5 November 2026
Company Update | Sector: Oil & Gas

Reliance Industries

BSE SENSEX	S&P CNX
79,310	24,537

CMP: INR1,313 TP: INR1,520 (+16%) Buy

Diesel tightness remains key catalyst in coming quarters

- **Crude exports recover, diesel continues to lag:** Gulf crude exports have recovered to ~14mb/d in Sep'26 (75% of pre-war levels), but Middle East refined product exports are still down ~50%. Diesel tightness is accentuated by: 1) ~30% YoY decline in Russian refinery throughput, 2) tight jet fuel markets pulling yields away from gasoil, and 3) restricted access of Asian refiners to preferred crudes limiting gasoil yields. ***While higher refinery output could create a surplus in 1QCY27 (per IEA), it is unlikely to offset the deficit accumulated in CY26, keeping diesel cracks elevated till 2HCY27. In this note, we highlight that strong O2C performance in 2QFY27 was not a one-quarter phenomenon but could continue till 2HCY27.***
- **Twin benefits of access to cheap crude; high diesel yields work for RIL:** Complex refiners such as RIL with access to discounted crude grades and high diesel yields are best placed to take advantage of high diesel GRMs in next few months. RIL has access to both Russian and Venezuelan crude (Merey: USD16/bbl discount vs. Urals: USD10/bbl premium). ***Replacing Russian crude with Venezuelan crude, even partly, adds up to USD2/bbl to RIL's GRM, which is not reflected in our estimates currently and can be a key upside risk in FY28.*** Following a strong 2Q standalone performance and continued strength in product cracks/petchem prices, we recently raised our FY27/FY28 standalone EBITDA estimates by 13%/7%, primarily driven by an upgrade to our refining and upstream assumptions.
- **At CMP, stock factoring in 30% holdco discount; reiterate BUY:** RIL's stock price is down 10% over the last six months and at CMP, it is factoring in a 30% holdco discount, based on 20x Sep'28E EV/EBITDA for Retail (vs. our ascribed ~28x). While investors who invested in RIL for its digital services will now have an option to gain direct exposure through Jio Platforms (JPL), RIL will remain a play on India's largest retailer, largest integrated energy company, and several other growth optionality (such as New Energy, data center, AI, and FMCG). Further earnings upgrade on the back of stronger refining/petchem cycle, recovery in retail revenue growth and profitability remains the key medium-term trigger for the stock.

Crude supply recovers significantly, but diesel remains in short supply

- Gulf crude exports rose 4.4mb/d to 13.9mb/d in Sep'26, over 75% of pre-war levels, but Middle East refined product exports are still below half of pre-war levels (1.9mb/d against 4.7mb/d). ***Diesel, therefore, stays short even as crude supply heals.***
- **Four supply factors drive the gap:**

1. **Asian refinery run cuts:** Disruptions to crude flows through the Strait of Hormuz weighed on refinery runs in 2QCY26, curtailing gasoil production, particularly in China, India and South Korea.

Reliance Industries Limited

Stock Info

Bloomberg	RELIANCE IN
Equity Shares (m)	13533
M.Cap.(INRb)/(USDb)	17774.2 / 188.1
52-Week Range (INR)	1612 / 1152
1, 6, 12 Rel. Per (%)	2/-12/-7
12M Avg Val (INR M)	20536
Free float (%)	50.4

Consol. Financials & Valuations (INR b)

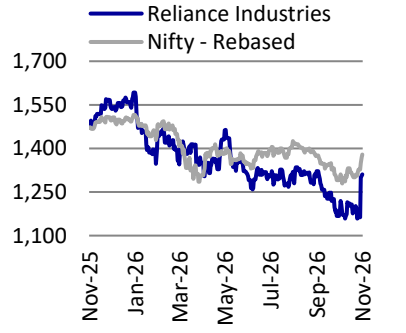
Y/E Mar	FY26	FY27E	FY28E
Sales	10,572	12,718	12,807
EBITDA	1,789	2,129	2,202
Adj PAT	719	919	901
EPS (INR)	53.1	67.9	66.6
EPS Gr. (%)	3.2	27.9	-1.9
BV/Sh. (INR)	668	729	789
Ratios			
Net D/E	0.4	0.3	0.2
RoE (%)	8.2	9.7	8.8
RoCE (%)	8.0	9.1	8.9
Valuations			
P/E (x)	24.7	19.3	19.7
P/BV (x)	2.0	1.8	1.7
EV/EBITDA (x)	11.9	9.7	9.2
Div Yield (%)	0.5	0.5	0.5

Shareholding pattern (%)

As On	Sep-26	Jun-26	Sep-25
Promoter	49.6	49.6	49.1
DII	21.5	20.9	20.1
FII	18.0	18.6	20.1
Others	10.9	10.9	10.7

FII Includes depository receipts

Stock's performance (one-year)



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Investors are advised to refer through important disclosures made at the last page of the Research Report.
Motilal Oswal research is available on www.motilaloswal.com/Institutional-Equities, Bloomberg, Thomson Reuters, Factset and S&P Capital.

2. **Russian refinery disruptions deepen global gasoil supply constraints:** Ukrainian drone strikes on Russian refineries have sharply curtailed gasoil production and exports. Easing of export restrictions is unlikely to materially improve supplies, as the binding constraint remains damaged and unavailable refinery capacity.
3. **Jet fuel prioritization:** Tight jet fuel markets over the summer incentivized refiners to maximize kerosene output, diverting middle-distillate yields away from gasoil and further tightening diesel availability.
4. **Suboptimal crude slate:** Restricted access to preferred crude grades forced refiners to process less-suitable feedstocks, impairing refining efficiency and limiting gasoil yields.

