September 9, 2026
REP 019

Lundali-1 well commissioned in Sukhpur-II Block

AKD Securities Limited

JV between POGC (Operator, 25% WI), MARI (30%), OGDC (30%) and TPOC (15%) has commissioned the Lundali-1 well in the Sukhpur-II Block, Sindh, achieving first gas flows on Sept 6th. The well is currently flowing 10mmcfd of gas, with output supplied to SSGC.

The Sukhpur-II Exploration License became effective in early Dec'25, with JV partners accelerating E&P activity and commissioning it under nine months from grant date. Based on our FY27E assumptions of crude oil and exchange rate, we estimate the incremental gas flows to contribute annualized earnings impact of PkR0.11/0.39/0.15 for OGDC, MARI and HUBC (50% JV partner in POGC), respectively.

We reiterate our 'BUY' stance on both MARI (Dec'26 TP: PkR935/sh) and OGDC (Dec'26 TP: PkR522/sh).

Assumptions		
Arab Light (US$/bbl) - FY27E	75	
Exchange Rate - US$/PkR - FY27E	282.9	
Oil - BPD	0	
Gas - MMCFD	10.0	
	Working Interest	**EPS Impact**
OGDC	30.0%	0.11
MARI	30.0%	0.39
HUBC (POGC: 50% JV)	12.5%	0.15

Source: OGRA, PSX and AKD Research

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321.0	4,300.9
Price (PkR/sh)	Shares (mn)
1,380,770.1	4,977.4
Market Capitalization (PkRmn)	Market Capitalization (USDmn)
4.364	1,430.1
3M Avg Turnover (mn)	3M Avg DT Value(PkRmn)

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