

Multiple one-offs behind muted growth and elevated credit cost

BFSI - NBFCs ▶ Result Update ▶ April 29, 2026

CMP (Rs): 376 | TP (Rs): 440

RECL reported a visibly weak set of numbers in Q4FY26, with anemic gross loans growth (~3% QoQ/~0.3% QoQ) and elevated credit costs (~40bps) leading to a miss versus consensus/our estimates. However, a confluence of one-offs in the quarter (and during the year) explains this weakness, including 1) the elevated prepayments of ~Rs500bn in FY26 on account of Kaleshwaram, RBPF, ACME, Adani group companies, etc and the Rs63bn reduction in GS3 assets explain the ~10% in growth; 2) credit cost elevated on account of higher Standard Assets provision on new loans owing to implementation of the Reserve Bank of India (Project Finance) Directions, 2025 from 1-Oct-25, requiring 1% provisioning instead of 0.4%, and Ind AS 109 related provisioning on undrawn exposures to sanctioned projects (Rs2.73bn in Q4FY26). Adjusting for such one-offs, FY26 performance in terms of profitability still looks impressive and growth stable. Building in the slightly elevated cost of funding leading to margin compression and more normalized credit cost (~25bps), the company is expected to deliver 16-17% RoE. We reiterate BUY on the stock while revising up Mar-27E TP by ~7% to Rs440 from Rs410, implying FY28E P/B of 1.1x.

Prepayments weigh on growth; regulatory impact inflates credit costs

The accelerated prepayments (Rs500bn in FY26) and resolution of stress assets have continued in Q4, with around 5 projects (~Rs13.98bn technical write-off) and Sinner Thermal (~Rs23bn) leading to muted growth in gross assets to Rs5.84trn. Weaker trends in disbursement due to reduced disbursement in the RBPF scheme further dampened the asset growth. Margins witnessed a slight compression likely on account of 1) some moderation in yields due to improved rating of DISCOMS; and 2) increased cost of hedging. Credit cost in the quarter seems elevated mainly on account of RBI provision norms on standard assets (~Rs83bn) and Ind AS 109 related provisioning on undrawn exposures to sanctioned projects (~Rs29.8bn) despite write-back of ~Rs57bn from the resolution of the Sinner Thermal and Biomass Power Projects (Exhibit 2).

Structural story unchanged; reiterate BUY

Growth momentum remains somewhat constrained, largely due to slower disbursements and higher prepayment. We expect AUM to gradually recover, as thermal project execution picks up and renewable-led opportunities continue to scale up. On asset quality, the company continues to exhibit a strong performance, with credit-impaired assets declining sharply and the resolution process almost complete. Going forward, we estimate credit costs to normalize at ~25bps in a stable operating environment. From a margin perspective, some pressure persists due to elevated COFs and moderating yields. Overall, despite near-term growth headwinds, the business remains fundamentally strong. To reflect the Q4 developments, we adjust our estimates; this results in a ~2-6% cut in EPS over FY27-28E. We reiterate BUY while nudging up Mar-27E TP by ~7% to Rs440, implying FY28E P/B of 1.1x.

Target Price – 12M	Mar-27
Change in TP (%)	7.3
Current Reco.	BUY
Previous Reco.	BUY
Upside/(Downside) (%)	17.0

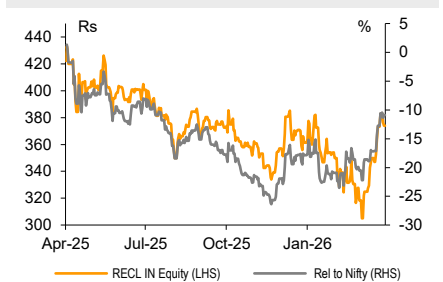
Stock Data	RECL IN
52-week High (Rs)	441
52-week Low (Rs)	304
Shares outstanding (mn)	2,633.2
Market-cap (Rs bn)	990
Market-cap (USD mn)	10,466
Net-debt, FY27E (Rs mn)	NA
ADTV-3M (mn shares)	8.8
ADTV-3M (Rs mn)	3,420.1
ADTV-3M (USD mn)	36.2
Free float (%)	47.2
Nifty-50	23,995.7
INR/USD	94.5

Shareholding, Mar-26

Promoters (%)	52.6
FPIs/MFs (%)	15.8/16.4

Price Performance

(%)	1M	3M	12M
Absolute	18.0	(0.5)	(13.2)
Rel. to Nifty	12.2	5.1	(12.0)

1-Year share price trend (Rs)**REC: Financial Snapshot (Standalone)**

Y/E March (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
Net profits	157,130	162,822	158,486	168,088	186,531
AUM growth (%)	11.3	3.0	9.4	11.0	11.0
NII growth (%)	26.7	2.4	2.8	9.7	11.7
NIMs (%)	3.6	3.6	3.6	3.6	3.6
PPOP growth (%)	27.1	0.2	2.5	7.1	10.9
Adj. EPS (Rs)	59.7	61.8	60.2	63.8	70.8
Adj. EPS growth (%)	12.1	3.6	(2.7)	6.1	11.0
Adj. BV (INR)	294.8	320.1	359.2	400.7	446.8
Adj. BVPS growth (%)	12.9	8.6	12.2	11.6	11.5
RoA (%)	2.7	2.6	2.4	2.3	2.3
RoE (%)	21.5	20.1	17.7	16.8	16.7
P/E (x)	6.3	6.1	6.2	5.9	5.3
P/ABV (x)	1.3	1.2	1.0	0.9	0.8

