BUY

IndusInd Bank

Growth inflection visible; margin outlook improves

Your success is our success

BFSI - Banks | Result Update | **July 23, 2026**

CMP (Rs): 1,069 | TP (Rs): 1,200

IndusInd Bank (IIB) reported a sharp jump in profitability to Rs10.4bn, at 61% above our estimates mainly driven by higher NII (+4.7% vs estimates), higher other income (+4.8% vs estimates), and lower operating expenses. The credit portfolio declined by -2% yoy but grew 3% qoq due to heavy lifting by the wholesale segment. Reported NIM expanded by 18bps qoq to 3.57% aided by lower cost of funds and interest on IT refunds, while core NIM moderated to 3.35% in 1QFY27. Management sees substantial room for margin improvement over the medium term, backed by a ~150bps funding cost gap vs peers and increasing share of granular retail, affluent and NRI deposits. Asset quality also showed signs of improvement, with slippage ratio moderating to 2% in 1Q from >3% in 3QFY25, leading to lower credit cost. Though IIB's long term strategy is still evolving, the mgmt said it targets achieving growth broadly in line with system credit growth in FY27. This playing out, coupled with moderation in credit cost and a conscious effort to bring down opex, is likely to help IIB gradually secure 1% exit ROA in FY27 from the 0.45% base in 4QFY26. We reiterate BUY; raise TP by 9.1% to Rs1,200 from Rs1,100 (value IIB at 1.5x Jun-28E ABV).

Growth supported by Wholesale recovery; margin outlook improves

IIB's loan book declined 2% yoy but grew 3% qoq, driven by revival in the corporate segment (+16% qoq) with portfolio calibration. While 1Q growth was led by wholesale banking, IIB expects the growth momentum to broaden over coming quarters, supported by improving retail disbursements (16-18% qoq), recovery in MFI and vehicle finance (VF) as well as acceleration in SME. Core NIM was down by 4bps to 3.35% due to higher mix of wholesale and secured retail loans. Management expects some near-term pressure in 2QFY27, with margins likely to improve in 2HFY27 as growth in higher-yielding segments such as VF, retail, and MFI accelerates. IIB reiterated its intention to grow broadly in line with the industry during FY27, while targeting exit ROA of 1%.

Asset Quality improves; Credit Cost outlook strengthens

Asset quality continued to improve with slippages moderating to 2%, resulting in an 18bps qoq decline in GNPA ratio to 3.25%.NNPA improved to 0.95%, while PCR was stable at ~71%. Management expects further moderation in credit costs as stress in the microfinance and retail portfolios normalizes. IIB also restated a one-time ECL transition hit of 1-1.5% of loans, with limited recurring earnings impact thereafter.

We retain BUY on IIB; raise TP by ~9%

We expect ROA to further improve to ~1.1-1.3% over FY28-29E, as growth/asset-quality recovery gains see more traction. Improving sectoral tailwinds (growth/margin/asset quality) and favorable sentiment toward large private banks are also likely to aid IIB's rerating. We reiterate BUY and raise TP to Rs1,200 (valuing the bank at 1.5x Jun-28E ABV). Key risks to our call: Earlier-than-expected business and asset quality turn-around.

Target Price – 12M	Jun-27
Change in TP (%)	**9.1**
Current Reco.	BUY
Previous Reco.	BUY
Upside/(Downside) (%)	12.3

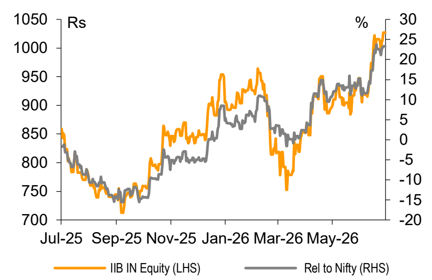
Stock Data	**IIB IN**
52-week High (Rs)	1,078
52-week Low (Rs)	711
Shares outstanding (mn)	779.1
Market-cap (Rs bn)	833
Market-cap (USD mn)	8,627
Net-debt, FY27E (Rs mn)	NA
ADTV-3M (mn shares)	3.3
ADTV-3M (Rs mn)	2,403.8
ADTV-3M (USD mn)	24.9
Free float (%)	84.7
Nifty-50	23,996.3
INR/USD	96.6

