

# IndusInd Bank | BUY

## Growth trends soft but credit outcomes within expectations

IndusInd's 1QFY25 profits at INR 21.7bn (+2% YoY, -8% QoQ) missed our estimates (of INR 22.7bn) led by a miss on PPOP of INR39.5bn (+3% YoY, est. of INR41.4bn), due to lower non-interest income. Growth trends were a tad soft with loans growing +16% YoY (+1.3% QoQ) and deposits growing +15% YoY (+3.6% QoQ). Retail segments were relatively muted on a sequential basis (esp. microfinance, vehicle loans) given on-ground issues w.r.t to elections, heat-wave and also seasonality. Corporate loans grew +13% YoY (+3.4% QoQ). NIMs held up reasonably well at 4.25% (vs 4.26% in 4Q24) and continued to be around management's long-term band, which reflects adroit NIM management. Gross slippages at 1.89% were relatively better than street expectations with credit costs at 129bps (vs 120bps QoQ), which should come as a sigh of relief given worries around microfinance portfolio of the bank. Management retained its guidance of credit costs at ~110-130bps and expects growth to rebound in rest of the quarters. We believe IndusInd has corrected sharply over the past few months as concerns around microfinance (and some other retail segments) have increased though actual outcome has been within acceptable levels. We build slight moderation in growth vs prior estimates (+17% CAGR in loans over FY24-26e) with credit costs at 128bps (avg. FY25e/FY26e). Current valuations at 1.3x FY26e BVPS are undemanding and uptick in growth should see the stock bounce. Maintain BUY with an unchanged target price of INR 1900.

■ **Growth trends soft; uptick to follow:** In 1Q25, growth in net advances (+16% YoY, +1.3% QoQ) was soft as retail advances growth (-0.3% QoQ, +18% YoY) was muted sequentially (esp microfinance: -6% QoQ, credit cards: +0.5% QoQ, vehicle finance: +1.6% QoQ) due to elections, heat wave and seasonality. However, robust SME loan growth (+6.2% QoQ, +16% YoY) supported book growth. We expect loan growth pick-up in coming quarters of FY25 (mgmt. guided for FY25 full year growth of 18-23%). Mild deposit growth of 3.6% QoQ (+15% YoY) was supported by TD (+6% QoQ, +21% YoY) amidst subdued CASA growth (+0.3% QoQ, +6% YoY), resulting in CASA ratio declining to 36.7% (-121bps QoQ). Overall strategy of the bank remains to scale up retail assets at a faster pace while tilting the balance in favour of secured products.

■ **Asset quality outcomes within comfortable levels:** Despite overarching concerns on credit quality, IndusInd bank reported only marginal increase in GNPA/NNPA (2.02%/0.6%, +10bps/+3bps QoQ) with stable PCR at 70.6% (flat QoQ). Gross slippages stood at 1.89% (vs 1.80% QoQ) and credit cost remained within a comfortable range (at 129bps vs 120bps QoQ). Restructured book declined to 0.34% of loans (vs 0.40% QoQ). Mgmt. highlighted increasing slippages in microfinance book and some stress building up in its credit card segment (PAR 30 at 7%) but remained confident that its impact on RoAs is well under control. We build in avg. credit costs of 1.28% over FY25-26E.

■ **Valuations undemanding; maintain BUY:** Despite increasing CoF and tight liquidity conditions, IIB has managed to adroitly protect its margins and profitability on the back of its diversification and retailisation efforts. While the stock has corrected sharply over the past few months over concerns on asset quality, the outcomes have been within acceptable range. Current valuations of 1.3x FY26e BVPS are undemanding in our view, and pickup in growth should see the stock bounce. Maintain BUY with an unchanged TP of INR 1900, valuing it at 1.8x FY26E BVPS.



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### Recommendation and Price Target

Current Reco.	BUY
Previous Reco.	BUY
Current Price Target (12M)	1,900
Upside/(Downside)	35.3%
Previous Price Target	1,900
Change	0.0%

### Key Data – IIB IN

Current Market Price	INR1,404
Market cap (bn)	INR1,093.3/US\$13.1
Free Float	80%
Shares in issue (mn)	773.4
Diluted share (mn)	
3-mon avg daily val (mn)	INR6,211.4/US\$74.2
52-week range	1,695/1,354
Sensex/Nifty	81,333/24,835
INR/US\$	83.7

### Price Performance

%	1M	6M	12M
Absolute	-4.1	-7.1	0.1
Relative*	-6.8	-17.9	-18.5

\* To the BSE Sensex

Financial Summary		(INR mn)				
Y/E March	FY22A	FY23A	FY24E	FY25E	FY26E	
Net Profit	48,046	74,431	89,770	1,02,725	1,18,085	
Net Profit (YoY) (%)	64.0%	54.9%	20.6%	14.4%	15.0%	
Assets (YoY) (%)	10.8%	13.9%	12.6%	16.3%	17.8%	
ROA (%)	1.3%	1.7%	1.8%	1.8%	1.8%	
ROE (%)	10.6%	14.5%	15.2%	15.2%	15.4%	
EPS	62.0	95.9	115.3	132.0	151.7	
EPS (YoY) (%)	63.7%	54.7%	20.2%	14.4%	15.0%	
<b>PE (x)</b>	<b>22.6</b>	<b>14.6</b>	<b>12.2</b>	<b>10.6</b>	<b>9.3</b>	
BV	612	701	807	919	1,050	
BV (YoY) (%)	10.4%	14.5%	15.2%	13.8%	14.4%	
<b>P/BV (x)</b>	<b>2.29</b>	<b>2.00</b>	<b>1.74</b>	<b>1.53</b>	<b>1.34</b>	

