

Oil & Natural Gas Corporation Ltd.

15-02-2019

Hold
CMP – 135
Sensex – 35,808.95
Nifty – 10,724.4

Stock details

Sector	Exploration & Production
Market Cap.(Rs Cr)	169527.6
Beta	1.02
52 Week High/Low	194/127
Face Value (Rs)	10

Share holding pattern (%)

Promoters	44.04%
MF / Banks / DII	6.57%
FII	0%
Indian Public / Others	49.39%

Price Performance

	3M	6M	12M
Nifty	1.12%	-5.6%	2.33%
ONGC	-16.87%	-19.6%	-28.92%



Results Above expectations.

India's largest Oil and Gas exploration and Production Company reported revenue growth of 20.47% YoY to 27,694 Cr. Bottom line has increased by 64.77% on YoY basis. EBITDA margin increased to 53.87% from 49.8%, whereas EBITDA grew at 33.8% from Rs. 12,043 Cr Q3FY18 to Rs 16,119Cr Q3FY19 .Growth of the company is good in terms of revenue and bottom line both recommended to HOLD the stock.

Result Update-Q3FY19

Performance of the business :

- EBITDA margin increased by 407 basis points to 53.87%.
- PAT margin improved by 691 basis points to 27.61%.
- Realization of crude oil (Nominated) stood at \$66.38/bbl up by 13.60% YoY.
- Realization of Crude Oil (JV) stood at \$61/bbl up by 13.40% YoY.
- Gas prices were up by 13.60% to \$3.36/mm British thermal unit.
- Offshore & Onshore revenue growth increased by 19.06% and 23.50% respectively on YoY basis.

Key Highlight:

- Two new basins i.e. Vindhyan and West Bengal have been upgraded to Category II during the current financial year.
- ONGC has notified total 11 discoveries so far in FY'19 (4 discoveries after last press release on 03.11.2018).
- Sale volume jumped by 20.40% YoY to 27,694 Cr.
- PAT grew at 64.77% YoY to 8262 Cr.

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