

January 15, 2026

## Q3FY26 Result Update

☑ Change in Estimates | ☑ Target | ■ Reco

### Change in Estimates

	Current		Previous	
	FY27E	FY28E	FY27E	FY28E
<b>Rating</b>	<b>BUY</b>		<b>BUY</b>	
<b>Target Price</b>	<b>200</b>		<b>160</b>	
NII (Rs. m)	4,02,136	4,49,958	3,99,339	4,44,615
% Chng.	0.7	1.2		
Op. Profit (Rs. m)	3,05,592	3,39,497	2,92,779	3,25,355
% Chng.	4.4	4.3		
EPS (Rs.)	23.3	25.9	21.2	23.6
% Chng.	10.0	9.6		

### Key Financials - Standalone

Y/e Mar	FY25	FY26E	FY27E	FY28E
NII (Rs m)	3,72,137	3,67,520	4,02,136	4,49,958
Op. Profit (Rs m)	3,10,900	2,75,760	3,05,592	3,39,497
PAT (Rs m)	1,79,871	1,73,950	1,77,889	1,97,910
EPS (Rs.)	23.6	22.8	23.3	25.9
Gr. (%)	31.8	(3.3)	2.3	11.3
DPS (Rs.)	4.8	4.6	4.7	5.2
Yield (%)	2.6	2.5	2.6	2.9
NIM (%)	2.7	2.5	2.6	2.6
RoAE (%)	18.1	15.2	13.9	13.6
RoAA (%)	1.2	1.1	1.1	1.1
P/BV (x)	1.3	1.1	1.0	0.9
P/ABV (x)	1.3	1.2	1.0	0.9
PE (x)	7.6	7.9	7.7	6.9
CAR (%)	18.0	26.2	26.7	27.3

### Key Data UNBK.BO | UNBK IN

52-W High / Low	Rs.181 / Rs.102
Sensex / Nifty	83,383 / 25,666
Market Cap	Rs.1,368bn / \$ 15,156m
Shares Outstanding	7,634m
3M Avg. Daily Value	Rs.2068.04m

### Shareholding Pattern (%)

Promoter's	74.76
Foreign	7.86
Domestic Institution	3.76
Public & Others	7.95
Promoter Pledge (Rs bn)	5.67

### Stock Performance (%)

	1M	6M	12M
Absolute	17.4	21.9	72.2
Relative	20.0	20.3	58.0

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## Strong quarter; consistency in loan growth a key

### Quick Pointers:

- Core PAT beat due to better NII and lower provisions
- For FY27/28E, we lower provisions by 8-11bps (core PAT upgrade of ~2.5%).

**UNBK saw a strong quarter; as NIM/asset quality were better leading to a 32% beat on core PAT. CRR cut/better liquidity management drove rise in reported NIM by 9bps QoQ to 2.76%. However, due to repo cut and catch up in deposit growth, NIM may fall and bottom out in Q4FY26E. Gross slippage ratio was lower at 84bps (PLe 1.1%) while recovery was healthier resulting in negative net slippage that led to lower standard asset and loan loss provisions. Transition impact of ECL is estimated at Rs42-43bn and bank does not expect material effect as bank has enough PCR buffer while 95% of corporate book is rated BBB & above. We lower provisions over FY25-28E by 8-11bps leading to core PAT upgrade of ~2.5%. Consistency in loan growth/NIM remain key monitorables while asset quality remains strong. We tweak multiple to 1.0x from 0.9x and raise TP to Rs200 from Rs160 as we roll forward to Mar'27 ABV. Retain 'BUY.'**

