

ICICI Bank (ICICIBC IN)

Q2FY27 Result Update

October 18, 2026

☒ Estimate Change | ☒ Target | ☐ Reco.

Change in Estimates

	Current		Previous	
	FY28E	FY29E	FY28E	FY29E
Rating	BUY		BUY	
Target Price	1,900		1,850	
NII (INR. mn)	1,277,582	1,475,737	1,232,499	1,426,075
% Chng.	3.7	3.5		
Op. Profit (INR mn)	1,076,380	1,253,554	1,058,098	1,235,017
% Chng.	1.7	1.5		
EPS (INR)	103.9	121.1	101.5	118.7
% Chng.	2.4	2.0		

Key Data ICBK.BO | ICICIBC IN

BSE Code	532174
NSE Code	ICICIBANK
52-W High / Low	INR 1,480 / INR 1,187
Face Value	2
Sensex / Nifty	74,729 / 23,146
Market Cap	INR 10,029 bn / \$ 105,614 mn
Shares Outstanding	7179.89 mn
3M Avg. Daily Value	INR 16,019.96 mn

Shareholding Pattern (%)

Promoters	-
FII	50.44
MF	29.39
DII	12.39
Public & Others	7.78
Promoter's Pledge	-

Stock Performance (%)

	1M	3M	6M	12M
Absolute	2.8	(1.5)	3.8	(1.4)
Relative	2.3	1.7	8.3	10.1

Key Financials - Standalone

Y/e Mar	FY26	FY27E	FY28E	FY29E
NII (INR mn)	873,342	1,037,028	1,277,582	1,475,737
NIM (%)	4.1	4.0	4.1	4.1
Core PPOP (INR mn)	668,062	825,926	1,042,700	1,219,874
PAT (INR mn)	501,466	606,420	745,714	869,693
Core PAT (INR mn)	457,940	582,955	720,454	844,433
EPS (INR)	70.0	84.5	103.9	121.1
Gr. (%)	5.4	20.6	23.0	16.6
DPS (INR)	12.0	14.4	17.7	20.6
Yield (%)	0.9	1.0	1.3	1.5
RoAE (%)	16.1	16.9	18.0	18.0
Core RoAE (%)	15.8	17.4	18.4	18.4
RoAA (%)	2.2	2.3	2.3	2.4
Core RoAA (%)	2.0	2.2	2.2	2.3
P/BV (x)	3.0	2.6	2.3	1.9
P/ABV (x)	3.0	2.7	2.3	2.0
PE (x)	19.9	16.5	13.5	11.5
CAR (%)	17.2	16.9	17.2	17.5

Consistently raising the benchmark

Quick Pointers

- Strong quarter due to beat on NII/fees/opex and provisions
- Causing near-term NIM blip, FCNR benefits amid rate hikes
- We raise core PAT by avg. 5.0% for FY27/28E

ICICIBC saw a stellar quarter with 3.7% beat on core PPOP (HDFCB:in-line, AXSB:miss) due to better NII/fees as loan growth (ex-FCNR) was strong at 7.3% QoQ (AXSB-5.3%, HDFCB-3.4%). Post 10bps QoQ decline in NIM to 4.28%, it may further fall in Q3FY27 due to full FCNR impact. NIM may improve from Q4FY27 led by repo hike and liquidity utilization. Despite being NIM dilutive, ICICIBC garnered sizable FCNR money, gaining a strategic advantage, as substantial fixed-rate funding was mobilized to support future growth amid a rate hike cycle. Due to better loan growth, we raise core PAT for FY27/28E by avg. 5%. We tweak multiple to 2.6 from 2.7x but raise TP to INR 1,900 from INR 1,850 as we roll forward to Sep'28 core ABV. Reiterate 'BUY'.

Strong quarter with beat on all fronts: NII was 1.3% higher at INR253.4bn due to better loan growth as NIM (calc.) at 4.33% was in-line; reported NIM (adj.) was down 10bps QoQ to 4.28% due to FCNR. Loan growth was higher at 30% YoY (PL 26.2%). Deposit accretion was largely in-line at 27.1% YoY (PL 26.7%). LDR was flattish QoQ at 89.4%. Other income was lower at INR80.5bn (PL INR90bn) due to treasury loss of INR2.3bn; fee was ~4% higher at INR78bn. Opex at INR128bn was in-line. Core PPOP at INR203bn was a 3.7% beat; PPOP was INR205.8bn. GNPA was lower at 1.20% (PL 1.28%) as gross slippage was INR48.3bn (PL INR53.9bn) with better recovery at INR36.2bn. Provisions were lesser at INR8.5bn (PL INR18.3bn). Core PAT was 9.9% above PL at INR146.5bn.

Loan growth was driven by corporate/SME: Loan growth was strong at 12.3% QoQ mainly driven by BuB (11.1%), corporate (10.4%) while retail & rural growth was softer at 3.2%. Healthy corporate growth was a function of (1) WC requirements, (2) shift from bond/offshore markets and (3) investment activities across corporates. BuB accretion was partly aided by ECLGS, while growth in NTB customer acquisition and existing book continues. Shift from product-centric to customer-centric approach supported by festive season spends is expected to drive CC growth. FCNR(B) deposit accretion was highest at INR1.7trn with leveraged portion at INR856bn.

NIM dilution to persist in Q3FY27; outlook remains sanguine: Reported NIM declined by 10bps QoQ to 4.28% due to FCNR, with further moderation expected in Q3FY27 due to full impact of FCNR and seasonal agri slippage. Management remains sanguine on NIM outlook post Q3FY27 given substantial fixed-rate funding (FCNR) mobilized to support future growth amid further repo rates hikes, which may cushion margins.

