

Oil India | BUY



Core earnings largely in line, but PAT hit by impairment loss

Oil India's 1QFY26 standalone EBITDA at INR 20.6bn was higher than JMFe of INR 19.5bn (but lower than consensus of INR 22.8bn) on better gas sales volume and realisation though it was partly offset by slightly lower crude sales volume and realisation. However, PAT at INR 8.1bn was sharply lower than JMFe/consensus of INR 10.2bn/INR 14.2bn, primarily due to impairment loss of INR 3.1bn in respect of two overseas blocks in Bangladesh. NRL's 1QFY26 GRM was weak at USD 5.02/bbl (before excise duty benefit), resulting in lower EBITDA at INR 7.9bn. Consolidated EBITDA was slightly lower QoQ at INR 28.1bn in 1QFY26 (vs. INR 30.1bn in 4QFY25) primarily due to lower EBITDA from NRL. We maintain BUY (unchanged TP of INR 500) based on our Brent crude price assumption of USD 70/bbl (while CMP is discounting ~USD 60/bbl of net crude realisation). Further, Oil India's earnings is likely to grow at a robust ~16% CAGR over the next 3-5 years driven by: a) sharp 20-30% output growth in the next 2-3 years aided by commissioning of Indradhanush gas pipeline; and b) expansion of NRL refinery from 3mmtpa to 9mmtpa. At CMP, Oil India trades at 6.3x FY27E EPS and 1.0x FY27E BV.

- **Standalone EBITDA higher than JMFe (but lower than consensus) on better gas sales volume and realisation, while PAT lower than estimates due to impairment loss of INR 3.1bn:** Oil India's 1QFY26 standalone EBITDA at INR 20.6bn was higher than JMFe of INR 19.5bn (but lower than consensus of INR 22.8bn) on better gas sales volume and realisation though it was partly offset by slightly lower crude sales volume and realisation. However, PAT at INR 8.1bn was sharply lower than JMFe/consensus of INR 10.2bn/INR 14.2bn, primarily due to impairment loss of INR 3.1bn in respect of two overseas blocks in Bangladesh (SS04 and SS09) after the company exited these blocks, and also aided by lower other income (at INR 1.8bn vs. JMFe of INR 3.5bn). Hence, standalone 1QFY26 EPS was lower at INR 5/share. Consolidated EBITDA was slightly lower QoQ at INR 28.1bn in 1QFY26 (vs. INR 30.1bn in 4QFY25) primarily due to lower EBITDA from NRL. However, consolidated PAT was higher QoQ at INR 19bn, aided by higher share of profit of associate/JVs at +INR 7.2bn (vs. negative INR 2.7bn in 4QFY25).
- **Crude sales volume and realisation slightly lower than JMFe (though production in line); while gas sales volume and realisation was better than JMFe:** In 1QFY26, crude sales volume was slightly lower than JMFe (at 0.82mmt, down 3.1% QoQ and down 1.4% YoY) though crude production was largely in line with JMFe (at 0.853mmt, up 1.1% QoQ but down 2.1% YoY) as sales as % of production was lower at 96% vs. historical 97-99%. Further, computed net crude realisation was also slightly lower at USD 63.9/bbl vs. JMFe of USD 64.4/bbl. However, gas sales volume was 2.2% higher than JMFe (at 0.7bcm, up 4.5% QoQ and up 2.8% YoY) though gas production was in line with JMFe (at 0.827bcm, up 2.6% QoQ and up 1.1% YoY). Further, domestic gas realisation was also slightly better at USD 6.9/mmbtu. Separately, the company highlighted that during the quarter it made a hydrocarbon discovery at Namrup-Borhat OALP block and commenced gas production from the Bakhritibba Discovered Small Field (DSF) block located in Rajasthan's Jaisalmer District.

Dayanand Mittal
dayanand.mittal@jmfl.com | Tel: (+91 22) 66303063

Shivam Gupta
shivam.gupta@jmfl.com | Tel: (91 22) 66303082

Anupam Jakhotia
Anupam.Jakhotia@jmfl.com | Tel: (91 22) 69703686

Recommendation and Price Target

Current Reco.	BUY
Previous Reco.	BUY
Current Price Target (12M)	500
Upside/(Downside)	17.7%
Previous Price Target	500
Change	0.0%

Key Data – OINL IN

Current Market Price	INR425
Market cap (bn)	INR691.5/US\$7.9
Free Float	27%
Shares in issue (mn)	1,626.6
Diluted share (mn)	1,626.6
3-mon avg daily val (mn)	INR1,701.8/US\$19.4
52-week range	768/322
Sensex/Nifty	80,236/24,487
INR/US\$	87.7

Price Performance

%	1M	6M	12M
Absolute	-1.7	1.8	-36.3
Relative*	1.1	-3.4	-37.3

* To the BSE Sensex

Financial Summary (Consolidated)

