

HDB reported a softer quarter in terms of growth and profitability, coming in below our estimates. The loan book as of 2QFY27 stood at Rs1.24trn, growing 11.7% yoy (+2.2% qoq), as elevated repayments and persistent headwinds in the used CV book continued to cap growth despite an 18.7% yoy pickup in disbursements. GS3 inched up ~9bps qoq to 2.43%, alongside an accretion in Stage-2 assets, pushing credit costs marginally higher to 2.37% (vs 2.32% in 1Q), though the management highlighted the slippages as seasonal and reiterated medium-term credit costs of ~2.3%. NIMs compressed ~12bps qoq to 8.23% as borrowing costs ticked up and due to some seasonality in 1Q, with the management aiming to defend margins at current levels in the near term despite the recent 25bps repo rate hike, and above 8% in the medium term. The management also noted watchfulness over uneven monsoon distribution, drought declarations in some regions, and looming fee-income headwinds from proposed insurance commission regulations (~30bps of ROA). Factoring in the 2Q performance and outlook, we marginally adjust our estimates, resulting in 1-3% cut in FY27-29E EPS. We maintain REDUCE, while lowering our Sep-27E TP by ~7% to Rs625 (Rs675 earlier), implying FY28E PBV of 1.9x.

Soft quarter amid weak used vehicle financing

HDBFS posted a soft quarter, with gross loan growing 11.7% yoy (+2.2% qoq) to Rs1.24trn and PAT down 0.6% qoq to Rs7.8bn, despite disbursements growing 18.7% yoy to Rs185.22bn. NIM contracted ~12bps qoq to 8.23%, on elevated COFs and typical sequential seasonality. Cost-to-income stood at ~39.3% (down ~60bps qoq), while credit cost for the quarter was 2.37% (up ~5bps qoq). Asset quality softened sequentially, with GS3 at 2.43%, deteriorating ~9bps qoq (though down ~38bps yoy). The management pointed to seasonal weakness and a slower pickup in used vehicle financing.

Expect 2H to improve, supported by growth in other segments

The management remains confident of growth momentum accelerating in 2HFY27 and 4Q, as turnaround measures in used vehicle financing take effect and the unsecured business loan portfolio returns to positive sequential growth (+0.2% qoq), while noting uneven monsoon distribution and insurance regulation as key monitorables. The management also indicated that it targets holding NIMs in a tight range above 8.2% (and >8% over the long term), with borrowing costs tightly managed near current levels via floating-rate LAP repricing and calibrated repricing in some products. The management stated that AI deployments under project 'Shikhar', with 1 in 5 early-bucket collection calls now handled by bots, are delivering visible productivity gains. This should keep operating costs disciplined, while credit costs are expected to hover around the steady state ~2.3% mark as CV seasonality normalizes, supporting its targeted ROA of ~2.5%.

Factoring in 2Q performance; maintain REDUCE with revised TP of Rs625

Factoring in 2QFY27 developments and muted commentary, we tweak our FY27-29E, trimming EPS by ~1-3%. We maintain REDUCE with a revised Sep-27E TP of Rs625 (implying FY28E PBV of 1.9x). With peer NBFCs delivering stronger growth, re-rating remains contingent on HDBFS accelerating growth without compromising asset quality.

Target Price – 12M	Sep-27
Change in TP (%)	(7.4)
Current Reco.	REDUCE
Previous Reco.	REDUCE
Upside/(Downside) (%)	6.8

Stock Data	HDBFS IN
52-week High (Rs)	797
52-week Low (Rs)	555
Shares outstanding (mn)	830.8
Market-cap (Rs bn)	486
Market-cap (USD mn)	5,104
Net-debt, FY27E (Rs mn)	NA
ADTV-3M (mn shares)	0.8
ADTV-3M (Rs mn)	449.2
ADTV-3M (USD mn)	4.7
Free float (%)	0.0
Nifty-50	22,622.7
INR/USD	95.2

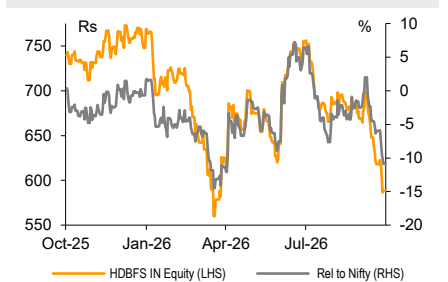
Shareholding,

Promoters (%)	0.0
FPIs/MFs (%)	0.0/0.0

Price Performance

(%)	1M	3M	12M
Absolute	(12.6)	(21.4)	(21.0)
Rel. to Nifty	(9.7)	(16.5)	(12.2)

1-Year share price trend (Rs)



HDB Financial Services: Financial Snapshot (Standalone)

