REDUCE AU Small Finance Bank

Strong business growth; asset quality resilient

BFSI - Banks | Result Update | July 27, 2026

CMP (Rs): 1,004 | TP (Rs): 950

AU SFB maintained its strong growth momentum in 1QFY27, reporting PAT of Rs7.96bn (+37% yoy/-4.3% qoq) with ROA of 1.7%, driven by lower-than-expected credit cost at 109bps vs estimate of 123bps. AUM grew 23% yoy (3% qoq), led by healthy traction in secured lending and a recovery in the unsecured portfolio. Asset quality was broadly stable, with GNPA/NNPA at 2.10%/0.76% (vs. 2.03%/0.74% in 4QFY26); the slippage ratio rose modestly to 2.9% from 2.5% in 4Q but stayed well below FY25 levels. The cost-to-income ratio improved ~160bps qoq to 57.6%, reflecting operating leverage despite continued investments in distribution, technology, and branch expansion. The management remains comfortable with existing Stage 3 provisioning buffers to absorb the ECL transition, with a quantified assessment by 3QFY27, and reiterated confidence in achieving ~1.8% ROA over the next 6–9 months, supported by lower credit costs, improving operating leverage, and higher other income. We raise our FY27/29E earnings by 1-3% and expect ROA to improve to 1.7-1.8% over FY27-29E. We retain REDUCE with an unchanged Jun-27E TP of Rs950; at FY28E PABV of 2.7x, the stock appears priced to perfection amid a volatile macroeconomic environment.

Growth momentum sustained; margins normalize

Business momentum remained robust, with AUM up 23% yoy (3% qoq), led by the secured portfolio (+25% yoy/+4% qoq) and a recovery in unsecured lending (+11% yoy/+5% qoq). The liability franchise also strengthened, with deposits and CASA growing 24% and 22% yoy, respectively, outpacing the industry on granular retail deposit mobilization. The management reiterated keeping the MFI portfolio below 10% of AUM (currently 5.2%). NIM moderated 7bps qoq to ~5.9% on yield normalization and marginally higher funding costs, though the management indicated funding costs have largely bottomed out and expects margins to be broadly stable on favorable portfolio mix. The bank also reiterated its aspiration of loan growth at 2–2.5x India's nominal GDP.

Asset quality remains resilient

Asset quality was broadly stable, with GNPA/NNPA at 2.10%/0.76% (vs 2.03%/0.74% in 4QFY26). While the slippage ratio inched up to 2.9% from 2.5% qoq on seasonal factors, the management highlighted improving unsecured slippages and stable secured asset quality, indicating no deterioration in underlying credit trends. The management remains comfortable with current Stage 3 provisioning buffers, with a definitive assessment of the ECL impact expected by end-3QFY27.

We retain REDUCE while maintaining TP of Rs950

We raise our FY27/28E earnings by 1-3% and expect ROA to improve to 1.7-1.8% over FY27-29E. We retain REDUCE with an unchanged Jun-27E TP of Rs 950; at FY28E PABV of 2.7x, the stock appears priced to perfection amid a volatile macroeconomic environment. Key risks: faster-than-expected growth, margin/asset quality turnaround, and lower operational burn in its transition to a 'Universal Bank'.

AU Small Finance Bank: Financial Snapshot (Standalone)

Y/E Mar (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
Net profit	21,059	26,413	36,582	45,879	59,884
Loan growth (%)	53.3	21.3	23.0	24.5	24.0
NII growth (%)	55.4	13.7	27.6	23.5	25.2
NIM (%)	6.2	5.4	5.6	5.6	5.6
PPOP growth (%)	91.7	11.1	30.0	25.0	28.5
Adj. EPS (Rs)	28.3	35.3	48.9	61.3	80.0
Adj. EPS growth (%)	23.3	24.8	38.5	25.4	30.5
Adj. BV (INR)	222.2	257.0	298.3	355.4	428.1
Adj. BVPS growth (%)	21.6	15.7	16.1	19.1	20.4
RoA (%)	1.6	1.5	1.7	1.7	1.8
RoE (%)	13.9	13.9	16.6	17.7	19.4
P/E (x)	35.5	28.4	20.5	16.4	12.5
P/ABV (x)	4.5	3.9	3.4	2.8	2.3

