

November 4, 2025

Q2FY26 Result Update

☑ Change in Estimates | ☑ Target | ■ Reco

Change in Estimates

	Current		Previous	
	FY27E	FY28E	FY27E	FY28E
Rating	BUY		BUY	
Target Price	265		245	
NII (Rs. m)	32,454	37,275	31,928	36,371
% Chng.	1.6	2.5		
Op. Profit (Rs. m)	21,807	24,879	21,791	24,239
% Chng.	0.1	2.6		
EPS (Rs.)	19.9	22.2	19.3	21.3
% Chng.	2.9	4.4		

Key Financials - Standalone

Y/e Mar	FY25	FY26E	FY27E	FY28E
NII (Rs m)	23,157	27,404	32,454	37,275
Op. Profit (Rs m)	16,786	18,707	21,807	24,879
PAT (Rs m)	11,236	12,709	14,748	16,460
EPS (Rs.)	15.2	17.1	19.9	22.2
Gr. (%)	10.6	13.1	16.0	11.6
DPS (Rs.)	2.0	2.2	2.6	2.9
Yield (%)	0.8	0.9	1.1	1.2
NIM (%)	3.2	3.4	3.4	3.4
RoAE (%)	12.6	12.7	13.2	13.2
RoAA (%)	1.5	1.5	1.5	1.4
P/BV (x)	1.9	1.7	1.5	1.3
P/ABV (x)	2.0	1.7	1.5	1.4
PE (x)	15.5	13.7	11.8	10.6
CAR (%)	23.8	23.1	23.8	24.2

Key Data CUBK.BO | CUBK IN

52-W High / Low	Rs.241 / Rs.143
Sensex / Nifty	83,978 / 25,763
Market Cap	Rs.175bn / \$ 1,967m
Shares Outstanding	741m
3M Avg. Daily Value	Rs.449.15m

Shareholding Pattern (%)

Promoter's	-
Foreign	27.38
Domestic Institution	35.23
Public & Others	37.39
Promoter Pledge (Rs bn)	-

Stock Performance (%)

	1M	6M	12M
Absolute	9.5	35.9	32.5
Relative	5.8	30.2	25.8

Gaurav Jani

gauravjani@plindia.com | 91-22-66322235

Harshada Gite

harshadagite@plindia.com | 91-22-66322237

Kush Mehta

kushmehta@plindia.com | 91-22-66322257

Quality of core revenue improving each quarter

Quick Pointers:

- Core earnings higher due to beat on NII/fees and provisions.
- Loan growth, NIM and net slippage momentum guided to sustain.

CUB saw yet another stellar quarter with beat on all fronts. Core PPOp was 6.7% beat led by superior loan growth, better margins and higher fees. Asset quality continues to remain benign as slippages have been controlled while recoveries have surpassed slippages since the past 9 quarters. Growth has been strong without compromising on margin, due to benefit of lower repricing of deposits. Due to asset quality tailwinds, credit growth could surprise positively. Bank expects NIM benefit to continue in H2FY26 led by further repricing of Rs180bn of deposits. Since asset quality risks have abated and PCR has touched 63%, provisions may be created only towards ECL transition; management does not expect a significant impact. Due to better growth and margins, we upgrade core PAT for FY26/27E by avg. 4.5%. We increase multiple on Sep'27 ABV to 1.6x from 1.5x and raise TP to Rs265 from Rs245. Retain 'BUY'.

