

Estimate change	↔
TP change	↑
Rating change	↔

Bloomberg	INBK IN
Equity Shares (m)	1245
M.Cap.(INRb)/(USD\$b)	594.8 / 7.2
52-Week Range (INR)	472 / 252
1, 6, 12 Rel. Per (%)	7/22/34
12M Avg Val (INR M)	791

Financials & Valuations (INR b)

Y/E March	FY23	FY24E	FY25E
NII	202.3	232.9	251.8
OP	152.7	168.9	182.9
NP	52.8	80.3	95.1
NIM (%)	3.0	3.2	3.2
EPS (INR)	42.4	62.0	70.6
EPS Gr. (%)	27.7	46.2	13.9
BV/Sh. (INR)	358	413	473
ABV/Sh. (INR)	334	398	458

Ratios

RoE (%)	13.3	17.0	16.7
RoA (%)	0.8	1.1	1.2

Valuations

P/E(X)	10.4	7.1	6.3
P/BV (X)	1.2	1.1	0.9
P/ABV (X)	1.3	1.1	1.0

Shareholding pattern (%)

As On	Dec-23	Sep-23	Dec-22
Promoter	73.8	79.9	79.9
DII	15.8	11.8	11.9
FII	5.9	4.3	3.6
Others	4.4	4.6	4.6

FII Includes depository receipts

CMP: INR442 **TP: INR525 (+19%)** **Buy**

Healthy performance; credit cost moderates further

Asset quality continues to improve

- Indian Bank (INBK) reported a PAT beat at INR21.2b (up 52% YoY/ 6.6% QoQ; 9% beat on MOFSLe), amid lower-than-expected provisions (as the bank reversed excess provisions on account of a sale of stressed loans). NII grew 5.7% YoY (in line). Margin contracted slightly by 3bp QoQ to 3.49%.
- Gross loan growth was healthy at 13% YoY/4% QoQ, while deposits grew 9.6% YoY/ 2.1% QoQ. CD ratio increased marginally to 77.9%, while the bank continued to focus on profitable growth.
- Fresh slippages were under control at INR16.8b. Healthy reductions led to a 50bp/7bp QoQ decline in GNPA/NNPA to 4.5%/0.5%. SMA book stood at 0.6% of loans during the quarter.
- We marginally tweak our earnings estimates with +3.6%/-1.4% change in FY24/25E EPS. We expect the bank to deliver an RoA/RoE of 1.2%/ 16.7%. We reiterate our **BUY** rating with a TP of INR525.

Revenue growth steady; wage provisions lead to an increased opex

- INBK's PAT growth was healthy at 52% YoY/6.6% QoQ to INR21.2b, led by lower provisions due to provisioning reversals on the sale of stressed loans.
- NII grew 6% YoY/1.3% QoQ to INR58b (in line). NIM declined slightly by 3bp QoQ to 3.49% (better than expected), and management guided to maintain NIM at ~3.41%.
- Other income grew 11% YoY to INR19b (in line), led by a steady fee income of INR8.5b (21% YoY/5.8% QoQ) and healthy treasury gains.
- Opex grew 15% YoY/5.5% QoQ, as INBK provided for an extra wage-related provisioning that totaled to INR5.6b in 3Q24. As a result, C/I ratio inched up to 46.9% from 44.4% in 2QFY24.
- Gross advances grew 13% YoY (up 4% QoQ) to ~INR5.1t, led by a broad-based growth across all segments such as Retail, Agri, Corporate, and International advances (up 5% QoQ). Within Retail, Housing and Vehicle grew at a healthy pace. Deposits grew at a slower pace at 10% YoY/2.1% QoQ. CASA ratio declined marginally to 39.7% for the quarter.
- GNPA/NNPA ratios declined 50bp/7bp QoQ to 4.5%/0.5%, as slippages remained under control, while recoveries & write-offs continued to be healthy. PCR was healthy at ~88.7%. Provisions declined 13% QoQ to INR13.5b (12% lower than MOFSLe).
- SMA 1/SMA 2 book stood at 0.56% in 3QFY24 vs. 0.64% in 2QFY24. Total restructured portfolio declined to 1.9% of loans (vs. ~2.1% in 2QFY24).

