




Key Changes	Target 	Rating 	Earnings 	Target	Rs. 240
Stock Type	Bloomberg Code	Sensex	NSE Code	BSE Code	Time Frame
Small Cap	RBK:IN	82,059	RBLBANK	540065	12 Months
				CMP	Rs. 212
				Return	+13%

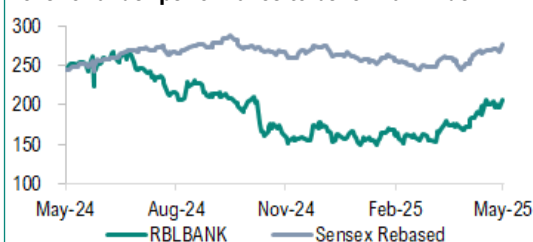
Data as of: 19-05 2025

Company Data			
Market Cap (Rs. cr)	12,842		
52 Week High — Low (Rs.)	270 - 146		
Outstanding Shares (cr)	60.8		
Free Float (%)	97.3		
Dividend Yield (%)	0.7		
6m average volume (cr)	1.1		
Beta	2.0		
Face value (Rs.)	10.0		

Shareholding (%)	Q2FY25	Q3FY25	Q4FY25
Promoters	0.0	0.0	0.0
FII's	14.6	13.4	14.4
MFs/Institutions	27.0	18.0	21.1
Public	37.5	44.9	41.4
Others	20.9	23.7	23.1
Total	100.0	100.0	100.0
Promoter Pledge	Nil	Nil	Nil

Price Performance	3 Month	6 Month	1 Year
Absolute Return	28.5%	29.0%	-15.5%
Absolute Sensex	8.2%	4.8%	13.4%
Relative Return	20.3%	24.3%	-28.9%

*over or under performance to benchmark index



Y.E March (cr)	FY25A	FY26E	FY27E
Net Interest Income	6,463	7,389	8,478
Growth (%)	7.0	14.3	14.7
NIM (%)	5.4	5.5	5.6
Pre-Provision Profit	3,627	4,732	6,010
Net Profit	695	1,309	1,955
Growth (%)	-40.5	88.2	49.4
Adj. EPS	11.4	21.5	32.2
Growth (%)	-40.7	88.2	49.4
BVPS	253.9	274.5	305.1
P/E	15.2	9.6	6.4
P/B	0.7	0.8	0.7
RoE (%)	4.6	8.1	11.1
RoA (%)	0.5	0.8	1.1

Weak revenue, stable operating metrics

RBL Bank Ltd. is a private sector bank, with 561 branches and 1.6cr+ customers as of Q4FY25. It provides corporate, institutional, commercial, retail and agricultural development banking, as well as financial market access.

- In Q4FY25, interest income increased 4.1% YoY to Rs. 3,476cr, driven by robust growth in secured retail (+43% YoY) and wholesale loan (+6% YoY) segments.
- Interest expense rose 10.0% YoY to Rs. 1,913cr in Q4FY25, led by higher cost of deposits (6.5%) and cost of funds (6.6%). Consequently, net interest income declined 2.3% YoY to Rs. 1,563cr and net interest margin (NIM) moderated to 4.89% compared to 4.90% in Q3FY25 and 5.45% in Q4FY24.
- Other income increased 14.2% YoY to Rs. 1,000cr in Q4FY25, driven by strong growth across core fee categories such as FX, processing fees, general banking, distribution, payment-related services, trade and others.
- The pre-provision operating profit decreased 2.9% YoY to Rs. 861cr, due to increase in operating expenses by 7.2%
- PAT declined 80.5% YoY to Rs. 69cr, due to full provisioning on JLG (Joint Liability Group), higher credit cost, lower NII and increased operating expenses.

Outlook & Valuation

The bank delivered resilient performance in the quarter, sustaining momentum across key business segments while maintaining its branch network and strengthening customer engagement. Continued focus on improving deposit granularity, expanding retail assets and optimising operational efficiency is expected to support balanced growth. While business fundamentals are improving, near-term margin pressures and a cautious approach in unsecured segments may limit the upside. However, strategic investments in digital initiatives and risk management are expected to enhance long-term competitiveness. Therefore, **we upgraded our rating from SELL to ACCUMULATE on the stock, based on 0.8x FY27E book value per share, with a revised target price of Rs. 240.**

