

State Bank of India (SBIN IN)

Q4FY26 Result Update

May 09, 2026

 Estimate Change | Target | Reco.

Change in Estimates

	Current		Previous	
	FY27E	FY28E	FY27E	FY28E
Rating	BUY		BUY	
Target Price	1,200		1,280	
NII (INR. mn)	2,003,387	2,285,247	2,055,106	2,351,483
% Chng.	(2.5)	(2.8)		
Op. Profit (INR mn)	1,313,987	1,488,750	1,410,040	1,616,585
% Chng.	(6.8)	(7.9)		
EPS (INR)	88.5	100.1	95.9	110.2
% Chng.	(7.7)	(9.2)		

Key Data

SBI.BO | SBIN IN

BSE Code	501112
NSE Code	SBIN IN
52-W High / Low	INR 1,234 / INR 755
Face Value	1
Sensex / Nifty	77,328 / 24,176
Market Cap	INR 9,409 bn / \$ 99,581 mn
Shares Outstanding	9230.62 mn
3M Avg. Daily Value	INR 20,715.89 mn

Shareholding Pattern (%)

Promoters	55.52
FII's	11.41
Mutual Funds	13.29
Domestic Institution	12.95
Public & Others	6.83
Promoters Pledge (INR bn)	-

Stock Performance (%)

	1M	3M	6M	12M
Absolute	(4.0)	(4.4)	6.6	32.5
Relative	(3.7)	3.3	14.8	37.7

Key Financials - Standalone

Y/e Mar	FY25	FY26	FY27E	FY28E
NII (INR mn)	1,669,651	1,734,231	2,003,387	2,285,247
NIM (%)	2.8	2.6	2.7	2.7
Core PPOP (INR mn)	921,963	1,010,283	1,162,162	1,331,829
PAT (INR mn)	709,006	800,322	817,004	924,621
Core PAT (INR mn)	572,201	622,609	704,654	808,500
EPS (INR)	79.4	86.7	88.5	100.2
Gr. (%)	6.9	9.1	2.1	13.2
DPS (INR)	16.0	17.4	17.7	20.0
Yield (%)	2.0	2.0	1.7	2.0
RoAE (%)	18.6	17.2	14.9	14.9
Core RoAE (%)	15.9	14.0	13.4	13.5
RoAA (%)	1.1	1.1	1.0	1.0
Core RoAA (%)	0.9	0.9	0.9	0.9
P/BV (x)	1.4	1.4	1.6	1.4
P/ABV (x)	1.5	1.4	1.7	1.5
PE (x)	9.2	10.2	11.5	10.2
CAR (%)	14.3	16.4	16.4	16.6

Slower corporate growth a key to better margins

Quick Pointers

- Soft quarter due to miss on NII/NIM led by lower loan yields
- Loan growth at ~17% YoY was mainly led by corporate
- Due to cut in NII/NIM we trim core PAT for FY27/28E by 4%

SBI saw a weak quarter due to 4.2% miss on NII driven by 18bps QoQ fall in domestic NIM to 2.93%. However, core PAT was 12.7% ahead of PLe due to better fees, opex and provisions. Sharp decline in NIM was led by (1) 25bps cut in repo (2) faster corporate growth QoQ and (3) shift in corporate mix towards lower yielding T-bill loans. Bank expects loan yield to improve from Q4'26 levels by slowing down corporate growth in FY27 (guided at 12-13% vs 16.6% in FY26) and focusing on better yielding accounts. We trim NII by avg. 2.8% for FY27/28E and cut core PAT by avg. 4%. We keep multiple of 1.4x on Mar'28 core ABV but lower TP to INR 1,200 from INR 1,280. Retain 'BUY.

Weak quarter due to NII/NIM miss: NII was lower at INR 443.8bn (PLe INR 463.1bn) as NIM (calc.) was a miss at 2.68% (PLe 2.82%); reported NIM was down 18bps QoQ to 2.81%. Loan/deposit growth were a tad higher at 17.2%/11.0% YoY. LDR was 81.6% (81.2% in Q3'26). CASA ratio was 37.9% (37.5% in Q3'26). Fee was a 6% beat with higher TWO recovery too, but other income was lower at INR 173.1bn (PLe INR 178bn) due to treasury loss. Opex at INR 339.9bn was 1.4% lower; higher other opex was offset by lower staff cost. Core PPOP was 3% above PLe at INR 262.4bn; PPOP was INR 277bn. Asset quality was mixed; net slippages were higher but GNPA was in-line at 1.49% (PLe 1.48%). Provisions were lower at INR 28.7bn (PLe INR 47.1bn). Core PAT was 12.7% above PLe at INR 173bn; while PAT was INR 196.8bn.

Reported NIM falls QoQ; we trim margin: Steep NIM decline QoQ was attributable to (1) 25bps repo rate cut and a 5bps MCLR cut (2) faster corporate growth QoQ and (3) shift in corporate credit composition towards floating rate loans which led to EBLR and T-bill linked advances increasing from 43% to 49%. Bank suggested that loan yields would slightly improve from Q4FY26 levels by focusing on better yielding corporates that are not linked to T-bill rates.

