PL Capital PRABHUDAS LILLADHER

Q1FY27 Result Update

Bank of Baroda (BOB IN)

July 25, 2026

☑ Estimate Change | ☑ Target | ■ Reco.

Change in Estimates

	Current		Previous	
	FY27E	FY28E	FY27E	FY28E
Rating	Accumulate		Accumulate	
Target Price	280		290	
NII (INR. mn)	522,747	592,502	511,208	576,556
% Chng.	*2.3*	*2.8*		
Op. Profit (INR mn)	337,123	371,631	321,022	351,200
% Chng.	*5.0*	*5.8*		
EPS (INR)	32.0	35.8	30.8	35.9
% Chng.	*3.9*	*(0.3)*		

Key Data

Key Data	BOB.BO | BOB IN
BSE Code	532174
NSE Code	BANKBARODA
52-W High / Low	INR 325 / INR 230
Face Value	2
Sensex / Nifty	76,060 / 23,767
Market Cap	INR 1,274 bn / $ 13,198 mn
Shares Outstanding	5171.36 mn
3M Avg. Daily Value	INR 3,651.08 mn

Shareholding Pattern (%)

Promoters	63.97
FIIs	10.14
Mutual Funds	9.78
Domestic Institution	8.64
Public & Others	7.47
Promoters Pledge (INR bn)	-

Stock Performance (%)

	1M	3M	6M	12M
Absolute	(12.0)	(10.1)	(16.8)	(0.2)
Relative	(10.9)	(9.4)	(10.8)	7.9

Key Financials - Standalone

Y/e Mar	FY25	FY26	FY27E	FY28E
NII (INR mn)	456,587	450,572	522,747	592,502
NIM (%)	*2.8*	*2.5*	*2.5*	*2.5*
Core PPOP (INR mn)	291,040	259,059	318,930	357,031
PAT (INR mn)	195,811	200,211	165,919	185,767
Core PAT (INR mn)	171,158	140,046	152,748	175,109
EPS (INR)	37.8	38.7	32.0	35.9
Gr. (%)	*10.1*	*2.2*	*(17.1)*	*12.0*
DPS (INR)	8.3	9.0	7.0	7.9
Yield (%)	*3.4*	*3.2*	*2.9*	*3.2*
RoAE (%)	*16.7*	*14.8*	*11.0*	*11.3*
Core RoAE (%)	*15.4*	*10.9*	*10.6*	*11.1*
RoAA (%)	*1.2*	*1.1*	*0.8*	*0.8*
Core RoAA (%)	*1.0*	*0.7*	*0.7*	*0.7*
P/BV (x)	1.0	1.0	0.8	0.7
P/ABV (x)	1.1	1.0	0.8	0.8
PE (x)	6.5	6.8	7.7	6.9
CAR (%)	*17.2*	*18.0*	*17.4*	*17.3*

Volatile core earnings but attractive valuation

Quick Pointers

- Adjusted for IT refund, NII was a beat but fee was a miss
- Core PPoP was 3% lower; asset quality was stable
- Raise NIM/provision & lower fee; PAT impact not material

BOB saw a mixed quarter; core PPoP was a 3% miss as higher core NII (4.6% beat) was offset by 27% miss on fees and 3.9% higher opex. Core reported NIM was stable QoQ at 2.69%. Fee declined by YoY as bank let go of processing/other fees to win high-ticket advances. Bank maintained FY27 guidance of 12-14% credit growth and 10-12% deposit growth. For FY27/28E we raise NIM by 5bps each, trim fee by avg. 10% while since sustainable ECL impact could be ~20bps, we raise FY28 provision by 12bps. Net impact on core PAT is not material. Stock is valued at 0.8x on FY28 ABV; we keep multiple at 0.9x and trim TP to INR 280 from INR 290. Retain 'ACCUMULATE'.

Mixed quarter; NII beat offset by sharp fall in fees: NII was 4.6% higher at INR 125.3bn as NIM (calc.) was better at 2.67% (PLe 2.56%); reported NIM adjusted for IT refund was stable QoQ at 2.69%. Loan/deposit growth were 17.6%/13.8% YoY. CASA ratio was 31.9% (33.1% in Q4'26). Other income was INR 34.7bn (PLe INR 33.6bn); fee was a miss at INR 12.4bn (PLe INR 16.9bn). Opex at INR 78.7bn was 3.9% above PLe; more staff cost was offset by lower other opex. Core PPoP at INR 68.3bn was 2.9% below PLe; PPoP was INR 81.3bn. Asset quality was steady with GNPA at 1.99%; net slippage was in-line. Gross slippage was INR 34.2bn; recovery was INR 16.9bn (PLe INR 17bn). Provisions were lower at INR 6.4bn (PLe INR 22bn); liability related to NMC Ltd. settlement of INR 56.8bn was fully provided. Core PAT was down 83% QoQ to INR 6.3bn; PAT was INR 12.8bn.