Source: Company, Emkay Research

Target Price – 12M	Jun-27
Change in TP (%)	-
Current Reco.	REDUCE
Previous Reco.	REDUCE
Upside/(Downside) (%)	(5.4)

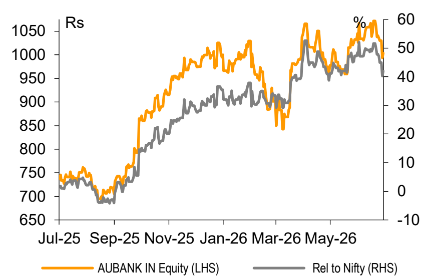
Stock Data	**AUBANK IN**
52-week High (Rs)	1,090
52-week Low (Rs)	682
Shares outstanding (mn)	749.6
Market-cap (Rs bn)	753
Market-cap (USD mn)	7,793
Net-debt, FY27E (Rs mn)	NA
ADTV-3M (mn shares)	2.6
ADTV-3M (Rs mn)	2,180.1
ADTV-3M (USD mn)	22.6
Free float (%)	75.2
Nifty-50	23,767.4
INR/USD	96.6

Shareholding,Jun-26	
Promoters (%)	22.7
FPIs/MFs (%)	36.0/32.8

Price Performance

(%)	1M	3M	12M
Absolute	(5.9)	(5.8)	34.7
Rel. to Nifty	(4.9)	(5.3)	42.0

1-Year share price trend (Rs)



Avinash Singh
avinash.singh@emkayglobal.com
+91-22-66121327

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

Aman Mehta
aman.mehta@emkayglobal.com
+91-22-66121275

Key concall takeaways

Outlook, growth, margins

- The management reiterated its long-term objective of delivering loan growth at 2–2.5x India's nominal GDP growth, while guiding for gradual improvement in ROA toward 1.8% over the next 6–9 months, supported by lower operating expenses, lower credit costs, and normalization in other income. The bank also plans to add 100+ branches during FY27.
- The bank continued to outperform the industry on liabilities, with 24% yoy deposit growth, driven by robust retail deposit mobilization and continued strengthening of the liability franchise.
- Business momentum remained strong, with AUM growing 23% yoy, led by healthy traction in the secured portfolio and improving recovery in unsecured lending. Vehicle finance continued to be the key growth driver, while mortgage disbursements rose 28% yoy and commercial banking delivered broad-based growth across verticals. Gold loans maintained strong momentum, supported by expansion across the branch network.
- The liability franchise remained robust, with deposits and CASA growing 24% yoy and 22% yoy, respectively, materially ahead of private sector peers. Stable deposits (CASA, retail TDs, and non-callable bulk deposits) constituted 79% of the deposit base, while premium CASA account acquisition increased 80% yoy, reflecting continued strength in granular retail deposit mobilization.
- NIM moderated sequentially, due to normalization of seasonal benefits and modest funding cost pressure.
- The management indicated funding costs have largely bottomed out and expects margins to be broadly stable, supported by portfolio mix and improving operating leverage.
- Cost-to-assets increased due to continued investments in distribution, technology, and manpower, though operating leverage is expected to improve over the year.
- The management reiterated its long-term objective of delivering loan growth at 2–2.5x India's nominal GDP growth, while guiding for gradual improvement in ROA toward 1.8% over the next 6–9 months, supported by lower operating expenses, lower credit costs, and normalization in other income. The bank also plans to add 100+ branches during FY27.

Asset quality

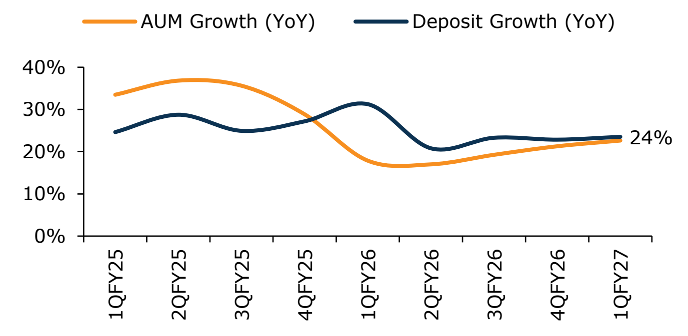
- Asset quality remained resilient despite seasonal normalization. The management indicated that the increase in commercial banking slippages reflected typical 1Q seasonality in the business banking portfolio rather than any deterioration in underlying credit quality.
- Unsecured asset quality continued to improve, while secured portfolios were stable.
- Collection efficiency in the MFI portfolio remained healthy, supported by extensive CGFMU guarantee coverage, providing additional downside protection.
- The management reiterated its strategy of maintaining the MFI portfolio below 10% of total AUM, with the business positioned primarily to meet PSL obligations rather than maximize returns.
- On the proposed ECL framework, the management remains comfortable with existing Stage 3 provisioning buffers and expects the transition impact to be broadly neutral. A more definitive assessment is expected closer to end-3QFY27, once modeling and board-approved policies are finalized.

