

Shriram reported strong performance in 1QFY25 aided by robust AUM growth (up 21% YoY and 4% QoQ) and healthy return profile with RoA (calc) at 3.3%. NII was up 25% YoY and 3% QoQ (5% above est). NIMs (on AUM, calc) declined 13bps QoQ to 9.1% was due to change in product mix. Going ahead, some margin improvement can be expected. Operating profits increased 23% YoY and down 1% QoQ (5% above our estimates) while PAT grew 18% YoY and 2.0% QoQ (6% ahead of our estimates). Asset Quality continues to improve further. The management expressed confidence in achieving upwards of 15% AUM growth for FY25. Regarding the quarterly performance, the management highlighted that there was no substantial impact of election and hence credit offtake was good. Owing to a robust economic environment, a shift in AUM mix towards higher-yielding assets, and operating leverage is expected to drive a 20-30bps expansion in RoA over the next couple of years. The sale of the housing subsidiary, anticipated to be completed by February 2025, SFL is set to receive Rs3,900cr from the sale, resulting in an increase in CRAR by ~80 bps. We build in AUM/PAT CAGR at 16%/19% over FY24-26E and RoA/RoE at 3.4%/16.4% for FY26E. We maintain BUY on the stock with a TP of Rs3480 by assigning 2.25x P/ABV FY26E and an upside of 19% from current levels.

#### AUM growth remains robust

Shriram reported AUM of Rs2.33tn, up 21% YoY and 4% QoQ. Disbursements for 1QFY25 stood at Rs377.0bn, up 24% YoY and down 4% QoQ. Strong AUM growth was witnessed in PV/MSME/Gold loans which grew 27%/44%/23% YoY. CV AUM grew 14.4% YoY while Farm Equipment's registered sequential improvement of 7%. Disbursements in PL was down 11% YoY while AUM increased 13% YoY. Management reiterated guidance of 15-18% AUM growth with focus on bottom line.

#### Operating profit growth strong led by controlled opex

NIMs (reported) decline by 23bps QoQ to 8.79% (PQ 8.33%). NIMs on AUM (calc) declined 13bps QoQ to 9.1% due to change in product mix. Focus on high yield portfolio should aid in supporting margins at 9%, despite rise in CoF, in our view. NII came in at Rs52.3bn (up 25% YoY and 3% QoQ) and above our estimates by 5% and other income came in lower at Rs2.5bn declined by 22%/41% YoY/QoQ. Opex was controlled and increased by 17% YoY and 2% QoQ driving C/I ratio to 29.7% as against 30.8% in 1QFY24 and 29.1% in 4QFY24. Operating profit growth was strong which increased by 23.3% YoY.

#### Asset Quality continues to improve

Loan loss provisions at Rs11.9bn, up 35% YoY and down by 6% QoQ. Credit cost (on AUM) for 1Q stood at 2.1% (PY: 1.9%, PQ: 2.3%). Gross Stage 2 and Gross Stage 3 assets improved further to 6.7%/5.4% as against 7.9%/6.0% in 1QFY24 and 6.8%/5.5% in 4QFY24. Management maintained credit cost guidance at 2.0%. Write-offs (as % of opening loans) for 1QFY25 were at 1.1% (annualized). Stage 3 PCR was at 51.1% (PY: 52.5%, PQ: 51.8%). Credit cost on BS loan recorded 2.2% (PY: 2.0% & PQ: 2.5%).

#### Financial and valuation summary

YE Mar (Rs mn)	1QFY25A	1QFY24A	YoY (%)	4QFY24A	QoQ (%)	FY24A	FY25E	FY26E
NII	52,339	42,004	24.6	50,874	2.9	1,87,935	2,25,426	2,60,145
PPoP	38,541	31,262	23.3	39,056	(1.3)	1,42,020	1,71,043	2,01,477
Provisions	11,876	8,786	35.2	12,615	(5.9)	45,183	46,697	64,180
PAT	19,806	16,754	18.2	19,459	1.8	71,905	1,10,153	1,02,012
AUM growth (%)	20.8	18.6		21.1	(1.3)	21.1	17.5	14.6
NIM (%)	9.1	8.9		9.3	(1.4)	9.9	9.9	9.9
C / I (%)	29.7	30.8		29.1	2.0	29.7	28.2	26.7
GNPA (%)	5.4	6.0		5.5	(1.1)	5.5	5.7	5.8
RoA (%)	3.3	3.2		3.4	(2.0)	3.3	3.6	3.4
RoE (%)	16.0	15.2		16.3	(1.8)	15.7	17.4	16.4
P/BV (x)						2.3	2.0	1.7

