

Result Review: Earnings clocked in at 85.19/share in FY25

REP-300

FY25: Profitability arrived at PKR 85.2/share; DPS at PKR 50.0/share.

Pakistan Oilfields Limited (POL) announced its financial result today, posting a profit after tax of PKR 24,182mn (EPS: PKR 85.19) during FY25, depicting a plunge of 38% YoY amid higher exploration expense associated with a dry well during the period and absence the reversal of the provision for depletion allowance during the quarter. On a quarterly basis, earnings in 4QFY25 arrived at PKR 7,428mn (EPS: PKR 26.17), down 19% YoY. In addition to this, POL announced final cash dividend of PKR 25/share (PKR 50/share in FY25).

Result Highlights

- Net sales in FY25 witnessed a decline of 13% YoY, settling at PKR 57,117mn compared to PKR 65,290mn during SPLY amid i) 12% YoY decline in average realized oil price, and ii) 1% YoY appreciation of the Pak Rupee against the greenback. Topline in 4QFY25 arrived at PKR 12,282mn, down 18% YoY on the back of i) 12% YoY fall in average realized oil prices, and ii) 6% and 21% YoY reduction in oil and gas production, respectively.
- The exploration costs surged by 7x YoY in FY25, arriving at PKR 11,180mn, owed to higher cost of dry well Balkassar Deep 1A incurred in 1QFY25. Meanwhile, the exploration costs during 4QFY25 reached PKR 1,407mn, up 9x YoY due to higher geological and geophysical costs during the period.
- The other income registered a decrease of 12% YoY, settling at PKR 14,529mn during FY25 given lower income from cash and cash equivalents due to decline in interest rates. Whereas, other income during 4QFY25 arrived at PKR 3,310mn, plummeting by 31% YoY on account of aforementioned reason.
- The company's effective taxation arrived at 25.1% in 4QFY25 vis-à-vis 28.1% in 4QFY24.
- In Jun'25, POL's cash position stood at PKR 109bn compared to PKR 103bn in Mar'25.

Exhibit: Financial Highlights

(PKR mn)	FY25a	FY24a	YoY	4QFY25a	YoY	QoQ
Income Statement						
Net Sales	57,117	65,290	-13%	12,282	-18%	-16%
Operating Cost	17,137	19,897	-14%	1,891	-62%	-61%
Gross Profit	39,980	45,394	-12%	10,392	4%	7%
Exploration Cost	11,180	1,606	596%	1,407	779%	0%
Other Expenses	2,529	3,775	-33%	546	-27%	-20%
Other Income	14,529	16,574	-12%	3,310	-31%	16%
PBT	36,025	53,239	-32%	9,919	-23%	5%
Taxation	11,843	14,088	-16%	2,490	-31%	-11%
PAT	24,182	39,152	-38%	7,428	-19%	12%
EPS (PKR)	85.19	137.93		26.17		
DPS (PKR)	50.00	95.00		25.00		
Ratio Analysis						
BVPS (PKR)	282.17	291.88		282.17		
Gross Margins	70.0%	69.5%		84.6%		
Net Margins	42.3%	60.0%		60.5%		
Return on Equity	30.2%	47.3%		38.9%		
Return on Assets	13.7%	22.3%		17.2%		
Payout Ratio	58.7%	68.9%		95.5%		
Effective Tax	32.9%	26.5%		25.1%		

Source (s): Company Financials, AHL Research

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