

One-off DTA charge drags earnings

BFSI - Banks ▶ Result Update ▶ July 30, 2025

CMP (Rs): 108 | TP (Rs): 130

PNB reported a better-than-expected PPOP, supported by in-line NII and higher treasury gains, although partly offset by higher opex (including PSLC cost). However, a one-off deferred tax write-off of Rs33.2bn due to the shift to the new tax regime resulted in a lower net profit of Rs16.8bn (vs our estimated Rs41bn) in Q1FY26. Ahead, the bank's effective tax rate is expected to reduce to ~25% vs ~35% earlier, and keep RoA above 1%. Credit growth moderated to ~11% YoY in Q1FY26; the bank, however, expects growth to be around 11-12% in FY26. NIM contraction was limited (as seen across PSBs) at 11bps QoQ to 2.7%; the bank expects NIM to remain broadly stable in Q2FY26 and improve thereafter as cost-benefits seep in. We trim FY26E earnings by ~5% due to the DTA impact, while raising FY27E earnings by 3% on benefit from the lower tax rate. Factoring in reasonable RoA/RoE of ~0.9-1%/~14% and cheap valuations at 0.8x Jun-27E ABV, we retain BUY with an unchanged TP of Rs130.

Slower growth, albeit relatively resilient margins

PNB reported moderate credit growth of ~11% YoY/1.3% QoQ, from ~15% in Q4FY25, driven by slower growth across retail (11.8% YoY), agriculture (6.2% YoY), and corporate (7.6% YoY) segments. Deposit growth remained moderate at ~13% YoY/1.5% QoQ, with the CASA ratio declining by 83bps QoQ to 35.8%. The LDR ratio remains stable at 69%, with scope for improvement. NIM declined by 11bps QoQ (vs peers' contraction at 7-18bps) to 2.7%, mainly due to a 22bps drop in loan yields. The management expects credit growth around 11-12% and deposit growth at 9-10%; NIM to remain at ~2.7% in Q2, with improvement likely from Q3, supported by deposit repricing and CRR-related benefits.

Lower slippages drive improvement in GNPA

Gross slippages declined to Rs18.9bn/0.8% of loans which coupled with higher write-offs led to 17bps QoQ reduction in the GNPA ratio to 3.8%. The specific PCR remained stable and healthy at 90%, leading to a lower NNPA ratio at ~0.4%. However, SMA-2 increased slightly to ~Rs16bn, ie 0.15% of loans vs 0.02% in Q4FY25. The management does not see any stress in the MSME segment, as exposures are secured either by collaterals or covered under CGFMU while incremental slippages in MSME remain at 2.5-3.0%. The management guided for overall slippages below 1% and recoveries of Rs160bn, with Rs60bn recoveries from written-off accounts. Ahead, the bank expects asset quality to trend well which should keep credit cost lower.

We retain BUY with a TP of Rs130

Factoring in reasonable RoA/RoE of ~0.9-1%/~14% and cheap valuations at 0.8x Jun-27E ABV (adjusted for subsidiary/investment value of Rs10/sh), we retain BUY with an unchanged TP of Rs130. Key risks: Macro deterioration derailing growth, asset-quality normalization, and ECL implementation.

Target Price – 12M	Jun-26
Change in TP (%)	-
Current Reco.	BUY
Previous Reco.	BUY
Upside/(Downside) (%)	20.4

Stock Data	PNB IN
52-week High (Rs)	128
52-week Low (Rs)	85
Shares outstanding (mn)	11,492.9
Market-cap (Rs bn)	1,242
Market-cap (USD mn)	14,211
Net-debt, FY26E (Rs mn)	NA
ADTV-3M (mn shares)	26
ADTV-3M (Rs mn)	2,807.6
ADTV-3M (USD mn)	32.1
Free float (%)	29.9
Nifty-50	24,855.1
INR/USD	87.4

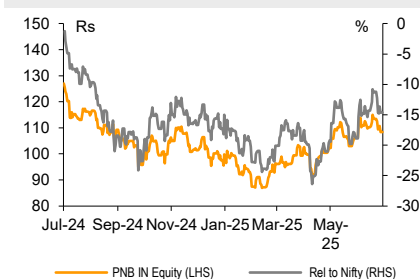
Shareholding, Jun-25

Promoters (%)	70.1
FPIs/MFs (%)	5.5/15.1

Price Performance

(%)	1M	3M	12M
Absolute	(2.2)	7.9	(13.9)
Rel. to Nifty	0.4	5.6	(13.9)

1-Year share price trend (Rs)



Punjab National Bank: Financial Snapshot (Standalone)

Y/E Mar (Rs mn)	FY24	FY25	FY26E	FY27E	FY28E
Net profit	82,446	166,302	173,049	204,501	218,049
Loan growth (%)	12.5	15.3	12.0	12.8	13.5
NII growth (%)	16.2	6.7	2.8	9.9	14.3
NIM (%)	2.8	2.7	2.4	2.4	2.4
PPOP growth (%)	10.7	7.6	8.4	4.1	11.7
Adj. EPS (Rs)	7.5	14.8	15.1	17.8	18.9
Adj. EPS growth (%)	228.8	97.4	1.9	18.0	6.3
Adj. BV (INR)	81.7	99.1	112.9	125.7	139.0
Adj. BVPS growth (%)	23.9	21.3	14.0	11.3	10.5
RoA (%)	0.5	1.0	0.9	1.0	0.9
RoE (%)	8.7	15.3	13.6	14.2	13.5
P/E (x)	13.1	6.6	6.5	5.5	5.2
P/ABV (x)	1.2	1.0	0.9	0.8	0.7