Source: Company, Centrum Broking

#### Market Data

Bloomberg:	SHFL IN
52 week H/L:	3,059/1,759
Market cap:	Rs1099.6bn
Shares Outstanding:	375.9mn
Free float:	68.3%
Avg. daily vol. 3mth:	16,34,188
Source:	Bloomberg

#### Changes in the report

Rating:	BUY; Unchanged
Target price:	Rs3480; Unchanged
ABV:	FY25E;1,335 FY26E;1,546
Source:	Centrum Broking

#### Shareholding pattern

	Jun-24	Mar-24	Dec-23	Sep-23
Promoter	25.4	25.4	25.4	25.5
FIIs	54.3	53.9	54.0	54.7
DIIIs	15.2	15.7	15.8	15.2
Public/other	5.1	5.0	4.8	4.7

Source: BSE

#### Centrum estimates vs Actual results

YE Mar (Rs mn)	Centrum Q1FY25	Actual Q1FY25	Variance (%)
NII	49,986	52,339	4.7
PPOP	36,840	38,541	4.6
PAT	18,650	19,806	6.2

Source: Bloomberg, Centrum Broking



Shailesh Kanani

Research Analyst, NBFC  
+91-022-4215 9001

shailesh.kanani@centrum.co.in

## Thesis Snapshot

### Estimate revision

YE Mar (Rs mn)	FY25E New	FY25E Old	% chg	FY26E New	FY26E Old	% chg
NII	2,24,085	2,24,085	-	2,58,044	2,58,044	-
PPoP	1,70,159	1,70,159	-	1,98,908	1,98,908	-
PAT	85,556	85,556	-	99,427	99,427	-

Source: Centrum Broking

### Shriram Finance versus Nifty 50

	1m	6m	1 year
SHFL IN	(2.1)	26.8	60.8
Nifty 50	4.6	22.4	55.9

Source: Bloomberg, NSE

### Key assumptions

Y/E Mar	FY25E	FY26E
Disbursement growth	15	12
AUM growth	18	15
NIMs	9.9	9.9
C/I ratio	28.2	26.7
Credit costs	2.1	2.4

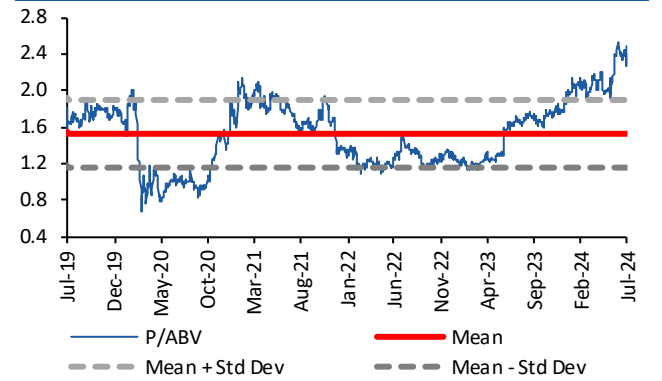
Source: Centrum Broking

### Valuations

We bake in AUM/PAT CAGR at 16%/19% over FY24-26E and RoA/RoE at 3.4%/16.4% for FY26E. Resultantly, we maintain BUY on the stock with a TP of Rs3480 by assigning 2.25x P/ABV FY26E and an upside of 19% from current levels.