Source: Company data, JM Financial. Note: Valuations as of 26/Jul/2024

JM Financial Institutional Securities Limited

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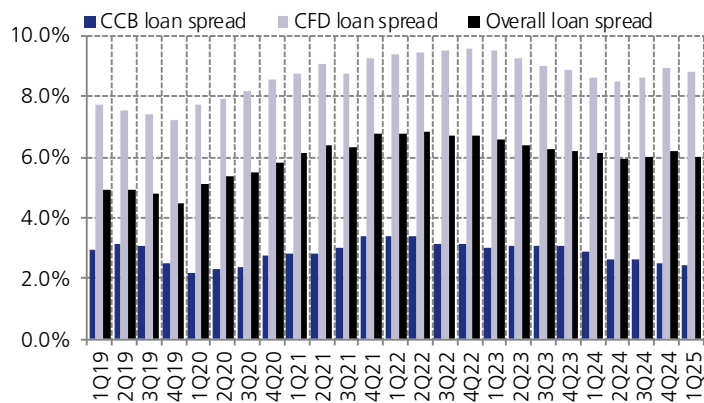
## Key quarterly trends

## Exhibit 1. IIB : 1Q25 – Results summary (INR mn) (consol)

Earnings Table (INR mn)	1Q24	4Q24	1Q25	YoY (%)	QoQ (%)
<b>NII</b>	<b>48,671</b>	<b>53,765</b>	<b>54,076</b>	<b>11.1%</b>	<b>0.6%</b>
Fee based Income	18,570	20,580	21,430	15.4%	4.1%
Exchange Profits	2,620	2,350	2,050	-21.8%	-12.8%
Trading Profits	910	2,150	930	2.2%	-56.7%
Misc. Income	(2)	1	6	-438.9%	369.2%
<b>Non-Interest income</b>	<b>22,098</b>	<b>25,081</b>	<b>24,416</b>	<b>10.5%</b>	<b>-2.7%</b>
<b>Total Income</b>	<b>70,769</b>	<b>78,846</b>	<b>78,492</b>	<b>10.9%</b>	<b>-0.4%</b>
Employee Cost	12,352	14,102	14,384	16.5%	2.0%
Other Operating Expenses	20,103	23,928	24,590	22.3%	2.8%
Total Operating Expenses	32,455	38,030	38,974	20.1%	2.5%
<b>Operating Profit</b>	<b>38,315</b>	<b>40,815</b>	<b>39,518</b>	<b>3.1%</b>	<b>-3.2%</b>
<b>Total Provisions</b>	<b>9,916</b>	<b>9,502</b>	<b>10,498</b>	<b>5.9%</b>	<b>10.5%</b>
PBT	28,399	31,313	29,020	2.2%	-7.3%
Tax	7,155	7,822	7,312	2.2%	-6.5%
<b>Reported Profit</b>	<b>21,244</b>	<b>23,491</b>	<b>21,707</b>	<b>2.2%</b>	<b>-7.6%</b>
<b>Balance sheet (INR bn)</b>					
Deposits	3,470	3,846	3,985	14.8%	3.6%
Net Advances	3,013	3,433	3,479	15.5%	1.3%
<b>Total Assets</b>	<b>4,670</b>	<b>5,151</b>	<b>5,302</b>	<b>13.5%</b>	<b>2.9%</b>
Low-cost Deposits (%)	40.0%	38.0%	37.0%	-3.0%	-1.0%
Loan-Deposit ratio (%)	86.8%	89.3%	87.3%	0.5%	-2.0%
<b>Key Ratios</b>					
<b>Credit Quality</b>					
Gross NPAs (INR. mn.)	59,411	66,934	71,268	20.0%	6.5%
Net NPAs (INR. mn.)	17,469	19,689	20,955	20.0%	6.4%
Gross NPA (%)	1.94%	1.92%	2.02%	0.07%	0.10%
Net NPA (%)	0.58%	0.57%	0.60%	0.02%	0.03%
Coverage Ratio (%)	70.6%	70.6%	70.6%	0.0%	0.0%
<b>Capital Adequacy</b>					
Tier I (%)	16.89%	15.82%	16.15%	-0.74%	0.33%
CAR (%)	18.40%	17.23%	17.55%	-0.85%	0.32%
<b>Du-pont Analysis</b>					
NII / Assets (%)	4.21%	4.28%	4.14%	-0.07%	-0.15%
Non-Interest Inc. / Assets (%)	1.91%	2.00%	1.87%	-0.04%	-0.13%
Operating Cost / Assets (%)	2.81%	3.03%	2.98%	0.18%	-0.05%
Operating Profits / Assets (%)	3.31%	3.25%	3.02%	-0.29%	-0.23%
Provisions / Assets (%)	0.86%	0.76%	0.80%	-0.05%	0.05%
<b>ROA (%)</b>	<b>1.84%</b>	<b>1.87%</b>	<b>1.66%</b>	<b>-0.18%</b>	<b>-0.21%</b>