- Core PAT beat aided by better NII/asset quality:** NII was higher by 2.6% at Rs93bn (PLe Rs91bn); NIM (calc.) was 2.71% (PLe 2.63%); reported NIM was up by 9bps QoQ to 2.76% due to liquidity utilisation. Loan/deposit growth were in-line at 7.7% YoY and 3.4% YoY. CASA ratio inched up to 33.9% (32.5% in Q2'26); LDR rose to 81% (76.8% in Q2'26). Other inc. was lower at Rs45.4bn (PLe Rs46.7bn) due to miss on fees, treasury/TWO recovery. Opex at Rs69.3bn was largely in-line; higher staff cost was offset by lower other opex. Core PPOp at Rs58.4bn was 1.2% ahead of PLe; PPOp was Rs69.4bn. While GNPA was in-line at 3.06% (PLe 3.07%) net slippage was lower. Gross slippage was Rs18.5bn (PLe Rs25.2bn); recoveries accelerated to Rs12.1bn (PLe Rs7.2bn). Provisions were lower at Rs3.2bn (PLe Rs14.4bn) due to lesser standard asset provision. Core PAT was 32.3% above PLe at Rs41.8bn; PAT was Rs50.2bn.
- Loan growth picks up:** Credit growth increased to 4.5% QoQ (avg. -0.3% in last 2 quarters) and was broad based led by corporate (incl. overseas) at 4.9%, SME 6.0% and agri 4.1%; retail growth was a bit lower at 2.9%. Bank targets RAM share to increase from current level of 55% to 58% given better yields, ability to bring CASA and other cross-selling opportunities. Bank is confident of aligning with system credit growth on a YoY basis; we are factoring a 10% CAGR in loans over FY26-28E. Deposit growth moderated as bulk deposits further reduced by 9.6% QoQ (12% decline in Q2FY26). Deposits maturing in Q4FY26 are at Rs1.5trn. Bank is comfortable at overall LDR of 81%.
- NIM enhanced QoQ; outlook better:** Reported NIM increased by 9bps QoQ as bank managed liquidity well in Q3FY26 as i) Rs400bn of bulk deposits were shed which were priced higher; this reduced LCR requirement ii) IBPC of Rs200bn from last quarter was shed iii) Rs100bn of low yielding portfolio was shifted to long term iv) investment book contracted by Rs150bn QoQ. However, due to repo cut and deposit growth catch-up in Q4FY26E, NIM may contract and bottom-out in Q4FY26.

**Exhibit 1: PAT beat led by higher NII and lower provisions**

P&L (Rs mn)	Q3FY26	Q3FY25	YoY gr. (%)	Q3FY26E	% Var.	Q2FY26	QoQ gr. (%)
Interest income	2,64,434	2,69,579	(1.9)	2,64,852	(0.2)	2,61,906	1.0
Interest expense	1,71,155	1,77,177	(3.4)	1,73,939	(1.6)	1,73,782	(1.5)
<b>Net interest income (NII)</b>	<b>93,279</b>	<b>92,403</b>	<b>0.9</b>	<b>90,913</b>	<b>2.6</b>	<b>88,124</b>	<b>5.9</b>
-Fee income	27,700	25,740	7.6	28,310	(2.2)	26,820	3.3
-Other income	17,711	18,426	(3.9)	18,340	(3.4)	23,138	(23.5)
<b>Total income</b>	<b>1,38,690</b>	<b>1,36,568</b>	<b>1.6</b>	<b>1,37,562</b>	<b>0.8</b>	<b>1,38,082</b>	<b>0.4</b>
Operating expenses	69,274	61,650	12.4	69,798	(0.8)	69,942	(1.0)
-Staff expenses	40,111	34,678	15.7	39,868	0.6	39,087	2.6
-Other expenses	29,163	26,972	8.1	29,930	(2.6)	30,856	(5.5)
<b>Operating profit</b>	<b>69,416</b>	<b>74,918</b>	<b>(7.3)</b>	<b>67,764</b>	<b>2.4</b>	<b>68,140</b>	<b>1.9</b>
Core operating profit	58,376	66,703	(12.5)	57,674	1.2	54,131	7.8
Total provisions	3,222	15,991	(79.8)	14,386	(77.6)	13,967	(76.9)
<b>Profit before tax</b>	<b>66,194</b>	<b>58,928</b>	<b>12.3</b>	<b>53,378</b>	<b>24.0</b>	<b>54,172</b>	<b>22.2</b>
Tax	16,026	12,891	24.3	14,412	11.2	11,681	37.2
<b>Profit after tax</b>	<b>50,168</b>	<b>46,036</b>	<b>9.0</b>	<b>38,966</b>	<b>28.7</b>	<b>42,491</b>	<b>18.1</b>

**Balance Sheet (Rs bn)**

Deposits	1,22,28,559	1,18,26,221	3.4	1,22,28,560	(0.0)	1,23,46,209	(1.0)
Advances	99,08,650	92,01,782	7.7	98,87,827	0.2	94,83,311	4.5

**Ratios (calc %)**

RoaA	1.4	1.3	5	1.1	31	1.2	21
RoaE	16.9	18.0	(107)	13.2		14.9	200
<b>NIM</b>	<b>2.7</b>	<b>2.8</b>	<b>(9)</b>	<b>2.6</b>	<b>8</b>	<b>2.6</b>	<b>16</b>
Yield on Advances	8.3	9.0	(64)	8.3	(2)	8.5	(18)
Cost of Funds	5.4	5.8	(40)	5.4	(7)	5.4	(4)