Valuations	Rs/share
ABV/share (FY26E)	1546
Ascribed P/BV (x)	2.25
<b>Target Price (Rs)</b>	<b>3480</b>
Upside to CMP	19%

### P/ABV mean and standard deviation



### Peer comparison

Company	Market cap		P/B (x)				P/ABV(x)				RoE (%)			
	Rs bn	US \$bn	FY23A	FY24A	FY25E	FY26E	FY23A	FY24A	FY25E	FY26E	FY23A	FY24A	FY25E	FY26E
Cholamandalam	1182	14.2	6.9	5.1	4.2	3.4	7.8	5.7	4.6	3.7	20.5	20.2	21.0	22.1
Mahindra Fin	359	4.4	2.1	2.0	1.8	1.7	2.3	2.1	2.0	1.8	12.5	10.0	14.0	15.7
Sundaram Fin	490	6.4	6.3	5.2	4.5	4.0	7.0	5.5	4.8	4.1	14.9	15.3	17.2	17.4
<b>Shriram Fin</b>	<b>1,099</b>	<b>13.2</b>	<b>2.5</b>	<b>2.3</b>	<b>2.0</b>	<b>1.7</b>	<b>2.9</b>	<b>2.5</b>	<b>2.1</b>	<b>1.8</b>	<b>14.8</b>	<b>15.7</b>	<b>17.4</b>	<b>16.4</b>

Source: Company, Centrum Broking

## Concall Key Takeaways

### Opening remarks

- The SHFL deal is expected to get the regulatory approval by the end of 3rd quarter of the current financial year.
- SFL will receive Rs3,900cr from the sale of its investment in the Subsidiary, resulting in an increase in CRAR by around 80 bps.
- There was no substantial impact of election and hence credit offtake was good.

### Guidance

- **AUM growth guidance ~15-18%, with upward bias as 1Q which is seasonally weak quarter has seen good growth.**
- Credit cost guidance at ~2%.

### Advances and deposits

- AUM would largely remain same though the focus is on GL, 2W (15%+/ATS Rs75K) and SMSE book (20%+) but concurrently vehicle book is also growing which keep AUM mix unchanged.
- GL AUM has declined QoQ inspite of increase in Gold prices during the quarter as there was slowdown due to cap on Rs20,000 cash disbursement. ATS – Rs70-75K.
- MSME lending is secured on property. All lending decision are taken on cash flow basis. Top three industries in MSME – 70% in service and trading sector. Manufacturing is <30%. ATS – Rs10L. South 60% and balance non-south.
- Deposit growth around 25% healthy. Overall cost of acquisition of deposits is 75bps. Tenure of 40months and rate 8.3-8.4%.
- - PL is predominantly to existing customers (mainly small business customers) and norms have been tightened further. Upto 5% of portfolio is the target for the year.

### Asset quality and margins

- Focus is on securitization and off shore funding which would keep cost of borrowing in check.
- Incremental cost of borrowing is cheaper due to retiring of old high cost loans + off shore cheaper loans.
- Margins decline QoQ was due change in product mix. Going ahead, some margin improvement can be expected.
- Write/off – Rs599cr vs. 800cr in 4Q and 575cr in 1QFY24.
- Currently, MSME loans are available 730branches in Shriram City Union another 175 branches in next two year would start selling MSME products.
- GL – 1500 branches + 500 in next two years.
- LGD – is normally higher than ECL model due to various practical reasons.

### Others

- Most of the rating agency criteria's are met for upgrade and management expects a re-rating during the current financial year.
- Prices of used vehicles remain strong with 10-12% growth on YoY basis.
- Used market is seeing traction as state governments are not investing in public transportation which is creating demand from private players.
- 13 new branches were added in 1QFY25 largely conversion of rural centers.
- Shriram mobility tracker bulletin on website- Used vehicle tracker.
- Going forward IT cost is likely to go up. Compliance costs going up.