Source: Company, Emkay Research

Anand Dama

 anand.dama@emkayglobal.com
 +91-22-66242480

Nikhil Vaishnav

 nikhil.vaishnav@emkayglobal.com
 +91-22-66242485

Kunaal N

 kunaal.n@emkayglobal.com
 +91-22-66121275

Key Concall takeaways

Outlook on loans, deposits, and margin

- The bank targets 11-12% loan growth and 9-10% deposit growth in FY26, with the credit-deposit (CD) ratio expected to improve to 73% by Mar-26 (from the current 69%).
- The bank has sanctioned corporate loans totalling Rs1.3trn, of which Rs0.4trn remains in the pipeline. These are primarily project finance loans across sectors such as power, renewables, smart metering, InvITs, REITs, and food processing, and are expected to be disbursed in Q2 and Q3.
- The growth momentum in RAM (Retail, Agriculture, and MSME) segments is expected to continue. The bank aims to enhance disbursement turnaround time through digital initiatives.
- Loan mix - Repo - 47%, MCLR - 30%, T-bill linked - 9%, Fixed - 7.8%, Others - 6.2%.
- NIMs are expected to improve from Q3, supported by deposit repricing (~100bps reduction in bulk TD rates, from 7.85-7.9% to 6.85-6.9%) and the benefit from CRR cut. Accordingly, the bank guided for FY26 NIM at 2.8-2.9%.
- Loan yields stand at 8.6% for retail, 8.82% for agriculture, and 10.12% for MSME segments. MCLR has been reduced by 15bps to 8.90%.

Asset quality

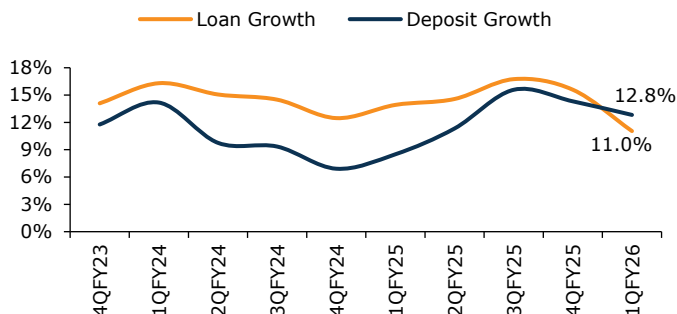
- The bank targets to keep its GNPA ratio <3% and NNPA ratio ~0.4%, with PCR (incl TWO) >96%. Credit cost is guided to remain <0.5%.
- Total recoveries are targeted at Rs160bn, including Rs60bn from written-off accounts.
- The bank has not observed any material stress in its MSME portfolio. Lending is either backed by collateral or covered under the CGFMU scheme. Slippages within MSME were largely confined to Mudra loans (<Rs1mn), which are covered under insurance, enabling the bank to recover 75% from the government. MSME loans >Rs1mn continue to perform well. Slippages on incremental MSME lending remain contained at 2.5-3%.
- The overall SMA book declined to 6.14%, from 6.9%.
- The total SMA exposure stands at Rs690bn, comprising Rs430bn in SMA-0, Rs133bn in SMA-1, and Rs12.7bn in SMA-2. Segment-wise: MSME - Rs240bn; Agri - Rs52bn; Retail - Rs17.8bn.
- In Q1, recoveries from written-off accounts stood at Rs17bn, and interest recovery was Rs5bn.

Others

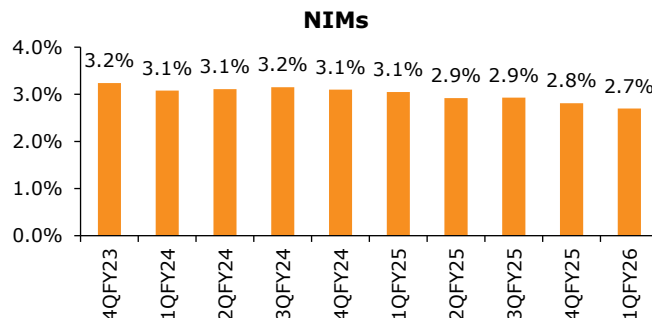
- Operating expenses were elevated in Q1 due to PSLC purchases amounting to Rs8.5bn. Operating expense run-rate is guided at Rs80-88bn for the next few quarters.
- The bank has waived off minimum balance charges across savings accounts.
- The bank has migrated to the new tax regime (effective rate at 25% vs 35% earlier), which is expected to enhance RoA by ~16bps, translating to tax savings of Rs21bn.