Shareholding,Jun-26	
Promoters (%)	15.1
FPIs/MFs (%)	27.8/40.3

Price Performance

(%)	**1M**	**3M**	**12M**
Absolute	16.1	22.9	26.8
Rel. to Nifty	16.6	24.8	32.4

1-Year share price trend (Rs)



IndusInd Bank: Financial Snapshot (Consolidated)

Y/E Mar (Rs mn)	**FY25**	**FY26**	**FY27E**	**FY28E**	**FY29E**
Net profit	26,429	8,892	47,587	67,425	95,806
Loan growth (%)	0.5	(8.4)	10.3	16.0	19.0
NII growth (%)	(7.7)	(5.5)	2.5	13.6	20.3
NIM (%)	3.8	3.6	3.6	3.7	3.8
PPOP growth (%)	(32.4)	(13.8)	19.0	18.9	29.0
Adj. EPS (Rs)	33.9	11.4	61.1	86.5	123.0
Adj. EPS growth (%)	(70.5)	(66.4)	435.2	41.7	42.1
Adj. BV (INR)	669.7	678.4	724.2	790.1	888.1
Adj. BVPS growth (%)	(3.2)	1.3	6.7	9.1	12.4
RoA (%)	0.5	0.2	0.8	1.1	1.3
RoE (%)	4.2	1.4	7.0	9.3	11.9
P/E (x)	31.5	93.7	17.5	12.4	8.7
P/ABV (x)	1.6	1.6	1.5	1.4	1.2

Source: Company, Emkay Research

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Key concall takeaways

Outlook on loans, deposits, and NIM

- Management reiterated its exit ROA target of 1% by FY27-end. Improvement is expected to be driven by a combination of higher PPOP (~60% of improvement) and lower credit costs (~40%).
- The bank expects to grow broadly in line with the industry during FY27, supported by improving momentum across the wholesale, retail, SME, vehicle finance, and rural banking businesses.
- Normalized NIM stood at 3.35%, down by 4bps qoq due to a higher mix of wholesale and secured retail loans. Management expects some near-term pressure in 2Q, followed by improvement in 2H as high-yielding businesses such as vehicle finance, retail assets, and microfinance regain growth momentum.
- Cost of deposits declined by 12bps qoq to 5.95%, aided by better deposit mix and repricing benefits. Management highlighted significant scope for further reduction in funding costs via improving retail deposit quality and mix.
- Management believes the bank has reached an inflection point, with balance-sheet calibration largely complete and growth returning across businesses.
- Wholesale banking growth has reaccelerated following portfolio optimization, and the management sees ample opportunities while maintaining focus on high-rated borrowers and relationship-led lending.
- Retail and SME growth are expected to strengthen over the next few quarters as investments in people, technology, distribution, and analytics begin translating into higher disbursements and portfolio expansion.
- Over the medium term, the management expects SME, rural banking, and secured retail products (home loans, gold loans, LAP) to grow faster than wholesale banking and become larger contributors to the portfolio mix.
- Strong NRI franchise and FCNR mobilization opportunities are expected to support liability growth. Management remains focused on deepening primary banking relationships, and improving deposit quality rather than pursuing expensive bulk funding.
- Operating leverage remains a key focus area, with continued cost optimization and productivity improvements expected to support profitability recovery.
- Management highlighted that IIB's gap with the closest peer on cost of funds is still ~150bps, indicating substantial room for improvement over the medium term through a better deposit mix and higher retail deposit share.
- The recent reduction in cost of deposits is not solely due to repricing but also because of a higher share of retail and savings deposits. Management expects this structural improvement to continue.
- Management indicated that incremental wholesale/bulk deposits currently cost only ~50bps more than retail term deposits; however, it still prefers retail deposits because bulk deposits carry significantly higher regulatory outflow assumptions (25-40% vs 5% for retail deposits under LCR).
- The bank is consciously moving away from the older model (of high-cost liabilities funding high-yield, higher-risk assets) toward a more balanced and stable profitability model.