**Exhibit 1: Quarterly result review**

Shriram Finance (Rs mn)	Q4FY23	Q1FY24	Q2FY24	Q3FY24	Q4FY24	Q1FY25	YoY (%)	QoQ (%)
Interest Income	74,231	76,880	82,166	86,179	90,773	93,628	21.8%	3.1%
Interest Expense	32,422	34,875	36,219	37,069	39,898	41,289	18.4%	3.5%
<b>Net Interest Income</b>	<b>41,809</b>	<b>42,004</b>	<b>45,947</b>	<b>49,110</b>	<b>50,874</b>	<b>52,339</b>	<b>24.6%</b>	<b>2.9%</b>
<b>NIMs (calculated)</b>	<b>9.9%</b>	<b>9.6%</b>	<b>10.0%</b>	<b>10.2%</b>	<b>10.0%</b>	<b>9.9%</b>	<b>30bps</b>	<b>(15bps)</b>
Non Interest Income	3,460	3,167	3,479	3,094	4,206	2,469	(22.0%)	(41.3%)
<b>Total Income</b>	<b>45,269</b>	<b>45,171</b>	<b>49,426</b>	<b>52,204</b>	<b>55,080</b>	<b>54,808</b>	<b>21.3%</b>	<b>(0.5%)</b>
Staff Cost	6,907	7,904	7,904	8,099	8,249	8,684	9.9%	5.3%
Other Op Exp	7,552	6,004	6,714	7,212	7,775	7,583	26.3%	(2.5%)
<b>Total Op Exp</b>	<b>14,459</b>	<b>13,908</b>	<b>14,618</b>	<b>15,311</b>	<b>16,024</b>	<b>16,267</b>	<b>17.0%</b>	<b>1.5%</b>
Cost to Income (%)	31.9%	30.8%	29.6%	29.3%	29.1%	29.7%	(111bps)	59bps
Opex to AUM	3.2%	2.9%	3.0%	2.9%	2.9%	2.8%	(10bps)	(8bps)
<b>Pre-provision op profit</b>	<b>30,810</b>	<b>31,262</b>	<b>34,808</b>	<b>36,893</b>	<b>39,056</b>	<b>38,541</b>	<b>23.3%</b>	<b>(1.3%)</b>
Provisions	11,846	8,786	11,286	12,497	12,615	11,876	35.2%	(5.9%)
<b>PBT</b>	<b>18,963</b>	<b>22,476</b>	<b>23,523</b>	<b>24,396</b>	<b>26,441</b>	<b>26,666</b>	<b>18.6%</b>	<b>0.8%</b>
Tax	5,881	5,722	6,014	6,213	6,983	6,860	19.9%	(1.8%)
-effective tax rate	31.0%	25.5%	25.6%	25.5%	26.4%	25.7%	27bps	(68bps)
<b>PAT</b>	<b>13,082</b>	<b>16,754</b>	<b>17,508</b>	<b>18,183</b>	<b>19,459</b>	<b>19,806</b>	<b>18.2%</b>	<b>1.8%</b>
RoA	2.6%	3.2%	3.3%	3.3%	3.4%	3.3%	4bps	(7bps)
RoE	12.2%	15.2%	15.4%	15.6%	16.3%	16.0%	79bps	(30bps)
Gross Stage 3	6.21%	6.03%	5.79%	5.66%	5.45%	5.39%	(65bps)	(6bps)
Net Stage 3	3.19%	2.86%	2.80%	2.72%	2.70%	2.71%	(15bps)	1bps
Stage 3 PCR	50.1%	52.5%	53.1%	53.4%	51.8%	51.1%	(140bps)	(64bps)
30+ DPD	15.1%	13.9%	13.0%	12.7%	12.2%	12.0%	(184bps)	(17bps)
Borrowings	15,79,063	16,19,466	16,53,444	17,74,702	18,58,411	19,17,455	18.4%	3.2%
Disbursements	3,10,541	3,04,548	3,46,050	3,77,878	3,93,260	3,65,458	20.0%	(7.1%)
AUM	18,56,829	19,32,147	20,26,410	21,42,335	22,48,620	23,34,436	20.8%	3.8%