- Strong quarter with beat on all fronts:** NII was Rs6.7bn (PLe Rs6.5bn); NIM (calc.) was ahead at 3.57% (PLe 3.50%) reported NIM rose by 5bps QoQ to 3.59% due to fall in deposit cost. Credit growth was a beat at 18.7% YoY (PLe 16.6%); deposit accretion was in-line at 21% YoY. CASA improved to 28.1% (27.3% in Q1'26); LDR inched up by 90bps QoQ to 81.6%. Other income was higher at Rs2.6bn (PLe Rs2.4bn) due to better fees, TWO recovery & IT refund. Opex at Rs4.6bn was 3% higher led by staff cost. Core PPOp at Rs4.5bn was 6.7% above PLe; PPOp was Rs4.7bn. Asset quality was better; GNPA was lesser 2.4% (PLe 2.6%) as gross slippages at Rs1.6bn (PLe Rs2bn) and recoveries Rs2.5bn (PLe Rs2.2bn) were better. Provisions were lower at Rs0.6bn (PLe Rs0.8bn). Core PAT was 14.6% above PLe at Rs3.1bn; PAT was Rs3.3bn.
- Loan growth surprised positively:** Credit accretion was strong at 6.9% QoQ mainly driven by MSME and gold (both agri/non-agri). Overall loan growth momentum is likely to sustain driven by (1) gold, which offers favorable risk-reward and (2) retail secured lending that would support overall accretion; its share in advances is guided to reach 4.0-5.0% by FY26 end and 8-9% by FY27 end. Retail sourcing is 90% branch driven and 10% through third party while MSME sourcing is through organic and inorganic routes. In terms of tariff, bank does not foresee any significant challenges as US exposure stood at Rs1.54bn which is only 0.27% of loan book. Focus is on CASA since there is a dedicated team coupled with branch focus.
- NIM outlook positive; more asset quality tailwinds:** Adjusting for interest on NPA recovery, NIMs rose by 5bps QoQ led by i) repricing of Rs90bn deposits in Q2'26 and ii) migration to fixed rate gold loans. Bank expects this improving margin trend to continue since additional 30-35% of deposits (~Rs180bn) are expected to re-price lower in H2FY26. CUB has been seeing negative net slippages since the past 9 quarters and mgmt. expects this trend to continue in H2FY26. ECL impact may not be material on profitability.

Exhibit 1: PAT beat led by higher NII, lower provisions.

P&L Statement (Rs m)	Q2FY26	Q2FY25	YoY gr. (%)	Q2FY26E	% Var.	Q1FY26	QoQ gr. (%)
Interest Income	16,531	14,339	15.3	16,400	0.8	16,053	3.0
Interest Expended	9,866	8,515	15.9	9,912	(0.5)	9,800	0.7
Net interest income (NII)	6,665	5,825	14.4	6,488	2.7	6,253	6.6
Other income	2,591	2,263	14.5	2,388	8.5	2,439	6.3
-Fee income	1,346	1,046	28.7	1,238	8.7	1,226	9.8
-Other non interest income	1,245	1,217	2.3	1,150	8.3	1,213	2.7
Total income	9,257	8,088	14.4	8,876	4.3	8,692	6.5
Operating expenses	4,551	3,806	19.6	4,417	3.0	4,182	8.8
-Staff expenses	2,244	1,835	22.2	2,118	5.9	2,006	11.8
-Other expenses	2,307	1,971	17.1	2,298	0.4	2,176	6.0
Operating profit	4,706	4,282	9.9	4,459	5.5	4,509	4.4
Core Operating Profit	4,490	4,034	11.3	4,209	6.7	3,865	16.1
Total provisions	570	700	(18.6)	770	(26.0)	700	(18.6)
Profit before tax	4,136	3,582	15.5	3,689	12.1	3,809	8.6
Tax	850	730	16.4	775	9.7	750	13.3
Profit after tax	3,286	2,852	15.2	2,914	12.7	3,059	7.4
Balance Sheet (Rs m)							
Deposits	6,94,860	5,73,691	21.1	6,94,385	0.1	6,57,344	5.7
Advances	5,66,809	4,77,715	18.7	5,56,897	1.8	5,30,378	6.9
Ratios (%)							
NIM	3.6	3.5	6	3.5	7	3.5	8.9
RoaA	1.7	1.6	4	1.5	18	1.6	6
RoaE	14.0	13.6	37	12.3	164	13.3	72
Asset Quality							
Gross NPL (Rs m)	13,932	17,255	(19.3)	14,970	(6.9)	16,170	(13.8)
Net NPL (Rs m)	5,129	7,750	(33.8)	5,764	(11.0)	6,346	(19.2)
Gross NPL ratio	2.42	3.54	(111.96)	2.6	(22)	2.99	(57)
Net NPL ratio	0.90	1.62	(71.52)	1.0	(13)	1.20	(30)
Coverage ratio (Calc)	63.2	55.1	810	61.5	169	60.8	243
Business & Other Ratios							
Low-cost deposit mix	28.1	29.4	(133)	27.7	42	27.3	81
Cost-income ratio	49.2	47.1	210	49.8	(60)	48.1	104
Non int. inc / total income	28.0	28.0	1	26.9	109	28.1	(6)
Credit deposit ratio	81.6	83.3	(170)	80.2	137	80.7	89
	21.7	23.0	(130)	-		23.1	(142)
Tier-I	1.0	1.0	(3)	-		1.0	(4)