Source: Company, Emkay Research

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Exhibit 1: Actual vs Estimate

REC (Rs mn)	Q4FY25A	Q1FY26A	Q2FY26A	Q3FY26A	Q4FY26A	QoQ	YoY	Q4FY26E	Variation	Consensus	Variation
NII	58,760	52,470	52,078	49,957	48,955	-2.0%	-16.7%	52,276	-6.4%		
Total Income	64,210	57,880	59,630	57,096	54,747	-4.1%	-14.7%	55,403	-1.2%	55,035	-0.5%
Opex	2,560	7,580	2,755	4,822	5,054	4.8%	97.4%	5,439	-7.1%	3,931	28.6%
PPoP	61,650	50,300	56,875	52,274	49,692	-4.9%	-19.4%	49,964	-0.5%	51,104	-2.8%
Provisions	7,800	(6,170)	1,347	1,110	5,721	415.4%	-26.6%	(739)	-874.4%	(845)	-777.1%
PBT	53,850	56,470	55,528	51,164	43,971	-14.1%	-18.3%	50,703	-13.3%	51,949	-15.4%
PAT	42,365	44,510	44,259	40,431	33,623	-16.8%	-20.6%	40,066	-16.1%	41,615	-19.2%
AUM	5,668,830	5,845,680	5,821,670	5,817,870	5,836,590	0.3%	3.0%	6,002,496	-2.8%		
NIMs	4.15%	3.65%	3.57%	3.43%	3.36%	-7bps	-79bps	3.54%	-18bps		
Credit cost	0.56%	-0.43%	0.09%	0.08%	0.40%	32bps	-16bps	-0.05%	45bps		
GS3	1.36%	1.05%	1.06%	0.88%	0.24%	-64bps	-112bps	0.83%	-59bps		
NS3	0.38%	0.24%	0.24%	0.20%	0.12%	-9bps	-27bps	0.19%	-7bps		

Source: Company, Emkay Research

Exhibit 2: Regulatory requirement resulting in higher provisioning

Provision breakup (Rs mn)

Reported Provision on P/L **5,721**

Breakup

Increase in PCR of Std Assets due to RBI norms

ECL movement in Q4	Opening	Closing	Net Increase
Stage 1	51260	60070	8,810
Stage 2	2,200	1,780	(420)
Net increase in PCR on std Assets			8,390

	Opening	Closing	Net Increase
Net Addition due to maintaining Letters of Comfort	184.8	3,162.5	2,977.7

Provision write-back **(5,727)** **(5,727)**

Sinnar Thermal project (5,700)

Biomass Power project (28)

Others 81

Total Net Credit cost **5,721**

Source: Company, Emkay Research

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

Exhibit 3: Change in estimates

Y/e Mar (Rs mn)	FY27E			FY28E			FY29E		
	Earlier	Revised	Change	Earlier	Revised	Change	Earlier	Revised	Change
AUM	6,535,390	6,387,521	-2.3%	7,254,283	7,092,406	-2.2%	NA	7,874,387	NA
Net interest income	221,255	209,075	-5.5%	243,954	229,315	-6.0%	NA	256,170	NA
Total Income	234,979	229,064	-2.5%	258,693	247,341	-4.4%	NA	275,472	NA
Opex	18,613	14,665	-21.2%	18,514	17,792	-3.9%	NA	20,809	NA
PPOP	216,366	214,399	-0.9%	240,180	229,548	-4.4%	NA	254,663	NA
Provisions	10,230	13,783	34.7%	15,230	16,779	10.2%	NA	18,547	NA
PBT	206,136	200,616	-2.7%	224,950	212,769	-5.4%	NA	236,116	NA
PAT	162,847	158,486	-2.7%	177,710	168,088	-5.4%	NA	186,531	NA
EPS (Rs)	61.8	60.2	-2.7%	67.5	63.8	-5.4%	NA	70.8	NA
BV (Rs)	380	359	-5.5%	424	401	-5.5%	NA	447	NA
Networth	1,000,716	945,920	-5.5%	1,116,228	1,055,177	-5.5%	NA	1,176,423	NA
NIMs	3.60%	3.58%	-3bps	3.61%	3.58%	-3bps	NA	3.58%	NA
Cost-to-income	5.8%	4.4%	-142bps	5.8%	6.0%	16bps	NA	5.9%	NA
Opex-to-AUM	0.25%	0.22%	-3bps	0.29%	0.24%	-5bps	NA	0.25%	NA
AUM growth	8.9%	9.4%	56bps	11.0%	11.0%	4bps	NA	11.0%	NA
Credit costs	0.17%	0.23%	6bps	0.22%	0.25%	3bps	NA	0.25%	NA
ROA	2.38%	2.36%	-2bps	2.37%	2.27%	-10bps	NA	2.28%	NA
ROE	17.2%	17.7%	54bps	16.8%	16.8%	1bps	NA	16.7%	NA