Quarterly Financials Standalone

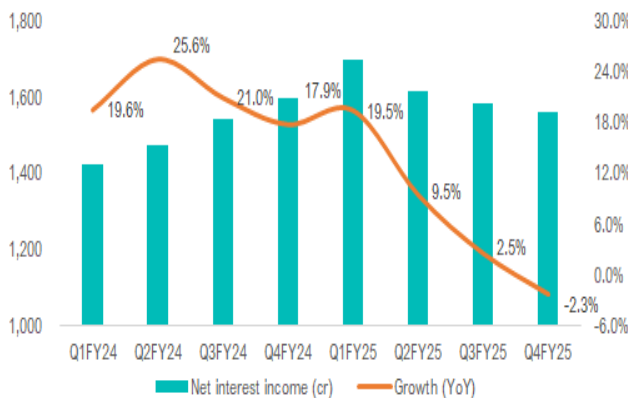
Rs.cr	Q4FY25	Q4FY24	YoY (%)	Q3Y25	QoQ (%)	FY25	FY24	YoY (%)
Net Interest Income (NII)	1,563	1,600	-2.3	1,585	-1.4	6,463	6,043	7.0
Total income	4,476	4,215	6.2	4,610	-2.9	17,845	15,437	15.6
Total Expenditure	3,614	3,328	8.6	3,613	0.0	14,218	12,406	14.6
Pre-Provision Profit	861	887	-2.9	997	-13.6	3,627	3,031	19.7
Profit Before Tax	76	473	-83.9	-192	-139.6	668	1,252	-46.6
Net Profit	69	353	-80.5	33	110.5	695	1,168	-40.5
Adj. PAT	69	353	-80.5	33	110.5	695	1,168	-40.5
EPS (Rs)	1.1	5.7	-80.3	0.5	113.2	11.4	19.3	-40.7



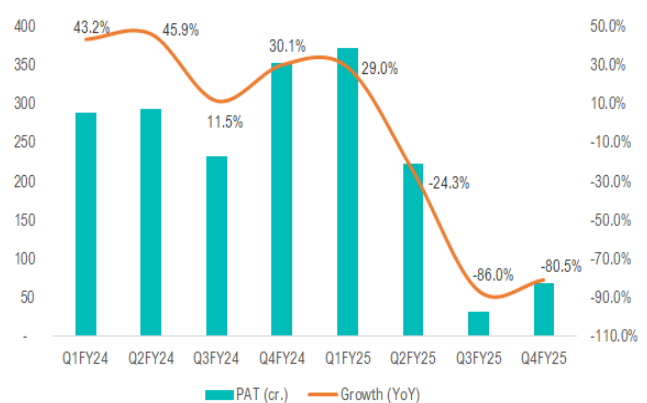
Key Concall Highlights

- In March 2025, RBL Bank's GNPA reduced to Rs. 2,465cr (2.60%) from Rs. 2,701cr (2.92%) in December 2024, while NNPA dropped to Rs. 271cr (0.29%) from Rs. 482cr (0.53%). PCR improved to 89.0% in March 2025 from 82.2% in December 2024, driven by higher recoveries and 100% provisioning in the JLG segment.
- In March 2025, total deposits increased 7% YoY to Rs. 110,944cr. The CASA segment grew 4% YoY to Rs. 37,886cr, with a ratio of 34.1%. Granular deposits under Rs. 3cr surged 16% YoY to Rs. 55,213cr, comprising 49.8% of total deposits.
- RBL Bank's management has provided guidance of 25%-30% growth in the secured retail business for FY26, driven by improvement in execution, stronger sourcing and better cross-sell outcomes.
- The wholesale segment is projected to grow steadily from 6% in FY25 to 10%-12% going forward.
- The normalised disbursement run rate, currently ~Rs. 350cr per month, is expected to improve progressively, with the target of reaching Rs. 600cr by the second half of the year. Consequently, JLG growth is expected to lag the bank's overall average, with its share maintained in the 6%-7.5% range, down from 9% in FY24 to 6.2% in FY25.