Exhibit 1: Crude has recovered far faster than refined products

Flow	Sep'26 (mb/d)	Pre-war (mb/d)	Share of pre-war
Refined products	1.90	4.70	**40%**
LPG	0.67	1.50	**45%**
Crude (Gulf producers, "over 75%": floor)	13.90	18.53	**75%**

Note: Figure are approximate, Source: IEA; MOFSL

Diesel supply tightens as exports plunge and inventories dwindle

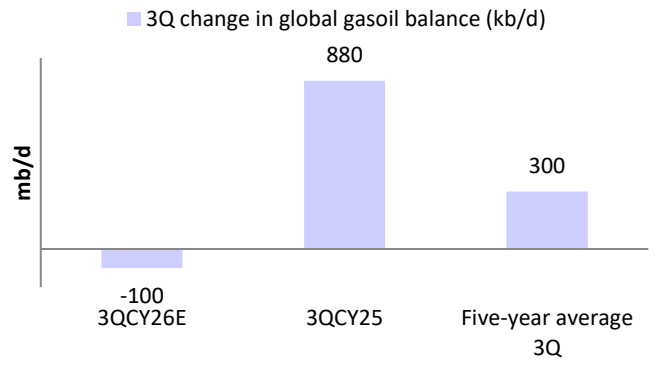
- **Net diesel exports down 700kb/d YoY in Sep'26:** As per IEA, gasoil exports averaged 4.7mb/d over 9MCY26 (10% down YoY). In Sep'26, exports were about 700kb/d lower YoY, with ***combined Middle East and Russia net exports down 1.3mb/d*** to 820kb/d, more than 60% lower. US and China exports were up 610kb/d YoY but fell 150kb/d from their Aug'26 peak, so they did not offset the loss.
- **Tightening supply drives prices to record highs globally:** OECD gasoil stocks drew counter-seasonally to 565mb in Jul'26, 5% below pre-conflict levels. Wholesale diesel prices exceeded USD200/bbl (~INR120/lit) in Singapore in mid-Sep'26 and reached all-time highs of around USD220/bbl (~INR130+/lit) in Europe and the US (source: IEA).
- **Gasoil inventories defy seasonal trends, undershooting the 5Y avg. by 400kb/d:** Global gasoil inventories have bucked seasonal trends in 3QCY26, undershooting the 5Y average by 400kb/d. ***We believe inventory draws are likely to accelerate in Oct'26 as demand rises seasonally and refineries undergo maintenance***. As per IEA, higher refinery output could return the market to a surplus in 1QCY27, but that would be insufficient to offset the deficit accumulated in CY26.

Exhibit 2: Gasoil exports from Middle East and Russia down 1.3 mb/d

Particulars	mb/d
Sep'25	5.4
(less): Middle East + Russia	(1.3)
(add): US + China	0.6
(less): Other (residual)	(0.0)
Total change YoY	**(0.7)**
Sep'26	**4.7**

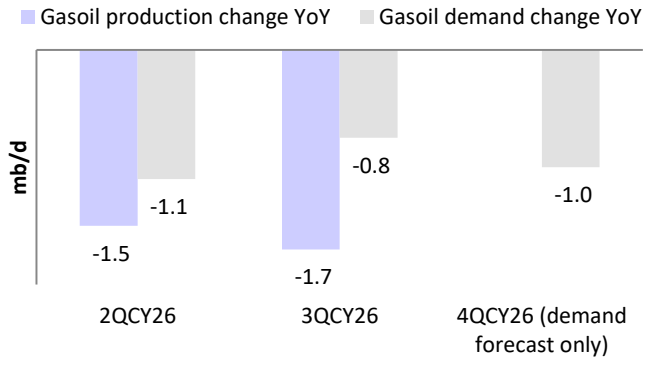
Note: Figures are approximate; Source: IEA, MOFSL

Exhibit 3: Gasoil inventories defy seasonal trends, undershooting the 5Y avg. by 400 kb/d