Other highlights

- The bank continued to strengthen its technology platform, with AI-driven analytics increasing pre-approved personal loan offers by over 3x, ~70% of AML alerts now resolved automatically, and the rollout of the Customer 360 platform to improve customer engagement and cross-sell capabilities.
- Personal loan growth continues to be driven primarily by cross-selling to existing customers using transaction-based scorecards, while credit cards remain a medium-term profitability opportunity following tighter underwriting standards.
- Commercial banking continues to focus on becoming increasingly self-funded through deeper current account penetration, transaction banking, CMS, and trade finance. Renewable energy lending remains focused on PM-KUSUM developer projects, while expanding into newer geographies.

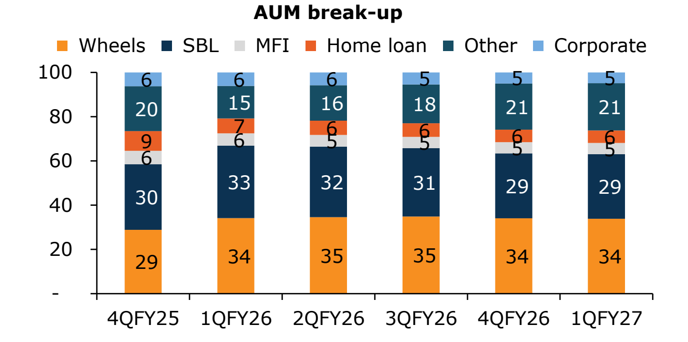
Story in charts

Exhibit 1: Business momentum remains robust



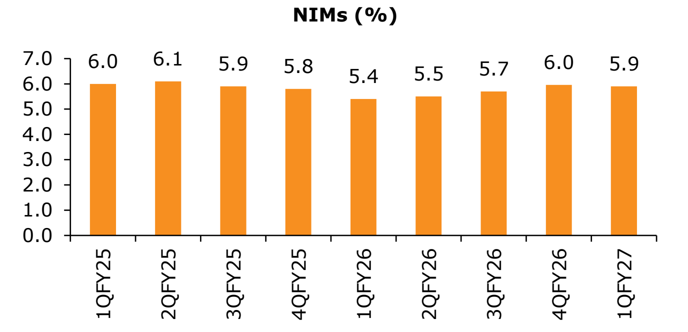
Source: Company, Emkay Research

Exhibit 2: AUM mix continues to be dominated by retail secured segment



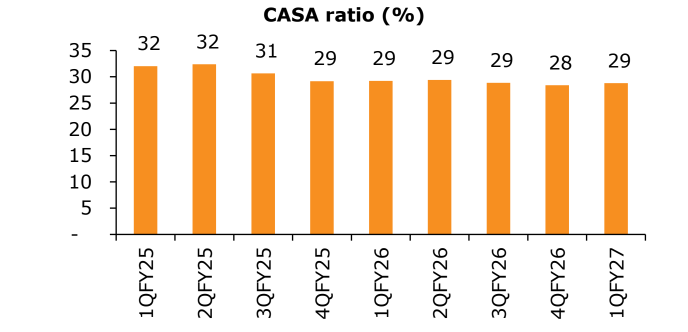