**Asset Quality**

Gross NPL (Rs m)	3,11,209	3,65,543	(14.9)	3,11,306	(0.0)	3,20,851	(3.0)
Net NPL (Rs m)	51,022	75,684	(32.6)	52,922	(3.6)	52,094	(2.1)
<b>Gross NPL ratio</b>	<b>3.1</b>	<b>3.9</b>	<b>(79)</b>	<b>3.1</b>	<b>(1)</b>	<b>3.3</b>	<b>(23)</b>
<b>Net NPL ratio</b>	<b>0.5</b>	<b>0.8</b>	<b>(31)</b>	<b>0.5</b>	<b>(3)</b>	<b>0.5</b>	<b>(4)</b>
Coverage ratio	83.6	79.3	431	83.0	61	83.8	(16)

**Business & Other Ratios**

Low-cost deposit mix	33.9	33.4	52	33.9		32.5	140
Cost-income ratio	49.9	45.1	481	50.7	(79)	50.7	(70)
Non int. inc / total income	32.7	32.3	40	33.9	(117)	36.2	(344)
Credit deposit ratio	81.0	77.8	322	80.9	17	76.8	422
CAR	16.5	16.7	(23)	-		17.1	(58)
Tier-I	15.0	14.9	15	-		15.6	(54)

Source: Company, PL

## Q3FY26 Concall Highlights

### Assets/Liabilities

- Bank took few steps to manage liquidity in Q3FY26 i) Bank has shed Rs400bn of bulk deposits which were at a higher cost which has allowed to reduce LCR requirement. ii) IBPC of Rs200bn from last quarter has been shed in Q3FY26. iii) Rs100bn of low yielding portfolio has been shifted to long term iv) investment book contraction of Rs150bn.
- Gold loan portfolio was Rs840bn with 9M yield at 8.85%-9%. Agri portfolio stood at Rs480bn. The LTV for agri stood at 85% and for non-agri at 75%.
- Bank is confident of aligning with system credit growth on a YoY basis.
- Bank received 78 proposals worth Rs5bn due to moratorium announced by RBI for exporters.
- Deposits maturing in Q4FY26 are at Rs1.5trn.
- Bank is comfortable at domestic LDR of 81% and global LDR 82-83%.

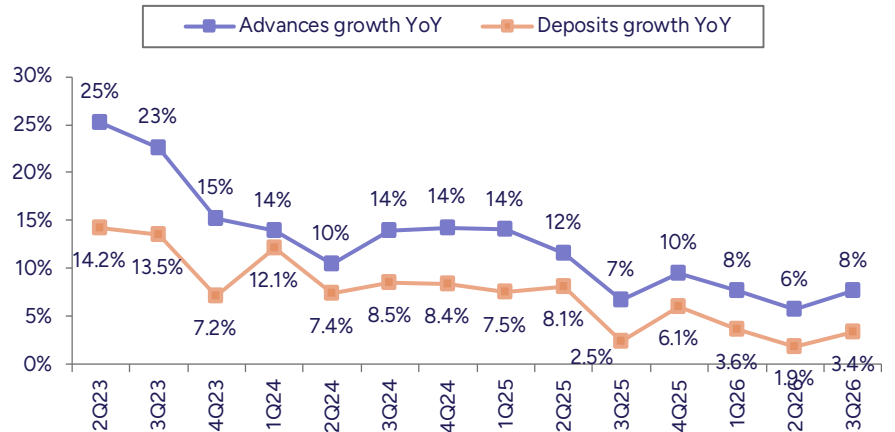
### Profit & Loss

- Other interest income was higher QoQ due to RIDF interest of Rs1.98bn.
- NIMs are expected to increase in FY27 as deposit repricing happens. Bank intends to defend the NIMs at 2.76% for FY26.
- PSLC income was lower in Q3FY26 due to lesser opportunities.
- For the labour code impact, bank expects an impact of Rs100-150mn.
- Bank has launched project muskaan where 300 processes are identified which will be simplified to serve the customers. Once the digital infrastructure platform is out to use at 60-70% capacity, management expects good cost cutting along with risk mitigation.
- Bank plans to open 75 branches in FY26 and 200 branches going forward.

### Asset Quality

- The standard assets provision requirement was down QoQ as bank had an adequate release from recoveries towards provisions from fresh slippages.
- The transition impact from ECL is estimated at Rs42-43bn. Bank does not expect material impact on credit costs on account of ECL as they have enough buffer in terms of PCR and 95% of corporate book is above BBB rated.
- Bank is concentrating on TWO recovery of small and mid accounts.

