

AMBALAL'S RESULT REPORT



Oil & Natural Gas Corporation (ONGC) Ltd

Q1FY2014 (April – June) Report

(12/08/2013)



OIL & NATURAL GAS CORP. LTD.



Oil & Natural Gas Corporation Ltd

Q1FY 2014 (April—June) Result

Result Highlights

- State-run Oil & Natural Gas Corp posted a 34 per cent slump in quarterly profit, lagging expectations, as higher costs and write-offs hurt margins.
- The state-run company reported net profit of Rs 4,016 crore (\$660 million) for its first quarter ended June, down from Rs 6,078 crore a year earlier. Net sales fell 4.3 per cent to Rs 19,218 crore
- The firm had to adjust Rs 314 crore toward deferred taxes and it also provided Rs 1611 crore toward post retirement benefit scheme during the quarter.
- The firm has to shell out Rs 12620 crore toward subsidy payment to oil retailers which sell fuel at government rates.
- Its EBITDA declined 23.7 per cent Y-o-Y to Rs 8,488 crore on lower realisations. Depreciation expense increased by 22 per cent to Rs 3,901 crore.
- Earning Per Share (EPS) decreased to 4.69 from 7.10 come with same period last year.

Result Outlook

- Net profit has dropped to 4016 from 6077 come last year same period
- PAT has slightly slipped to 7131 from 7149 last year same period
- Operating Profit Margin has slipped to 42.03 from 54.36 last year same period
- So, those who have the ONGC share to maintain HOLD option and further fresh Buy not advisable until seen next Q2 & Q3 result better.



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