Loan growth QoQ was muted due to seasonality: Loan growth was muted at -0.9% QoQ mainly led by 6.5% decline in domestic corporate; retail/SME growth was decent at 2.3%. QoQ decline in gold loans was seasonal. Corporate advances fell, as bank exited low-yielding corporate loans and shifted towards MCLR/EBLR-linked loans to protect NIM. Bank maintained FY27 guidance of 12-14% loan growth & 10-12% deposit growth despite better than usual Q1 growth, citing geopolitical risks. FCNR mobilization crossed USD 600mn, with bank targeting USD 4-5bn of overall FCNR related funding. LCR would be maintained between 120–127%.

Fee income fell by 39% QoQ; ECL guidance was higher: Fees declined 39% QoQ/22% YoY and bank attributed this to an 'all-in-yield' pricing approach where processing/other fees are sometimes foregone to win high-ticket advances. One-time impact of ECL on CRAR is likely to be 110bps or ~INR 120bn while sustainable impact could be ~20bps. INR 25bn floating provision remains earmarked for ECL transition.

Quarter Summary

Y/e Mar	Q1'27E	Q1'27A	% Var.	Q1'26A	YoY gr. (%)
NII (INR mn)	1,16,122	1,21,501	4.6	1,10,495	10.0
Margin (%)	*2.6*	*2.7*	*10.8 bps*	*2.8*	*-8.3 bps*
Core PPoP (INR mn)	70,340	68,329	-2.9	57,797	18.2
Core PAT (INR mn)	35,288	3,611	-89.8	27,618	-86.9

Source: Company, PL

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Q1FY27 Conference Call Highlights:

Balance sheet

- Bank maintained FY27 guidance of 12–14% credit growth and 10–12% deposit growth despite stronger Q1 growth, citing geopolitical uncertainty. Domestic CD ratio guidance remains at 84–86% (83.3% currently).
- FCNR(B) mobilisation crossed US$600mn, with the bank targeting US$4–5bn of NRI-related funding. Management intends to keep LCR around 120–127% to avoid excess liquidity drag on earnings.
- Corporate advances declined as the bank deliberately exited low-yield corporate loans and shifted the portfolio towards MCLR/EBLR-linked pricing to protect margins. Retail, MSME and agri segments continued to grow, while the sequential decline in gold loans was termed seasonal.
- ROA is projected to be more than 1% for Q2, Q3 and Q4 while the full year ROA guidance will be provided in Q2'27. Return on Equity (ROE) is expected to continue at 15% to 16%.
- IT spend for FY27 is budgeted at over INR40bn, while proposed INR 85bn equity raise remains a medium-term plan and will be executed based on growth and market conditions.

Profit & loss

- FY27 NIM guidance of 2.75–2.95% was reiterated despite Q1 NIM of 2.77%.
- Fees declined 39% QoQ/22% YoY and bank attributed this to an 'all-in-yield' pricing approach where processing/other fees are sometimes foregone to win high-ticket sized advances; flagged as an area needing optimisation going forward.
- Revaluation gain of ~INR 3650mn was booked due to yield softening between March and June closing.
- Sequential increase in staff cost attributed to an AS-15 actuarial-linked provision which tracks yield movements, apart from these operating expenses remain well controlled (flat to declining).
- The bank settled the legacy NMC litigation for US$600mn (INR56.8bn), fully recognised as an exceptional item in Q1FY27, resolving all legal proceedings without any admission of liability. Bank did not disclose specific details due to confidentiality. Recovery proceedings against the principal accused continue.

Asset quality

- Rise in GNPA/NNPA QoQ was attributed to a lower loan base and lower write-offs. CRILC SMA improved sharply to 0.07%, while collection efficiency (excluding agriculture) remained above 99%.
- Management sees no meaningful stress from geopolitical developments, with MSMEs supported by ECLGS. Recoveries during the quarter remained healthy.
- Total recovery for Q1'27 was higher than Q1'26, reinforcing comfort on underlying asset-quality trajectory despite the optical uptick in GNPA/NNPA. Management maintained slippage guidance at 1.0-1.25%.
- Estimated one-time impact of ECL on CRAR is 110 bps, translating to approximately INR 120bn which can be spread over time while sustainable impact could be ~20bps. INR 25bn floating provision remains earmarked for ECL transition.
- Management maintained credit cost guidance at 0.6% for FY27.