**Exhibit 2: Advances growth increased to 8% YoY**



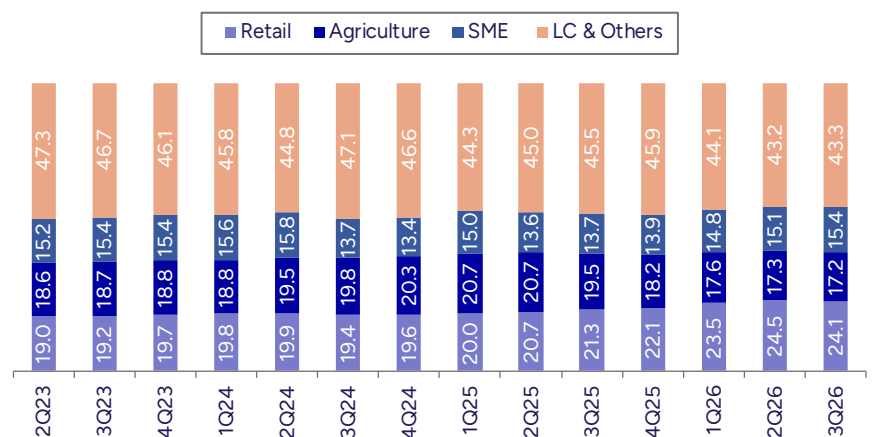
Source: Company, PL

**Exhibit 3: Sequential growth of 4.3% led by corporate & SME loan book**

Loan break up (Rs bn)	Q3FY26	Q3FY25	YoY gr. (%)	Q2FY26	QoQ gr. (%)
<b>Gross Advances</b>	<b>1,01,68,840</b>	<b>94,91,640</b>	<b>7.1</b>	<b>97,52,070</b>	<b>4.3</b>
Large Corporates	43,98,460	43,16,310	1.9	42,09,010	4.5
SME	15,62,030	13,04,370	19.8	14,73,950	6.0
Agri	17,52,940	18,52,840	(5.4)	16,84,050	4.1
International	3,61,650	3,62,370	(0.2)	3,29,340	9.8
<b>Retail</b>	<b>24,55,410</b>	<b>20,18,120</b>	<b>21.7</b>	<b>23,85,060</b>	<b>2.9</b>
Home	12,21,400	10,85,970	12	11,75,460	4
Auto	2,63,410	2,18,210	21	2,44,290	8
Education	1,78,000	1,53,190	16	1,74,930	2
Other Retail	7,92,600	4,47,150	77	7,90,380	0