Quarter Summary

Y/e Mar	Q2'27E	Q2'27A	% Var.	Q2'26A	YoY gr. (%)
NII (INR mn)	2,50,042	2,53,387	1.3	2,15,215	17.7
Margin (%)	4.3	4.3	0.10 bps	4.4	-3.91 bps
Core PPOP (INR mn)	1,96,060	2,03,227	3.7	1,62,054	25.4
Core PAT (INR mn)	1,33,333	1,46,530	9.9	1,15,348	27.0

Source: Company, PL

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Q2FY27 Concall Highlights

Balance sheet

- Advances grew by 12.3% QoQ led by BuB, corporate and FCNR loans. Strong franchise, access to growth opportunities, favourable rate cycle and pricing has helped ICICIB to pursue higher growth, with excess liquidity to be deployed over next 2 quarters where credit growth is seasonally strong.
- Corporate grew by 10.4% QoQ to INR3.5trn led by (1) working capital requirements (2) shift from bond market (3) shift from offshore to onshore rupee market and (3) investment activities across corporates. YoY growth (30.6%) was higher due to low base effect. NBFC & HFC constituted 4.3% of advances as of Sep'26.
- While the corporate book may yield lower returns than retail basis RAROC, it benefits from structurally lower credit costs and ancillary revenue streams from transaction banking, payments and collections. Corporate franchise expansion has also contributed to strong CA growth of 7% QoQ.
- BuB witnessed healthy growth of 11.1% QoQ, partly driven by ECLGS drawdowns. Underlying growth continues in new customer acquisitions and enhancement to existing customers led by business expansion.
- Management indicated that retail & rural banking started witnessing mid-teens YoY growth (14.8% in Q2FY27) from earlier single digit growth led in mortgages (15.3%) and personal loans (16.6%).
- ICICIB is shifting from a product-centric to a customer-centric approach in CC, launching targeted variants to strengthen customer engagement. CC business saw 9.7% YoY degrowth due to timing of festive season while spends are expected to increase in Q3FY27.
- Sequential growth in gold loans moderated due to realignment of processes, distribution and operational risk controls. Management expects volumes to recover as these measures are implemented.
- The bank mobilised USD 18bn of FCNR(B) deposits, out of which, ~USD 9bn were leveraged on its own book while ~USD 3.6bn lent by partner banks. Management indicated that FCNR mobilization strengthened the NRI franchise and offered cost-effective funding.
- SA growth was muted QoQ due to trend of decline in institutional savings, particularly in govt departments, while retail savings growth remains healthy.
- 57%/14% of the loan book is linked to external benchmark/MCLR. Average LCR for Q2FY27 stood at 126%.
- During Q2FY27, the Bank acquired additional 2% stake in ICICI life insurance Ltd. for INR14.7bn.

Profit & loss

- Overall NIM declined by 10bps QoQ to 4.18% led by (1) FCNR leveraged through overseas branches yielding ~1% vs ~4% domestic margins (2) lower proportion of CASA deposits leading to increase in blended CoF by 8bps QoQ. Overseas NIM has increased by 6bps QoQ supported by rising interest rates in dollar markets, which enabled the bank to earn higher spreads on floating-rate deposits.
- Management expects margins to moderate further in Q3FY27 as full impact of FCNR mobilization gets reflected with seasonal agri slippage aiding further dilution. This would be partly offset by impact of rate hike in floating book. NIM is expected to improve from Q4FY27 as impact of these factors reverses out.
- Management indicated that near-term NIM compression is acceptable, given the substantial fixed-rate funding mobilised to support future growth amid further repo rates hikes.

- Fee income grew 7% QoQ to INR78bn which included processing fees from FCNR(B) lending, broadly offset by the associated funding costs reflected in higher operating expenses.
- Dividend income declined due to shift in timing of dividend declaration from quarterly to semi-annually by ICICIAMC. Treasury loss of INR2.3bn during Q2FY27 was on account of adverse market movement.
- Other opex increased by 4.1% QoQ led by branch expansion. Tech spends were ~11% of expenses.

Asset quality

- Recoveries at INR36bn were higher QoQ led by one-off chunky recovery in corporate segment. Slippages in corporate/BuB continue to remain minimal, while slippages in retail have come down due to lower delinquencies in PL and CC segment.
- ICICIB had higher standard asset provisions during the quarter due to FCNR led expansion of loan book. Adjusting for one-off corporate recovery, standard asset provision and seasonality of KCC provisioning, the normalized credit cost remains around 50bps.
- Bank continues to hold floating provisions of INR131bn and INR12.8bn against agri PSL provision with clarification expected in next 1-2 quarters.

Exhibit 1: Quarterly estimates

(INR mn)	Q1FY27	YoY gr. (%)	Q2FY27	YoY gr. (%)	Q3FY27E	YoY gr. (%)	Q4FY27E	YoY gr. (%)
NII	2,39,194	12.6	2,53,387	17.7	2,64,977	21.1	2,79,470	23.2
Core PPOP	1,86,310	18.3	2,03,227	25.4	2,11,615	28.2	2,24,774	29.3
NIM (%)	4.4	-4.0bps	4.3	-3.9bps	4.3	-3.3bps	4.3	11.2bps
Core PAT	1,34,460	27.9	1,46,530	27.0	1,44,675	35.6	1,57,290	20.2