Exhibit 1: Quarterly Estimates

(INR mn)	Q1FY27	YoY gr. (%)	Q2FY27E	YoY gr. (%)	Q3FY27E	YoY gr. (%)	Q4FY27E	YoY gr. (%)
NII	1,21,501	10.0	1,28,458	14.9	1,33,255	18.1	1,39,532	20.9
Core PPoP	68,329	18.2	79,928	37.1	83,552	36.6	87,121	6.5
NIM (%)	2.7	-8.3 bps	2.7	2.3 bps	2.7	11.0 bps	2.7	16.1 bps
Core PAT	3,611	-86.9	47,397	36.0	50,043	22.5	52,874	43.9

Exhibit 2: PAT miss was driven by higher provisions and staff costs

Financial Statement (INR m)	Q1FY27	Q1FY26	YoY gr. (%)	Q1FY27E	% Var.	Q4FY26	QoQ gr. (%)
Interest Income	3,28,357	3,07,062	6.9	3,11,622	5.4	3,16,918	3.6
Interest Expense	2,06,856	1,96,567	5.2	1,95,500	5.8	2,01,482	2.7
Net Interest Income (NII)	**1,21,501**	**1,10,495**	**10.0**	**1,16,122**	**4.6**	**1,15,437**	**5.3**
Other income	34,704	46,745	(25.8)	33,609	3.3	39,670	(12.5)
- Fee income	12,370	15,750	(21.5)	16,909	(26.8)	20,130	(38.5)
- Other non interest income	22,334	30,995	(27.9)	16,700	33.7	19,540	14.3
Total income	1,56,205	1,57,240	(0.7)	1,49,731	4.3	1,55,106	0.7
Operating expenses	**78,682**	**78,728**	**(0.1)**	**75,741**	**3.9**	**73,912**	**6.5**
-Staff expenses	42,472	43,077	(1.4)	36,306	17.0	32,619	30.2
-Other expenses	36,210	35,651	1.6	39,435	(8.2)	41,293	(12.3)
Operating profit	81,273	78,512	3.5	73,990	9.8	90,694	(10.4)
Core operating profit	**68,329**	**57,797**	**18.2**	**70,340**	**(2.9)**	**81,835**	**(16.5)**
Total provisions	63,233	19,669	221.5	22,000	187.4	31,505	100.7
Profit before tax	**18,040**	**58,843**	**(69.3)**	**51,990**	**(65.3)**	**59,190**	**(69.5)**
Tax	5,256	17,282	(69.6)	14,037	(62.6)	3,033	73.3
Profit after tax	**12,784**	**41,561**	**(69.2)**	**37,953**	**(66.3)**	**56,157**	**(77.2)**
Balance sheet (INR m)							
Deposits	1,63,35,588	1,43,56,343	13.8	1,63,38,460	(0.0)	1,64,84,872	(0.9)
Advances	1,39,57,269	1,18,65,855	17.6	1,39,67,689	(0.1)	1,40,90,941	(0.9)
Profitability ratios (%)							
RoaA	0.3	1.1	-81.9 bps	0.8	-53.8 bps	1.2	-91.4 bps
NIM	2.8	2.9	-14.0 bps	3.4	-64.0 bps	2.9	-12.0 bps
Yield on Advances	7.9	8.5	-55.5 bps	7.5	36.7 bps	7.6	34.7 bps
Cost of Deposits	4.9	5.3	-36.5 bps	4.7	26.6 bps	4.7	20.3 bps
Asset Quality							
Gross NPA (INR m)	2,81,504	2,75,717	2.1	2,71,506	3.7	2,70,586	4.0
Net NPA (INR m)	70,171	71,576	(2.0)	65,161	7.7	63,156	11.1
Gross NPL ratio	2.0	2.3	-29 bps	1.9	7.4 bps	1.9	9.8 bps
Net NPL ratio	0.5	0.6	-10 bps	0.5	3.3 bps	0.4	5.2 bps
Coverage ratio	75.1	74.0	103 bps	76.0	-92.7 bps	76.7	-158.7 bps
Business & Other Ratios (%)							
Low-cost deposit mix	31.9	33.0	-108.9 bps	32.5	-57.7 bps	33.1	-116.0 bps
Cost-income ratio	50.4	50.1	30.2 bps	50.6	-21.4 bps	47.7	271.9 bps
Non int. inc / total income	22.2	29.7	-751.2 bps	22.4	-23.0 bps	25.6	-335.9 bps
Credit deposit ratio	85.4	82.7	278.9 bps	85.5	-4.9 bps	85.5	-3.7 bps
CAR	16.3	17.6	-131.0 bps	-	-	15.8	48.0 bps
Tier-I	14.4	15.2	-74.0 bps	-	-	13.6	77.0 bps