Note: Figures are approximate; Source: IEA, MOFSL

Exhibit 4: Gasoil supply losses outpace demand losses

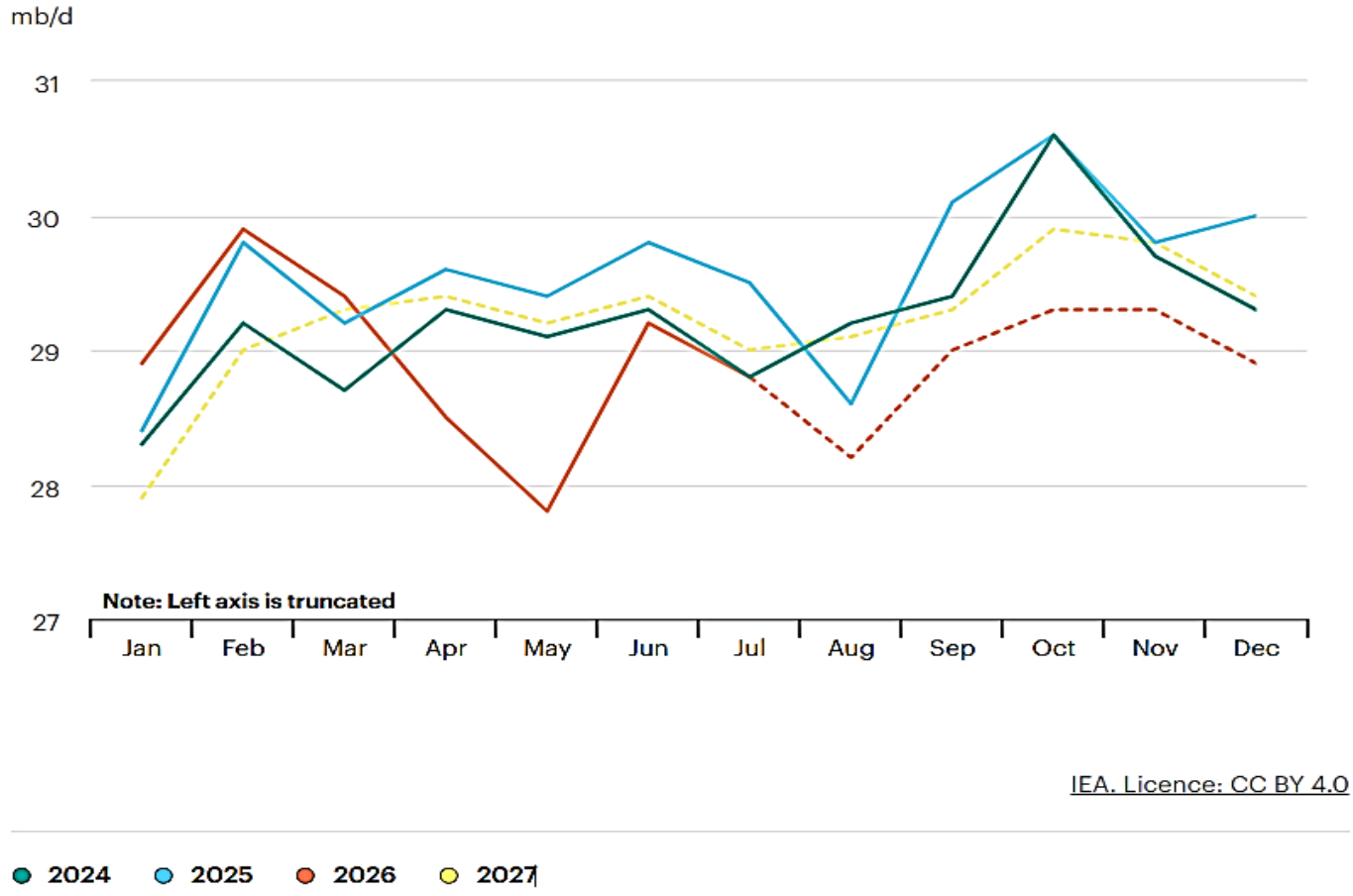


Note: Figures are approximate; Source: IEA, MOFSL

Inelastic transport demand; heating demand deferred, not avoided

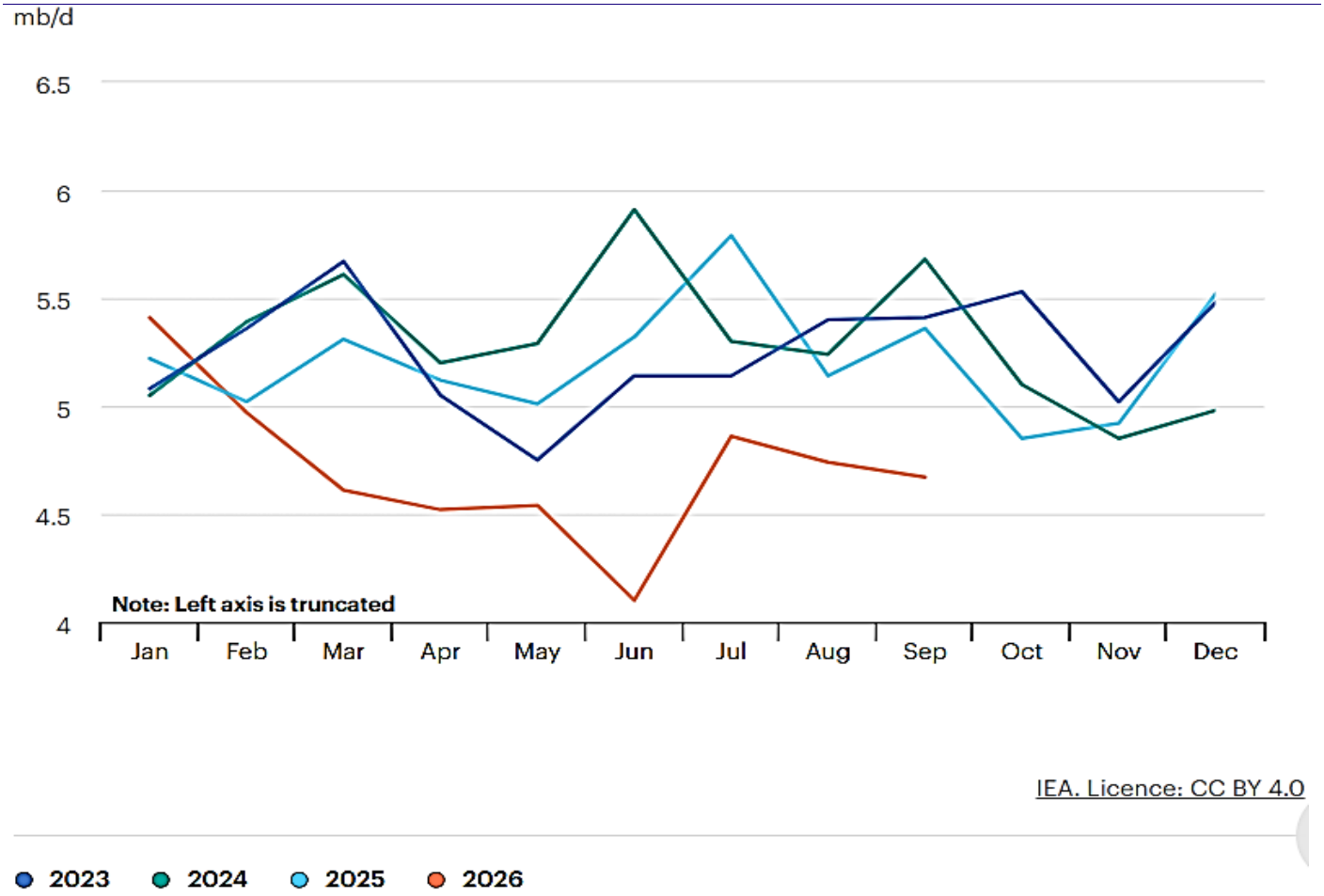
- **Demand has adjusted only partly:** Diesel is relatively price inelastic and OECD diesel deliveries fell just 2% YoY in the five months to Jul'26, while non-transport gasoil consumption in the OECD fell 8%. The IEA expects deferred heating-related purchases to return as tanks must be filled before the Northern Hemisphere winter, though it still forecasts gasoil demand to be 1mb/d lower YoY in 4QCY26.

Exhibit 5: Global gasoil/diesel demand, CY24-27



Source: IEA, MOFSL

Exhibit 6: Global seaborne gasoil/diesel net exports, CY23-26



Source: Company, MOFSL

Diesel margins: Structural support, but rising costs constrain upside

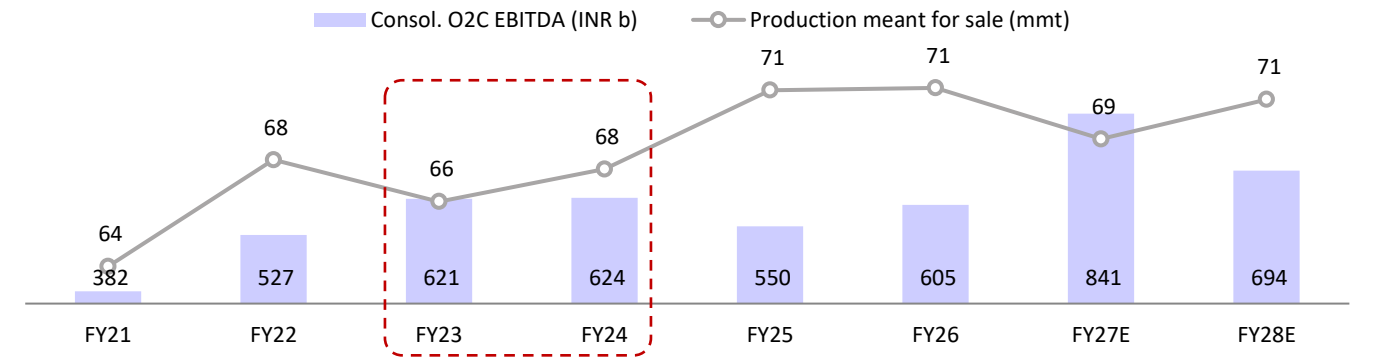
- **Higher floor but lower ceiling for diesel cracks:** The IEA data points to a higher floor for diesel cracks, with a lower ceiling than Sep'26. Stocks, exports and refinery capacity support the floor. Freight and delivered crude costs set the ceiling, which is why European diesel cracks fell from about USD100/bbl to about USD60/bbl by early Oct'26, while diesel prices stayed nearly double crude's pre-crisis level.
- **Regional margins are diverging:** The IEA says discounted feedstocks pushed US margins to new highs, while record freight and crude costs crushed margins in Europe and Asia. ***Refiners with access to discounted crude and diesel-heavy yields are best placed.*** Marginal refineries in Asia and Europe face economic run cuts if margins weaken further, which would tighten diesel before year-end.

