

# Research Report

**Oil India Ltd**

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# About

Oil India Ltd is engaged in exploration, development and production of crude oil and natural gas, transportation of crude oil and production of LPG. It also provides various E&P related services for oil blocks

## Business segments

Oil India Limited's core business is crude oil and natural gas production, with FY 2023–24 outputs of 3.2 MMT and 3.5 BCM respectively. It also operates pipelines, produces LPG, invests in renewables, and owns a stake in Numaligarh Refinery, which is expanding. The company has overseas assets in Russia, Mozambique, and the U.S., supporting global diversification.

### Revenue Breakup

Refinery - 50% in 9M FY24 vs 62% in FY22

Crude Oil - 37% in 9M FY24 vs 32% in FY22

Natural Gas - 12% in 9M FY24 vs 4% in FY22

Pipeline Transportation - 1%

## Synopsis of Financials

- **Q3FY25 EBITDA/PAT improved by 17%/12% QoQ and flattish/-8% YoY for our coverage universe (ex-GOLI). The sequential rise in EBITDA was driven by strong earnings from OMCs, Reliance and ONGC. YoY operational earnings were flattish driven by strong earnings from Reliance, BPCL, HPCL and ONGC, set off by weaker earnings from IOCL, CGDs and utility companies. Singapore (SG) GRM improved by USD 1.2/bbl QoQ; blended retail fuel margin improved by INR 2.6/ltr.**

Source: Company Annual Report

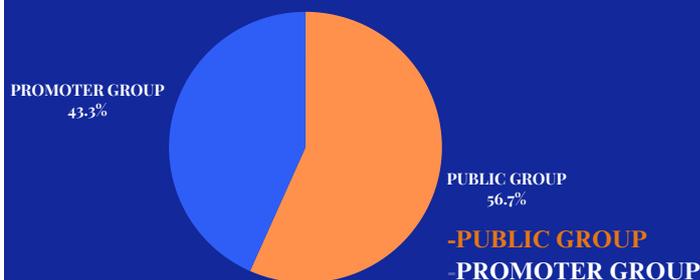
## Stock data (as 19<sup>th</sup> Jun 2025)

Nifty Price	: 24,787
52 week High (in Rs.)	: 767.30
52 week Low (in Rs.)	: 322.15
Market Cap. (in Crore)	: 76,320.44
NSE Code	: INE274J01014

## Stock data



## Shareholding Pattern (March 2025)



## Financial Summary

Particulars	Mar-23	Mar-24	Mar-25
Sales	36,084	31,749	32,512
Sales Growth %	39.29%	-12.01%	2.40%
Expenses	20,829	19,245	21,355
Operating Profit	15,255	12,504	11,158
OPM %	42%	39%	34%
Net Profit	9,854	6,980	7,040
EPS in Rs	53.66	38.95	40.27

# Quarterly Results

Particular	Jun-23	Sep-23	Dec-23	Mar-24	Jun-24	Sep-24	Dec-24
Sales	6,208	7,497	9,614	9,147	8,120	7,247	8,337
Expenses	3,932	4,027	6,171	5,886	4,978	4,711	5,795
Operating Profit	2,277	3,469	3,443	3,261	3,142	2,536	2,542
OPM %	37%	46%	36%	36%	39%	35%	30%
Other Income	259	-1,983	635	578	355	977	302
Interest	214	279	236	234	242	280	304
Depreciation	478	499	576	576	553	608	624
Profit before tax	1,843	708	3,266	3,028	2,701	2,626	1,917
Tax %	24%	10%	20%	23%	25%	21%	24%
Net Profit	1,399	640	2,608	2,333	2,016	2,069	1,457
EPS in Rs	8.77	2.59	14.43	13.16	11.59	12.4	8.23

