



Research Report

Gail India Limited



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About

Incorporated in 1984, GAIL, a Government of India undertaking, is an integrated natural gas company in India. It owns over 11,500 km of natural gas pipelines, over 2300 km of LPG pipelines, six LPG gas-processing units and a petrochemicals facility. It also has a joint-venture interest in Petronet LNG Ltd, Ratnagiri Gas and Power Pvt Ltd, and in the CGD business in several cities. GAIL has wholly owned subsidiaries in Singapore and the US for expanding its presence outside India in the segments of LNG, petrochemical trading and shale gas assets.

Business Segments

Revenue mix:

Transmission Service: 7%

Gas Marketing: 82%

Petrochemicals: 6%

LPG & Liquid Hydrocarbon: 3%

Other: 1%

Synopsis of Financials

Financial performance snapshot

(standalone and consolidated)

Standalone (Q3 FY26 vs Q2 FY26)

- Revenue ₹34,030 cr (vs ₹34,972 cr)
- PBT ₹2,030 cr (vs ₹2,823 cr)
- PAT ₹1,603 cr (vs ₹2,217 cr)

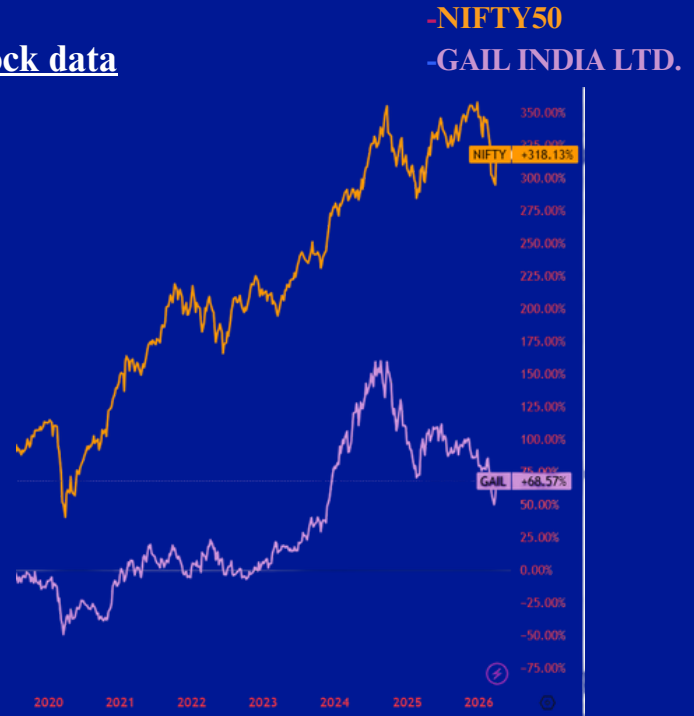
Consolidated (Q3 FY26 vs Q2 FY26)

- Revenue ₹35,253 cr (vs ₹35,594 cr)
- PBT ₹2,165 cr (vs ₹2,565 cr)
- PAT ₹1,756 cr (vs ₹1,972 cr)

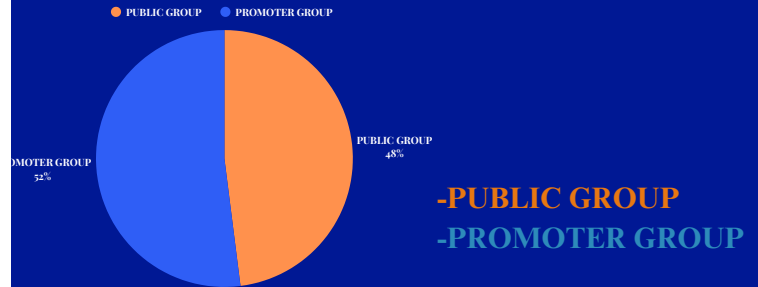
Stock data (as 10th April 2026)

Nifty Price	: 24,050.60
52 week High (in Rs.)	: 202.79
52 week Low (in Rs.)	: 134.36
Market Cap. (in Crore)	: 1,01,322.29
NSE Code	: INE129A01019

Stock data



Shareholding Pattern (December 2025)