Highlights from the management commentary

- Management guided for 3.41% +/- 10bp of NIM (supported by MCLR repricing); the NIM is still above the guidance.
- The bank's 57bp of capital was hit by an increase in risk weights.

- For wage provisioning increase, the bank will incur an additional average expense of INR750m per month i.e. INR2.2b per quarter.
- The bank has been focusing on the CASA deposits to manage the costs. The current environment for the deposits remains a challenge, but the INBK is taking various steps to sustain healthy deposit growth.

Valuation and view

INBK reported a decent quarter with earnings beat led by a healthy revenue growth and lower provisions. Loan growth remained largely broad-based with healthy trends across all business segments (particularly in Retail, Agri, and Corporate segments), while healthy other income provided further support to the revenue trajectory. INBK has gradually raised its MCLR-linked loans to 61%, which should provide cushion to margins, especially when the interest rate cycles start reversing. The bank expects the growth trend to remain steady and it will continue to focus on profitable growth. Asset quality ratios improved further as the bank maintained best-in-class coverage ratio, which, along with low SMA book, provides comfort on incremental credit cost. We estimate INBK to deliver an **FY25 RoA/RoE of 1.2%/16.7%. Reiterate BUY with a revised TP of INR525 (based on 1.1x Sep'25E ABV).**

Quarterly performance

Y/E March	(INR b)											
	FY23				FY24E				FY23	FY24E	FY24E	v/s our
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4QE		3QE		Est
Net Interest Income	45.3	46.8	55.0	55.1	57.0	57.4	58.1	60.3	202.3	232.9	58.4	0%
% Change (YoY)	13.5	14.7	25.1	29.5	25.8	22.5	5.7	9.5	20.9	15.1	6.1	
Other Income	16.0	18.3	17.2	19.9	17.1	19.9	19.0	21.8	71.4	77.9	19.4	-2%
Total Income	61.4	65.1	72.2	75.0	74.1	77.3	77.2	82.1	273.7	310.7	77.7	-1%
Operating Expenses	25.7	28.8	31.5	34.9	32.8	34.3	36.2	38.5	121.0	141.8	36.8	-2%
Operating Profit	35.6	36.3	40.6	40.2	41.3	43.0	41.0	43.6	152.7	168.9	40.9	0%
% Change (YoY)	4.3	10.8	23.5	46.7	16.0	18.6	0.9	8.5	20.1	10.6	0.8	
Provisions	22.2	20.6	25.2	25.6	17.4	15.5	13.5	14.8	93.6	61.2	15.3	-12%
Profit before Tax	13.5	15.7	15.5	14.5	23.9	27.5	27.5	28.8	59.1	107.7	25.7	7%
Tax	1.3	3.5	1.5	0.1	6.9	7.6	6.3	6.6	6.3	27.4	6.2	
Net Profit	12.1	12.3	14.0	14.5	17.1	19.9	21.2	22.2	52.8	80.3	19.4	9%
% Change (YoY)	2.7	12.5	102.4	47.0	40.8	62.2	51.8	53.3	33.9	52.1	39.3	
Operating Parameters												
Deposits (INR b)	5,843	5,889	5,971	6,212	6,296	6,408	6,542	6,771	6,212	6,771	6,555	0%
Loans (INR b)	4,018	4,121	4,361	4,493	4,574	4,706	4,896	5,032	4,493	5,032	4,829	1%
Asset Quality												
Gross NPA (%)	8.1	7.3	6.5	6.0	5.5	5.0	4.5	4.3	6.0	4.3	4.7	
Net NPA (%)	2.1	1.5	1.0	0.9	0.7	0.6	0.5	0.5	0.9	0.5	0.6	
PCR (%)	75.5	80.7	85.5	85.7	87.8	88.5	88.7	89.0	85.7	89.0	88.3	

