

Major Financial Indicators - (in Rs. Cr.)

2017

2018

2019

2020

2021

₹ 1,67,311

Total Revenue

₹ 32,562

PAT

19.46%

PAT Margin%

₹ 46,546

EBITDA

28.35%

EBITDA Margin%

37.52%

ROE

45.96%

ROCE

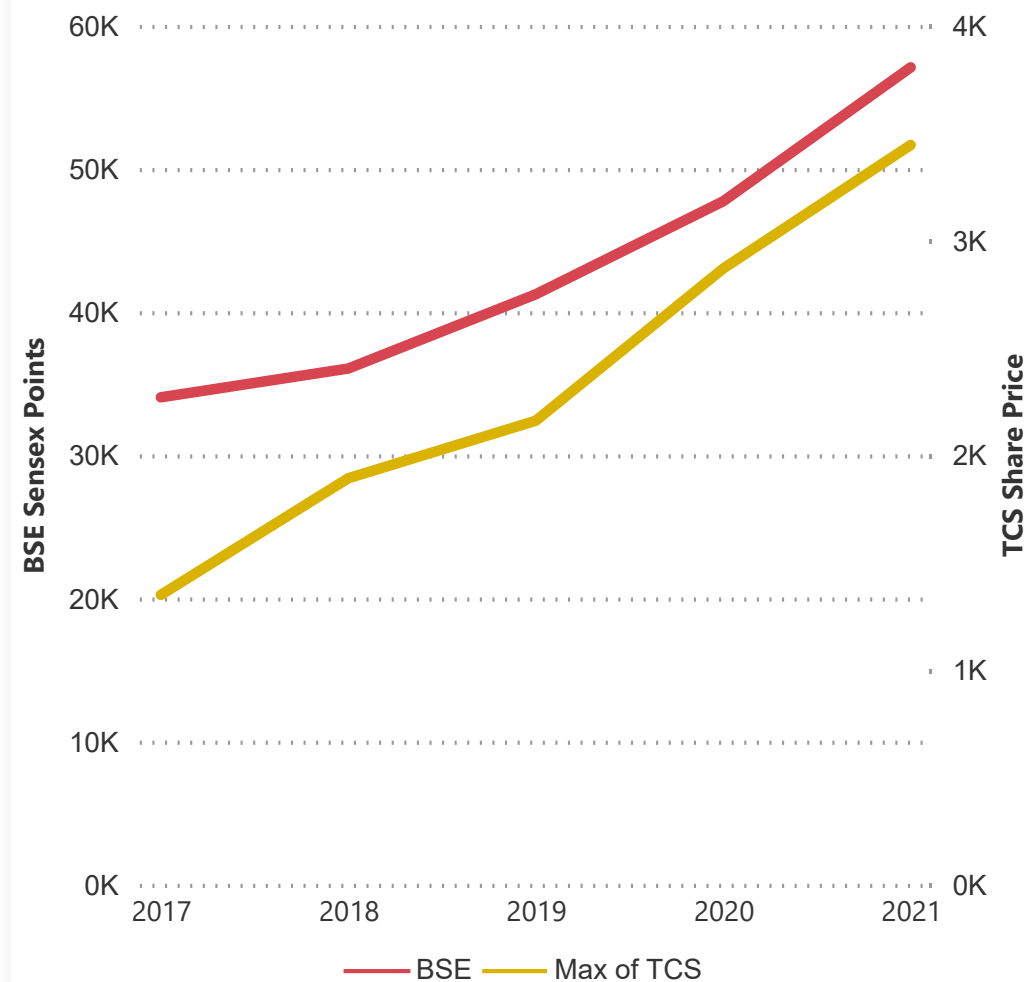
39.61

P/E Ratio

14.75

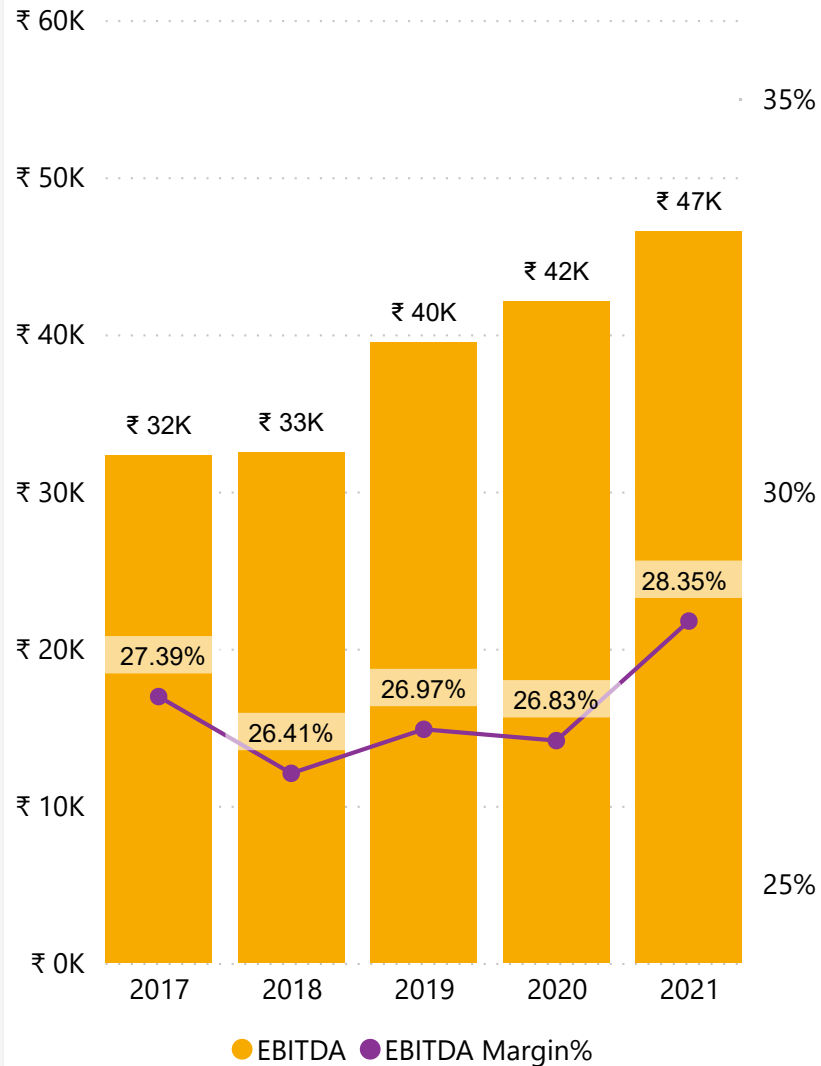
P/BV Ratio

BSE Sensex and TCS Share Price from 2017 to 2021

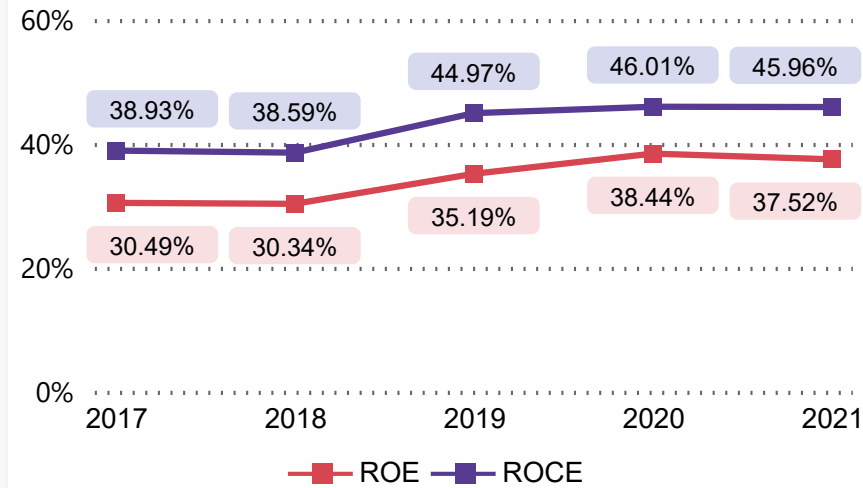




EBITDA Vs EBITDA Margin



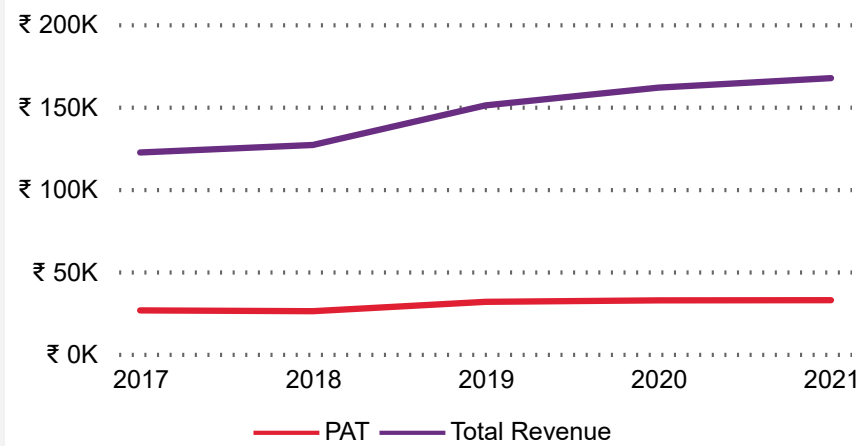
ROE Vs ROCE



PAT Vs PAT Margin



PAT Vs Total Revenue



Major Takeaways :

1. There is visible trend between BSE Sensex and TCS share price, i.e., as the BSE Sensex points increases the share price of TCS also increases. Being a major player in Indian stock market, TCS share price tends to fluctuate according to the market.
2. Even though TCS's total revenue increases year by year, its PAT is not showing relevant growth. The parallel growth of total revenue and PAT indicates strong growth and vice versa.
3. The major factor that carves the growth of TCS is the reduction in PAT Margin.
4. The increase in EBITDA over the years indicates an effective operational model of the organisation. TCS retains around 26% - 28.5% of its revenue at its operational level.
5. Since ROCE is greater than ROE, there is a good chance that the organisation has minimal debt. Both ROE and ROCE are above 20% and at the same time the divergence between them are also low, indicating strong financial stability.