Key monitorable: Diesel tightness hinges on Middle East product exports

- **Faster Middle East product supply recovery is the key downside risk:** While Gulf crude exports have recovered close to pre-war levels, refined product exports remain constrained. Renewed attacks on energy infrastructure and tanker traffic, including the 11th Sep'26 bombing of Saudi Arabia's East-West Pipeline, threaten a sustainable recovery; without it, further demand destruction may be needed to balance the gasoil market.

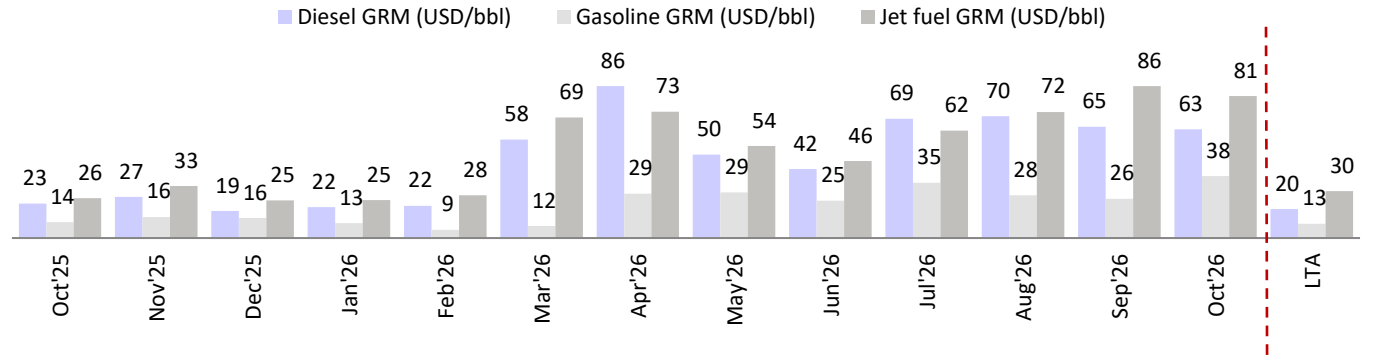
- **Refinery disruptions and policy action remain key monitorables:** Margin-driven run cuts in Asia and Europe and a late-season US Gulf Coast hurricane could tighten supply further. Conversely, resumed Chinese export license issuance and the G7's 2nd Oct'26 commitment to accelerate IEA stock releases, prioritizing diesel, could ease the squeeze. The IEA expects global oil demand to decline 2.5mb/d YoY in 4QCY26, with diesel accounting for 25% of the full-CY26 decline.

Exhibit 7: RIL's consolidated O2C EBITDA increased 18% YoY in FY23, even as production meant for sale declined marginally



Source: Company, MOFSL; Note: Reliance paid SAED of INR66b in FY23 (SAED was lower YoY in FY24 (not reported)).

Exhibit 8: Gasoil/gasoline/jet fuel cracks at 2.5-3x LTA in Oct'26



Source: Bloomberg, MOFSL

RIL's crude-basket reshuffle can add estimated ~USD2/bbl to GRMs

- **Merey at ~USD16/bbl discount vs. Urals at USD10/bbl premium:** Venezuela's flagship Merey crude is selling at a discount, while Russian Urals trades at a premium before shipping costs. As per our channel checks, Merey is being offered at a discount of about USD16/bbl vs. Dated Brent, compared to a USD10/bbl premium for Urals.
- **Venezuela crude share back to CY19 levels; Russia's share slips:** As per media articles, RIL used to import 200-220kb/d of Venezuelan crude on average in CY19 (~15% of its crude requirement), which fell to nil over the last couple of years. However, in the past few months, imports of Venezuelan crude have risen significantly, with imports of ~257kb/d in Sep'26, in which RIL held a 76% share (~14% of its crude requirement).
  - Oct'26 imports at the India level could be ~465kb/d (highest since Dec'19), with RIL being the biggest offtaker.

- Also worth highlighting: Indian refiners are cutting Russian crude imports. Moscow's share in India's crude imports fell to ~35% in Sep'26 (still significant), from 56% in Jul'26. Russian crude made up 32% of RIL's imports in 2QFY27 (however, RIL's Sep'26 Russian crude imports declined 27% MoM).
- **Potential USD2/bbl GRM uplift from higher Venezuela crude share:** Even assuming a higher shipping cost of USD12/bbl for Merey vs. Urals, replacing 15% of requirement would result in a USD2/bbl increase in GRMs. A USD2/bbl increase in FY28 GRM would result in an ~5% increase in consol. FY28E EBITDA.

Exhibit 9: USD2/bbl GRM upside possible on replacement of Urals with Merey

Particulars	USD/bbl
Mereys' discount to Brent	16
Urals' premium to Brent	10
Cost benefit on replacing Urals with Merey	**26**
Higher shipping cost (assumed)	12
Net cost benefit	**14**
% replacement	15%
Potential GRM uplift	**2**

Source: Company, MOFSL

Product cracks at 2–3x LTA; O2C tailwinds intact

- **Strong 2Q performance with O2C EBITDA up 68% YoY:** RIL delivered a strong standalone performance in 2Q, with O2C EBITDA up 68% YoY. We remain constructive on RIL's O2C outlook, as refining margins are expected to remain healthy in the near term, supported by structurally tight product inventories, elevated middle-distillate cracks and ongoing geopolitical disruptions impacting global refining capacity and trade flows. Reflecting this strength, Oct'26 middle distillate cracks remain ~2-3x above long-term averages. Further, PE/PP prices have also inched up 3-8% MoM in Oct'26. Sustained momentum could further boost O2C profitability.
- **FY27/28 standalone EBITDA up 13%/7% on GRM, KG-D6 realization upgrades:** In our 2QFY27 result update note, we raised our FY27/FY28 standalone EBITDA estimates by 13%/7%, driven by upward revisions to our refining and upstream assumptions. We raised our GRM assumptions for 2HFY27/1HFY28 by ~USD3/ USD1 per bbl, and increased our 1HFY28 KG-D6 gas price realization estimate to USD10.5/mmbtu from USD8.9/mmbtu earlier.