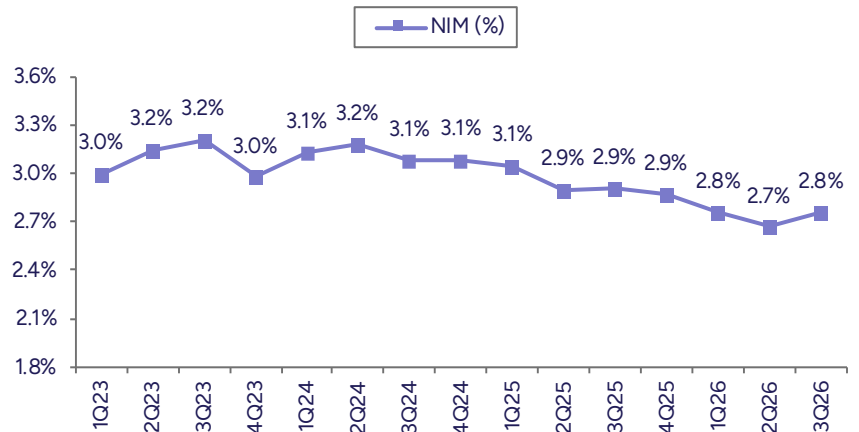
Source: Company, PL

**Exhibit 4: Retail:corporate mix came in at 57:43**



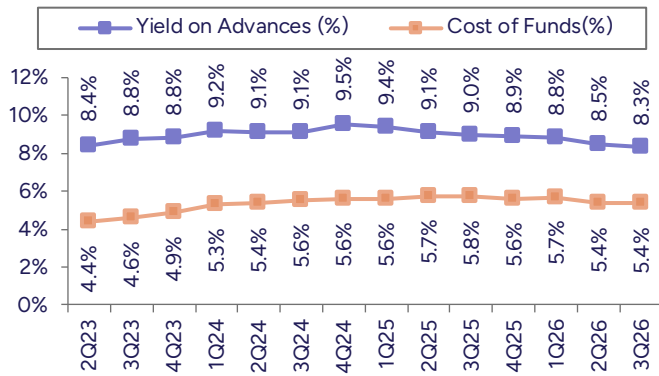
Source: PL, Company

**Exhibit 5: NIMs increased by 9bps QoQ to 2.76%**



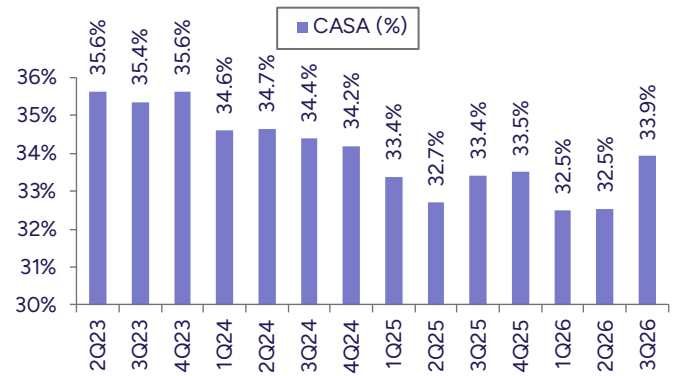
Source: Company, PL

**Exhibit 6: Yield on advances fell due to repo rate cut**



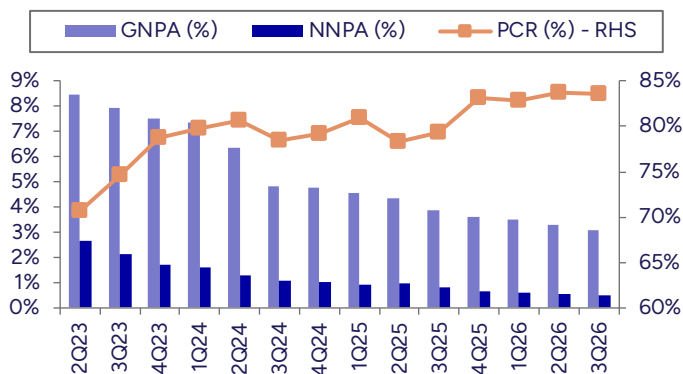
Source: Company, PL

**Exhibit 7: CASA ratio increased to 33.9%**



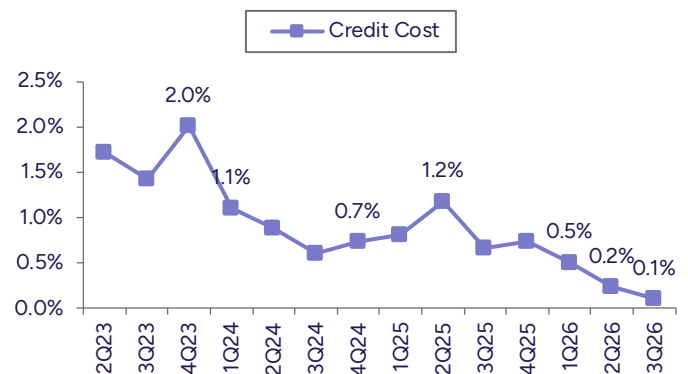
Source: Company, PL

**Exhibit 8: GNPA/NNPA improved to 3.10%/0.5%**



Source: Company, PL

**Exhibit 9: Credit cost decreased to 0.1%**



Source: Company, PL

**Exhibit 10: Slippages came in at Rs18.5bn, while overall asset quality has improved**

(Rs mn)	3Q23	4Q23	1Q24	2Q24	3Q24	4Q24	1Q25	2Q25	3Q25	4Q25	1Q26	2Q26	3Q26
Additions	25,670	27,940	32,410	26,320	26,810	33,230	23,180	52,190	19,690	25,670	23,450	21,510	18,530
Slippages (%)	1.6%	1.8%	1.8%	1.5%	1.5%	1.9%	1.1%	2.6%	1.0%	1.3%	1.0%	0.9%	0.8%
Recovery	17,020	19,340	11,660	17,220	27,250	16,760	12,000	9,770	11,300	16,170	7,900	11,130	12,120
Upgradation	12,370	9,640	10,010	9,840	13,880	8,400	6,070	10,070	7,250	9,240	5,190	10,630	4,820
Write offs	12,490	26,787	19,576	60,175	93,184	9,712	21,858	41,590	40,590	12,300	20,760	22,010	11,240
<b>Gross NPAs</b>	<b>637,702</b>	<b>609,873</b>	<b>601,037</b>	<b>540,123</b>	<b>432,619</b>	<b>430,977</b>	<b>414,229</b>	<b>404,989</b>	<b>365,543</b>	<b>353,504</b>	<b>3,43,113</b>	<b>3,20,851</b>	<b>3,11,209</b>
Gross NPA Ratio	7.93	7.53	7.34	6.38	4.83	4.76	4.54	4.36	3.85	3.60	3.52	3.29	3.06
<b>Net NPAs</b>	<b>161,951</b>	<b>129,274</b>	<b>121,379</b>	<b>104,210</b>	<b>93,512</b>	<b>89,899</b>	<b>79,020</b>	<b>87,586</b>	<b>75,684</b>	<b>59,693</b>	<b>58,739</b>	<b>52,094</b>	<b>51,022</b>
Net NPA Ratio	2.14	1.70	1.58	1.30	1.08	1.03	0.90	0.98	0.82	0.63	0.62	0.55	0.51
<b>PCR</b>	<b>74.6%</b>	<b>78.8%</b>	<b>79.8%</b>	<b>80.7%</b>	<b>78.4%</b>	<b>79.1%</b>	<b>80.9%</b>	<b>78.4%</b>	<b>79.3%</b>	<b>83.1%</b>	<b>82.9%</b>	<b>83.8%</b>	<b>83.6%</b>
NPAs breakup													
MSME	191,310	166,040	156,520	154,890	140,950	111,990	115,020	115,620	102,490	57,640	63,480	65,230	66,260
Retail	46,940	48,480	46,930	48,800	46,880	39,300	41,640	43,910	37,880	31,460	27,160	26,880	26,710
Agriculture	160,990	161,920	156,070	152,450	147,930	151,250	156,450	153,510	148,730	143,580	144,520	143,270	141,630
Others	254,670	261,260	250,350	244,900	204,360	130,080	117,870	101,190	115,880	120,820	1,07,950	85,470	76,610