E: MOFSL Estimates

Quarterly snapshot

	FY23				FY24			Change (%)	
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	YoY	QoQ
Profit and Loss (INRm)									
Net Interest Income	45.3	46.8	55.0	55.1	57.0	57.4	58.1	6	1
Other Income	16.0	18.3	17.2	19.9	17.1	19.9	19.0	11	-5
Trading profits	-1.3	1.4	2.0	0.8	4.6	3.2	3.3	63	2
Forex Income	3.6	3.1	2.9	0.5	2.0	0.9	0.8	-71	-5
Recoveries	7.5	6.5	5.2	9.5	3.8	7.8	6.4	23	-18
Core Fees	6.3	7.2	7.0	9.1	6.7	8.1	8.5	21	6
Total Income	61.4	65.1	72.2	75.0	74.1	77.3	77.2	7	0
Operating Expenses	25.7	28.8	31.5	34.9	32.8	34.3	36.2	15	5
Employee	15.4	17.8	19.9	22.2	21.2	21.8	23.4	17	7
Others	10.3	11.1	11.6	12.7	11.6	12.5	12.8	10	2
Operating Profits	35.6	36.3	40.6	40.2	41.3	43.0	41.0	1	-5
Core Operating Profits	37.0	34.9	38.6	39.3	36.7	39.8	37.7	-2	-5
Provisions	22.2	20.6	25.2	25.6	17.4	15.5	13.5	-46	-13
NPA provisions	20.0	20.0	14.7	10.4	9.3	9.2	9.1	-39	-1
PBT	13.5	15.7	15.5	14.5	23.9	27.5	27.5	78	0
Taxes	1.3	3.5	1.5	0.1	6.9	7.6	6.3	319	-18
PAT	12.1	12.3	14.0	14.5	17.1	19.9	21.2	52	7
Balance Sheet (INRb)									
Deposits	5,842.5	5,888.6	5,971.1	6,211.7	6,295.5	6,408.0	6,541.5	10	2
Loans	4,018.1	4,120.7	4,360.7	4,493.0	4,573.8	4,706.3	4,895.9	12	4
Asset Quality (INRb)									
GNPA	345.7	319.6	294.8	281.8	262.3	244.9	227.9	-23	-7
NNPA	84.7	61.7	42.7	40.4	32.0	28.3	25.8	-40	-9
Slippages	30.9	24.6	13.1	25.7	18.5	19.8	16.7	27	-16
Ratios									
Asset Quality Ratios (%)									
GNPA	8.1	7.3	6.5	6.0	5.5	5.0	4.5	-206	-50
NNPA	2.1	1.5	1.0	0.9	0.7	0.6	0.5	-47	-7
PCR (Cal.)	75.5	80.7	85.5	85.7	87.8	88.5	88.7	317	22
PCR (Inc. TWO)	88.1	91.1	93.6	93.8	95.1	95.6	95.9	231	26
Credit Cost	2.1	2.1	1.5	1.0	0.9	0.8	0.8	-67	-5
Business Ratios (%)									
Fees to Total Income	28.3	25.9	21.0	25.5	16.8	21.6	20.4	-61	-120
Cost to Core Income	41.1	45.3	45.0	47.0	47.2	46.3	49.0	401	269
Tax Rate	9.8	22.0	9.7	0.4	28.6	27.8	22.9	1,317	-490
CASA	40.7	40.9	40.4	42.0	40.3	40.1	39.7	-73	-44
Loan/Deposit	68.8	70.0	73.0	72.3	72.7	73.4	74.8	181	140
Profitability Ratios (%)									
Yield on loans	7.2	7.5	8.2	8.2	8.5	8.8	8.8	59	3
Yield On Investments	6.3	6.9	6.5	6.6	6.7	6.8	6.8	28	3
Cost of Deposits	3.9	4.0	4.2	4.3	4.6	4.9	5.0	80	10
Margins	3.1	3.2	3.7	3.6	3.6	3.5	3.5	-25	-3
ROA	0.7	0.7	0.8	0.8	1.0	1.1	1.1	31	5