Pricing in a significant holdco discount on JPL's stake at CMP

- At CMP, we estimate that RIL is currently trading at a ~30% holdco discount on its 64.5% stake in JPL, which we believe is excessive. While the energy segment has driven a near-term earnings upgrade, we view recovery in RRVL's growth and profitability as the key driver of RIL's stock price.

Exhibit 10: At CMP, the implied holdco discount for RIL's ~64.5% stake in JPL is 30%

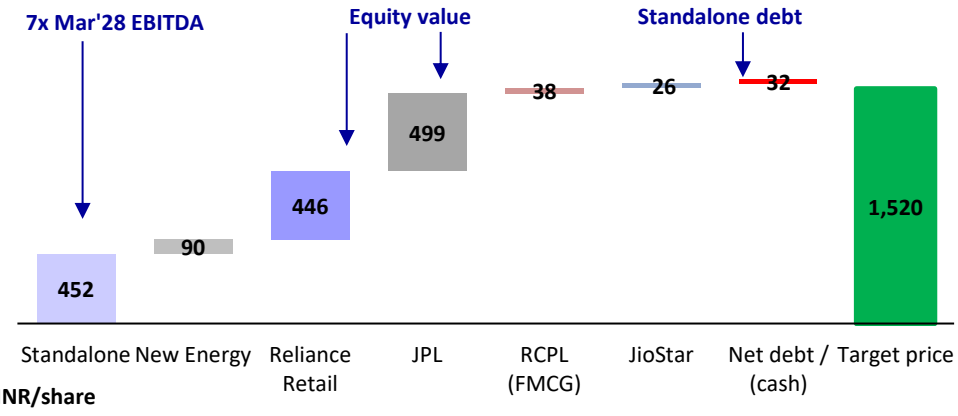
	EBITDA (INR b)	Multiple (x)	INR b	INR/share	USD b	Comments
Current market cap			**17,768**	**1,313**	**187**	
Equity valuation						
Energy equity value			**6,633**	**490**	**70**	
O2C	**694**	**7.5**	5,208	385	55	**7.5x FY28 EBITDA**
E&P	**182**	**5.0**	912	67	10	**5x FY28 EBITDA**
Standalone net debt			437	32	5	
New Energy			950	70	10	**USD10b EV vs. USD12b in our SoTP**
Implied RRVL attributable equity value			**4,334**	**320**	**46**	
Net debt			465	34	5	
RRVL implied EV	**283**	**20**	**5,654**	**418**	**60**	**20x FY28 EV/EBITDA vs. 25x in our SoTP**
Minority interest			**856**	63	9	
Other segments			**867**	**64**	**9**	
JioStar attributable			347	26	4	Transaction value
FMCG (RCPL) attributable	312	2	520	38	5	2x FY28 gross sales
Implied digital services attributable equity value			**5,934**	**439**	**62**	
JPL equity value			13,068	966	138	**At CMP of INR1,419**
Minority interest			4,642	343	49	
Holdco discount			2,492	184	26	
Implied holdco discount (%)			30			**vs. 25% ascribed by us in SoTP**

Source: MOFSL, Company

Valuation and view

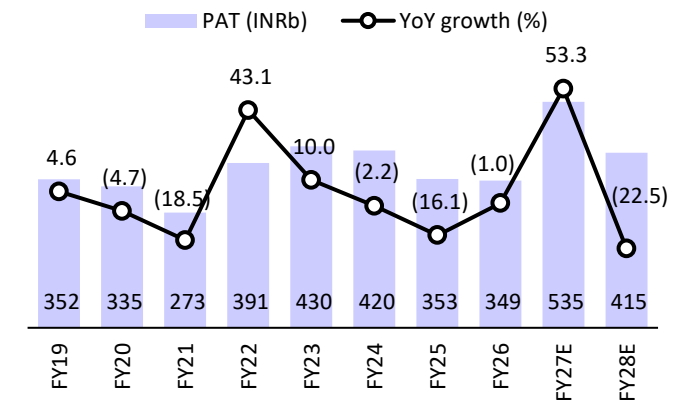
- Using the SoTP method, we value the O2C/E&P segments at 7.5x/5.0x FY28E EV/EBITDA to arrive at an enterprise value of INR6.1t (or ~INR452/sh) for the standalone business. We ascribe an equity valuation of INR499/sh (post 25% holdco discount) and INR446/sh to RIL's stake in JPL and RRVL, respectively. We assign INR90/sh to the New Energy business, INR38/share attributable equity value to RCPL (FMCG, at 2x FY28 EV/sales), and INR26/sh to RIL's stake in JioStar. We reiterate our BUY rating with a TP of INR1,520. Recovery in RRVL's revenue and profitability, along with a roadmap for scaling up RIL's new businesses (FMCG, New Energy, AI, and data center), remains a key trigger for RIL, following the separate listing of JPL.

Exhibit 11: RIL – SoTP valuation (INR/share)