Source: Company, PL

Exhibit 2: Core PPOP beat of ~4% led by better NII/fees/opex and provisions

P & L (Rs mn)	Q2FY27	Q2FY26	YoY gr. (%)	Q2FY27E	% Var.	Q1FY27	QoQ gr. (%)
Interest income	4,91,100	4,17,500	17.6	4,71,077	4.3	4,52,058	8.6
Interest expense	2,37,713	2,02,285	17.5	2,21,035	7.5	2,12,864	11.7
Net interest income (NII)	2,53,387	2,15,215	17.7	2,50,042	1.3	2,39,194	5.9
Other income	80,475	75,755	6.2	90,036	-10.6	85,761	-6.2
- Fee income	77,950	64,910	20.1	75,046	3.9	72,860	7.0
- Other non-interest income	2,525	10,845	-76.7	14,990	-83.2	12,901	-80.4
Total income	3,33,862	2,90,970	14.7	3,40,078	-1.8	3,24,954	2.7
Operating expenses	1,28,110	1,18,070	8.5	1,29,028	-0.7	1,25,743	1.9
-Staff expenses	49,279	43,418	13.5	49,546	-0.5	50,046	-1.5
-Other expenses	78,831	74,652	5.6	79,482	-0.8	75,697	4.1
Operating profit	2,05,752	1,72,900	19.0	2,11,050	-2.5	2,03,861	0.9
Core operating profit	2,03,227	1,62,054	25.4	1,96,060	3.7	1,86,310	9.1
Total provisions	8,507	9,141	-6.9	18,282	-53.5	12,605	-32.5
Profit before tax	1,97,245	1,63,759	20.4	1,92,768	2.3	1,91,256	3.1
Tax	48,815	40,250	21.3	48,192	1.3	43,211	13.0
Profit after tax	1,48,430	1,23,509	20.2	1,44,576	2.7	1,48,045	0.3
Balance Sheet (Rs mn)							
Deposits	2,04,98,742	1,61,28,249	27.1	2,04,37,622	0.3	1,83,35,858	11.8
Advances	1,83,15,799	1,40,84,564	30.0	1,77,80,731	3.0	1,63,12,597	12.3

P & L (Rs mn)	Q2FY27	Q2FY26	YoY gr. (%)	Q2FY27E	% Var.	Q1FY27	QoQ gr. (%)
Profitability ratios (%) (calc)							
NIM	4.3	4.4	-3.9bps	4.3	0.1bps	4.4	-4.6bps
RoAA	2.4	2.4	3.9bps	2.4	3.9bps	2.6	-15.7bps
RoAE	17.7	17.3	35.3bps	17.1	58.1bps	17.9	-28.1bps
Asset Quality							
Gross NPA (Rs m)	2,33,352	2,38,497	-2.2	2,40,250	-2.9	2,38,466	-2.1
Net NPA (Rs m)	57,062	58,270	-2.1	57,660	-1.0	59,083	-3.4
Gross NPL ratio	1.2	1.6	-38.0bps	1.3	-8.5bps	1.4	-18.0bps
Net NPL ratio	0.3	0.4	-9.0bps	0.3	-1.1bps	0.4	-5.0bps
Coverage ratio (calc.)	75.5	75.6	-2.1bps	76.0	-45.3bps	75.2	32.3bps
Business & Other Ratios							
CASA mix	36.1	40.9	-471.1bps			39.5	-335.8bps
CASA mix - Average	35.8	39.2	-335.0bps			38.1	-230.0bps
Cost-income ratio	38.4	40.6	-220.6bps	37.9	43.1bps	38.7	-32.4bps
Non int. inc / total income	24.1	26.0	-193.1bps	26.5	-237.1bps	26.4	-228.7bps
Credit deposit ratio	89.4	87.3	202.2bps	87.0	235.1bps	89.0	38.5bps
CAR	16.7	17.0	-32.0bps			16.8	-16.0bps
Tier-I	16.0	16.3	-29.0bps			16.2	-18.0bps

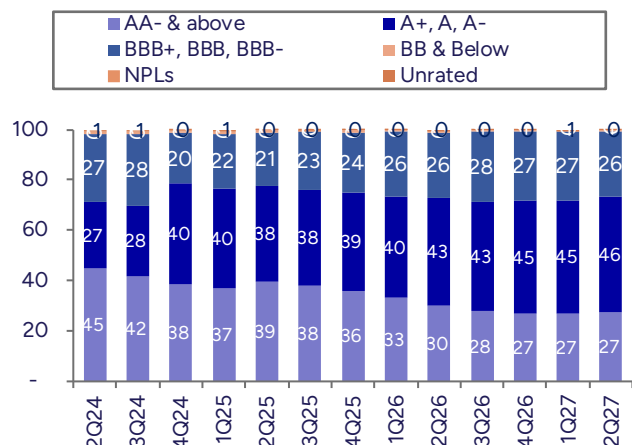
Source: Company, PL

Exhibit 3: Loan growth was strong at 12.3% QoQ mainly driven by BuB (11.1%) & corporate (10.4%)

Loan Book Details (INR bn)	Q2FY27	Q2FY26	YoY gr. (%)	Q1FY27	QoQ gr. (%)
Total Loan Book	18,316	14,085	30.0	16,313	12.3
Domestic Loan book	16,896	13,865	21.9	15,880	6.4
Retail & rural book	9,457	8,240	14.8	9,165	3.2
Domestic Corporate book	3,548	2,716	30.6	3,213	10.4
Business Banking	3,892	2,909	33.8	3,502	11.1
International Loan book	1,430	332	330.6	503	184.3
Retail & rural book break-up					
Home Loans	5,311	4,606	15.3	5,133	3.5
Vehicle loans	1,037	962.7	7.8	1,023	1.4
Personal Loans	1,419	1,217	16.6	1,355	4.7
Credit Cards	531	588	-9.7	532	-0.2
Jewel loans	558	311	79.4	534	4.5
Farmer finance	323	311.9	3.7	318	1.7
Others	277	244	13.7	270	2.9
Composition of Loan Book					
			Change in bps		Change in bps
Domestic Loan book	92%	98%	-619.2	97%	-509.7
Retail & rural book	52%	59%	-687.3	56%	-455.2
Domestic Corporate book	19%	19%	8.8	20%	-32.8
Business Banking	21%	21%	59.2	21%	-21.8
International Loan book	8%	2%	544.8	3%	472.3
Retail & rural book break-up					
Home Loans	56%	56%	26.1	56%	14.8
Vehicle loans	11%	12%	-71.3	11%	-18.9
Personal Loans	15%	15%	24.2	15%	21.9
Credit Cards	6%	7%	-152.2	6%	-19.1
Jewel loans	6%	4%	212.5	6%	7.3
Farmer finance	3%	4%	-36.6	3%	-5.1
Others	3%	3%	-2.7	3%	-0.9