Y/E March (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
Net profits	21,760	25,436	31,484	33,829	42,395
AUM growth (%)	18.5	10.9	13.8	16.1	17.2
NII growth (%)	18.3	20.4	14.9	14.6	16.5
NIMs (%)	7.6	8.0	8.1	8.1	8.1
PPOP growth (%)	15.3	23.0	15.7	9.5	20.5
Adj. EPS (Rs)	27.4	31.3	37.9	40.7	51.1
Adj. EPS growth (%)	(11.8)	14.2	21.2	7.4	25.3
Adj. BV (INR)	199.1	254.2	286.8	327.5	378.6
Adj. BVPS growth (%)	14.8	27.6	12.8	14.2	15.6
RoA (%)	2.2	2.2	2.4	2.2	2.4
RoE (%)	14.7	13.9	14.2	13.3	14.5
P/E (x)	21.3	18.7	15.4	14.3	11.4
P/ABV (x)	2.9	2.3	2.0	1.8	1.5

Source: Company, Emkay Research

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Exhibit 1: Actual vs Estimates

HDBFS – 2QFY27 results update									
(Rs mn)	2QFY26	3QFY26	4QFY26	1QFY27	2QFY27	yoy	qoq	2QFY27E	Variation
Business assets	1,114,090	1,145,770	1,184,930	1,218,460	1,244,690	11.7%	2.2%	1,261,106	-1.3%
Disbursement	155,990	179,170	199,220	176,290	185,220	18.7%	5.1%	179815.8	3.0%
NII	21,925	22,850	23,988	25,087	25,337	15.6%	1.0%	25,899	-2.2%
Total income	28,514	29,695	30,629	31,846	31,882	11.8%	0.1%	32,860	-3.0%
PPOP	15,305	15,725	16,958	17,522	17,736	15.9%	1.2%	18,324	-3.2%
Provisions	7,483	7,122	6,846	6,971	7,299	-2.5%	4.7%	7,047	3.6%
PBT	7,822	8,603	10,112	10,551	10,437	33.4%	-1.1%	11,277	-7.4%
PAT	5,814	6,439	7,506	7,852	7,802	34.2%	-0.6%	8,378	-6.9%
NIMs+ Fees	10.33%	10.51%	10.51%	10.60%	10.35%	2bps	-25bps	10.60%	-25bps
Credit cost	2.71%	2.52%	2.35%	2.32%	2.37%	-34bps	5bps	2.27%	10bps
GS3	2.81%	2.81%	2.44%	2.34%	2.43%	-38bps	9bps	2.30%	13bps
NS3	1.27%	1.25%	1.10%	1.05%	1.11%	-16bps	6bps	1.04%	7bps

Source: Company, Emkay Research

Exhibit 2: Change in estimates

Y/e Mar (Rs mn)	FY27E			FY28E			FY29E		
	Earlier	Revised	Change	Earlier	Revised	Change	Earlier	Revised	Change
AUM	1,362,972	1,348,719	-1.0%	1,605,275	1,566,132	-2.4%	1,892,802	1,835,259	-3.0%
Disbursement	795,864	809,586	1.7%	931,161	963,408	3.5%	1,098,770	1,156,089	5.2%
Net interest income	103,622	103,041	-0.6%	120,299	118,137	-1.8%	141,592	137,679	-2.8%
Total income	131,157	130,491	-0.5%	145,447	143,044	-1.7%	170,474	166,077	-2.6%
PPOP	72,178	71,766	-0.6%	80,050	78,582	-1.8%	96,599	94,721	-1.9%
Provisions	29,253	29,392	0.5%	33,310	33,052	-0.8%	38,196	37,662	-1.4%
PBT	42,925	42,374	-1.3%	46,741	45,530	-2.6%	58,403	57,059	-2.3%
PAT	31,893	31,484	-1.3%	34,728	33,829	-2.6%	43,393	42,395	-2.3%
EPS (Rs)	38.4	37.9	-1.3%	41.8	40.7	-2.6%	52.3	51.1	-2.3%
BVPS (Rs)	287	287	-0.2%	329	328	-0.5%	381	379	-0.7%
Net worth	238,533	238,124	-0.17%	273,261	271,953	-0.48%	316,654	314,347	-0.73%
NIMs	8.13%	8.13%	0bps	8.11%	8.11%	0bps	8.10%	8.10%	0bps
NIM + Fees	10.30%	10.30%	1bps	9.80%	9.81%	1bps	9.75%	9.77%	2bps
Cost-to-Income	44.97%	45.00%	3bps	44.96%	45.06%	10bps	43.33%	42.97%	-37bps
Adj cost-to-income ratio	40.15%	40.16%	1bps	40.89%	40.93%	4bps	39.98%	39.49%	-49bps
Opex-to-AUM	4.63%	4.64%	1bps	4.41%	4.42%	2bps	4.22%	4.20%	-3bps
Adj opex-to-AUM	3.77%	3.77%	0bps	3.70%	3.71%	0bps	3.66%	3.61%	-4bps
Loan book growth	15.03%	13.82%	-120bps	17.78%	16.12%	-166bps	17.91%	17.18%	-73bps
Disbursement growth	16.00%	18.00%	200bps	17.00%	19.00%	200bps	18.00%	20.00%	200bps
Credit costs	2.30%	2.32%	2bps	2.24%	2.27%	2bps	2.18%	2.21%	3bps
ROA	2.40%	2.38%	-2bps	2.25%	2.23%	-2bps	2.40%	2.40%	0bps
ROE	14.3%	14.2%	-17bps	13.6%	13.3%	-31bps	14.7%	14.5%	-25bps

Source: Company, Emkay Research

This report is intended for Team White Marquee Solutions (team.emkay@whitemarquesolutions)