Y/E March	FY24A	FY25A	FY26E	FY27E	FY28E
Net Sales	3,49,856	3,47,581	3,07,915	5,20,039	6,46,191
Sales Growth (%)	-11.4	-0.7	-11.4	68.9	24.3
EBITDA	1,25,042	1,12,163	1,28,293	1,75,562	1,97,947
EBITDA Margin (%)	34.4	31.0	39.7	32.7	29.7
Adjusted Net Profit	87,007	65,509	75,426	1,10,223	1,27,398
Diluted EPS (INR)	53.5	40.3	46.4	67.8	78.3
Diluted EPS Growth (%)	-0.3	-24.7	15.1	46.1	15.6
ROIC (%)	24.4	16.0	15.4	19.0	18.4
ROE (%)	20.0	13.4	14.3	18.1	17.8
P/E (x)	7.9	10.6	9.2	6.3	5.4
P/B (x)	1.4	1.4	1.2	1.1	0.9
EV/EBITDA (x)	7.3	8.6	7.5	5.5	4.8
Dividend Yield (%)	2.5	2.7	2.9	3.4	3.9

Source: Company data, JM Financial. Note: Valuations as of 12/Aug/2025

JM Financial Research is also available on:
Bloomberg - JMFR <GO>,
Thomson Publisher & Reuters,
S&P Capital IQ, FactSet and Visible Alpha

Please see Appendix I at the end of this report for Important Disclosures and Disclaimers and Research Analyst Certification.

- **NRL's 1QFY26 GRM weak at USD 5.02/bbl (before excise duty benefit), resulting in lower EBITDA at INR 7.9bn:** NRL's GRM (before excise duty benefit) was weak at USD 5.02/bbl in 1QFY26 (vs. JMFe of USD 9.0/bbl and vs. USD 9.3/bbl in 4QFY25); further, crude throughput was also slightly lower at 799tmt or 107% utilisation (and vs. JMFe of 824tmt and vs. 810tmt in 4QFY25). Hence, NRL's EBITDA was lower at INR 7.9bn in 1QFY26 vs. JMFe of INR 9.8bn (and vs. INR 10bn in 4QFY25); PAT was also consequently lower at INR 4.9bn vs. JMFe of INR 6.3bn (and vs. INR 6.2bn in 4QFY25).
- **Maintain BUY on expectation of crude stabilising ~USD 70/bbl while CMP discounting ~USD60/bbl; also driven by robust oil & gas production growth expectation and expansion of NRL refinery:** We have cut our FY26 PAT estimate by 2.9%, accounting for impairment loss of INR 3.1bn in 1QFY26 in respect of two overseas blocks in Bangladesh; however, our TP is largely unchanged at INR 500. We reiterate BUY based on our Brent crude price assumption of USD 70/bbl (while CMP is discounting ~USD 60/bbl of net crude realisation). Further, Oil India's earnings is likely to grow at a robust ~16% CAGR over the next 3-5 years driven by: **a)** sharp 20-30% output growth in the next 2-3 years aided by commissioning of Indradhanush gas pipeline; and **b)** expansion of NRL refinery from 3mmtpa to 9mmtpa (given the management guidance of excise duty benefits continuing for the expanded capacity as well). Every USD 7/bbl rise/fall in net crude realisation results in increase/decrease in our consolidated EPS and valuation by ~7-8% — **Exhibit 8-9**. Further, Oil India is also a robust dividend play (4-5%). At CMP, Oil India trades at 6.3x FY27E EPS and 1.0x FY27E BV.

1QFY26 Result Review

Exhibit 1. Oil India standalone quarterly snapshot

	1QFY25	2QFY25	3QFY25	4QFY25	1QFY26	% YoY	% QoQ
Sales (INRm)	58,397	55,190	52,397	55,189	50,125	(14.2)	(9.2)
Operating Costs	32,975	30,433	29,776	33,865	29,484		
EBITDA (INR mn)	25,422	24,756	22,621	21,324	20,640	(18.8)	(3.2)
EBITDA margin (%)	44%	45%	43%	39%	41%	-236bps	254bps
EBITDA (US\$/boe of sales)	29.0	28.6	25.6	23.4	22.9		
Interest (INRm)	1,970	2,299	2,442	1,952	1,534	(22.1)	(21.4)
Depreciation (INRm)	4,558	5,036	5,268	4,325	5,315	16.6	22.9
Dry well write off / Impairment Loss (INRm)	762	2,924	1,293	1,482	4,577	500.7	208.8
Other income(INRm)	1,617	8,556	1,886	6,639	1,761	8.9	(73.5)
Extra-ordinary items	0	0	0	0	0		
PBT (INRm)	19,750	23,054	15,503	20,203	10,976	(44.4)	(45.7)
Tax (INRm)	5,082	4,713	3,285	4,288	2,841	(44.1)	(33.8)
Reported PAT (INR mn)	14,668	18,341	12,218	15,915	8,135	(44.5)	(48.9)
PAT Margin(%)	25%	33%	23%	29%	16%		
EPS (INR)	9.0	11.3	7.5	9.8	5.0		