Source: NBFC, Centrum Broking

**Exhibit 2: AUM break-up**

AUM Mix	Q4FY23	Q1FY24	Q2FY24	Q3FY24	Q4FY24	Q1FY25
Commercial Vehicles	9,32,949	9,59,047	9,84,363	10,24,651	10,69,351	10,96,791
YoY growth	12.6%	12.7%	12.3%	13.1%	14.6%	14.4%
QoQ growth	3.0%	2.8%	2.6%	4.1%	4.4%	2.6%
Passenger Vehicles	3,38,726	3,62,920	3,96,935	4,15,342	4,31,962	4,59,822
YoY growth	25.4%	28.5%	32.0%	30.6%	27.5%	26.7%
QoQ growth	6.5%	7.1%	9.4%	4.6%	4.0%	6.4%
Construction Equipments	1,43,627	1,46,262	1,50,582	1,62,228	1,69,540	1,70,410
YoY growth	10.7%	11.0%	12.5%	17.0%	18.0%	16.5%
QoQ growth	3.6%	1.8%	3.0%	7.7%	4.5%	0.5%
Farm Equipments	34,788	34,191	34,797	33,564	37,153	39,822
YoY growth	5.1%	5.9%	5.4%	0.8%	6.8%	16.5%
QoQ growth	4.5%	-1.7%	1.8%	-3.5%	10.7%	7.2%
MSME	1,91,508	2,00,448	2,13,104	2,30,859	2,62,270	2,88,023
YoY growth	12.8%	23.2%	26.0%	30.7%	36.9%	43.7%
QoQ growth	8.4%	4.7%	6.3%	8.3%	13.6%	9.8%
Two Wheelers	1,03,692	1,00,235	1,04,191	1,21,397	1,25,524	1,29,090
YoY growth	18.0%	19.5%	23.3%	21.9%	21.1%	28.8%
QoQ growth	3.6%	-3.3%	3.9%	16.5%	3.4%	2.8%
Gold	44,784	49,848	54,055	58,910	62,998	61,225
YoY growth	9.8%	18.7%	22.0%	32.7%	40.7%	22.8%
QoQ growth	0.9%	11.3%	8.4%	9.0%	6.9%	-2.8%
Personal loans	66,754	79,197	88,384	95,384	89,823	89,250
YoY growth	60.8%	81.3%	74.0%	65.3%	34.6%	12.7%
QoQ growth	15.7%	18.6%	11.6%	7.9%	-5.8%	-0.6%
Others	-	-	-	-	-	-
YoY growth	-	0.0%	0.0%	0.0%	0.0%	0.0%
QoQ growth	-	0.0%	0.0%	0.0%	0.0%	0.0%
<b>Total</b>	<b>18,56,829</b>	<b>19,32,147</b>	<b>20,26,410</b>	<b>21,42,335</b>	<b>22,48,620</b>	<b>23,34,436</b>
YoY growth	15.9%	18.6%	19.6%	20.7%	21.1%	20.8%
QoQ growth	4.6%	4.1%	4.9%	5.7%	5.0%	3.8%

Source: NBFC, Centrum Broking

**Exhibit 3: AUM mix**

AUM Mix	Q2FY23	Q3FY23	Q4FY23	Q1FY24	Q2FY24	Q3FY24	Q4FY24	Q1FY25
Commercial Vehicles	51.8%	51.1%	50.2%	49.6%	48.6%	47.8%	47.6%	47.0%
Passenger Vehicles	17.7%	17.9%	18.2%	18.8%	19.6%	19.4%	19.2%	19.7%
Construction Equipments	7.9%	7.8%	7.7%	7.6%	7.4%	7.6%	7.5%	7.3%
Farm Equipments	1.9%	1.9%	1.9%	1.8%	1.7%	1.6%	1.7%	1.7%
MSME	10.0%	9.9%	10.3%	10.4%	10.5%	10.8%	11.7%	12.3%
Two Wheelers	5.0%	5.6%	5.6%	5.2%	5.1%	5.7%	5.6%	5.5%
Gold	2.6%	2.5%	2.4%	2.6%	2.7%	2.8%	2.8%	2.6%
Personal loans	3.0%	3.2%	3.6%	4.1%	4.4%	4.5%	4.0%	3.8%
Others	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>

Source: NBFC, Centrum Broking

**Exhibit 4: Actual performance vs our estimates**

(Rs mn)	Q1FY25A	Q1FY25E	Devi (%)
Net Interest Income	52,339	49,986	4.7
Pre-provisioning operating profit	38,541	36,840	4.6
PAT	19,806	18,650	6.2

