

Flash Note

Monday, July 15, 2024



Oil & Gas Exploration Companies

POL: Discovery of Hydrocarbons from Exploratory Well Jhandial-03

- According to notice issued on PSX by Pakistan Oilfields Limited (POL), the Company (operator of Ikhlas Block) has discovered hydrocarbons from exploratory well Jhandial-03 (Ikhlas Block).
- POL holds 80% stake in Ikhlas block while Attock Oil Company (AOC) holds remaining 20% stake.
- Drilling of the well commenced on 12-Oct-2023 and well was drilled down till the depth of 17,778ft in Lockhart Formation. The objective of drilling was to appraise the already discovered hydrocarbons at Sakesar formation and to explore the potential of deeper Lockhart and Patala formations.
- At different choke sizes, the well witnessed wellhead flowing pressures ranging between 3,170-6,718 PS. The oil production varied between 701-767bopd while gas flows ranged between 7.4-10.2mmcf. Based on this average oil flows stand at 734bopd and 8.8mmcf.
- The well is expected to be connected to production line within 3 weeks.
- Based on our estimate, we expect annualized earnings impact of PKR 12.0/share, based on oil price assumption of USD 85/bbl and exchange rate of 280.

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