Source: Company, PL

Q2FY26 Concall Highlights

Balance Sheet

- Bank plans to take its renewable energy exposure from Rs5bn to Rs25bn over the next 30 months.
- Credit growth is guided to be 2% above industry growth.
- Retail sourcing is 90% branch driven and 10% through third party. MSME sourcing is through organic and inorganic routes.
- Bank expects 30-35% of deposits (~Rs180bn) to reprice in H2FY26. Rs90bn of deposits had matured for Q2FY26.
- Bank expects to send MD/CEO candidate names to RBI by mid-december.

Profit & Loss

- Yield on non-agri gold and agri gold loans was 11% and 10% respectively. Bank did not introduce any new products under gold loans.
- NII includes NPA recovery of Rs150mn for Q2FY26 (Rs70mn for Q1FY26).
- NIMs were higher QoQ on account of i) faster repricing of liabilities ii) migration to fixed rate on gold loans and iii) higher cost borrowings migrated to lower costs.
- Bank guided NIM at current levels +/- 10bps with a positive bias for Q3 & Q4.
- Opex is expected to grow at 15%. Management targets to open 75 branches every year. Cost to income ratio is guided at 48-50% for FY26.

Asset Quality

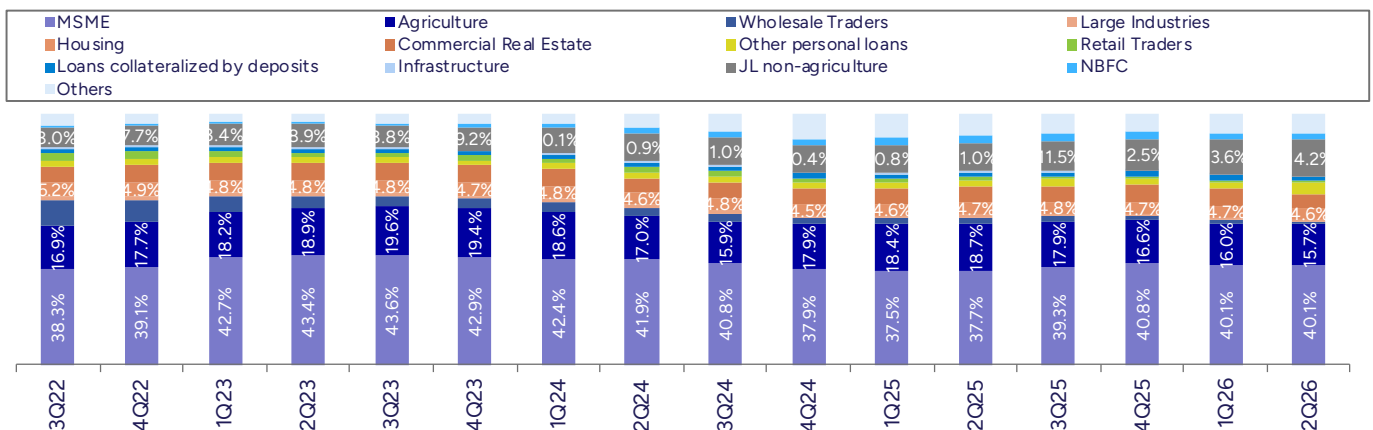
- Reduction in SMA contributes to reduction in ECL. Under the ECL guidelines, bank expects i) no additional provisions for stage 3 ii) some incremental provision on stage 2 due to restructured book and iii) 10-20bps incremental provision on stage 1 (current 48bps).
- Bank's exposure to US stood at Rs1.54bn which forms 0.27% of loan book. Bank does not foresee any impact from tariffs on asset quality.
- CUB expects recoveries to be more than slippages for upcoming quarters.
- No stress in MSME portfolio was seen during the quarter.