Source: Company, Emkay Research

Exhibit 4: Valuation metrics

REC	CMP/TP (Rs)	Upside	Mkt Cap (Rs bn)	P/BV (x)			P/E (x)			RoA (%)			RoE (%)			Book Value (Rs/sh)			Adj EPS (Rs)		
				FY26A	FY27E	FY28E	FY26A	FY27E	FY28E	FY26A	FY27E	FY28E	FY26A	FY27E	FY28E	FY26A	FY27E	FY28E	FY26A	FY27E	FY28E
At current market price	376	14.4%	990	1.2	1.0	0.9	6.1	6.2	5.9	2.6%	2.4%	2.3%	20.1%	17.7%	16.8%	320	359	401	61.8	60.2	63.8
At target price	430			1.3	1.2	1.1	7.0	7.1	6.7							320	359	401	61.8	60.2	63.8

Source: Company, Emkay Research

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

Exhibit 5: Quarterly results snapshot

Result update (Rs mn)	Q4FY25A	Q1FY26A	Q2FY26A	Q3FY26A	Q4FY26A	QoQ chg	YoY chg
Net Interest Income	58,760	52,470	52,078	49,957	48,955	-2.0%	-16.7%
Other Income	5,450	5,410	7,553	7,139	5,791	-18.9%	6.3%
Total Income	64,210	57,880	59,630	57,096	54,747	-4.1%	-14.7%
Operating Expenses (total)	2,560	7,580	2,755	4,822	5,054	4.8%	97.4%
Operating Profit	61,650	50,300	56,875	52,274	49,692	-4.9%	-19.4%
Provisions	7,800	(6,170)	1,347	1,110	5,721	415.4%	-26.6%
Credit costs	0.6%	-0.4%	0.1%	0.1%	0.4%	32bps	-16bps
PBT	53,850	56,470	55,528	51,164	43,971	-14.1%	-18.3%
Tax	11,485	11,960	11,269	10,733	10,348	-3.6%	-9.9%
Tax rate	21.3%	21.2%	20.3%	21.0%	23.5%	256bps	221bps
PAT	42,365	44,510	44,259	40,431	33,623	-16.8%	-20.6%
Disbursements	455,380	595,080	559,620	499,880	457,310	-8.5%	0.4%
Total AUM	5,668,830	5,845,680	5,821,670	5,817,870	5,836,590	0.3%	3.0%
Net Worth	776,380	796,876	827,389	855,707	842,904	-1.5%	8.6%
ROA	2.77%	2.85%	2.78%	2.53%	2.11%	-43bps	-66bps
ROE	21.99%	22.63%	21.80%	19.22%	15.84%	-338bps	-615bps
GS3	1.36%	1.05%	1.06%	0.88%	0.24%	-64bps	-112bps
NS3	0.38%	0.24%	0.24%	0.20%	0.12%	-9bps	-27bps
PCR	71.74%	77.05%	77.06%	76.96%	51.13%	-2583bps	-2061bps

Source: Company, Emkay Research

Exhibit 6: AUM trend

(Rs bn)	Q1FY25A	Q2FY25A	Q3FY25A	Q4FY25A	Q1FY26A	Q2FY26A	Q3FY26A	Q4FY26A
Generation	1,479	1,509	1,538	1,551	1,508	1,549	1,511	1,461
Renewable energy	429	478	524	580	639	680	704	753
Transmission	476	486	475	467	452	441	460	448
Distribution	2,183	2,200	2,282	2,206	2,364	2,368	2,170	2,224
Infra and Logistics (core)	134	165	183	184	188	604	565	579
Infra and Logistics (E&M)	475	493	503	510	513			
Short Term Loans	120	130	150	170	182	180	407	372
Total	5,297	5,461	5,656	5,669	5,846	5,822	5,818	5,837

Source: Company, Emkay Research

Exhibit 7: AUM mix

	Q1FY25A	Q2FY25A	Q3FY25A	Q4FY25A	Q1FY26A	Q2FY26A	Q3FY26A	Q4FY26A
Generation	27.9%	27.6%	27.2%	27.4%	25.8%	26.6%	26.0%	25.0%
Renewable energy	8.1%	8.8%	9.3%	10.2%	10.9%	11.7%	12.1%	12.9%
Transmission	9.0%	8.9%	8.4%	8.2%	7.7%	7.6%	7.9%	7.7%
Distribution	41.2%	40.3%	40.3%	38.9%	40.4%	40.7%	37.3%	38.1%
Infra and Logistics (core)	2.5%	3.0%	3.2%	3.3%	3.2%	10.4%	9.7%	9.9%
Infra and Logistics (E&M)	9.0%	9.0%	8.9%	9.0%	8.8%	0.0%	0.0%	0.0%
Short Term Loans	2.3%	2.4%	2.6%	3.0%	3.1%	3.1%	7.0%	6.4%