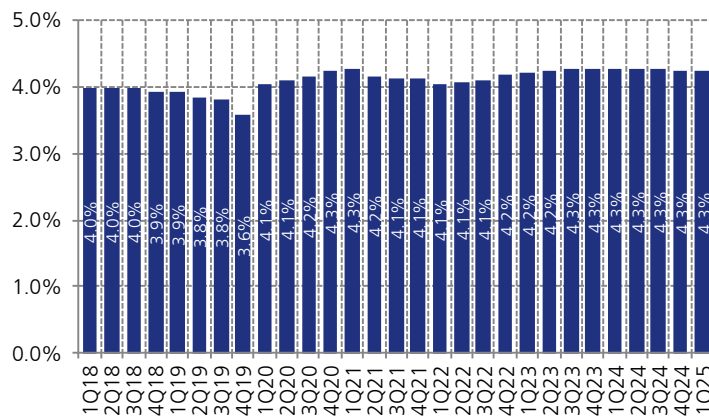
Source: Company, JM Financial

Exhibit 2. IndusInd Bank: Loan book spreads



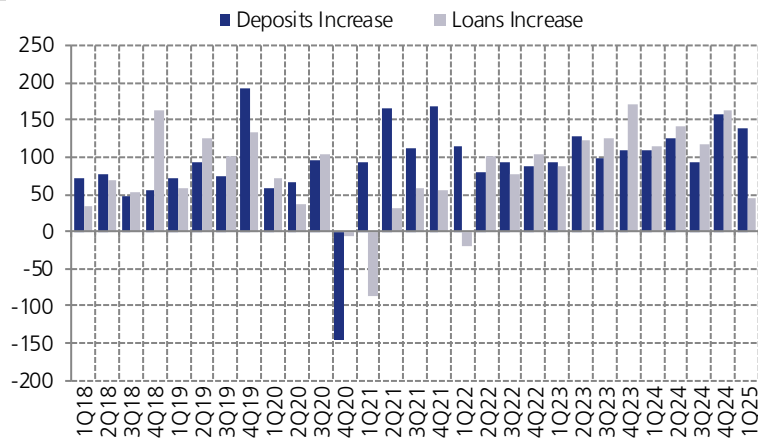
Source: Company, JM Financial

Exhibit 3. IndusInd Bank: Overall asset spread



Source: Company, JM Financial

Exhibit 4. IIB : Balance sheet growth momentum (INR bn)



Source: Company, JM Financial

**Exhibit 5. IndusInd Bank: Loan book mix**

Loan Book Composition (INR bn)	1Q24	4Q24	1Q25	YoY (%)	QoQ (%)
<b>Consumer Finance</b>					
Comm. Vehicle Loans	293.2	332.4	338.3	15.4%	1.8%
Utility Vehicle Loans	98.1	256.6	266.3	171.4%	3.8%
Small CV (Incl'd 3Ws)	35.6	40.2	40.6	14.0%	1.0%
Auto Loans Personal	158.9	51.0	50.4	-68.3%	-1.2%
2Ws loans	47.8	51.0	50.4	5.5%	-1.2%
Car loans	111.1	0.0	0.0	-100.0%	#DIV/0!
Tractor	95.2	89.6	85.7	-9.9%	-4.3%
Equipment Financing	102.3	114.2	116.8	14.2%	2.3%
Credit card	89.8	107.3	107.9	20.1%	0.5%
LAP	99.5	108.1	111.7	12.2%	3.3%
MFI	319.8	391.9	370.5	15.8%	-5.5%
Business Banking	148.1	167.3	166.8	12.7%	-0.3%
Others (Home, Personal)	178.3	253.8	251.2	40.9%	-1.0%
<b>Total</b>	<b>1,618.8</b>	<b>1,912.5</b>	<b>1,906.3</b>	<b>17.8%</b>	<b>-0.3%</b>
<b>Corporate &amp; commercial Banking</b>					
Large corporates	770.7	840.3	850.5	10.4%	1.2%
Mid size corporates	476.2	501.0	542.3	13.9%	8.2%
Small corporates	147.5	179.3	180.0	22.0%	0.4%
<b>Total</b>	<b>1,394.4</b>	<b>1,520.5</b>	<b>1,572.7</b>	<b>12.8%</b>	<b>3.4%</b>
<b>Total Advances</b>	<b>3,013.2</b>	<b>3,433.0</b>	<b>3,479.0</b>	<b>15.5%</b>	<b>1.3%</b>
<b>Loan Mix (%)</b>					
<b>Consumer Finance</b>					
Comm. Vehicle Loans	9.7%	9.7%	9.7%	0.0%	0.0%
Utility Vehicle Loans	3.3%	7.5%	7.7%	4.4%	0.2%
Small CV (Incl'd 3Ws)	1.2%	1.2%	1.2%	0.0%	0.0%
Auto Loans Personal	5.3%	1.5%	1.4%	-3.8%	0.0%
2Ws loans	1.6%	1.5%	1.4%	-0.1%	0.0%
Car loans	3.7%	0.0%	0.0%	-3.7%	0.0%
Tractor	3.2%	2.6%	2.5%	-0.7%	-0.1%
Equipment Financing	3.4%	3.3%	3.4%	0.0%	0.0%
Credit card	3.0%	3.1%	3.1%	0.1%	0.0%
LAP	3.3%	3.1%	3.2%	-0.1%	0.1%
MFI	10.6%	11.4%	10.6%	0.0%	-0.8%
Business Banking	4.9%	4.9%	4.8%	-0.1%	-0.1%
Others (Home, Personal)	5.9%	7.4%	7.2%	1.3%	-0.2%
<b>Total</b>	<b>53.7%</b>	<b>55.7%</b>	<b>54.8%</b>	<b>1.1%</b>	<b>-0.9%</b>
<b>Corporate &amp; commercial Banking</b>					
Large corporates	25.6%	24.5%	24.4%	-1.1%	0.0%
Mid size corporates	15.8%	14.6%	15.6%	-0.2%	1.0%
Small corporates	4.9%	5.2%	5.2%	0.3%	0.0%
<b>Total</b>	<b>46.3%</b>	<b>44.3%</b>	<b>45.2%</b>	<b>-1.1%</b>	<b>0.9%</b>
<b>Total Advances</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>		