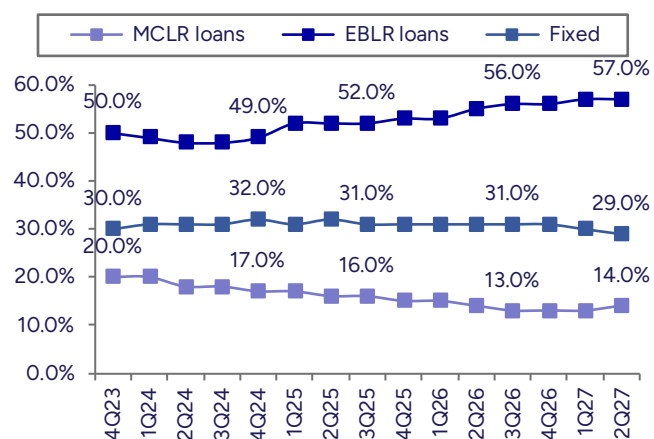
Source: Company, PL

Exhibit 4: A- & above rated book dominates at 73%



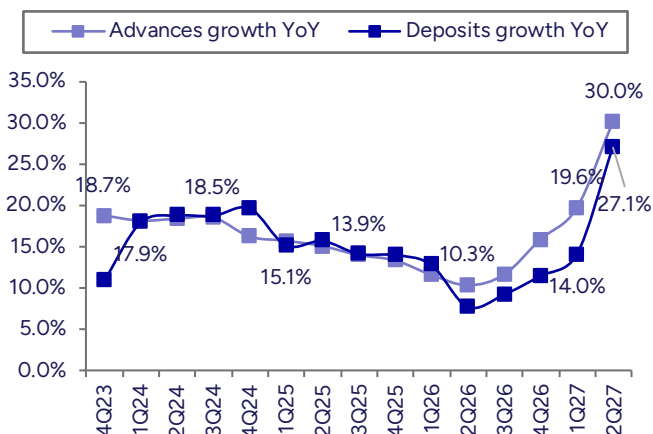
Source: Company, PL

Exhibit 5: Fixed rate book share slightly declined to 29%



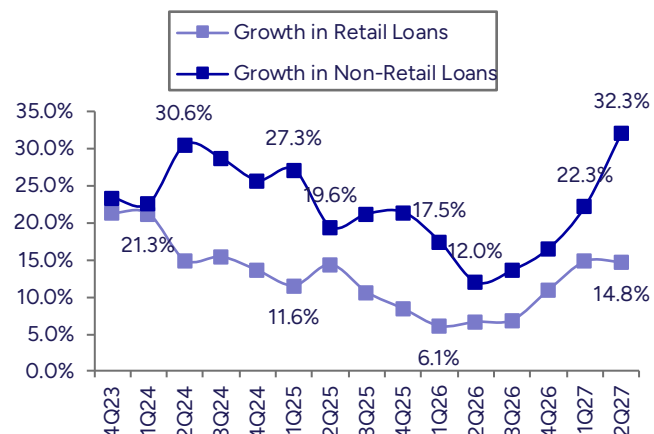
Source: Company, PL

Exhibit 6: Strong credit & deposit growth supported by FCNR



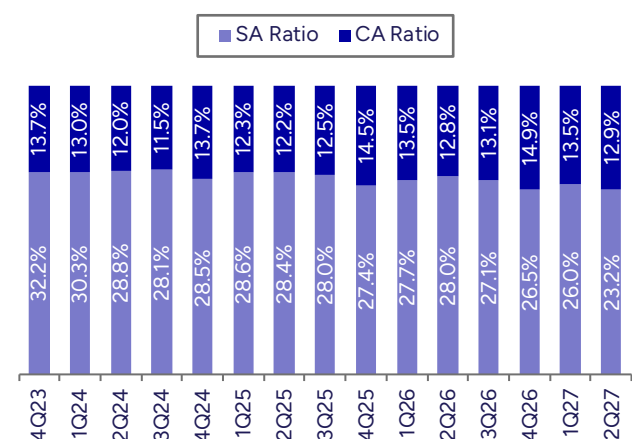
Source: Company, PL

Exhibit 7: Non-retail loan growth outpaced retail loan growth



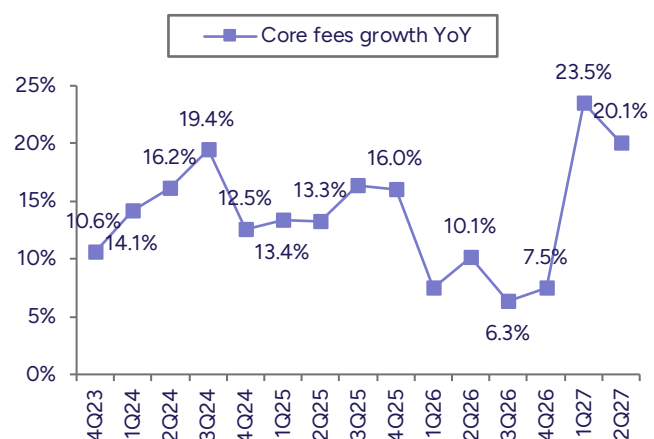
Source: Company, PL

Exhibit 8: CASA declined QoQ to 36.1%



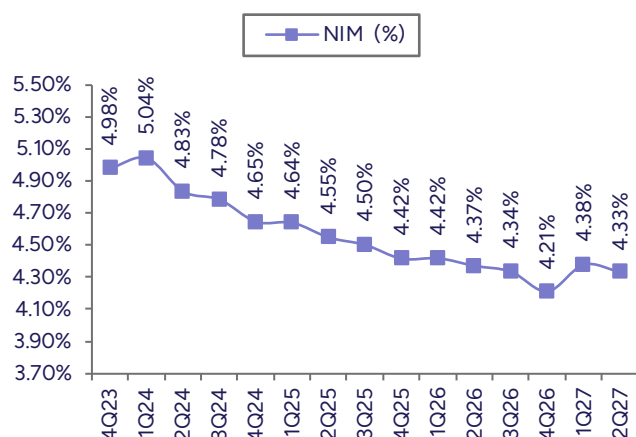
Source: Company, PL

Exhibit 9: Core fees grew 20.1% YoY which included FCNR related fees



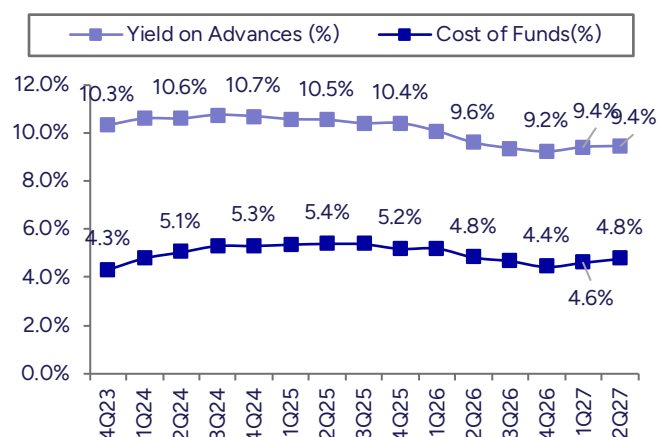
Source: Company, PL

Exhibit 10: NIM (cal.) declined QoQ to 4.33%



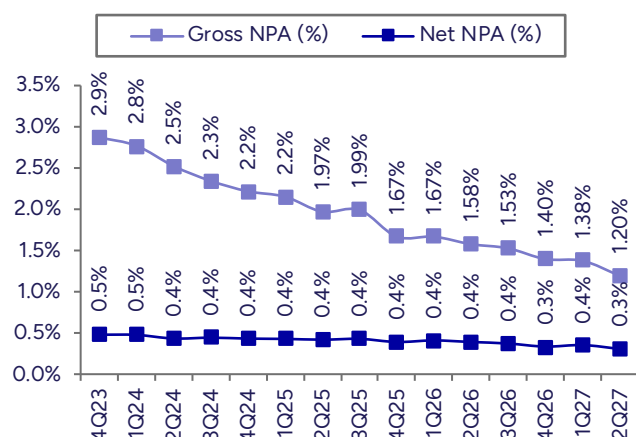
Source: Company, PL

Exhibit 11: YoF improved ~4bps QoQ, offset by a 16bps rise in CoF



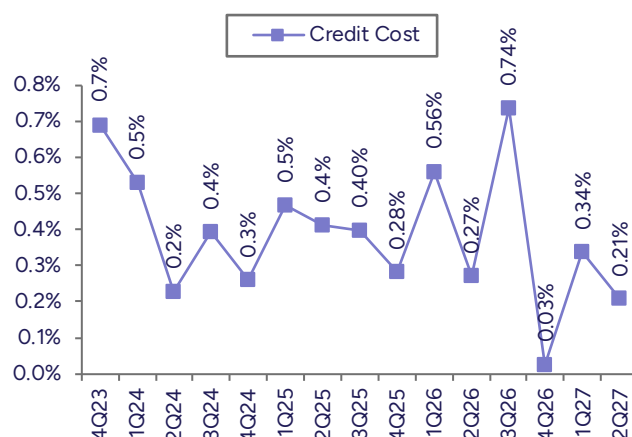
Source: Company, PL

Exhibit 12: GNPA improved QoQ to 1.20%



Source: Company, PL

Exhibit 13: Credit cost declined to 21bps



Source: Company, PL

Exhibit 14: BB rated and below book quality maintained; net stressed assets declined to 0.6%

Particulars (INRMn)	3Q24	4Q24	1Q25	2Q25	3Q25	4Q25	1Q26	2Q26	3Q26	4Q26	1Q27	2Q27
Non Fund O/s to NPA	36,940	36,710	35,430	33,820	31,600	30,750	32,980	23,220	22,290	21,740	22,070	22,510
Borrowers with o/s >Rs1.0bn	31,660	26,890	27,220	25,530	16,690	23,900	24,580	31,640	29,910	31,220	30,900	31,660