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

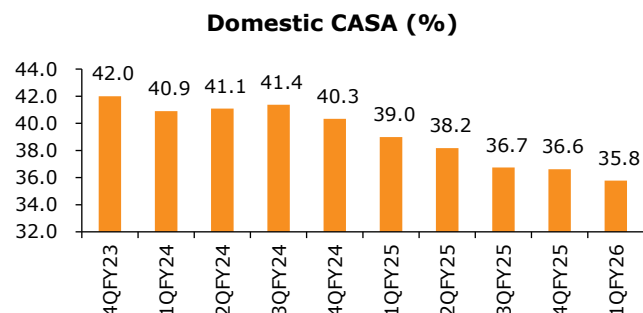
Story in Charts

Exhibit 1: Credit growth as well as deposit growth moderated


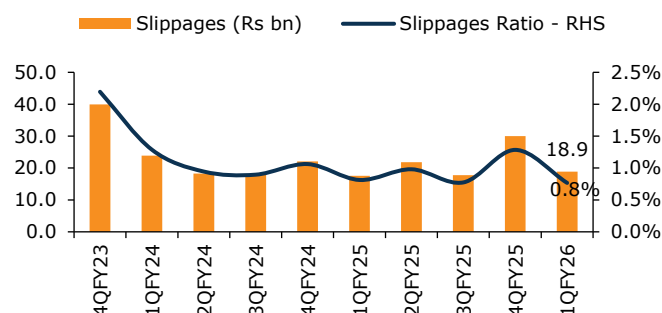
Source: Company, Emkay Research

Exhibit 2: NIM contraction was contained at 11bps QoQ


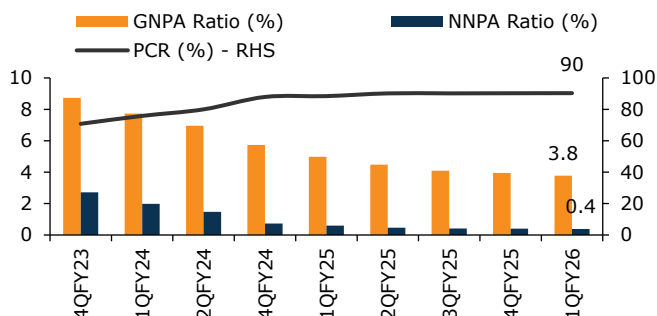
Source: Company, Emkay Research

Exhibit 3: CASA ratio continued to decline


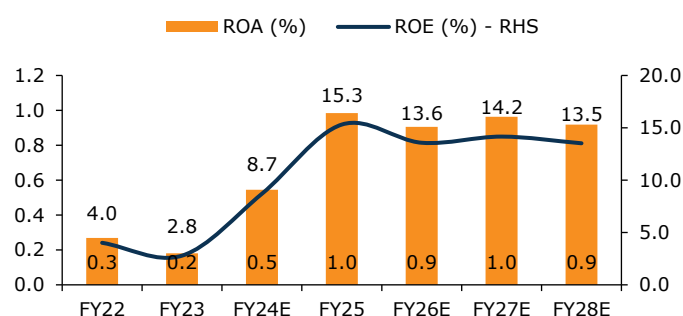
Source: Company, Emkay Research

Exhibit 4: Slippage declined QoQ, owing to broad-based reduction across segments particularly agri (down 58bps QoQ)...


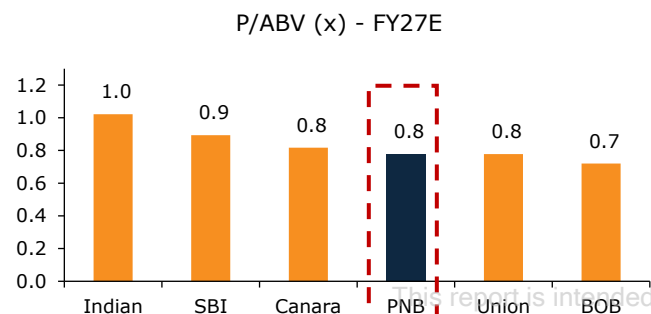
Source: Company, Emkay Research

Exhibit 5: ...resulting in improvement in the GNPA ratio by ~17bps QoQ, while the NNPA ratio remained sticky at ~0.4%


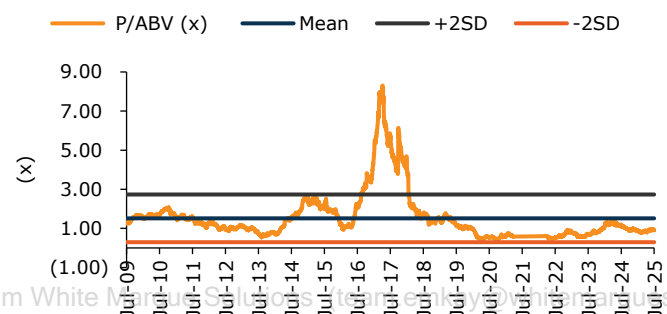
Source: Company, Emkay Research

Exhibit 6: We expect the bank to post healthy RoAs at 0.9-1% in FY26-28E


Source: Company, Emkay Research

Exhibit 7: PNB is reasonably valued vs peers


Source: Bloomberg, Emkay Research

Exhibit 8: The stock currently trades at 0.9x its 1YF ABV


Source: Bloomberg, Emkay Research

Exhibit 9: Actuals vs Estimates (Q1FY26)

(Rs mn)	Actuals	Estimates		Variation		Comments
		Emkay	Consensus	Emkay	Consensus	
Net income	1,58,459	1,44,445	1,39,325	10%	14%	Higher other income (especially treasury gains) led to higher net income.
PPOP	70,814	64,616	66,377	10%	7%	Higher net income partly offset by higher opex led to a PPOP beat.
PAT	16,750	41,283	39,365	-59%	-57%	One-off DTA impact owing to a shift to the new tax regime led to a PAT miss.