Financial Summary

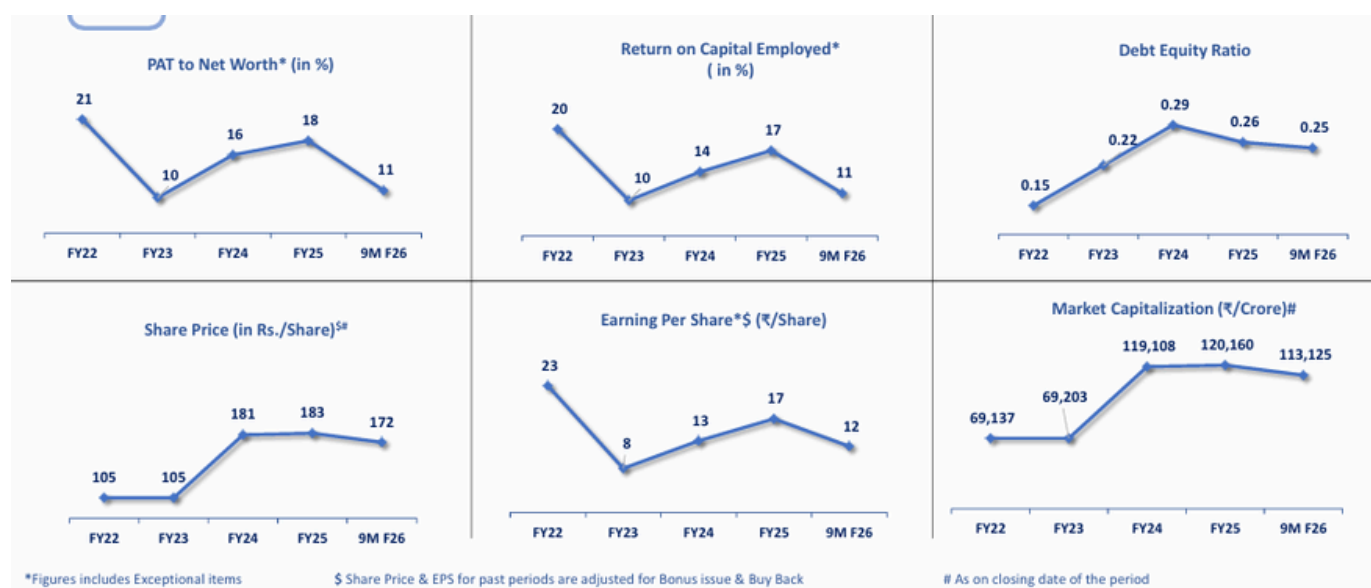
Particular	Mar-21	Mar-22	Mar-23	Mar-24	Mar-25
Sales -	57,372	92,770	1,45,668	1,33,228	1,41,903
Sales Growth %	-20.89%	61.70%	57.02%	-8.54%	6.51%
Expenses +	50,127	77,608	1,38,168	1,18,914	1,26,410
Operating Profit	7,245	15,161	7,500	14,314	15,493
OPM %	13%	16%	5%	11%	11%
Net Profit +	6,143	12,304	5,596	9,903	12,463
EPS in Rs	9.21	18.4	8.54	15.06	18.93
Dividend Payout %	36%	36%	59%	37%	40%

Quarterly Results

Particular	Jun-24	Sep-24	Dec-24	Mar-25	Jun-25	Sep-25	Dec-25
Sales -	34,738	33,889	36,835	36,442	35,311	35,537	35,173
YOY Sales Growth %	5.94%	2.74%	6.16%	11.25%	1.65%	4.86%	-4.51%
Expenses -	29,948	29,952	33,665	32,907	31,642	32,077	32,246
Material Cost %	79%	81%	83%	83%	82%	81%	84%
Employee Cost %	2%	2%	2%	2%	2%	2%	1%
Operating Profit	4,790	3,937	3,169	3,535	3,669	3,460	2,927
OPM %	14%	12%	9%	10%	10%	10%	8%
Other Income -	685	643	3,211	672	566	516	683
Other income normal	685	643	771	672	566	516	683
Interest	209	188	169	182	213	234	254
Depreciation	1,152	922	939	786	993	1,177	1,192
Profit before tax	4,114	3,470	5,272	3,240	3,029	2,565	2,165
Tax %	23%	22%	23%	23%	21%	22%	20%
Net Profit +	3,183	2,690	4,084	2,506	2,382	1,989	1,729

Source: Screener

Key Ratios



Source: Annual Report

Yearly Results

Particulars	March 2021	March 2022	March2023	March2024	March2025
Equity Capital	4,440	4,440	6,575	6,575	6,575
Reserves	48,742	59,674	58,352	70,422	78,422
Borrowings	7,873	9,216	17,816	21,794	21,595
Other Liabilities	19,975	23,254	25,062	25,944	26,583
Total Liabilities	81,030	96,584	1,07,805	1,24,735	1,33,176
Fixed Assets	41,160	44,572	49,697	55,188	58,836
CWIP	13,400	15,490	16,646	23,627	27,421
Investments	13,058	16,408	17,248	21,910	22,765
Other Assets	13,413	20,114	24,214	24,010	24,155
Total Assets	81,030	96,584	1,07,805	1,24,735	1,33,176

Synopsis Quarter Results

Concall Notes - Feb-2026: Key Highlights

Financial performance snapshot (standalone and consolidated):

Standalone (Q3 FY26 vs Q2 FY26):

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- PBT ₹2,030 cr (vs ₹2,823 cr)
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YoY context (Q3 FY26 vs Q3 FY25)

- PBT ₹2,030 cr vs ₹5,029 cr, PAT ₹1,603 cr vs ₹3,867 cr
- Decline attributed primarily to last year's one-off: "exceptional income... ₹2,440 crores... arbitration settlement with SMTS."