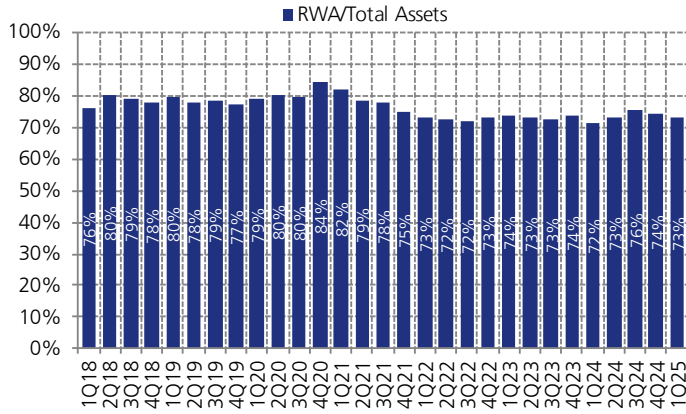
Source: Company, JM Financial; Business Banking and MFI reclassified into consumer banking in 1QFY20, prior period numbers adjusted for the same.

**Exhibit 6. IndusInd Bank: Deposit Composition**

Deposit Composition (INR bn)	1Q24	4Q24	1Q25	YoY (%)	QoQ (%)
Current	493.4	469.9	484.8	-1.8%	3.2%
Saving	891.0	986.8	976.6	9.6%	-1.0%
CASA	1,384.4	1,456.7	1,461.3	5.6%	0.3%
Time	2,086.1	2,389.2	2,523.8	21.0%	5.6%
<b>Total Deposits</b>	<b>3,470.5</b>	<b>3,845.9</b>	<b>3,985.1</b>	<b>14.8%</b>	<b>3.6%</b>
Current	14.2%	12.2%	12.2%	-2.1%	-0.1%
Saving	25.7%	25.7%	24.5%	-1.2%	-1.2%
CASA	39.9%	37.9%	36.7%	-3.2%	-1.2%
Time	60.1%	62.1%	63.3%	3.2%	1.2%
<b>Total</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>		

