

Aksa Energy

The contribution of the Talimercan Power Plant was felt...

Basak Kamber

Analyst

bkamber@sekeryatirim.com

Aksa Energy (AKSEN) reported net profit of TRY 399mn including the TMS-29 effect in 1Q25, below the market expectation of TRY 659mn and in line with our net profit expectation of TRY 400mn (1Q24: TRY 1,003mn). In this quarter, higher net sales revenue, gross profit and increased EBITDA (especially the contribution of the Talimercan power plant) - due to the decrease in operational expenses despite the inflationary environment - supported net profit. On the other hand, net financing income of TRY 855mn in 1Q24 turning into a net financing expense of TRY 276mn in 1Q25 due to exchange rate difference expense, plus the rising net monetary position loss were factors suppressing profitability.

Aksa Energy's net sales revenues climbed 19% on an annual basis in 1Q25 to TRY 9,630mn (Şeker Invest: TRY7,690mn - Market: TRY 7,921mn). The production increase due to a higher spot ceiling price in Turkey was effective in the growth of net sales revenues. While the Company's total electricity sales volume (excluding Africa and Asia) increased by 110% YoY to 2,656 Gwh in 1Q25, average spot electricity prices rose by 18% YoY to 2,390 TL/Mws in 1Q25 (1Q24: 2,030 TL/Mws).

The Company's EBITDA, including the TMS-29 effect, exceeded our expectation of TRY 1,900mn and the market expectation of TRY 1,928 million, increasing by 59% YoY to TRY2,593 million in 1Q25. The EBITDA figure of the Asian operations (Talimercan Power Plant) increased from TRY 698mn to TRY 1.4 billion, making a strong contribution to total EBITDA. On the other hand, the EBITDA of Turkey operations rose by 42.6% on an annual basis to TRY 686mn (1Q24: TRY 481mn). The EBITDA of Africa operations decreased by 15.56% from TRY 785mn to TRY 663mn. While the net profit margin, which was 12.39% in 1Q24, decreased to 4.14% in 1Q25, EBITDA margin increased to 26.93% in 1Q25 (1Q24: 20.13%) thanks improved domestic and international operational performance. The gross profit margin rose from 16.96% to 23.73%.

Net debt increased - The company's net debt position, including the TMS-29 effect, increased to TRY 30,742mn in 1Q25, while the net Debt/EBITDA ratio decreased to 3.47x (4Q24: 4.20x) with the contribution of strong EBITDA production.

Despite the weak outlook for net profitability, we expect the rise in operational profitability to positively impact stock performance. We expect the diversified portfolio and fixed agreements in overseas operations to create value in the medium and long term. we remain our 12-month target price of TRY "50.15/shr" and maintain our "OUTPERFORM" recommendation.

OUTPERFORM
TP: TRY 50.15
 Previous TP: TRY 50.15
Upside: 50.3%

	TRY	US\$
Close	33,36	0,86
BIST 100	9.747	252
US\$/TRY (CB Bid Rate):	38,6761	
52 Week High:	48,14	1,49
52 Week Low:	31,10	0,81
Bloomberg/Reuters Ticker:	AKSEN.TI / AKSEN.IS	

	1.226	(TRY Mn)	(US\$ Mn)
Number of Shares (Mn):			
Current Mcap :	40.911		1.061
Free Float Mcap:	8.591		223

	1 M	YOY	YTD
TRY Return (%):	1	-15	-15
US\$ Return (%):	-1	-29	-22
BIST 100 Relative (%):	-3	-11	-14
Avg. Daily Vol. (TRY Mn):	186		
Avg. Daily Vol. (US\$ Mn):	5,4		

Beta	0,97
Volatility (Stock)	0,37
Volatility (BIST 100)	0,24

Shareholder Structure	%
Kazancı Holding	80,13
Free Float	19,77
Share buyback	0,10
Total	100,0

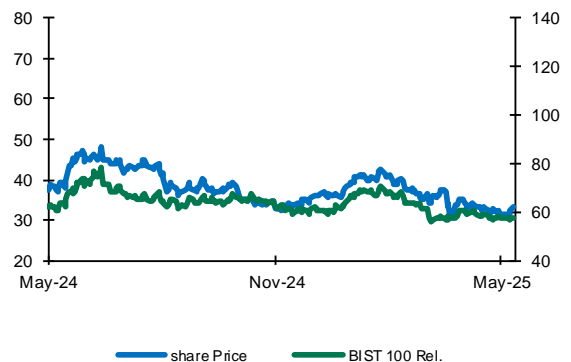


Figure 1: Financials (Including IAS-29 Effect)