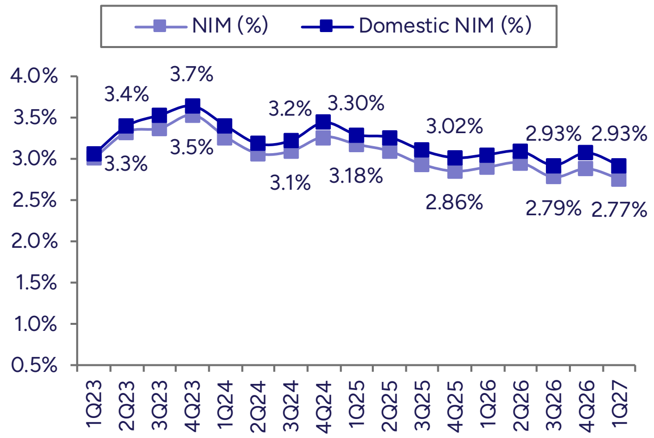
Source: Company, PL

Exhibit 3: QoQ loan growth led by Retail and SME

Loan break up (INR mn)	Q1FY27	Q1FY26	YoY gr. (%)	Q4FY26	QoQ gr. (%)
Domestic Advances	1,15,09,060	99,13,630	*16.1*	1,16,94,580	*(1.6)*
Corporate	42,70,820	37,02,660	*15.3*	45,65,840	*(6.5)*
SME	16,32,640	13,56,600	*20.3*	15,97,860	*2.2*
Retail	30,96,740	26,14,790	*18.4*	30,25,980	*2.3*
Agri	19,19,890	16,17,640	*18.7*	19,10,630	*0.5*
Other/Misc	5,88,960	6,21,950	*(5.3)*	5,94,270	*(0.9)*
Advances Mix					
Domestic Advances	81.2	82.1	*(1.1)*	96.9	*(16.2)*
Corporate	30.1	30.7	*(1.7)*	37.8	*(20.3)*
SME	11.5	11.2	*2.5*	13.2	*(13.0)*
Retail	21.9	21.7	*0.9*	25.1	*(12.8)*
Agri	13.5	13.4	*1.1*	15.8	*(14.4)*
Other/Misc	4.2	5.2	*(19.3)*	4.9	*(15.6)*