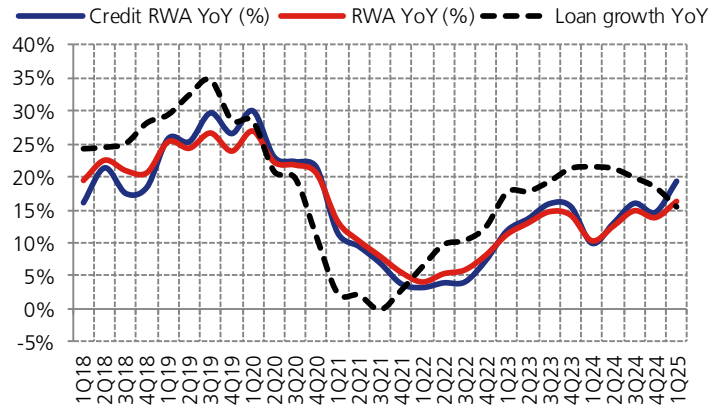
Source: Company, JM Financial

Exhibit 7. IndusInd Bank: Risk weighted assets as % of total



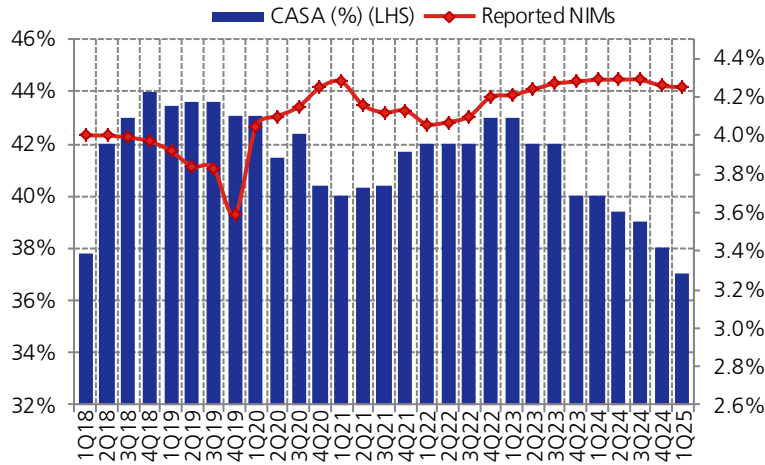
Source: Company, JM Financial

Exhibit 8. IndusInd Bank: Growth in credit RWA



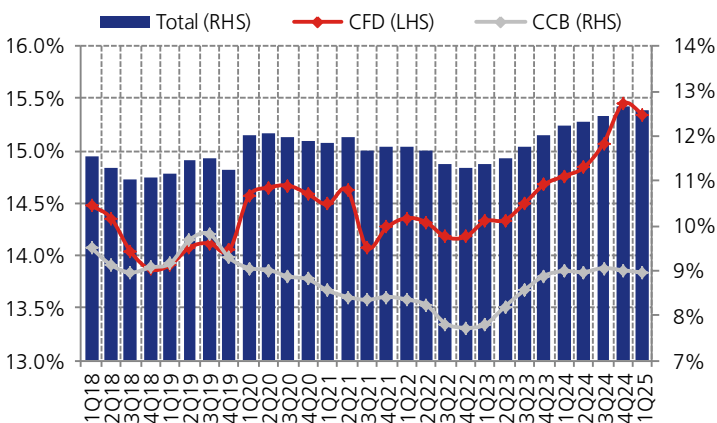
Source: Company, JM Financial

Exhibit 9. IndusInd Bank: CASA and NIM



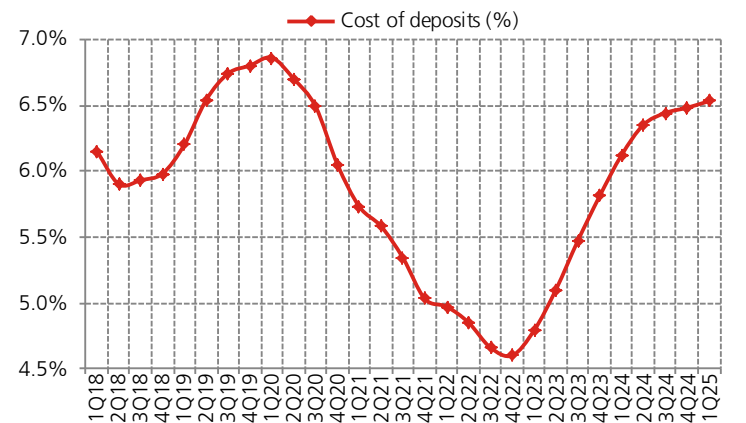
Source: Company, JM Financial

Exhibit 10. IndusInd Bank: Yield on loans trends



Source: Company, JM Financial; Business Banking and MFI reclassified into CFD from corporate banking (CCB) in 1QFY20 - hence previous period yields not comparable

Exhibit 11. IndusInd Bank: Cost of deposits trends



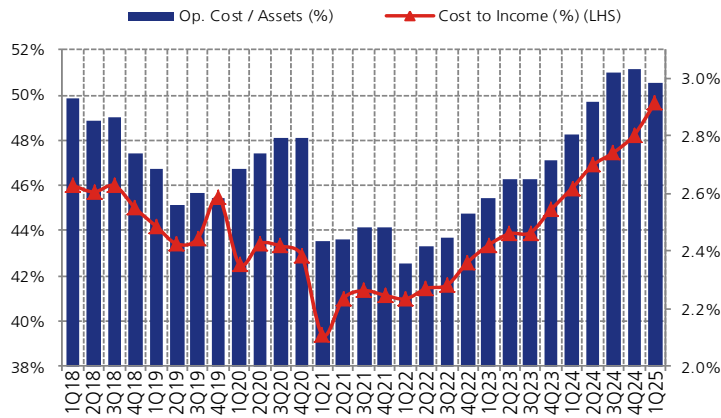
Source: Company, JM Financial

**Exhibit 12. IndusInd Bank: Fee income composition**

Fee income Composition (INR mn)	1Q24	4Q24	1Q25	YoY (%)	QoQ (%)
Trade & Remittances	2,330	2,390	2,680	15.0%	12.1%
Loan Processing Fees	5,880	6,300	5,960	1.4%	-5.4%
FX income	2,620	2,350	2,050	-21.8%	-12.8%
TPP Dist income (MF, Insurance)	6,370	8,640	6,590	3.5%	-23.7%
Investment Banking Income	170	310	200	17.6%	-35.5%
General Banking fee and PSLC income	3,820	2,940	6,000	57.1%	104.1%
<b>Total</b>	<b>21,190</b>	<b>22,930</b>	<b>23,480</b>	<b>10.8%</b>	<b>2.4%</b>