Highlights from the management commentary

P&L and balance sheet

- Business grew 11% YoY and deposits grew 10% YoY and advances grew 13% YoY. CASA grew by 8% YoY and TD by 11% YoY.
- RAM advances grew 13% YoY, Retail was up 14% YoY, Agri increased 14% YoY, MSME grew 7.5% YoY, and Corporate grew 10% YoY.
- PAT jumped 52% YoY, backed by NII growth of 6% and other income grew 11%. PPOP grew modestly by 1% due to wage provisions.
- IBA has agreed for 17% wage provisions; the bank has also made provisions for retirement benefits, and made a total provision of INR5.62b in 3Q. INBK cumulatively holds a total of INR12.52b provisions towards wage provisioning. Close to INR3.42b of additional wage provisions were made towards this in 3Q. The bank had 21% of provisions against the 17% of wage provisions that was finalized. Management believed that it had not over provided in wage provisioning. Further, INBK believes that if pension costs arise then there will be some minor increase in opex.
- For wage provisioning increase, the bank will incur an additional average expense of INR750m per month i.e. INR2.2b per quarter.
- Margins reduced 3bp QoQ to 3.49%, Yield rose 3bp, cost of deposits grew 10bp, and as a result NIMs reduced 3bp. The bank is still 10-13bp higher than the overall NIMs guidance.
- The bank endeavors to reduce the cost of deposits and it has been successful in managing the same.
- INBK has 15.58% of CRAR; the bank has raised INR40b of capital through QIP, it has been adequately capitalized.
- The bank's 57bp of capital was hit by an increase in risk weights. The RBI increased 25% risk weights on NBFCs and unsecured loans, as a result 57bp of capital was hit. But this cannot be passed on to the NBFCs at uniformity.
- The bank is increasing the exposure to the AFS book and it expects the 10-year G-sec to soften. This will provide an opportunity to make money in treasury.
- The bank has been focusing on the CASA deposits to manage the costs. The current environment for the deposits remains a challenge, but the INBK is taking various steps to sustain healthy deposit growth.
- The bank's LCR is at 142% and on the LDR side the bank can still go up by 2% from the current levels. The bank will continue to grow on the deposits and the advances.
- INBK always followed a policy of creating an additional provisioning buffer in the good environment so as to strengthen its balance sheet.
- As of today, it has INR75b of total provisions in the balance sheet.
- Of the total book, 61% is MCLR-linked, 31% is repo-linked, and the remaining 4-5% is fixed or staff loans.

Asset quality

- The bank guided for recoveries to be at INR80b, i.e. INR20b per quarter.
- It maintained the trend of recoveries more than slippages, and expects the trend to continue in FY24.
- The asset quality may continue to improve with NNPA already at lower levels.
- MSME and corporate recoveries are from NCLT, OTS, ARC sale. The bank expects the recoveries to be ahead of the overall slippages.
- The exposure at BGR Energy, which has defaulted, was already provided in 2Q and the bank holds 96-97% of the PCR.

- Ten districts were hit by floods and natural calamities, and the bank has already doing some restructuring on the same, but it doesn't have much of the exposure in these accounts. The bank has done some small restructuring in the state of Manipur. INBK has INR500-600m of restructuring in 3QFY24.

Guidance

- Bank guided for 8-10% YoY of deposits growth, while guidance for credit growth is maintained at 10-12% YoY. Credit growth will be broad-based across all the sectors. The bank will move towards the 63% of RAM advances, which will be better in yields and lower in risk.
- Management guided for 3.41% +/- 10bp of NIM (supported by MCLR repricing); the NIM is still above the guidance. The bank will try to get the benefit of the MCLR repricing.