Asset quality

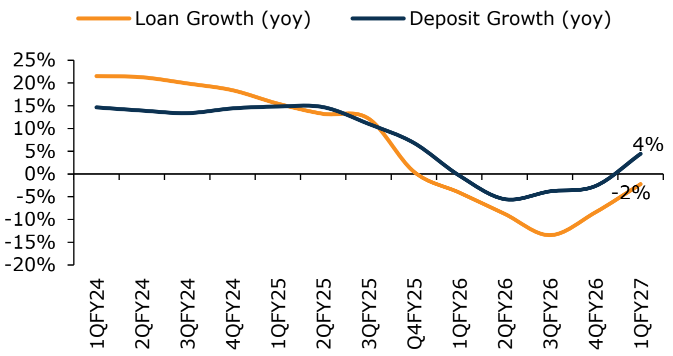
- Management maintained that one-time impact of the ECL framework could be 1-1.5% of the loan book.
- However, the ongoing earnings impact post-transition is expected to be limited as the incremental ECL charge would apply mainly to new disbursements.
- The bank expects partial capital offsets from upcoming Basel framework changes effective Apr-27; this is likely to reduce the net capital impact of ECL adoption.
- In MFI, fresh slippages, collection efficiency, and overdue indicators have all improved sharply and are approaching normalized levels.

Others

- The proposed Rs100bn equity raise approval is only an enabling resolution.
- With CET1 at 16.1%, the management does not currently see any immediate need for capital, though it will reassess this basis growth and ECL implementation.

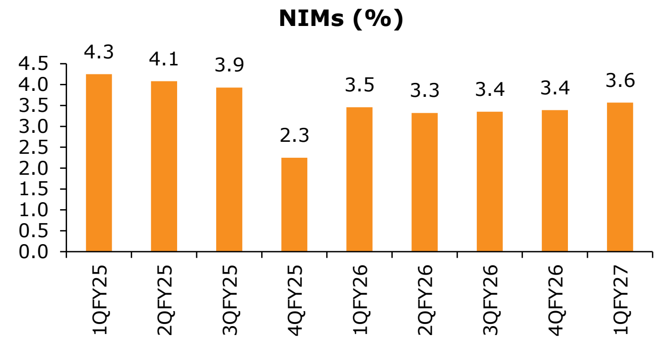
Story in charts

Exhibit 1: IIB's loan book shrinks while sequential growth improves, led by wholesale book; deposit growth continues to improve from the low of 2QFY26



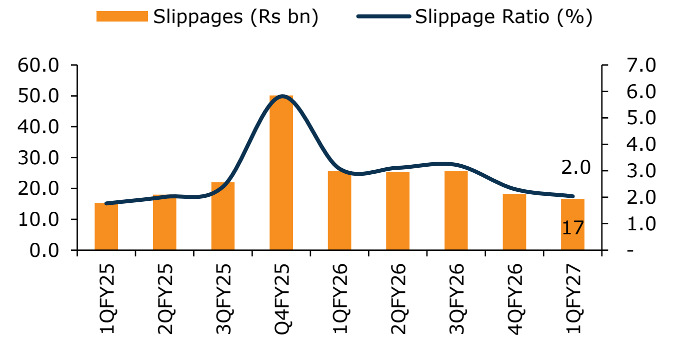
Source: Company, Emkay Research

Exhibit 2: NIM expanded by 18bps qoq to 3.57%, aided by lower cost of funds and interest on IT funds



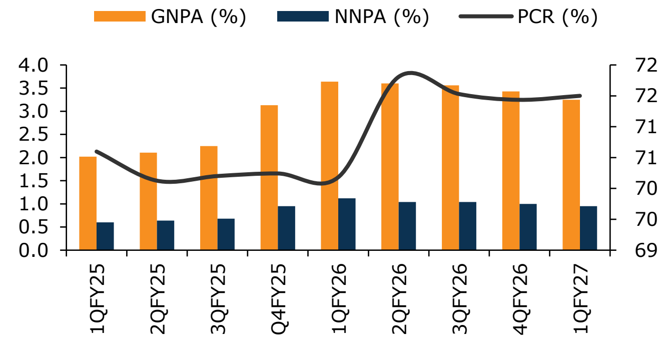
Source: Company, Emkay Research

Exhibit 3: Gross slippages declined, led by micro loans…



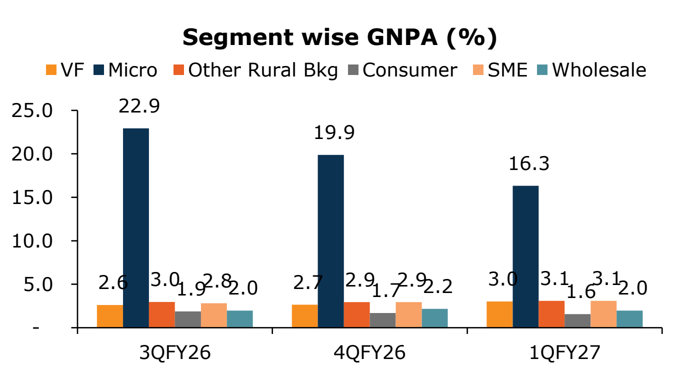
Source: Company, Emkay Research

Exhibit 4: …which, coupled with elevated write-offs, led to a 18bps improvement in GNPA ratio at ~3.3%



