

Marked improvement in profitability, but growth still anemic

BFSI - NBFCs ▶ Result Update ▶ April 16, 2026

CMP (Rs): 644 | TP (Rs): 625

HDBFS reported a strong Q4 in terms of profitability, ahead of consensus and our estimates; however, AUM growth remained soft, indicating management focus on maintaining profitability at the cost of growth. Asset quality improved significantly, resulting from easing stress in the CV and USL segments and the company's ability to control forward flows; this led to lower credit cost which in turn drove the PAT beat. The management reiterated that it aspires to grow its loan book at ~6-7% over and above the nominal GDP; such growth will be supported by strong disbursement across the product segment. Also, the management expects margin to be stable as disbursements in the USL segment normalize, though it indicated that the West Asia conflict would be a key monitorable. Further, the mgmt expects operating efficiency to improve, as it continues to invest in AI tech and to leverage its digital assets to cater to customers across geographies. To reflect the Q4 developments and management commentary, we tweak our FY27-28 estimates which leads to ~2-3% increase in earnings (Exhibit 2); we maintain REDUCE on the stock with unchanged Mar-27E TP of Rs625 (implying FY28E P/B of 1.9x).

CoF and credit cost improvement drive marked improvement in profitability

HDBFS posted a good quarter in terms of profitability, while AUM growth remained soft, growing 11% YoY to Rs1.2trn. NIM expanded to 8.23% (up by ~14bps QoQ), aided by cost of fund moderation, while adjusted opex improved, with cost-to-income declining to 39.5%. Credit cost moderated QoQ, and the management highlighted that stress in the CV and USL segments is now behind. Asset quality improved, with GS3 at 2.44%; the management pointed to the overall collection efficiency improving; also, the company has been able to contain slippages, resulting in strong asset-quality improvement.

Management confident of delivering improved growth and profitability

The mgmt remains confident of delivering AUM growth at ~6-7% above nominal GDP in the medium term, while indicating the West Asia war situation would be a key monitorable. The mgmt also indicated it would keep yields broadly intact; any marginal deviation would be mainly due to change in asset mix. Further, it expects NIM to uphold at 8% and above. The mgmt stated it has implemented multiple AI models, which are now yielding rewards. This would lead to opex-to-AUM moderating and maintaining ~3.7% in the near term, while credit cost is likely to hover at ~2.3%, as stress in the CV and USL segments has bottomed out. It expects to see growth in these segments ahead.

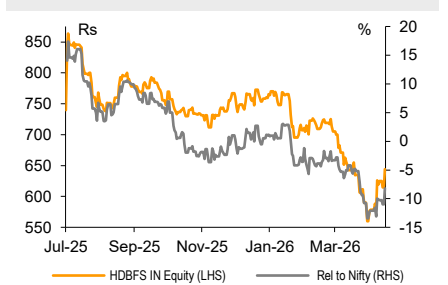
Minor changes to estimates; maintain REDUCE with unchanged TP of Rs625

Factoring in the Q4FY26 developments and management commentary, we cut FY27-28E AUM growth by 2-4% and credit cost by 6-8%; this leads to the EPS increasing ~2-3%. With low likelihood of growth and profitability firing together, we maintain REDUCE, with Mar-27E TP of Rs625 implying FY28E P/B of 1.9x. Given that peer NBFC groups are delivering better growth, any re-rating of HDBFS will be contingent on it accelerating growth materially without significant asset-quality issues.

Target Price – 12M	Mar-27
Change in TP (%)	-
Current Reco.	REDUCE
Previous Reco.	REDUCE
Upside/(Downside) (%)	(3.0)

Stock Data	HDBFS IN
52-week High (Rs)	892
52-week Low (Rs)	555
Shares outstanding (mn)	830.3
Market-cap (Rs bn)	535
Market-cap (USD mn)	5,729
Net-debt, FY27E (Rs mn)	NA
ADTV-3M (mn shares)	1.0
ADTV-3M (Rs mn)	721.4
ADTV-3M (USD mn)	7.7
Free float (%)	0.0
Nifty-50	24,231.3
INR/USD	93.4
Shareholding,	
Promoters (%)	0.0
FPIs/MFs (%)	0.0/0.0

Price Performance			
(%)	1M	3M	12M
Absolute	0.3	(15.7)	0.0
Rel. to Nifty	(4.2)	(10.7)	0.0

1-Year share price trend (Rs)**HDB Financial Services: Financial Snapshot (Consolidated)**

Y/E March (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
Net profits	21,760	25,436	29,834	36,529	44,950
AUM growth (%)	18.5	10.9	15.1	17.9	18.0
NII growth (%)	18.3	20.4	13.7	17.6	18.6
NIMs (%)	7.6	8.0	8.0	8.1	8.1
PPOP growth (%)	15.3	23.0	14.7	19.4	20.5
Adj. EPS (Rs)	27.4	31.3	35.9	44.0	54.1
Adj. EPS growth (%)	(11.8)	14.2	14.9	22.4	23.1
Adj. BV (INR)	199.1	254.2	284.8	328.8	382.9
Adj. BVPS growth (%)	14.8	27.6	12.1	15.4	16.5
RoA (%)	2.2	2.2	2.3	2.4	2.5
RoE (%)	14.7	13.9	13.5	14.3	15.2
P/E (x)	23.5	20.6	17.9	14.6	11.9
P/ABV (x)	3.2	2.5	2.3	2.0	1.7