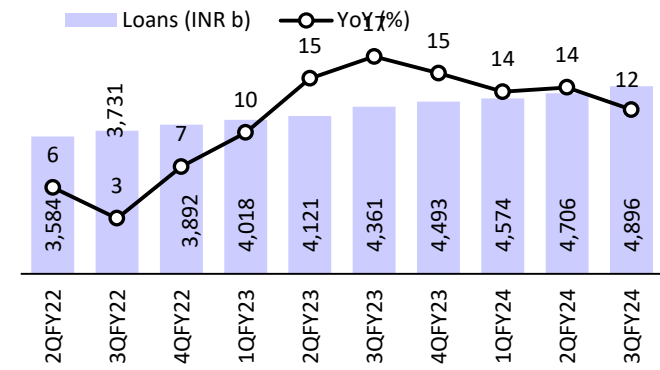
Digitization Initiatives

- It launched 15 journeys in 3Q vs. 12 journeys in 2Q and the bank now has totally 78 journeys.
- Mobile banking users have gone up by 47% YoY, UPI users have grown 38% YoY, the remitter transactions grew 72% YoY. Net banking users have grown 78% YoY, debit card users grew 10% YoY and credit card users grew 19% YoY.
- The bank is planning 8-10 digital journeys in the march quarter.
- The bank's digital business grew INR 520 b, with RAM and deposits business too doing healthy.
- The bank targeted INR 700 b of business target through digitization. The NPA levels in these loans are usually lower in these loans while the data is kept handy in these types of loans.
- The bank has got final approval in the subsidiary for which bank has already started to hiring the new team, which will improve
- The bank will incur INR5b cost every year on the tech side.

DuPont Analysis: We expect return ratios to improve gradually

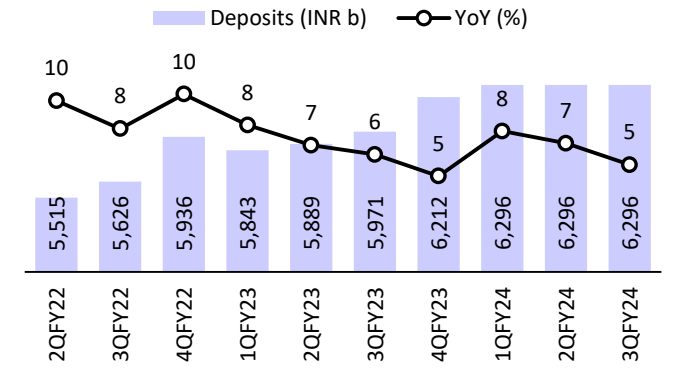
	FY20	FY21	FY22	FY23	FY24E	FY25E	FY26E
Interest Income	7.26	6.57	6.00	6.50	7.58	7.55	7.54
Interest Expense	4.68	3.94	3.42	3.58	4.46	4.48	4.44
Net Interest Income	2.58	2.63	2.58	2.93	3.12	3.07	3.10
Fee income	0.83	0.66	0.87	0.99	1.00	1.02	1.04
Trading and others	0.30	0.28	0.20	0.04	0.05	0.05	0.06
Other Income	1.12	0.95	1.07	1.03	1.04	1.07	1.10
Total Income	3.70	3.58	3.65	3.96	4.16	4.14	4.20
Operating Expenses	1.50	1.74	1.69	1.75	1.90	1.91	1.92
Employees	0.84	1.07	1.03	1.09	1.21	1.21	1.21
Others	0.66	0.67	0.65	0.66	0.69	0.70	0.71
Operating Profits	2.20	1.84	1.96	2.21	2.26	2.23	2.28
Provisions	1.74	1.35	1.47	1.35	0.82	0.68	0.62
NPA	1.47	1.23	1.30	0.94	0.79	0.65	0.59
Others	0.27	0.12	0.16	0.41	0.03	0.03	0.03
PBT	0.47	0.49	0.49	0.86	1.44	1.55	1.65
Tax	0.21	-0.02	-0.11	0.09	0.37	0.39	0.42
RoA	0.26	0.50	0.61	0.76	1.08	1.16	1.24
Leverage (x)	16.7	19.4	18.5	17.4	15.8	14.4	13.7
RoE	4.3	9.8	11.2	13.3	17.0	16.7	17.0

Exhibit 1: Loan book up ~12% YoY (up 4% QoQ)



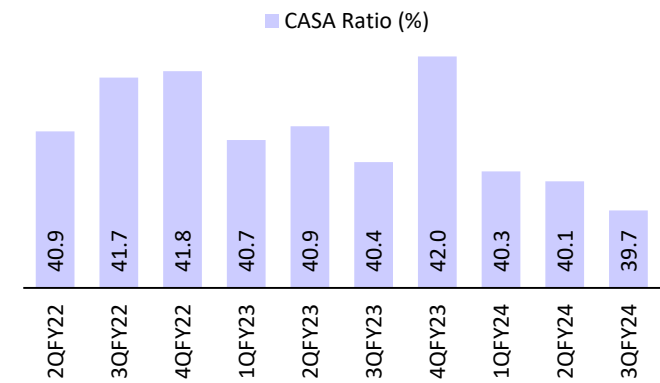
Source: MOFSL, Company

Exhibit 2: Deposit grew ~10% YoY (up 2.1% QoQ)