Exhibit 3: Valuation metrics

			PBV (x)			PER (x)			ROA (%)			ROE (%)			Book value (Rs/sh)			EPS (Rs)		
	Price	Upside	FY27E	FY28E	FY289E	FY27E	FY28E	FY289E	FY27E	FY28E	FY289E	FY27E	FY28E	FY289E	FY27E	FY28E	FY289E	FY27E	FY28E	FY289E
At CMP	584.55	7%	2.0	1.78	1.5	15.4	14.3	11.4	2.38	2.23	2.40	14.2	13.3	14.5	286.8	327.5	378.6	37.9	40.7	51.1
At TP	625		2.2	1.9	1.7	16.5	15.3	12.2												

Source: Company, Emkay Research

Exhibit 4: Quarterly earnings snapshot

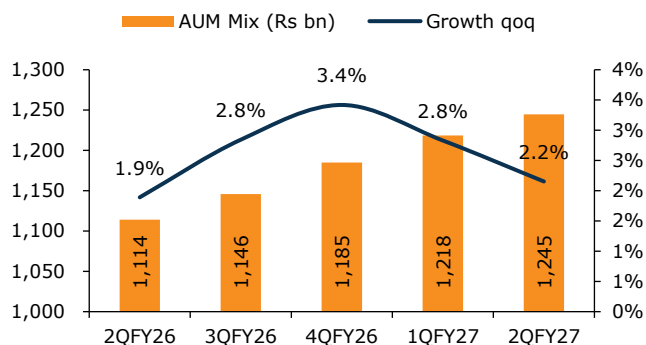
Quarterly earnings summary	2QFY26	3QFY26	4QFY26	1QFY27	2QFY27	yoy	qoq
Interest income	38,865	39,890	40,813	42,620	43,508	11.9%	2.1%
Interest expenses	16,940	17,040	16,825	17,533	18,171	7.3%	3.6%
Net interest income	21,925	22,850	23,988	25,087	25,337	15.6%	1.0%
Other income	6,589	6,845	6,641	6,759	6,545	-0.7%	-3.2%
Income	28,514	29,695	30,629	31,846	31,882	11.8%	0.1%
Operating expenses	13,209	13,970	13,671	14,324	14,146	7.1%	-1.2%
Operating profit	15,305	15,725	16,958	17,522	17,736	15.9%	1.2%
Provisions	7,483	7,122	6,846	6,971	7,299	-2.5%	4.7%
Credit cost (on average business assets)	2.71%	2.52%	2.35%	2.32%	2.37%	-34bps	5bps
PBT	7,822	8,603	10,112	10,551	10,437	33.4%	-1.1%
Tax	2,008	2,164	2,606	2,699	2,635	31.2%	-2.4%
Reported PAT	5,814	6,439	7,506	7,852	7,802	34.2%	-0.6%
Net worth (approx)	193,382	198,271	206,640	213,138	221,532	14.6%	3.9%
AUM	1,114,090	1,145,770	1,184,930	1,218,460	1,244,690	11.7%	2.2%
Disbursements	155,990	179,170	199,220	176,290	185,220	18.7%	5.1%
GS3	2.81%	2.81%	2.44%	2.34%	2.43%	-38bps	9bps
NS3	1.27%	1.25%	1.10%	1.05%	1.11%	-16bps	6bps
PCR	54.73%	55.59%	55.52%	55.72%	55.00%	27bps	-72bps
ROA	1.93%	2.35%	2.48%	2.50%	2.42%	49bps	-8bps
ROE	12.23%	13.99%	14.83%	14.96%	14.40%	217bps	-56bps

Source: Company, Emkay Research; Note: ROE for 3QFY26 is per reporting, and is adjusted for Rs560mn (excluding the impact of new labor codes)

This report is intended for Team White Marque Solutions (team.emkay@whitemarqueresolutions)