Source: Screener

## Key Ratios

Sl. No.	Particulars	As on 31 <sup>st</sup> March, 2024	As on 31 <sup>st</sup> March, 2023	Variation (in%)	Reasons (if variance is more than 25%)
1	<b>Current Ratio</b> [Current Assets (excluding assets held for sale)/ Current Liabilities]	1.01	1.94	(47.94)	The current maturities of long-term borrowings amounting to ₹ 4,197.33 has led to the decrease of current ratio.
2	<b>Debt-Equity Ratio</b> [(Non-Current Borrowings+ Current Borrowings)/ Total Equity (including OCI)]	0.26:1	0.32:1	(15.15)	-
3	<b>Debt Service Coverage Ratio</b> [Profit after Tax+ Finance Cost+ Depreciation]/[Finance Costs+ Lease Payments & Principal Repayment]	7.85	3.78	107.54	The Debt service coverage ratio is increased as there is no principle repayment due as on 31 <sup>st</sup> March, 2024 vis-à-vis principle repayment of 1500 crore in the previous year.
4	<b>Return on Equity Ratio</b> [Profit after Tax/ Equity Shareholders' Fund]	12.58%	19.82%	(36.51)	Due to lower profit during the current year as compared to the previous year.
5	<b>Inventory Turnover Ratio</b> [Sales (Net of Discounts)/Average Inventory]	15.05	18.74	(19.71)	-
6	<b>Trade Receivable Turnover Ratio</b> [Sales (Net of Discounts) / Average Trade Receivable]	9.10	12.67	(28.22)	Due to lower operating revenue and higher average trade receivable during the current year as compared to the previous year.
7	<b>Trade Payable Turnover Ratio</b> [Credit Purchase / Average Trade Payables]	0.28	0.36	(22.67)	-
8	<b>Net Capital Turnover Ratio</b> [Sales (Net of Discounts)/ (Average Current Asset - Average Current Liabilities)]	10.82	8.67	24.73	-
9	<b>Net Profit Ratio</b> [Profit after Tax/ Revenue from Operations]	25.08%	29.28%	(14.32)	-
10	<b>Return on Capital Employed (pre-tax)</b> [EBIT/ Capital Employed]	17.04%	27.94%	(39.03)	Due to decrease in EBIT during the current year as compared to the corresponding year.

Source: Annual Report

# Yearly Results

Particulars	Mar-23	Mar-24	Sep-24
Equity Capital	1,084	1,084	1,627
Reserves	37,397	47,255	51,050
Borrowings	18,832	24,040	27,821
Other Liabilities	16,866	20,114	21,375
Total Liabilities	74,179	92,494	1,01,873
Fixed Assets	18,098	20,520	19,308
CWIP	11,953	20,028	24,768
Investments	27,924	34,437	36,597
Other Assets	16,204	17,509	21,200
Total Assets	74,179	92,494	1,01,873

# Synopsis Quarter Results

## Concall Notes - Feb-2025: Key Highlights

### Financial Performance:

#### Segmental:

- Standalone crude oil production increased by 1.4% to 0.868 MMT in Q3 FY '25 from 0.856 MMT in Q3 FY '24.
- Crude oil production for 9 months ended December 2024 reached 2.614 MMT, up by 4.1% from 2.511 MMT in the same period last year.
- Natural gas production for 9 months ended December 2024 was 2.446 BCM, a 2.9% increase from 2.377 BCM year-over-year.
- Average crude oil price realization for Q3 FY '25 was \$73.82/barrel, down 12.27% from \$84.14/barrel in FY '24.
- Turnover for 9 months ended December 2024 was ₹16,598.28 crores, a slight increase of 1.38% compared to ₹16,673.06 crores in FY '24.

#### EBITDA

- EBITDA margin for Q3 FY '25 improved to 42.76% from 41.34% in Q3 FY '24.

#### Profit after Tax

- Profit after tax for Q3 FY '25 was ₹1,221.80 crores, down from ₹1,584.28 crores in Q3 FY '24; however, profit after tax for 9 months increased by 28.38% to ₹4,522.71 crores.

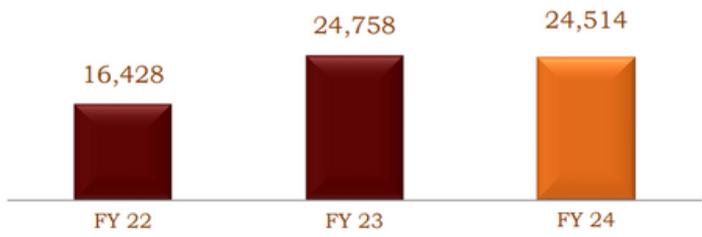
#### Earnings per share

- Earnings per share for 9 months ended December 2024 was ₹27.80, compared to ₹21.66 in the same period last year.

