Promethium EQUITY RESEARCH

Texas Pacific Land Corporation

NYSE — TPL Oil Royalty Traders / SIC 6792

RECENT PRICE			
360.98	Earn. yield	2.2%	
	Trail. P/E[G]	46.0	
	Rel. P/E[G]	2.36	
	Yield	0.6%	

Date October 19, 2026
Analyst C. Poch
ID PRM-TPL-1026

PROMETHIUM RANKS[H]

OVERALL SCORE **63.8**

Rank	#579	Profitability	82.8
Growth	54.3	Cash flow	73.9
Fin'l str.	75.2	Valuation	32.6
Score coverage	100%	Raw beta[H]	0.61

PRICE RETURN[H]

	STOCK	S&P 500
1 yr.	12.9	14.2
3 yr.	73.2	86.3
5 yr.	151.0	69.6
10 yr.	1104.9	266.5

PROFILE

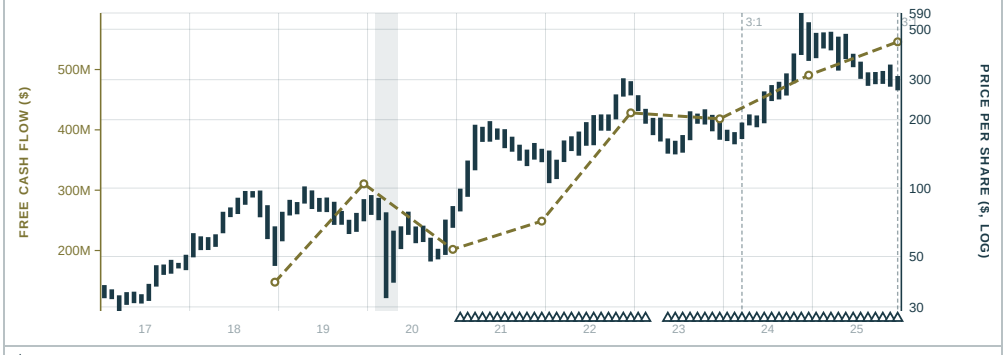
Mkt. cap	$24.90B	Shs. out	69.0M
Public float	$20.00B	Avg. vol.	399K
Px./book	17.1x	EV/EBITDA	37.8x
FCF yield	2.3%	FY end	Dec.

CAPITAL STRUCTURE

AS OF 12/31/25

Total debt	—	Due in 5 yrs.	—
% of cap'l	—	Int. coverage	858.2x
Lease liab.	$17.8M	Pension	$11M funded
Pfd. stock	None	Common stk.	69.0M

PRICE HISTORY — TEN YEARS[H]



price high–low, monthly — free cash flow, fiscal yr. △ insider open market buy shading = recession options: Y

FIN'L POSITION ($MILL.)

	2024	2025
Cash	370	145
Receivables		165
Inventory	—	—
Other		10
Current assets	**503**	**319**
AP & accrued	27	40
Debt due	—	—
Other	20	33
Current liab.	**47**	**73**

ANNUAL STATISTICS — TEN FILED YEARS

PER-SHARE & FINANCIAL DATA	2017	2018	2019	2020	2021	2022	2023	2024	2025
Revenues per sh[E]	—	4.28	7.03	4.33	6.46	9.60	9.15	10.24	11.58
Cash flow per sh	—	3.03	4.69	2.73	4.10	6.64	6.09	6.95	7.89
GAAP earnings per sh	—	2.99	4.57	2.52	3.87	6.42	5.86	6.57	6.97
Div'ds decl'd per sh	—	.45	.19	1.11	1.22	3.56	1.44	5.04	2.13
Cap'l spending per sh	—	0.68	0.46	0.07	0.24	0.27			
Book value per sh	—	3.49	7.34	6.95	9.34	11.11	15.11	16.43	21.16
Common shs outst'g (mill.)	—	70	70	70	70	70	69	69	69
Avg ann'l P/E ratio[G]	—	24.3	17.6	25.3	38.1	29.9	31.4	42.2	51.9
Relative P/E ratio[G]	—	1.31	.93	1.34	2.18	1.80	1.76	2.11	2.60
Avg ann'l div'd yield	—	0.6%	0.2%	1.7%	0.8%	1.9%	0.8%	1.8%	0.6%
Revenues ($mill.)	—	300	490	303	451	667	632	706	798
Operating margin	—	87.7%	83.3%	76.6%	84.0%	86.6%	79.3%	79.9%	82.0%
Deprec. & amort. ($mill.)	—	3	9	14	16	15	15	25	63
GAAP net profit ($mill.)	—	210	319	176	270	446	406	454	481
Income tax rate	—	19.9%	20.8%	19.9%	25.6%	21.5%	21.6%	21.6%	21.1%
Net profit margin	—	69.9%	65.0%	58.2%	59.9%	66.9%	64.2%	64.3%	60.3%
Working cap'l ($mill.)	—	—	—	311	476	594	818	457	247
Long-term debt ($mill.)	—	—	—	—	—	—	—	—	—
Shr. equity ($mill.)	105	245	512	485	652	773	1043	1132	1459
Return on total cap'l[G]	—	85.7%	62.2%	36.3%	41.4%	57.8%	38.9%	40.1%	33.0%
Return on shr. equity (net inc.)[G]	—	85.7%	62.2%	36.3%	41.4%	57.8%	38.9%	40.1%	33.0%
Retained to com. eq.	—	72.8%	53.1%	-5.3%	28.3%	25.8%	29.3%	9.4%	22.9%
All div'ds to net prof.	—	15%	15%	115%	32%	55%	25%	77%	31%