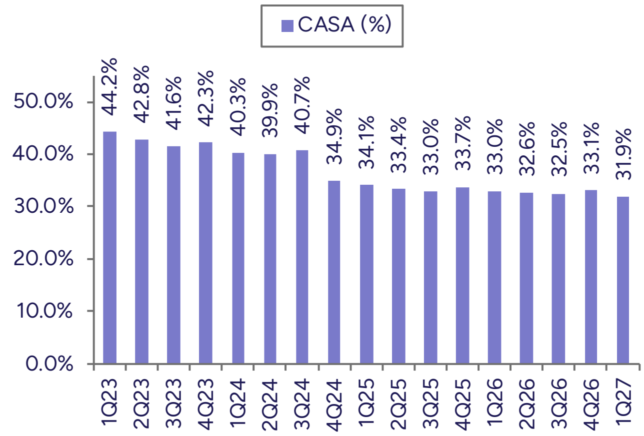
Source: Company, PL

Exhibit 4: Domestic NIM decreased to 2.93%



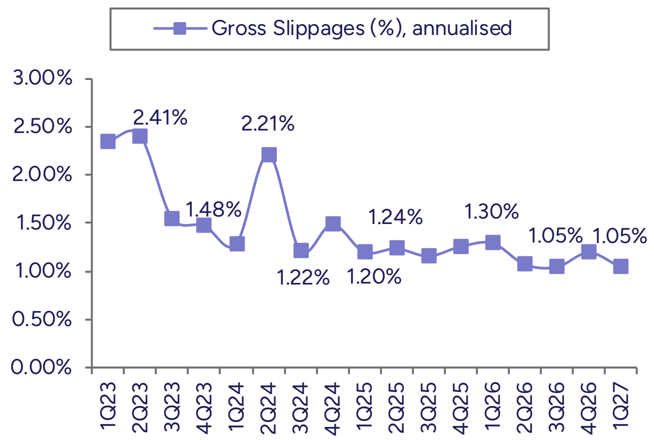
Source: Company, PL

Exhibit 5: CASA ratio decreased QoQ to 31.9%



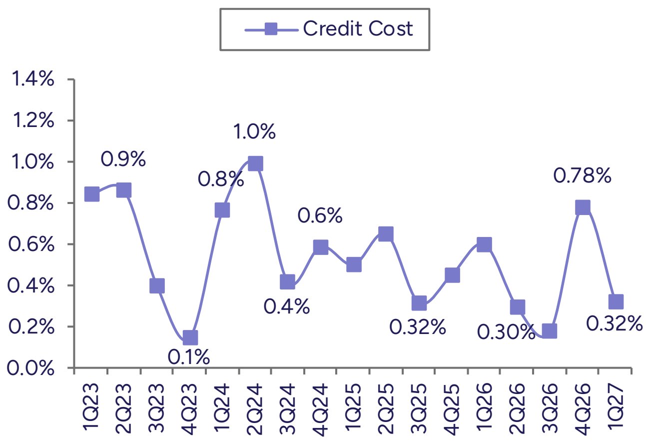
Source: Company, PL

Exhibit 6: Gross slippage decreased to 1.05%



Source: Company, PL

Exhibit 7: Credit cost decreased to 0.32%



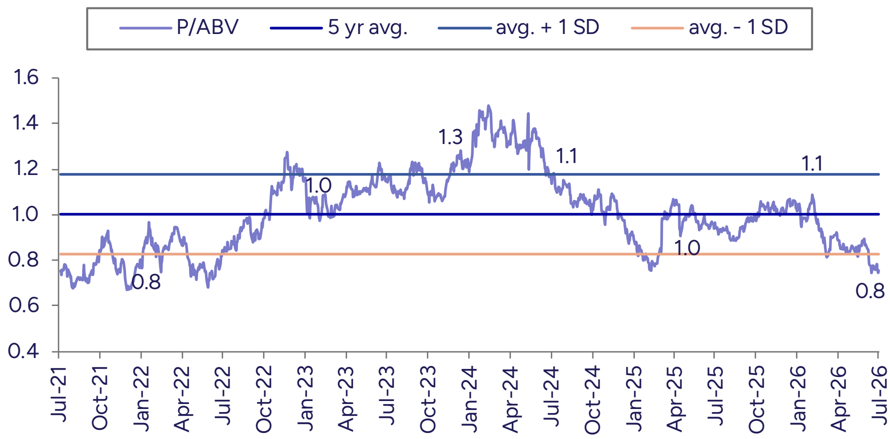
Source: Company, PL

Exhibit 8: Return ratios to range at 11%

ROAE decomposition	FY21	FY22	FY23	FY24	FY25	FY26	FY27E	FY28E
NII/Assets	2.5	2.7	3.0	2.9	2.7	2.4	2.4	2.4
Other Income/Assets	1.1	0.9	0.7	1.0	1.0	0.8	0.7	0.6
Net revenues/Assets	3.6	3.6	3.8	3.9	3.7	3.2	3.1	3.0
Opex/Assets	1.8	1.8	1.8	1.9	1.8	1.6	1.5	1.5
Provisions/Assets	1.4	1.1	0.5	0.4	0.4	0.4	0.5	0.5
Taxes/Assets	0.4	0.2	0.4	0.5	0.4	0.3	0.3	0.3
ROAA	0.1	0.6	1.0	1.2	1.2	1.1	0.8	0.8
ROAE	1.2	9.6	16.5	17.8	16.7	14.8	11.0	11.3