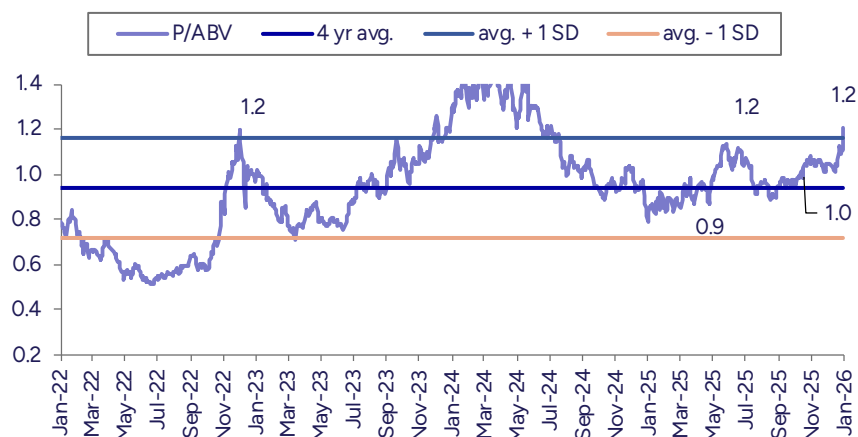
Source: Company, PL

**Exhibit 11: Return ratios to remain at ~14%**

RoA decomposition (%)	FY22	FY23	FY24	FY25	FY26E	FY27E	FY28E
Net Interest Income/Assets	2.5	2.7	2.7	2.6	2.4	2.5	2.5
Other Income/Assets	1.1	1.2	1.2	1.4	1.2	1.3	1.3
<b>Net revenues/Assets</b>	<b>3.6</b>	<b>3.8</b>	<b>3.9</b>	<b>3.9</b>	<b>3.6</b>	<b>3.8</b>	<b>3.8</b>
Operating Expense/Assets	1.6	1.8	1.8	1.8	1.8	1.9	1.9
Provisions/Assets	1.2	1.1	0.5	0.5	0.3	0.4	0.4
Taxes/Assets	0.3	0.3	0.6	0.4	0.4	0.4	0.4
<b>ROA</b>	<b>0.5</b>	<b>0.7</b>	<b>1.0</b>	<b>1.2</b>	<b>1.1</b>	<b>1.1</b>	<b>1.1</b>
<b>ROE</b>	<b>8.3</b>	<b>12.2</b>	<b>16.7</b>	<b>18.1</b>	<b>15.2</b>	<b>13.9</b>	<b>13.6</b>

Source: Company Data, PL Research

**Exhibit 12: One-year forward P/ABV trades at 1.2x**



Source: Company, PL



#### Income Statement (Rs. m)

Y/e Mar	FY25	FY26E	FY27E	FY28E
Int. Earned from Adv.	7,90,669	8,00,347	8,28,044	8,98,986
Int. Earned from invt.	2,31,842	2,28,052	2,32,012	2,49,548
Others	3,865	4,821	4,400	4,400
Total Interest Income	10,77,260	10,72,708	10,95,369	11,82,248
Interest Expenses	7,05,123	7,05,188	6,93,233	7,32,290
<b>Net Interest Income</b>	<b>3,72,137</b>	<b>3,67,520</b>	<b>4,02,136</b>	<b>4,49,958</b>
Growth(%)	1.8	(1.2)	9.4	11.9
Non Interest Income	1,98,129	1,88,476	2,11,735	2,28,608
Net Total Income	5,70,266	5,55,996	6,13,871	6,78,566
Growth(%)	8.3	(2.5)	10.4	10.5
Employee Expenses	1,46,676	1,61,575	1,81,564	2,00,808
Other Expenses	1,12,689	1,18,661	1,26,715	1,38,261
Operating Expenses	2,59,365	2,80,236	3,08,279	3,39,069
<b>Operating Profit</b>	<b>3,10,900</b>	<b>2,75,760</b>	<b>3,05,592</b>	<b>3,39,497</b>
Growth(%)	10.2	(11.3)	10.8	11.1
NPA Provision	73,085	39,905	52,761	58,647
Total Provisions	76,110	47,971	61,909	68,387
<b>PBT</b>	<b>2,34,791</b>	<b>2,27,789</b>	<b>2,43,683</b>	<b>2,71,110</b>
Tax Provision	54,919	53,839	65,794	73,200
Effective tax rate (%)	23.4	23.6	27.0	27.0
<b>PAT</b>	<b>1,79,871</b>	<b>1,73,950</b>	<b>1,77,889</b>	<b>1,97,910</b>
Growth(%)	31.8	(3.3)	2.3	11.3

