

## Tupras Refining Margins

Tupras announced its product margins for August. Among middle distillates, the diesel margin declined by 20% month-over-month and 59% year-over-year, reaching \$14.3 per barrel. The jet fuel margin dropped by 17% month-over-month and 63% compared to the same month last year, coming in at \$12.8 per barrel. The gasoline margin decreased by 19% compared to the previous month and 55% year-over-year, falling to \$13.9 per barrel. Fuel oil margins were recorded at negative \$14.3 per barrel.

### Highlights

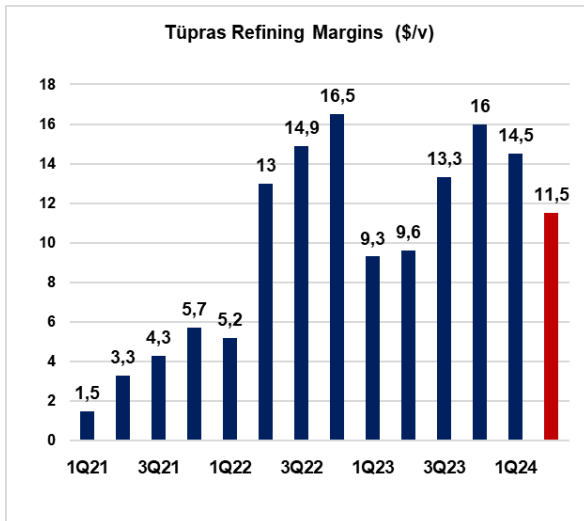
Figure 1: Tupras Refining Margins (August 2024)

Product Cracks (USD/bbl)	August 24	August 23	y/y (%)	July 24	a/a (%)	2023	2024
Brent (USD/bbl)	80,9	86,2	-6%	85,3	-5%	82,6	83,6
<b>Product Cracks</b>							
Diesel (USD/bbl)	14,3	34,8	-59%	17,8	-20%	26,6	20,9
Gasoline (USD/bbl)	13,9	30,6	-55%	17,2	-19%	21,2	19,1
Jet Fuel (USD/bbl)	12,8	34,3	-63%	15,5	-17%	25,4	18,5
High Sulphur Fuel Oil (USD/bbl)	-14,3	-7,6	n.m	-10,1	n.m	-16,8	-14,1

Source: Company Data, Tacirler Investment

**Product margins are below last year's levels...** Margins are lower than the high figures seen in 2023 but continue to hover around the 5-year averages. We observed a normalization compared to the high base effect. Due to the contraction in margins compared to the previous month, we view the reported data as slightly negative. Tupras's product margin was \$11.5 per barrel in Q2 2024. The company had revised its product margin expectation for 2024 from \$14 per barrel to \$12 per barrel.

**Turkish Fuel Market, 6M24:** Diesel sales increased by 1.2% compared to the same period last year, reaching 12.3 million tons. Jet fuel sales rose by 3.5% year-over-year to 2.6 million tons. Gasoline sales grew by 19.3% compared to the same period last year, reaching 2.2 million tons. LPG sales decreased by 4.6% to 2 million tons.



### TUPRS

### BUY

Target Price TL 208.10  
Return potential %23

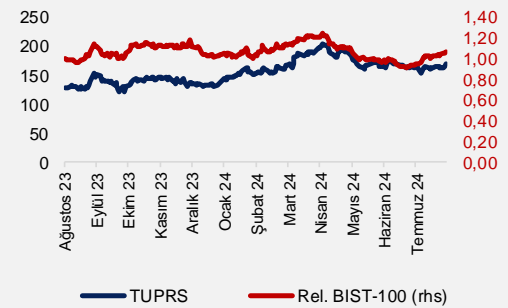
#### Share Data

Ticker:	TUPRS TI
Share price (as of 20 August 2024)	168,60
Share price (52 week range)	120,9 / 204
Market cap. (TL mn - USD mn)	318692,0 - 9383,6
# of shares outstanding (mn)	1.927
Free Float	%49

Avg. trading volume	1M	3M	12M
USD mn	94,7	115,2	125,7

Price Performance	1M	3M	YTD
TL	4%	-9%	25%
USD	1%	-14%	9%
Rel. to BIST 100	13%	-3%	-5%

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	11,1x	2,4x	5,1x
P/BV	2,0x	0,8x	1,1x
EV/EBITDA	3,8x	1,1x	2,1x



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Tupras Refining Margins (August 2024)

