

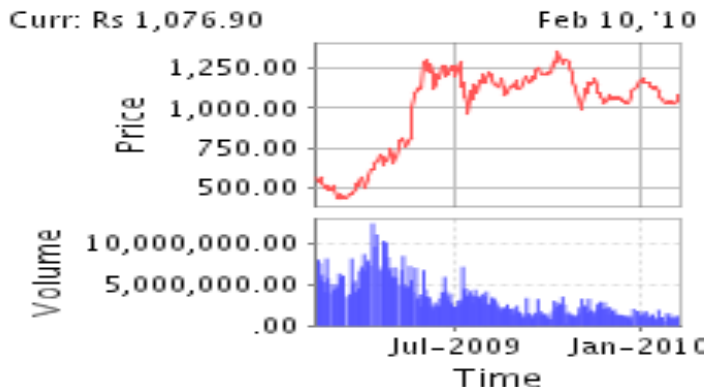
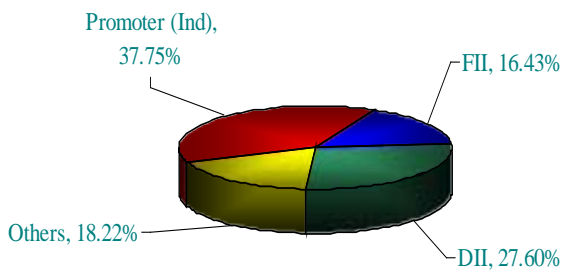


We recommend a buy call on Reliance Infrastructure limited with a one year prospective for a target of Rs. 1500.

Key Data

Bloomberg Code	RELI IN
Reuters Code	RLIN.BO
CMP (Rs.)	1,071.20
52-Wk H / L	1,404.45 / 428.30
Outstanding Shares	225,270,262
Mkt. Cap (Rs. Crs.)	24,077
Face value (Rs.)	10
Group	A
Industry	Electric Utilities

Shareholding Pattern



Company Profile

- ⇒ Reliance Energy Limited, incorporated in 1929, is a fully integrated utility engaged in the generation, transmission and distribution of electricity. It ranks among India's top listed private companies on all major financial parameters, including assets, sales, profits and market capitalization.
- ⇒ A constituent of the Reliance -Anil Dhirubhai Ambani Group, Reliance Energy is India 's foremost private sector utility with aggregate estimated revenues of Rs 9,500 crore (US\$2.1 billion)and total assets of Rs 10,700 crore (US\$2.4 billion). Reliance Energy distributes more than 21 billion units of electricity to over 25 million consumers in Mumbai, Delhi, Orissa and Goa, across an area that spans 1,24,300 sq.kms. It generates 941 MW of electricity, through its power stations located in Maharashtra, Andhra Pradesh, Kerala, Karnataka and Goa.
- ⇒ Reliance Energy is currently pursuing several gas, coal, wind and hydro-based power generation projects in Maharashtra, Uttar Pradesh, Arunachal Pradesh and Uttaranchal with aggregate capacity of over 12,500 MW. These projects are at various stages of development.
- ⇒ Reliance Energy is vigorously participating in emerging opportunities in the areas of trading and transmission of power. It is also engaged in a portfolio of services in the power sector in Engineering, Procurement and Construction (EPC) through a network of regional offices in India.



Management Profile

Shri Anil D. Ambani	Chairman
Shri.Satish Seth	Vice Chairman
Shri S.C.Gupta	Director (Operations)
Shri Lalit Jalan	Whole-time Director
Gen.V.P.Malik P.V.S.M,A.V.S.M	Director
Shri S.L.Rao	Director
Dr.Leena Shrivastava	Director
Shri V.R.Galkar	Representative of LIC

About Business

The Reliance Energy Ltd's Infrastructure and Services has expertise in all areas from Power Generation to Distribution and undertakes value added Consulting and Installation of power projects.

⇒ Generation

The total Installed capacity of the generating units is 892.59 MW. The power generation plants include:

- 2x250 MW multi-fuel based thermal power station at Dahanu near Mumbai.
- 165 MW combined cycle power station at Kochi, in Kerala.
- 220 MW combined cycle power plant at Samalkot in Andhra Pradesh.
- 7.59 MW wind farm project at Jogimatti in the district of Chitradurga in Karnataka.