TRY Million	1Q24	1Q25	YoY	4Q24	QoQ
Revenues	8.095	9.630	19,0%	9.520	1,2%
Gross Profit	1.373	2.285	66,5%	2.318	-1,4%
<i>Gross Profit Margin</i>	17,0%	23,7%		24,4%	
EBIT	969	1.928	99,1%	1.878	2,7%
<i>EBIT Margin</i>	12,0%	20,0%		19,7%	
EBITDA	1.630	2.593	59,1%	2.272	14,1%
<i>EBITDA Margin</i>	20,1%	26,9%		23,9%	
Net Profit	1.003	399	-60,2%	-485	N.M.
<i>Net Profit Margin</i>	12,4%	4,1%		-5,1%	

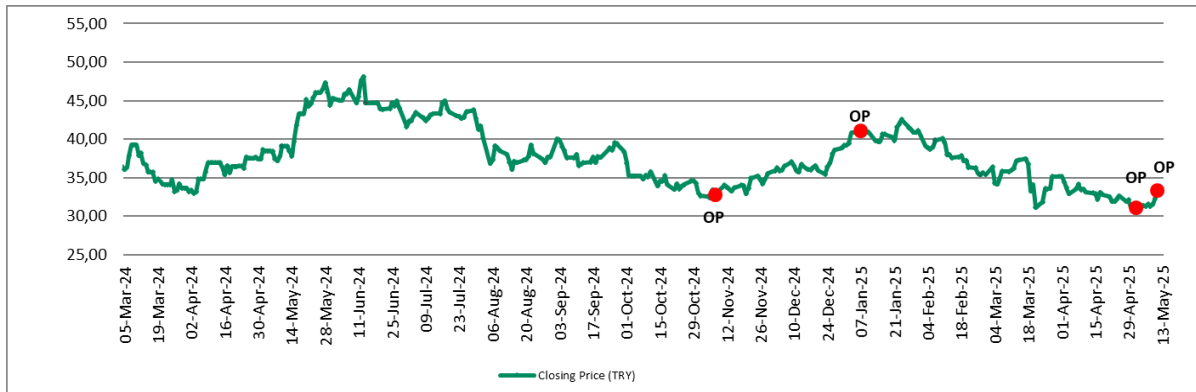
Source: Şeker Invest

Figure 2: Key financials (Including IAS-29 Effect)

BALANCE SHEET (TRY Mn)	2024/12	2025/03	%Chg
PP&E	68.009	69.762	2,6%
Intangibles	1.783	2.586	45,0%
Other Non-Current Assets	5.004	4.926	-1,6%
Trade Receivables	10.983	9.388	-14,5%
Cash&Equivalents	1.160	2.958	154,9%
Other Current Assets	4.161	3.701	-11,0%
Total Assets	91.101	93.320	2,4%
Long Term Debt	16.324	19.543	19,7%
Other Non current liabilities	1.866	1.978	6,0%
Short Term Debt	7.321	4.434	-39,4%
Trade Payables	6.856	5.929	-13,5%
Other current liabilities	9.721	12.060	24,1%
Total Liabilities	42.089	43.943	4,4%
Total Equity	49.011	49.377	0,7%
Total Equity&Liabilities	91.101	93.320	2,4%
INCOME STATEMENT (TRY Mn)	2024/03	2025/03	%Chg
Revenues	8.095	9.630	19,0%
COGS	6.722	7.344	9,3%
Gross Profit (Loss)	1.373	2.285	66,5%
Operating Expenses	404	357	-11,6%
Operating Profit/(Loss)	969	1.928	99,1%
Net Other Ope. Rev./ (Exp.)	365	84	-76,9%
Income/(Loss) from Investing Activities	0	0	N.M.
Financial Expenses	855	(276)	N.M.
Gains (losses) on net monetary positions	(323)	(694)	N.M.
Profit Before Tax (Loss)	1.837	1.155	-37,1%
Tax	(455)	(601)	N.M.
Net Profit (Loss)	1.383	554	-59,9%
Minority Interest	380	155	-59,2%
Majority Interest	1.003	399	-60,2%