Source: NBFC, Centrum Broking

P&L					
YE Mar (Rs mn)	FY22A	FY23A	FY24A	FY25E	FY26E
Interest income	1,86,463	2,86,074	3,35,997	4,03,476	4,63,466
Interest expense	97,343	1,25,458	1,48,061	1,78,050	2,03,321
NII	89,120	1,60,616	1,87,935	2,25,426	2,60,145
Other income	6,280	11,955	13,980	12,736	14,670
Total income	95,399	1,72,571	2,01,915	2,38,162	2,74,815
Operating expenses	21,298	49,131	59,895	67,119	73,338
Employee	9,971	25,061	32,156	35,454	38,141
Others	11,327	24,070	27,739	31,665	35,197
PPOP	74,101	1,23,441	1,42,020	1,71,043	2,01,477
Provisions	38,609	41,592	45,183	46,697	64,180
PBT	35,493	81,849	96,836	1,24,347	1,37,297
Tax	8,413	22,056	24,931	31,964	35,285
PAT	27,079	59,793	71,905	1,10,153	1,02,012

Ratios					
YE Mar	FY22A	FY23A	FY24A	FY25E	FY26E
Growth (%)					
AUM	8.4	46.2	21.1	17.5	14.6
Borrowings	7.8	37.9	17.7	16.2	14.7
NII	10.4	80.2	17.0	19.9	15.4
Other income	103.7	90.4	16.9	(8.9)	15.2
Opex	7.3	130.7	21.9	12.1	9.3
PPoP	15.8	66.6	15.1	20.4	17.8
Provisions	23.8	7.7	8.6	3.3	37.4
PAT	8.9	120.8	20.3	28.5	10.4
Profitability (%)					
Yield on advances	16.6	18.0	17.7	17.8	17.6
Cost of funds	8.8	8.3	8.6	8.9	8.8
NIM (on AuM)	7.9	10.1	9.9	9.9	9.9
Other Income/ Total Income	6.6	6.9	6.9	5.3	5.3
Other Income / Total Assets	0.5	0.7	0.6	0.5	0.5
Cost/Income	22.3	28.5	29.7	28.2	26.7
Employee	10.5	14.5	15.9	14.9	13.9
Others	11.9	13.9	13.7	13.3	12.8
Opex/ Avg AuM	0.9	1.5	1.4	1.3	1.2
Provisions	3.2	2.7	2.2	1.9	2.3
Tax Rate	23.7	26.9	25.7	25.7	25.7
RoA	2.0	3.5	3.3	3.6	3.4
RoE	11.4	17.3	15.7	17.4	16.4

DuPont (% avg assets)					
YE Mar	FY22A	FY23A	FY24A	FY25E	FY26E
Interest income	13.7	16.5	15.2	15.7	15.6
Interest expense	7.2	7.3	6.7	6.9	6.8
NII	6.6	9.3	8.5	8.8	8.7
Other income	0.5	0.7	0.6	0.5	0.5
Total income	7.0	10.0	9.2	9.3	9.2
Operating expenses	1.6	2.8	2.7	2.6	2.5
Employee	0.7	1.4	1.5	1.4	1.3
Others	0.8	1.4	1.3	1.2	1.2
PPOP	5.5	7.1	6.4	6.7	6.8
Provisions	2.8	2.4	2.0	1.8	2.2
PBT	2.6	4.7	4.4	4.8	4.6
Tax	0.6	1.3	1.1	1.2	1.2
PAT	2.0	3.5	3.3	3.6	3.4