Source: Company, Emkay Research

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Exhibit 1: Actual vs Estimates

HDBFS - Q4FY26 result update											
(Rs mn)	Q4FY25	Q1FY26	Q2FY26	Q3FY26	Q4FY26	YoY	QoQ	Q4FY26E	Variation	Consensus	
Business Assets	1,068,780	1,093,420	1,114,090	1,145,770	1,184,930	10.9%	3.4%	1,206,405	-1.8%		
Disbursement	176,430	151,710	155,990	179,170	199,220	12.9%	11.2%	207258.75	-3.9%		
NII	19,728	20,918	21,925	22,850	23,988	21.6%	5.0%	23,533	1.9%		
Total Income	26,156	27,257	28,514	29,695	30,629	17.1%	3.1%	30,506	0.4%	30,326	1.0%
PPoP	13,381	14,022	15,305	15,725	16,958	26.7%	7.8%	16,548	2.5%	16,829	0.8%
Provisions	6,338	6,697	7,483	7,122	6,846	8.0%	-3.9%	7,534	-9.1%	7,277	-5.9%
PBT	7,043	7,325	7,822	8,603	10,112	43.6%	17.5%	9,014	12.2%	9,552	5.9%
PAT	5,310	5,677	5,814	6,439	7,506	41.4%	16.6%	6,733	11.5%	7,300	2.8%
NIMs+ Fees	10.01%	10.08%	10.33%	10.51%	10.51%	50bps	0bps	10.38%	14bps		
Credit cost	2.43%	2.48%	2.71%	2.52%	2.35%	-8bps	-17bps	2.56%	-21bps		
GS3	2.25%	2.56%	2.81%	2.81%	2.44%	19bps	-36bps	2.75%	-31bps		
NS3	0.99%	1.11%	1.27%	1.25%	1.10%	11bps	-14bps	1.18%	-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	1,401,259	1,363,617	-2.7%	1,660,449	1,607,340	-3.2%	NA	1,896,851	NA
Disbursement	791,307	795,864	0.6%	917,916	931,161	1.4%	NA	1,098,770	NA
Net interest income	105,707	101,958	-3.5%	123,927	119,866	-3.3%	NA	142,161	NA
Total Income	132,228	129,497	-2.1%	152,634	150,225	-1.6%	NA	176,330	NA
PPOP	72,588	71,144	-2.0%	86,134	84,930	-1.4%	NA	102,350	NA
Provisions	33,725	30,990	-8.1%	37,888	35,765	-5.6%	NA	41,851	NA
PBT	38,863	40,154	3.3%	48,247	49,165	1.9%	NA	60,499	NA
PAT	28,875	29,834	3.3%	35,847	36,529	1.9%	NA	44,950	NA
EPS (Rs)	34.8	35.9	3.2%	43.2	44.0	1.8%	NA	54.1	NA
BVPS (Rs)	285	285	-0.2%	328	329	0.1%	NA	383	NA
Networth	236,635	236,474	-0.07%	272,483	273,004	0.19%	NA	317,954	NA
NIMs	8.11%	8.00%	-11bps	8.10%	8.07%	-3bps	NA	8.11%	NA
NIM + Fees	10.14%	10.16%	2bps	9.97%	10.11%	14bps	NA	10.06%	NA
Cost-to-Income	45.10%	45.06%	-4bps	43.57%	43.46%	-10bps	NA	41.96%	NA
Adj. Cost-to-income ratio	40.87%	40.18%	-69bps	40.42%	39.41%	-100bps	NA	38.63%	NA
Opex-to-AUM	4.57%	4.58%	1bps	4.34%	4.40%	5bps	NA	4.22%	NA
Adj Opex-to-AUM	3.82%	3.72%	-10bps	3.80%	3.69%	-10bps	NA	3.66%	NA
Loan book growth	16.15%	15.08%	-107bps	18.50%	17.87%	-62bps	NA	18.01%	NA
Disbursement growth	14.00%	16.00%	200bps	16.00%	17.00%	100bps	NA	18.00%	NA
Credit costs	2.59%	2.43%	-15bps	2.47%	2.41%	-7bps	NA	2.39%	NA
ROA	2.16%	2.25%	10bps	2.29%	2.37%	8bps	NA	2.48%	NA
ROE	13.0%	13.5%	47bps	14.1%	14.3%	26bps	NA	15.2%	NA

