INSTITUTIONAL RESEARCH

HSIE Results Daily

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- **Oil India:** We maintain BUY on Oil India (OIL) with a revised TP of INR 558/share, premised on three drivers: (1) oil and gas production CAGR of 6% and 8%, respectively, over FY26–28E; (2) the ramp-up in NRL's refinery throughput as the 6 MMTPA NREP expansion comes onstream; and (3) optionality from a stronger exploration pipeline in the coming quarters. Q2FY27 standalone EBITDA of INR 30bn (+126.5% YoY, -26.5% QoQ) and APAT of INR 22.5bn (+116.4% YoY, -21.3% QoQ) came in below our estimates. This miss came mainly from higher-than-expected exploration write-offs, which jumped to INR 14.8bn vs INR 2.5bn in Q1. Q2 crude sales stood at 0.98 MMT (+18.4% YoY, +7.0% QoQ) and gas sales at 0.66 bcm (-0.6% YoY, +6.5% QoQ).
- **Amber Enterprises:** Amber's Q2FY27 revenue grew 60% YoY (2-yr CAGR: 25%) to INR 26.3bn on a low base, mainly due to strong performance in the electronics segment. Consumer durables segment grew by 41% YoY, electronics grew by 94% YoY, and railways delivered 15% growth YoY. EBITDAM declined by 180bps YoY to 3.7% (-430bps QoQ), leading to 8% YoY EBITDA growth (2-year CAGR -7%), while APAT stood at INR -706mn vs INR -329mn YoY. For FY27, management maintains its consumer durables division guidance, expecting growth broadly in line with the RAC industry, indicating that the RAC industry grew ~18% in H1FY27 and is expected to grow by 20–22% for the full year, while margins for the division are likely to be impacted by 50–100bps over FY27 as cost inflation is passed on with a lag. The mobile manufacturing business is progressing well, with trial production expected to begin in Q4FY27 and commercial production from Q1FY28 start. Upcoming PCB facilities remain on track. We maintain REDUCE with a lower target price of INR 7,230/share, based on a DCF valuation (WACC: 12%, terminal growth: 5%), implying ~38x Sep-28E EPS.

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Oil India

Volume growth to sustain earnings momentum

We maintain BUY on Oil India (OIL) with a revised TP of INR 558/share, premised on three drivers: (1) oil and gas production CAGR of 6% and 8%, respectively, over FY26–28E; (2) the ramp-up in NRL's refinery throughput as the 6 MMTPA NREP expansion comes onstream; and (3) optionality from a stronger exploration pipeline in the coming quarters. Q2FY27 standalone EBITDA of INR 30bn (+126.5% YoY, -26.5% QoQ) and APAT of INR 22.5bn (+116.4% YoY, -21.3% QoQ) came in below our estimates. This miss came mainly from higher-than-expected exploration write-offs, which jumped to INR 14.8bn vs INR 2.5bn in Q1. Q2 crude sales stood at 0.98 MMT (+18.4% YoY, +7.0% QoQ) and gas sales at 0.66 bcm (-0.6% YoY, +6.5% QoQ).

- **Q2 standalone financials:** Revenue came in at INR 80.7bn (+47.9% YoY, +1.4% QoQ) on higher crude volumes and realizations. Crude realized USD 92.2 per bbl (+35.3% YoY, -6.6% QoQ). Gas realization stood at USD 7.2 per MMBtu (+6.5% YoY, flat QoQ), above the APM ceiling, led by pre-NELP block volumes that are not subject to price caps. EBITDA of INR 30bn missed our estimates, mainly due to exploration write-offs jumping to INR 14.8bn (vs INR 2.5bn in Q1). Of this, INR 14.1bn was for Vijayapuram-1, which carried offshore campaign rig mobilization and bundled service costs. NRL's GRM fell to USD 20.71 per bbl in Q2 vs Q1, led by a decline in Free on Board (FoB) prices for the MS from USD129 to USD 110 per bbl and HSD from USD175 to USD 138 per bbl in the quarter.
- **Q2 operational performance:** (1) Crude production rose to 1.02 MMT (+20.4% YoY, +7.5% QoQ) on higher drilling and near-field discoveries. Daily output hit a record 11,300 mt in Sep 2026 (~4.05 mmtpa run rate). (2) Gas production fell to 0.79bcm (-2.2% YoY, +3.8% QoQ), held back by limited pipeline connectivity. We expect gas to start flowing through the NRL-IGGL link by Jan 2027; full connectivity is 18-20 months away.
- **Key takeaways:** (1) The board recommended interim dividend of INR 7 per share of INR10 each. **(2) Upstream capex:** Expect INR 135-140bn for FY27E (including – surveys INR 12bn, exploration/development INR 40bn, capital equipment INR 45bn, JVs/subsidiary INR 33–35bn). **(3) NRL:** Completed Paradip–Num Aligarh crude pipeline to 1,600 kms (of total 1,640 kms). Ramp-up of the new capacity is expected at ~50–60% by Q3FY28E and 100% in FY29E. **(4) NRL capex & debt:** Debt drawn is ~INR 205bn against total tie-up of INR 280bn. Capex is INR 75bn/INR 60bn for FY27/FY28E.
- **Change in estimates and valuation:** We cut FY27E EPS by 5.1%, mainly to reflect NRL's weaker Q2 GRM. We value the standalone business at INR 366/share (6.5x Dec-27E EPS) and investments at INR 192/share, which lead to a TP of INR 558/share.

