Bharti Airtel Ltd Intrinsic Value Calculation

Applying the Futurecaps Intrinsic Value framework to BHARTIARTL (NSE/BSE) — data as of Jul 2026

This report applies the Intrinsic Value framework described by Futurecaps Stocks, adapted from Benjamin Graham's *The Intelligent Investor*, to Bharti Airtel Ltd using current publicly available financial data.

1. Current Snapshot — Bharti Airtel Ltd (NSE/BSE)

Metric	Value
Sector	Telecommunication
Current Market Price (CMP)	Rs. 1,888
Market Cap	Rs. 11,50,472 Cr
Stock P/E	40.1
Book Value / share	Rs. 245
Dividend Yield	0.85%
ROCE	18.5%
ROE	21.9%
EPS (TTM)	Rs. 43.81

2. Framework Inputs

The framework requires three inputs — EPS, a projected growth rate (G), and a no-risk reference return (Y), typically a bank fixed deposit rate:

Input	Value Used	Basis
EPS	Rs. 43.81	Trailing twelve months (TTM), consolidated
G (Growth Rate)	49%	3-year compounded profit growth
Y (No-Risk Return)	6%	SBI 5-year fixed deposit rate

Note: Bharti Airtel's 3-year compounded profit growth (49%) is sharply inflated by a low base (the company posted losses in FY20-21). The 5-year figure (24%) is a more representative estimate of sustainable growth; the Intrinsic Value below should be treated as an upper-bound, base-effect-driven estimate.

3. Intrinsic Value Calculation

$$\text{Intrinsic Value} = \text{EPS} \times (8.5 + 2G) \times 4.4 / Y$$

Substituting Bharti Airtel Ltd's figures (EPS = 43.81, G = 49, Y = 6):

$$\text{Intrinsic Value} = 43.81 \times (8.5 + 98) \times 4.4 / 6 = 43.81 \times 78.10 \approx \text{Rs. } 3{,}422$$

4. Margin of Safety & Fair Value

Bharti Airtel Ltd is a large-cap constituent of the Nifty 50 / BSE Sensex, so a 20% margin of safety is applied, per the framework's guidance for large-caps.

$$\text{Fair Value} = \text{Intrinsic Value} - 20\% = \text{Rs. } 3{,}422 \times 0.80 \approx \text{Rs. } 2{,}737$$

Metric	Value
Intrinsic Value	Rs. 3,422
Margin of Safety (large-cap)	20%
Fair Value	Rs. 2,737
Current Market Price (CMP)	Rs. 1,888
Decision	**BUY**

5. Decision Rule Applied

Decision	Condition	BHARTIARTL Status
BUY	CMP < Fair Value	Yes
HOLD	Fair Value < CMP < Intrinsic Value	No
SELL	CMP > Intrinsic Value	No

6. Takeaway

At a CMP of Rs. 1,888, Bharti Airtel trades below both its estimated Fair Value (Rs. 2,737) and Intrinsic Value (Rs. 3,422) on this framework, placing it in BUY territory. Given the base-effect distortion in the growth input, this result should be cross-checked against the steadier 5-year (24%) growth trend before acting on it.

This is an educational, formula-based estimate — not investment advice. Intrinsic Value depends heavily on the growth and discount-rate assumptions used, both of which are inherently uncertain. Please do your own research or consult a qualified financial advisor before making investment decisions.

Source: Futurecaps Stocks Intrinsic Value framework; company public financial filings and stock exchange disclosures, data as of Jul 2026.