#### Balance Sheet (Rs. m)

Y/e Mar	FY25	FY26E	FY27E	FY28E
Face value	10	10	10	10
No. of equity shares	7,634	7,634	7,634	7,634
Equity	76,336	76,336	76,336	76,336
Networth	11,29,752	12,66,053	14,08,364	16,06,274
Growth(%)	16.5	12.1	11.2	14.1
Adj. Networth to NNPA's	59,693	51,115	48,226	47,010
Deposits	1,27,22,470	1,28,13,546	1,40,91,654	1,54,97,248
Growth(%)	6.1	0.7	10.0	10.0
CASA Deposits	42,63,255	43,57,629	47,95,697	52,77,923
% of total deposits	33.5	34.0	34.0	34.1
<b>Total Liabilities</b>	<b>1,49,98,557</b>	<b>1,55,53,718</b>	<b>1,71,23,394</b>	<b>1,88,52,364</b>
Net Advances	95,35,133	1,03,14,905	1,13,43,781	1,24,75,285
Growth(%)	9.5	8.2	10.0	10.0
Investments	35,43,814	35,87,793	39,45,663	43,39,230
<b>Total Assets</b>	<b>1,49,98,557</b>	<b>1,55,53,718</b>	<b>1,71,23,394</b>	<b>1,88,52,364</b>
Growth (%)	7.8	3.7	10.1	10.1

#### Asset Quality

Y/e Mar	FY25	FY26E	FY27E	FY28E
Gross NPAs (Rs m)	3,53,506	3,00,684	2,83,691	2,76,536
Net NPAs (Rs m)	59,693	51,115	48,226	47,010
Gr. NPAs to Gross Adv.(%)	3.6	2.8	2.4	2.2
Net NPAs to Net Adv. (%)	0.6	0.5	0.4	0.4
NPA Coverage %	83.1	83.0	83.0	83.0

#### Profitability (%)

Y/e Mar	FY25	FY26E	FY27E	FY28E
NIM	2.7	2.5	2.6	2.6
RoAA	1.2	1.1	1.1	1.1
RoAE	18.1	15.2	13.9	13.6
Tier I	16.2	16.6	17.1	18.0
CRAR	18.0	26.2	26.7	27.3

Source: Company Data, PL Research

#### Quarterly Financials (Rs. m)

Y/e Mar	Q4FY25	Q1FY26	Q2FY26	Q3FY26
Interest Income	2,76,952	2,72,956	2,61,906	2,64,434
Interest Expenses	1,81,812	1,81,830	1,73,782	1,71,155
<b>Net Interest Income</b>	<b>95,140</b>	<b>91,126</b>	<b>88,124</b>	<b>93,279</b>
YoY growth (%)	0.8	(3.2)	(2.6)	0.9
CEB	24,880	22,190	24,430	24,500
Treasury	-	-	-	-
Non Interest Income	55,591	44,858	49,958	45,411
<b>Total Income</b>	<b>3,32,543</b>	<b>3,17,813</b>	<b>3,11,864</b>	<b>3,09,845</b>
Employee Expenses	40,691	39,459	39,087	40,111
Other expenses	33,039	27,438	30,856	29,163
Operating Expenses	73,730	66,897	69,942	69,274
<b>Operating Profit</b>	<b>77,001</b>	<b>69,087</b>	<b>68,140</b>	<b>69,416</b>
YoY growth (%)	17.9	(11.3)	(16.0)	(7.3)
Core Operating Profits	58,441	57,569	54,131	58,376
NPA Provision	16,758	11,529	5,260	2,351
Others Provisions	15,439	16,645	13,967	3,222
Total Provisions	15,439	16,645	13,967	3,222
<b>Profit Before Tax</b>	<b>61,562</b>	<b>52,442</b>	<b>54,172</b>	<b>66,194</b>
Tax	11,713	11,286	11,681	16,026
<b>PAT</b>	<b>49,849</b>	<b>41,155</b>	<b>42,491</b>	<b>50,168</b>
YoY growth (%)	50.6	11.9	(10.0)	9.0
<b>Deposits</b>	<b>1,27,22,470</b>	<b>1,23,99,326</b>	<b>1,23,46,209</b>	<b>1,22,28,559</b>
YoY growth (%)	6.1	3.6	1.9	3.4
<b>Advances</b>	<b>95,35,133</b>	<b>94,60,521</b>	<b>94,83,311</b>	<b>99,08,650</b>
YoY growth (%)	9.5	7.7	5.7	7.7

