

## TotalEnergies SE (TTE)

### Company Overview

TotalEnergies SE is a multi-energy company that produces and markets oil and biofuels, natural gas, biogas and low-carbon hydrogen, as well as renewables and electricity in France, the rest of Europe, and internationally.

- Sector & Industry: Energy & Integrated Oil and Gas
- Beta (Volatility): 0,23
- Current Price vs. 52-Week Range: \$47,6 – \$60,9
- Market Cap: \$120 billion
- Dividend yield: 6,1%
- Target Price: \$73,0 (+30,8%)

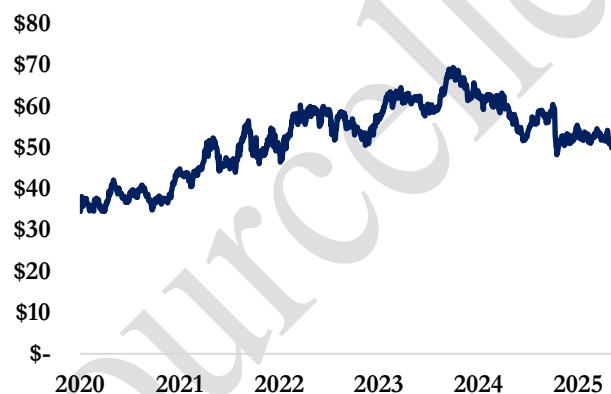
### Industry Outlook

- Global primary energy demand is projected to keep rising, with demand in the Global South growing about 2% per year and should reach around 60% of world consumption by 2050.
- Global oil demand is projected in many outlooks to peak around 2030/2032 near 102–108 million barrels per day, and some scenarios still see growth through 2050.
- Natural gas and LNG remain key transition fuels: LNG demand alone is expected to rise by about 60% by 2040, driven mainly by Asia and emerging markets.

### Company Financials

| Year | Revenue   | EBITDA   | EBIT     | Net Profit |
|------|-----------|----------|----------|------------|
| 2024 | \$195 610 | \$38 109 | \$25 821 | \$15 758   |
| 2023 | \$218 945 | \$45 081 | \$32 388 | \$21 384   |
| 2022 | \$263 310 | \$75 861 | \$62 174 | \$20 526   |
| 2021 | \$184 634 | \$37 825 | \$24 241 | \$16 032   |
| 2020 | \$119 704 | \$18 072 | \$4 163  | -\$7 242   |

### Stock Price over the last 5 years



### Key Financial Ratios (2024)

| Profitability Ratio |       | Solvency Ratio  |        |
|---------------------|-------|-----------------|--------|
| ROE                 | 18,4% | D/E             | 0,42x  |
| ROA                 | 6,9%  | Int. Coverage   | 15,04x |
| Margin Ratio        |       | Liquidity Ratio |        |
| Gross Profit        | 34,7% | Current         | 1,12x  |
| EBITDA              | 20,6% | Quick           | 0,86x  |

### Investment Thesis

TotalEnergies delivered solid performance in 2024, supported by its diversified exposure across oil, natural gas, LNG, low-carbon fuels, and electricity. The company reported revenue of \$180.9 billion and EBITDA of \$38.7 billion, demonstrating strong profitability despite a volatile energy environment. Its financial position remains robust, with a debt-to-equity ratio of 0.42x, interest coverage above 15x, and an EBITDA margin of 20.6%. The firm also exhibits low market risk, reflected in its beta of 0.23. Growth is underpinned by rising global energy demand, particularly LNG, projected to expand by 60% by 2040, and by TotalEnergies' long-term operational resilience.

### Main Catalysts & Risks in Company Growth

| Catalysts  | Risks  |
|--|--|
| ➤ LNG long-term growth demand (+60% by 2040)     | ➤ Exposure to oil & gas price volatility affecting revenue stability |
| ➤ Strong liquidity ratio and low gearing (<50%)  | ➤ Regulatory and environmental pressure on decarbonization           |
| ➤ Expanding in LNG, fuels, renewables, and power | ➤ Geopolitical and operational risks in key producing regions        |

### Recommendations

TotalEnergies' solid financial performance and exposure to long-term energy demand position the company for continued value creation. Trading between \$47.6 and \$60.9 with a target price of \$73, the stock offers roughly 31% upside. Investors also benefit from a 6.1% dividend yield, supported by strong liquidity and steady operations. As the energy mix shifts, TotalEnergies' strategic focus on natural gas and low-carbon solutions, along with its healthy margins and well managed balance sheet, strengthens its competitive profile. Globally, the stock presents a compelling buy, offering stable returns and measured growth potential in a transitioning energy landscape.