Consolidated (Q3 FY26 vs Q2 FY26):

- Revenue ₹35,253 cr (vs ₹35,594 cr)
- PBT ₹2,165 cr (vs ₹2,565 cr)
- PAT ₹1,756 cr (vs ₹1,972 cr)

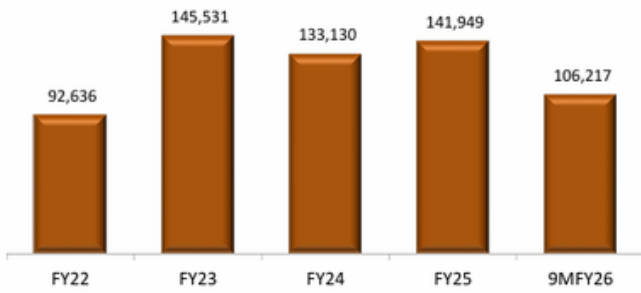
Dividend:

- Interim dividend declared: ₹5/share (50% of face value) for FY26.

Highlights



Turnover (Gross)

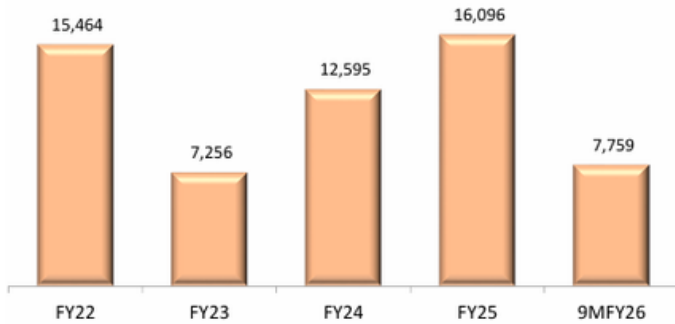


Gross Margin (EBITDA)

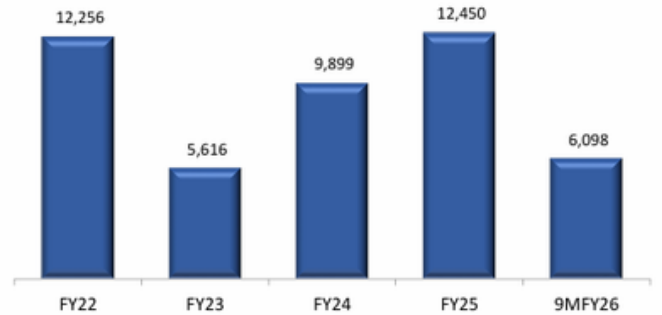
(in Rs.)



Profit Before Tax



Profit After Tax



Peer Comparison



Peer Stock Performance (5Y) Indexed



Source: Trading View

Peer Financial Performance

S.No.	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 %
1.	GAIL (India)	152.15	11.62	100040.15	4.94	1729.13	-19.90	35173.37	-4.51	14.05
2.	Adani Total Gas	579.10	99.28	63690.00	0.05	158.65	11.43	1507.35	16.45	17.47
3.	Petronet LNG	270.95	11.15	40642.50	3.65	869.61	-3.56	11163.83	-8.69	25.39
4.	Indraprastha Gas	161.15	13.43	22561.02	2.62	392.01	20.58	4067.50	8.21	20.85

Source: Screener

Final Outlook

GAIL: HOLD | LTP: 154.10

Summary:

GAIL is a strong government-backed company with a dominant position in India's natural gas sector. The company benefits from increasing demand for cleaner energy and expansion of gas infrastructure. However, its earnings are highly dependent on gas prices and margins in the marketing segment, leading to volatility in profits. While revenue remains strong, profitability is inconsistent due to external factors. Overall, the business is stable but cyclical in nature.

Recent Performance (Q3 FY26 – Easy View)

- Revenue: ~₹35,253 Cr
- Net Profit: ~₹1,756 Cr
- Profit declined YoY due to absence of one-time income
- Margins slightly under pressure due to high input costs

Final Verdict: HOLD

GAIL offers long-term stability and dividend income, supported by its strong market position and government backing. However, due to volatile earnings and margin pressure, the stock may not deliver consistent growth.

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