Source: Company, Emkay Research

Exhibit 3: Margin dropped due to seasonality



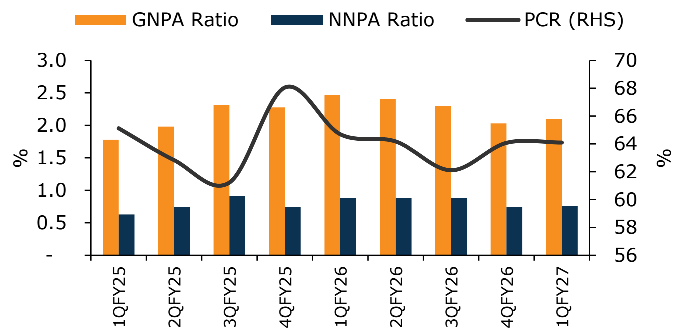
Source: Company, Emkay Research

Exhibit 4: CASA ratio stable



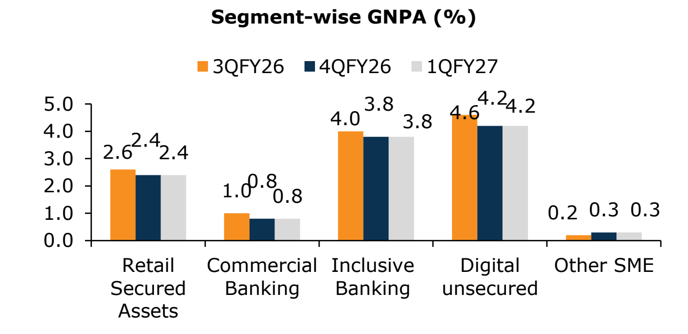
Source: Company, Emkay Research

Exhibit 5: Headline asset quality stable with increase in slippages due to seasonality



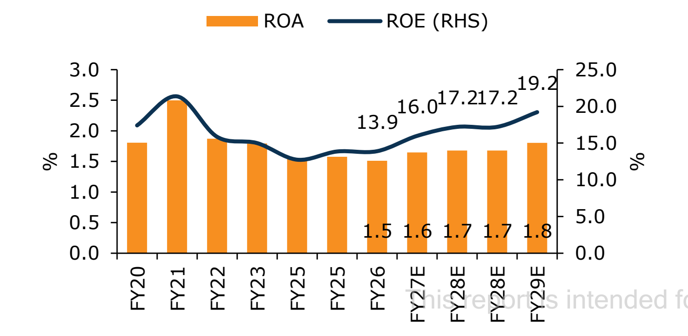
Source: Company, Emkay Research

Exhibit 6: Stress in unsecured loans, including Cards and MFI, is contained



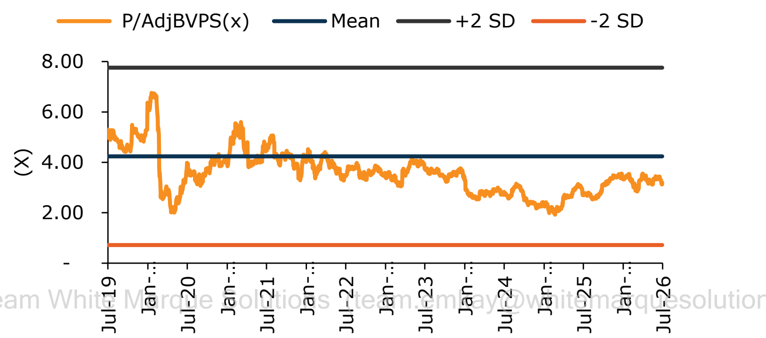
Source: Company, Emkay Research

Exhibit 7: We expect the bank to deliver ROA of 1.7-1.9% over FY27–29E



Source: Company, Emkay Research

Exhibit 8: The stock trades at 2.7 PABV 1Y forward



Source: Company, Emkay Research

Exhibit 9: Actuals vs Estimates (Q1FY27)

(Rs mn)	Actuals	Estimates		Variation		Comments
		Emkay	Consensus	Emkay	Consensus	
Net income	33,847	35,177	32,277	-4%	5%	Lower other income led to a miss.
PPOP	14,355	15,888	14,479	-10%	-1%	Lower other income, coupled with lower opex, led to a miss.
PAT	7,960	8,766	8,067	-9%	-1%	Lower provisions led to a miss

