Day Break

Tuesday, February 17, 2026

Earnings Preview 2QFY26

EPS Estimate for 2QFY26

PKR	2Q26e	y/y	1H'26e	y/y
PSO	21.5	33%	41.5	68%
APL	32.2	46%	62.9	53%

DPS Estimate for 4QFY25

PKR	2QFY26e	1H'25e
PSO	-	-
APL	15.0	15.0

Exhibit: OMC Sector Historical Earnings (PKRbn)

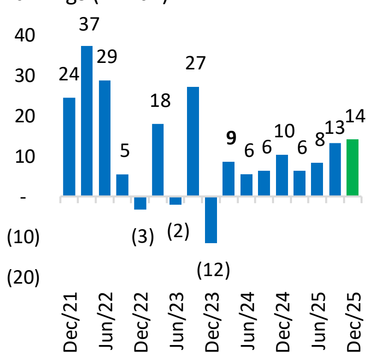
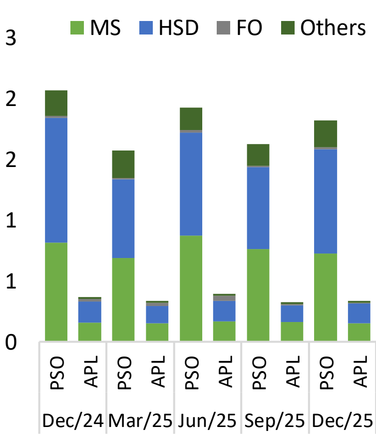


Exhibit: Quarterly sales volumes - (mnTons)



Source: OCAC, Company Financials

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Oil & Gas Marketing Companies

2QFY26: OMC Sector Earnings to Increase by +36%y/y

- IGI OMC universe is expected to post a profit of PKR 14.1bn in 2QFY26 compared to PKR 10.3bn in the same period last year. Earnings growth is expected on the back of inventory gains and lower finance cost. However, growth in earnings is likely to be limited by stagnant OMC margins and lower volumes. On sequential basis, earnings are expected to increase by +7%q/q owing to higher volumes. Total sector earnings are expected to increase by +63%y/y in 1HFY26.
- We expect Pakistan State Oil Company Limited's (PSO) to register profitability of PKR 10.1bn (EPS: PKR 21.5), up by +33%y/y, during 2QFY26 compared to PKR 7.6bn (EPS: PKR 16.2) in the same period last year. On a quarterly basis, profit is expected to grow by +7%q/q owing to +12%q/q incline in total volumes.
- We estimate Attock Petroleum Limited's (APL) to report earnings of PKR 4.0bn (EPS: PKR 32.2) up by +46%y/y during 2QFY26 compared to PKR 2.7bn (EPS: PKR 22.0) in the same period last year. On a quarterly basis earnings are expected to incline by +5%q/q on the back of 3%q/q growth in volumes.

OMC Sector to report a earnings of PKR 14.1bn during 2QFY26

IGI OMC universe is expected to post a profit of PKR 14.1bn in 2QFY26 compared to PKR 10.3bn in the same period last year. Earnings growth is expected on the back of inventory gains and lower finance cost. However, growth in earnings is likely to be limited by stagnant OMC margins and lower volumes. On sequential basis, earnings are expected to increase by +7%q/q owing to higher volumes. Total sector earnings are expected to increase by +63%y/y in 1HFY26.

Exhibit: OMC sector profit after tax preview for 2qFY26
PKR per share

	Dec/25	Sep/25	q/q	Dec/24	y/y	1H'26e	1H'25	y/y
PSO	21.5	20.0	7%	16.2	33%	41.5	24.7	68%
APL	32.2	30.6	5%	22.0	46%	62.9	41.2	53%
Total (PKRbn)	**14.1**	**13.2**	**7%**	**10.3**	**36%**	**27.3**	**16.7**	**63%**

Source: Company accounts, IGI Research

PSO: Eaarnings to clock in at PKR 21.5/share during 2QFY26

We expect Pakistan State Oil Company Limited's (PSO) to register profitability of PKR 10.1bn (EPS: PKR 21.5), up by +33%y/y, during 2QFY26 compared to PKR 7.6bn (EPS: PKR 16.2) in the same period last year. On a quarterly basis, profit is expected to grow by +7%q/q owing to +12%q/q incline in total volumes. We attribute the growth in earnings during 2QFY26 on yearly basis to a) Inventory gains and b) lower finance cost. This brings total profitability for 1HFY26 to PKR 19.5bn (EPS PKR 41.5), up by +68%y/y, compared to PKR 11.6bn (EPS PKR 24.7) in the same period last year. We do not expect PSO to announce cash dividend along with the result.

APL: Earnings to increase by +46%y/y during 2QFY26 to PKR 32.2/share

We estimate Attock Petroleum Limited's (APL) to report earnings of PKR 4.0bn (EPS: PKR 32.2) up by +46%y/y during 2QFY26 compared to PKR 2.7bn (EPS: PKR 22.0) in the same period last year. On a quarterly basis earnings are expected to incline by +5%q/q on the back of 3%q/q growth in volumes. We attribute this growth in earnings on yearly basis during 2QFY26 to higher inventory gains despite 8%y/y decline in total sales volume. This brings total profitability for 1HFY26 to PKR 7.8bn (EPS PKR 62.9), up by +53%y/y, compared to PKR 5.1bn (EPS PKR 41.2) in the same period last year. We expect APL to announce cash dividend of PKR 15.0/share along with the result.

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Hold if target price on aforementioned security (ies) is in between -10% and 10%, from its last closing price(s)
Sell if target price on aforementioned security (ies) is less than -10%, from its last closing price(s)

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- Reserve Based DCF
- Dividend Discount Model (DDM)
- Justified Price to Book
- Residual Income (RI)
- Relative Valuation (Price to Earning, Price to Sales, Price to Book)

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