Source: Company, Emkay Research

Exhibit 3: Valuation matrix

	Price	Upside	P/BV (x)			P/E (x)			RoA (%)			RoE (%)			Book Value (Rs/sh)			EPS (Rs)		
			FY26E	FY27E	FY28E	FY26E	FY27E	FY28E	FY26E	FY27E	FY28E	FY26E	FY27E	FY28E	FY26E	FY27E	FY28E	FY26E	FY27E	FY28E
At CMP	644	-3%	2.5	2.3	2.0	20.6	17.9	14.6	2.4	2.3	2.3	13.9	13.5	14.3	254.2	284.8	328.8	31.3	35.9	44.0
At TP	625		2.5	2.2	1.9	20.0	17.4	14.2												

Source: Company, Emkay Research

Exhibit 4: Quarterly earnings snapshot

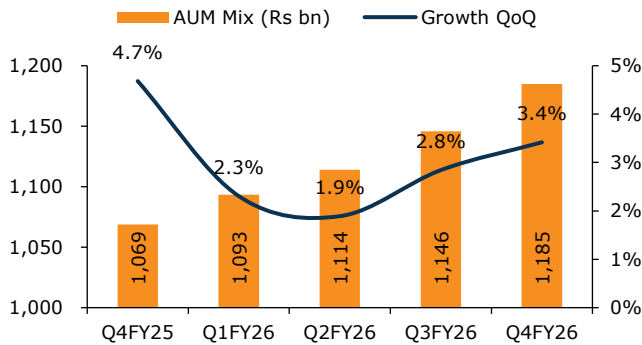
Quarterly Earnings Summary (Rs mn)	Q4FY25	Q1FY26	Q2FY26	Q3FY26	Q4FY26	YoY	QoQ
Interest Income	36,233	38,315	38,865	39,890	40,813	12.6%	2.3%
Interest Expenses	16,505	17,397	16,940	17,040	16,825	1.9%	-1.3%
Net Interest Income	19,728	20,918	21,925	22,850	23,988	21.6%	5.0%
Other Income	6,428	6,339	6,589	6,845	6,641	3.3%	-3.0%
Income	26,156	27,257	28,514	29,695	30,629	17.1%	3.1%
Operating Expenses	12,775	13,235	13,209	13,970	13,671	7.0%	-2.1%
Operating Profit	13,381	14,022	15,305	15,725	16,958	26.7%	7.8%
Provisions	6,338	6,697	7,483	7,122	6,846	8.0%	-3.9%
Credit cost (on avg Business Assets)	2.43%	2.48%	2.71%	2.52%	2.35%	-8bps	-17bps
PBT	7,043	7,325	7,822	8,603	10,112	-17.7%	17.5%
Tax	1,733	1,648	2,008	2,164	2,606	50.4%	20.4%
Reported PAT	5,310	5,677	5,814	6,439	7,506	41.4%	16.6%
Networth (approx)	158,197	187,150	193,382	198,442	206,640	30.6%	4.1%
AUM	1,068,780	1,093,420	1,114,090	1,145,770	1,184,930	10.9%	3.4%
Disbursements	176,430	151,710	155,990	179,170	199,220	12.9%	11.2%
GS3	2.25%	2.56%	2.81%	2.81%	2.44%	19bps	-36bps
NS3	0.99%	1.11%	1.27%	1.25%	1.10%	11bps	-14bps
PCR	55.95%	56.70%	54.73%	55.59%	55.52%	-43bps	-7bps
ROA	2.00%	1.90%	1.93%	2.35%	2.48%	48bps	13bps
ROE	13.60%	13.20%	12.23%	13.99%	14.83%	123bps	84bps

Source: Company, Emkay Research; Note: RoE for Q3FY26 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@whitemarquesolutions)