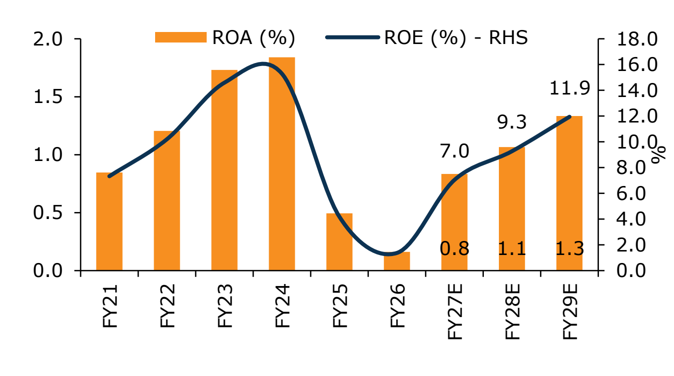
Source: Company, Emkay Research

Exhibit 5: GNPA is largely stable across segments, except MFI, which continues to improve albeit remaining elevated



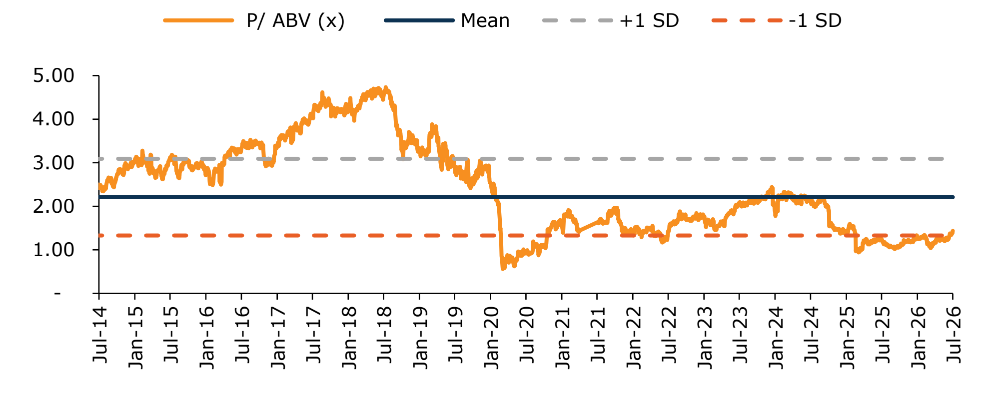
Source: Company, Emkay Research

Exhibit 6: We expect ROA to improve gradually, factoring in the growth and margin recovery, contained opex, and lower credit costs



Source: Company, Emkay Research

Exhibit 7: IIB currently trades at ~1.4x its 1YF ABV – Near -1SD level



Source: Bloomberg, Emkay Research

Exhibit 8: Actuals vs estimates (1QFY27)

(Rs mn)	Actuals	Estimates				Comments
		Emkay	Consensus	Emkay	Consensus	
Net income	64,713	61,788	44,387	5%	46%	Higher NII and other incomes led to a beat.
PPOP	27,735	22,586	22,875	23%	21%	Higher net income and lower opex led to a beat.
PAT	10,370	6,440	7,288	61%	42%	Higher PPOP, coupled with lower provisions, led to sharp beat in PAT.