Source: Company, JM Financial

Exhibit 2. Oil India consolidated quarterly snapshot

	1QFY25	2QFY25	3QFY25	4QFY25	1QFY26	% YoY	% QoQ
Sales (INRm)	93,509	81,359	90,891	95,878	87,499	(6.4)	(8.7)
EBITDA (INR mn)	32,182	28,283	28,075	30,086	28,086	(12.7)	(6.6)
EBITDA margin (%)	34%	35%	31%	31%	32%	-232bps	72bps
Interest (INRm)	2,417	2,795	3,037	2,443	1,991	(17.7)	(18.5)
Depreciation (INRm)	5,535	6,075	6,239	5,334	6,271	13.3	17.6
Dry well write off (INRm)	762	2,924	1,293	1,482	4,577		
Other income(INRm)	2,309	7,510	3,021	3,823	2,557	10.7	(33.1)
Extra-ordinary items	0	0	0	0	0		
PBT (INRm)	25,777	23,998	20,526	24,651	17,805		
Tax (INRm)	6,852	5,566	4,594	6,957	4,586		
Reported PAT before Minority interest	20,163	20,692	14,572	14,970	20,465		
Reported PAT after Minority interest	18,858	20,162	13,389	13,101	18,964	0.6	44.8
PAT Margin (%)	20%	25%	15%	14%	22%		
Reported EPS after Minority interest (INR)	11.6	12.4	8.2	8.1	11.7		

Source: Company, JM Financial

Exhibit 3. Realisation and volume details

	1QFY25	2QFY25	3QFY25	4QFY25	1QFY26	% YoY	% QoQ
Revenue break-up (INR mn)							
CRUDE							
Total (inc.JV)	41,979	39,730	36,503	38,893	33,039	(21.3)	(15.1)
GAS							
Total (inc.JV)	14,220	13,274	13,821	13,826	14,693	3.3	6.3
Others							
LPG	482	433	341	528	352	(27.0)	(33.3)
Condensate	125	125	125	125	125	0.0	0.0
Transportation income	1,253	1,361	1,465	1,643	1,572	25.4	(4.3)
TOTAL	58,059	54,923	52,254	55,015	49,781	(14.3)	(9.5)
Realisation break -up:							
CRUDE (USD/ bbl)							
Gross computed crude realisation (inc.JV)	82.1	76.9	71.3	72.0	63.9	(22.2)	(11.3)
Less: Windfall tax on domestic crude	9.9	5.3	0.0	0.0	0.0		
Net computed crude realisation (incl JV)	72.2	71.6	71.3	72.0	63.9	(11.5)	(11.3)
Brent	84.9	80.3	74.7	75.7	67.9	(20.1)	(10.4)
GAS (USD/mmbtu)							
Total (inc.JV)	7.0	6.8	6.7	6.7	6.9	(2.0)	2.9
Production volume break-up							
CRUDE (mmt)							
Total (inc.JV)	0.871	0.875	0.868	0.844	0.853	(2.1)	1.1
GAS (bcm)							
Total (inc.JV)	0.818	0.799	0.829	0.806	0.827	1.1	2.6
Sales volume break-up							
CRUDE (mmt)							
Total (inc.JV)	0.83	0.84	0.83	0.85	0.82	(1.4)	(3.1)
GAS (bcm)							
Total (inc.JV)	0.68	0.65	0.68	0.67	0.70	2.8	4.5

Source: Company, JM Financial

Exhibit 4. NRL financial and operational details

	1QFY25	2QFY25	3QFY25	4QFY25	1QFY26	% YoY	% QoQ
Physical Operational Details							
Crude Throughput (TMT)	764	683	808	810	799	4.6	(1.3)
Utilisation (%)	102%	91%	108%	108%	107%		
Distillate Yield (%)	87%	84%	87%	88%	85%	(2.1)	(3.0)
GRM before excise duty benefit (USD/bbl)	6.4	2.3	2.1	9.3	5.0	(21.9)	(45.9)
Financial Performance (INRmn)							
Operating Income	64,658	51,974	65,548	69,269	62,802	(2.9)	(9.3)
EBITDA	7,337	3,989	6,567	10,022	7,857	7.1	(21.6)
PBT	5,958	2,517	5,074	8,604	6,532	9.6	(24.1)
PAT	4,305	1,751	3,854	6,168	4,882	13.4	(20.8)