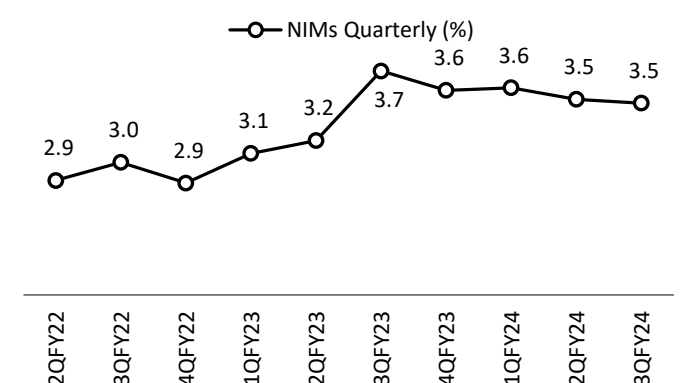
Source: MOFSL, Company

Exhibit 3: CASA ratio moderated 44bp QoQ to 39.7%



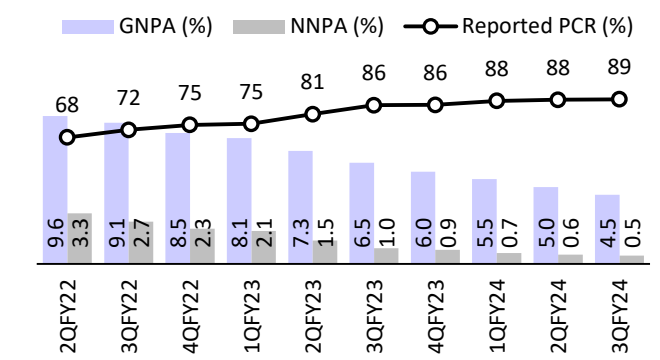
Source: MOFSL, Company

Exhibit 4: NIMs declined 3bp QoQ to 3.49%



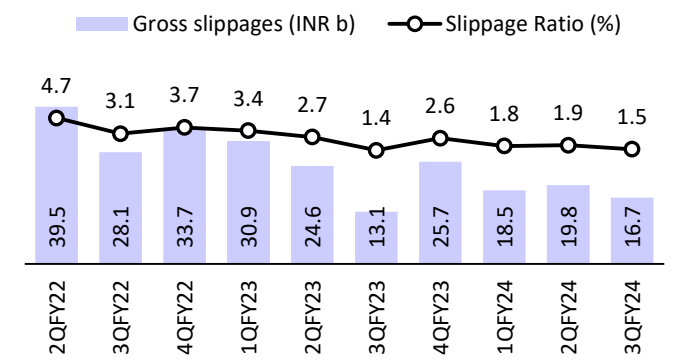
Source: MOFSL, Company

Exhibit 5: GNPA/NNPA ratios improved 50bp/7bp QoQ



Source: MOFSL, Company

Exhibit 6: Slippages moderated 16% QoQ to INR16.7b



Source: MOFSL, Company

Financials and valuations

Income Statement								(INRb)
Y/E March	FY20	FY21	FY22	FY23	FY24E	FY25E	FY26E	
Interest Income	214.0	391.1	388.6	449.4	565.7	620.1	681.6	
Interest Expense	138.0	234.4	221.3	247.2	332.9	368.3	401.3	
Net Interest Income	76.1	156.7	167.3	202.3	232.9	251.8	280.3	
Growth (%)	8.4	106.0	6.8	20.9	15.1	8.1	11.3	
Non-Interest Income	33.1	56.5	69.2	71.4	77.9	88.0	99.4	
Total Income	109.2	213.2	236.4	273.7	310.7	339.8	379.8	
Growth (%)	22.7	95.2	10.9	15.8	13.5	9.4	11.8	
Operating Expenses	44.2	103.5	109.3	121.0	141.8	156.9	173.6	
PPoP	65.0	109.7	127.2	152.7	168.9	182.9	206.1	
Growth (%)	33.1	68.8	16.0	20.1	10.6	8.3	12.7	
Core PPoP	56.2	92.7	114.3	149.8	165.4	178.7	201.0	
Growth (%)	19.4	65.0	23.3	31.0	10.4	8.0	12.5	
Provisions	51.3	80.6	95.1	93.6	61.2	55.8	56.5	
PBT	13.7	29.1	32.0	59.1	107.7	127.1	149.7	
Tax	6.2	-1.0	-7.4	6.3	27.4	32.0	37.7	
Tax Rate (%)	45.1	-3.4	-23.1	10.7	25.4	25.2	25.2	
PAT	7.5	30.0	39.4	52.8	80.3	95.1	111.9	
Growth (%)	134.0	298.8	31.3	33.9	52.1	18.4	17.7	
Balance Sheet								
Y/E March	FY20	FY21	FY22	FY23	FY24E	FY25E	FY26E	