⇒ Transmission

Company has 2x220 KV double circuit transmission line of 105 km and 25 km of multi circuit transmission lines. REL uses CAD/CAM technology to develop river & railway bridges, power line crossing etc. The Company has 3 state-of-the-art transmission stations at Versova, Ghodbunder & Aarey with total installed capacity of 300 MVA, 300 MVA & 400 MVA respectively.

⇒ Distribution

All India Scenario



Reliance Energy Ltd's network covers an area of about 1,24,300 sq. kilometers. REL has huge customer base of 5 million with an annual consumption of 15,600 million units.

Mumbai Scenerio

The company's network is made of 4124 distribution sub-stations, 2912 km of high tension (HT) and 2966 km of low tension (LT) cable. REL has an installed distribution transformer capacity of about 2422 MVA. The network has lowest distribution losses of 13.37% and maintains an uptime of 99.98%.

Services

The Generation division has expertise in designing, engineering, erection, installation and commissioning of power projects based on coal, lignite, combined cycle liquid, gas and wind as well as co-generation projects.

⇒ Contracts and EPC Division

The division offers value added services in Engineering, Procurement and Construction. Some of the prestigious projects executed include:

- 210 MW Gas Based Combined Cycle Power Plant for BSES Andhra Power Limited at Samalkot.
- 24 MW Bagasse fired Power Plant of Godavari Sugar Mills in North Karnataka and the
- 20MW project of Suryachakra Power Corporation Limited at Andaman.
- Development of Electrical System for Nuclear Power Corporation of India.

**Financials**

Quarterly Results (In Cr.)	Dec-09	Sep-09	Jun-09	Mar-09	Dec-08
Revenue	2,287.49	2,649.56	2,446.33	2,479.64	2,717.63
Other Income	215.58	163.26	244.18	(27.65)	143.58
Total Income	2,503.07	2,812.82	2,690.51	2,451.99	2,861.21
Expenditure	(2,052.12)	(2,336.64)	(2,146.81)	(2,013.67)	(2,405.63)
Interest	(56.53)	(73.96)	(103.67)	(101.26)	(86.54)
PBDT	394.42	402.22	440.03	337.06	369.04
Depreciation	(83.02)	(73.96)	(72.20)	(62.73)	(58.94)
PBT	311.40	328.26	367.83	274.33	310.10
Tax	(34.27)	(21.36)	(51.26)	71.85	(58.91)
Net Profit	277.13	306.90	316.57	346.18	251.19
Equity	225.31	225.31	225.31	226.06	227.81
EPS	12.30	13.62	14.05	15.31	10.84
CEPS	15.98	16.90	17.25	18.85	13.61
OPM %	19.71	17.97	22.23	20.21	16.76
NPM %	12.12	11.58	12.94	13.96	9.24



Annual Results (In Cr.)	2008 - 09	2007 - 08	2006 - 07	2005 - 06	2004 - 05
Revenue	9,868.61	6,313.17	5,692.95	4,019.07	4,130.67
Other Income	737.88	1,188.03	882.30	588.81	461.88
Total Income	10,606.49	7,501.20	6,575.25	4,607.88	4,592.55
Expenditure	(8,837.68)	(5,817.80)	(5,212.50)	(3,285.90)	(3,541.65)
Interest	(330.50)	(308.76)	(250.32)	(191.88)	(134.82)
PBDT	1,438.31	1,374.64	1,112.43	1,130.10	916.08
Depreciation	(244.88)	(222.94)	(240.06)	(348.63)	(346.44)
PBT	1,193.43	1,151.70	872.37	781.47	569.64
Tax	(54.55)	(67.07)	(70.92)	(131.13)	(49.02)
Net Profit	1,138.88	1,084.63	801.45	650.34	520.29
Equity	226.06	235.62	228.57	212.36	185.61
Reserves	10,308.14	10,024.16	8,412.73	6,820.51	4,834.10
EPS	49.45	46.85	37.20	32.70	28.06
CEPS	61.21	55.49	--	--	--
OPM %	17.92	26.66	23.94	32.89	25.44
NPM %	11.54	17.18	14.08	16.18	12.60

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