

# Oil & Natural Gas Corporation Limited

CMP : Rs 174.00

May 30, 2018

## Crude oil realisation in rupee terms increased 16.6% in Q4FY18

ONGC reported 10% increase in its topline to Rs 23969.83 crore in Q4FY18 compared to corresponding previous year period while bottom-line rose 36% to Rs 5915.12 crore over the same period.

Topline rose 10% as crude oil realisation (nominated) in rupee terms increased 16.6% to Rs 4290 per barrel. In dollar terms ONGC crude oil realisation (nominated) was up 21.5% to USD 66.71 per barrel in Q4FY'18. Gas price was 15.6% higher in Q4FY18 to \$ 2.89 per mmbtu compared to \$ 2.5 per mmbtu in Q4FY17

Crude oil production fell 3% in Q4FY18 to 6.201 MMT compared to Q4FY17. This includes 5.041 MMT from domestic operations and 0.787 MMT from JVs and 0.374 MMT of condensate. ONGC gas production rose 2.2% to 6.077 BCM in Q4FY'18. This includes 5.798 BCM from domestic operations and 0.279 BCM from JVs.

OPM rose 1450 bps to 34.8% leading to 89% rise in operating profit to Rs 8346.37 crore. Cost of material consumed as a percentage of adjusted net sales fell to 2% from 3%. Employee benefit expense fell to 3% from 4%. Statutory levies were down to 24% compared to 35% while exploration cost written increased to 13% from 10% and other expenses were down to 24% from 28%.

Other income of the company fell 20% to Rs 3733.31 crore. Interest cost rose 86% to Rs 594.17 crore. Depreciation (includes Depletion, Amortization and impairment losses) cost increased 1% to Rs 3245.45 crore. PBT rose 49% to Rs 8240.46 crore. Effective rate of taxes rose to 28% from 22%. Net profit increased 36% to Rs 5915.12 crore.

For year ended March 2018 topline of the company rose 9% to Rs 85004.1 crore compared to corresponding previous year period. Operating margins of the company rose 380 bps to 43.5% leading to 20% rise in operating profits to Rs 36987.56 crore. Other income of the company rose 3% to Rs 7883.55 crore. Interest cost rose 23% to Rs 1508.47 crore. Depreciation (includes Depletion, Amortization and impairment losses) cost increased 19% to Rs 14470.17 crore. PBT rose 15% to Rs 28892.47 crore. Effective rate of taxes rose to 31% from 29%. Net profit increased 11% to Rs 19945.26 crore.

## INDEX DETAILS

SENSEX	34906.11
NIFTY (S&P CNX)	10614.35

## SCRIP DETAILS

Industry	Exploration & Production
Mkt Cap (Rs in Crore)	223234.13
Book Value (Rs)	151.72
Free Float (%)	32.28
Avg Vol Weekly (NSE)	15767561
52 Week H/L (NSE)	212.90 / 155.30
Dividend Yield (%)	3.48
BSE Code	500312
NSE Code	ONGC

## SHAREHOLDING PATTERN(%)

PARTICULARS	LATEST QUARTER	PREVIOUS QUARTER
Promoters	67.72	67.72
FIIIs	5.47	5.16
DIIIs	13.24	13.29
Others	13.57	13.83
Totals	100	100

## Price Comparison with Sensex



## ONGC Standalone Results

Particulars	Q4FY18	Q4FY17	Var (%)	FY18	FY17	Var (%)
Net Sales	23969.83	21714.02	10	85004.1	77907.73	9
OPM (%)	34.8	20.3		43.5	39.7	
OP	8346.37	4414.32	89	36987.56	30950.45	20
Other Income	3733.71	4647.76	-20	7883.55	7676.34	3
PBDIT	12080.08	9062.08	33	44871.11	38626.79	16
Interest	594.17	320.15	86	1508.47	1221.74	23
PBDT	11485.91	8741.93	31	43362.64	37405.05	16
Depreciation	3245.45	3204.83	1	14470.17	12189.54	19
PBT	8240.46	5537.1	49	28892.47	25215.51	15
Tax	2325.34	1196.92	94	8947.21	7315.54	22
PAT	5915.12	4340.18	36	19945.26	17899.97	11
EPS (Rs)*	18.4	13.5		15.5	13.9	

## ONGC: Consolidated Results

Particulars	FY18	FY17	Var (%)
Net Sales	362246.18	325666.22	11
OPM (%)	15.7	16.2	
OP	56865.67	52803.67	8
Other Income	7468.15	9323.17	-20
PBDIT	64333.82	62126.84	4
Interest	4999.04	3591.11	39
PBDT	59334.78	58535.73	1
Depreciation	23088.54	20219.2	14
PBT before EO	36246.24	38316.53	-5
EO	-248.12	-591.01	
PBT after EO	36494.36	38907.54	-6
Tax	13139.51	12548.41	5
PAT	23354.85	26359.13	-11
Add: share of profit /loss in Associates	2713.13	2809.99	
MI	3962.06	4749.87	
Net profit	22105.92	24419.25	-9
EPS (Rs)*	17	18.4	

## NOTES :-

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