Source: Company, Emkay Research

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

Exhibit 8: Disbursement trend

(Rs bn)	Q1FY25A	Q2FY25A	Q3FY25A	Q4FY25A	Q1FY26A	Q2FY26A	Q3FY26A	Q4FY26A
Generation	46.67	64.93	88.34	74.84	33.18	86.16	57.38	79.81
Renewable energy	53.51	59.46	63.14	85.75	72.33	58.09	64.8	93.74
Transmission	14.43	24.74	5.1	16.37	12.22	14.37	46.02	19.67
Distribution	207.14	253.03	326.62	230.99	439.87	357.88	286.29	236.64
Infra and Logistics (core)	57.53	30.75	18.35	1.09	3.43	28.28	26.94	19.2
Infra and Logistics (E&M)	22.29	24.78	16.87	14.54	12.05			0
Short Term Loans	34.95	15.34	28.5	31.8	22	14.84	18.45	8.25
Total	436.52	473.03	546.92	455.38	595.08	559.62	499.88	457.31

Source: Company, Emkay Research

Exhibit 9: Disbursement mix

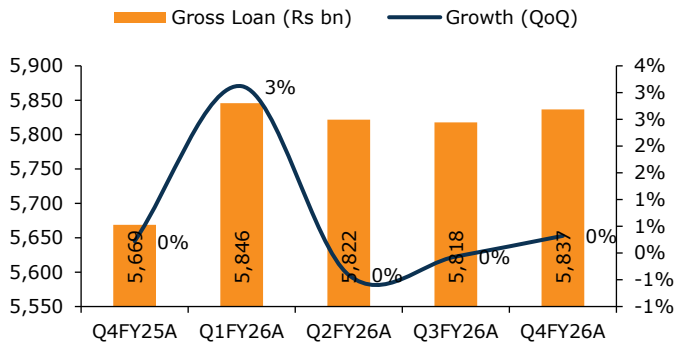
	Q1FY25A	Q2FY25A	Q3FY25A	Q4FY25A	Q1FY26A	Q2FY26A	Q3FY26A	Q4FY26A
Generation	10.7%	13.7%	16.2%	16.4%	5.6%	15.4%	11.5%	17.5%
Renewable energy	12.3%	12.6%	11.5%	18.8%	12.2%	10.4%	13.0%	20.5%
Transmission	3.3%	5.2%	0.9%	3.6%	2.1%	2.6%	9.2%	4.3%
Distribution	47.5%	53.5%	59.7%	50.7%	73.9%	64.0%	57.3%	51.7%
Infra and Logistics (core)	13.2%	6.5%	3.4%	0.2%	0.6%	5.1%	5.4%	4.2%
Infra and Logistics (E&M)	5.1%	5.2%	3.1%	3.2%	2.0%	0.0%	0.0%	0.0%
Short Term Loans	8.0%	3.2%	5.2%	7.0%	3.7%	2.7%	3.7%	1.8%

Source: Company, Emkay Research

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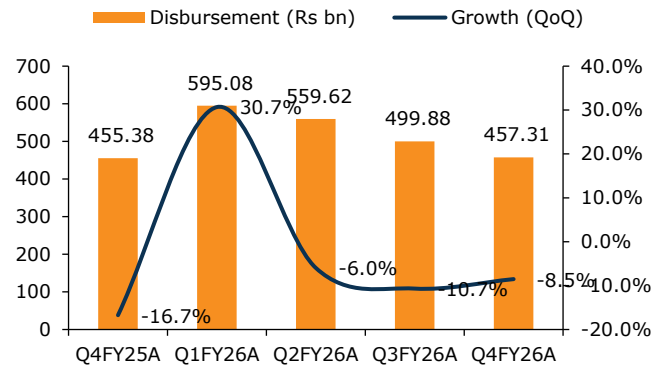
Result in charts

Exhibit 10: Growth impacted by higher prepayments and stress resolution



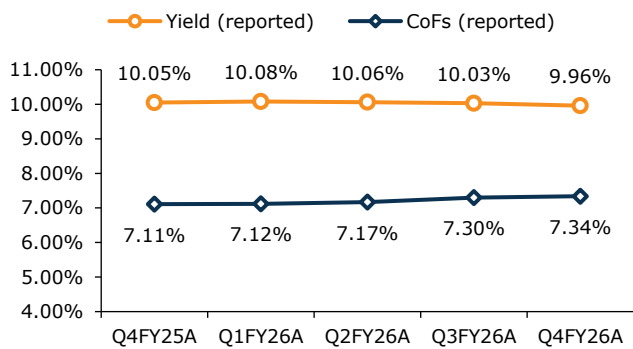
Source: Company, Emkay Research

Exhibit 11: Disbursement remained weak on account of some short-term funding schemes coming to an end



