



## BUY RIL – Recent Developments Encouraging

We recommend to buy Reliance Industries with a one year target price of Rs. 1322 as against the current price of Rs.1180 range. It is expected that GAS would be the main growth driver in FY 10.

Petrochem and refining business may be weak in FY 10. But gas business would be better due to favorable developments recently.

Q3 results of FY 09 looked to be better than expected and this may act as a positive catalyst because it may ease the fears of a slowdown.

Expected EPS for FY 09 is Rs.91.41 and this may increase to Rs. 118.67 and Rs. 139.06 in the next two years.

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