Source: Company, Centrum Broking

Balance sheet					
YE Mar (Rs mn)	FY22A	FY23A	FY24A	FY25E	FY26E
<b>Financial assets</b>	<b>14,02,803</b>	<b>19,73,857</b>	<b>23,01,820</b>	<b>26,73,742</b>	<b>30,69,355</b>
Cash	1,06,624	95,053	60,134	71,570	91,953
Loans	11,66,652	17,19,846	20,79,294	24,54,925	28,16,687
Investment	68,092	85,651	1,06,566	80,450	87,081
<b>Non-financial assets</b>	<b>18,258</b>	<b>62,782</b>	<b>70,940</b>	<b>97,373</b>	<b>1,07,829</b>
Deferred tax assets	8,694	17,439	28,840	30,282	31,796
Fixed Assets	1,106	2,095	8,458	9,726	11,185
Other Non-fin. assets	8,458	43,248	33,642	57,365	64,847
<b>Total Assets</b>	<b>14,21,061</b>	<b>20,36,639</b>	<b>23,72,760</b>	<b>27,71,115</b>	<b>31,77,184</b>
<b>Financial liabilities</b>	<b>11,44,967</b>	<b>15,79,063</b>	<b>18,58,411</b>	<b>21,60,334</b>	<b>24,78,684</b>
Borrowings	11,44,967	15,79,063	18,58,411	21,60,334	24,78,684
<b>Non-financial liabilities</b>	<b>16,772</b>	<b>24,509</b>	<b>28,665</b>	<b>31,749</b>	<b>34,366</b>
Other Non-fin liabilities	16,772	24,509	28,665	31,749	34,366
<b>Total equity</b>	<b>2,59,322</b>	<b>4,33,066</b>	<b>4,85,684</b>	<b>5,79,032</b>	<b>6,64,133</b>
Share capital	2,705	3,744	3,758	3,758	3,758
Other equity	2,56,617	4,29,322	4,81,926	5,75,274	6,60,375
<b>Total Liabilities</b>	<b>14,21,061</b>	<b>20,36,639</b>	<b>23,72,760</b>	<b>27,71,115</b>	<b>31,77,184</b>
<b>Balance Sheet ratios (%)</b>					
Debt / Equity	4.4	3.6	3.8	3.7	3.7
Assets / Equity	5.5	4.7	4.9	4.8	4.8
Cash / Borrowings	14.3	10.0	5.8	5.8	6.1
<b>Details on loans</b>					
AUM	12,70,409	18,56,829	22,48,620	26,42,056	30,28,951
Disbursements	6,00,734	11,14,847	14,21,736	16,36,166	18,32,506
<b>Capital Adequacy (%)</b>					
CRAR	23.0	22.6	21.4	21.4	20.9
Tier-1	20.7	21.2	20.0	20.2	19.8
Tier-2	2.3	1.4	1.4	1.2	1.1
<b>Asset quality (%)</b>					
GNPA (Rs mn)	88,876	1,13,822	1,20,811	1,49,597	1,72,666
Growth (%)	7.2	28.1	6.1	23.8	15.4
NNPA (Rs mn)	67,339	56,749	58,244	74,798	86,333
Growth (%)	40.1	(15.7)	2.6	28.4	15.4
GNPA	7.1	6.2	5.5	5.7	5.8
NNPA	5.4	3.1	2.6	2.9	2.9
PCR	61.6	50.1	51.8	50.0	50.0
NNPA / Equity	26.0	13.1	12.0	12.9	13.0
<b>Per share (Rs)</b>					
EPS	101.7	159.7	191.3	245.8	271.5
BVPS	974.2	1,107.7	1,245.7	1,424.5	1,624.7
ABVPS	771.7	971.1	1,111.2	1,334.6	1,546.0
DPS	20.0	35.0	40.0	45.0	50.0
<b>Valuation (x)</b>					
P/E	27.6	17.6	14.7	11.4	10.4
P/BV	2.9	2.5	2.3	2.0	1.7
P/ABV	3.6	2.9	2.5	2.1	1.8
Dividend yield	0.7	1.2	1.4	1.6	1.8

Source: Company, Centrum Broking

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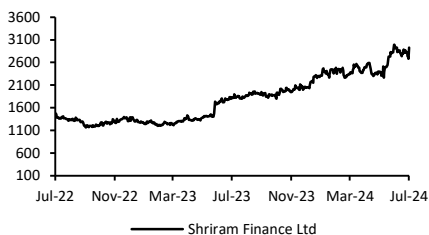
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**Shriram Finance**



Source: Bloomberg



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PORTFOLIO MANAGER

SEBI REGN NO.: INP000004383

Research Analyst

SEBI Registration No. INH000001469

Mutual Fund Distributor

AMFI REGN No. ARN- 147569

Website: www.centrumbroking.com

Investor Grievance Email ID: investor.grievances@centrum.co.in

**Compliance Officer Details:**

Ajay S Bendkhale

(022) 4215 9000/9023; Email ID: compliance@centrum.co.in

**Centrum Broking Ltd. (CIN :U67120MH1994PLC078125)****Registered and Corporate Office:**

Level -9, Centrum House, C.S.T. Road,

Vidyanagari Marg, Kalina,

Santacruz (East) Mumbai – 400098

Tel.: - +91 22 4215 9000