Figure 2

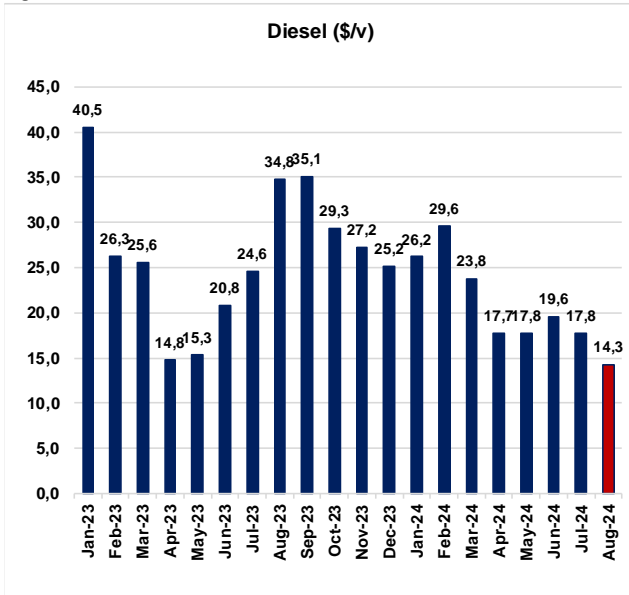


Figure 3

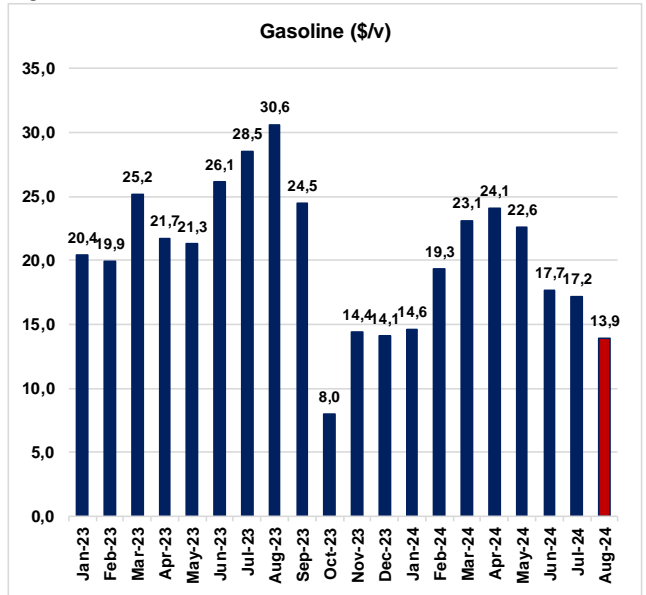


Figure 4

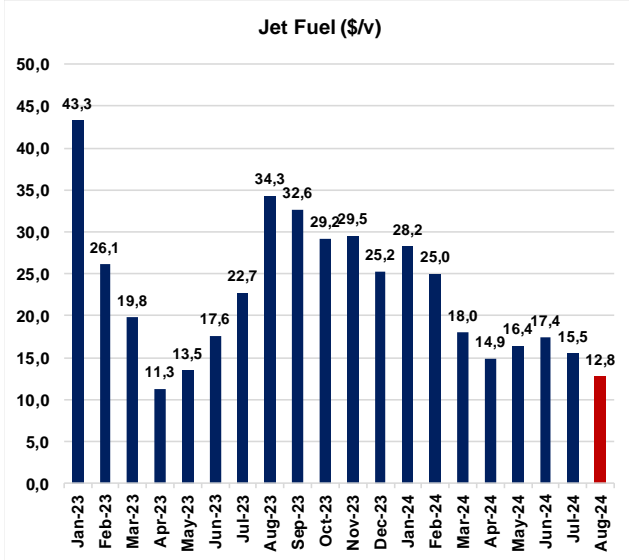
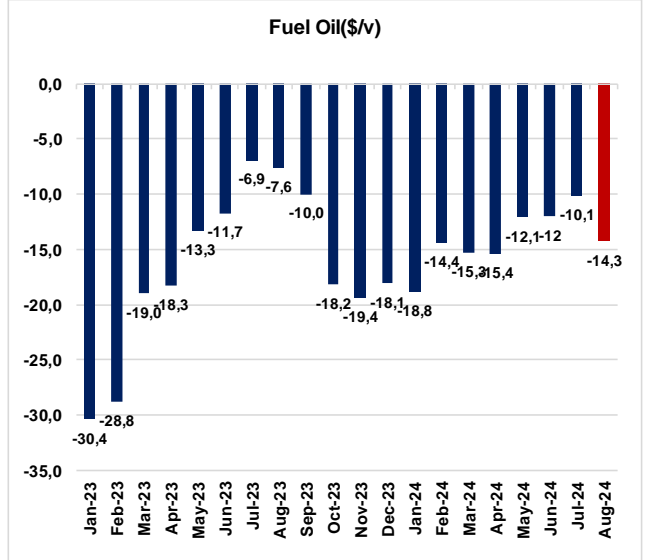


Figure 5



Source, Tupras Monthly Data, Tacirler Investment

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