Source: Company, JM Financial

Key Assumptions and Estimates

Exhibit 5. Key assumptions

	FY21	FY22	FY23	FY24	FY25E	FY26E	FY27E	FY28E	Comments
Macro assumptions									
Brent (USD/bbl)	44.7	80.0	95.4	83.1	78.9	70.0	70.0	70.0	
Exchange rate (INR/USD)	71.9	74.5	80.4	82.8	84.6	87.1	88.8	90.6	
Oil India domestic business									
Production									
Crude production (kbpd)	60	61	64	68	70	73	79	80	Based on historical trend and new growth
Gas production (bcm)	2.6	3.0	3.2	3.2	3.3	3.3	3.7	4.2	Based on historical trend and new growth
Crude and gas production (kboepd)	105	113	119	122	126	131	142	153	
Crude production (%)	57%	54%	54%	55%	55%	56%	55%	52%	
Gas production (%)	43%	46%	46%	45%	45%	44%	45%	48%	
Realisation									
Gross crude realisation (USD/bbl)	44.0	79.0	81.6	75.8	78.9	70.0	70.0	70.0	Based on crude price assumption
Less: Windfall tax (USD/bbl)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
Net realisation (USD/bbl)	44.0	79.0	81.6	75.8	78.9	70.0	70.0	70.0	
Gas realisation (USD/mmmbtu)	2.6	2.8	8.8	8.0	7.8	8.5	8.9	9.2	Based on domestic gas price formula
Standalone EBITDA (INR Mn)	13,718	55,321	102,428	97,798	94,123	101,619	116,281	130,001	

Source: Company, JM Financial

Exhibit 6. Change in estimates

	New	Old	Divergence
TP (INR)	500	500	0%
Rating	BUY	BUY	
Revenue (INR Mn)			
FY26	323,336	323,336	0.0%
FY27	537,157	537,157	0.0%
FY28	665,776	665,776	0.0%
EBITDA (INR Mn)			
FY26	128,293	129,438	-0.9%
FY27	175,562	176,420	-0.5%
FY28	197,947	198,848	-0.5%
PAT (INR Mn)			
FY26	75,426	77,676	-2.9%
FY27	110,223	110,203	0.0%
FY28	127,398	127,431	0.0%
EPS (INR)			
FY26	46.4	47.8	-2.9%
FY27	67.8	67.8	0.0%
FY28	78	78.3	0.0%

Source: JM Financial

Valuation

Exhibit 7. Valuation

	INR/share	Comment
Standalone business		
FY27 standalone EPS (INR)	46.8	Adjusting for NRL EPS
P/E multiple used (x)	7.0	
Equity value of standalone business (INR/share)	328	
NRL		
FY28E EPS from NRL adjusted for Oil India's 69.6% stake	19.0	Assumed 9mtpa throughput in FY28 and USD 25.6/bbl GRM
P/E multiple used (x)	7.0	
Oil India's Equity Value in NRL (INR/share)	118	After discounting by 1 year to FY27
Other investments		
Value on IOCL's stake (5.0% stake)	55	At 20% discount to CMP
Total equity value (INR/share)	500	

Source: JM Financial

If FY26 net crude realisation changes by USD7.0/bbl, our FY26 consolidated EPS will change by +/-9.6%. Similarly if gas realisation changes by +/- 0.85 USD/mmbtu, our FY26 consolidated EPS will change by +/-4.6%.

Exhibit 8. Oil India consolidated FY26 EPS sensitivity to net crude realisation and gas price (INR/share)

		FY26 Gas Price (USD/mm btu)						
		6.0	6.8	7.7	8.5	9.4	10.2	11.1
Net crude realisation (USD/bbl)	49	26.6	28.7	30.9	33.0	35.1	37.2	39.3
	56	31.1	33.2	35.3	37.4	39.5	41.7	43.8
	63	35.6	37.7	39.8	41.9	44.0	46.1	48.2
	70	40.0	42.1	44.3	46.4	48.5	50.6	52.7
	77	44.5	46.6	48.7	50.8	52.9	55.1	57.2
	84	49.0	51.1	53.2	55.3	57.4	59.5	61.6
	91	53.4	55.5	57.7	59.8	61.9	64.0	66.1

Source: Company, JM Financial

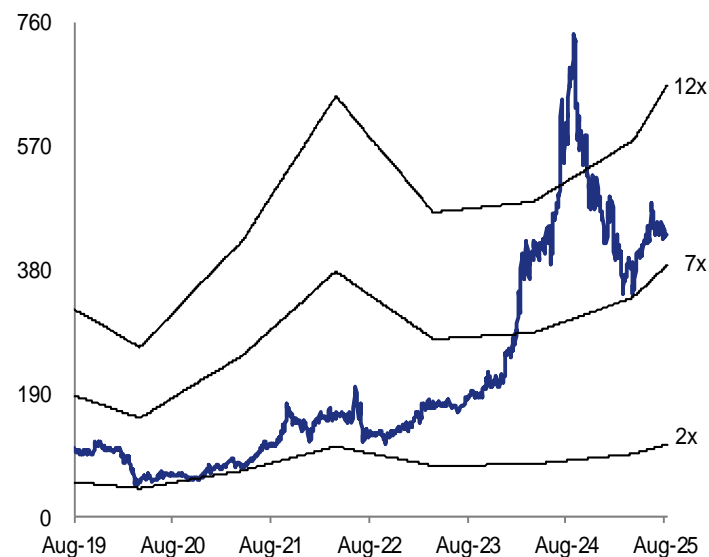
If FY26 net crude realisation changes by USD7.0/bbl, our valuation will change by +/- INR 37/share (or +/-7.5%). Similarly if gas realisation changes by +/- 0.85 USD/mmbtu, our valuation will change by INR +/- 14/share (or +/-2.8%).