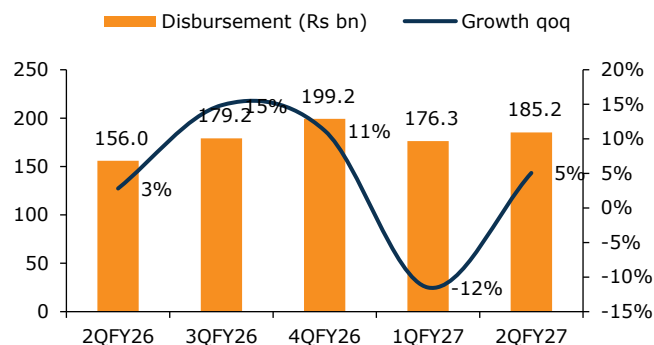
Results in charts

Exhibit 5: AUM growth remained below expectation



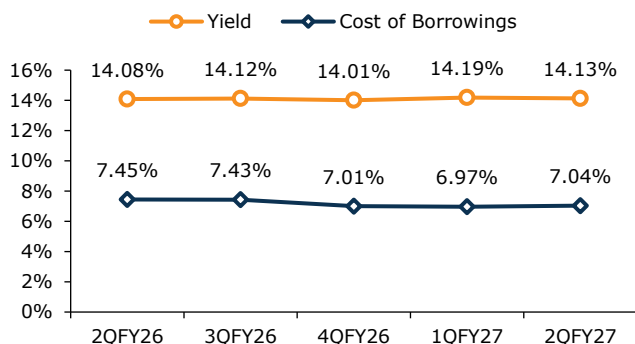
Source: Company, Emkay Research

Exhibit 6: Strong disbursement in consumer finance



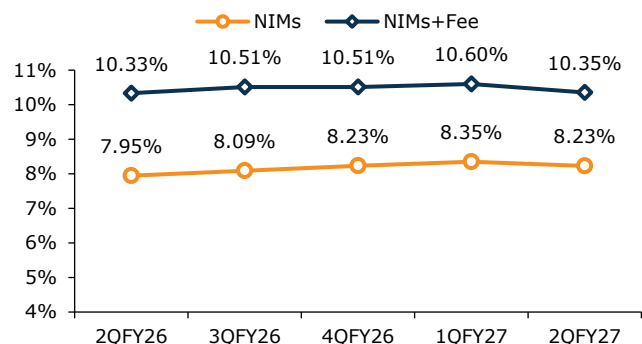
Source: Company, Emkay Research

Exhibit 7: Broadly stable yields and COFs



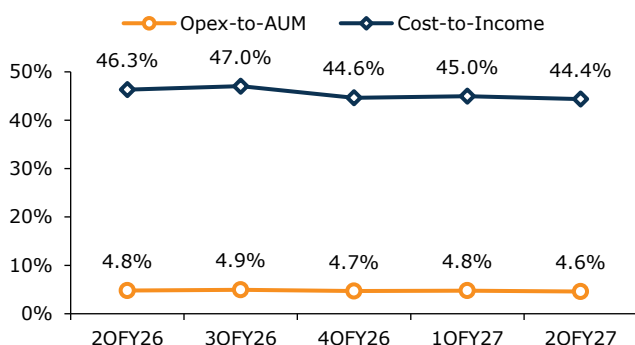
Source: Company, Emkay Research

Exhibit 8: Margin declined ~12bps due to elevated costs and seasonality impact



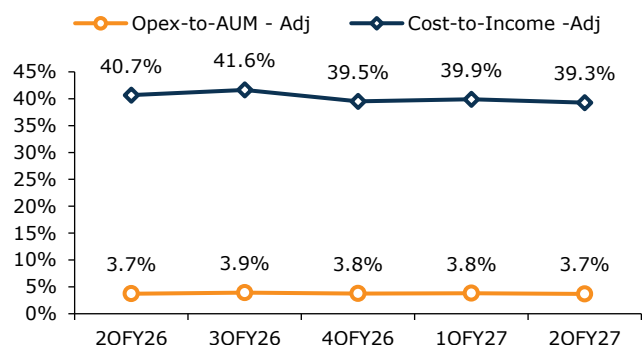
Source: Company, Emkay Research

Exhibit 9: Opex ratio remains range-bound



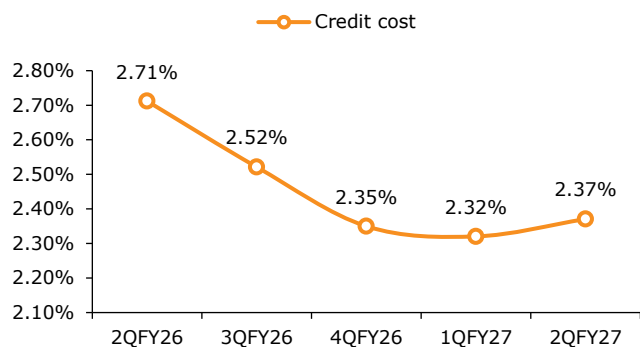
Source: Company, Emkay Research

Exhibit 10: Core opex stable at ~3.7%

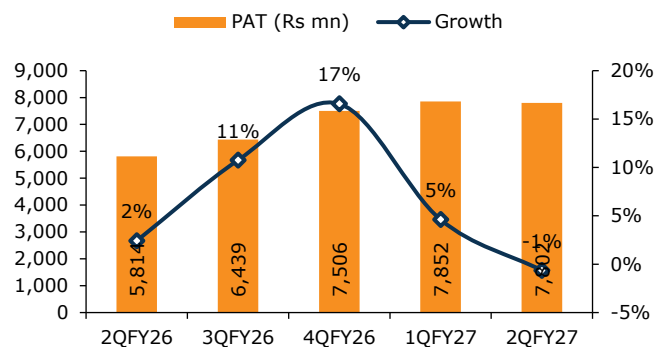


Source: Company, Emkay Research

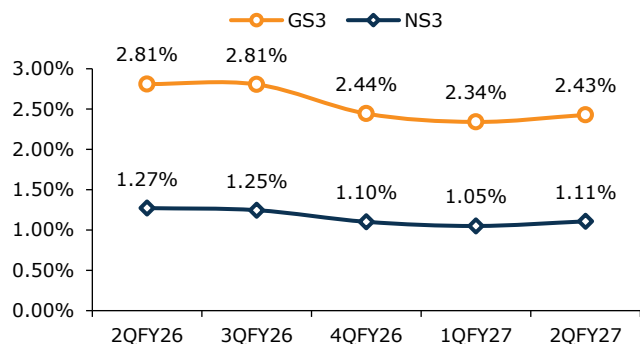
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Exhibit 11: Credit cost increased marginally due to seasonality

