

PetroChina: Increased output while focusing on controlling costs

DIGITAL ENGAGEMENT TEAM

20 JULY 2022

TRADING MATTERS SERIES: STOCK HIGHLIGHT

Features a single stock and zooms in on its performance in the market

KEY METRICS

Current Price	3.63
Latest Dividend	0.10
Dividend Ex-Date	20/6/2022
Indicated Dividend Yield	7.44%
14 Day RSI	43.60
Analysts 12M Target Price	5.22

REFINITIV STOCKREPORTS+ AVERAGE SCORE

10/10

As of 19 Jul 2022

Refer to page 3 for indicator components

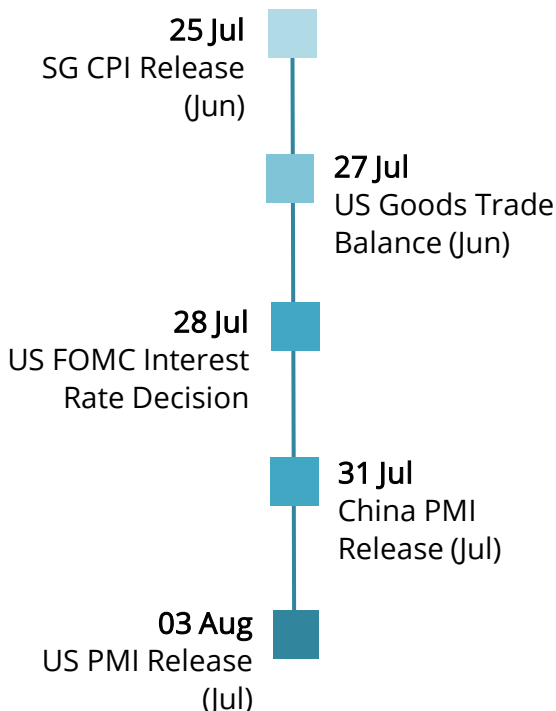
PetroChina Co Ltd (857 HK) Price Chart



Any red lines drawn on the price charts are trendlines, which are visual representations of support & resistance levels. They are drawn by connecting a series of prices together to help indicate the data's best fit or the presence of any trend over a time frame, and are for illustration purposes only.