Loan growth was mainly led by corporate: Loan growth was healthy at 5.4% QoQ that was led by corporate (+6.9%), agri (+6.4%) and personal gold (+23%). RAM segment grew by 3.7%. For FY27, the bank guided for credit growth of 13-15%, with corporate credit growth likely to grow by 12-13%. Gold loans remain a focus area reaching over INR 1trn, with an average ticket size of INR 0.25mn and yields of 8.5-9%. New LCR guidelines would improve the LCR by 3-4%. Bank has adequate capital that can fund upto INR 12trn of credit growth.

Quarter Summary

Y/e Mar	Q4'26E	Q4'26A	% Var.	Q4'25A	YoY gr. (%)
NII (INR mn)	4,63,130	4,43,800	-4.2	4,26,178	4.1
Margin (%)	2.67	2.77	10 bps	2.81	-4 bps
Core PPOP (INR mn)	2,54,467	2,62,381	-6.7	2,44,064	7.5
Core PAT (INR mn)	1,53,466	1,72,908	12.7	1,34,803	28.3

Source: Company, PL

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Q4FY26 Conference Call Highlights

Balance sheet

- Credit growth remained strong at 5.4% QoQ / 17.2% YoY, driven by strong corporate growth led by large corporates shifting from market borrowings to bank funding and healthy growth across RAM segments.
- Management guided for FY27 credit growth of 13–15%, with a focus on durable, capital-efficient and resilient growth; corporate credit growth is targeted at ~12–13%.
- Gold loan portfolio recorded ~100% YoY growth, with an average ticket size of ~INR 2.5 lakh and yields in the range of 8.5–9.0%; LTV stood at 52%
- Management expects stronger MSME loan demand following the reintroduction of ECLGS.
- Saving deposits grew by 10.6% YoY while 66% of new SA through YONO; RTD grew by 15% YoY; CA growth was muted due to lower government balances and reduced back-ended deposits.
- Overall deposit growth for FY27 to be lower than credit growth at 11–12%, with an aim to enhance its CASA mix while strategically reducing dependence on wholesale deposits.
- Average LCR stood at 124% for Q4; revised LCR guidelines could enhance LCR by 3–4%, although incremental credit growth in FY27 is expected to moderate LCR towards the targeted 115–120% range.

Profit & loss

- Moderation in Q4 NIM to 2.9% was a function of (1) 25bps repo rate cut and 5bps MCLR cut, (2) increase in composition of EBLR and T-bill linked advances to 49% and (3) increased composition of AAA rated corporate clients at lower yields; Management does not expect any further repo rate cuts or additional repricing pressure on the MCLR book.
- Domestic NIM for FY26 stood at 3.03%, in line with guidance to sustain NIMs above 3%; NIMs are expected to improve gradually, supported by portfolio mix optimisation, reduction in high-cost wholesale deposits, and a strategic shift of certain T-bill linked corporate loans to MCLR-based pricing. Management reiterated that NIM guidance of sustaining levels above 3% remains intact for FY27.
- Interest income included INR 10bn of IT refunds in Q4FY26 (INR 7.7bn in Q3'26).
- Other opex grew 21% sequentially due to seasonality and bunching up of payment-cycle
- Processing fee income rose sharply to INR 30 bn in Q4FY26 (INR 16.3bn in Q3), driven by fee recalibration and reduced concessions across corporate/MSME segments; corporate processing fees grew ~35% QoQ.

Asset quality

- Slippages were higher at INR 55.5bn for Q4FY26, primarily driven by stress in the agri portfolio and select stress in the SME segment. Management emphasised that Q4 slippages were seasonal in nature, with no indication of structural stress.
- MSME asset quality is supported by BRE-driven underwriting models and higher CGTMSE coverage
- Credit cost guidance of ~50 bps remains unchanged for FY27, reflecting confidence in portfolio quality and underwriting standards.

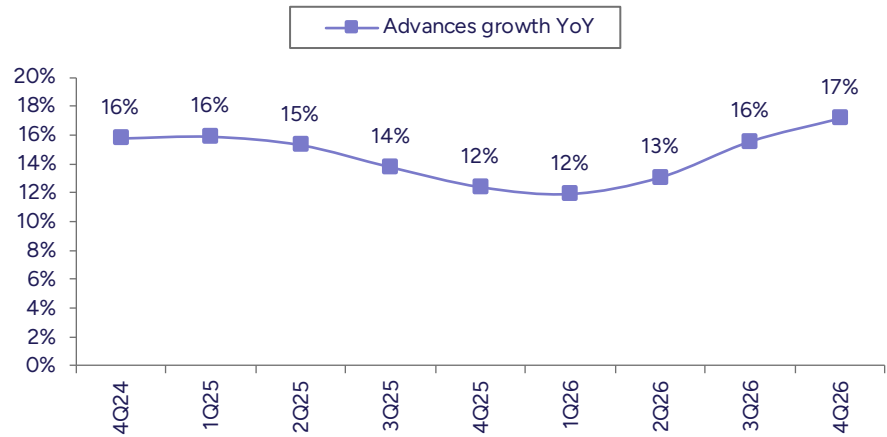
- While asset quality risks are being monitored in the Middle East portfolio, management highlighted that the majority of exposure is to sovereign entities and banks, limiting downside risk.
- Management expects the transition to the ECL framework to be smooth, with no material impact on capital ratios or the Bank's ability to grow credit; impact of revised ECL guidelines is under assessment.