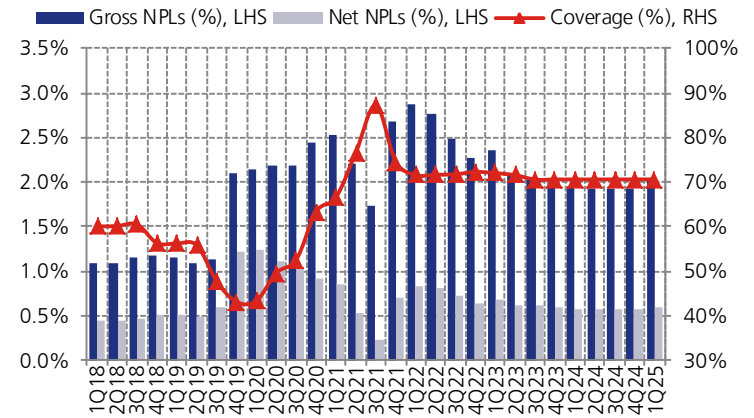
Source: Company, JM Financial

**Exhibit 13. IndusInd Bank: Operating costs and cost to income trends**



Source: Company, JM Financial

**Exhibit 14. IndusInd Bank: Trends in credit costs and NPL ratios (%)**



Source: Company, JM Financial

## Valuation and 12M TP

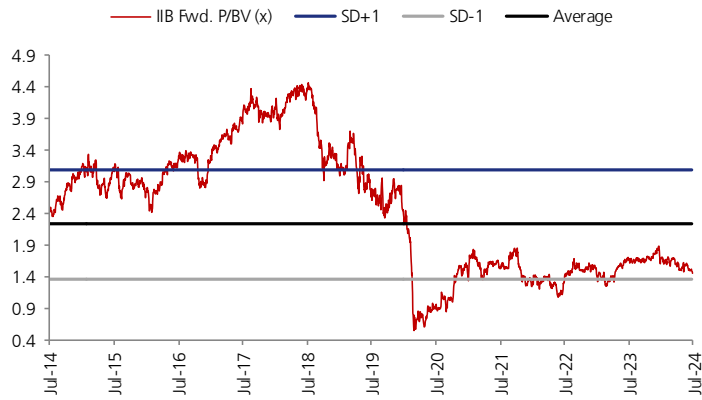
We value IndusInd Bank on a two-stage Gordon Growth Model. Our assumptions are as follows:

### Exhibit 15. Valuation Summary

Initial no of years	10
Growth rate for the first 10 years (%)	14.2%
Pay-out ratio for the first 10 years (%)	15%
Perpetual growth rate (%)	4.2%
Perpetual payout ratio (%)	75.0%
K1	1.57
K2	9.23
Adjusted FY26E BVPS (INR)	1,050
Target P/BV (x)	1.8
<b>Fair value (rounded off)</b>	<b>1,900</b>