As of 19 Jul 2022 closing

KEY MARKET EVENTS



Hang Seng Index Price Chart



As of 19 Jul 2022 closing

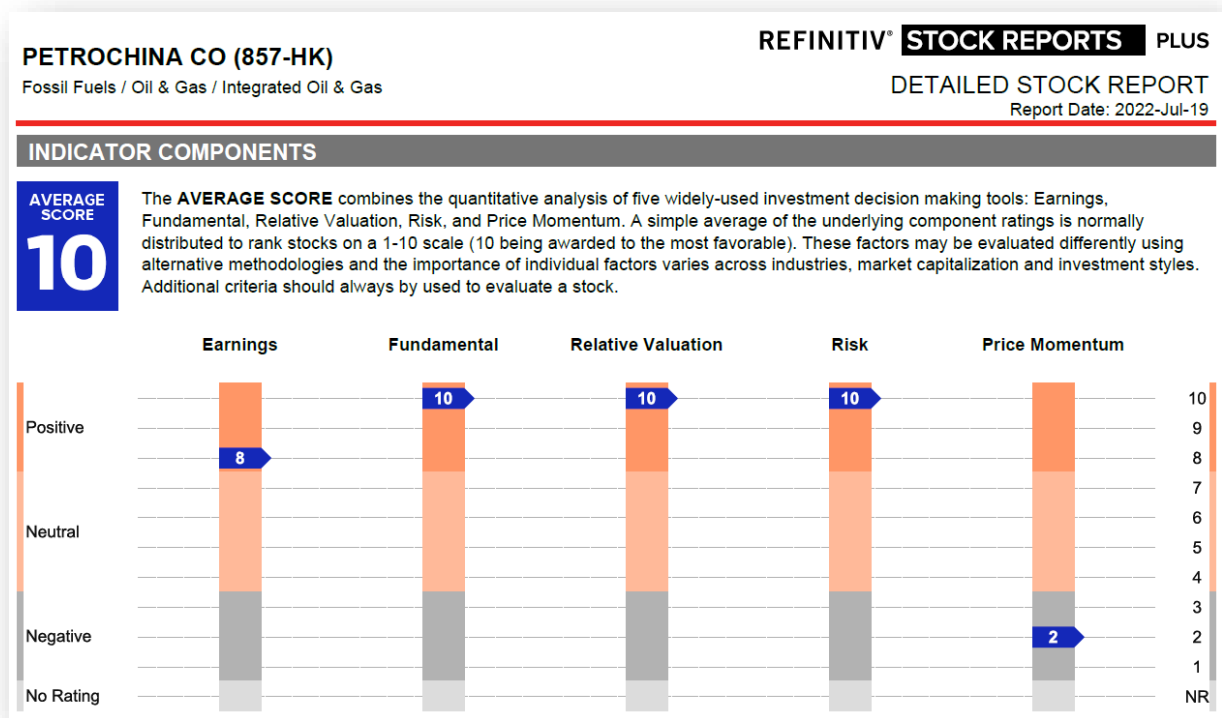
Headline News & Information

- PetroChina Company Limited operates as an oil and gas company. The company offers crude oil and oil products exploration, development, production and marketing. PetroChina also markets petrochemical products and derivative chemicals (Bloomberg)
- Oil falls on inflation concerns, anticipated stock builds (20 Jul 2022, Reuters)
 - Oil prices whipsawed in the previous session, caught in a tug-of-war between supply fears due to Western sanctions on Russia and pressures on indications from central bankers that they will raise interest rates to combat inflation
- Biden fails to secure major security, oil commitments at Arab summit (17 Jul 2022, Reuters)
 - President Joe Biden told Arab leaders that the United States would remain an active partner in the Middle East, but he failed to secure commitments to a regional security axis that would include Israel or an immediate oil output rise
- PetroChina says 1H profit rose by more than 50% as oil soared (15 July 2022, Bloomberg)
 - China's biggest oil company said its first-half of 2022 profits jumped 50% to 60% from a year ago amid a surge in global energy prices
 - The company also said it increased oil and gas output while focusing on controlling costs
 - Improving oil prices have helped resuscitate PetroChina's shares from a record low in late 2020

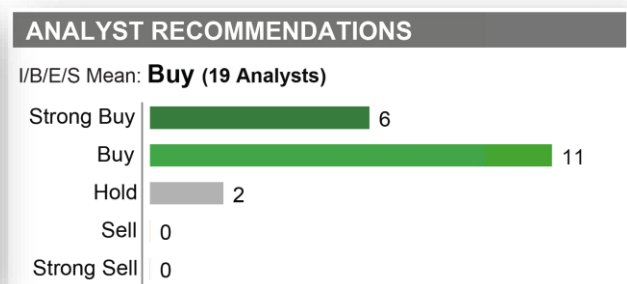
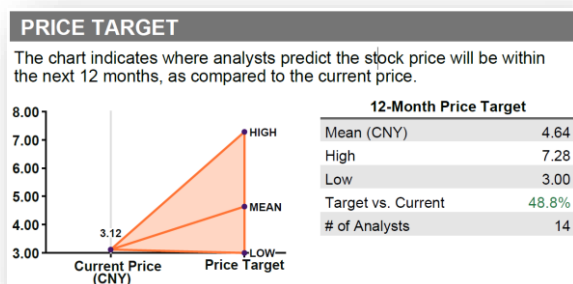
TRADING FLOWS	RESISTANCE LEVELS	SUPPORT LEVELS
• Shares rose 2.3% in the past 5 days but are down 8.8% in the past 30 days	• 3.84 (200 Day MA) • 3.94 (100 Day MA) • 4.20 (May 2022)	• 3.50 (Jul 2022) • 3.35 (Dec 2021) • 3.20 (Aug 2021)

Fundamental Viewpoint

An Extract from STOCKREPORTS+



Analyst Price Target and Recommendations



Source: REFINITIV STOCKREPORTS+, extracted 19 Jul 2022

HK Peer Analysis (STOCKREPORTS+)