Source: Company, Emkay Research

Exhibit 10: Quarterly Summary

(Rs mn)	1QFY25	2QFY25	3QFY25	4QFY25	1QFY26	YoY (%)	QoQ (%)	FY25	FY26E	YoY (%)
Interest Earned	285,564	298,750	313,398	319,895	319,639	12	0	1,217,607	1,269,378	4
Interest Expenses	180,802	193,583	203,076	212,325	213,859	18	1	789,786	829,695	5
Net Interest Income	104,763	105,167	110,323	107,570	105,781	1	-2	427,822	439,683	3
Global NIM (reported)	3.05	2.92	2.93	2.81	2.70	-35bps	-11bps	2.68	2.43	-25bps
Non-interest Income	36,095	45,721	34,119	47,159	52,678	46	12	163,094	189,041	16
Operating Expenses	75,046	82,355	78,236	86,972	87,646	17	1	322,609	337,937	5
Pre-Provisioning Profit	65,812	68,533	66,206	67,757	70,814	8	5	268,307	290,787	8
Provision and Contingencies	13,123	2,880	(2,854)	3,597	3,231	-75	-10	16,746	16,106	-4
PBT	52,689	65,653	69,060	64,160	67,583	28	5	251,561	274,681	9
Income Tax Expense (Gain)	20,173	22,618	23,977	18,490	50,833	152	175	85,259	101,632	19
Net Profit/(Loss)	32,516	43,035	45,082	45,670	16,750	-48	-63	166,302	173,049	4
Gross NPA (%)	4.98	4.48	4.09	3.95	3.78	-120bps	-17bps	3.95	3.18	-77bps
Net NPA (%)	0.60	0.46	0.41	0.40	0.38	-22bps	-2bps	0.40	0.46	6bps
Deposits (Rs bn)	14,082	14,583	15,297	15,666	15,894	13	1	15,666	17,286	10
Net Advances (Rs bn)	9,840	10,196	10,700	10,775	10,920	11	1	10,775	12,063	12

Source: Company, Emkay Research

Exhibit 11: Revision in Estimates

Y/E March (Rs mn)	FY26E			FY27E			FY28E		
	Earlier	Revised	Change	Earlier	Revised	Change	Earlier	Revised	Change
Net income	628,067	628,725	0.1%	674,062	665,732	-1.2%	747,155	733,223	-1.9%
PPOP	288,177	290,787	0.9%	308,459	302,765	-1.8%	350,827	338,264	-3.6%
PAT	181,763	173,049	-4.8%	199,475	204,501	2.5%	221,980	218,049	-1.8%
EPS (Rs)	15.8	15.1	-4.8%	17.3	17.8	2.5%	19.2	18.9	-1.8%
BV (Rs)	116.2	118.3	1.8%	129.5	132.6	2.4%	144.3	146.6	1.6%

Source: Emkay Research

Exhibit 12: Key Assumptions

(%)	FY25	FY26E	FY27E	FY28E
Loan Growth	15.3	12.0	12.8	13.5
Deposit Growth	14.4	10.3	11.1	12.5
NIM	2.7	2.4	2.4	2.4
GNPA	3.9	3.2	2.6	2.2
Credit Cost	0.2	0.1	0.2	0.3

Source: Emkay Research

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

Exhibit 13: Key Ratios and Trends

	1QFY24	2QFY24	3QFY24	4QFY24	1QFY25	2QFY25	3QFY25	4QFY25	1QFY26
Loans (Rs bn)	9,175	9,417	9,673	9,860	10,293	10,625	11,103	11,166	11,299
Growth (% YoY)	14.5	13.3	12.9	11.3	12.2	12.8	14.8	13.6	9.8
Growth (% QoQ)	3.6	2.6	2.7	1.9	4.4	3.2	4.6	0.6	1.2
Liability Profile									
Deposits (Rs bn)	12,979	13,099	13,235	13,697	14,082	14,583	15,297	15,666	15,894
growth (% YoY)	14.2	9.8	9.3	6.9	8.5	11.3	15.6	14.4	12.9
growth (% QoQ)	1.3	0.9	1.0	3.5	2.8	3.6	4.9	2.4	1.5
Asset Quality and Capital									
GNPA (%)	7.7	7.0	6.2	5.7	5.0	4.5	4.1	3.9	3.8
NNPA (%)	1.9	1.4	0.9	0.7	0.6	0.4	0.4	0.4	0.4
PCR (%)	75.8	80.0	85.4	87.9	88.4	90.2	90.2	90.3	90.3
Slippages (Rs mn)	23,900	18,260	17,930	22,060	17,550	21,810	17,740	30,010	18,860
Slippages (%)	1.2	0.9	0.8	1.0	0.8	0.9	0.7	1.2	0.7
CAR (%)	15.5	15.1	14.6	16.0	15.8	16.4	15.4	17.0	17.5
Tier I (%)	12.3	12.0	11.7	13.2	13.0	13.6	12.5	14.1	14.6
ROE Decomposition (on total assets; %)									
NII	2.6	2.7	2.7	2.7	2.6	2.6	2.6	2.4	2.3
Other Income (Ex Treasury)	0.8	0.8	0.6	0.9	0.8	0.9	0.6	0.9	0.8
Treasury	0.1	0.0	0.1	0.2	0.1	0.2	0.2	0.2	0.3
Opex	1.9	1.8	1.8	2.1	1.9	2.0	1.8	1.9	1.9
PPOP	1.6	1.7	1.7	1.7	1.7	1.7	1.5	1.5	1.6
Provisioning Cost	1.1	0.9	0.7	0.4	0.3	0.1	(0.1)	0.1	0.1
PBT	0.5	0.7	1.0	1.3	1.3	1.6	1.6	1.4	1.5
Tax	0.2	0.3	0.4	0.5	0.5	0.6	0.6	0.4	1.1
ROA	0.3	0.5	0.6	0.8	0.8	1.0	1.0	1.0	0.4
ROE	5.0	6.9	8.5	11.4	11.9	14.7	14.6	14.4	5.2