QUARTERLY DETAIL

YR	MAR	JUN	SEP	DEC	YEAR
REVENUES ($MILL.)					
2024	174	172	174	186	706
2025	196	188	203	212	799
2026	237	246	—	—	—
EARNINGS PER SHARE					
2024	1.66	1.66	1.54	1.71	6.57
2025	1.75	1.68	1.76	1.78	6.97
2026	2.07	2.23	—	—	—
DIVIDENDS DECLARED					
2025	.53	.53	.53	.54	2.13
2026	.60	.60	—	—	—

ANNUAL RATES OF CHANGE

3-yr. avg. ends; 10-yr. FY13–25, 5-yr. FY18–25. Compound annual growth per share, from filed years — no projection.

PER SHARE	10 YR	5 YR
Revenues		14.6%
Cash flow		14.9%
Earnings		14.0%
Dividends		37.5%
Book value		24.3%

BUSINESS

Texas Pacific Land Corp. is one of the largest landowners in Texas: about 882,000 surface acres and 224,000 net royalty acres, principally in the Permian Basin. 2025 revenue of $798.2 million: oil and gas royalties, 52%; water sales, 21%; produced water royalties, 15%; easements and other surface income, 12%. Segments: Land and Resource Management, 62%; Water Services and Operations, 38%. Organized in 1888 as a land trust holding former Texas and Pacific Railway lands; became a corporation 1/21. Off. and Dir. own 6.9% of common stock; Horizon Kinetics, 15.6%; Vanguard, 10.7%; BlackRock, 7.9% (9/25 proxy). Incorp.: DE. Tyler Glover, President and CEO. Addr.: 2699 Howell St., Suite 800, Dallas, TX 75204. www.TexasPacific.com.

ANALYST COMMENTARY

DATA SOURCE NOTE: This profile is built from financial statements that Texas Pacific Land filed with the U.S. Securities and Exchange Commission (SEC EDGAR, XBRL filings); share prices are market closing prices. Figures and ratios are calculated directly from those sources. Nothing is estimated or forecast, and no third-party analyst projections are used.

Each measure is scored as a percentile against companies in the same industry group, so a score shows how the company compares with its peers, not an absolute rating. The overall Grace rank then compares that result across the full scored universe.

— C. Poch · October 19, 2026

PRINCIPAL RISKS

- Cash of $248.6M at June 30, 2026 sits well below the company's own stated target balance of about $700M.
- Credit facility restricts subsidiary actions if consolidated total leverage exceeds 2.50x; compliant at June 30, 2026.
- Just 114 full-time employees at December 31, 2025, 35 of them at TPWR, run a $1.86B balance sheet.

FOOTNOTES & DEFINITIONS

As-filed SEC EDGAR values via the Promethium pipeline. Blank = not reported; NM/NMF = not meaningful; nothing here is an estimate. (G) Trailing P/E = price/TTM EPS; Rel P/E vs GRACE median; Avg ann'l P/E = FY-avg close/FY EPS; op. margin = (EBIT+D&A)/sales; cash flow = net inc.+deprec.; cap'l return = (NI+half int.)/(LT debt+eq.); equity return = NI/eq. (H) Ranks = GRACE factor scores, 0-100; rank is out of 3,984 ranked companies. Returns are price-only (S&P 500 = SPY); raw beta, 60-mo. monthly; chart marks are Form 4 open-market buys. (S) DPS includes special dividends. (E) Split-adjusted per-share history.

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