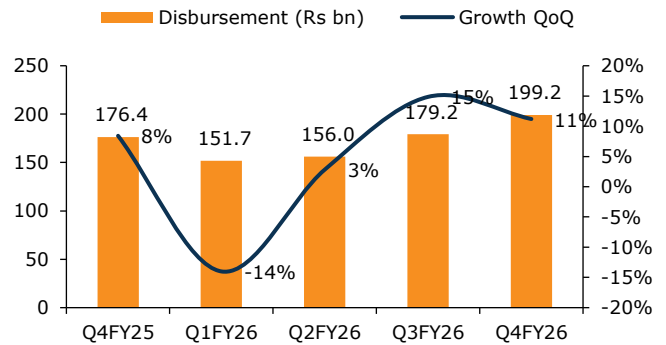
Result in charts

Exhibit 5: Softer AUM growth



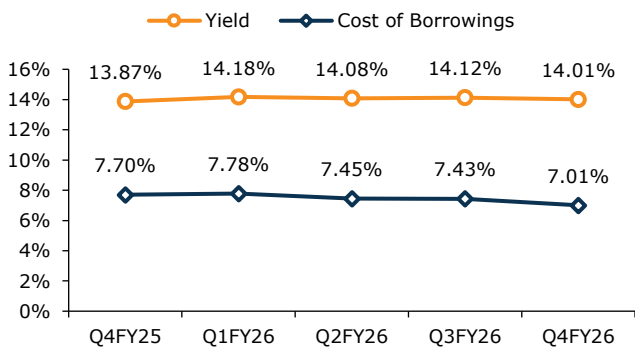
Source: Company, Emkay Research

Exhibit 6: Disbursement remains strong



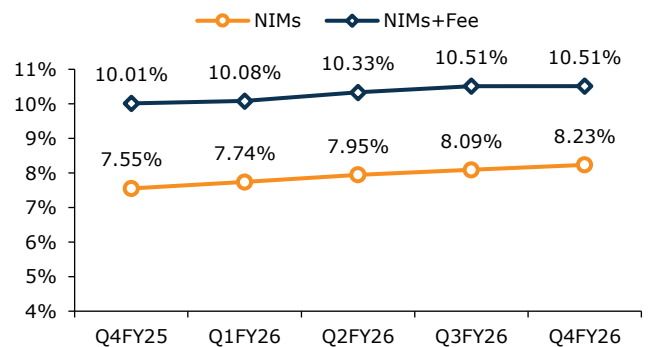
Source: Company, Emkay Research

Exhibit 7: CoF moderates by ~40bps QoQ



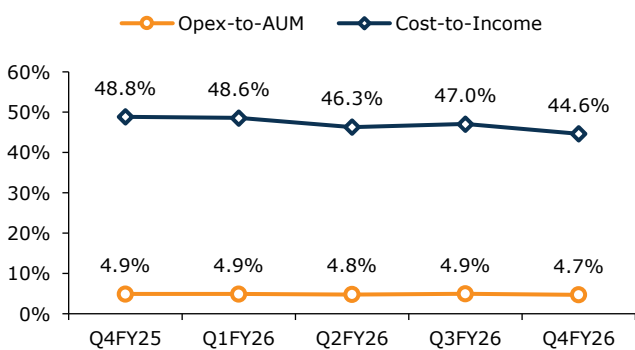
Source: Company, Emkay Research

Exhibit 8: Margin improvement led by moderating CoFs and stable yields



Source: Company, Emkay Research

Exhibit 9: Opex ratio remains range-bound



Source: Company, Emkay Research

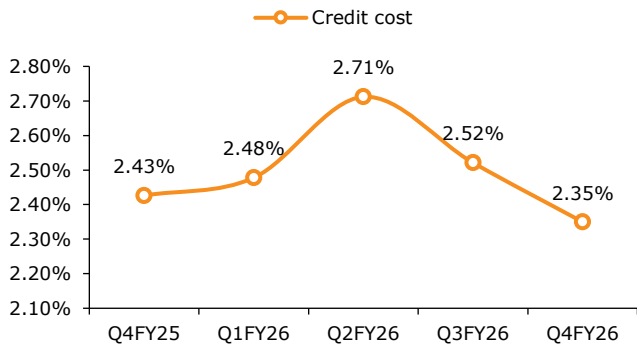
Exhibit 10: Core opex moderates, as impact of labor law normalizes



Source: Company, Emkay Research

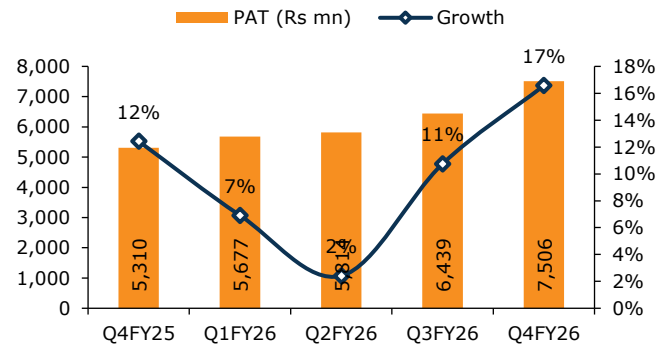
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Exhibit 11: Credit cost improves materially, as stress in CV and USL eases