Source: Company, Emkay Research

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

Punjab National Bank: Standalone Financials and Valuations

Profit & Loss					
Y/E Mar (Rs mn)	FY24	FY25	FY26E	FY27E	FY28E
Interest Income	1,069,016	1,217,607	1,269,378	1,332,403	1,437,186
Interest Expense	668,186	789,786	829,695	849,218	884,679
Net interest income	400,831	427,822	439,683	483,186	552,507
NII growth (%)	16.2	6.7	2.8	9.9	14.3
Other income	133,835	163,094	189,041	182,547	180,716
Total Income	534,666	590,915	628,725	665,732	733,223
Operating expenses	285,358	322,609	337,937	362,967	394,958
PPOP	249,308	268,307	290,787	302,765	338,264
PPOP growth (%)	10.7	7.6	8.4	4.1	11.7
Core PPOP	242,397	229,075	230,224	244,016	281,178
Provisions & contingencies	117,366	16,746	16,106	29,368	46,756
PBT	131,942	251,561	274,681	273,397	291,509
Extraordinary items	0	0	0	0	0
Tax expense	49,496	85,259	101,632	68,896	73,460
Minority interest	0	0	0	0	0
Income from JV/Associates	-	-	-	-	-
Reported PAT	82,446	166,302	173,049	204,501	218,049
PAT growth (%)	228.8	101.7	4.1	18.2	6.6
Adjusted PAT	82,446	166,302	173,049	204,501	218,049
Diluted EPS (Rs)	7.5	14.8	15.1	17.8	18.9
Diluted EPS growth (%)	228.8	97.4	1.9	18.0	6.3
DPS (Rs)	1.5	3.0	3.0	3.6	3.8
Dividend payout (%)	20.0	20.0	19.9	20.3	20.2
Effective tax rate (%)	37.5	33.9	37.0	25.2	25.2
Net interest margins (%)	2.8	2.7	2.4	2.4	2.4
Cost-income ratio (%)	53.4	54.6	53.7	54.5	53.9
Shares outstanding (mn)	11,011.0	11,492.9	11,492.9	11,530.6	11,568.4

Source: Company, Emkay Research

Asset quality and other metrics					
Y/E Mar (Rs mn)	FY24	FY25	FY26E	FY27E	FY28E
Asset quality					
Gross NPLs	563,430	440,815	394,309	358,890	343,979
Net NPLs	84,514	42,905	55,203	71,778	89,435
GNPA ratio (%)	5.7	3.9	3.2	2.6	2.2
NNPA ratio (%)	0.9	0.4	0.5	0.5	0.6
Provision coverage (%)	85.0	90.3	86.0	80.0	74.0
Gross slippages	58,262	67,613	93,012	118,064	149,107
Gross slippage ratio (%)	0.6	0.6	0.8	0.9	1.0
LLP ratio (%)	1.3	0.2	0.1	0.2	0.3
NNPA to networth (%)	8.1	3.4	3.9	4.5	5.0
Capital adequacy					
Total CAR (%)	16.0	17.0	17.6	17.5	17.2
Tier-1 (%)	13.2	14.0	14.8	14.9	14.8
CET-1 (%)	-	-	-	-	-
RWA-to-Total Assets (%)	47.1	45.5	45.0	45.0	45.0
Miscellaneous					
Total income growth (%)	23.6	14.8	5.6	3.9	6.8
Opex growth (%)	18.4	13.1	4.8	7.4	8.8
Core PPOP growth (%)	2.4	(5.5)	0.5	6.0	15.2
PPOP margin (%)	20.7	19.4	19.9	20.0	20.9
PAT/PPOP (%)	33.1	62.0	59.5	67.5	64.5
LLP-to-Core PPOP (%)	48.4	7.3	7.0	12.0	16.6
Yield on advances (%)	8.8	8.6	7.7	7.2	6.9
Cost of funds (%)	4.9	5.1	4.8	4.5	4.2

Source: Company, Emkay Research

Balance Sheet					
Y/E Mar (Rs mn)	FY24	FY25	FY26E	FY27E	FY28E
Share capital	22,022	22,986	22,986	23,061	23,137
Reserves & surplus	1,042,744	1,250,637	1,418,799	1,588,345	1,754,395
Net worth	1,064,766	1,273,622	1,441,785	1,611,407	1,777,532
Deposits	13,697,128	15,666,233	17,285,585	19,206,592	21,607,851
Borrowings	504,299	837,767	625,871	643,267	661,034
Interest bearing liab.	14,201,427	16,504,000	17,911,456	19,849,859	22,268,885
Other liabilities & prov.	352,158	404,085	693,651	949,491	1,009,002
Total liabilities & equity	15,618,350	18,181,707	20,046,891	22,410,756	25,055,420
Net advances	9,344,306	10,774,746	12,062,542	13,602,733	15,440,981
Investments	4,203,182	4,973,113	5,531,521	6,113,547	6,833,834
Cash, other balances	1,291,046	1,487,198	1,502,916	1,657,989	1,628,822
Interest earning assets	14,838,534	17,235,057	19,096,979	21,374,269	23,903,637
Fixed assets	123,188	130,534	156,342	171,976	189,174
Other assets	656,629	816,117	793,569	864,511	962,609
Total assets	15,618,350	18,181,707	20,046,891	22,410,756	25,055,420
BVPS (Rs)	89.2	103.6	118.3	132.6	146.6
Adj. BVPS (INR)	81.7	99.1	112.9	125.7	139.0
Gross advances	9,823,221	11,172,656	12,401,648	13,889,845	15,695,525
Credit to deposit (%)	68.2	68.8	69.8	70.8	71.5
CASA ratio (%)	40.3	36.6	33.9	34.0	35.5
Cost of deposits (%)	4.7	5.0	4.7	4.4	4.1
Loans-to-Assets (%)	59.8	59.3	60.2	60.7	61.6
Net advances growth (%)	12.5	15.3	12.0	12.8	13.5
Deposit growth (%)	6.9	14.4	10.3	11.1	12.5
Book value growth (%)	7.4	16.2	14.2	12.1	10.5