Standalone financial summary

Year Ending March (Rs bn)	2Q FY27	1Q FY27	QoQ (%)	2Q FY26	YoY (%)	FY25	FY26	FY27E	FY28E	FY29E
Revenue	119.1	128.9	*(7.5)*	91.8	*29.9*	361.6	370.5	586.6	695.4	804.3
EBITDA	39.7	57.9	*(31.5)*	23.0	72.4	112.2	104.5	196.9	196.7	192.2
APAT	23.1	36.3	*(36.4)*	14.3	*61.6*	65.5	66.2	129.9	110.9	103.8
Diluted EPS (Rs)	14.2	22.3	*(36.4)*	8.8	61.6	40.3	40.7	79.9	68.2	63.8
P/E (x)						11.0	10.8	5.5	6.5	6.9
EV / EBITDA (x)						8.9	10.4	5.5	5.5	5.4
RoE (%)						13.4	12.3	20.0	14.2	11.6

Source: Company, HSIE Research | *Consolidated

Changes in estimates

YE March	FY27E			FY28E		
	Old	New	(%)	Old	New	(%)
EBITDA (INR bn)	210.6	196.9	-6.5%	196.6	196.7	0.0%
EPS	84.2	79.9	-5.1%	68.2	68.2	0.0%

Source: HSIE Research

BUY

CMP *(as on 13 Nov 2026)*	INR 442
Target Price	INR 558
NIFTY	25,144

KEY CHANGES	OLD	NEW
Rating	BUY	BUY
Price Target	INR 568	INR 558
	FY27E	FY28E
EPS change	-5.1%	0.0%

KEY STOCK DATA

Bloomberg code	OINL IN
No. of Shares (mn)	1,627
MCap (INR bn) / ($ mn)	718/7,623
6m avg traded value (INR mn)	1,647
52 Week high / low	INR 531/396

STOCK PERFORMANCE (%)

	3M	6M	12M
Absolute (%)	(8.0)	(12.9)	1.6
Relative (%)	(12.5)	(22.3)	5.0

SHAREHOLDING PATTERN (%)

	Jun-26	Sep-26
Promoters	56.66	56.66
FIs & Local MFs	20.13	20.66
FPIs	7.28	7.15
Government	9.87	9.87
Public & Others	6.06	5.67
Pledged Shares	0.00	0.00

Source : BSE

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Amber Enterprises

Strong topline performance; multi-quarter low margin

Amber's Q2FY27 revenue grew 60% YoY (2-yr CAGR: 25%) to INR 26.3bn on a low base, mainly due to strong performance in the electronics segment. Consumer durables segment grew by 41% YoY, electronics grew by 94% YoY, and railways delivered 15% growth YoY. EBITDAM declined by 180bps YoY to 3.7% (-430bps QoQ), leading to 8% YoY EBITDA growth (2-year CAGR -7%), while APAT stood at INR -706mn vs INR -329mn YoY. For FY27, management maintains its consumer durables division guidance, expecting growth broadly in line with the RAC industry, indicating that the RAC industry grew ~18% in H1FY27 and is expected to grow by 20–22% for the full year, while margins for the division are likely to be impacted by 50–100bps over FY27 as cost inflation is passed on with a lag. The mobile manufacturing business is progressing well, with trial production expected to begin in Q4FY27 and commercial production from Q1FY28 start. Upcoming PCB facilities remain on track. We maintain REDUCE with a lower target price of INR 7,230/share, based on a DCF valuation (WACC: 12%, terminal growth: 5%), implying ~38x Sep-28E EPS.

