

# Flash Note

Monday, August 11, 2025



## Oil & Gas Exploration Companies

### Pakistan Oilfields Limited (POL)

**Earnings:** Pakistan Oilfields Limited (POL) announced its 4QFY25 result. The Company reported 4QFY25 unconsolidated earnings of PKR 7.43bn (EPS PKR 26.17), down by 19%y/y compared to PKR 9.21bn (EPS PKR 32.45) in the similar period last year. On a quarterly basis, profitability is up by +12%q/q. This brings total profitability for FY25 to PKR 24.18bn (EPS PKR 85.19), down by 38%y/y, compared to PKR 39.15bn (EPS PKR 137.93) in the similar period last year.

**Dividend/Payout:** The Company announced a cash dividend of PKR 50/share along with the result bringing total cash payout for FY25 to PKR 75/share compared to PKR 95/share in FY24.

**Operating Performance:** During the period under review, POL reported an 18%y/y decline in revenue during 4QFY25 on the back of lower oil prices and production. Exploration cost augmented by +8.8x/y to PKR 1.41bn during 4QFY25 likely owing to dry well cost. Operating expenses declined by 82%y/y to PKR 0.6bn during 4QFY25 compared to PKR 3.32bn in the same period last year. Other income declined by 31%y/y during 4QFY25 likely owing to a drop in interest rates. On a quarterly basis, earnings increased by 5%y/y mainly due to lower operating cost and taxation. Effective tax stood at 25.1% during 4QFY25 (3QFY25: 29.8%) compared to 28.1% in the same period last year bringing total effective tax rate for FY25 to 32.9% against 26.5% reported in the corresponding period last year.

Exhibit: POL Financial Highlights								
For the period 4QFY25								
PKRmn	4QFY25	4QFY24	y/y	3QFY25	q/q	FY25	FY24	y/y
Net Sales	12,282	14,956	-18%	14,551	-16%	57,117	65,290	-13%
Operating Costs	601	3,322	-82%	3,227	-81%	10,966	12,522	-12%
Royalty	1,290	1,652	-22%	1,570	-18%	6,171	7,374	-16%
Gross Profit	10,392	9,982	4%	9,755	7%	39,980	45,394	-12%
Exploration Costs	1,407	160	8.8x	1,412	0%	11,180	1,606	596%
Administration Expenses	22	45	-50%	121	-81%	375	330	14%
Finance Cost	1,830	1,085	69%	1,086	69%	4,775	3,347	43%
Other Income	3,310	4,821	-31%	2,846	16%	14,529	16,574	-12%
PBT	9,919	12,806	-23%	9,418	5%	36,025	53,239	-32%
PAT	7,428	9,212	-19%	6,612	12%	24,182	39,152	-38%
<b>EPS (PKR)</b>	<b>26.17</b>	<b>32.45</b>		<b>23.29</b>		<b>85.19</b>	<b>137.93</b>	
<b>DPS (PKR)</b>	<b>50.00</b>	<b>70.00</b>		<b>0.00</b>		<b>75.00</b>	<b>95.00</b>	
Source: IGI Research, PSX						No of Shares: 283.86mn		

#### Analyst

Abdullah Farhan

[Abdullah.Farhan@igi.com.pk](mailto:Abdullah.Farhan@igi.com.pk)

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IGI Finex Securities Limited

Research Analyst(s)

Research Identity Number: BRP009

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## Contact Details

### Equity Sales

Zaeem Haider Khan	Head of Equities	Tel: (+92-42) 35301405	zaeem.haider@igi.com.pk
Syeda Mahrukh Hameed	Regional Head (North)	Tel: (+92-42) 38303564	mahrukh.hameed@igi.com.pk
Muhammad Naveed	Regional Manager (Islamabad & Upper North)	Tel: (+92-51) 2604861-62	muhammad.naveed@igi.com.pk
Faraz Naqvi	Branch Manager (Karachi)	Tel: (+92-21) 111 234 234 Ext: 826	faraz.naqvi@igi.com.pk
Shakeel Ahmad	Branch Manager (Faisalabad)	Tel: (+92-41) 2540843-45	shakeel.ahmad1@igi.com.pk
Asif Saleem	Equity Sales (RY Khan)	Tel: (+92-68) 5871652-56	asif.saleem@igi.com.pk
Mehtab Ali	Equity Sales (Multan)	Tel: (+92-61) 4512003	mahtab.ali@igi.com.pk

### Research Team

Abdullah Farhan	Head of Research	Tel: (+92-21) 111-234-234 Ext: 912	abdullah.farhan@igi.com.pk
Sakina Makati	Research Analyst	Tel: (+92-21) 111-234-234 Ext: 810	sakina.makati@igi.com.pk
Sania Bajwa	Research Analyst	Tel: (+92-21) 111-234-234 Ext: 569	sania.bajwa@igi.com.pk
Sufyan Siddiqui	Database Officer	Tel: (+92-21) 111-234-234 Ext: 888	sufyan.siddiqui@igi.com.pk

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Website: [www.igisecurities.com.pk](http://www.igisecurities.com.pk)

### Head Office

Suite No 701-713, 7th Floor, The Forum, G-20,  
Khayaban-e-Jami Block-09, Clifton, Karachi-75600  
UAN: (+92-21) 111-444-001 | (+92-21) 111-234-234  
Fax: (+92-21) 35309169, 35301780

### Lahore Office

Shop # G-009, Ground Floor,  
Packages Mall  
Tel: (+92-42) 38303560-69  
Fax: (+92-42) 38303559

### Islamabad Office

3<sup>rd</sup> Floor, Kamran Centre,  
Block- B, Jinnah Avenue, Blue Area  
Tel: (+92-51) 2604861-2, 2604864, 2273439  
Fax: (+92-51) 2273861

### Faisalabad Office

Office No. 2, 5 & 8, Ground Floor, The  
Regency International 949, The Mall  
Faisalabad  
Tel: (+92-41) 2540843-45

### Rahim Yar Khan Office

Plot # 12, Basement of Khalid Market,  
Model Town, Town Hall Road  
Tel: (+92-68) 5871652-3  
Fax: (+92-68) 5871651

### Multan Office

Mezzanine Floor, Abdali Tower,  
Abdali Road  
Tel: (92-61) 4512003, 4571183

IGI Finex Securities Limited

Research Analyst(s)

Research Identity Number: BRP009

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