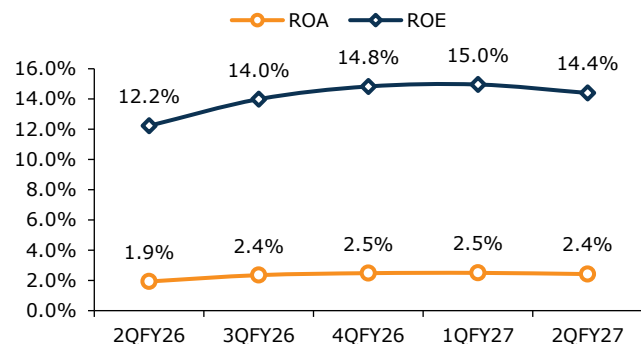
Source: Company, Emkay Research

Exhibit 12: PAT came in below our estimate

Source: Company, Emkay Research

Exhibit 13: Asset quality saw a marginal uptick

Source: Company, Emkay Research

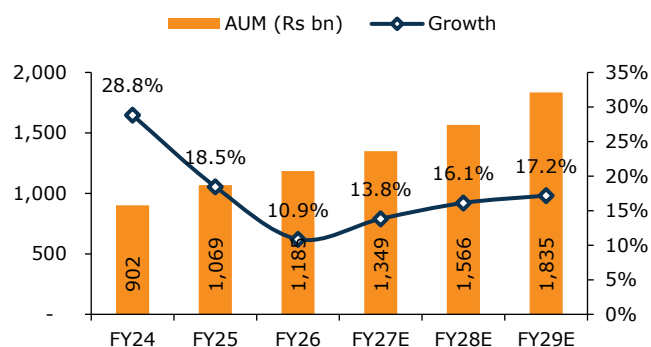
Exhibit 14: Profitability impacted by elevated credit costs and margin moderation

Source: Company, Emkay Research

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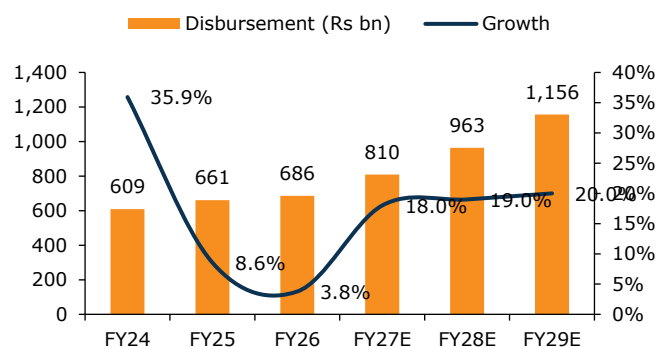
Story in charts