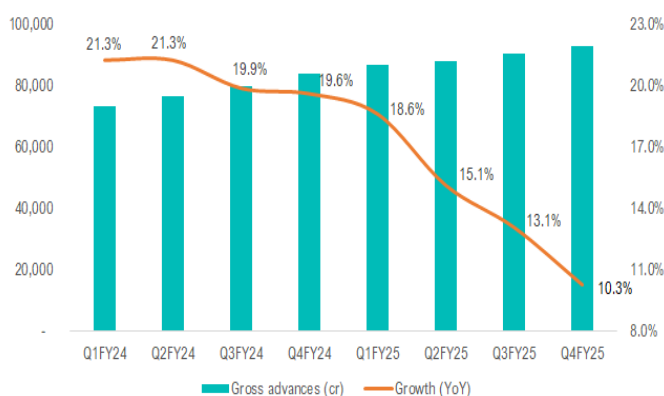
Net interest income



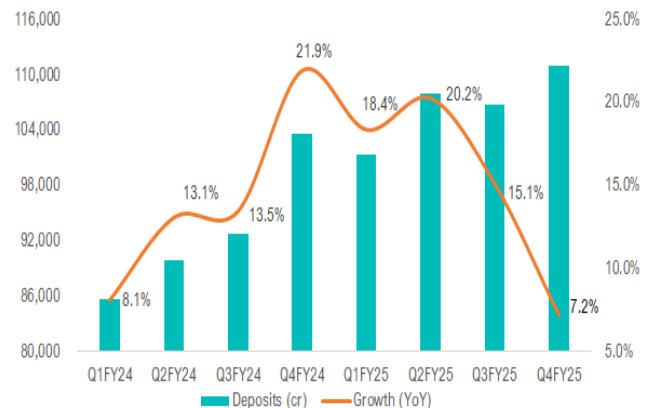
PAT



Gross advances



Deposits



Change in Estimates

Year / Rs cr	Old estimates		New estimates		Change (%)	
	FY26E	FY27E	FY26E	FY27E	FY26E	FY27E
Net Interest Income (NII)	8,399	-	7,389	8,478	-12.0	-
Net Interest Margin (%)	6.0	-	5.5	5.6	-50bps	-
Pre-Provision Profit	4,334	-	4,732	6,010	9.2	-
Net Profit	915	-	1,309	1,955	43.0	-
EPS (Rs)	15.0	-	21.5	32.2	43.5	-



Standalone Financials

Profit & Loss

Y. E March (Rs cr)	FY23A	FY24A	FY25A	FY26E	FY27E
Interest Income	9,677	12,394	14,039	15,435	17,781
Interest Exp.	4678	6351	7576	8046	9304
Net Int. Income	4,998	6,043	6,463	7,389	8,478
% Change	24.1	20.9	7.0	14.3	14.7
Non-Int. Income	2,489	3,043	3,806	4,872	6,431
Net Income	7,488	9,086	10,269	12,261	14,909
Total Income	12,166	15,437	17,845	20,307	24,212
Operating Exp.	5,285	6,055	6,642	7,529	8,899
Total Exp.	9,964	12,406	14,218	15,575	18,202
Pre-Prov. Profit	2,202	3,031	3,627	4,732	6,010
Provisions	1,022	1,778	2,959	2,987	3,403
PBT	1,181	1,252	668	1,745	2,607
Tax	298	84	-27	436	652
Tax Rate (%)	25.2	6.7	-4.1	25.0	25.0
Minority Interests	-	-	-	-	-
Net Profit	883	1,168	695	1,309	1,955
% Change	-1281.1	32.3	-40.5	88.2	49.4
Adj.	-	-	-	-	-
Adj. Net Profit	883	1,168	695	1,309	1,955
No. of Shares (cr)	60.0	60.5	60.8	60.8	60.8
Adj. EPS (Rs.)	14.7	19.3	11.4	21.5	32.2
% Change	-1281.0	31.1	-40.7	88.2	49.4
DPS (Rs.)	1.5	1.5	1.0	1.5	2.3

Balance sheet

Y. E March (Rs cr)	FY23A	FY24A	FY25A	FY26E	FY27E
Cash & Balances	8,520	14,417	12,560	13,603	18,283
Investments	28,875	29,576	32,165	36,025	40,708
Advances	70,209	83,987	92,618	1,06,511	1,20,357
Fixed Assets	574	532	577	670	777
Other Assets	7,697	9,920	8,806	11,007	13,759
Total Assets	1,15,876	1,38,432	1,46,725	1,67,815	1,93,883
Capital	600	605	608	608	608
Reserves & Surplus	12,977	14,191	14,829	16,077	17,940
Deposits	84,887	1,03,494	1,10,944	1,28,694	1,50,573
Borrowings	13,331	14,184	13,734	14,833	16,019
Other Liabilities	4,082	5,958	6,611	7,603	8,743
Total Liabilities	1,15,876	1,38,432	1,46,725	1,67,815	1,93,883
BVPS (Rs.)	226.4	244.5	253.9	274.5	305.1
Adj. BVPS (Rs.)	213.6	234.3	249.5	264.8	296.7
% Change	8.4	9.7	6.5	6.2	12.0