Exhibit 2: MSME growth increased 25.7%YoY, JL loan non-agri grew 11.2% QoQ

Advances break-up (Rs m)	Q2FY26	Q2FY25	YoY gr. (%)	Q1FY26	QoQ gr. (%)
MSME	2,30,876	1,83,691	25.7	2,16,653	6.6
Agriculture	90,374	91,159	(0.9)	86,673	4.3
Wholesale Traders	6,007	10,807	(44.4)	7,956	(24.5)
Large Industries	6,610	6,278	5.3	5,617	17.7
Housing	26,548	22,670	17.1	25,564	3.8
Commercial Real Estate	30,325	29,209	3.8	35,813	(15.3)
Other personal loans	26,036	13,174	97.6	13,743	89.4
Retail Traders	4,066	6,572	(38.1)	5,680	(28.4)
Loans collateralized by deposits	8,399	7,998	5.0	8,701	(3.5)
Infrastructure	3,045	2,990	1.8	3,197	(4.8)
JL non-agriculture	81,541	53,565	52.2	73,338	11.2
NBFC	14,412	17,193	(16.2)	13,653	5.6
Others	47,373	41,914	13.0	43,615	8.6
Total Advances	5,75,612	4,87,220	18.1	5,40,203	6.6

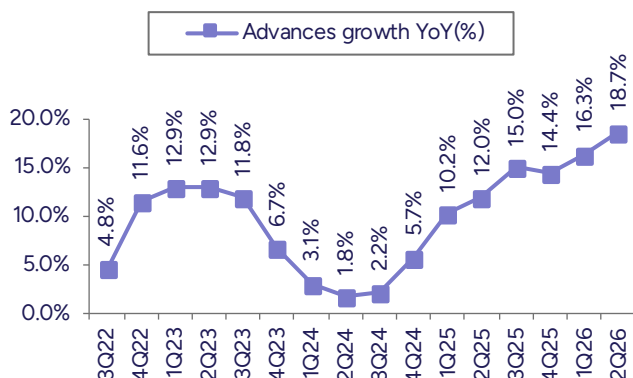
Source: Company, PL

Exhibit 3: MSME maintained dominant share at 40.1%, share of agri loans decreased to 15.7%