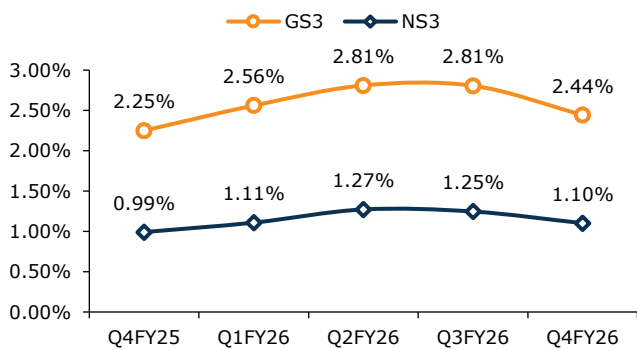
Source: Company, Emkay Research

Exhibit 12: PAT above street and our estimates



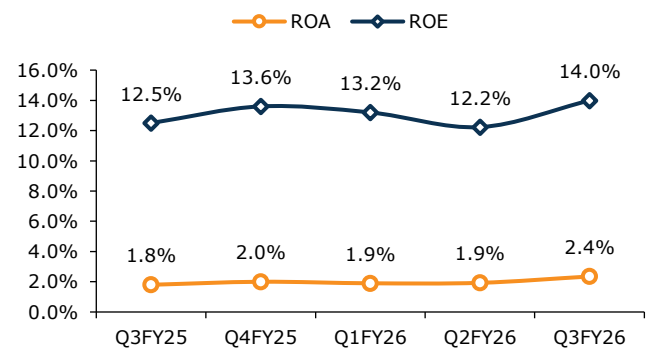
Source: Company, Emkay Research

Exhibit 13: Asset quality improves significantly QoQ



Source: Company, Emkay Research

Exhibit 14: Profitability improves due to improving margins and moderating credit cost

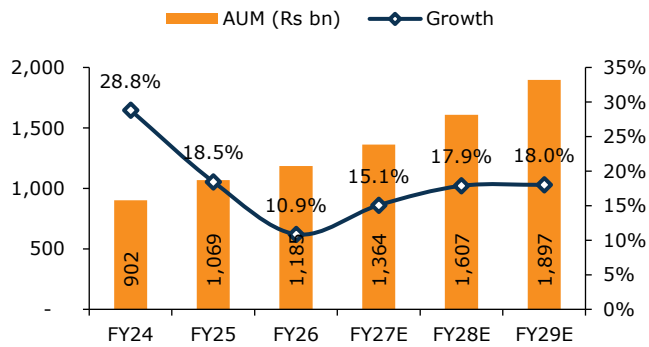


Source: Company, Emkay Research; Note: Excluding the impact of new labor codes

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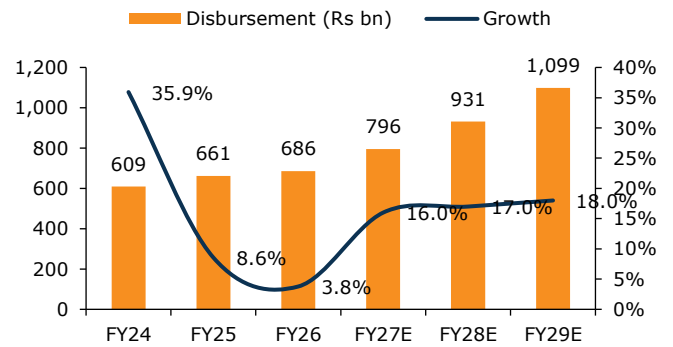
Story in charts

Exhibit 15: AUM expected to grow ~17-18% over FY27-29E



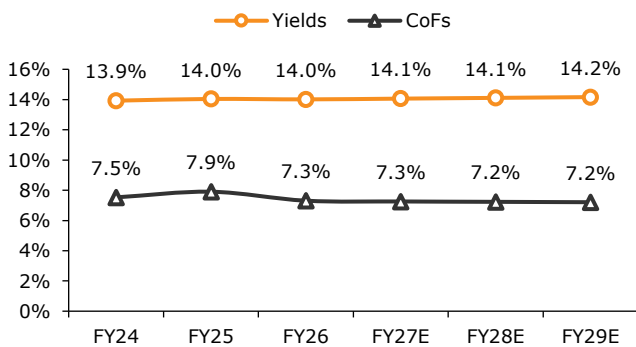
Source: Company, Emkay Research

Exhibit 16: Disbursement expected to pick up, as stress in the CV and USL segments has eased