Ratio

Y. E March	FY23A	FY24A	FY25A	FY26E	FY27E
Valuation					
P/E (x)	16.3	8.6	15.2	9.6	6.4
P/BV (x)	1.1	0.7	0.7	0.8	0.7
Div. Yield (%)	0.6	0.9	0.6	0.7	1.1
Profitability & Return (%)					
Yield on Advances	11.8	12.9	12.7	12.8	12.8
Cost of Deposits	5.0	5.9	6.3	6.0	6.0
Spread	6.8	7.1	6.5	6.8	6.8
NIM (calculated)	5.5	5.7	5.4	5.5	5.6
ROE	6.7	8.2	4.6	8.1	11.1
ROA	0.8	0.9	0.5	0.8	1.1
Capital Adequacy (%)					
CAR	16.9	16.2	15.5	15.6	15.8
Tier I	15.3	14.4	14.1	13.9	14.1
Tier II	1.7	1.8	1.5	1.7	1.7
Asset Quality (%)					
GNPA	3.4	2.7	2.7	2.6	2.5
NNPA	1.1	0.7	0.3	0.6	0.4
Operating Ratios (%)					
Credit/Deposit	82.7	81.2	83.5	82.8	79.9
Cost/Income	70.6	66.6	64.7	61.4	59.7
CASA	37.3	35.2	35.0	35.6	35.9



Recommendation Summary (last 3 years)



Dates	Rating	Target
4-Feb-22	NEUTRAL	-
4-Aug-23	HOLD	241
2-Nov-23	HOLD	243
25-Jan-24	HOLD	288
11-Nov-24	SELL	150
20-May-25	ACCUMULATE	240

Investment Rating Criteria

Ratings	Large caps	Midcaps	Small Caps
Buy	Upside is above 10%	Upside is above 15%	Upside is above 20%
Accumulate	-	Upside is between 10%-15%	Upside is between 10%-20%
Hold	Upside is between 0% - 10%	Upside is between 0%-10%	Upside is between 0%-10%
Reduce/sell	Downside is more than 0%	Downside is more than 0%	Downside is more than 0%

Not rated/Neutral

Definition:

Buy: Acquire at Current Market Price (CMP), with the target mentioned in the research note; **Accumulate:** Partial buying or to accumulate as CMP dips in the future; **Hold:** Hold the stock with the expected target mentioned in the note.; **Reduce:** Reduce your exposure to the stock due to limited upside.; **Sell:** Exit from the stock; **Not rated/Neutral:** The analyst has no investment opinion on the stock.

Symbols definition:

▲ Upgrade

● No Change

▼ Downgrade

To satisfy regulatory requirements, we attribute 'Accumulate' as Buy and 'Reduce' as Sell.

The recommendations are based on 12 month horizon, unless otherwise specified. The investment ratings are on absolute positive/negative return basis. It is possible that due to volatile price fluctuation in the near to medium term, there could be a temporary mismatch to rating. For reasons of valuations/ return/lack of clarity/event we may revisit rating at appropriate time. Please note that the stock always carries the risk of being upgraded to BUY or downgraded to a HOLD, REDUCE or SELL.

Not rated/Neutral- The analyst has no investment opinion on the stock under review.

DISCLAIMER & DISCLOSURES

Certification: I, Anil R, author of this Report, hereby certify that all the views expressed in this research report reflect our personal views about any or all of the subject issuer or securities. This report has been prepared by the Research Team of Geojit Investments Limited, hereinafter referred to as GIL.

For general disclosures and disclaimer: [Please Click here](#)

CRISIL has provided research support in preparation of this research report and the investment rational contained herein along with financial forecast. The target price and recommendation provided in the report are strictly GIL's views and are NOT PROVIDED by CRISIL. Further, CRISIL expresses no opinion on valuation and the associated recommendations. CRISIL has no financial liability whatsoever, to the subscribers / users of this report.

Regulatory Disclosures:

Group companies/ Fellow subsidiaries of Geojit Investments Ltd (GIL) are Geojit Financial Services Limited (GFSL), Geojit Technologies Private Limited (Software Solutions provider), Geojit Credits Private Limited (NBFC), Geojit Fintech Private Ltd, Geojit IFSC Ltd (a company incorporated under IFSC Regulations), Qurum Business Group Geojit Securities LLC (a subsidiary of holding company in Oman engaged in Financial Services), Barjeel Geojit Financial Services LLC (a joint venture of holding company in UAE engaged in Financial Services), and BBK Geojit Consultancy and Information KSC (C) (a joint venture in Kuwait-engaged in Financial services). In the context of the SEBI Regulations on Research Analysts (2014), GIL affirms that we are a SEBI registered Research Entity and in the course of our business as a stock market intermediary, we issue research reports /research analysis etc. that are prepared by our Research Analysts. We also affirm and undertake that no disciplinary action has been taken against us or our Analysts in connection with our business activities.