Source: Company, Emkay Research

Valuations and key Ratios					
Y/E Mar	FY24	FY25	FY26E	FY27E	FY28E
P/E (x)	13.1	6.6	6.5	5.5	5.2
P/B (x)	1.1	0.9	0.8	0.7	0.7
P/ABV (x)	1.2	1.0	0.9	0.8	0.7
P/PPOP (x)	5.0	4.6	4.3	4.1	3.7
Dividend yield (%)	1.4	2.7	2.8	3.3	3.5
DuPont-RoE split (%)					
NII/avg assets	2.7	2.5	2.3	2.3	2.3
Other income	0.9	1.0	1.0	0.9	0.8
Fee income	0.5	0.4	0.4	0.4	0.4
Opex	1.9	1.9	1.8	1.7	1.7
PPOP	1.6	1.6	1.5	1.4	1.4
Core PPOP	1.6	1.4	1.2	1.1	1.2
Provisions	0.8	0.1	0.1	0.1	0.2
Tax expense	0.3	0.5	0.5	0.3	0.3
RoA (%)	0.5	1.0	0.9	1.0	0.9
Leverage ratio (x)	16.0	15.6	15.0	14.7	14.7
RoE (%)	8.7	15.3	13.6	14.2	13.5

Quarterly data					
Rs mn	Q1FY25	Q2FY25	Q3FY25	Q4FY25	Q1FY26
NII	104,763	105,167	110,323	107,570	105,781
NIM (%)	3.1	2.9	2.9	2.8	2.7
PPOP	65,812	68,533	66,206	67,757	70,814
PAT	32,516	43,035	45,082	45,670	16,750
EPS (Rs)	3.0	3.7	3.9	4.0	1.5

Source: Company, Emkay Research

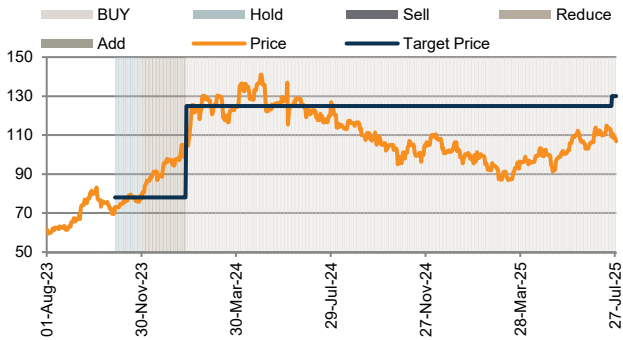
This report is intended for Team White Marque Solutions (team.emkay@whitemarquesolutions)

RECOMMENDATION HISTORY - DETAILS

Date	Closing Price (INR)	TP (INR)	Rating	Analyst
23-Jul-25	110	130	Buy	Anand Dama
08-May-25	91	125	Buy	Anand Dama
09-Apr-25	96	125	Buy	Anand Dama
31-Jan-25	101	125	Buy	Anand Dama
29-Oct-24	101	125	Buy	Anand Dama
26-Jan-24	105	125	Buy	Anand Dama
30-Nov-23	78	78	Reduce	Anand Dama
27-Oct-23	73	78	Hold	Anand Dama

Source: Company, Emkay Research

RECOMMENDATION HISTORY - TREND



Source: Company, Bloomberg, Emkay Research

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

GENERAL DISCLOSURE/DISCLAIMER BY EMKAY GLOBAL FINANCIAL SERVICES LIMITED (EGFSL):

Emkay Global Financial Services Limited (CIN-L67120MH1995PLC084899) and its affiliates are a full-service, brokerage, investment banking, investment management and financing group. Emkay Global Financial Services Limited (EGFSL) along with its affiliates are participants in virtually all securities trading markets in India. EGFSL was established in 1995 and is one of India's leading brokerage and distribution house. EGFSL is a corporate trading member of BSE Limited (BSE), National Stock Exchange of India Limited (NSE), MCX Stock Exchange Limited (MCX-SX), Multi Commodity Exchange of India Ltd (MCX) and National Commodity & Derivatives Exchange Limited (NCDEX) (hereinafter referred to as "Stock Exchange(s)"). EGFSL along with its [affiliates] offers the most comprehensive avenues for investments and is engaged in the businesses including stock broking (Institutional and retail), merchant banking, commodity broking, depository participant, portfolio management and services rendered in connection with distribution of primary market issues and financial products like mutual funds, fixed deposits. Details of associates are available on our website i.e. www.emkayglobal.com.

EGFSL is registered as Research Analyst with the Securities and Exchange Board of India ("SEBI") bearing registration Number INH000000354 as per SEBI (Research Analysts) Regulations, 2014. EGFSL hereby declares that it has not defaulted with any Stock Exchange nor its activities were suspended by any Stock Exchange with whom it is registered in last five years. However, SEBI and Stock Exchanges had conducted their routine inspection and based on their observations have issued advice letters or levied minor penalty on EGFSL for certain operational deviations in ordinary/routine course of business. EGFSL has not been debarred from doing business by any Stock Exchange / SEBI or any other authorities; nor has its certificate of registration been cancelled by SEBI at any point of time.