Borrowers with o/s <Rs1.0bn	20,260	21,940	8,990	8,330	5,240	4,640	5,370	4,970	4,010	3,970	3,950	3,810
Total BB & Below rated book	95,470	91,990	77,070	67,680	53,530	59,290	62,930	59,830	56,210	56,930	56,920	57,980
Total BB & Below rated book (excl. NFB o/s to NPL)	58,530	55,280	41,640	33,860	21,930	28,540	29,950	36,610	33,920	35,190	34,850	35,470
BB & Below at end of period	95,470	91,990	77,070	67,680	53,530	59,290	62,930	59,830	56,210	56,930	56,920	57,980
% of Net Advances	0.8%	0.8%	0.6%	0.5%	0.4%	0.4%	0.5%	0.4%	0.4%	0.4%	0.3%	0.3%
GNPA %	2.3%	2.2%	2.2%	2.0%	2.0%	1.7%	1.7%	1.6%	1.5%	1.4%	1.4%	1.2%
NNPA %	0.4%	0.4%	0.4%	0.4%	0.4%	0.4%	0.4%	0.4%	0.4%	0.3%	0.4%	0.3%
Net Stressed Assets %	1.3%	1.2%	1.1%	1.0%	0.9%	0.9%	0.9%	0.8%	0.8%	0.7%	0.7%	0.6%

Source: Company, PL

Exhibit 15: Slippages declined to INR48.3bn; recoveries higher at INR36.2bn

Asset Quality Break-up	2Q24	3Q24	4Q24	1Q25	2Q25	3Q25	4Q25	1Q26	2Q26	3Q26	4Q26	1Q27	2Q27
Fresh Slippages	46,870	57,140	51,390	59,160	50,730	60,850	51,420	62,450	50,340	53,560	42,420	55,520	48,330
- Retail	43,640	54,820	49,280	57,320	43,410	53,040	43,390	51,930	40,490	42,770	31,450	43,310	37,090
- Non retail (corporate/SME)	3,230	2,320	2,110	1,840	7,320	7,810	8,030	10,520	9,850	10,790	10,970	12,210	11,240
Recovery & Upgrades	45,710	53,510	39,180	32,920	33,190	33,920	38,170	32,110	36,480	32,820	30,680	28,450	36,200
Write-offs & Sale of NPA	19,220	16,048	20,340	17,530	33,360	20,688	49,042	24,675	22,690	20,460	18,800	19,123	15,920