Source: Company, Emkay Research

Exhibit 9: Quarterly summary

(Rs mn)	1QFY26	2QFY26	3QFY26	4QFY26	1QFY27	yoy (%)	qoq (%)	FY26	FY27E	yoy (%)
Interest Earned	122,639	116,086	113,729	110,054	113,099	-8	3	462,508	454,917	-2
Interest Expenses	76,241	71,993	68,112	66,339	66,252	-13	0	282,685	270,628	-4
Net Interest Income	46,398	44,094	45,617	43,715	46,847	1	7	179,823	184,288	2
Global NIM (reported)	3.5	3.3	3.4	3.4	3.6	11bps	18bps	3.6	3.6	2bps
Non-interest Income	21,569	16,513	17,072	17,137	17,865	-17	4	72,291	75,631	5
Operating Expenses	42,294	40,133	39,992	37,899	36,978	-13	-2	160,318	150,652	-6
Pre Provisioning Profit	25,673	20,473	22,696	22,953	27,735	8	21	91,795	109,267	19
Provision and Contingencies	17,600	26,312	20,958	14,821	13,843	-21	-7	79,691	45,817	-43
PBT	8,073	-5,839	1,739	8,131	13,892	72	71	12,105	63,450	424
Income Tax Expenses	2,033	-1,469	459	2,190	3,521	73	61	3,213	15,862	394
Net Profit/(Loss)	6,041	-4,369	1,279	5,941	10,370	72	75	8,892	47,587	435
Gross NPA (%)	3.6	3.6	3.6	3.4	3.3	-39bps	-18bps	3.4	3.0	-41bps
Net NPA (%)	1.1	1.0	1.0	1.0	1.0	-17bps	-5bps	1.0	0.9	-11bps
Deposits (Rs bn)	3,971	3,896	3,938	3,999	4,148	4	4	3,999	4,482	12
Net Advances (Rs bn)	3,337	3,259	3,175	3,159	3,263	-2	3	3,159	3,486	10

Source: Company, Emkay Research

Exhibit 10: Revision in estimates

Y/E Mar (Rs mn)	FY27E			FY28E			FY29E		
	Earlier	Revised	Change	Earlier	Revised	Change	Earlier	Revised	Change
Net income	269,039	259,919	-3.4%	314,109	296,443	-5.6%	378,371	354,505	-6.3%
PPOP	105,105	109,267	4.0%	134,453	129,954	-3.3%	176,780	167,667	-5.2%
PAT	43,343	47,587	9.8%	69,827	67,425	-3.4%	101,747	95,806	-5.8%
EPS (Rs)	55.6	61.1	9.8%	89.6	86.5	-3.4%	130.6	123.0	-5.8%
BVPS (Rs)	744.7	749.2	0.6%	812.6	814.6	0.2%	914.0	909.6	-0.5%

Source: Company, Emkay Research

Exhibit 11: Key assumptions

(%)	FY26	FY27E	FY28E	FY29E
Loan Growth	(8.4)	10.3	16.0	19.0
Deposit Growth	(2.7)	12.1	15.6	18.4
NIM	3.6	3.6	3.7	3.8
GNPA	3.4	3.0	2.5	1.8
Credit Cost	2.4	1.5	1.1	1.0