Source: Şeker Invest

Historical Recommendations and target prices



Date	Recommendation	Target Price (TRY)
16-Jan-24	Outperform (OP)	47,50
10-May-24	Outperform (OP)	47,50
14-Jun-24	Outperform (OP)	55,00
7-Nov-24	Outperform (OP)	55,00
7-Jan-25	Outperform (OP)	55,00
2-May-25	Outperform (OP)	50,15
13-May-25	Outperform (OP)	50,15

Basis for 12m equity ratings

- Outperform:** The total return is expected to exceed the return of the BIST 100 by more than 10%.
- Underperform:** The total return is expected to fall below the return of the BIST 100 by more than 10%.
- Market Perform:** The total return is expected to be in line with the return of the BIST 100.

ŞEKER INVEST RESEARCH

Şeker Yatırım Menkul Değerler A.Ş.
Buyukdere Cad. No:171 Metrocity
A Blok Kat 4-5 34330 SİSLİ /İST
TURKEY

TEL: +90 (212) 334 33 33
Fax: +90 (212) 334 33 34
E-mail: research@sekeryatirim.com
Web: <http://www.sekeryatirim.com/english/index.aspx>

For additional information, please contact:

Research

Kadir Tezeller	Head	+90 (212) 334 33 81	ktezeller@sekeryatirim.com
Burak Demirbilek	Utilities, Pharmaceutical, Defense Industry	+90 (212) 334 33 33-128	bdemirbilek@sekeryatirim.com
Engin Degirmenci	Glass, Cement	+90 (212) 334 33 33-201	edegirmenci@sekeryatirim.com
A. Can Tuglu	Food & Beverages, Retail, Automotive	+90 (212) 334 33 33-334	atuglu@sekeryatirim.com.tr
Esra Uzun Ozbaskin	Telcos, Iron & Steel, Cons. Dur., Oil&Gas	+90 (212) 334 33 33-245	ezun@sekeryatirim.com
Basak Kamber	Pharmaceutical, Defense Industry, Energy	90 (212) 334 33 33-251	bkamber@sekeryatirim.com

Economy & Politics

Abdulkadir Dogan	Chief Economist	+90 (212) 334 91 04	adogan@sekeryatirim.com
------------------	-----------------	---------------------	--

Institutional Sales

Batuhan Alpman	Head	+90 (212) 334 33 70	balpman@sekeryatirim.com
Deniz Keskin	Trader	+90 (212) 334 33 36	dkeskin@sekeryatirim.com
Kerim Culum	Trader	+90 (212) 334 33 33-316	kculum@sekeryatirim.com.tr

DISCLAIMER

I, Basak Kamber hereby certify that the views expressed in this research accurately reflect my personal views about the subject securities and issuers. I also certify that no part of my compensation was, is or will be, directly or indirectly, related to the specific recommendations or views expressed in this report.

This report has been prepared by the Şeker Yatırım Menkul Değerler A.Ş. (Şeker Invest, Inc.) Research Team. The information and opinions contained herein have been obtained from and are based upon public sources that Şeker Invest considers to be reliable. No representation or warranty, express or implied, is made that such information is accurate or complete and should not be relied upon, as such. All estimates and opinions included in this report constitute our judgments as of the date of this report and are subject to change without notice. This report is for informational purposes only and is not intended as an offer or solicitation for the purchase or sale of a security. Investors must make their own investment decisions based on their specific investment objectives and financial position and using such independent advisors as they believe necessary. Şeker Invest may, from time to time, have a long or short position in the securities mentioned in this report and may solicit, perform or have performed investment banking, underwriting or other services (including acting as adviser, manager, underwriter or lender) for any company referred to in this report and may, to the extent permitted by law, have acted upon or used the information contained herein, or the research or analysis upon which it is based, before its publication. This report is for the use of intended recipients and may not be reproduced in whole or in part or delivered or transmitted to any other person without the prior written consent of Şeker Invest. By accepting this document you agree to be bound by the foregoing limitations.

Copyright © 2025 Şeker Invest