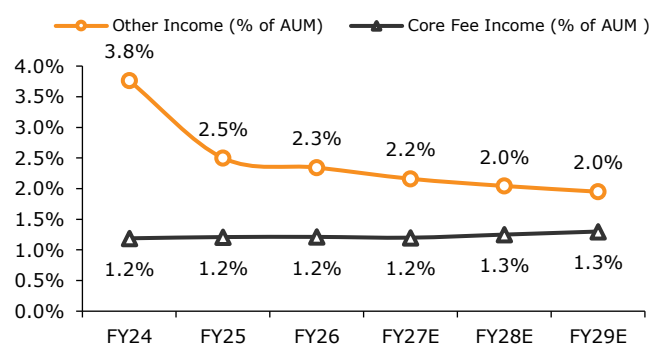
Source: Company, Emkay Research

Exhibit 17: Stable yields and moderating cost of borrowing



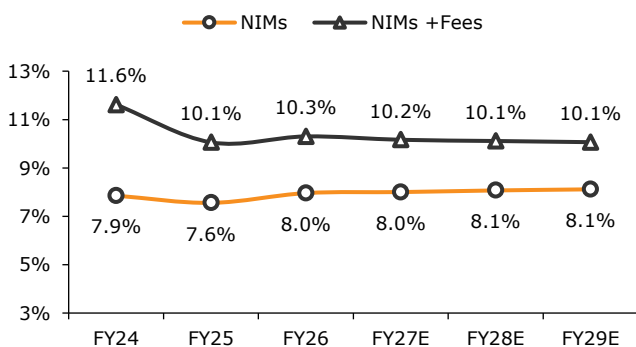
Source: Company, Emkay Research

Exhibit 18: Core fee income to improve over FY27-29E



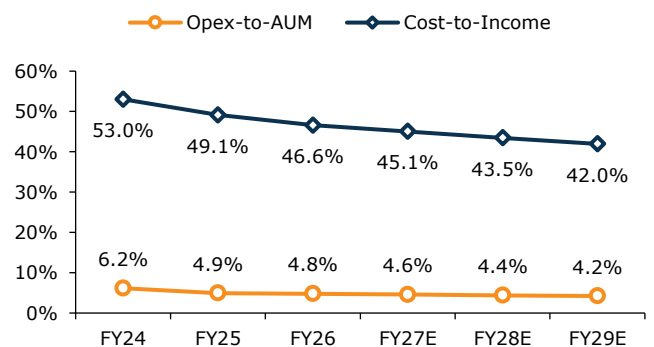
Source: Company, Emkay Research

Exhibit 19: Margin improvement led by moderating CoFs



Source: Company, Emkay Research

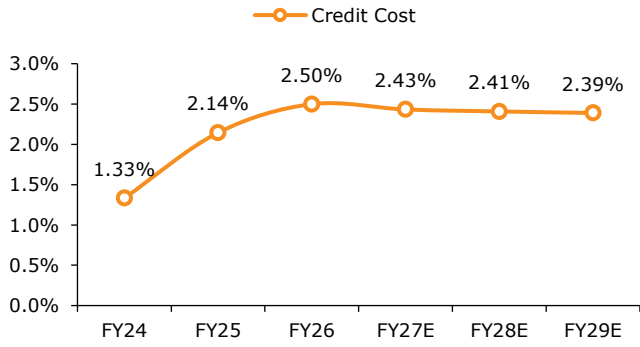
Exhibit 20: Opex to moderate as efficiency improves



Source: Company, Emkay Research

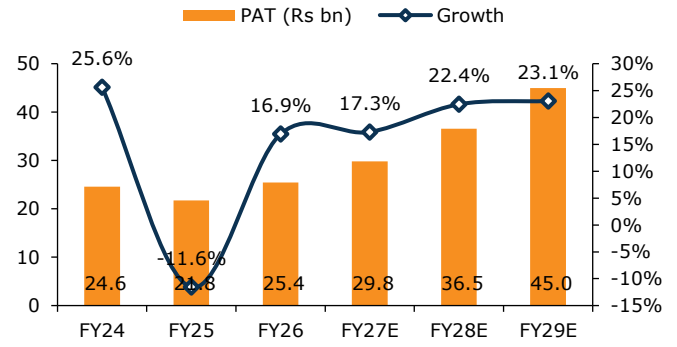
This report is intended for Team White Marquee Solutions (team.emkay@whitemarquesolutions)

Exhibit 21: Credit cost expected to improve going forward



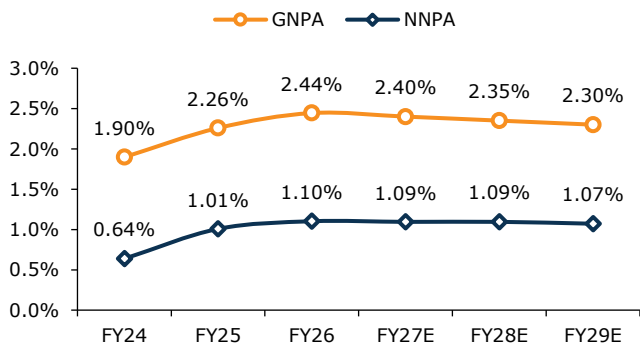
Source: Company, Emkay Research

Exhibit 22: PAT growth of >20% during FY28-29E



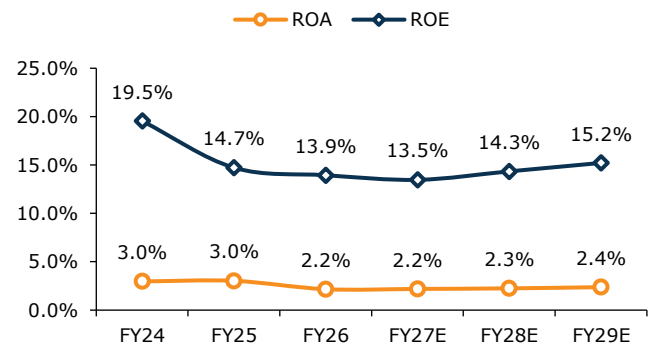
Source: Company, Emkay Research

Exhibit 23: Asset quality to improve on account of prudent underwriting



Source: Company, Emkay Research

Exhibit 24: Profitability improvement led by moderating credit cost and improved efficiency