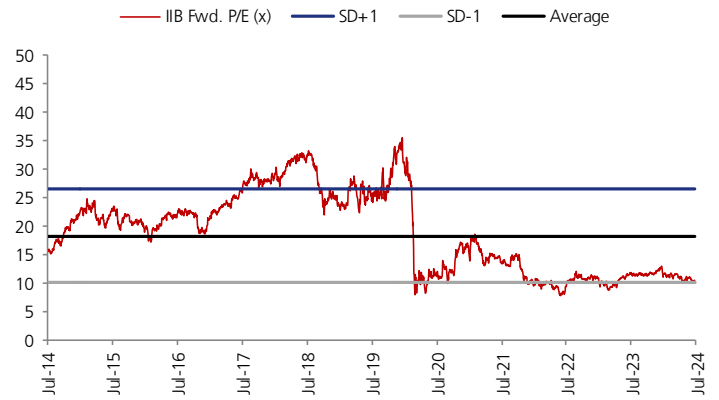
Source: Company, JM Financial

### Exhibit 16. One year fwd Price / BVPS



Source: Company, JM Financial

### Exhibit 17. One year fwd Price / EPS



Source: Company, JM Financial

## Financial Tables (Standalone)

Profit & Loss						(INR mn)
Y/E March	FY22A	FY23A	FY24E	FY25E	FY26E	
Net Interest Income	1,50,008	1,75,921	2,06,159	2,44,518	2,79,539	
Profit on Investments	5,932	654	6,990	5,000	5,000	
Exchange Income	17,308	17,934	10,000	12,000	14,040	
Fee & Other Income	50,208	63,139	76,968	98,722	1,20,496	
<b>Non-Interest Income</b>	<b>73,448</b>	<b>81,728</b>	<b>93,958</b>	<b>1,15,722</b>	<b>1,39,536</b>	
<b>Total Income</b>	<b>2,23,456</b>	<b>2,57,649</b>	<b>3,00,117</b>	<b>3,60,240</b>	<b>4,19,076</b>	
Operating Expenses	93,107	1,13,459	1,41,476	1,74,118	2,05,120	
<b>Pre-provisioning Profits</b>	<b>1,30,349</b>	<b>1,44,190</b>	<b>1,58,641</b>	<b>1,86,122</b>	<b>2,13,956</b>	
Loan-Loss Provisions	37,539	41,469	37,249	48,143	55,579	
Provisions on Investments	3,036	3,000	800	300	300	
Others Provisions	25,447	400	800	600	500	
<b>Total Provisions</b>	<b>66,021</b>	<b>44,868</b>	<b>38,849</b>	<b>49,043</b>	<b>56,379</b>	
<b>PBT</b>	<b>64,328</b>	<b>99,322</b>	<b>1,19,792</b>	<b>1,37,079</b>	<b>1,57,577</b>	
Tax	16,282	24,891	30,022	34,355	39,492	
<b>PAT (Pre-Extraordinaries)</b>	<b>48,046</b>	<b>74,431</b>	<b>89,770</b>	<b>1,02,725</b>	<b>1,18,085</b>	
Extra ordinaries (Net of Tax)	0	0	0	0	0	
<b>Reported Profits</b>	<b>48,046</b>	<b>74,431</b>	<b>89,770</b>	<b>1,02,725</b>	<b>1,18,085</b>	
Dividend paid	6,585	10,863	12,842	15,922	18,303	
<b>Retained Profits</b>	<b>41,462</b>	<b>63,569</b>	<b>76,928</b>	<b>86,802</b>	<b>99,782</b>	

Source: Company, JM Financial

Key Ratios					
Y/E March	FY22A	FY23A	FY24E	FY25E	FY26E
<b>Growth (YoY) (%)</b>					
Deposits	14.6%	14.6%	14.4%	18.0%	19.0%
Advances	12.4%	21.3%	18.4%	17.0%	17.0%
Total Assets	10.8%	13.9%	12.6%	16.3%	17.8%
NII	10.9%	17.3%	17.2%	18.6%	14.3%
Non-interest Income	13.0%	11.3%	15.0%	23.2%	20.6%
Operating Expenses	14.1%	21.9%	24.7%	23.1%	17.8%
Operating Profits	9.8%	10.6%	10.0%	17.3%	15.0%
Core Operating profit	19.8%	15.4%	5.7%	19.4%	15.4%
Provisions	-16.9%	-32.0%	-13.4%	26.2%	15.0%
Reported PAT	64.0%	54.9%	20.6%	14.4%	15.0%
<b>Yields / Margins (%)</b>					
Interest Spread	3.71%	3.82%	3.83%	3.88%	3.62%
NIM	4.18%	4.35%	4.50%	4.61%	4.42%
<b>Profitability (%)</b>					
Non-IR to Income	32.9%	31.7%	31.3%	32.1%	33.3%
Cost to Income	41.7%	44.0%	47.1%	48.3%	48.9%
ROA	1.26%	1.73%	1.85%	1.84%	1.81%
ROE	10.6%	14.5%	15.2%	15.2%	15.4%
<b>Assets Quality (%)</b>					
Slippages	4.79%	2.90%	2.09%	2.00%	1.85%
Gross NPA	2.27%	1.98%	1.92%	1.79%	1.53%
Net NPAs	0.64%	0.59%	0.57%	0.54%	0.46%
Provision Coverage	72.3%	70.6%	70.6%	70.0%	70.0%
Specific LLP	1.84%	1.47%	1.18%	1.18%	1.16%
Net NPAs / Networth	3.2%	3.1%	3.1%	3.0%	2.7%
<b>Capital Adequacy (%)</b>					
Tier I	16.80%	16.37%	15.82%	15.54%	15.09%
CAR	18.42%	17.86%	17.23%	16.75%	16.12%