EGFSL offers research services to its existing clients as well as prospects. The analyst for this report certifies that all of the views expressed in this report accurately reflect his or her personal views about the subject company or companies and its or their securities, and no part of his or her compensation was, is or will be, directly or indirectly related to specific recommendations or views expressed in this report.

This report is based on information obtained from public sources and sources believed to be reliable, but no independent verification has been made nor is its accuracy or completeness guaranteed. This report and information herein is solely for informational purpose and shall not be used or considered as an offer document or solicitation of offer to buy or sell or subscribe for securities or other financial instruments. Though disseminated to all the clients simultaneously, not all clients may receive this report at the same time. The securities discussed and opinions expressed in this report may not be suitable for all investors, who must make their own investment decisions, based on their own investment objectives, financial positions and needs of specific recipient.

EGFSL and/or its affiliates may seek investment banking or other business from the company or companies that are the subject of this material. EGFSL may have issued or may issue other reports (on technical or fundamental analysis basis) of the same subject company that are inconsistent with and reach different conclusion from the information, recommendations or information presented in this report or are contrary to those contained in this report. Users of this report may visit www.emkayglobal.com to view all Research Reports of EGFSL. The views and opinions expressed in this document may or may not match or may be contrary with the views, estimates, rating, and target price of the research published by any other analyst or by associate entities of EGFSL; our proprietary trading, investment businesses or other associate entities may make investment decisions that are inconsistent with the recommendations expressed herein. In reviewing these materials, you should be aware that any or all of the foregoing, among other things, may give rise to real or potential conflicts of interest including but not limited to those stated herein. Additionally, other important information regarding our relationships with the company or companies that are the subject of this material is provided herein. All material presented in this report, unless specifically indicated otherwise, is under copyright to Emkay. None of the material, nor its content, nor any copy of it, may be altered in any way, transmitted to, copied or distributed to any other party, without the prior express written permission of EGFSL. All trademarks, service marks and logos used in this report are trademarks or registered trademarks of EGFSL or its affiliates. The information contained herein is not intended for publication or distribution or circulation in any manner whatsoever and any unauthorized reading, dissemination, distribution or copying of this communication is prohibited unless otherwise expressly authorized. Please ensure that you have read "Risk Disclosure Document for Capital Market and Derivatives Segments" as prescribed by Securities and Exchange Board of India before investing in Indian Securities Market. In so far as this report includes current or historic information, it is believed to be reliable, although its accuracy and completeness cannot be guaranteed.

This report has not been reviewed or authorized by any regulatory authority. There is no planned schedule or frequency for updating research report relating to any issuer/subject company.

Please contact the primary analyst for valuation methodologies and assumptions associated with the covered companies or price targets.

Disclaimer for U.S. persons only: Research report is a product of Emkay Global Financial Services Ltd., under Marco Polo Securities 15a6 chaperone service, which is the employer of the research analyst(s) who has prepared the research report. The research analyst(s) preparing the research report is/are resident outside the United States (U.S.) and are not associated persons of any U.S. regulated broker-dealer and therefore the analyst(s) is/are not subject to supervision by a U.S. broker-dealer, and is/are not required to satisfy the regulatory licensing requirements of Financial Institutions Regulatory Authority (FINRA) or required to otherwise comply with U.S. rules or regulations regarding, among other things, communications with a subject company, public appearances and trading securities held by a research analyst account.

This report is intended for distribution to "Major Institutional Investors" as defined by Rule 15a-6(b)(4) of the U.S. Securities and Exchange Act, 1934 (the Exchange Act) and interpretations thereof by U.S. Securities and Exchange Commission (SEC) in reliance on Rule 15a 6(a)(2). If the recipient of this report is not a Major Institutional Investor as specified above, then it should not act upon this report and return the same to the sender. Further, this report may not be copied, duplicated and/or transmitted onward to any U.S. person, which is not the Major Institutional Investor. In reliance on the exemption from registration provided by Rule 15a-6 of the Exchange Act and interpretations thereof by the SEC in order to conduct certain business with Major Institutional Investors. Emkay Global Financial Services Ltd. has entered into a chaperoning agreement with a U.S. registered broker-dealer, Marco Polo Securities Inc. ("Marco Polo"). Transactions in securities discussed in this research report should be effected through Marco Polo or another U.S. registered broker dealer.

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

RESTRICTIONS ON DISTRIBUTION

This report is not directed to, or intended for distribution to or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation. Except otherwise restricted by laws or regulations, this report is intended only for qualified, professional, institutional or sophisticated investors as defined in the laws and regulations of such jurisdictions. Specifically, this document does not constitute an offer to or solicitation to any U.S. person for the purchase or sale of any financial instrument or as an official confirmation of any transaction to any U.S. person. Unless otherwise stated, this message should not be construed as official confirmation of any transaction. No part of this document may be distributed in Canada or used by private customers in United Kingdom.

ANALYST CERTIFICATION BY EMKAY GLOBAL FINANCIAL SERVICES LIMITED (EGFSL)

The research analyst(s) primarily responsible for the content of this research report, in part or in whole, certifies that the views about the companies and their securities expressed in this report accurately reflect his/her personal views. The analyst(s) also certifies that no part of his/her compensation was, is, or will be, directly or indirectly, related to specific recommendations or views expressed in the report. The research analyst (s) primarily responsible of the content of this research report, in part or in whole, certifies that he or his associated persons¹ may have served as an officer, director or employee of the issuer or the new listing applicant (which includes in the case of a real estate investment trust, an officer of the management company of the real estate investment trust; and in the case of any other entity, an officer or its equivalent counterparty of the entity who is responsible for the management of the issuer or the new listing applicant). The research analyst(s) primarily responsible for the content of this research report or his associate may have Financial Interests² in relation to an issuer or a new listing applicant that the analyst reviews. EGFSL has procedures in place to eliminate, avoid and manage any potential conflicts of interests that may arise in connection with the production of research reports. The research analyst(s) responsible for this report operates as part of a separate and independent team to the investment banking function of the EGFSL and procedures are in place to ensure that confidential information held by either the research or investment banking function is handled appropriately. There is no direct link of EGFSL compensation to any specific investment banking function of the EGFSL.