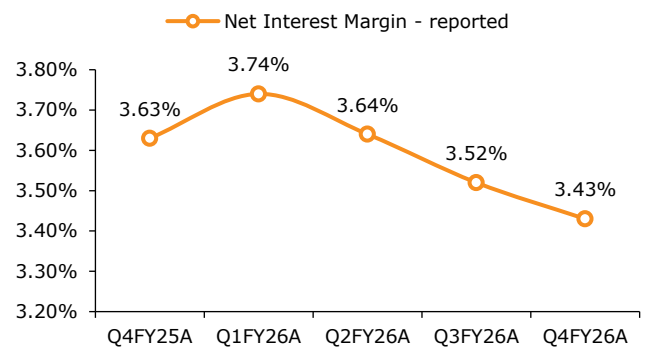
Source: Company, Emkay Research

Exhibit 12: CoFs increased due to some inbuilt heading cost



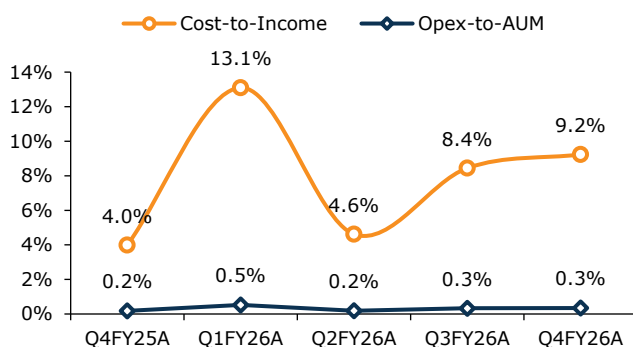
Source: Company, Emkay Research

Exhibit 13: NIMs impacted by moderating yields and higher CoFs



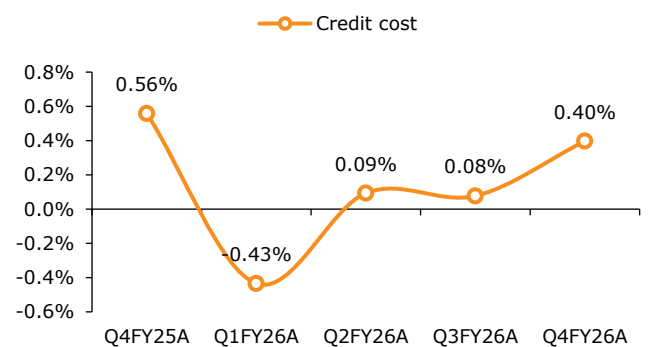
Source: Company, Emkay Research

Exhibit 14: Opex was marginally higher



Source: Company, Emkay Research

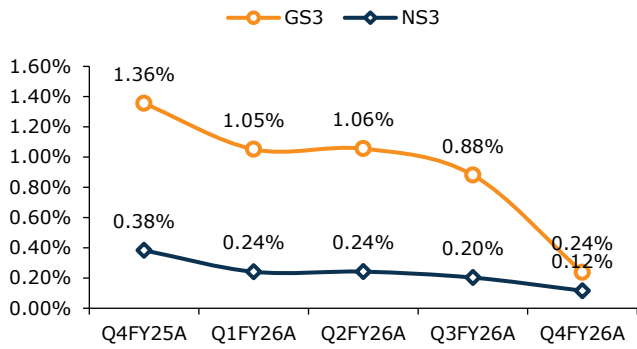
Exhibit 15: Credit cost impacted due to RBI norms on std provisioning



Source: Company, Emkay Research

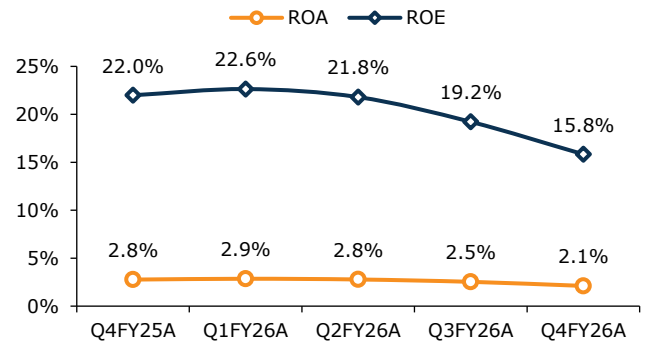
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Exhibit 16: Asset quality remains robust



Source: Company, Emkay Research

Exhibit 17: RoA/RoE impacted by lower margin and elevated credit cost

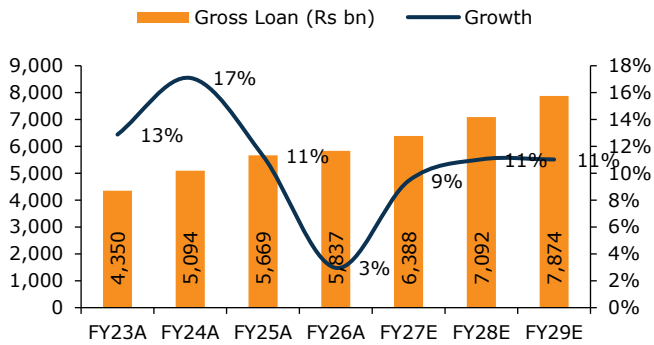


Source: Company, Emkay Research

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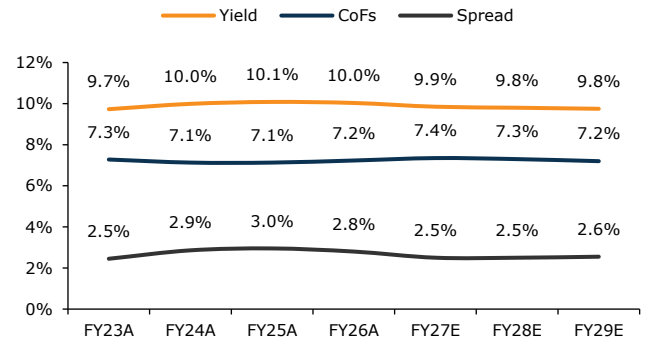
Story in charts