Source: Emkay Research

Exhibit 10: Quarterly summary

(Rs mn)	1QFY26	2QFY26	3QFY26	4QFY26	1QFY27	YoY (%)	QoQ (%)	FY26	FY27E	YoY (%)
Interest earned	43,784	45,113	47,275	50,191	53,027	21	6	186,363	223,310	20
Interest expenses	23,338	23,669	23,862	24,368	26,072	12	7	95,237	107,000	12
Net interest income	20,447	21,444	23,413	25,823	26,955	32	4	91,127	116,309	28
Global NIMs (reported)	5.4	5.5	5.7	6.0	5.9	50bps	-6bps	5.36	5.57	22bps
Non-interest income	8,106	7,126	7,238	7,310	6,892	-15	-6	29,779	32,814	10
Operating expenses	15,431	16,473	18,498	19,618	19,492	26	-1	70,019	82,981	19
Pre-provisioning profit	13,122	12,097	12,153	13,515	14,355	9	6	50,888	66,142	30
Provision and contingencies	5,333	4,808	3,311	2,694	3,715	-30	38	16,147	17,236	7
PBT	7,789	7,289	8,842	10,821	10,640	37	-2	34,740	48,906	41
Income tax expense (Gain)	1,980	1,680	2,165	2,502	2,680	35	7	8,328	12,324	48
Net Profit/(Loss)	5,809	5,609	6,677	8,319	7,960	37	-4	26,413	36,582	39
Gross NPA (%)	2.47	2.41	2.30	2.03	2.10	-37bps	7bps	2.03	1.90	-13bps
Net NPA (%)	0.88	0.88	0.88	0.74	0.76	-12bps	2bps	0.74	0.67	-6bps
Deposits (Rs bn)	1,277	1,325	1,384	1,527	1,577	24	3	1,527	1,922	26
Net advances (Rs bn)	1,098	1,157	1,234	1,343	1,386	26	3	1,343	1,674	25

Source: Company, Emkay Research

Exhibit 11: Revision in estimates

Y/E Mar (Rs mn)	FY27E			FY28E			FY29E		
	Earlier	Revised	Change	Earlier	Revised	Change	Earlier	Revised	Change
Net income	149,055	149,124	0.0%	181,155	181,824	0.4%	223,940	225,299	0.6%
PPOP	65,369	66,142	1.2%	81,650	82,679	1.3%	106,341	106,272	-0.1%
PAT	35,260	36,582	3.7%	44,407	45,879	3.3%	59,249	59,884	1.1%
EPS (Rs)	47.1	48.9	3.7%	59.3	61.3	3.3%	79.2	80.0	1.1%
BV (Rs)	307.8	309.6	0.6%	363.2	366.9	1.0%	437.4	441.9	1.0%

Source: Emkay Research

Exhibit 12: Key assumptions

(%)	FY26	FY27E	FY28E	FY29E
AUM growth	21.3	23.0	24.5	24.0
Deposit growth	22.8	25.9	26.1	26.2
NIM	5.4	5.6	5.6	5.6
GNPA	2.0	1.9	1.8	1.8
Credit Cost	1.3	1.2	1.2	1.1