Exhibit 9. Oil India valuation sensitivity to FY26 net crude realisation and gas price (INR/share)

		FY26 Gas Price (USD/mm btu)						
		6.0	6.8	7.7	8.5	9.4	10.2	11.1
Net crude realisation (USD/bbl)	49	346	360	374	388	402	416	430
	56	383	397	411	426	440	454	468
	63	421	435	449	463	477	491	505
	70	458	472	486	500	515	529	543
	77	495	510	524	538	552	566	580
	84	533	547	561	575	589	604	618
	91	570	584	599	613	627	641	655

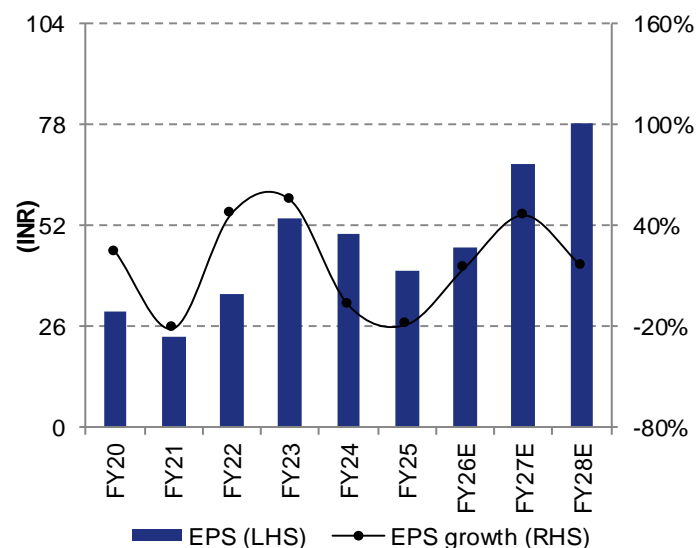
Source: Company, JM Financial

Exhibit 10. 1-year forward PE Chart



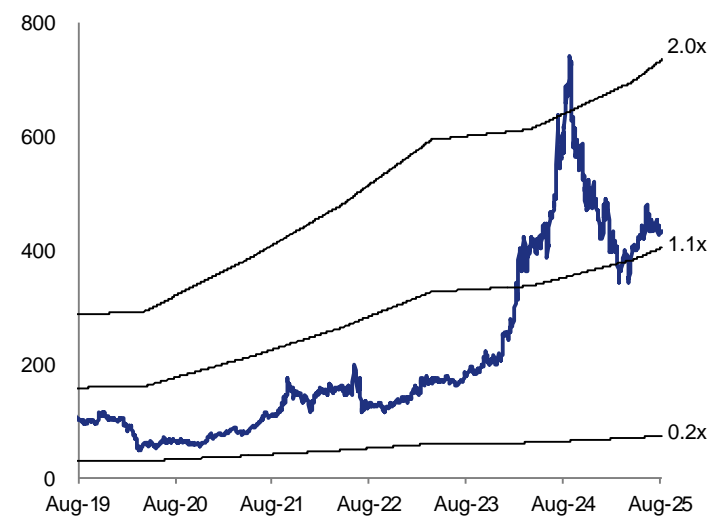
Source: JM Financial, Company

Exhibit 11. EPS vs. EPS growth



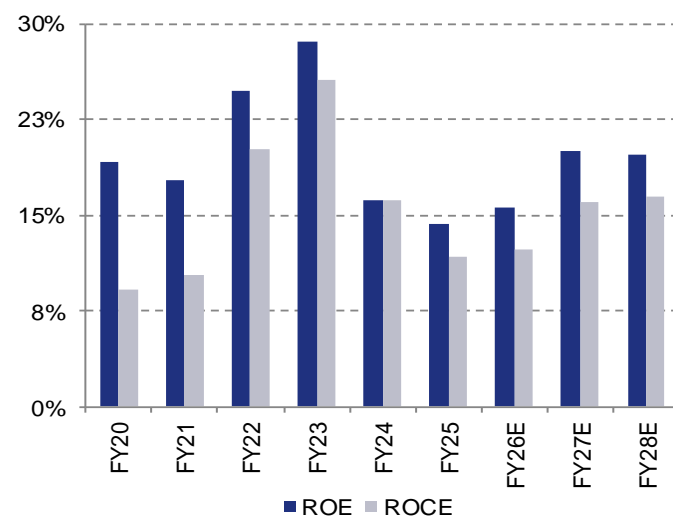
Source: JM Financial, Company,

Exhibit 12. 1-year forward PB Chart



Source: JM Financial, Company

Exhibit 13. RoE vs. RoCE



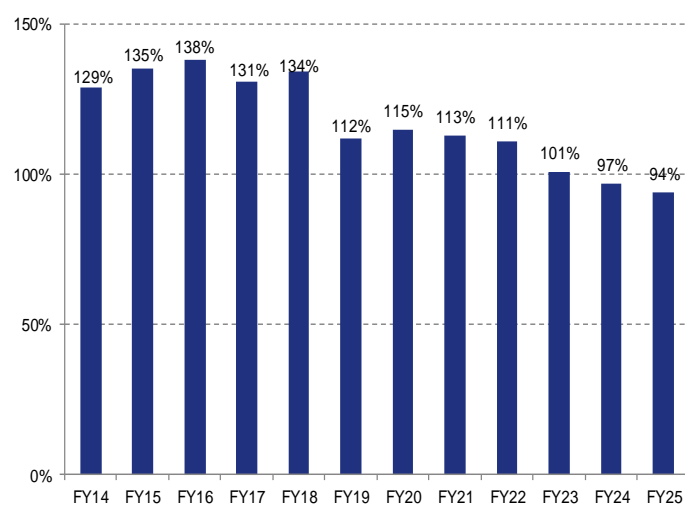
Source: JM Financial, Company

Exhibit 14. 1-year forward EV/2P reserves



Source: JM Financial, Company

Exhibit 15. Reserve replacement ratio



Source: JM Financial, Company

Exhibit 16. Global E&P companies' valuation snapshot

Company	EV/EBITDA (x)			EBITDA Margins (%)			P/E (x)			P/B (x)			ROE (%)		
	FY25/CY24	FY26/CY25	FY27/CY26	FY25/CY24	FY26/CY25	FY27/CY26	FY25/CY24	FY26/CY25	FY27/CY26	FY25/CY24	FY26/CY25	FY27/CY26	FY25/CY24	FY26/CY25	FY27/CY26
US peers															
