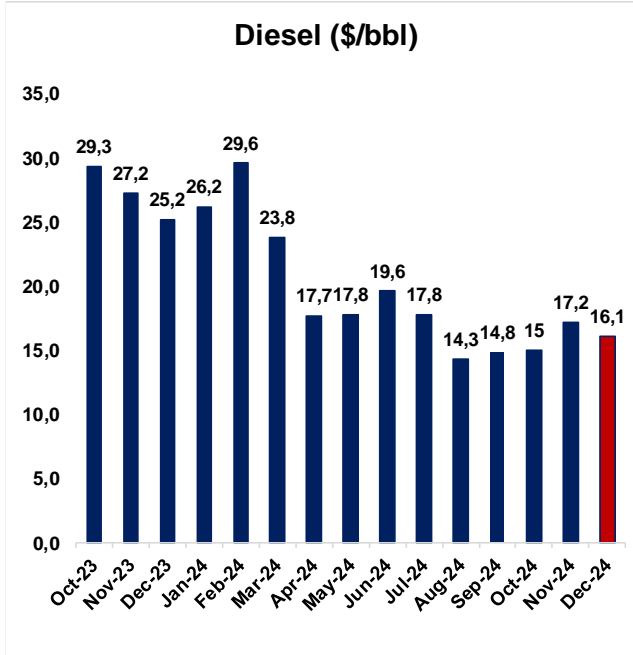


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Source: Tüpraş Investor Presentation , Tacirler Investment Research

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