Exhibit 1 : PAT at Rs197bn driven by lower NII/higher opex

Financial Statement (Rs m)	Q4FY26	Q4FY25	YoY gr. (%)	Q4FY26E	% Var.	Q3FY26	GoQ gr. (%)
Interest income	12,30,977	11,95,094	3.0	12,42,266	(0.9)	12,23,524	0.6
Interest Expenses	7,87,177	7,68,916	2.4	7,79,136	1.0	7,73,658	1.7
Net interest income (NII)	4,43,800	4,26,178	4.1	4,63,130	(4.2)	4,49,866	(1.3)
Other income	1,73,141	2,43,667	(28.9)	1,78,011	(2.7)	1,85,623	(6.7)
-Fee Income	1,21,100	1,29,120	(6.2)	1,14,231	6.0	1,01,290	19.6
-Other non-interest income	52,041	1,14,547	(54.6)	63,781	(18.4)	84,333	(38.3)
Total income	6,16,941	6,69,845	(7.9)	6,41,141	(3.8)	6,35,489	(2.9)
Operating expenses	3,39,899	3,56,985	(4.8)	3,44,893	(1.4)	3,06,865	10.8
-Staff expenses	1,62,153	1,80,052	(9.9)	1,76,034	(7.9)	1,60,031	1.3
-Other expenses	1,77,747	1,76,933	0.5	1,68,860	5.3	1,46,834	21.1
Operating profit	2,77,042	3,12,860	(11.4)	2,96,248	(6.5)	3,28,624	(15.7)
Core operating profit	2,62,381	2,44,064	7.5	2,54,467	3.1	2,70,331	(2.9)
Total provisions	28,722	64,417	(55.4)	47,081	(39.0)	45,069	(36.3)
Profit before tax	2,48,320	2,48,444	(0.0)	2,49,167	(0.3)	2,83,555	(12.4)
Tax	51,483	62,018	(17.0)	64,783	(20.5)	73,273	(29.7)
Profit after tax	1,96,838	1,86,426	5.6	1,84,384	6.8	2,10,282	(6.4)
Balance Sheet (Rs mn)							
Deposits	5,97,56,421	5,38,21,895	11.0	5,92,57,570	0.8	5,70,13,089	4.8
Advances	4,87,78,948	4,16,33,121	17.2	4,85,91,208	0.4	4,62,77,341	5.4
Ratios (%)							
RoaA	1.1	1.2	(6)	1.0	6	1.2	(12)
RoaE	16.0	18.2	(225)	14.8	116	17.2	(127)
NIM	2.7	2.9	(19)	2.8	(14)	2.8	(13)
Yield on Advances	7.9	8.7	(81)	8.1	(21)	8.2	(34)
Cost of Funds	5.0	5.4	(39)	5.0	1	5.0	(6)
Asset Quality							
Gross NPL (Rs m)	7,34,525	7,68,802	(4.5)	7,25,410	1.3	7,36,368	(0.3)
Net NPL (Rs m)	1,88,301	1,96,669	(4.3)	1,81,353	3.8	1,80,121	4.5
Gross NPL ratio	1.5	1.8	(33)	1.5	1	1.6	(8)
Net NPL ratio	0.4	0.5	(9)	0.4	1	0.4	(0)
Coverage ratio	74.4	74.4	(5)	75.0	(64)	75.5	(118)
Business & Other Ratios							
Low-cost deposit mix	37.9	38.4	(52)	38.1	(28)	37.5	32
Cost-income ratio	55.1	53.3	180	53.8	130	48.3	681
Non int. inc / total income	28.1	36.4	(831)	27.8	30	29.2	(115)
Credit deposit ratio	81.6	77.4	428	82.0	(37)	81.2	46
CAR	15.4	14.3	115			14.0	136
Tier-I	13.3	12.1	122			12.1	126

Source: Company, PL

Exhibit 2 : Advances growth increased to 17.0% YoY



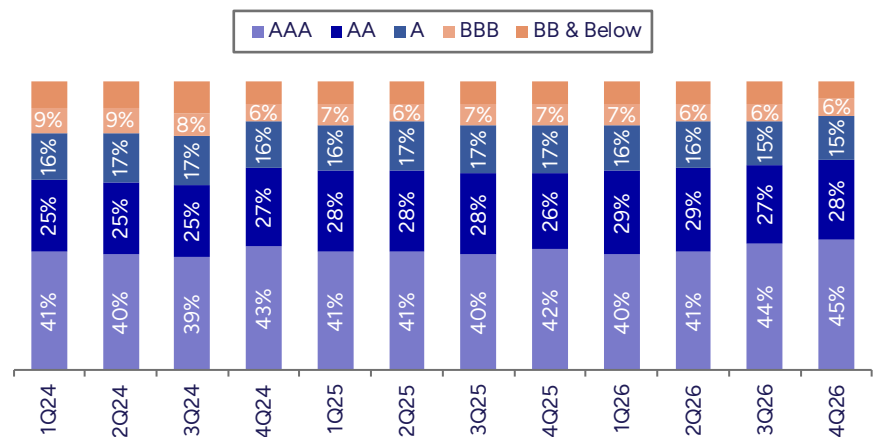
Source: Company, PL

Exhibit 3 : Annual growth of 16.9% led by Corporate (15%), SME (21%) & Agri (20%)