Source: Emkay Research

Exhibit 12: Key ratios and trends

	1QFY25	2QFY25	3QFY25	4QFY25	1QFY26	2QFY26	3QFY26	4QFY26	1QFY27
Loans (Rs bn)	**3,479**	**3,572**	**3,669**	**3,450**	**3,337**	**3,259**	**3,175**	**3,159**	**3,263**
Growth, yoy %	*15.5*	*13.2*	*12.2*	*0.5*	*(4.1)*	*(8.8)*	*(13.5)*	*(8.4)*	*(2.2)*
Growth, qoq %	*1.3*	*2.7*	*2.7*	*(6.0)*	*(3.3)*	*(2.3)*	*(2.6)*	*(0.5)*	*3.3*
Composition (%)									
- Large Corporate	24.4	25.4	25.3	22.2	21.8	22.0	35.4	14.7	16.6
- SME/Business Banking	25.6	26.0	26.0	24.6	23.3	23.8	13.8	14.0	13.3
- Retail	50.0	48.6	48.8	53.1	54.9	54.2	50.8	51.6	49.9
Liability Profile									
Deposits (Rs bn)	**3,985**	**4,124**	**4,094**	**4,109**	**3,971**	**3,896**	**3,938**	**3,999**	**4,148**
Growth, yoy %	*14.8*	*14.7*	*11.0*	*6.8*	*(0.3)*	*(5.5)*	*(3.8)*	*(2.7)*	*4.4*
Growth, qoq %	*3.6*	*3.5*	*(0.7)*	*0.3*	*(3.3)*	*(1.9)*	*1.1*	*1.6*	*3.7*
CASA, %	36.7	35.9	34.9	32.8	31.5	30.7	30.2	31.2	29.4
CA, %	12.2	12.8	11.2	9.9	8.5	8.2	8.0	8.8	8.3
SA, %	24.5	23.1	23.7	22.9	22.9	22.5	22.3	22.5	21.1
Branches	**3,013**	**3,040**	**3,063**	**3,081**	**3,110**	**3,116**	**3,120**	**3,136**	**3,137**
Yield on Advances, %	12.57	12.31	12.21	9.45	11.62	11.23	11.08	11.15	10.96
Cost of Deposits, %	6.53	6.55	6.58	6.50	6.44	6.23	6.09	6.07	5.95
NIM (%)	**4.25**	**4.08**	**3.93**	**2.25**	**3.46**	**3.32**	**3.35**	**3.39**	**3.57**
Asset Quality									
GNPA, %	2.0	2.1	2.3	3.2	3.7	3.7	3.7	3.5	3.3
NNPA, %	0.6	0.6	0.7	1.0	1.1	1.0	1.0	1.0	1.0
PCR, %	70.6	70.1	70.2	70.2	70.2	71.8	71.5	71.4	71.4
Slippages (Rs mn)	**15,360**	**17,980**	**22,000**	**50,140**	**25,670**	**25,370**	**25,600**	**18,250**	**16,600**
Corporate (Rs mn)	480	1,180	2,800	2,200	2,450	640	NA	NA	NA
Consumer (Rs mn)	14,880	16,800	19,200	47,940	23,220	24,730	NA	NA	NA
Slippages, %	2.0	2.3	2.7	5.8	3.0	2.8	2.8	2.1	2.0
CAR, %	**17.6**	**16.5**	**16.5**	**16.2**	**16.6**	**17.1**	**16.9**	**17.5**	**17.2**
Tier I, %	**16.2**	**15.2**	**15.2**	**15.1**	**15.5**	**15.9**	**15.7**	**16.2**	**16.1**
ROE Decomposition									
NII	**4.1**	**4.0**	**3.8**	**2.2**	**3.4**	**3.3**	**3.5**	**3.3**	**3.4**
Other Income	1.8	1.6	1.6	0.2	1.1	1.2	1.3	1.3	1.3
Opex	3.0	2.9	2.9	3.1	3.1	3.0	3.0	2.8	2.7
PPOP	**3.0**	**2.7**	**2.6**	**(0.4)**	**1.9**	**1.5**	**1.7**	**1.7**	**2.0**
Provisioning Cost	0.8	1.4	1.3	1.8	1.3	2.0	1.6	1.1	1.0
PBT	**2.2**	**1.3**	**1.4**	**(2.2)**	**0.6**	**(0.4)**	**0.1**	**0.6**	**1.0**
Tax	0.6	0.3	0.3	(0.5)	0.1	(0.1)	0.0	0.2	0.3
ROA	**1.7**	**1.0**	**1.0**	**(1.7)**	**0.4**	**(0.3)**	**0.1**	**0.4**	**0.8**
Leverage (x)	8.1	8.2	8.2	8.4	8.4	8.2	8.1	8.2	8.3
ROE	**13.5**	**8.1**	**8.4**	**(14.1)**	**3.7**	**(2.7)**	**0.8**	**3.6**	**6.3**

Source: Company, Emkay Research; Note: The bank has changed its loan mix from 3QFY26 onward

IndusInd Bank: Consolidated Financials and Valuations

Profit & Loss

Y/E Mar (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
Interest Income	486,677	462,508	454,917	502,789	576,714
Interest Expense	296,364	282,685	270,628	293,500	324,835
Net interest income	**190,313**	**179,823**	**184,288**	**209,289**	**251,879**
NII growth (%)	(7.7)	(5.5)	2.5	13.6	20.3
Other income	76,842	72,291	75,631	87,154	102,627
Total Income	**267,155**	**252,114**	**259,919**	**296,443**	**354,505**
Operating expenses	160,707	160,318	150,652	166,489	186,839
PPOP	**106,449**	**91,795**	**109,267**	**129,954**	**167,667**
PPOP growth (%)	(32.4)	(13.8)	19.0	18.9	29.0
Core PPOP	**99,576**	**84,579**	**102,772**	**123,784**	**161,188**
Provisions & contingencies	70,301	79,691	45,817	40,054	39,925
PBT	**36,147**	**12,105**	**63,450**	**89,900**	**127,742**
Extraordinary items	0	0	0	0	0
Tax expense	9,718	3,213	15,862	22,475	31,935
Minority interest	0	0	0	0	0
Income from JV/Associates	-	-	-	-	-
Reported PAT	**26,429**	**8,892**	**47,587**	**67,425**	**95,806**
PAT growth (%)	(70.5)	(66.4)	435.2	41.7	42.1
Adjusted PAT	**26,429**	**8,892**	**47,587**	**67,425**	**95,806**
Diluted EPS (Rs)	**33.9**	**11.4**	**61.1**	**86.5**	**123.0**
Diluted EPS growth (%)	(70.5)	(66.4)	435.2	41.7	42.1
DPS (Rs)	**16.5**	**0.2**	**7.0**	**8.5**	**9.5**
Dividend payout (%)	**48.6**	**1.3**	**11.5**	**9.8**	**7.7**
Effective tax rate (%)	26.9	26.5	25.0	25.0	25.0
Net interest margins (%)	3.8	3.6	3.6	3.7	3.8
Cost-income ratio (%)	60.2	63.6	58.0	56.2	52.7
Shares outstanding (mn)	779.1	779.1	779.1	779.1	779.1