Source: Company, JM Financial

Balance Sheet						(INR mn)
Y/E March	FY22A	FY23A	FY24E	FY25E	FY26E	
Equity Capital	7,747	7,759	7,783	7,783	7,783	
Reserves & Surplus	4,69,280	5,38,827	6,23,257	7,10,060	8,09,842	
Deposits	29,33,495	33,61,202	38,45,857	45,38,111	54,00,352	
Borrowings	4,73,232	4,90,112	4,76,114	5,19,436	5,90,916	
Other Liabilities	1,32,683	1,77,006	1,96,893	2,16,583	2,49,070	
<b>Total Liabilities</b>	<b>40,16,597</b>	<b>45,75,350</b>	<b>51,50,940</b>	<b>59,93,007</b>	<b>70,58,998</b>	
Investments	7,09,299	8,30,757	10,64,865	11,20,797	14,61,069	
Net Advances	23,90,515	28,99,237	34,32,983	40,16,590	46,99,410	
Cash & Equivalents	6,85,847	5,67,768	3,69,074	6,09,529	7,51,004	
Fixed Assets	16,211	17,773	23,240	19,684	21,067	
Other Assets	2,14,725	2,59,816	2,60,778	2,26,408	1,26,448	
<b>Total Assets</b>	<b>40,16,598</b>	<b>45,75,350</b>	<b>51,50,940</b>	<b>59,93,007</b>	<b>70,58,998</b>	

Source: Company, JM Financial

Dupont Analysis					
Y/E March	FY22A	FY23A	FY24E	FY25E	FY26E
NII / Assets	3.93%	4.10%	4.24%	4.39%	4.28%
Other Income / Assets	1.92%	1.90%	1.93%	2.08%	2.14%
Total Income / Assets	5.85%	6.00%	6.17%	6.47%	6.42%
Cost / Assets	2.44%	2.64%	2.91%	3.12%	3.14%
PBP / Assets	3.41%	3.36%	3.26%	3.34%	3.28%
Provisions / Assets	1.73%	1.04%	0.80%	0.88%	0.86%
PBT / Assets	1.68%	2.31%	2.46%	2.46%	2.41%
Tax rate	25.3%	25.1%	25.1%	25.1%	25.1%
ROA	1.26%	1.73%	1.85%	1.84%	1.81%
RoRWAs	1.69%	2.35%	2.49%	2.48%	2.43%
Leverage	8.4	8.4	8.2	8.3	8.6
ROE	10.6%	14.5%	15.2%	15.2%	15.4%

Source: Company, JM Financial

Valuations					
Y/E March	FY22A	FY23A	FY24E	FY25E	FY26E
Shares in Issue	774.7	775.9	778.3	778.3	778.3
EPS (INR)	62.0	95.9	115.3	132.0	151.7
EPS (YoY) (%)	63.7%	54.7%	20.2%	14.4%	15.0%
PER (x)	22.6	14.6	12.2	10.6	9.3
BV (INR)	612	701	807	919	1,050
BV (YoY) (%)	10.4%	14.5%	15.2%	13.8%	14.4%
ABV (INR)	617	705	811	922	1,050
ABV (YoY) (%)	9.9%	14.2%	15.1%	13.7%	13.9%
P/BV (x)	2.29	2.00	1.74	1.53	1.34
P/ABV (x)	2.27	1.99	1.73	1.52	1.34
DPS (INR)	8.5	14.0	16.5	20.5	23.5
Div. yield (%)	0.6%	1.0%	1.2%	1.5%	1.7%

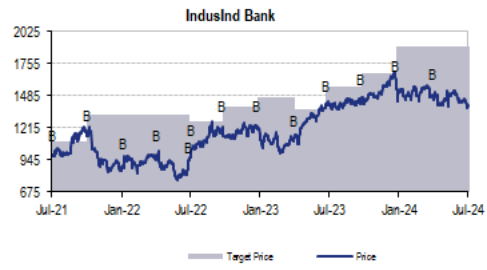
Source: Company, JM Financial



History of Recommendation and Target Price

Date	Recommendation	Target Price	% Chg.
27-Apr-20	Hold	450	
28-Jul-20	Hold	535	18.9
1-Nov-20	Buy	750	40.2
11-Jan-21	Buy	1,075	43.3
29-Jan-21	Buy	1,075	0.0
30-Mar-21	Buy	1,075	0.0
30-Apr-21	Buy	1,100	2.3
27-Jul-21	Buy	1,100	0.0
27-Oct-21	Buy	1,325	20.5
29-Jan-22	Buy	1,325	0.0
29-Apr-22	Buy	1,325	0.0
20-Jul-22	Buy	1,270	-4.2
28-Jul-22	Buy	1,270	0.0
19-Oct-22	Buy	1,390	9.4
18-Jan-23	Buy	1,470	5.8
24-Apr-23	Buy	1,375	-6.5
18-Jul-23	Buy	1,560	13.5
19-Oct-23	Buy	1,675	7.4
19-Jan-24	Buy	1,900	13.4
25-Apr-24	Buy	1,900	0.0

Recommendation History



## APPENDIX I

## JM Financial Institutional Securities Limited

Corporate Identity Number: U67100MH2017PLC296081

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Rating	Meaning
Buy	Total expected returns of more than 10% for stocks with market capitalisation in excess of INR 200 billion and REITs* and more than 15% for all other stocks, over the next twelve months. Total expected return includes dividend yields.
Hold	Price expected to move in the range of 10% downside to 10% upside from the current market price for stocks with market capitalisation in excess of INR 200 billion and REITs* and in the range of 10% downside to 15% upside from the current market price for all other stocks, over the next twelve months.
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\* REITs refers to Real Estate Investment Trusts.

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