Exhibit 15: AUM expected to grow ~15-16% over FY27-29E



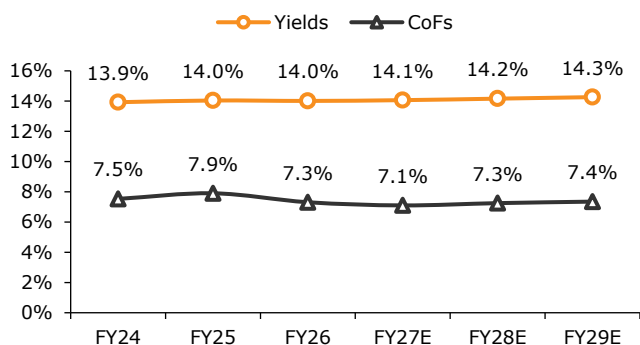
Source: Company, Emkay Research

Exhibit 16: Disbursement expected to pick up



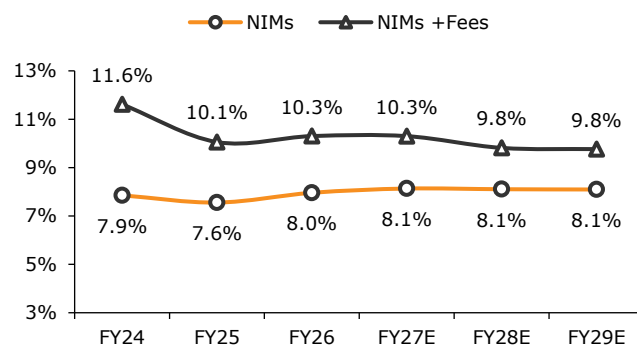
Source: Company, Emkay Research

Exhibit 17: Yield and CoFs to increase due to repo rate hike



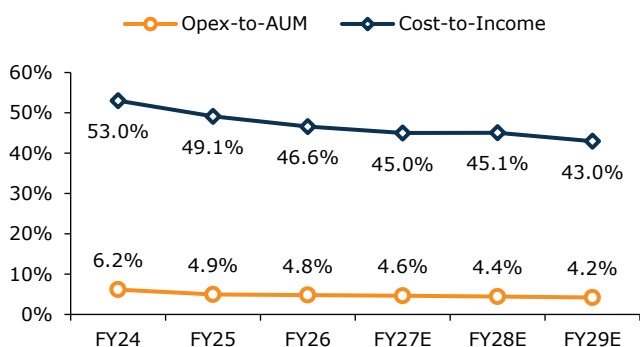
Source: Company, Emkay Research

Exhibit 18: Fee income to be impacted by proposed insurance commission norm



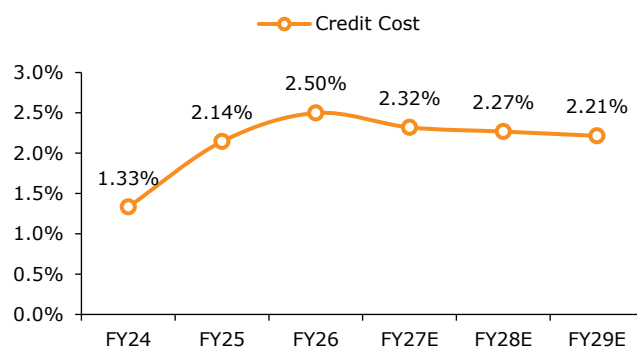
Source: Company, Emkay Research

Exhibit 19: Opex to moderate as efficiency improves



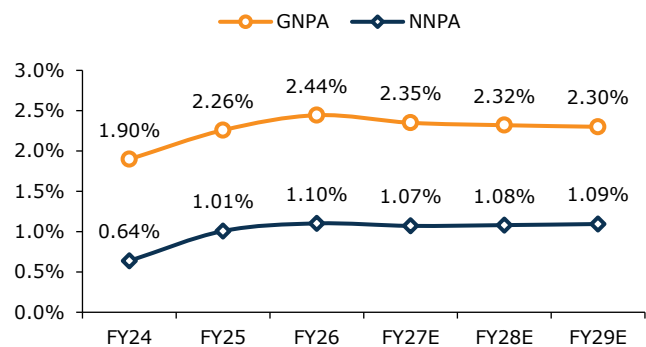
Source: Company, Emkay Research

Exhibit 20: Credit costs expected to improve going forward

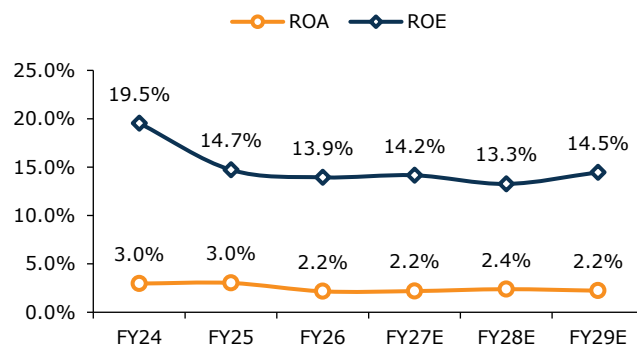


Source: Company, Emkay Research

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Exhibit 21: Asset quality to improve on account of prudent underwriting

Source: Company, Emkay Research

Exhibit 22: Profitability improvement led by moderating credit costs and improved efficiency

Source: Company, Emkay Research

This report is intended for Team White Marquee Solutions (team.emkay@whitemarquesolutions)

Earnings call highlights

- **Enterprise Lending:** 2QFY27 disbursements grew ~25.5% yoy, with LAP/mortgage disbursements up ~30% and gold loans up over 60% yoy. Unsecured business loans returned to sequential growth (+0.2% qoq) after six quarters.
- **Asset Finance:** The CV and CE books grew ~8% and ~12% yoy, respectively. New CV remains on track with expectation, while used vehicles remained soft. Corrective actions have been taken, and disbursements are expected to pick up between 3Q and 4Q, supported by festive demand, post-monsoon construction activity, and fleet utilization.
- **Consumer Finance:** The segment delivered a strong quarter, with disbursements up ~25% and the book up ~22% yoy. The consumer durables book grew ~49% yoy, auto loans ~22%, and relationship PL ~16%, and the management sees the festive season as a major growth lever.
- Seasonal stress in the CV and CE books lifted Stage 2 qoq, and asset finance GS2 + GS3 rose ~9–10bps, which the management expects to flow back next quarter without hurting credit cost. Stage 3 rose only ~9bps qoq (GS3 at 2.43% vs 2.34% in 1Q and 2.81% yoy).
- The customer franchise grew 18.4% yoy to 24.8mn, adding nearly 2mn customers in six months. Retailer and dealer touchpoints rose ~10% to ~017mn. The decline in headcount is productivity-led (automation, simpler workflows) rather than a capacity cut, with the number of towns served unchanged.
- Shikhar AI-led customer onboarding is live in consumer finance, cutting onboarding time, critical as most consumer finance business happens between 5:00pm and 8:00pm on weekends. Over 1 in 5 early-bucket collection telecalls are now handled by an AI-powered bot. Moreover, the cost-to-income ratio improved to 39.3% (40.7% in 2QFY26) and the opex ratio fell ~10bps qoq.
- Loan book growth (11.7% yoy, 2.2% qoq) is being weighed down by elevated repayments. With disbursements now growing ~18% yoy and 3Q and 4Q being seasonally stronger, the management expects the trajectory to improve, with 4QFY27 beginning to reflect strong trajectory going ahead.
- NIM moderated to 8.23% from 8.35% in 1QFY27, in line with expectations as 1QFY27 is seasonally 10–12bps higher. The cost of funds stood at 7.04%, and treasury aims to keep it close to this level through instrument and benchmark selection.
- NCDs are priced at ~8.2–8.25%, while bank borrowings (~43% of the total) are ~55–60% repo-linked, with almost nothing on MCLR, and cumulative ALM is positive across all buckets up to 5 years.
- The LAP book is largely floating, linked to an FRR reset on the 16th of every month, and LAP lending rates are expected to rise in the near term. Other products are likely to see calibrated increases (not necessarily the full 25bps).
- Drought impact is expected to be limited, as the management stated it has no exposure to crop loans and is watching exposure in drought-hit states. Also, tractor exposure is small, so the impact is expected to be limited.