EOG Resources	4.8	5.2	4.7	53.9	52.1	53.7	10.2	11.7	10.6	2.2	2.0	1.9	22.4	17.8	18.7
Murphy Oil	2.7	3.2	2.8	52.9	52.2	57.1	7.6	15.7	9.5	0.6	0.6	0.6	8.8	3.9	6.4
Canadian Natural Res	6.3	5.9	6.1	46.8	47.9	48.9	11.6	11.6	12.3	2.2	2.1	2.1	18.8	18.1	17.6
US peers average	4.6	4.8	4.5	51.2	50.7	53.2	9.8	13.0	10.8	1.7	1.6	1.5	16.7	13.3	14.2
European peers															
PTT Exploration & Production	2.2	2.3	2.3	74.6	71.5	70.5	6.5	7.5	7.8	0.9	0.8	0.8	15.1	11.5	10.6
Santos	5.8	6.1	5.2	68.1	66.5	67.8	12.6	15.4	12.5	1.1	1.1	1.0	8.6	6.8	8.1
INPEX	2.8	3.1	3.3	65.6	70.5	67.0	7.8	9.1	8.5	0.7	0.6	0.5	8.8	6.5	6.6
European peers average	3.6	3.8	3.6	69.5	69.5	68.4	9.0	10.6	9.6	0.9	0.8	0.8	10.8	8.3	8.4
Asian peers															
JX Holdings	7.6	7.0	6.0	4.5	5.9	6.8	13.3	14.3	9.0	0.7	0.7	0.7	4.4	4.2	7.5
ONGC	5.2	4.9	4.7	14.5	15.7	15.5	6.8	7.0	6.6	0.8	0.8	0.7	12.4	12.0	11.9
Oil India	7.7	8.2	6.7	34.7	31.7	32.3	9.5	9.1	7.2	1.3	1.2	1.1	14.6	14.6	16.6
CNOOC	2.6	2.8	2.8	60.6	61.3	61.1	5.6	6.1	6.2	1.1	1.0	0.9	20.2	16.8	15.3
Asian peers average	5.8	5.7	5.0	28.6	28.7	28.9	8.8	9.2	7.2	1.0	0.9	0.9	12.9	11.9	12.8
Global peers average	4.8	4.9	4.4	47.6	47.5	48.1	9.1	10.8	9.0	1.2	1.1	1.0	13.4	11.2	11.9
Global peers median	5.0	5.1	4.7	53.4	52.2	55.4	8.6	10.3	8.8	1.0	0.9	0.9	13.5	11.7	11.2

Source: JM Financial, Bloomberg

Financial Tables (Consolidated)