Loan break up (Rs bn)	Q4FY26	Q4FY25	YoY gr. (%)	Q3FY26	QoQ gr. (%)
Gross Advances	49,326	42,207	16.9	42,545	15.9
Large Corporates	14,246	12,406	14.8	12,034	18.4
SME	6,122	5,060	21.0	5,281	15.9
Agri	4,171	3,485	19.7	3,483	19.8
International	7,429	6,191	20.0	6,348	17.0
Retail	17,358	15,065	15.2	15,399	12.7
Home	9,442	8,308	13.7	8,509	11.0
Auto	1,379	1,271	8.5	1,271	8.5
Other Retail	6,537	5,486	19.1	5,619	16.3

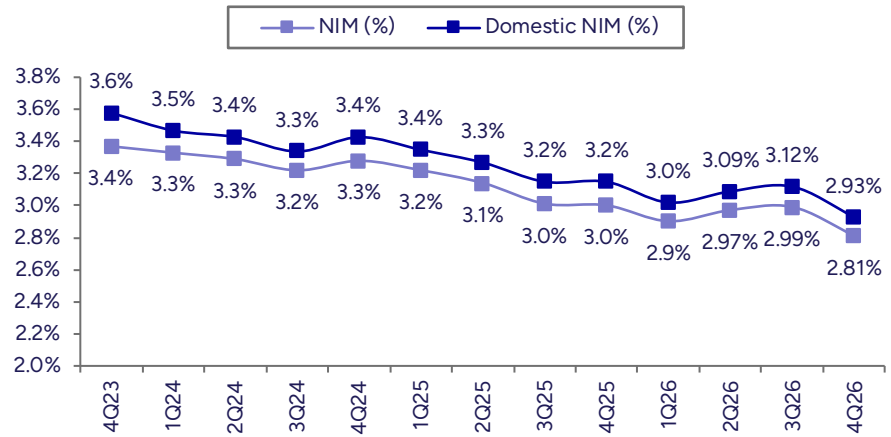
Source: Company, PL

Exhibit 4 : Rating distribution of AAA & AA book steady at 73%



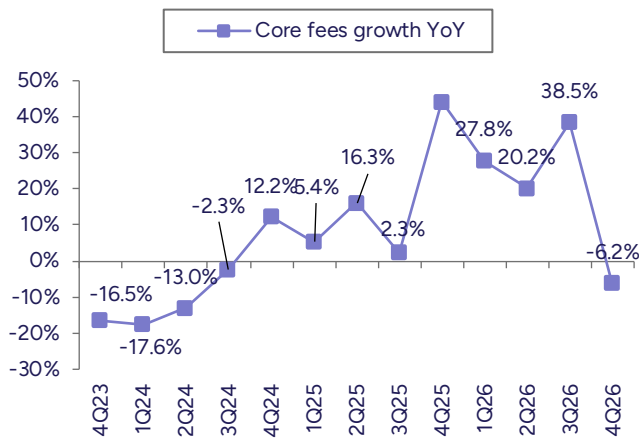
Source: Company, PL

Exhibit 5 : Domestic NIM decreased to 2.9% and global NIM decreased to 2.8%



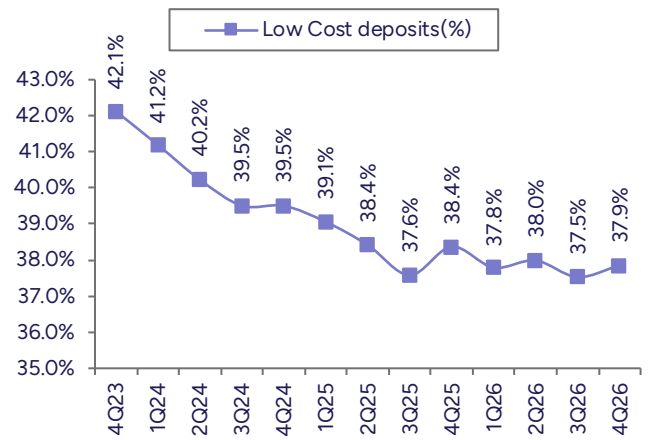
Source: Company, PL

Exhibit 6 : Core fees declined 6.2%YoY



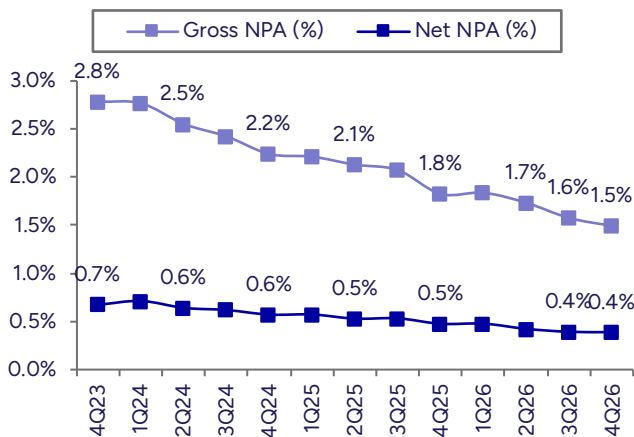
Source: Company, PL

Exhibit 7 : CASA ratio stable at 37.9%



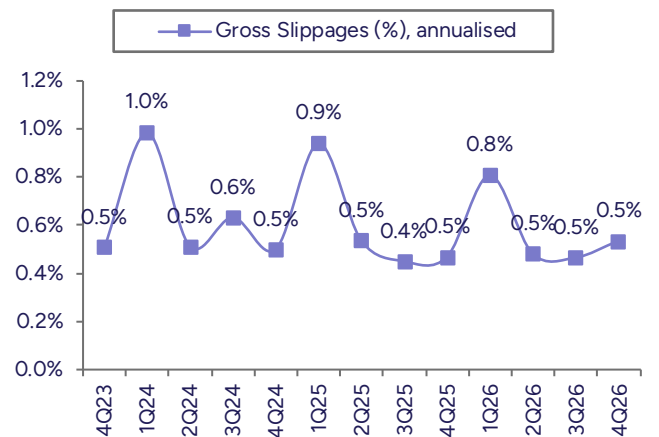
Source: Company, PL

Exhibit 8 : GNPA/NNPA declined to 1.49%/0.39%



Source: Company, PL

Exhibit 9 : Gross slippages increased to 0.53%



Source: Company, PL

Exhibit 10 : Slippages came in at Rs55.5bn, while overall stress book is quite manageable at <1%

(INR mn)	3Q24	4Q24	1Q25	2Q25	3Q25	4Q25	1Q26	2Q26	3Q26	4Q26
Additions	50,460	39,840	87,070	49,510	41,460	43,190	83,980	49,980	48,600	55,480