Exhibit 18: AUM CAGR expected at ~9% over FY26-28E



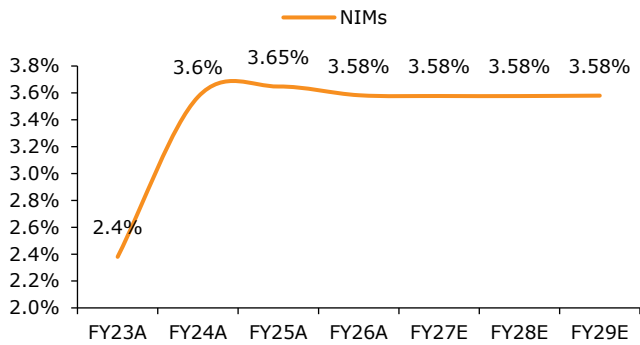
Source: Company, Emkay Research

Exhibit 19: Some compression in yield, as share of RE increases



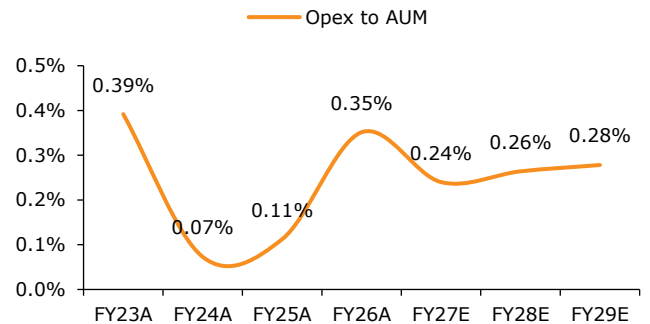
Source: Company, Emkay Research

Exhibit 20: Margin profile remained healthy and within the guided range



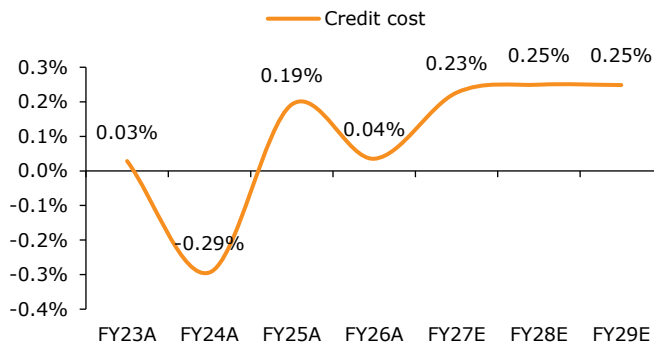
Source: Company, Emkay Research

Exhibit 21: Opex-to-AUM to remain range-bound ahead



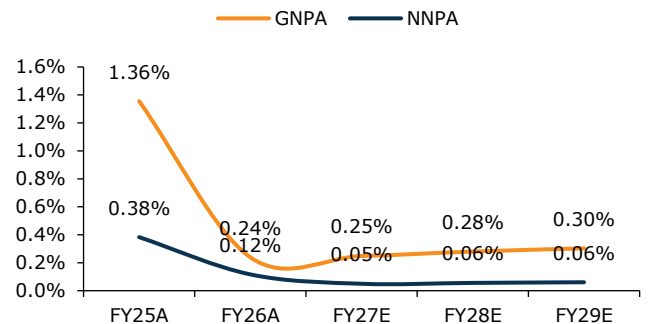
Source: Company, Emkay Research

Exhibit 22: Normalized credit cost to clock at around 20-25bps



Source: Company, Emkay Research

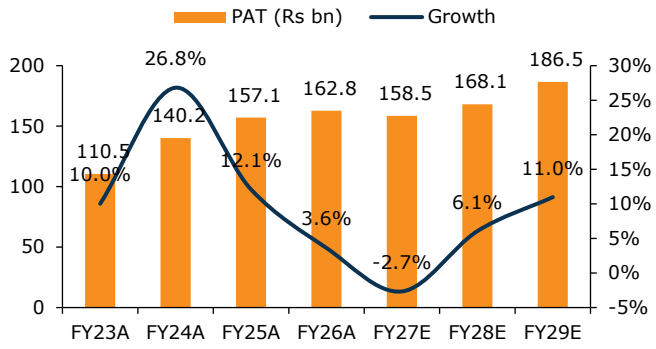
Exhibit 23: Healthy asset quality



Source: Company, Emkay Research

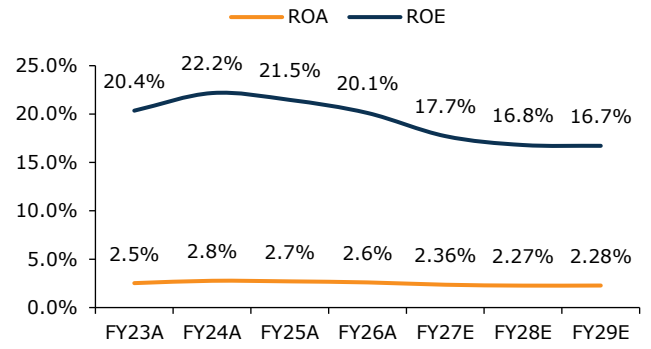
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Exhibit 24: PAT CAGR of ~5% over FY26-29E



Source: Company, Emkay Research

Exhibit 25: Healthy RoA and RoE profiles



Source: Company, Emkay Research

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REC: Standalone Financials and Valuations

Profit & Loss					
Y/E March (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
Interest Income	540,260	565,972	600,019	655,976	721,204
Interest Expense	341,480	362,512	390,944	426,661	465,033
Net interest income	198,780	203,460	209,075	229,315	256,170
NII growth (%)	26.7	2.4	2.8	9.7	11.7
Non interest income	16,050	25,892	19,989	18,026	19,301
Total income	214,830	229,352	229,064	247,341	275,472
Operating expenses	6,040	20,211	14,665	17,792	20,809
PPOP	208,790	209,141	214,399	229,548	254,663
PPOP growth (%)	27.1	0.2	2.5	7.1	10.9
Provisions & contingencies	10,190	2,008	13,783	16,779	18,547
PBT	198,600	207,133	200,616	212,769	236,116