Income Statement (INR mn)					
Y/E March	FY24A	FY25A	FY26E	FY27E	FY28E
Net Sales	3,49,856	3,47,581	3,07,915	5,20,039	6,46,191
Sales Growth	-11.4%	-0.7%	-11.4%	68.9%	24.3%
Other Operating Income	13,181	14,056	15,421	17,118	19,585
Total Revenue	3,63,036	3,61,638	3,23,336	5,37,157	6,65,776
Cost of Goods Sold/Op. Exp	2,37,994	2,49,475	1,95,043	3,61,595	4,67,828
Personnel Cost	0	0	0	0	0
Other Expenses	0	0	0	0	0
EBITDA	1,25,042	1,12,163	1,28,293	1,75,562	1,97,947
EBITDA Margin	34.4%	31.0%	39.7%	32.7%	29.7%
EBITDA Growth	-18.1%	-10.3%	14.4%	36.8%	12.8%
Depn. & Amort.	21,290	23,182	25,501	23,970	25,169
EBIT	1,03,752	88,981	1,02,792	1,51,592	1,72,778
Other Income	13,429	16,663	18,798	22,984	27,701
Finance Cost	9,637	10,693	11,469	11,741	11,878
PBT before Excep. & Forex	1,07,544	94,951	1,10,121	1,62,835	1,88,602
Excep. & Forex Inc./Loss(-)	-23,656	0	0	0	0
PBT	83,888	94,951	1,10,121	1,62,835	1,88,602
Taxes	18,655	23,968	27,530	40,709	47,150
Extraordinary Inc./Loss(-)	0	0	0	0	0
Assoc. Profit/Min. Int.(-)	11,024	4,301	5,992	10,730	12,880
Reported Net Profit	63,351	65,509	75,426	1,10,223	1,27,398
Adjusted Net Profit	87,007	65,509	75,426	1,10,223	1,27,398
Net Margin	24.0%	18.1%	23.3%	20.5%	19.1%
Diluted Share Cap. (mn)	1,626.6	1,626.6	1,626.6	1,626.6	1,626.6
Diluted EPS (INR)	53.5	40.3	46.4	67.8	78.3
Diluted EPS Growth	-0.3%	-24.7%	15.1%	46.1%	15.6%
Total Dividend + Tax	17,079	18,706	19,955	23,293	26,988
Dividend Per Share (INR)	10.5	11.5	12.3	14.3	16.6

Source: Company, JM Financial

Cash Flow Statement (INR mn)					
Y/E March	FY24A	FY25A	FY26E	FY27E	FY28E
Profit before Tax	88,459	94,364	1,09,535	1,62,248	1,88,015
Depn. & Amort.	21,290	23,182	25,501	23,970	25,169
Net Interest Exp. / Inc. (-)	-2,495	-3,214	-346	-2,165	-4,022
Inc (-) / Dec in WCap.	-6,778	-2,563	6,833	-36,543	-21,732
Others	35,646	22,443	0	0	0
Taxes Paid	-26,791	-20,892	-27,530	-40,709	-47,150
Operating Cash Flow	1,09,331	1,13,320	1,13,992	1,06,802	1,40,279
Capex	-1,20,628	-1,29,690	-1,07,483	-1,02,731	-1,03,004
Free Cash Flow	-11,297	-16,370	6,509	4,071	37,275
Inc (-) / Dec in Investments	-16,579	-16,952	14,560	13,765	13,009
Others	11,195	11,499	11,816	13,906	15,900
Investing Cash Flow	-1,26,012	-1,35,142	-81,107	-75,060	-74,095
Inc / Dec (-) in Capital	0	0	0	0	0
Dividend + Tax thereon	0	0	0	0	0
Inc / Dec (-) in Loans	48,446	57,322	23,660	27,257	-19,424
Others	-32,011	-32,528	-31,425	-35,034	-38,865
Financing Cash Flow	16,434	24,794	-7,765	-7,777	-58,289
Inc / Dec (-) in Cash	-246	2,972	25,120	23,966	7,895
Opening Cash Balance	3,406	3,160	6,132	31,252	55,218
Closing Cash Balance	3,160	6,132	31,252	55,218	63,113

Source: Company, JM Financial

Balance Sheet (INR mn)					
Y/E March	FY24A	FY25A	FY26E	FY27E	FY28E
Shareholders' Fund	4,83,390	4,97,677	5,59,726	6,57,973	7,71,850
Share Capital	10,844	16,266	16,266	16,266	16,266
Reserves & Surplus	4,72,546	4,81,411	5,43,460	6,41,707	7,55,584
Preference Share Capital	0	0	0	0	0
Minority Interest	42,867	49,381	49,381	49,381	49,381
Total Loans	2,36,403	2,98,156	3,21,816	3,49,073	3,29,649
Def. Tax Liab. / Assets (-)	32,000	31,674	31,674	31,674	31,674
Total - Equity & Liab.	7,94,659	8,76,888	9,62,597	10,88,100	11,82,554
Net Fixed Assets	4,04,851	5,31,139	6,13,121	6,91,882	7,69,717
Gross Fixed Assets	2,04,574	2,35,871	2,57,853	6,36,614	7,14,449
Intangible Assets	0	0	0	0	0
Less: Depn. & Amort.	0	0	0	0	0
Capital WIP	2,00,277	2,95,268	3,55,268	55,268	55,268
Investments	3,91,619	3,76,151	3,60,636	3,45,896	3,31,893
Current Assets	1,25,059	1,37,156	1,53,730	2,29,481	2,68,588
Inventories	0	0	0	0	0
Sundry Debtors	0	0	0	0	0
Cash & Bank Balances	3,160	6,132	31,252	55,218	63,113
Loans & Advances	0	0	0	0	0
Other Current Assets	1,21,899	1,31,025	1,22,478	1,74,264	2,05,476
Current Liab. & Prov.	1,26,870	1,67,559	1,64,891	1,79,159	1,87,644
Current Liabilities	0	0	0	0	0
Provisions & Others	1,26,870	1,67,559	1,64,891	1,79,159	1,87,644
Net Current Assets	-1,811	-30,402	-11,160	50,323	80,944
Total - Assets	7,94,659	8,76,888	9,62,597	10,88,100	11,82,554