Source: Company, PL

Exhibit 16: Return ratios to remain at ~17-18%

RoA decomposition	FY19	FY20	FY21	FY22	FY23	FY24	FY25	FY26	FY27E	FY28E	FY29E
Net interest income	2.9	3.2	3.3	3.6	4.1	4.3	4.1	3.9	3.9	4.0	4.0
Other Inc. from operations	1.6	1.6	1.6	1.4	1.3	1.3	1.4	1.4	1.3	1.2	1.2
Total income	4.5	4.8	5.0	5.0	5.5	5.6	5.5	5.3	5.1	5.2	5.2
Employee expenses	0.7	0.8	0.7	0.7	0.8	0.9	0.8	0.8	0.8	0.7	0.7
Other operating expenses	1.2	1.3	1.2	1.3	1.4	1.4	1.3	1.3	1.2	1.1	1.0
Operating profit	2.5	2.7	3.1	3.0	3.3	3.4	3.4	3.2	3.2	3.4	3.4
Tax	0.0	0.6	0.3	0.6	0.7	0.8	0.8	0.7	0.7	0.8	0.8
Loan loss provisions	2.1	1.4	1.4	0.7	0.4	0.2	0.2	0.2	0.2	0.3	0.3
RoAA	0.4	0.8	1.4	1.8	2.1	2.4	2.4	2.2	2.3	2.3	2.4
RoAE	3.2	7.3	12.6	15.0	17.5	18.9	18.1	16.1	16.9	18.0	18.0

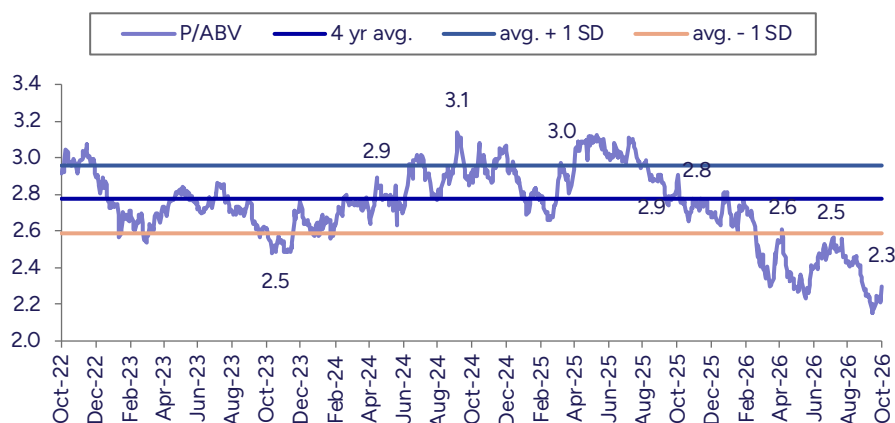
Source: Company, PL

Exhibit 17: SOTP valuation of INR 1,900, core bank valued at 2.6x on Sep28E

Particulars	Stake	Rs per share	% of total	Valuation (x)	Basis
ICICI Bank	100.0%	1,618	83.0	2.6	Sep28 Core ABV
ICICI Pru AMC	53.0%	129	6.6	38.0	Sep28 Core PAT
ICICI Lombard	51.3%	60	3.1	1.00	Mkt Cap
ICICI Pru Life	52.8%	47	2.4	1.00	Mkt Cap
ICICI Securities	100.0%	72	3.7	30.00	Mkt Cap
ICICI Home Fin.	100.0%	15	0.8	3.00	FY26 ABV
ICICI UK+Canada	100.0%	9	0.5	1.00	FY26 ABV
Total		1,950	100		
Holdco discount		50			
Target Price		1,900			