Source: Emkay Research

Exhibit 13: Key ratios and trends

	1QFY25	2QFY25	3QFY25	4QFY25	1QFY26	2QFY26	3QFY26	4QFY26	1QFY27
Loans (Rs mn)	**896,520**	**948,382**	**995,590**	**1,070,925**	**1,098,340**	**1,157,050**	**1,234,200**	**1,342,756**	**1,385,720**
Growth yoy (%)	23.4	*27.1*	27.6	*25.2*	*22.5*	*22.0*	*24.0*	*25.4*	26.2
Growth qoq (%)	4.8	*5.8*	5.0	*7.6*	*2.6*	*5.3*	*6.7*	*8.8*	3.2
Composition (%)									
Corporate	19	20	21	21	21	21	22	22	22
Retail and Treasury	81	80	79	79	79	79	78	78	78
Liability profile									
Deposits (Rs mn)	**972,900**	**1,096,931**	**1,122,600**	**1,242,685**	**1,276,960**	**1,325,092**	**1,384,150**	**1,526,612**	**1,577,270**
Growth yoy (%)	24.6	*28.8*	24.9	*27.2*	*31.3*	*20.8*	*23.3*	*22.8*	23.5
Growth qoq (%)	(0.4)	12.7	2.3	10.7	*2.8*	*3.8*	*4.5*	*10.3*	3.3
CASA (%)	32.0	32.4	30.6	29.2	29.2	29.4	28.9	28.4	28.8
CA (%)	4.2	5.5	4.9	5.6	5.0	5.7	5.3	6.2	5.4
SA (%)	27.9	26.9	25.7	23.5	24.3	23.7	23.5	22.3	23.4
No of branches	2,414	2,408	2,400	2,456	2,505	2,626	2,726	2,790	2,920
NIM (%)	6.0	6.1	5.9	5.8	5.4	5.5	5.7	6.0	5.9
Asset quality									
GNPA (%)	1.8	2.0	2.3	2.3	2.5	2.4	2.3	2.0	2.1
NNPA (%)	0.6	0.7	0.9	0.7	0.9	0.9	0.9	0.7	0.8
PCR (%)	65.1	62.8	61.2	68.1	64.7	64.2	62.1	64.1	64.1
Slippages (Rs mn)	5,430	7,360	9,560	8,940	10,270	9,080	7,910	6,590	7,980
Slippages – Annualized (%)	3.0	3.9	4.9	4.2	4.6	3.8	3.2	2.5	2.9
CAR (%)	**20.1**	**18.5**	**18.0**	**20.1**	**19.4**	**18.8**	**19.0**	**18.7**	**18.9**
Tier I (%)	**18.9**	**17.4**	**16.9**	**18.1**	**17.5**	**16.9**	**17.1**	**16.9**	**17.1**
ROE tree									
NII (%)	6.5	6.0	5.7	5.6	5.1	5.3	5.5	5.6	5.5
Other income (Ex-Treasury; %)	1.8	1.7	1.6	1.8	1.3	1.6	1.6	1.6	1.4
Opex (%)	5.0	4.5	4.1	4.2	3.9	4.0	4.4	4.3	4.0
PPOP (%)	3.4	3.4	3.4	3.4	3.3	3.0	2.9	3.0	3.0
Provisioning cost (%)	1.1	1.1	1.4	1.7	1.3	1.2	0.8	0.6	0.8
PBT (%)	2.3	2.3	2.0	1.7	2.0	1.8	2.1	2.4	2.2
Tax (%)	0.6	0.6	0.5	0.4	0.5	0.4	0.5	0.5	0.6
ROA (%)	**1.7**	**1.7**	**1.5**	**1.3**	**1.5**	**1.4**	**1.6**	**1.8**	**1.7**
ROE (%)	**14.3**	**14.5**	**13.0**	**11.9**	**13.3**	**12.4**	**14.3**	**17.0**	**15.6**

Source: Company, Emkay Research; Note: Advances and Deposit figures for the past years are adjusted for the merger impact

AU Small Finance Bank: Standalone Financials and Valuations

Profit & Loss

Y/E Mar (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
Interest Income	160,637	186,363	223,310	269,354	332,971
Interest Expense	80,521	95,237	107,000	125,660	153,004
Net interest income	**80,116**	**91,127**	**116,309**	**143,694**	**179,967**
NII growth (%)	55.4	13.7	27.6	23.5	25.2
Other income	25,263	29,779	32,814	38,130	45,332
Total Income	**105,379**	**120,906**	**149,124**	**181,824**	**225,299**
Operating expenses	59,572	70,019	82,981	99,145	119,027
PPOP	**45,807**	**50,888**	**66,142**	**82,679**	**106,272**
PPOP growth (%)	91.7	11.1	30.0	25.0	28.5
Core PPOP	**43,455**	**46,998**	**63,030**	**80,034**	**104,024**
Provisions & contingencies	17,926	16,147	17,236	21,343	26,213
PBT	**27,881**	**34,740**	**48,906**	**61,336**	**80,059**
Extraordinary items	0	0	0	0	0
Tax expense	6,821	8,328	12,324	15,457	20,175
Minority interest	0	0	0	0	0
Income from JV/Associates	-	-	-	-	-
Reported PAT	**21,059**	**26,413**	**36,582**	**45,879**	**59,884**
PAT growth (%)	37.2	25.4	38.5	25.4	30.5
Adjusted PAT	**21,059**	**26,413**	**36,582**	**45,879**	**59,884**
Diluted EPS (Rs)	**28.3**	**35.3**	**48.9**	**61.3**	**80.0**
Diluted EPS growth (%)	23.3	24.8	38.5	25.4	30.5
DPS (Rs)	**2.0**	**1.0**	**3.0**	**4.0**	**5.0**
Dividend payout (%)	**7.1**	**2.8**	**6.1**	**6.5**	**6.2**
Effective tax rate (%)	24.5	24.0	25.2	25.2	25.2
Net interest margins (%)	6.2	5.4	5.6	5.6	5.6
Cost-income ratio (%)	56.5	57.9	55.6	54.5	52.8
Shares outstanding (mn)	744.5	748.3	748.3	748.3	748.3