#### Key Ratios

Y/e Mar	FY25	FY26E	FY27E	FY28E
CMP (Rs)	179	179	179	179
EPS (Rs)	23.6	22.8	23.3	25.9
Book Value (Rs)	141	159	177	203
Adj. BV (Rs)	133	152	171	197
P/E (x)	7.6	7.9	7.7	6.9
P/BV (x)	1.3	1.1	1.0	0.9
P/ABV (x)	1.3	1.2	1.0	0.9
DPS (Rs)	4.8	4.6	4.7	5.2
Dividend Payout Ratio (%)	20.2	20.0	20.0	20.0
Dividend Yield (%)	2.6	2.5	2.6	2.9

#### Efficiency

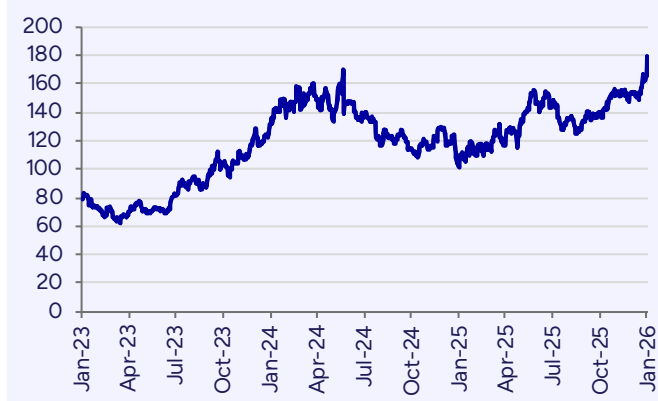
Y/e Mar	FY25	FY26E	FY27E	FY28E
Cost-Income Ratio (%)	45.5	50.4	50.2	50.0
C-D Ratio (%)	74.9	80.5	80.5	80.5
Business per Emp. (Rs m)	301	300	325	357
Profit per Emp. (Rs lacs)	24	23	23	25
Business per Branch (Rs m)	2,626	2,725	2,994	3,289
Profit per Branch (Rs m)	21	20	21	23

#### Du-Pont

Y/e Mar	FY25	FY26E	FY27E	FY28E
NII	2.57	2.41	2.46	2.50
Total Income	3.94	3.64	3.76	3.77
Operating Expenses	1.79	1.83	1.89	1.88
PPoP	2.15	1.81	1.87	1.89
Total provisions	0.53	0.31	0.38	0.38
RoAA	1.24	1.14	1.09	1.10
RoAE	18.09	15.22	13.87	13.62

Source: Company Data, PL Research

**Price Chart**



**Recommendation History**

No.	Date	Rating	TP (Rs.)	Share Price (Rs.)
1	08-Jan-26	BUY	160	166
2	31-Oct-25	BUY	160	142
3	07-Oct-25	BUY	150	139
4	21-Jul-25	BUY	150	146
5	07-Jul-25	BUY	160	152
6	23-Jun-25	BUY	160	143
7	10-May-25	BUY	145	123
8	08-Apr-25	BUY	140	119
9	20-Mar-25	BUY	140	120

**Analyst Coverage Universe**

Sr. No.	Company Name	Rating	TP (Rs)	Share Price (Rs)
1	Axis Bank	BUY	1,425	1,296
2	Bank of Baroda	BUY	300	308
3	Canara Bank	Hold	160	153
4	Canara Robeco Asset Management Company	BUY	325	311
5	City Union Bank	BUY	265	291
6	DCB Bank	BUY	155	182
7	Federal Bank	BUY	250	259
8	HDFC Asset Management Company	BUY	2,950	2,631
9	HDFC Bank	BUY	1,150	949
10	ICICI Bank	BUY	1,800	1,428
11	ICICI Prudential Asset Management Company	BUY	3,000	2,696
12	IndusInd Bank	Hold	840	898
13	Kotak Mahindra Bank	BUY	2,480	2,144
14	Nippon Life India Asset Management	BUY	930	893
15	State Bank of India	BUY	1,100	1,007
16	Union Bank of India	BUY	160	166
17	UTI Asset Management Company	Accumulate	1,250	1,135

**PL's Recommendation Nomenclature (Absolute Performance)**

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



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