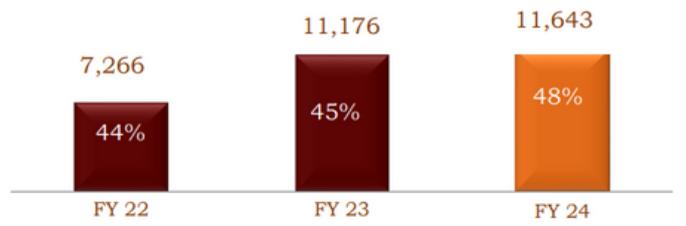
# Highlights



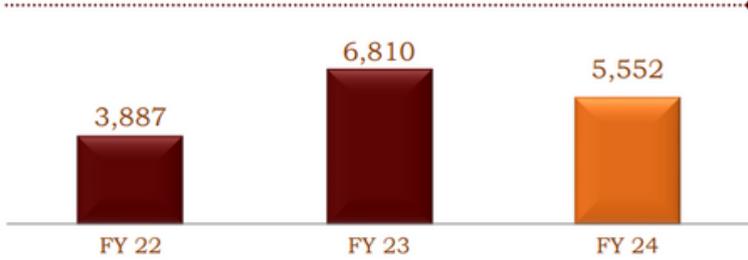
Revenue (₹ Crore)



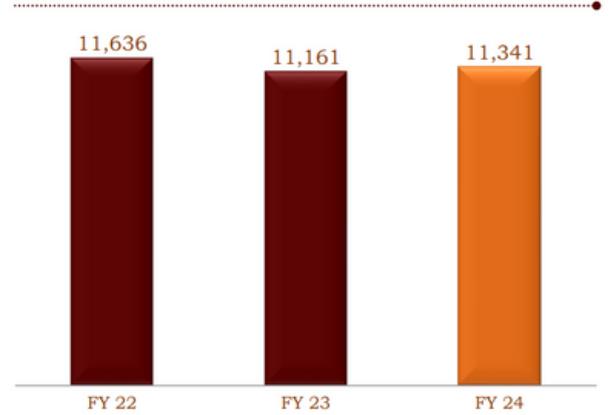
EBITDA (₹ Crore) & EBITDA Margin (%)



PAT (₹ Crore)



Debt (₹ Crore)



# Peer Comparison



## Peer Stock Performance (5Y) Indexed



Source: Trading View

## Peer Financial Performance

Name	CMP Rs.	P/E	Mar Cap Rs.Cr.	Div Yld %	NP Qtr Rs.Cr.	Qtr Profit Var %	Sales Qtr Rs.Cr.	Qtr Sales Var %	ROCE %
ONGC	234.15	7.36	294567.17	5.28	9783.64	-17.97	166096.68	-0.75	18.43
Oil India	402.50	8.91	65470.99	2.63	1457.20	-42.98	8336.90	-13.29	17.67
Deep Industries	390.00	18.67	2496.00	0.64	-206.66	12.21	167.23	39.75	11.70
Hind.Oil Explor.	171.30	16.26	2265.33	0.00	43.32	-6.98	146.52	-18.18	18.41
Asian Energy	277.45	35.06	1242.27	0.00	8.25	-36.05	91.69	-3.31	12.51

Source: Screener

# Final Outlook

**LTM: HOLD | LTP: 478.00**

Q3FY25 EBITDA/PAT improved by 17%/12% QoQ and flattish/-8% YoY for our coverage universe (ex-GOLI). The sequential rise in EBITDA was driven by strong earnings from OMCs, Reliance and ONGC. YoY operational earnings were flattish driven by strong earnings from Reliance, BPCL, HPCL and ONGC, set off by weaker earnings from IOCL, CGDs and utility companies. Singapore (SG) GRM improved by USD 1.2/bbl QoQ; blended retail fuel margin improved by INR 2.6/ltr. Cut in APM allocation drove the YoY decline in reported earnings for CGDs. Upstream broadly delivered in-line volume growth, with improvement in realisation in store for both crude and gas. We remain positive structurally but note that near-term headwinds on pricing, regulations and margins may keep stocks rangebound in near term.

In Q3FY25, India's oil and gas sector showed muted year-on-year growth but strong sequential recovery, with total EBITDA rising 17% QoQ and PAT up 12%. OMCs like IOCL, BPCL, and HPCL benefited from better refining and marketing margins despite LPG losses. Reliance posted 8% YoY EBITDA growth, though future momentum may slow. Upstream firms ONGC and Oil India had steady volumes but weaker profits due to lower income and higher costs. CGDs saw strong volume but sharp margin pressure, while gas utilities like GAIL and GSPL reported weak results amid tariff cuts. Gulf Oil stood out with double-digit growth and margin gains. While near-term headwinds persist, FY26 outlook remains constructive.

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