Source: Company, Emkay Research

Balance Sheet

Y/E Mar (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
Share capital	7,445	7,483	7,483	7,483	7,483
Reserves & surplus	164,218	192,253	224,182	267,068	323,212
Net worth	**171,663**	**199,735**	**231,665**	**274,551**	**330,694**
Deposits	1,242,685	1,526,612	1,922,365	2,423,708	3,058,091
Borrowings	116,599	138,715	137,082	136,480	137,028
Interest bearing liab.	**1,359,284**	**1,665,327**	**2,059,447**	**2,560,188**	**3,195,118**
Other liabilities & prov.	**47,509**	**52,912**	**75,779**	**107,225**	**126,994**
Total liabilities & equity	**1,578,457**	**1,917,975**	**2,366,890**	**2,941,964**	**3,652,807**
Net advances	1,070,925	1,342,756	1,674,241	2,095,175	2,611,340
Investments	378,475	447,937	541,071	658,597	806,870
Cash, other balances	94,664	85,234	102,523	127,479	159,095
Interest earning assets	**1,544,064**	**1,875,927**	**2,317,835**	**2,881,252**	**3,577,305**
Fixed assets	9,125	14,364	18,533	23,826	30,632
Other assets	25,268	27,684	30,522	36,887	44,870
Total assets	**1,578,457**	**1,917,975**	**2,366,890**	**2,941,964**	**3,652,807**
BVPS (Rs)	230.6	266.9	309.6	366.9	441.9
Adj. BVPS (INR)	222.2	257.0	298.3	355.4	428.1
Gross advances	913,476	1,223,893	1,527,778	1,908,557	2,382,852
Credit to deposit (%)	86.2	88.0	87.1	86.4	85.4
CASA ratio (%)	29.2	28.4	29.0	30.1	31.3
Cost of deposits (%)	6.8	6.2	5.7	5.4	5.3
Loans-to-Assets (%)	67.8	70.0	70.7	71.2	71.5
Net advances growth (%)	53.3	21.3	23.0	24.5	24.0
Deposit growth (%)	42.5	22.8	25.9	26.1	26.2
Book value growth (%)	22.8	15.8	16.0	18.5	20.4

Source: Company, Emkay Research

Asset quality and other metrics

Y/E Mar (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
Asset quality					
Gross NPLs	24,770	27,556	32,156	38,281	46,275
Net NPLs	8,324	9,899	11,255	11,484	13,882
GNPA ratio (%)	2.3	2.0	1.9	1.8	1.8
NNPA ratio (%)	0.8	0.7	0.7	0.5	0.5
Provision coverage (%)	66.4	64.1	65.0	70.0	70.0
Gross slippages	39,956	33,850	35,383	40,829	53,293
Gross slippage ratio (%)	3.5	2.4	2.1	1.9	2.0
LLP ratio (%)	1.9	1.3	1.2	1.2	1.1
NNPA to networth (%)	4.7	4.8	4.8	4.1	4.1
Capital adequacy					
Total CAR (%)	20.1	18.7	19.0	18.2	17.7
Tier-1 (%)	18.1	16.9	17.2	16.5	16.5
CET-1 (%)	18.1	16.9	17.2	16.5	16.5
RWA-to-Total Assets (%)	57.1	55.0	55.0	55.0	55.0
Miscellaneous					
Total income growth (%)	51.7	16.3	18.5	20.1	23.0
Opex growth (%)	33.4	17.5	18.5	19.5	20.1
Core PPOP growth (%)	85.9	8.2	34.1	27.0	30.0
PPOP margin (%)	24.6	23.5	25.8	26.9	28.1
PAT/PPOP (%)	46.0	51.9	55.3	55.5	56.4
LLP-to-Core PPOP (%)	41.3	34.4	27.3	26.7	25.2
Yield on advances (%)	14.4	12.4	12.2	12.0	12.0
Cost of funds (%)	7.0	6.3	5.7	5.4	5.3

