



## OGDC accelerates Bobi Deep-1 monetization during same month



Pursuant to our [discovery note](#) dated June 3rd, OGDC has announced the commencement of commercial production from the Bobi Deep-1 well in the Bobi and Dhamraki Mining Lease, Sindh, with OGDC holding 100% working interest as operator. The well is currently producing 2,000bpd. Notably, OGDC completed the laying of a 4-inch, 1.5 km flowline from the well site to the existing Bobi Plant within short timeframe following the disclosure earlier this month.

We estimate the discovery to contribute annualized earnings of approximately PkR1.19/sh to OGDC's FY27E EPS, based on our currency and crude oil assumptions. We reiterate our 'BUY' stance on OGDC with a Dec'26 target price of PkR522/sh, with Bobi Deep-1 the latest in the line of recent exploration successes including Baragzai X-1, Sahito-1 and Bitrism East-1, which continue to validate company's exploration and development activities heading into FY27E.

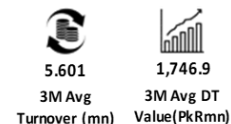
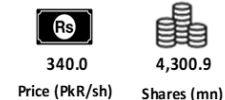
### Assumptions

Arab Light (US\$/bbl) - FY27E	70
Exchange Rate - US\$/PkR - FY27E	282.9
Oil - BPD	2,000
Gas - MMCFD	-

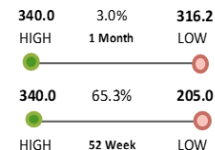
	Working Interest	EPS Impact
OGDC	100.0%	1.19

Source: OGRA, PSX and AKD Research

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### Price Performance



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## Valuation Methodology

To arrive at our period end target prices, AKDS uses different valuation techniques including:

- Discounted Cash Flow (DCF, DDM)
- Relative Valuation (P/E, P/B, P/S etc.)
- Equity & Asset return based methodologies (EVA, Residual Income etc.)

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Buy > 15% expected total return

Neutral > 0% to < 15% expected total return

Sell < 0% expected total return



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