Guidance

- Aspiration to move loan growth toward 17–18% over the medium term (roughly the industry median).
- NIM to be held at +8.2% in the near term and +8% over the long term.
- Credit cost to be managed at $\pm 2.3\%$ over the medium term.
- Annualized ROA of +2.5% in the short-to-medium term.
- Opex ratio is expected to improve slightly.

This report is intended for Team White Marquee Solutions (team.emkay@whitemarquesolutions)

HDB Financial Services: Standalone Financials and Valuations

Profit & Loss					
Y/E March (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
Interest Income	138,358	157,883	178,128	206,386	242,536
Interest Expense	63,902	68,202	75,086	88,249	104,857
Net interest income	74,456	89,681	103,041	118,137	137,679
NII growth (%)	18.3	20.4	14.9	14.6	16.5
Non interest income	24,645	26,414	27,449	24,907	28,399
Total income	99,101	116,095	130,491	143,044	166,077
Operating expenses	48,692	54,085	58,725	64,462	71,357
PPOP	50,409	62,010	71,766	78,582	94,721
PPOP growth (%)	15.3	23.0	15.7	9.5	20.5
Provisions & contingencies	21,130	28,148	29,392	33,052	37,662
PBT	29,279	33,862	42,374	45,530	57,059
Extraordinary items	0	0	0	0	0
Tax expense	7,519	8,426	10,890	11,701	14,664
Minority interest	-	-	-	-	-
Income from JV/Associates	-	-	-	-	-
Reported PAT	21,760	25,436	31,484	33,829	42,395
PAT growth (%)	(11.6)	16.9	23.8	7.4	25.3
Adjusted PAT	21,760	25,436	31,484	33,829	42,395
Diluted EPS (Rs)	27.4	31.3	37.9	40.7	51.1
Diluted EPS growth (%)	(11.8)	14.2	21.2	7.4	25.3
DPS (Rs)	0	0	0	0	0
Dividend payout (%)	0	0	0	0	0
Effective tax rate (%)	25.7	24.9	25.7	25.7	25.7
Net interest margins (%)	7.6	8.0	8.1	8.1	8.1
Cost-income ratio (%)	49.1	46.6	45.0	45.1	43.0
PAT/PPOP (%)	43.2	41.0	43.9	43.0	44.8
Shares outstanding (mn)	795.8	830.3	830.3	830.3	830.3

Source: Company, Emkay Research

Asset quality and other metrics					
Y/E March (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
Asset quality					
GNPL - Stage 3	24,137	28,960	31,695	36,334	42,211
NNPL - Stage 3	10,631	12,880	14,263	16,714	19,839
GNPL ratio - Stage 3 (%)	2.3	2.4	2.4	2.3	2.3
NNPL ratio - Stage 3 (%)	1.0	1.1	1.1	1.1	1.1
ECL coverage - Stage 3 (%)	56.0	55.5	55.0	54.0	53.0
ECL coverage - 1 & 2 (%)	2.1	1.9	1.9	2.0	2.0
Gross slippage - Stage 3	-	-	-	-	-
Gross slippage ratio (%)	-	-	-	-	-
Write-off ratio (%)	2.1	2.3	2.0	1.8	1.8
Total credit costs (%)	2.1	2.5	2.3	2.3	2.2
NNPA to networth (%)	6.7	6.2	6.0	6.1	6.3
Capital adequacy					
Total CAR (%)	19.2	20.7	20.4	19.6	19.0
Tier-1 (%)	14.7	16.6	16.8	16.5	16.3
Miscellaneous					
Total income growth (%)	6.5	17.1	12.4	9.6	16.1
Opex growth (%)	(1.3)	11.1	8.6	9.8	10.7
PPOP margin (%)	5.1	5.5	5.7	5.4	5.6
Credit costs-to-PPOP (%)	41.9	45.4	41.0	42.1	39.8
Loan-to-Assets (%)	95.1	92.8	93.0	93.0	93.2
Yield on loans (%)	14.0	14.0	14.1	14.2	14.3
Cost of funds (%)	7.9	7.3	7.1	7.3	7.4
Spread (%)	6.1	6.7	7.0	6.9	6.9