Source: Company, Emkay Research

Balance Sheet

Y/E Mar (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
Share capital	7,791	7,791	7,791	7,791	7,791
Reserves & surplus	635,707	649,605	691,433	751,967	840,135
Net worth	**643,497**	**657,396**	**699,224**	**759,758**	**847,927**
Deposits	4,110,781	3,999,308	4,481,738	5,180,340	6,135,266
Borrowings	537,036	427,892	450,736	432,900	416,105
Interest bearing liab.	**4,647,817**	**4,427,200**	**4,932,474**	**5,613,239**	**6,551,370**
Other liabilities & prov.	**248,870**	**349,343**	**342,749**	**297,833**	**302,084**
Total liabilities & equity	**5,540,184**	**5,433,939**	**5,974,448**	**6,670,831**	**7,701,381**
Net advances	3,450,186	3,158,714	3,485,523	4,042,933	4,812,526
Investments	1,144,968	1,250,071	1,386,611	1,539,857	1,748,844
Cash, other balances	591,658	489,324	542,572	505,192	524,110
Interest earning assets	**5,186,812**	**4,898,108**	**5,414,706**	**6,087,982**	**7,085,479**
Fixed assets	23,558	25,459	27,930	29,327	30,793
Other assets	329,814	510,372	531,811	553,521	585,108
Total assets	**5,540,184**	**5,433,939**	**5,974,448**	**6,670,831**	**7,701,381**
BVPS (Rs)	696.4	703.9	749.2	814.6	909.6
Adj. BVPS (INR)	669.7	678.4	724.2	790.1	888.1
Gross advances	3,527,779	3,237,974	3,561,771	4,113,845	4,874,907
Credit to deposit (%)	83.9	79.0	77.8	78.0	78.4
CASA ratio (%)	32.8	31.2	30.7	32.2	33.6
Cost of deposits (%)	6.4	6.1	5.7	5.5	5.2
Loans-to-Assets (%)	62.3	58.1	58.3	60.6	62.5
Net advances growth (%)	0.5	(8.4)	10.3	16.0	19.0
Deposit growth (%)	6.8	(2.7)	12.1	15.6	18.4
Book value growth (%)	(1.7)	1.1	6.4	8.7	11.7

Source: Company, Emkay Research

Asset quality and other metrics

Y/E Mar (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
Asset quality					
Gross NPLs	110,464	110,954	107,392	101,303	89,116
Net NPLs	32,871	31,694	31,144	30,391	26,735
GNPA ratio (%)	3.1	3.4	3.0	2.5	1.8
NNPA ratio (%)	1.0	1.0	0.9	0.8	0.6
Provision coverage (%)	70.2	71.4	71.0	70.0	70.0
Gross slippages	105,477	94,890	71,235	60,885	60,936
Gross slippage ratio (%)	3.0	2.9	2.0	1.5	1.3
LLP ratio (%)	2.0	2.4	1.5	1.1	1.0
NNPA to networth (%)	4.8	4.5	4.2	3.8	3.0
Capital adequacy					
Total CAR (%)	16.2	17.5	16.9	16.7	16.4
Tier-1 (%)	15.1	16.2	15.7	15.5	15.3
CET-1 (%)	15.1	16.2	15.7	15.5	15.3
RWA-to-Total Assets (%)	78.5	71.3	75.5	75.1	75.1
Miscellaneous					
Total income growth (%)	2.2	(5.1)	(0.8)	11.2	15.2
Opex growth (%)	12.7	(0.2)	(6.0)	10.5	12.2
Core PPOP growth (%)	(34.6)	(15.1)	21.5	20.4	30.2
PPOP margin (%)	18.9	17.2	20.6	22.0	24.7
PAT/PPOP (%)	24.8	9.7	43.6	51.9	57.1
LLP-to-Core PPOP (%)	70.6	94.2	44.6	32.4	24.8
Yield on advances (%)	11.6	11.1	10.7	10.5	10.4
Cost of funds (%)	6.6	6.2	5.8	5.6	5.3