PEER ANALYSIS												Currency in HKD	
Average Score	Ticker	PRICE MOMENTUM				Market Cap	VALUATION		FUNDAMENTAL		ANALYSTS		# of Analysts
		Price (2022-07-19)	1-Mo Return	3-Mo Return	1-Yr Return		Trailing PE	Forward PE	Dividend Yield	Net Margin	LTG Forecast	I/B/E/S Mean	
7	386	3.59	2.6%	-10.3%	-1.9%	87.3B	5.2	5.3	9.7%	2.8%	4.1%	Buy	16
10	857	3.63	-8.8%	-11.9%	8.0%	73.0B	6.2	5.0	7.7%	3.7%	4.5%	Buy	18
4	467	0.97	-4.0%	7.8%	-14.9%	23.9B	12.4	6.7	--	26.9%	--	Buy	1
8	2686	1.37	-5.5%	-6.2%	14.2%	4.5B	4.6	--	5.0%	46.9%	--	--	--
7	338	1.29	-13.4%	-16.2%	-23.2%	4.4B	5.9	8.3	9.5%	2.7%	8.0%	Hold	9
9	1205	0.50	-12.3%	-13.8%	25.0%	3.7B	3.6	--	9.0%	25.4%	--	--	--
5	2337	10.08	0.20%	-12.5%	17.2%	3.7B	17.5	--	0.26%	3.0%	--	--	--
7	332	0.51	0.00%	24.4%	47.8%	3.2B	41.8	--	--	0.8%	--	--	--
3	931	0.39	48.1%	55.2%	-6.1%	2.3B	--	--	--	-46.0%	--	--	--
9	6885	3.60	-2.7%	-8.6%	-9.5%	2.0B	3.2	--	9.8%	6.6%	--	--	--
2	663	0.29	-3.4%	0.00%	-44.7%	350M	--	--	--	-49.8%	--	--	--
6.5	Average	2.38	0.07%	0.72%	1.1%	18.9B	11.2	6.3	7.3%	2.1%	5.5%	Buy	11

PEER COMPANIES			
1205	CITIC Resources Holdings	386	China Petroleum & Chemical
2337	United Strength Power	467	United Energy Group
2686	AAG Energy Holdings	663	King Stone Energy Group
332	Yuan Heng Gas Holdings	6885	Henan Jinma Energy Co
338	Sinopec Shanghai Petrochemical	931	China LNG Group

Source: REFINITIV STOCKREPORTS+, extracted 19 Jul 2022

Global Peer Analysis (Bloomberg)

Ticker	Name	Mkt Cap (USD) (Millions)	Last Px	P/E	P/E 5Yr Avg	P/B	P/B 5Yr Avg	Indicated Yield (%)
Average		53,504	741.70	11.70	11.91	3.61	3.27	6.39
857 HK	PETROCHINA CO LTD-H	134,627	3.63	5.54	6.13	0.44	0.43	7.44
PSX US	PHILLIPS 66	39,811	82.75	9.99	N/A	1.82	1.86	4.69
386 HK	CHINA PETROLEUM & CHEMICAL-H	69,771	3.59	4.86	5.10	0.47	0.50	15.53
ALD AU	AMPOL LTD	5,276	32.15	13.75	N/A	2.49	2.50	2.89
ADNOCDIS UH	ABU DHABI NATIONAL OIL CO FO	14,259	4.19	22.81	21.88	19.99	18.42	4.91
MUSA US	MURPHY USA INC	6,513	269.13	14.09	11.87	8.23	5.40	0.46
PET4 BZ	PETROBRAS - PETROLEO BRAS-PR	72,325	28.60	2.49	3.66	0.86	1.00	19.97
RIL IN	RELIANCE INDUSTRIES LTD	206,489	2,438.60	26.51	21.48	2.12	1.91	0.33
DCC LN	DCC PLC	6,148	5,190.00	16.38	20.29	1.76	2.19	3.39
PKN PW	POLSKI KONCERN NAFTOWY ORLEN	6,583	71.76	2.55	4.30	0.56	0.66	4.88
PTT TB	PTT PCL	26,744	34.25	9.69	12.47	0.95	1.13	5.84

Source: Bloomberg, extracted 19 Jul 2022 closing

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