Source: Company, Emkay Research

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

Earnings call highlights

- Customer franchise expanded to ~22.9mn, reflecting ~4.3% QoQ and ~19.7% YoY growth, with continued focus on serving “aspirational India”.
- Distribution footprint remained strong, with presence across ~1,161 towns/cities and ~160k retail/dealer touchpoints, supplemented by digital sourcing channels.
- Q4 disbursements stood at ~Rs199.22bn, the highest ever, growing ~11.2% QoQ and indicating improving momentum through H2.
- Loan book grew ~3.4% QoQ (~10.9% YoY), with the management highlighting calibrated growth, alongside improving asset quality.
- Average ticket size remained granular at ~Rs166k per customer, reflecting retail-focused strategy.
- NIM expanded to ~8.23% (vs ~8.09% QoQ; ~7.55% YoY), supported by yield discipline and borrowing cost management.
- Cost-to-income improved to ~39.5% (vs ~41.6% QoQ), reflecting operating efficiency despite ongoing investments.
- Gross Stage 3 assets declined to ~2.44% (vs ~2.81% QoQ), indicating meaningful improvement across portfolios. Provision coverage on Stage 3 stood at ~55.5%.
- Credit costs moderated to ~2.35% (vs ~2.52% QoQ), with the management guiding for ~2.3% over the medium term. Improvement was driven by better collections, reduced slippages, and stabilization across key segments, including CV and enterprise lending.
- Enterprise Lending: Q4 disbursements grew ~28% QoQ (~15.4% YoY); secured segments (LAP/mortgage) saw strong traction, while unsecured business loans showed improving asset quality.
- Consumer Finance: Book grew ~5.3% QoQ (~19.4% YoY), led by consumer durables and auto loans; momentum expected to continue.
- Asset Finance (CV/CE): Moderate growth with continued improvement in early buckets and Stage 3; the management pointed to a recovery trend ahead, after the earlier stress.
- Gold Loan: Book doubled in FY26, with strong disbursement growth and positive outlook.
- March performance was stable, with no visible disruption; however, geopolitical developments (West Asia conflict) remain a key monitorable. No material stress observed in the MSME or retail portfolios so far; the company remains watchful for second-order impacts.
- Growth strategy focused on scaling up disbursements first, with AUM growth to follow as the mix stabilizes.
- Digital (DIY) platform disbursements scaled up ~2.2x in FY26, supporting incremental sourcing.
- AI-led initiatives began delivering outcomes, including ~25bps improvement in early bucket collections via bot-based engagement.
- The management highlighted ongoing investments with ~5 large AI initiatives underway across functions.
- Guidance
 - Medium-term growth outlook maintained at ~6–7% over and above the nominal GDP, with disbursements expected to lead the AUM growth recovery.
 - NIM guidance maintained at >8%, with strong internal focus on yield discipline across products.
 - Credit cost expected to stabilize at ~2.3% over the medium term.
 - Opex expected to be broadly stable at ~3.7% of assets, despite continued investments.

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

HDB Financial Services: Consolidated Financials and Valuations

Profit & Loss					
Y/E March (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
Interest Income	138,358	157,883	179,175	209,615	248,114
Interest Expense	63,902	68,202	77,217	89,749	105,953
Net interest income	74,456	89,681	101,958	119,866	142,161
NII growth (%)	18.3	20.4	13.7	17.6	18.6
Non interest income	24,645	26,414	27,539	30,359	34,169
Total income	99,101	116,095	129,497	150,225	176,330
Operating expenses	48,692	54,085	58,354	65,295	73,980
PPOP	50,409	62,010	71,144	84,930	102,350
PPOP growth (%)	15.3	23.0	14.7	19.4	20.5
Provisions & contingencies	21,130	28,148	30,990	35,765	41,851
PBT	29,279	33,862	40,154	49,165	60,499
Extraordinary items	0	0	0	0	0
Tax expense	7,519	8,426	10,320	12,635	15,548
Minority interest	-	-	-	-	-
Income from JV/Associates	-	-	-	-	-
Reported PAT	21,760	25,436	29,834	36,529	44,950
PAT growth (%)	(11.6)	16.9	17.3	22.4	23.1
Adjusted PAT	21,760	25,436	29,834	36,529	44,950
Diluted EPS (Rs)	27.4	31.3	35.9	44.0	54.1
Diluted EPS growth (%)	(11.8)	14.2	14.9	22.4	23.1
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	8.0	8.1	8.1
Cost-income ratio (%)	49.1	46.6	45.1	43.5	42.0
PAT/PPOP (%)	43.2	41.0	41.9	43.0	43.9
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	32,727	37,772	43,628
NNPL - Stage 3	10,631	12,880	14,727	17,375	20,069
GNPL ratio - Stage 3 (%)	2.3	2.4	2.4	2.4	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	54.0
ECL coverage - 1 & 2 (%)	2.1	1.9	2.0	2.0	2.0
Gross slippage - Stage 3	-	-	-	-	-
Gross slippage ratio (%)	-	-	-	-	-
Write-off ratio (%)	2.1	2.3	2.0	1.9	1.9
Total credit costs (%)	2.1	2.5	2.4	2.4	2.4
NNPA to networth (%)	6.7	6.2	6.2	6.4	6.3
Capital adequacy					
Total CAR (%)	19.2	20.7	20.1	19.2	18.5
Tier-1 (%)	14.7	16.6	16.5	16.2	16.0
Miscellaneous					
Total income growth (%)	6.5	17.1	11.5	16.0	17.4
Opex growth (%)	(1.3)	11.1	7.9	11.9	13.3
PPOP margin (%)	5.1	5.5	5.6	5.7	5.8
Credit costs-to-PPOP (%)	41.9	45.4	43.6	42.1	40.9
Loan-to-Assets (%)	95.1	92.8	93.2	93.4	93.6
Yield on loans (%)	14.0	14.0	14.1	14.1	14.2
Cost of funds (%)	7.9	7.3	7.3	7.2	7.2
Spread (%)	6.1	6.7	6.8	6.9	7.0