- **Q2FY27 highlights:** Revenue grew 60% YoY (2-yr CAGR: 25%) to INR 26.3bn on a low base, mainly due to strong performance in the electronics segment. Consumer durables (47% revenue mix) grew by 41% YoY, electronics segment (48% revenue mix) grew by 94% YoY, and railways subsystem segment (6% revenue mix) grew by 15% YoY. Gross margin declined 170bps YoY to 18.8% (flat QoQ). Employee cost and other expenses surged 78% and 50% YoY, respectively. EBITDAM declined by 180bps YoY to 3.7% (-430bps QoQ). Accordingly, EBITDA grew by only 8% YoY (2-year CAGR -7%). Other income grew 111% YoY, depreciation increased 61% YoY, while finance cost increased 24% YoY. APAT stood at INR -706mn vs INR -329mn YoY.
- **Earnings call takeaways:** For FY27, management maintains its consumer-durables division guidance, expecting growth broadly in line with the RAC industry growth. Guidance for the railway division has been reduced to 15–20% for FY27 (earlier 30–35%), owing to project delays, while margins are expected at 8–10% in FY27 with normalization from Q2FY28 to 14-16%. The company noted an inventory valuation impact of INR 288mn in H1, with further impact of INR 320mn expected in H2. Regarding IL JIN IPO, management indicated that SEBI approval is expected within next two quarters, after which the company will have a one-year window to launch the IPO. FY27 planned capex is INR 18-20bn. Factoring in the Q2 performance, we have increased the revenue estimates by 2% each for FY27–29E. However, given the weak margin performance and the impact of higher non-operating costs and inventory valuation, we have cut the APAT estimates by 10/9/6% for FY27/28/29E. Accordingly, we have revised the TP downward to INR 7,230/share, based on a DCF valuation (WACC: 12%, terminal growth: 5%), which implies ~38x Sep-28E EPS. We maintain REDUCE.

Financial summary

(INR mn)	Q2FY27	Q2FY26	YoY (%)	Q1FY27	QoQ(%)	FY25	FY26	FY27E	FY28E	FY29E
Net Sales	26,272	16,470	59.5	38,877	(32.4)	99,730	1,21,865	1,57,478	2,78,997	4,04,808
EBITDA	985	913	7.9	3,121	(68.4)	7,634	9,523	11,573	16,356	21,628
APAT	(706)	(329)	114.9	1,449	(148.7)	2,696	2,988	3,225	5,309	8,008
EPS (INR)	(20.1)	(9.4)	114.9	41.3	(148.7)	79.7	84.9	91.7	150.9	227.5
P/E (x)						85.0	79.8	73.9	44.9	29.8
EV / EBITDA (x)						31.4	27.0	22.0	15.5	11.6
RoE (%)						12.4	9.0	7.1	10.7	14.2

Source: Company, HSIE Research

REDUCE

CMP *(as on 13 Nov 2026)*	INR 6,772
Target Price	INR 7,230
NIFTY	25,144

KEY CHANGES	OLD	NEW
Rating	REDUCE	REDUCE
Price Target	INR 8,060	INR 7,230
	FY27E	FY28E
EPS %	-10.3	-8.5

KEY STOCK DATA	
Bloomberg code	AMBER IN
No. of Shares (mn)	35
MCap (INR bn) / ($ mn)	239/2,535
6m avg traded value (INR mn)	2,337
52 Week high / low	INR 8,974/5,401

STOCK PERFORMANCE (%)	3M	6M	12M
Absolute (%)	(5.6)	(18.4)	(4.9)
Relative (%)	(10.1)	(27.8)	(1.5)

SHAREHOLDING PATTERN (%)	Jun-26	Sep-26
Promoters	38.09	38.09
FIs & Local MFs	30.54	29.76
FPIs	20.47	20.61
Public & Others	10.90	11.54
Pledged Shares	0.00	0.00

Source : BSE

Pledged shares as % of total shares

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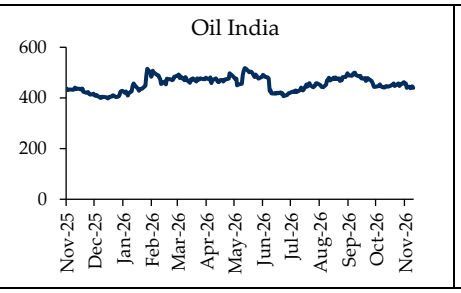
Rating Criteria

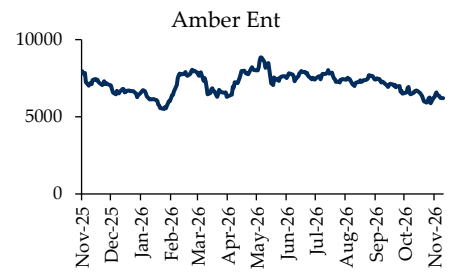
BUY: >+15% return potential
ADD: +5% to +15% return potential
REDUCE: -10% to +5% return potential
SELL: > 10% Downside return potential

Disclosure:

Analyst	Company Covered	Qualification	Any holding in the stock
Nilesh Ghuge	Oil India	MMS	NO
Priya Gupta	Oil India	MSc	NO
Aditya Iyer	Oil India	PGDM	NO
Keshav Lahoti	Amber Enterprises	CA, CFA	NO
Rajesh Ravi	Amber Enterprises	MBA	NO
Mahesh Nagda	Amber Enterprises	CA	NO
Kartikey	Amber Enterprises	CA	NO

Price movement





Disclosure:

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