Slippages (%) - annualized	0.63%	0.50%	0.94%	0.53%	0.45%	0.47%	0.81%	0.48%	0.46%	0.53%
Upgradation + Recovery	17,983	20,528	36,660	26,000	12,060	17,390	32,530	22,790	23,710	15,260
Write offs	34,730	44,037	50,913	32,078	19,489	1,00,602	39,855	45,156	50,953	42,063
Gross NPAs	8,67,488	8,42,763	8,42,260	8,33,692	8,43,604	7,68,802	7,80,397	7,62,430	7,36,368	7,34,525
Gross NPA Ratio	2.42%	2.24%	2.21%	2.13%	2.07%	1.82%	1.83%	1.73%	1.57%	1.49%
Net NPAs	2,16,872	2,10,511	2,15,547	2,02,943	2,13,776	1,96,669	1,99,084	1,84,599	1,80,121	1,88,301
Net NPA Ratio	0.62%	0.57%	0.57%	0.53%	0.53%	0.47%	0.47%	0.42%	0.39%	0.39%
Provision Coverage Ratio	75.0%	75.0%	74.4%	75.7%	74.7%	74.4%	74.5%	75.8%	75.5%	74.4%
SMA 1 & SMA 2	41,270	33,010	46,360	1,37,310	95,520	33,330	50,250	37,610	38,700	33,490
% of loans	0.14%	0.10%	0.14%	0.41%	0.28%	0.09%	0.14%	0.10%	0.10%	0.08%

Source: Company, PL

Exhibit 11 : Return ratios to remain between 14.5-15%

RoA decomposition (%)	FY22	FY23	FY24	FY25	FY26E	FY27E	FY28E
Net Interest Income/Assets	2.5	2.8	2.7	2.6	2.4	2.5	2.5
Other Income/Assets	0.9	0.7	0.9	1.0	1.0	0.9	0.8
Net revenues/Assets	3.4	3.5	3.6	3.6	3.4	3.3	3.3
Operating Expense/Assets	2.0	1.9	2.0	1.8	1.7	1.7	1.7
Provisions/Assets	0.5	0.3	0.1	0.2	0.2	0.3	0.3
Taxes/Assets	0.2	0.3	0.4	0.4	0.4	0.4	0.4
ROA	0.7	1.0	1.1	1.1	1.1	1.0	1.0
ROE	13.0	18.3	20.4	18.6	17.2	14.9	14.9