Source: Company, JM Financial

Dupont Analysis					
Y/E March	FY24A	FY25A	FY26E	FY27E	FY28E
Net Margin	24.0%	18.1%	23.3%	20.5%	19.1%
Asset Turnover (x)	0.5	0.4	0.4	0.5	0.6
Leverage Factor (x)	1.6	1.7	1.7	1.7	1.6
RoE	20.0%	13.4%	14.3%	18.1%	17.8%

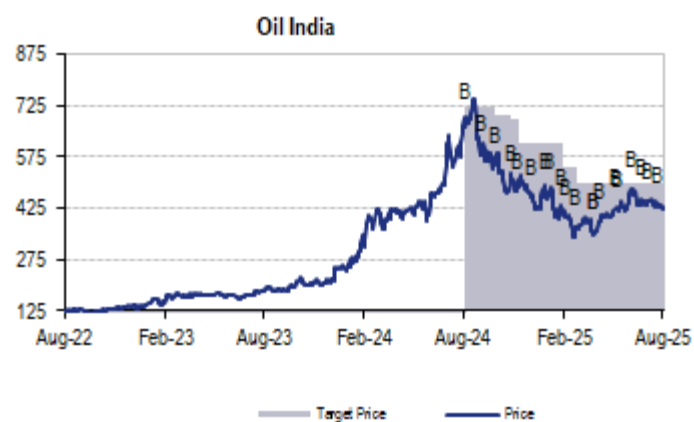
Key Ratios					
Y/E March	FY24A	FY25A	FY26E	FY27E	FY28E
BV/Share (INR)	297.2	306.0	344.1	404.5	474.5
ROIC	24.4%	16.0%	15.4%	19.0%	18.4%
ROE	20.0%	13.4%	14.3%	18.1%	17.8%
Net Debt/Equity (x)	0.4	0.5	0.4	0.3	0.3
P/E (x)	7.9	10.6	9.2	6.3	5.4
P/B (x)	1.4	1.4	1.2	1.1	0.9
EV/EBITDA (x)	7.3	8.6	7.5	5.5	4.8
EV/Sales (x)	2.5	2.7	3.0	1.8	1.4
Debtor days	0	0	0	0	0
Inventory days	0	0	0	0	0
Creditor days	0	0	0	0	0

Source: Company, JM Financial

History of Recommendation and Target Price

Date	Recommendation	Target Price	% Chg.
16-Aug-24	Buy	720	
13-Sep-24	Buy	720	0.0
7-Oct-24	Buy	695	-3.5
5-Nov-24	Buy	685	-1.5
18-Nov-24	Buy	615	-10.2
13-Dec-24	Buy	615	0.0
7-Jan-25	Buy	615	0.0
17-Jan-25	Buy	615	0.0
8-Feb-25	Buy	545	-11.4
14-Feb-25	Buy	545	0.0
5-Mar-25	Buy	500	-8.3
6-Apr-25	Buy	500	0.0
8-Apr-25	Buy	500	0.0
17-Apr-25	Buy	500	0.0
18-May-25	Buy	500	0.0
22-May-25	Buy	500	0.0
15-Jun-25	Buy	500	0.0
3-Jul-25	Buy	500	0.2
16-Jul-25	Buy	500	0.0
2-Aug-25	Buy	500	0.0

Recommendation History



APPENDIX I

JM Financial Institutional Securities Limited

Corporate Identity Number: U67100MH2017PLC296081

Member of BSE Ltd. and National Stock Exchange of India Ltd.

SEBI Registration Nos.: Stock Broker - INZ000163434, Research Analyst - INH000000610

Registered Office: 7th Floor, Energy, Appasaheb Marathe Marg, Prabhadevi, Mumbai 400 025, India.

Board: +91 22 6630 3030 | Fax: +91 22 6630 3488 | Email: jmfinancial.research@jmfl.com | www.jmfl.com

Compliance Officer: Mr. Sahil Salastekar | Tel: +91 22 6224 1743 | Email: sahil.salastekar@jmfl.com

Grievance officer: Mr. Sahil Salastekar | Tel: +91 22 6224 1743 | Email: instcompliance@jmfl.com

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Rating	Meaning
Buy	Total expected returns of more than 10% for stocks with market capitalisation in excess of INR 200 billion and REITs* and more than 15% for all other stocks, over the next twelve months. Total expected return includes dividend yields.
Hold	Price expected to move in the range of 10% downside to 10% upside from the current market price for stocks with market capitalisation in excess of INR 200 billion and REITs* and in the range of 10% downside to 15% upside from the current market price for all other stocks, over the next twelve months.
Sell	Price expected to move downwards by more than 10% from the current market price over the next twelve months.

* REITs refers to Real Estate Investment Trusts.

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