Extraordinary items	-	-	-	-	-
Tax expense	41,470	44,311	42,129	44,682	49,584
Minority interest	-	-	-	-	-
Income from JV/Associates	-	-	-	-	-
Reported PAT	157,130	162,822	158,486	168,088	186,531
PAT growth (%)	12.1	3.6	(2.7)	6.1	11.0
Adjusted PAT	157,130	162,822	158,486	168,088	186,531
Diluted EPS (Rs)	59.7	61.8	60.2	63.8	70.8
Diluted EPS growth (%)	12.1	3.6	(2.7)	6.1	11.0
DPS (Rs)	18.0	18.6	21.1	22.3	24.8
Dividend payout (%)	30.2	30.0	35.0	35.0	35.0
Effective tax rate (%)	20.9	21.4	21.0	21.0	21.0
Net interest margins (%)	3.6	3.6	3.6	3.6	3.6
Cost-income ratio (%)	2.8	8.8	6.4	7.2	7.6
PAT/PPOP (%)	75.3	77.9	73.9	73.2	73.2
Shares outstanding (mn)	2,633.2	2,633.2	2,633.2	2,633.2	2,633.2

Source: Company, Emkay Research

Asset quality and other metrics					
Y/E March (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
Asset quality					
GNPL - Stage 3	76,527	13,848	15,848	19,848	23,848
NNPL - Stage 3	21,627	6,768	7,745	9,924	11,924
GNPL ratio - Stage 3 (%)	1.4	0.2	0.2	0.3	0.3
NNPL ratio - Stage 3 (%)	0.4	0.1	0.1	0.1	0.2
ECL coverage - Stage 3 (%)	71.7	51.1	51.1	50.0	50.0
ECL coverage - 1 & 2 (%)	-	-	-	-	-
Gross slippage - Stage 3	-	-	-	-	-
Gross slippage ratio (%)	-	-	-	-	-
Write-off ratio (%)	-	-	-	-	-
Total credit costs (%)	0.2	0.0	0.2	0.2	0.2
NNPA to networth (%)	2.8	0.8	0.8	0.9	1.0
Capital adequacy					
Total CAR (%)	26.0	23.1	22.8	22.3	21.8
Tier-1 (%)	23.8	21.3	20.9	20.4	19.9
Miscellaneous					
Total income growth (%)	28.1	6.8	(0.1)	8.0	11.4
Opex growth (%)	75.6	234.6	(27.4)	21.3	17.0
PPOP margin (%)	3.9	3.6	3.5	3.4	3.4
Credit costs-to-PPOP (%)	4.9	1.0	6.4	7.3	7.3
Loan-to-Assets (%)	91.1	90.6	90.6	90.9	91.3
Yield on loans (%)	10.1	10.0	9.9	9.8	9.8
Cost of funds (%)	7.1	7.2	7.4	7.3	7.2
Spread (%)	3.0	2.8	2.5	2.5	2.6