Share Capital	6	11	12	12	13	13	13	
Equity Share Capital	6.1	11.3	12.5	12.5	13.5	13.5	13.5	
Preference Share Capital	0.0	0.0	0.0	0.0	0.0	0.0	0.0	
Reserves & Surplus	214.8	372.8	424.6	467.3	576.2	657.9	756.3	
Net Worth	220.9	384.1	437.1	479.7	589.7	671.3	769.8	
Deposits	2,602.3	5,380.7	5,936.2	6,211.7	6,770.7	7,413.9	8,140.5	
Growth (%)	7.5	106.8	10.3	4.6	9.0	9.5	9.8	
- CASA Dep	901.6	2,275.9	2,479.3	2,608.1	2,742.1	2,950.7	3,280.6	
Growth (%)	7.3	152.4	8.9	5.2	5.1	7.6	11.2	
Borrowings	208.3	247.3	172.1	220.7	254.8	284.9	318.6	
Other Liabilities & Prov.	63.2	222.1	171.3	192.9	212.2	233.4	256.7	
Total Liabilities	3,094.7	6,234.3	6,716.7	7,105.0	7,827.4	8,603.6	9,485.6	
Current Assets	139.2	514.6	799.2	501.3	481.2	500.4	532.9	
Investments	812.4	1,765.4	1,745.6	1,859.9	2,008.7	2,149.3	2,299.7	
Growth (%)	25.0	117.3	-1.1	6.5	8.0	7.0	7.0	
Loans	1,978.9	3,626.7	3,891.9	4,493.0	5,032.1	5,636.0	6,312.3	
Growth (%)	9.2	83.3	7.3	15.4	12.0	12.0	12.0	
Fixed Assets	39.0	73.8	76.8	74.6	80.6	87.0	94.0	
Other Assets	125.2	253.8	203.2	176.2	224.8	230.9	246.7	
Total Assets	3,094.7	6,234.3	6,716.7	7,105.0	7,827.4	8,603.6	9,485.6	
Asset Quality	FY20	FY21	FY22	FY23	FY24E	FY25E	FY26E	
GNPA (INR m)	141.5	384.6	352.1	281.8	224.9	210.9	208.4	
NNPA (INR m)	61.8	122.7	88.5	40.4	24.8	25.5	26.7	
GNPA Ratio	6.9	9.9	8.5	6.0	4.3	3.6	3.2	
NNPA Ratio	3.1	3.4	2.3	0.9	0.5	0.5	0.4	
Slippage Ratio	2.8	3.4	2.7	1.7	2.0	1.9	1.9	
Credit Cost	2.7	2.3	2.5	2.2	1.2	1.0	0.9	
PCR (Excl Tech. write off)	56.3	68.1	74.9	85.7	89.0	87.9	87.2	