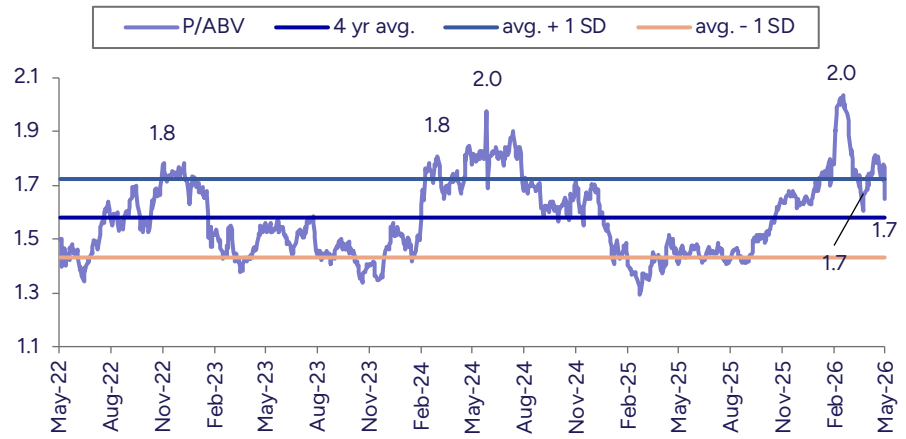
Source: Company, PL

Exhibit 12 : SBIN's SOTP-based TP at Rs1,200 with subs value at Rs293

Particulars	Stake	Rs per share	% of total	Valuation	Basis
Bank	100.0%	950	76.4	1.4	x Mar'28 core ABV
SBI Life	55.4%	113	9.1	1.00	Mkt Cap
SBI MF	62.1%	70	5.6	34.00	34.0x on FY26 PAT
SBI Cards	68.6%	46	3.7	1.00	Mkt Cap
SBI Caps	100.0%	38	3.1	25.00	of Mar'26 PAT
SBI Gen Ins	69.1%	12	1.0	30.00	of Mar'26 PAT
Yes Bank	10.78%	8	0.7	1.00	Mkt Cap
UTI AMC	10.0%	6	0.5	13.33	13x on Mar'28 core PAT
Total		1,244	100		
Holdco discount		44			
Target Price		1,200			

Source: Company, PL

Exhibit 13 : One-year forward P/ABV trades at 1.7x



Source: Company, PL

Quarterly Financials

Y/e Mar	Q1FY25	Q2FY25	Q3FY25	Q4FY25	Q1FY26	Q2FY26	Q3FY26	Q4FY26
Income Statement (INR m)								
Interest earned	1,115,260	1,138,706	1,174,266	1,195,094	1,179,959	1,196,539	1,223,524	1,230,977
Interest expended	704,005	722,510	759,811	768,916	769,234	766,699	773,658	787,177
Net Interest Income	411,255	416,195	414,455	426,178	410,725	429,841	449,866	443,800
Other income	111,619	152,706	110,408	243,667	173,457	199,190	185,623	173,141
Fees	69,220	68,340	72,670	100,530	76,770	85,730	86,080	108,520
Total Income	522,873	568,901	524,863	669,845	584,182	629,031	635,489	616,941
Operating Expenses	258,387	275,964	289,355	356,985	278,737	309,987	306,865	339,899
Employees	154,660	148,074	160,737	180,052	168,995	166,060	160,031	162,153
Others	103,728	127,890	128,617	176,933	109,742	143,927	146,834	177,747
Operating profit	264,486	292,937	235,508	312,860	305,445	319,044	328,624	277,042
Core PPOp	235,777	243,042	223,571	244,064	237,368	240,204	270,331	262,381
Provisions	34,494	45,057	9,111	64,417	47,592	54,001	45,069	28,722
Profit before tax	229,992	247,880	226,398	248,444	257,853	265,043	283,555	248,320
Taxes	59,640	64,566	57,483	62,018	66,248	63,444	73,273	51,483
Net Profit	170,352	183,314	168,914	186,426	191,604	201,599	210,282	196,838
Core PAT	149,087	146,415	160,008	134,803	141,018	141,631	167,052	172,908
Balance Sheet (INR m)								
Share capital	8,925	8,925	8,925	8,925	8,925	9,231	9,231	9,231
Reserves & surplus	3,964,958	4,186,669	4,345,139	4,402,697	4,693,024	5,171,362	5,390,972	5,435,192
Deposits	49,017,259	51,172,849	52,293,845	53,821,895	54,732,537	55,917,004	57,013,089	59,756,421
Borrowings	5,856,672	5,588,156	7,091,353	5,635,725	5,377,492	6,005,510	6,357,069	7,312,538
Other liabilities	3,063,726	2,457,995	2,467,483	2,891,291	2,873,071	2,771,580	2,849,389	3,716,738
Total liabilities	61,911,540	63,414,593	66,206,744	66,760,533	67,685,048	69,874,687	71,619,748	76,230,120
Cash & bank	2,866,014	3,361,015	3,362,656	3,402,297	3,724,120	3,923,286	2,949,247	3,845,598
Investments	16,288,359	16,655,111	18,086,289	16,905,728	16,834,939	17,280,797	17,337,790	18,012,541
Advances	37,491,389	38,574,235	40,045,669	41,633,121	41,962,051	43,617,370	46,277,341	48,778,948
Fixed assets	425,273	430,841	433,892	441,076	515,550	520,942	534,231	547,904
Other assets	4,840,504	4,393,392	4,278,237	4,378,312	4,648,387	4,532,292	4,521,140	5,045,129
Total assets	61,911,540	63,414,593	66,206,744	66,760,533	67,685,048	69,874,687	71,619,748	76,230,120
Balance sheet ratios (%)								
Loan growth	15.9	15.3	13.8	12.4	11.9	13.1	15.6	17.2
Deposit growth	8.2	9.1	9.8	9.5	11.7	9.3	9.0	11.0
LDR	76.5	75.4	76.6	77.4	76.7	78.0	81.2	81.6
CASA	39.1	38.4	37.6	38.4	37.8	38.0	37.5	37.9
Capital Adequacy (%)								
CET-1	10.3	10.0	9.5	10.8	11.1	11.5	11.0	12.3
Tier-2	2.1	2.4	2.2	2.1	2.2	2.0	2.0	2.1
CRAR	13.9	13.8	13.0	14.3	14.6	14.6	14.0	15.4
Profitability ratios (%)								
Yield on assets	8.3	8.0	7.9	7.8	7.9	7.7	7.5	7.3
Cost of funds	5.4	5.3	5.4	5.4	5.4	5.2	5.0	5.0
NIM	3.1	2.9	2.8	2.8	2.8	2.7	2.7	2.6
Fees/Assets	0.5	0.4	0.5	0.6	0.5	0.5	0.5	0.6
Cost/Income	49.4	48.5	55.1	53.3	47.7	49.3	48.3	55.1
Opex/avg assets	0.4	0.4	0.4	0.5	0.4	0.5	0.4	0.5
RoA	1.2	1.2	1.1	1.1	1.2	1.2	1.2	1.1
Core RoA	1.0	1.0	1.0	0.8	0.9	0.9	1.0	1.0
RoE	18.1	18.2	17.3	17.3	17.4	16.8	16.5	16.2
Core RoE	16.1	15.0	15.9	13.2	13.0	12.1	13.7	14.0
EPS (INR)	152.7	164.3	156.1	158.9	171.8	174.7	174.3	173.4
BVPS (INR)	445.3	470.1	487.9	494.3	526.9	561.2	585.0	589.8
ABVPS (INR)	-	-	-	-	-	-	-	-
Asset quality ratios (%)								
GNPA	2.2	2.1	2.1	1.8	1.8	1.7	1.6	1.5
NNPA	0.6	0.5	0.5	0.5	0.5	0.4	0.4	0.4
Provision coverage	74.4	75.7	74.7	74.4	74.5	75.8	75.5	74.4
Provision costs	0.4	0.5	0.1	0.7	0.5	0.5	0.4	0.3
Slippage	0.9	0.5	0.4	0.5	0.8	0.5	0.5	0.5
NNPA/Equity	5.4	4.8	4.9	4.5	4.2	3.6	3.3	3.5