Source: Company, Emkay Research

Valuations and key Ratios

Y/E Mar	FY25	FY26	FY27E	FY28E	FY29E
P/E (x)	31.5	93.7	17.5	12.4	8.7
P/B (x)	1.5	1.5	1.4	1.3	1.2
P/ABV (x)	1.6	1.6	1.5	1.4	1.2
P/PPOP (x)	7.8	9.1	7.6	6.4	5.0
Dividend yield (%)	1.5	0.0	0.7	0.8	0.9
DuPont-RoE split (%)					
NII/avg assets	3.6	3.3	3.2	3.3	3.5
Other income	1.4	1.3	1.3	1.4	1.4
Fee income	1.3	1.2	1.2	1.3	1.3
Opex	3.0	2.9	2.6	2.6	2.6
PPOP	**2.0**	**1.7**	**1.9**	**2.1**	**2.3**
Core PPOP	1.9	1.5	1.8	2.0	2.2
Provisions	1.3	1.5	0.8	0.6	0.6
Tax expense	0.2	0.1	0.3	0.4	0.4
RoA (%)	**0.5**	**0.2**	**0.8**	**1.1**	**1.3**
Leverage ratio (x)	8.5	8.5	8.4	8.7	9.0
RoE (%)	**4.2**	**1.4**	**7.0**	**9.3**	**11.9**

Quarterly data

Rs mn	Q1FY26	Q2FY26	Q3FY26	Q4FY26	Q1FY27
NII	93,245	44,094	45,617	43,715	46,847
NIM (%)	7.0	3.3	3.4	3.4	3.6
PPOP	53,408	20,473	22,696	22,953	27,735
PAT	16,411	(4,369)	1,279	5,941	10,370
EPS (Rs)	21.1	(5.6)	1.6	7.6	13.3

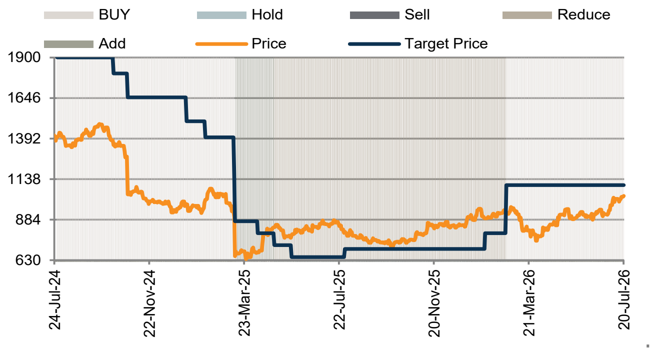
Source: Company, Emkay Research

RECOMMENDATION HISTORY - DETAILS

Date	Closing Price (Rs)	TP (Rs)	Rating	Analyst
10-Jul-26	1,016	1,100	Buy	Avinash Singh
26-Apr-26	848	1,100	Buy	Anand Dama
20-Feb-26	926	1,100	Buy	Anand Dama
24-Jan-26	892	800	Reduce	Anand Dama
19-Oct-25	751	700	Reduce	Anand Dama
05-Aug-25	819	700	Reduce	Anand Dama
29-Jul-25	808	700	Reduce	Anand Dama
22-May-25	785	650	Reduce	Anand Dama
30-Apr-25	838	725	Reduce	Anand Dama
09-Apr-25	679	800	Add	Anand Dama
11-Mar-25	656	875	Add	Anand Dama
10-Mar-25	901	1,125	Buy	Anand Dama
01-Feb-25	1,009	1,400	Buy	Anand Dama
08-Jan-25	981	1,500	Buy	Anand Dama
25-Oct-24	1,042	1,650	Buy	Anand Dama
07-Oct-24	1,351	1,800	Buy	Anand Dama
27-Jul-24	1,404	1,900	Buy	Anand Dama

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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