Source: Company, PL

Exhibit 9: One-year forward P/ABV trades at 0.8x



Source: Company, PL

Quarterly Financials

Y/e Mar	Q2FY25	Q3FY25	Q4FY25	Q1FY26	Q2FY26	Q3FY26	Q4FY26	Q1FY27
Income Statement (INR m)								
Interest earned	302,633	309,076	306,421	307,062	307,408	312,295	316,918	328,357
Interest expended	186,412	194,907	196,224	196,567	195,572	199,491	201,482	206,856
Net Interest Income	**116,221**	**114,169**	**110,197**	**110,495**	**111,836**	**112,804**	**115,437**	**121,501**
Other income	51,814	37,689	47,351	46,745	35,150	36,004	39,670	34,704
Fees	**17,180**	**16,820**	**21,240**	**15,750**	**17,410**	**16,510**	**20,130**	**12,370**
Total Income	168,035	151,858	157,548	157,240	146,986	148,808	155,106	156,205
Operating Expenses	**73,265**	**75,215**	**80,973**	**78,728**	**78,926**	**80,237**	**73,912**	**78,682**
Employees	40,397	42,067	43,472	43,077	40,607	41,112	32,619	42,472
Others	32,867	33,148	37,501	35,651	38,319	39,125	41,293	36,210
Operating profit	94,770	76,642	81,321	82,365	75,760	73,771	90,694	81,273
Core PPoP	**87,006**	**65,774**	**63,793**	**57,797**	**58,280**	**61,147**	**81,835**	**68,329**
Provisions	**23,357**	**10,823**	**15,515**	**19,669**	**12,325**	**7,989**	**31,505**	**63,233**
Profit before tax	71,413	65,819	65,806	62,695	63,435	65,782	59,190	18,040
Taxes	19,034	17,446	15,329	17,282	15,341	15,236	3,033	5,256
Net Profit	52,379	48,373	50,477	45,414	48,094	50,546	56,157	12,784
Core PAT	**46,685**	**40,386**	**37,032**	**27,618**	**34,842**	**40,846**	**36,741**	**3,611**
Balance Sheet (INR m)								
Share capital	10,355	10,355	10,355	10,355	10,355	10,355	10,355	10,355
Reserves & surplus	1,255,042	1,300,024	1,358,902	1,410,590	1,459,603	1,507,692	1,521,733	1,541,248
Deposits	13,726,145	14,029,090	14,720,349	14,356,343	15,000,115	15,467,488	16,484,872	16,335,588
Borrowings	1,060,820	1,289,502	1,237,162	1,198,811	1,339,355	1,289,119	1,563,575	1,590,862
Other liabilities	527,347	625,285	485,706	577,794	454,569	532,621	511,103	734,484
Total liabilities	**16,579,708**	**17,254,256**	**17,812,473**	**17,553,893**	**18,263,996**	**18,807,275**	**20,091,638**	**20,212,538**
Cash & bank	994,406	1,173,861	1,258,492	1,318,340	1,189,376	1,377,346	1,540,808	1,466,619
Investments	3,738,321	3,887,916	3,853,985	3,729,575	3,876,897	3,585,284	3,864,154	4,094,173
Advances	11,211,709	11,513,156	12,095,579	11,865,855	12,583,369	13,250,740	14,090,941	13,957,269
Fixed assets	76,117	74,015	123,763	121,789	120,720	117,390	118,793	118,303
Other assets	467,870	500,832	480,655	518,335	493,633	476,515	476,942	576,173
Total assets	**16,488,422**	**17,149,779**	**17,812,473**	**17,553,893**	**18,263,996**	**18,807,275**	**20,091,638**	**20,212,538**
Balance sheet ratios (%)								
Loan growth	7.0	2.7	5.1	(1.9)	6.0	5.3	6.3	(0.9)
Deposit growth	4.3	2.2	4.9	(2.5)	4.5	3.1	6.6	(0.9)
LDR	81.7	82.1	82.2	82.7	83.9	85.7	85.5	85.4
CASA	33.4	33.0	33.7	33.0	32.6	32.5	33.1	31.9
Capital Adequacy (%)								
CET-1	12.7	12.4	13.8	14.1	13.4	12.5	13.2	14.0
Tier-2	2.1	2.5	3.0	2.5	2.4	2.2	2.2	1.9
CRAR	16.3	16.0	17.2	17.6	16.5	15.3	15.8	17.0
Profitability ratios (%)								
Yield on assets	7.8	7.7	7.5	7.6	7.3	7.1	6.8	7.2
Cost of funds	5.2	5.4	5.2	5.3	5.0	5.0	4.7	4.9
NIM	3.0	2.9	2.7	2.8	2.7	2.6	2.5	2.7
Fees/Assets	0.4	0.4	0.5	0.4	0.4	0.4	0.4	0.3
Cost/Income	43.6	49.5	51.4	50.1	53.7	53.9	47.7	50.4
Opex/avg assets	0.5	0.4	0.5	0.4	0.4	0.4	0.4	0.4
RoA	1.3	1.2	1.2	1.1	1.1	1.1	1.2	0.3
Core RoA	1.1	1.1	1.0	0.7	0.7	0.8	0.7	0.6
RoE	18.0	16.0	16.2	13.9	14.1	14.3	15.5	3.4
Core RoE	17.4	16.2	13.3	9.6	10.4	11.1	10.9	8.1
EPS (INR)	40.5	37.4	39.0	35.1	37.2	39.0	43.4	9.9
BVPS (INR)	244.4	253.1	264.5	274.4	283.9	293.2	295.9	299.7
ABVPS (INR)	231.3	239.9	250.9	260.6	270.1	278.5	283.7	286.1
Asset quality ratios (%)								
GNPA	2.5	2.4	2.3	2.3	2.2	2.0	1.9	2.0
NNPA	1.0	0.6	0.6	1.0	0.6	0.6	0.4	1.0
Provision coverage	76.3	76.0	74.9	74.0	74.1	72.2	76.7	75.1
Provision costs	0.9	0.4	0.5	0.7	0.4	0.3	1.0	2.0
Slippage	1.2	1.2	1.3	1.3	1.1	1.0	1.2	1.0
NNPA/Equity	5.3	5.2	5.1	5.0	4.9	5.0	4.1	4.5