Source: Company, PL

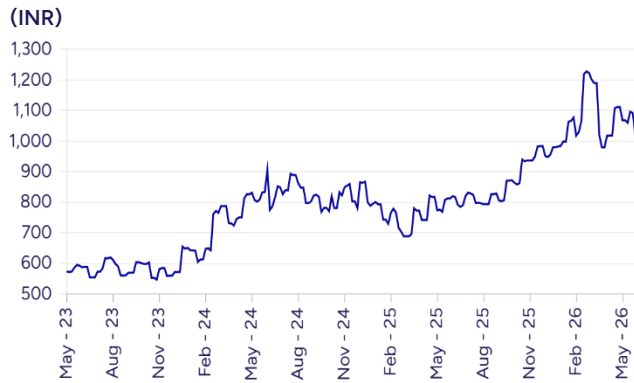
Financials

Y/e Mar	FY25	FY26	FY27E	FY28E
Income Statement (INR m)				
Interest earned	4,624,894	4,830,998	5,251,038	5,966,852
Interest expended	2,955,242	3,096,767	3,247,651	3,681,605
Net Interest Income	1,669,651	1,734,231	2,003,387	2,285,247
Other income	616,831	731,411	694,366	753,278
Fees	309,186	357,100	414,542	468,357
Net Total Income	2,286,482	2,465,642	2,697,753	3,038,525
Operating Expenses	1,180,690	1,235,488	1,383,766	1,549,775
Employees	643,522	657,238	718,882	796,497
Others	537,168.0	578,251.0	664,883.7	753,278.2
Operating profit	1,105,792	1,230,154	1,313,987	1,488,750
Core PPOP	921,963	1,010,283	1,162,162	1,331,829
Provisions	153,079	175,384	209,927	239,262
Profit before tax	952,713	1,054,770	1,104,060	1,249,488
Taxes	243,707.0	254,448.0	287,055.6	324,866.9
Net Profit	709,006	800,322	817,004	924,621
Core PAT	572,201	622,609	704,654	808,500
Growth Ratios (%)				
Loans	12.4	17.2	14.0	14.0
Deposits	9.5	11.0	12.4	12.4
NII	4.4	3.9	15.5	14.1
Fees	9.9	15.5	16.1	13.0
Opex	0.3	4.6	12.0	12.0
Core PPOP	16.9	9.6	15.0	14.6
Provisions	211.5	14.6	19.7	14.0
Core PAT	3.6	8.8	13.2	14.7
Profitability Ratios (%)				
Yield on IEA	7.8	7.3	7.0	7.0
Cost of funds	5.2	4.9	4.5	4.6
NIM	2.8	2.6	2.7	2.7
Cost/Income	51.6	50.1	51.3	51.0
Provision cost	0.4	0.4	0.4	0.4
Tax rate	25.6	24.1	26.0	26.0
Core RoA	0.9	0.9	0.9	0.9
Core RoE	15.9	14.0	13.4	13.5
Du-pont (%)				
Interest income	7.2	6.8	6.5	6.5
Interest expenses	4.6	4.3	4.0	4.0
NII	2.6	2.4	2.5	2.5
Other income	1.0	1.0	0.9	0.8
Fees/avg assets	0.5	0.6	0.6	0.6
Total income	3.6	3.4	3.3	3.3
Opex/avg assets	1.8	1.7	1.7	1.7
Staff cost	1.0	0.9	0.9	0.9
Other opex	0.8	0.8	0.8	0.8
PPOP	1.7	1.7	1.6	1.6
Core PPOP/avg assets	1.4	1.4	1.4	1.5
Provisions	0.2	0.2	0.3	0.3
PBT	1.5	1.5	1.4	1.4
Tax	0.4	0.4	0.4	0.4
RoA	1.1	1.1	1.0	1.0
RoE	18.6	17.2	14.9	14.9