Source: Company, Emkay Research

Balance Sheet					
Y/E March (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
Share capital	7,958	8,303	8,303	8,303	8,303
Reserves & surplus	150,239	198,337	229,821	263,650	306,044
Net worth	158,197	206,640	238,124	271,953	314,347
Borrowings	873,977	992,301	1,122,808	1,311,635	1,541,617
Other liabilities & prov.	54,459	37,574	43,345	47,406	51,349
Total liabilities & equity	1,086,633	1,236,515	1,404,277	1,630,994	1,907,314
Net loans	1,033,430	1,146,895	1,305,990	1,516,584	1,777,811
Investments	20,601	37,476	41,224	45,346	49,881
Cash, other balances	9,505	12,461	17,826	25,399	31,019
Interest earning assets	1,063,536	1,196,832	1,365,039	1,587,330	1,858,711
Fixed assets	7,028	7,082	8,144	9,366	10,771
Other assets	16,069	32,601	31,094	34,298	37,832
Total assets	1,086,633	1,236,515	1,404,277	1,630,994	1,907,314
BVPS (Rs)	199.1	254.2	286.8	327.5	378.6
Adj. BVPS (INR)	199.1	254.2	286.8	327.5	378.6
Gross loans	1,068,776	1,184,930	1,348,719	1,566,132	1,835,259
Total AUM	1,068,776	1,184,930	1,348,719	1,566,132	1,835,259
On balance sheet	1,068,776	1,184,930	1,348,719	1,566,132	1,835,259
Off balance sheet	0	0	0	0	0
Disbursements	661,075	686,090	809,586	963,408	1,156,089
Disbursements growth (%)	8.6	3.8	18.0	19.0	20.0
Loan growth (%)	19.2	11.0	13.9	16.1	17.2
AUM growth (%)	18.5	10.9	13.8	16.1	17.2
Borrowings growth (%)	17.6	13.5	13.2	16.8	17.5
Book value growth (%)	14.8	27.6	12.8	14.2	15.6

Source: Company, Emkay Research

Valuations and key Ratios					
Y/E March	FY25	FY26	FY27E	FY28E	FY29E
P/E (x)	21.3	18.7	15.4	14.3	11.4
P/B (x)	2.9	2.3	2.0	1.8	1.5
P/ABV (x)	2.9	2.3	2.0	1.8	1.5
P/PPOP (x)	0.0	0.0	0.0	0.0	0.0
Dividend yield (%)	0	0	0	0	0
Dupont-RoE split (%)					
NII/avg AUM	7.6	8.0	8.1	8.1	8.1
Other income	2.5	2.3	2.2	1.7	1.7
Securitization income	-	-	-	-	-
Opex	4.9	4.8	4.6	4.4	4.2
Employee expense	3.7	3.5	3.3	3.1	2.9
PPOP	5.1	5.5	5.7	5.4	5.6
Provisions	2.1	2.5	2.3	2.3	2.2
Tax expense	0.8	0.7	0.9	0.8	0.9
RoAUM (%)	2.2	2.3	2.5	2.3	2.5
Leverage ratio (x)	6.7	6.2	5.7	5.7	5.8
RoE (%)	14.7	13.9	14.2	13.3	14.5

Quarterly data					
Rs mn, Y/E Mar	Q2FY26	Q3FY26	Q4FY26	Q1FY27	Q2FY27
NII	21,925	22,850	23,988	25,087	25,337
NIM (%)	7.9	8.1	8.2	8.4	8.2
PPOP	15,305	15,725	16,958	17,522	17,736
PAT	5,814	6,439	7,506	7,852	7,802
EPS (Rs)	7.01	7.76	9.04	9.46	9.40

Source: Company, Emkay Research

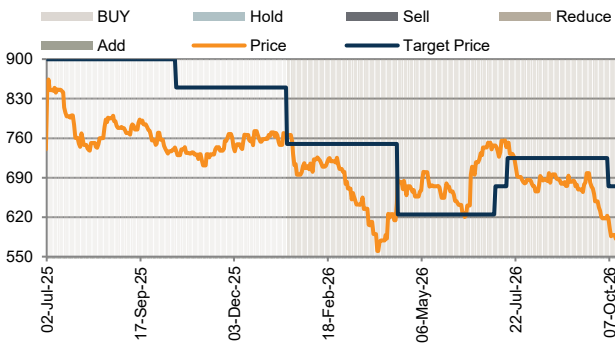
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RECOMMENDATION HISTORY - DETAILS

Date	Closing Price (Rs)	TP (Rs)	Rating	Analyst
06-Oct-26	617	675	Reduce	Avinash Singh
15-Jul-26	752	725	Reduce	Avinash Singh
05-Jul-26	747	675	Reduce	Avinash Singh
16-Apr-26	686	625	Reduce	Avinash Singh
17-Mar-26	645	750	Reduce	Avinash Singh
15-Jan-26	764	750	Reduce	Avinash Singh
06-Jan-26	769	850	Buy	Avinash Singh
16-Oct-25	737	850	Buy	Avinash Singh
06-Oct-25	746	900	Buy	Avinash Singh
16-Jul-25	815	900	Buy	Avinash Singh
02-Jul-25	841	900	Buy	Avinash Singh

Source: Company, Emkay Research

RECOMMENDATION HISTORY - TREND



Source: Company, Bloomberg, Emkay Research

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BUY	>15% upside
ADD	5-15% upside
REDUCE	5% upside to 15% downside
SELL	>15% downside

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