Source: Company, Emkay Research

Valuations and key Ratios

Y/E Mar	FY25	FY26	FY27E	FY28E	FY29E
P/E (x)	35.5	28.4	20.5	16.4	12.5
P/B (x)	4.4	3.8	3.2	2.7	2.3
P/ABV (x)	4.5	3.9	3.4	2.8	2.3
P/PPOP (x)	16.4	14.8	11.4	9.1	7.1
Dividend yield (%)	0.2	0.1	0.3	0.4	0.5
DuPont-RoE split (%)					
NII/avg assets	6.0	5.2	5.4	5.4	5.5
Other income	1.9	1.7	1.5	1.4	1.4
Fee income	1.7	1.5	1.4	1.3	1.3
Opex	4.5	4.0	3.9	3.7	3.6
PPOP	**3.4**	**2.9**	**3.1**	**3.1**	**3.2**
Core PPOP	3.3	2.7	2.9	3.0	3.2
Provisions	1.3	0.9	0.8	0.8	0.8
Tax expense	0.5	0.5	0.6	0.6	0.6
RoA (%)	**1.6**	**1.5**	**1.7**	**1.7**	**1.8**
Leverage ratio (x)	8.8	9.2	9.7	10.5	10.9
RoE (%)	**13.9**	**13.9**	**16.6**	**17.7**	**19.4**

Quarterly data

Rs mn	Q1FY26	Q2FY26	Q3FY26	Q4FY26	Q1FY27
NII	20,447	21,444	23,413	25,823	26,955
NIM (%)	5.4	5.5	5.7	6.0	5.9
PPOP	13,122	12,097	12,153	13,515	14,355
PAT	5,809	5,609	6,677	8,319	7,960
EPS (Rs)	7.8	7.5	9.0	11.2	10.7

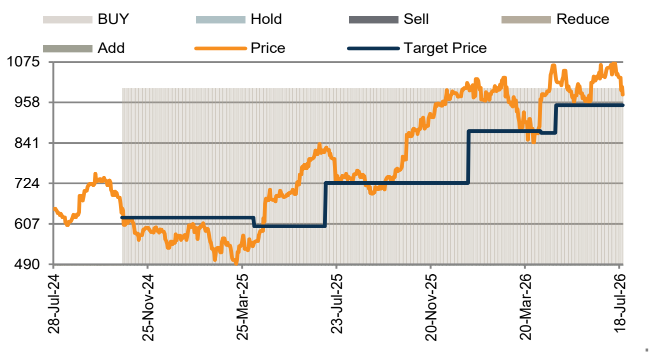
Source: Company, Emkay Research

RECOMMENDATION HISTORY - DETAILS

Date	Closing Price (Rs)	TP (Rs)	Rating	Analyst
10-Jul-26	1,072	950	Reduce	Avinash Singh
28-Apr-26	1,023	950	Reduce	Anand Dama
09-Apr-26	963	870	Reduce	Anand Dama
21-Jan-26	995	875	Reduce	Anand Dama
07-Jan-26	1,005	875	Reduce	Anand Dama
19-Oct-25	792	725	Reduce	Anand Dama
08-Aug-25	739	725	Reduce	Anand Dama
20-Jul-25	795	725	Reduce	Anand Dama
09-Jul-25	826	725	Reduce	Anand Dama
07-Jul-25	814	600	Reduce	Anand Dama
23-Apr-25	665	600	Reduce	Anand Dama
09-Apr-25	554	600	Reduce	Anand Dama
25-Jan-25	595	625	Reduce	Anand Dama
23-Oct-24	652	625	Reduce	Anand Dama

Source: Company, Emkay Research

RECOMMENDATION HISTORY - TREND



Source: Company, Bloomberg, Emkay Research

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 be 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.

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-:

1. 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 27, 2026
2. 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:

3. 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.
4. 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 27, 2026
5. 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 27, 2026
6. EGFSL or its associates may have managed or co-managed public offering of securities for the subject company in the past twelve months.
7. 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.
8. 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

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.

Seshadri Kumar Sen

Digitally signed by Seshadri Kumar Sen
Date: 2026.07.27 00:10:44 +05'30'