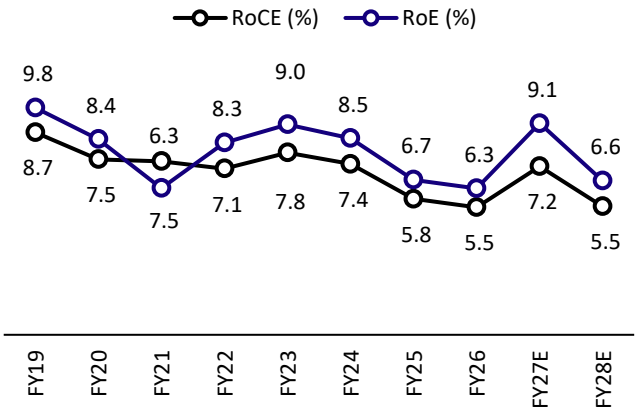
Story in charts

Exhibit 12: Standalone PAT profile



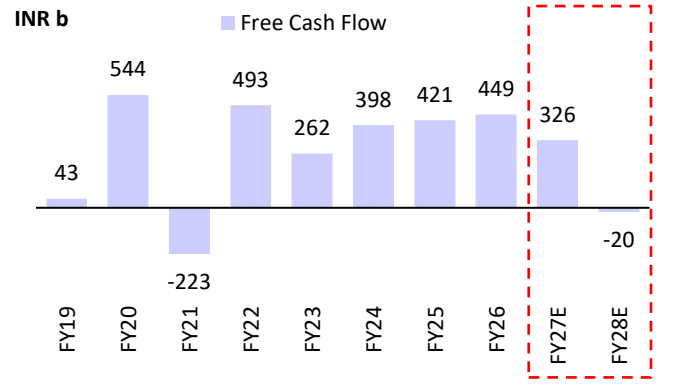
Source: Company, MOFSL

Exhibit 13: Return ratios to stabilize going forward



Source: Company, MOFSL

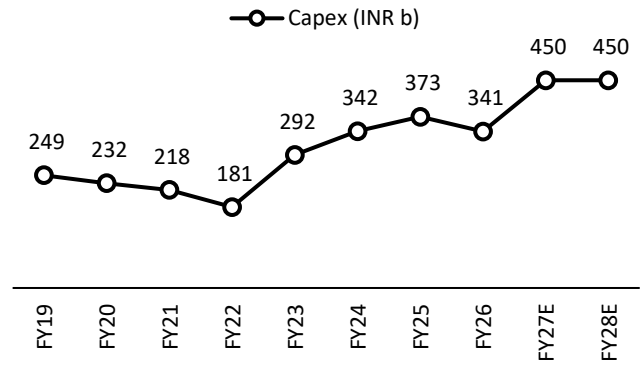
Exhibit 14: Standalone business FCF trend over FY19-28E



Note: includes investments in New Energy for FY27/28

Source: Company, MOFSL

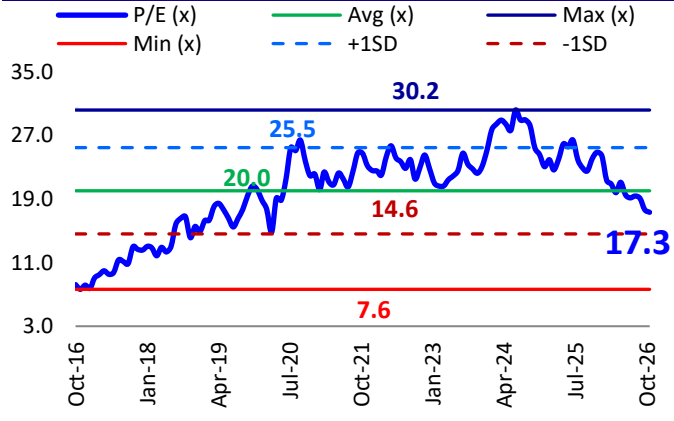
Exhibit 15: INR450b capex to be incurred p.a. in FY27/28



Note: includes investments in New Energy for FY27/28

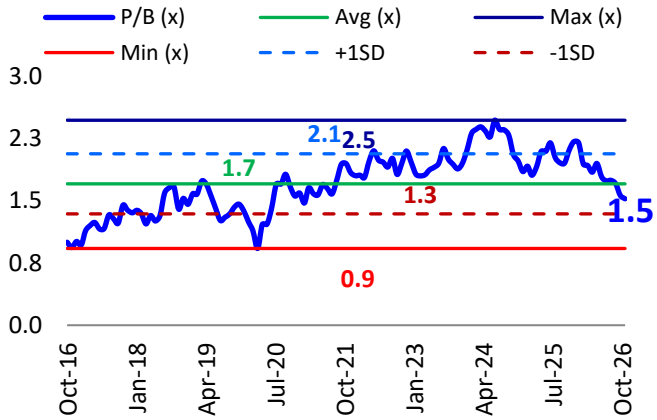
Source: Company, MOFSL

Exhibit 16: Consol. one-year forward P/E



Source: Company, MOFSL

Exhibit 17: Consol. one-year forward P/B



Source: Company, MOFSL

RIL: Standalone financials and valuations

Standalone - Income Statement						(INR b)
Y/E March	**FY23**	**FY24**	**FY25**	**FY26**	**FY27E**	**FY28E**
Total Income from Operations	**5,393**	**5,345**	**5,173**	**5,056**	**6,549**	**5,676**
Change (%)	*27.3*	*-0.9*	*-3.2*	*-2.3*	*29.5*	*-13.3*
EBITDA	**668**	**743**	**581**	**544**	**789**	**617**
Margin (%)	*12.4*	*13.9*	*11.2*	*10.8*	*12.0*	*10.9*
Depreciation	112	177	180	171	172	183
EBIT	**556**	**566**	**401**	**373**	**617**	**433**
Int. and Finance Charges	126	134	101	69	78	78
Other Income	111	121	161	148	168	190
PBT bef. EO Exp.	**541**	**553**	**461**	**452**	**707**	**546**
EO Items	12	0	0	89	0	0
PBT after EO Exp.	**553**	**553**	**461**	**541**	**707**	**546**
Total Tax	111	132	109	102	172	131
Tax Rate (%)	*20.1*	*23.9*	*23.6*	*18.9*	*24.3*	*24.0*
Reported PAT	**442**	**420**	**353**	**439**	**535**	**415**
Adjusted PAT	**430**	**420**	**353**	**349**	**535**	**415**
Change (%)	*10.0*	*-2.2*	*-16.1*	*-1.0*	*53.3*	*-22.5*
Margin (%)	*8.0*	*7.9*	*6.8*	*6.9*	*8.2*	*7.3*

Standalone - Balance Sheet						(INR b)
Y/E March	**FY23**	**FY24**	**FY25**	**FY26**	**FY27E**	**FY28E**
Equity Share Capital	68	68	135	135	135	135
Total Reserves	4,723	5,083	5,296	5,527	5,975	6,295
Net Worth	**4,791**	**5,151**	**5,431**	**5,662**	**6,110**	**6,430**
Total Loans	2,158	2,118	1,988	2,314	2,314	2,314
Deferred Tax Liabilities	340	363	374	363	363	363
Capital Employed	**7,289**	**7,631**	**7,793**	**8,340**	**8,787**	**9,108**
Gross Block	4,481	4,831	5,125	5,257	5,822	6,202
Less: Accum. Deprn.	1,658	1,835	2,015	2,186	2,363	2,547
Net Fixed Assets	**2,823**	**2,996**	**3,110**	**3,071**	**3,458**	**3,655**
Capital WIP	544	616	824	1,376	1,266	1,336
Total Investments	**3,511**	**3,701**	**3,904**	**4,146**	**4,146**	**4,146**
Curr. Assets, Loans&Adv.	**2,298**	**2,040**	**2,174**	**2,859**	**3,562**	**3,130**
Inventory	848	851	892	1,049	1,256	933
Account Receivables	241	147	156	166	216	187
Cash and Bank Balance	610	692	825	1,082	1,411	1,410
Loans and Advances	599	349	301	561	679	601
Curr. Liability & Prov.	**1,887**	**1,722**	**2,219**	**3,112**	**3,646**	**3,160**
Account Payables	1,864	1,695	2,190	3,068	3,588	3,110
Provisions	23	27	29	44	57	50
Net Current Assets	**411**	**318**	**-45**	**-253**	**-84**	**-30**
Appl. of Funds	**7,289**	**7,631**	**7,793**	**8,340**	**8,787**	**9,108**