Source: Company, Emkay Research

Balance Sheet					
Y/E March (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
Share capital	26,332	26,332	26,332	26,332	26,332
Reserves & surplus	750,048	816,572	919,588	1,028,845	1,150,091
Net worth	776,380	842,904	945,920	1,055,177	1,176,423
Borrowings	4,867,751	5,057,770	5,563,547	6,175,537	6,854,846
Other liabilities & prov.	491,420	490,089	523,707	546,738	570,535
Total liabilities & equity	6,135,550	6,390,763	7,033,169	7,777,452	8,601,804
Net loans	5,590,880	5,792,431	6,371,674	7,072,558	7,850,539
Investments	66,410	97,994	106,072	114,816	124,280
Cash, other balances	17,500	9,269	35,166	38,887	43,009
Interest earning assets	5,674,790	5,899,694	6,512,912	7,226,261	8,017,829
Fixed assets	7,040	6,931	7,070	7,213	7,358
Other assets	453,720	484,139	513,187	543,978	576,617
Total assets	6,135,550	6,390,763	7,033,169	7,777,452	8,601,804
BVPS (Rs)	294.8	320.1	359.2	400.7	446.8
Adj. BVPS (INR)	294.8	320.1	359.2	400.7	446.8
Gross loans	5,645,780	5,799,511	6,379,776	7,082,482	7,862,463
Total AUM	5,668,830	5,836,590	6,387,521	7,092,406	7,874,387
On balance sheet	5,668,830	5,836,590	6,387,521	7,092,406	7,874,387
Off balance sheet	0	0	0	0	0
Disbursements	-	-	-	-	-
Disbursements growth (%)	0	0	0	0	0
Loan growth (%)	11.8	3.6	10.0	11.0	11.0
AUM growth (%)	11.3	3.0	9.4	11.0	11.0
Borrowings growth (%)	11.2	3.9	10.0	11.0	11.0
Book value growth (%)	12.9	8.6	12.2	11.6	11.5

Source: Company, Emkay Research

Valuations and key Ratios					
Y/E March	FY25	FY26	FY27E	FY28E	FY29E
P/E (x)	6.3	6.1	6.2	5.9	5.3
P/B (x)	1.3	1.2	1.0	0.9	0.8
P/ABV (x)	1.3	1.2	1.0	0.9	0.8
P/PPOP (x)	0.0	0.0	0.0	0.0	0.0
Dividend yield (%)	4.8	4.9	5.6	5.9	6.6
Dupont-RoE split (%)					
NII/avg AUM	3.7	3.5	3.4	3.4	3.4
Other income	0.3	0.5	0.3	0.3	0.3
Securitization income	-	-	-	-	-
Opex	0.1	0.4	0.2	0.3	0.3
Employee expense	-	-	-	-	-
PPOP	3.9	3.6	3.5	3.4	3.4
Provisions	0.2	0.0	0.2	0.2	0.2
Tax expense	3.7	3.6	3.3	3.2	3.2
RoAUM (%)	2.9	2.8	2.6	2.5	2.5
Leverage ratio (x)	7.4	7.1	6.8	6.7	6.7
RoE (%)	21.5	20.1	17.7	16.8	16.7

Quarterly data				
Rs mn, Y/E Mar	Q1FY26	Q2FY26	Q3FY26	Q4FY26
NII	52,470	52,078	49,957	48,955
NIM (%)	3.7	3.6	3.5	3.4
PPOP	50,300	56,875	52,274	49,692
PAT	44,510	44,259	40,431	33,623
EPS (Rs)	16.90	16.81	15.35	12.77

Source: Company, Emkay Research

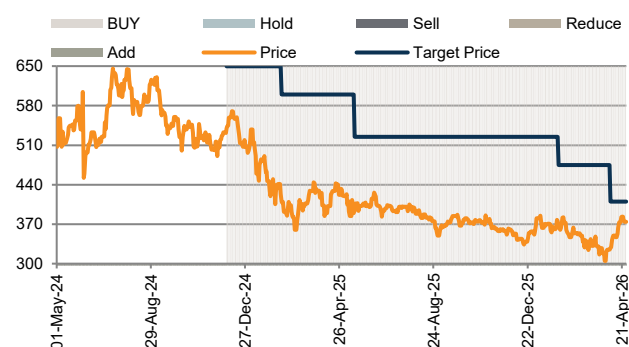
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RECOMMENDATION HISTORY - DETAILS

Date	Closing Price (Rs)	TP (Rs)	Rating	Analyst
06-Apr-26	328	410	Buy	Avinash Singh
17-Mar-26	338	475	Buy	Avinash Singh
30-Jan-26	364	475	Buy	Avinash Singh
06-Jan-26	383	525	Buy	Avinash Singh
29-Oct-25	386	525	Buy	Avinash Singh
06-Oct-25	378	525	Buy	Avinash Singh
25-Jul-25	401	525	Buy	Avinash Singh
07-Jul-25	392	525	Buy	Avinash Singh
20-Jun-25	394	525	Buy	Avinash Singh
05-Jun-25	403	525	Buy	Avinash Singh
15-May-25	394	525	Buy	Avinash Singh
10-Apr-25	389	600	Buy	Avinash Singh
03-Apr-25	425	600	Buy	Avinash Singh
27-Feb-25	379	600	Buy	Avinash Singh
11-Feb-25	410	600	Buy	Avinash Singh
06-Jan-25	513	650	Buy	Avinash Singh
03-Dec-24	540	650	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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