Source: Company, PL

Financials

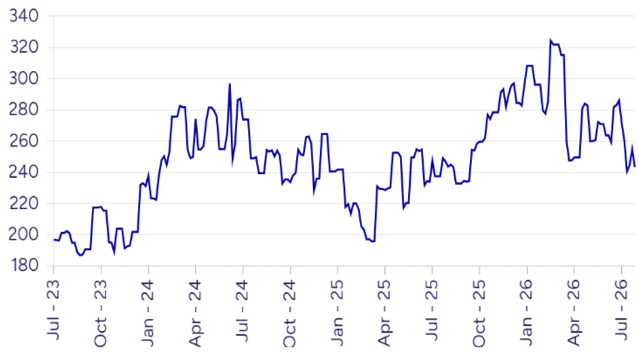
Y/e Mar	FY25	FY26	FY27E	FY28E
Income Statement (INR m)				
Interest earned	1,214,416	1,243,684	1,392,014	1,587,322
Interest expended	757,830	793,112	869,267	994,820
Net Interest Income	**456,587**	**450,572**	**522,747**	**592,502**
Other income	166,473	157,568	144,670	146,151
Fees	**77,867**	**69,800**	**73,542**	**81,810**
Net Total Income	623,060	608,140	667,417	738,653
Operating Expenses	**298,714**	**311,803**	**330,294**	**367,022**
Employees	166,076	157,415	169,811	185,324
Others	132,637.4	154,389.0	160,482.7	181,698.8
Operating profit	324,346	322,590	337,123	371,631
Core PPoP	**291,040**	**259,059**	**318,930**	**357,031**
Provisions	**59,803**	**71,488**	**107,923**	**117,156**
Profit before tax	264,544	251,102	229,201	254,475
Taxes	68,733.0	50,892.0	63,281.9	68,708.3
Net Profit	195,811	200,211	165,919	185,767
Core PAT	**171,158**	**140,046**	**152,748**	**175,109**
Growth Ratios (%)				
Loans	13.5	16.5	13.0	13.0
Deposits	10.3	12.0	14.3	11.9
NII	2.1	(1.3)	16.0	13.3
Fees	10.8	(10.4)	5.4	11.2
Opex	5.7	4.4	5.9	11.1
Core PPoP	1.3	(11.0)	23.1	11.9
Provisions	(1.6)	19.5	51.0	8.6
Core PAT	5.7	(18.2)	9.1	14.6
Profitability Ratios (%)				
Yield on IEA	7.5	6.8	6.7	6.7
Cost of funds	5.0	4.7	4.5	4.6
NIM	**2.8**	**2.5**	**2.5**	**2.5**
Cost/Income	47.9	51.3	49.5	49.7
Provision cost	**0.5**	**0.5**	**0.7**	**0.7**
Tax rate	26.0	20.3	27.6	27.0
Core RoA	**1.0**	**0.7**	**0.7**	**0.7**
Core RoE	**15.4**	**10.9**	**10.6**	**11.1**
Du-pont (%)				
Interest income	**7.2**	**6.6**	**6.5**	**6.5**
Interest expenses	**4.5**	**4.2**	**4.0**	**4.1**
NII	**2.7**	**2.4**	**2.4**	**2.4**
Other income	1.0	0.8	0.7	0.6
Fees/avg assets	**0.5**	**0.5**	**0.4**	**0.4**
Total income	**3.7**	**3.2**	**3.1**	**3.0**
Opex/avg assets	**1.8**	**1.6**	**1.5**	**1.5**
Staff cost	1.0	0.8	0.8	0.8
Other opex	0.8	0.8	0.7	0.7
PPOP	**1.9**	**1.7**	**1.6**	**1.5**
Core PPoP/avg assets	**1.7**	**1.4**	**1.5**	**1.5**
Provisions	0.4	0.4	0.5	0.5
PBT	**1.6**	**1.3**	**1.1**	**1.0**
Tax	0.4	0.3	0.3	0.3
RoA	**1.2**	**1.1**	**0.8**	**0.8**
RoE	**16.7**	**14.8**	**11.0**	**11.3**