E: MOFSL Estimates

Financials and valuations

Ratios

Y/E March	FY20	FY21	FY20	FY23	FY24E	FY25E	FY26E
Yield and Cost Ratios (%)							
Avg. Yield- on Earning Assets	7.7	6.9	6.3	6.8	7.9	7.8	7.8
Avg. Yield on loans	8.4	7.8	7.2	7.6	8.9	8.8	8.7
Avg. Yield on Investments	7.3	6.6	6.3	6.5	6.9	6.9	7.0
Avg. Cost of Int. Bear. Liab.	5.2	4.3	3.8	3.9	4.9	5.0	5.0
Avg. Cost of Deposits	5.2	4.3	3.7	3.8	5.0	5.1	5.0
Interest Spread	2.5	2.6	2.5	2.8	2.9	2.8	2.9
Net Interest Margin	2.7	2.8	2.7	3.0	3.2	3.2	3.2

Capitalisation Ratios (%)

CAR	14.6	16.0	16.8	16.5	17.4	17.3	17.3
CET-1		11.3	12.5	12.9			
Tier I	12.5	12.3	13.5	13.5	14.8	15.0	15.2
Tier II	2.0	3.8	3.4	3.0	2.6	2.3	2.1

Business and Efficiency Ratios (%)

Loans/Deposit Ratio	76.0	67.4	65.6	72.3	74.3	76.0	77.5
CASA Ratio	34.6	42.3	41.8	42.0	40.5	39.8	40.3
Cost/Assets	1.4	1.7	1.6	1.7	1.8	1.8	1.8
Cost/Total Income	40.5	48.6	46.2	44.2	45.6	46.2	45.7
Cost/Core income	44.0	52.7	48.9	44.7	46.2	46.8	46.3
Int. Expense/Int.Income	64.5	59.9	56.9	55.0	58.8	59.4	58.9
Fee Income/Total Income	22.3	18.6	23.8	25.0	23.9	24.6	24.8
Non Int. Inc./Total Income	30.3	26.5	29.2	26.1	25.1	25.9	26.2
Empl. Cost/Total Expense	55.9	61.6	61.3	62.2	63.7	63.3	62.9
Business per Employee (INR m)	0.0	216.4	246.9	262.5	283.7	307.6	334.0
Profit per Employee (INR m)	0.0	0.7	1.0	1.3	1.9	2.2	2.6
Investment/Deposit Ratio	31.2	32.8	29.4	29.9	29.7	29.0	28.3
G-Sec/Investment Ratio	85.8	90.6	81.4	90.5	90.5	90.5	90.5

Profitability Ratios and Valuation

RoE	4.3	9.8	11.2	13.3	17.0	16.7	17.0
RoA	0.3	0.5	0.6	0.8	1.1	1.2	1.2
RoRWA	0.5	1.0	1.3	1.6	2.1	2.2	2.3
Book Value (INR)	336	312	324	358	413	473	547
Growth (%)	-8.8	-7.1	3.7	10.7	15.3	14.7	15.4
Price-BV (x)	1.3	1.4	1.4	1.2	1.1	0.9	0.8
Adjusted BV (INR)	263	234	272	334	398	458	531
Price-ABV (x)	1.7	1.9	1.6	1.3	1.1	1.0	0.8
EPS (INR)	13.8	26.6	33.2	42.4	62.0	70.6	83.1
Growth (%)	106.4	92.3	24.9	27.7	46.2	13.9	17.7
Price-Earnings (x)	31.9	16.6	13.3	10.4	7.1	6.3	5.3
Dividend Per Share (INR)	0.0	2.0	6.5	8.6	7.7	10.0	10.0
Dividend Yield (%)	0.0	0.5	1.5	1.9	1.7	2.3	2.3

E: MOFSL Estimates

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UNDER REVIEW	Rating may undergo a change
NOT RATED	We have forward looking estimates for the stock but we refrain from assigning recommendation

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Email Id: na@motilaloswal.com, Contact No.:022-40548085.

Grievance Redressal Cell:

Contact Person	Contact No.	Email ID
Ms. Hemangi Date	022 40548000 / 022 67490600	query@motilaloswal.com
Ms. Kumud Upadhyay	022 40548082	servicehead@motilaloswal.com
Mr. Ajay Menon	022 40548083	am@motilaloswal.com

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