RIL: Standalone financials and valuations

Ratios						
Y/E March	**FY23**	**FY24**	**FY25**	**FY26**	**FY27E**	**FY28E**
Basic (INR)						
EPS	**31.8**	**31.1**	**26.1**	**25.8**	**39.6**	**30.7**
Cash EPS	40.0	44.1	39.3	38.5	52.3	44.2
BV/Share	354.0	380.7	401.3	418.4	451.5	475.2
Valuation (x)						
P/E	41.3	42.3	50.4	50.9	33.2	42.8
Cash P/E	32.8	29.7	33.4	34.1	25.1	29.7
P/BV	3.7	3.4	3.3	3.1	2.9	2.8
EV/Sales	3.6	3.6	3.7	3.8	2.9	3.3
EV/EBITDA	28.9	25.8	32.6	34.9	23.7	30.3
Dividend Yield (%)	0.3	0.4	0.4	0.5	0.5	0.5
FCF per share	19.3	29.4	31.1	33.2	24.1	-1.5
Return Ratios (%)						
RoE	9.0	8.5	6.7	6.3	9.1	6.6
RoCE	7.8	7.4	5.8	5.5	7.2	5.5
RoIC	18.0	16.4	12.6	15.2	25.2	15.8
Working Capital Ratios						
Fixed Asset Turnover (x)	1.2	1.1	1.0	1.0	1.1	0.9
Asset Turnover (x)	0.7	0.7	0.7	0.6	0.7	0.6
Inventory (Days)	57	58	63	76	70	60
Debtor (Days)	16	10	11	12	12	12
Creditor (Days)	126	116	155	221	200	200
Leverage Ratio (x)						
Current Ratio	1.2	1.2	1.0	0.9	1.0	1.0
Interest Cover Ratio	4.4	4.2	4.0	5.4	8.0	5.6
Net Debt/Equity	0.3	0.3	0.2	0.2	0.1	0.1

Standalone - Cash Flow Statement						(INR b)
Y/E March	**FY23**	**FY24**	**FY25**	**FY26**	**FY27E**	**FY28E**
OP/(Loss) before Tax	556	553	461	541	707	546
Depreciation	112	177	180	171	172	183
Interest & Finance Charges	126	134	101	69	78	78
Direct Taxes Paid	-49	-92	-92	-83	-172	-131
(Inc)/Dec in WC	-60	78	296	253	160	-55
Others	-131	-110	-152	-161	-168	-190
CF from Operations	**553**	**740**	**794**	**791**	**776**	**430**
(Inc)/Dec in FA	-292	-342	-373	-341	-450	-450
Free Cash Flow	**262**	**398**	**421**	**449**	**326**	**-20**
(Pur)/Sale of Investments	-10	-170	-100	-311	0	0
Others	223	129	192	148	168	190
CF from Investments	**-78**	**-383**	**-281**	**-505**	**-282**	**-260**
Inc/(Dec) in Debt	117	-44	-167	157	0	0
Interest Paid	-140	-169	-146	-111	-78	-78
Dividend Paid	-51	-61	-68	-74	-88	-95
CF from Fin. Activity	-74	-275	-381	-29	-165	-172
Inc/Dec of Cash	**401**	**82**	**132**	**257**	**329**	**-1**
Opening Balance	217	610	692	825	1,082	1,411
Closing Balance	**610**	**692**	**825**	**1,082**	**1,411**	**1,410**

RIL: Consolidated financials and valuations

Consolidated - Income Statement								(INR b)
Y/E March	**FY21**	**FY22**	**FY23**	**FY24**	**FY25**	**FY26**	**FY27E**	**FY28E**
Total Income from Operations	**4,669**	**7,000**	**8,795**	**9,011**	**9,647**	**10,572**	**12,718**	**12,807**
Change (%)	-21.8	49.9	25.6	2.5	7.1	9.6	20.3	0.7
EBITDA	**807**	**1,105**	**1,429**	**1,622**	**1,654**	**1,789**	**2,129**	**2,202**
Margin (%)	17.3	15.8	16.2	18.0	17.1	16.9	16.7	17.2
Depreciation	266	298	403	508	531	577	632	700
EBIT	**542**	**807**	**1,026**	**1,114**	**1,123**	**1,213**	**1,497**	**1,502**
Int. and Finance Charges	212	146	196	231	243	271	335	326
Other Income	163	149	118	161	180	200	258	291
PBT bef. EO Exp.	**493**	**810**	**948**	**1,043**	**1,060**	**1,142**	**1,420**	**1,468**
EO Items	56	28	0	0	0	89	0	0
PBT after EO Exp.	**549**	**839**	**948**	**1,043**	**1,060**	**1,232**	**1,420**	**1,468**
Total Tax	17	163	207	257	252	276	350	362
Tax Rate (%)	3.1	19.4	21.8	24.6	23.8	22.4	24.7	24.7
Minority Interest	41	69	74	90	111	148	151	204
Reported PAT	**491**	**607**	**667**	**696**	**696**	**808**	**919**	**901**
Adjusted PAT	**437**	**584**	**667**	**696**	**696**	**719**	**919**	**901**
Change (%)	1.1	33.8	14.2	4.4	0.0	3.2	27.9	-1.9
Margin (%)	9.4	8.3	7.6	7.7	7.2	6.8	7.2	7.0