¹ An associated person is defined as (i) who reports directly or indirectly to such a research analyst in connection with the preparation of the reports; or (ii) another person accustomed or obliged to act in accordance with the directions or instructions of the analyst.

² Financial Interest is defined as interest that are commonly known financial interest, such as investment in the securities in respect of an issuer or a new listing applicant, or financial accommodation arrangement between the issuer or the new listing applicant and the firm or analysis. This term does not include commercial lending conducted at the arm's length, or investments in any collective investment scheme other than an issuer or new listing applicant notwithstanding the fact that the scheme has investments in securities in respect of an issuer or a new listing applicant.

COMPANY-SPECIFIC / REGULATORY DISCLOSURES BY EMKAY GLOBAL FINANCIAL SERVICES LIMITED (EGFSL):

Disclosures by Emkay Global Financial Services Limited (Research Entity) and its Research Analyst under SEBI (Research Analyst) Regulations, 2014 with reference to the subject company(s) covered in this report:-

- EGFSL, its subsidiaries and/or other affiliates and Research Analyst or his/her associate/relative's may have Financial Interest/proprietary positions in the securities recommended in this report as of July 30, 2025
- EGFSL, and/or Research Analyst does not market make in equity securities of the issuer(s) or company(ies) mentioned in this Report

Disclosure of previous investment recommendation produced:

- EGFSL may have published other investment recommendations in respect of the same securities / instruments recommended in this research report during the preceding 12 months. Please contact the primary analyst listed in the first page of this report to view previous investment recommendations published by EGFSL in the preceding 12 months.
- EGFSL, its subsidiaries and/or other affiliates and Research Analyst or his/her relative's may have material conflict of interest in the securities recommended in this report as of July 30, 2025
- EGFSL, its affiliates and Research Analyst or his/her associate/relative's may have actual/beneficial ownership of 1% or more securities of the subject company at the end of the month immediately preceding the July 30, 2025
- EGFSL or its associates may have managed or co-managed public offering of securities for the subject company in the past twelve months.
- EGFSL, its affiliates and Research Analyst or his/her associate may have received compensation in whatever form including compensation for investment banking or merchant banking or brokerage services or for products or services other than investment banking or merchant banking or brokerage services from securities recommended in this report (subject company) in the past 12 months.
- EGFSL, its affiliates and/or and Research Analyst or his/her associate may have received any compensation or other benefits from the subject company or third party in connection with this research report.

Emkay Rating Distribution

Ratings	Expected Return within the next 12-18 months.
BUY	>15% upside
ADD	5-15% upside
REDUCE	5% upside to 15% downside
SELL	>15% downside

Emkay Global Financial Services Ltd.

CIN - L67120MH1995PLC084899

7th Floor, The Ruby, Senapati Bapat Marg, Dadar - West, Mumbai - 400028. India

Tel: +91 22 66121212 Fax: +91 22 66121299 Web: www.emkayglobal.com

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

OTHER DISCLAIMERS AND DISCLOSURES:

Other disclosures by Emkay Global Financial Services Limited (Research Entity) and its Research Analyst under SEBI (Research Analyst) Regulations, 2014 with reference to the subject company(s) :-

EGFSL or its associates may have financial interest in the subject company.

Research Analyst or his/her associate/relative's may have financial interest in the subject company.

EGFSL or its associates and Research Analyst or his/her associate/ relative's may have material conflict of interest in the subject company. The research Analyst or research entity (EGFSL) have not been engaged in market making activity for the subject company.

EGFSL or its associates may have actual/beneficial ownership of 1% or more securities of the subject company at the end of the month immediately preceding the date of public appearance or publication of Research Report.

Research Analyst or his/her associate/relatives may have actual/beneficial ownership of 1% or more securities of the subject company at the end of the month immediately preceding the date of public appearance or publication of Research Report.

Research Analyst may have served as an officer, director or employee of the subject company.

EGFSL or its affiliates may have received any compensation including for investment banking or merchant banking or brokerage services from the subject company in the past 12 months. . Emkay may have issued or may issue other reports that are inconsistent with and reach different conclusion from the information, recommendations or information presented in this report or are contrary to those contained in this report. Emkay Investors may visit www.emkayglobal.com to view all Research Reports. The views and opinions expressed in this document may or may not match or may be contrary with the views, estimates, rating, and target price of the research published by any other analyst or by associate entities of Emkay; our proprietary trading, investment businesses or other associate entities may make investment decisions that are inconsistent with the recommendations expressed herein. EGFSL or its associates may have received compensation for products or services other than investment banking or merchant banking or brokerage services from the subject company in the past 12 months. EGFSL or its associates may have received any compensation or other benefits from the Subject Company or third party in connection with the research report. EGFSL or its associates may have received compensation from the subject company in the past twelve months. Subject Company may have been client of EGFSL or its affiliates during twelve months preceding the date of distribution of the research report and EGFSL or its affiliates may have co-managed public offering of securities for the subject company in the past twelve months.

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