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	228,171	264,701	309,651
Net worth	158,197	206,640	236,474	273,004	317,954
Borrowings	873,977	992,301	1,135,212	1,346,147	1,593,355
Other liabilities & prov.	54,459	37,574	43,345	47,406	51,349
Total liabilities & equity	1,086,633	1,236,515	1,415,031	1,666,556	1,962,658
Net loans	1,033,430	1,146,895	1,319,436	1,555,915	1,837,040
Investments	20,601	37,476	41,224	45,346	49,881
Cash, other balances	9,505	12,461	15,133	21,632	27,135
Interest earning assets	1,063,536	1,196,832	1,375,793	1,622,893	1,914,055
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	1,415,031	1,666,556	1,962,658
BVPS (Rs)	199.1	254.2	284.8	328.8	382.9
Adj. BVPS (INR)	199.1	254.2	284.8	328.8	382.9
Gross loans	1,068,776	1,184,930	1,363,617	1,607,340	1,896,851
Total AUM	1,068,776	1,184,930	1,363,617	1,607,340	1,896,851
On balance sheet	1,068,776	1,184,930	1,363,617	1,607,340	1,896,851
Off balance sheet	0	0	0	0	0
Disbursements	661,075	686,090	795,864	931,161	1,098,770
Disbursements growth (%)	8.6	3.8	16.0	17.0	18.0
Loan growth (%)	19.2	11.0	15.0	17.9	18.1
AUM growth (%)	18.5	10.9	15.1	17.9	18.0
Borrowings growth (%)	17.6	13.5	14.4	18.6	18.4
Book value growth (%)	14.8	27.6	12.1	15.4	16.5

Source: Company, Emkay Research

Valuations and key Ratios					
Y/E March	FY25	FY26	FY27E	FY28E	FY29E
P/E (x)	23.5	20.6	17.9	14.6	11.9
P/B (x)	3.2	2.5	2.3	2.0	1.7
P/ABV (x)	3.2	2.5	2.3	2.0	1.7
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	8.0	8.1	8.1
Other income	2.5	2.3	2.2	2.0	2.0
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	5.6	5.7	5.8
Provisions	2.1	2.5	2.4	2.4	2.4
Tax expense	0.8	0.7	0.8	0.9	0.9
RoAUM (%)	2.2	2.3	2.3	2.5	2.6
Leverage ratio (x)	6.7	6.2	5.8	5.8	5.9
RoE (%)	14.7	13.9	13.5	14.3	15.2

Quarterly data				
Rs mn, Y/E Mar	Q1FY26	Q2FY26	Q3FY26	Q4FY26
NII	20,918	21,925	22,850	23,988
NIM (%)	7.7	7.9	8.1	8.2
PPOP	14,022	15,305	15,725	16,958
PAT	5,677	5,814	6,439	7,506
EPS (Rs)	6.84	7.00	7.76	9.04

Source: Company, Emkay Research

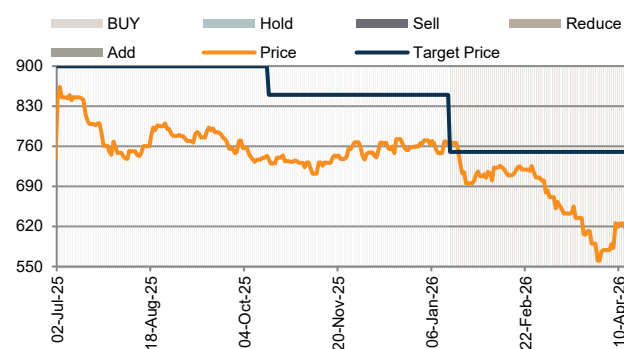
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RECOMMENDATION HISTORY - DETAILS

Date	Closing Price (Rs)	TP (Rs)	Rating	Analyst
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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ADD	5-15% upside
REDUCE	5% upside to 15% downside
SELL	>15% downside

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