Source: Company, PL

Y/e Mar	FY25	FY26	FY27E	FY28E
Balance Sheet (INR m)				
Equity	4,411,621	5,444,423	6,098,026	6,837,723
Share capital	8,925	9,231	9,231	9,231
Deposits	53,821,895	59,756,421	67,162,557	75,502,446
Borrowings	5,635,725	7,312,538	8,679,236	10,390,595
Other Liabilities	2,891,291	3,716,738	4,183,221	4,708,253
Total liabilities	66,760,533	76,230,120	86,123,040	97,439,017
Cash with RBI	2,272,175	2,684,453	3,021,376	3,400,585
Balance with banks	1,130,122	1,161,145	1,306,879	1,470,904
Investments	16,905,727	18,012,541	20,148,767	22,650,734
Advances	41,633,121	48,778,948	55,630,500	63,444,430
Fixed assets	441,076	547,904	554,508	561,192
Other assets	4,378,312	5,045,129	5,461,010	5,911,173
Total assets	66,760,533	76,230,120	86,123,040	97,439,017
Balance sheet ratios (%)				
LDR	77.4	81.6	82.8	84.0
CASA	38.7	37.9	37.7	37.6
Inv/NDTL	27.1	25.4	25.2	25.0
Borr/NDTL	9.0	10.3	10.8	11.5
Assets/equity (x)	15.1	14.0	14.1	14.3
RWA/Loans	87.7	83.8	82.3	80.8
RWA/Total assets	54.7	53.6	53.2	52.6
Capital ratios (%)				
CRAR	14.3	16.4	16.4	16.6
CET-1	10.8	12.8	12.7	12.8
AT-1	1.3	1.3	1.4	1.4
Tier-2	2.1	2.3	2.3	2.5
Asset quality ratios (%)				
GNPA (INR mn)	768,802	734,524	749,755	797,027
NNPA (INR mn)	196,669	188,301	179,941	183,316
GNPA	1.8	1.5	1.3	1.2
NNPA	0.5	0.4	0.3	0.3
PCR	74.4	74.4	76.0	77.0
Slippage	0.6	0.6	0.5	0.5
NNPA / Equity	4.5	3.5	3.0	2.7
Per share (INR)				
EPS	79.4	86.7	88.5	100.2
DPS	16.0	17.4	17.7	20.0
BVPS	463.7	560.2	631.0	711.1
ABVPS	441.6	539.8	611.5	691.3
Core BVPS	445.3	542.5	613.3	693.4
Core ABVPS	423.3	522.1	593.8	673.5
Valuation (x)				
Price (INR)	801.3	882.0	1,019.6	1,019.6
P/E	9.2	10.0	11.5	10.2
P/BV	1.4	1.4	1.6	1.4
P/ABV	1.5	1.4	1.7	1.5
P/core BV	1.1	1.1	1.3	1.1
P/core ABV	1.2	1.1	1.3	1.1

Source: Company, PL

Price Chart

Recommendation History

No.	Date	Rating	TP (INR)	Share Price (INR)
1	10-Apr-26	BUY	1280	1041
2	19-Feb-26	BUY	1280	1219
3	08-Feb-26	BUY	1200	1066
4	08-Jan-26	BUY	1100	1007
5	04-Nov-25	BUY	1100	958
6	07-Oct-25	BUY	960	865
7	09-Aug-25	BUY	960	804
8	07-Jul-25	BUY	960	807
9	23-Jun-25	BUY	960	796
10	04-May-25	BUY	960	800

Analyst Coverage Universe

Sr. No.	Company Name	Rating	TP (INR)	Share Price (INR)
1	Axis Bank	BUY	1600	1366
2	Bank of Baroda	Accumulate	320	274
3	Canara Bank	Hold	160	138
4	Canara Robeco Asset Management Company	Hold	280	268
5	City Union Bank	BUY	310	276
6	DCB Bank	BUY	155	182
7	Federal Bank	Accumulate	300	285
8	HDFC Asset Management Company	Buy	3000	2662
9	HDFC Bank	Buy	1100	800
10	ICICI Bank	Buy	1825	1347
11	ICICI Prudential Asset Management Company	Buy	3585	3354
12	IndusInd Bank	Accumulate	960	848
13	Karur Vysya Bank	BUY	345	314
14	Kotak Mahindra Bank	Buy	480	383
15	Nippon Life India Asset Management	BUY	1050	990
16	Prudent Corporate Advisory Services	Buy	2600	2344
17	State Bank of India	BUY	1280	1041
18	Union Bank of India	Accumulate	200	180
19	UTI Asset Management Company	Hold	975	925

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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