Source: Company, PL

Exhibit 18: ICICIBC 1-year forward P/ABV trades at 2.3x



Source: Company, PL

Quarterly Financials

Y/e Mar	Q3FY25	Q4FY25	Q1FY26	Q2FY26	Q3FY26	Q4FY26	Q1FY27	Q2FY27
Income Statement (INR m)								
Interest earned	412,998	423,168	425,559	417,500	419,138	429,854	452,058	491,100
Interest expended	209,292	212,379	213,125	202,285	200,336	202,963	212,864	237,713
Net Interest Income	203,706	210,789	212,435	215,215	218,802	226,891	239,194	253,387
Other income	70,681	72,601	85,049	75,755	73,682	73,090	85,761	80,475
Fees	61,800	63,060	59,000	64,910	65,720	67,790	72,860	77,950
Total Income	274,387	283,390	297,484	290,970	292,484	299,981	324,954	333,862
Operating Expenses	105,521	107,888	113,935	118,070	119,444	120,890	125,743	128,110
Employees	39,291	41,052	47,431	43,418	44,218	44,682	50,046	49,279
Others	66,231	66,836	66,504	74,652	75,226	76,208	75,697	78,831
Operating profit	168,866	176,643	187,458	172,980	173,560	181,991	203,861	205,752
Core PPOp	159,985	165,962	157,499	162,054	165,078	173,791	186,310	203,227
Provisions	12,267	8,907	18,146	9,141	25,556	962	12,605	8,507
Profit before tax	156,599	167,736	169,313	163,839	148,004	181,030	191,256	197,245
Taxes	38,675	41,440	41,631	40,250	34,825	44,013	43,211	48,815
Net Profit	117,924	126,296	127,682	123,589	113,179	137,017	148,045	148,430
Core PAT	111,237	118,254	105,089	115,348	106,693	130,810	134,460	146,530
Balance Sheet (INR m)								
Share capital	14,121	14,246	14,273	14,290	14,304	14,322	14,349	14,360
Reserves & surplus	2,702,308	2,906,517	3,048,932	3,100,135	3,217,027	3,359,392	3,520,563	3,591,575
Deposits	15,203,088	16,103,480	16,085,173	16,128,249	16,596,109	17,946,250	18,335,858	20,498,742
Borrowings	1,277,318	1,235,383	1,170,953	1,118,184	1,123,349	1,249,941	1,262,916	2,045,527
Other liabilities	936,597	922,774	919,059	1,001,848	955,111	1,155,405	1,190,575	1,102,662
Total liabilities	20,133,431	21,182,400	21,238,390	21,362,705	21,905,900	23,725,310	24,324,260	27,252,865
Cash & bank	1,434,155	1,855,620	1,645,983	1,366,803	1,463,384	2,303,352	1,630,471	2,443,881
Investments	4,719,783	5,047,567	5,077,066	4,995,920	4,946,421	4,922,173	5,385,343	5,574,942
Advances	13,143,661	13,417,662	13,641,571	14,084,564	14,661,536	15,538,930	16,312,597	18,315,799
Fixed assets	119,210	128,387	128,785	132,732	135,744	139,225	138,131	140,486
Other assets	716,622	733,163	744,986	782,687	698,817	821,631	857,719	777,758
Total assets	20,133,431	21,182,400	21,238,390	21,362,705	21,905,900	23,725,310	24,324,260	27,252,865
Balance sheet ratios (%)								
Loan growth	13.9	13.3	11.5	10.3	11.5	15.8	19.6	30.0
Deposit growth	14.1	14.0	12.8	7.7	9.2	11.4	14.0	27.1
LDR	86.5	83.3	84.8	87.3	88.3	86.6	89.0	89.4
CASA	40.5	41.8	41.2	40.9	40.2	41.4	39.5	36.1
Capital Adequacy (%)								
CET-1	15.9	15.9	16.3	16.3	16.5	16.4	16.2	16.0
Tier-2	0.7	0.6	0.7	0.7	0.9	0.8	0.7	0.7
CRAR	16.6	16.6	17.0	17.0	17.3	17.2	16.8	16.7
Profitability ratios (%)								
Yield on assets	8.9	8.5	8.9	8.6	8.3	7.9	8.3	8.1
Cost of funds	5.2	5.0	5.2	5.0	4.8	4.5	4.6	4.5
NIM	4.4	4.2	4.4	4.3	4.3	4.1	4.4	4.2
Fees/Assets	1.3	1.3	1.2	1.3	1.3	1.2	1.3	1.3
Cost/Income	38.5	38.1	38.3	40.6	40.8	40.3	38.7	38.4
Opex/avg assets	0.5	0.5	0.5	0.6	0.6	0.5	0.5	0.5
RoA	2.4	2.4	2.5	2.4	2.3	2.2	2.6	2.4
Core RoA	2.3	2.4	2.1	2.2	2.0	2.3	2.4	2.4
RoE	18.5	17.8	18.1	17.6	16.3	15.9	17.9	17.6
Core RoE	18.0	11.0	10.3	10.4	9.9	10.8	13.2	26.4
EPS (INR)	65.3	66.3	71.6	69.2	67.9	70.0	82.5	82.7
BVPS (INR)	384.7	410.0	429.2	435.9	451.8	471.1	492.7	502.2
ABVPS (INR)	376.4	402.2	420.9	427.7	443.8	463.5	484.5	494.3
Asset quality ratios (%)								
GNPA	2.0	1.7	1.7	1.6	1.5	1.4	1.4	1.2
NNPA	0.4	0.4	0.4	0.4	0.4	0.3	0.4	0.3
Provision coverage	78.7	76.9	75.9	75.6	75.9	76.3	75.2	75.5
Provision costs	0.4	0.3	0.6	0.3	0.7	-	0.3	0.2
Slippage	2.1	1.7	1.9	1.5	1.6	1.3	1.4	1.2
NNPA/Equity	2.2	1.9	1.9	1.9	1.8	1.6	1.7	1.6

Source: Company, PL

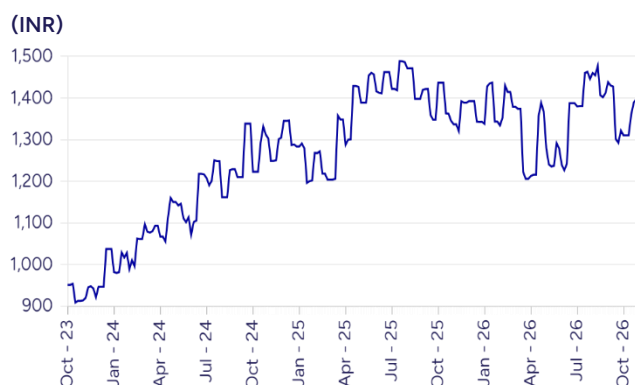
Financials

Y/e Mar	FY26	FY27E	FY28E	FY29E
Income Statement (INR m)				
Interest earned	1,692,051	1,998,907	2,449,148	2,839,016
Interest expended	818,709	961,880	1,171,566	1,363,278
Net Interest Income	873,342	1,037,028	1,277,582	1,475,737
Other income	307,576	340,924	380,795	429,564
Fees	259,649	308,659	347,115	395,884
Net Total Income	1,180,918	1,377,952	1,658,376	1,905,301
Operating Expenses	472,339	519,760	581,996	651,746
Employees	179,749	201,609	230,874	265,727
Others	292,591	318,151	351,122	386,019
Operating profit	715,989	858,192	1,076,380	1,253,554
Core PPOP	668,062	825,926	1,042,700	1,219,874
Provisions	53,805	54,880	82,094	93,964
Profit before tax	662,184	803,312	994,286	1,159,591
Taxes	160,718	196,891	248,571	289,898
Net Profit	501,466	606,420	745,714	869,693
Core PAT	457,940	582,955	720,454	844,433
Growth Ratios (%)				
Loans	15.8	26.0	15.0	15.0
Deposits	11.4	25.4	15.0	15.0
NII	7.6	18.7	23.2	15.5
Fees	10.8	18.9	12.5	14.0
Opex	11.5	10.0	12.0	12.0
Core PPOP	7.2	23.6	26.2	17.0
Provisions	14.9	2.0	49.6	14.5
Core PAT	4.9	27.3	23.6	17.2
Profitability Ratios (%)				
Yield on IEA	7.9	7.7	7.9	8.0
Cost of funds	4.5	4.4	4.4	4.5
NIM	4.1	4.0	4.1	4.1
Cost/Income	40.0	37.7	35.1	34.2
Provision cost	0.4	0.3	0.4	0.4
Tax rate	24.3	24.5	25.0	25.0
Core RoA	2.0	2.2	2.2	2.3
Core RoE	15.8	17.4	18.4	18.4
Du-pont (%)				
Interest income	7.5	7.5	7.6	7.7
Interest expenses	3.6	3.6	3.7	3.7
NII	3.9	3.9	4.0	4.0
Other income	1.4	1.3	1.2	1.2
Fees/avg assets	1.2	1.2	1.1	1.1
Total income	5.3	5.1	5.2	5.2
Opex/avg assets	2.1	1.9	1.8	1.8
Staff cost	0.8	0.8	0.7	0.7
Other opex	1.3	1.2	1.1	1.0
PPOP	3.2	3.2	3.4	3.4
Core PPOP/avg assets	3.2	3.2	3.4	3.4
Provisions	0.2	0.2	0.3	0.3
PBT	2.9	3.0	3.1	3.1
Tax	0.7	0.7	0.8	0.8
RoA	2.2	2.3	2.3	2.4
RoE	16.1	16.9	18.0	18.0