Consolidated - Balance Sheet								(INR b)
Y/E March	**FY21**	**FY22**	**FY23**	**FY24**	**FY25**	**FY26**	**FY27E**	**FY28E**
Equity Share Capital	64	68	68	68	135	135	135	135
Total Reserves	6,937	7,727	8,144	7,867	8,297	8,905	9,736	10,543
Net Worth	**7,002**	**7,795**	**8,212**	**7,935**	**8,432**	**9,040**	**9,871**	**10,678**
Minority Interest	993	1,095	1,130	1,323	1,664	1,818	1,969	2,173
Total Loans	2,426	3,192	4,524	4,590	4,787	5,025	4,975	4,922
Deferred Tax Liabilities	370	496	603	722	835	980	980	980
Capital Employed	**10,790**	**12,578**	**14,469**	**14,570**	**15,718**	**16,863**	**17,796**	**18,753**
Gross Block	7,802	8,938	10,289	11,321	13,981	15,773	18,324	19,875
Less: Accum. Deprn.	2,492	2,790	3,193	3,701	4,233	4,810	5,442	6,141
Net Fixed Assets	**5,310**	**6,148**	**7,096**	**7,620**	**9,749**	**10,963**	**12,883**	**13,733**
Goodwill on Consolidation	102	130	137	150	245	285	285	285
Capital WIP	1,260	1,725	2,938	3,389	2,624	2,377	1,125	875
Total Investments	**3,648**	**3,943**	**3,366**	**2,257**	**1,355**	**2,483**	**2,483**	**2,483**
Curr. Assets, Loans&Adv.	**2,892**	**3,051**	**3,598**	**4,145**	**4,796**	**3,481**	**4,392**	**4,833**
Inventory	817	1,078	1,400	1,528	1,461	1,669	1,986	1,930
Account Receivables	190	236	285	316	421	585	697	702
Cash and Bank Balance	174	362	747	972	1,065	1,460	1,989	2,483
Loans and Advances	1,711	1,375	1,167	1,329	1,849	-233	-280	-282
Curr. Liability & Prov.	**2,422**	**2,419**	**2,666**	**2,990**	**3,051**	**2,726**	**3,373**	**3,456**
Account Payables	1,089	1,593	1,472	1,784	1,868	1,588	1,742	1,754
Other Current Liabilities	1,277	788	1,157	1,164	1,113	868	1,306	1,375
Provisions	56	38	38	42	70	270	325	327
Net Current Assets	**470**	**632**	**932**	**1,155**	**1,745**	**755**	**1,019**	**1,377**
Appl. of Funds	**10,790**	**12,578**	**14,469**	**14,570**	**15,718**	**16,863**	**17,796**	**18,753**

RIL: Consolidated financials and valuations

Ratios								
Y/E March	**FY21**	**FY22**	**FY23**	**FY24**	**FY25**	**FY26**	**FY27E**	**FY28E**
EPS	**33.9**	**43.2**	**49.3**	**51.4**	**51.5**	**53.1**	**67.9**	**66.6**
Cash EPS	51.9	65.2	79.1	89.0	90.7	95.7	114.6	118.3
BV/Share	543.2	576.1	606.8	586.4	623.1	668.1	729.5	789.1
DPS	3.2	3.5	3.9	5.0	5.5	6.0	6.5	7.0
Payout (%)	8.4	7.8	8.0	9.7	10.7	10.1	9.6	10.5
Valuation (x)								
P/E	38.8	30.4	26.6	25.5	25.5	24.7	19.3	19.7
Cash P/E	25.3	20.1	16.6	14.8	14.5	13.7	11.5	11.1
P/BV	2.4	2.3	2.2	2.2	2.1	2.0	1.8	1.7
EV/Sales	4.3	2.9	2.4	2.4	2.2	2.0	1.6	1.6
EV/EBITDA	24.8	18.6	15.1	13.2	13.0	11.9	9.7	9.2
Dividend Yield (%)	0.2	0.3	0.3	0.4	0.4	0.5	0.5	0.5
FCF per share	-57.1	-4.2	-12.4	12.4	27.0	48.2	34.5	28.4
Return Ratios (%)								
RoE	7.6	7.9	8.3	8.6	8.5	8.2	9.7	8.8
RoCE	8.0	7.5	7.5	7.6	7.7	8.0	9.1	8.9
RoIC	10.7	10.6	11.5	10.9	9.2	8.9	9.9	9.0
Working Capital Ratios								
Fixed Asset Turnover (x)	0.6	0.8	0.9	0.8	0.7	0.7	0.7	0.6
Asset Turnover (x)	0.4	0.6	0.6	0.6	0.6	0.6	0.7	0.7
Inventory (Days)	64	56	58	62	55	58	57	55
Debtor (Days)	15	12	12	13	16	20	20	20
Creditor (Days)	85	83	61	72	71	55	50	50
Leverage Ratio (x)								
Current Ratio	1.2	1.3	1.3	1.4	1.6	1.3	1.3	1.4
Interest Cover Ratio	2.6	5.5	5.2	4.8	4.6	4.5	4.5	4.6
Net Debt/Equity	0.3	0.4	0.5	0.5	0.4	0.4	0.3	0.2

Consolidated - Cash Flow Statement								(INR b)
Y/E March	**FY21**	**FY22**	**FY23**	**FY24**	**FY25**	**FY26**	**FY27E**	**FY28E**
PBT	555	839	948	1,043	1,060	1,232	1,420	1,468
Depreciation	266	298	403	508	531	577	632	700
Tax paid	-32	-38	-207	-257	-252	-276	-350	-362
Change in deferred tax liability	0	0	0	119	112	145	0	0
Change in net working capital	-507	7	-196	64	237	125	215	84
Misc	-19	1	202	110	98	118	-151	-204
Operating cash flow	**262**	**1,107**	**1,150**	**1,588**	**1,787**	**1,921**	**1,767**	**1,685**
Capex	-1,035	-1,163	-1,318	-1,420	-1,422	-1,268	-1,300	-1,300
Change in investments	-473	3	294	170	-118	31	0	0
Misc	92	-124	154	107	164	226	0	0
Investing cash flows	**-1,416**	**-1,285**	**-870**	**-1,143**	**-1,375**	**-1,011**	**-1,300**	**-1,300**
Change in borrowings	-837	99	381	266	163	-37	0	0
Misc	-241	-285	-231	-372	-414	-553	151	204
Issuance of equity	2,136	402	5	0	0	0	0	0
Others	1,895	117	-225	-372	-414	-553	151	204
Dividend paid	-39	-43	-51	-61	-68	74	-88	-95
Financing cash flow	**1,019**	**173**	**105**	**-166**	**-319**	**-515**	**63**	**110**
Net change in cash	-135	-5	385	278	93	395	529	494
Closing cash balance	**174**	**169**	**747**	**972**	**1,065**	**1,460**	**1,989**	**2,483**

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