Source: Company, PL

Y/e Mar	FY25	FY26	FY27E	FY28E
Balance Sheet (INR m)				
Equity	1,369,257	1,532,088	1,671,986	1,816,885
Share capital	10,355	10,355	10,355	10,355
Deposits	14,720,348	16,484,872	18,849,065	21,094,963
Borrowings	1,237,162	1,563,575	1,635,871	2,004,625
Other Liabilities	485,706	511,103	779,440	843,691
Total liabilities	**17,812,473**	**20,091,638**	**22,936,363**	**25,760,164**
Cash with RBI	560,685	621,551	521,693	587,170
Balance with banks	697,807	919,257	1,034,381	1,097,855
Investments	3,853,984	3,864,154	4,712,266	5,273,741
Advances	12,095,579	14,090,941	15,927,460	17,994,004
Fixed assets	123,763	118,793	120,087	122,507
Other assets	480,655	476,942	620,476	684,889
Total assets	**17,812,473**	**20,091,638**	**22,936,363**	**25,760,164**
Balance sheet ratios (%)				
LDR	82.2	85.5	85.0	86.0
CASA	37.8	33.1	31.3	31.3
Inv/NDTL	23.4	20.8	22.2	22.0
Borr/NDTL	7.5	8.4	7.7	8.4
Assets/equity (x)	13.0	13.1	13.7	14.2
RWA/Loans	72.3	69.5	68.9	68.3
RWA/Total assets	49.1	48.8	47.8	47.7
Capital ratios (%)				
CRAR	17.2	18.0	17.4	17.3
CET-1	13.8	14.0	13.6	13.2
AT-1	1.0	1.1	1.1	1.1
Tier-2	2.4	2.9	2.7	3.0
Asset quality ratios (%)				
GNPA (INR mn)	278,349	270,586	281,051	308,228
NNPA (INR mn)	69,942	63,156	67,452	73,975
GNPA	2.3	1.9	1.7	1.7
NNPA	0.6	0.4	0.4	0.4
PCR	74.9	76.7	76.0	76.0
Slippage	0.9	1.1	1.0	1.0
NNPA / Equity	5.1	4.1	4.0	4.1
Per share (INR)				
EPS	37.8	38.7	32.0	35.9
DPS	8.3	9.0	7.0	7.9
BVPS	246.2	277.6	304.6	332.6
ABVPS	232.7	265.4	291.6	318.3
Core BVPS	-	-	-	-
Core ABVPS	-	-	-	-
Valuation (x)				
Price (INR)	248.0	265.0	246.5	246.5
P/E	6.5	6.8	7.7	6.9
P/BV	1.0	1.0	0.8	0.7
P/ABV	1.1	1.0	0.8	0.8
P/core BV	-	-	-	-
P/core ABV	-	-	-	-

Source: Company, PL

Price Chart



Recommendation History

No.	Date	Rating	TP (INR)	Share Price (INR)
1	07-Jul-26	Accumulate	290	248
2	09-May-26	Accumulate	290	264
3	10-Apr-26	Accumulate	320	274
4	19-Feb-26	Accumulate	320	305
5	31-Jan-26	BUY	320	299
6	08-Jan-26	BUY	300	308
7	01-Nov-25	BUY	300	278
8	07-Oct-25	BUY	270	262
9	27-Jul-25	BUY	270	243
10	07-Jul-25	BUY	275	241

Analyst Coverage Universe

Sr. No.	Company Name	Rating	TP (INR)	Share Price (INR)
1	Axis Bank	BUY	1550	1329
2	Bank of Baroda	Accumulate	290	248
3	Canara Bank	Accumulate	150	125
4	Canara Robeco Asset Management Company	HOLD	285	267
5	City Union Bank	BUY	310	228
6	DCB Bank	BUY	155	185
7	Federal Bank	Accumulate	345	349
8	HDFC Asset Management Company	BUY	3040	2729
9	HDFC Bank	BUY	1040	820
10	ICICI Bank	BUY	1850	1444
11	ICICI Prudential Asset Management Company	BUY	3550	3206
12	Indian Bank	BUY	1000	843
13	IndusInd Bank	Accumulate	1150	1069
14	Karur Vysya Bank	BUY	345	301
15	Kotak Mahindra Bank	BUY	480	390
16	Nippon Life India Asset Management	Buy	1225	1148
17	Prudent Corporate Advisory Services	Accumulate	2875	3021
18	State Bank of India	BUY	1200	1038
19	Union Bank of India	Accumulate	190	172
20	UTI Asset Management Company	Hold	975	904

PL's Recommendation Nomenclature (Absolute Performance)

BUY	:	> 15%
Accumulate	:	5% to 15%
Hold	:	+5% to -5%
Reduce	:	-5% to -15%
Sell	:	< -15%
Not Rated (NR)	:	No specific call on the stock
Under Review (UR)	:	Rating likely to change shortly

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