In compliance with the above-mentioned SEBI Regulations, the following additional disclosures are also provided which may be considered by the reader before making an investment decision:

1. Disclosures regarding Ownership:

GIL confirms that:

- (i)It/its associates have no financial interest or any other material conflict in relation to the subject company (ies) covered herein, at the time of publication of the research report.
- (ii)It/its associates have no actual/beneficial ownership of 1% or more in relation to the subject company (ies) covered herein, at the end of the month immediately preceding the date of publication of the research report.

Further, the Analyst confirms that:

- (i) He, his associates and his relatives shall take reasonable care to ensure that they do not have any financial interest in the subject company (ies) covered herein, and they have no other material conflict in the subject company, at the time of publication of the research report.
- (ii) He, his associates and his relatives have no actual/beneficial ownership of 1% or more in the subject company covered, at the end of the month immediately preceding the date of publication of the research report.

2. Disclosures regarding Compensation:

During the past 12 months, GIL or its Associates:

- (a) Have not received any compensation from the subject company; (b) Have not managed or co-managed public offering of securities for the subject company (c) Have not received any compensation for investment banking or merchant banking or brokerage services from the subject company. (d) Have not received any compensation for products or services other than investment banking or merchant banking or brokerage services from the subject company. e) Have not received any compensation or other benefits from the subject company or third party in connection with the research report (f) The subject company is / was not a client during twelve months preceding the date of distribution of the research report.

3. Disclosure by GIL regarding the compensation paid to its Research Analyst:

GIL hereby confirms that no part of the compensation paid to the persons employed by it as Research Analysts is based on any specific brokerage services or transactions pertaining to trading in securities of companies contained in the Research Reports.

4. Disclosure regarding the Research Analyst's connection with the subject company: It is affirmed that I, Anil R, Research Analyst (s) of GIL have not served as an officer, director or employee of the subject company.

5. Disclosure regarding Market Making activity: Neither GIL/its Analysts have engaged in market making activities for the subject company.

6. Disclosure regarding conflict of interests: GIL shall abide by the applicable regulations/ circulars/ directions specified by SEBI and Research Analyst Administration and Supervisory Body (RAASB) from time to time in relation to disclosure and mitigation of any actual or potential conflict of interest. GIL will endeavour to promptly inform the client of any conflict of interest that may affect the services being rendered to the client.

7. "Registration granted by SEBI, membership of BASL (in case of IAs) and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors."

8. Clients are required to keep contact details, including email id and mobile number/s updated with the GIL at all times.

9. In the course of providing research services by GIL, GIL cannot execute/carry out any trade (purchase/sell transaction) on behalf of, the client. Thus, the clients are advised not to permit GIL to execute any trade on their behalf.

10. GIL will never ask for the client's login credentials and OTPs for the client's Trading Account Demat Account and Bank Account. The Clients are advised not to share such information with anyone including GIL.

11. Standard Warning: "Investment in securities market are subject to market risks. Read all the related documents carefully before investing.

12. Disclosures regarding Artificial Intelligence tools: Neither Geojit Investments Limited nor its Analysts have utilized any AI tools in the preparation of the research reports.

Please ensure that you have read the "Risk Disclosure Documents for Capital Market and Derivatives Segments" as prescribed by the Securities and Exchange Board of India before investing.

Geojit Investments Ltd. Registered Office: 7th Floor 34/659-P, Civil Line Road, Padivattom, Kochi-682024, Kerala, India. Phone: +91 484-2901000, Website : www.geojit.com/GIL . For investor queries: customercare@geojit.com

GRIEVANCES

Step 1: The client should first contact the RA using the details on its website or following

contact details: Compliance officer: Ms. Indu K. Address: 7th Floor, 34/659-P, Civil Line Road, Padivattom, Ernakulam,; Phone: +91 484-2901367; Email: compliance@geojit.com. For

Grievances:grievances@geojit.com. **Step 2:** If the resolution is unsatisfactory, the client can also lodge grievances through SEBI's SCORES platform at www.scores.sebi.gov.in **Step 3:**

The client may also consider the Online Dispute Resolution (ODR) through the Smart ODR portal at <https://smartodr.in>

Corporate Identity Number: U66110KL2023PLC080586, SEBI Stock Broker Registration No: INH000019567; Depository Participant : IN-DP-781-2024.