Source: Company, PL

Y/e Mar	FY26	FY27E	FY28E	FY29E
Balance Sheet (INR m)				
Equity	3,373,714	3,868,984	4,487,927	5,230,849
Share capital	14,322	14,360	14,360	14,360
Deposits	17,946,250	22,508,537	25,876,918	29,749,373
Borrowings	1,249,941	2,352,249	2,570,518	2,927,326
Other Liabilities	1,155,405	1,169,814	1,316,636	1,481,886
Total liabilities	23,725,310	29,899,585	34,251,999	39,389,434
Cash with RBI	1,210,241	1,041,645	1,215,942	1,419,405
Balance with banks	1,093,111	1,442,684	1,684,087	1,965,883
Investments	4,922,173	6,865,104	7,763,075	8,924,812
Advances	15,538,929	19,582,428	22,512,919	25,881,955
Fixed assets	139,225	142,601	147,292	152,138
Other assets	821,631	825,123	928,684	1,045,242
Total assets	23,725,310	29,899,585	34,251,999	39,389,434
Balance sheet ratios (%)				
LDR	86.6	87.0	87.0	87.0
CASA	41.4	36.0	36.0	36.0
Inv/NDTL	24.2	26.4	26.1	26.1
Borr/NDTL	6.1	9.0	8.6	8.6
Assets/equity (x)	7.0	7.7	7.6	7.5
RWA/Loans	117.2	107.9	107.0	107.0
RWA/Total assets	76.8	70.7	70.3	70.3
Capital ratios (%)				
CRAR	17.2	16.9	17.2	17.5
CET-1	16.3	16.1	16.4	16.6
AT-1	-	-	-	-
Tier-2	0.8	0.8	0.8	0.8
Asset quality ratios (%)				
GNPA (INR mn)	225,786	243,362	283,612	339,348
NNPA (INR mn)	54,595	59,225	67,397	80,773
GNPA	1.4	1.2	1.2	1.3
NNPA	0.3	0.3	0.3	0.3
PCR	75.8	75.7	76.2	76.2
Slippage	1.4	1.4	1.2	1.1
NNPA / Equity	1.6	1.5	1.5	1.5
Per share (INR)				
EPS	70.0	84.5	103.9	121.1
DPS	12.0	14.4	17.7	20.6
BVPS	465.7	533.5	619.7	723.1
ABVPS	458.1	525.2	610.3	711.9
Core BVPS	433.8	501.6	587.8	691.3
Core ABVPS	426.1	493.4	578.4	680.0
Valuation (x)				
Price (INR)	1,392.3	1,397.0	1,397.0	1,397.0
P/E	19.9	16.5	13.5	11.5
P/BV	3.0	2.6	2.3	1.9
P/ABV	3.0	2.7	2.3	2.0
P/core BV	2.6	2.2	1.9	1.6
P/core ABV	2.6	2.3	1.9	1.6

Source: Company, PL

Price Chart

Recommendation History

No.	Date	Rating	TP (INR)	Share Price (INR)
1	07-Oct-26	BUY	1850	1343
2	19-Jul-26	BUY	1850	1444
3	07-Jul-26	BUY	1825	1415
4	20-Apr-26	Buy	1825	1347
5	10-Apr-26	BUY	1800	1281
6	19-Feb-26	BUY	1800	1406
7	18-Jan-26	BUY	1800	1411
8	08-Jan-26	BUY	1800	1428
9	19-Oct-25	BUY	1800	1437
10	07-Oct-25	BUY	1730	1376

Analyst Coverage Universe

Sr. No.	Company Name	Rating	TP (INR)	Share Price (INR)
1	Aditya Birla Sun Life AMC	BUY	1200	1010
2	Axis Bank	BUY	1550	1248
3	Bank of Baroda	Accumulate	280	233
4	Canara Bank	BUY	160	125
5	Canara Robeco Asset Management Company	HOLD	285	225
6	City Union Bank	BUY	250	224
7	DCB Bank	BUY	215	201
8	Federal Bank	BUY	400	320
9	HDFC Asset Management Company	BUY	2850	2352
10	HDFC Bank	BUY	950	711
11	ICICI Bank	BUY	1850	1343
12	ICICI Prudential Asset Management Company	BUY	3420	2969
13	Indian Bank	BUY	1000	835
14	IndusInd Bank	Accumulate	1150	906
15	Karur Vysya Bank	BUY	380	346
16	Kotak Mahindra Bank	BUY	500	432
17	Nippon Life India Asset Management	BUY	1250	1074
18	Prudent Corporate Advisory Services	Accumulate	3175	3200
19	State Bank of India	BUY	1200	959
20	Union Bank of India	Accumulate	190	168
21	UTI Asset Management Company	HOLD	975	888

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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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