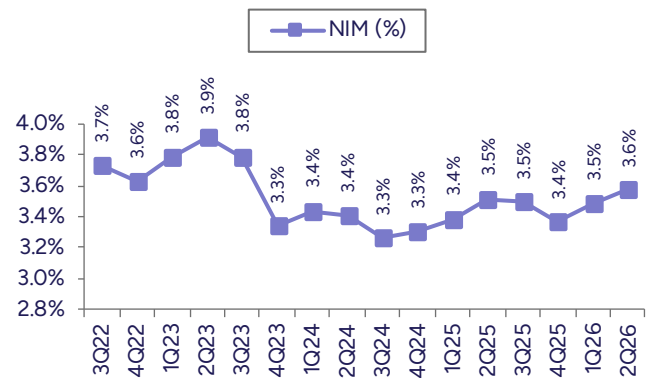
Source: Company, PL

Exhibit 4: Advances growth at 18.7% YoY



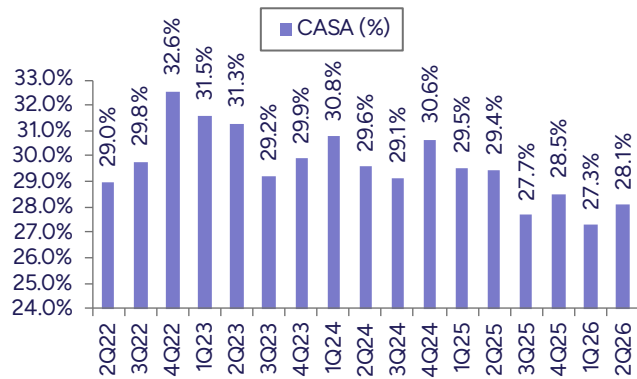
Source: Company, PL

Exhibit 5: NIMs increased to 3.6%



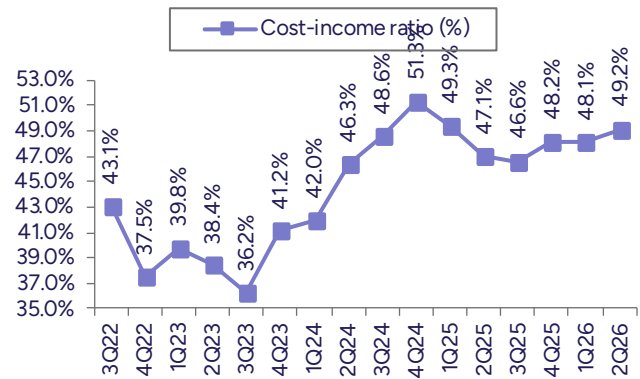
Source: Company, PL

Exhibit 6: CASA mix increased to 28.1%



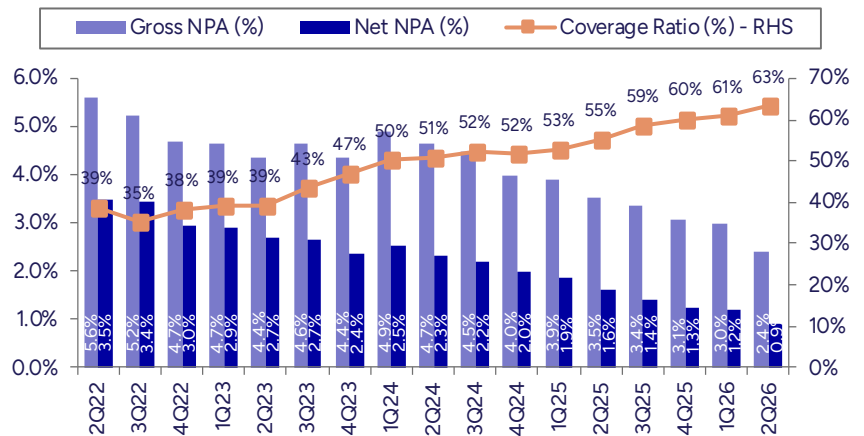
Source: Company, PL

Exhibit 7: C/I increased to 49.2%



Source: Company, PL

Exhibit 8: GNPA fell QoQ to 2.42%, while PCR increased to 63.2%



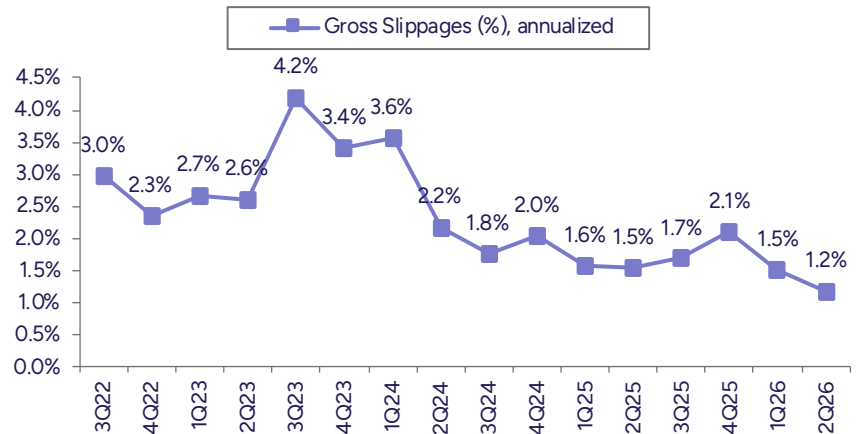
Source: Company, PL

Exhibit 9: Slippages decreased sequentially to 1.28%

Movement of NPL	Q2FY26	Q2FY25	YoY gr. (%)	Q1FY26	QoQ gr. (%)
Opening	16,170	18,065	(10.5)	16,382	(1.3)
Additions	1,565	1,760	(11.1)	1,963	(20.3)
Reduction	3,803	2,570	48.0	2,175	74.9
Closing	13,932	17,255	(19.3)	16,170	(13.8)
Slippages (%)	1.28	1.59	(31)	1.61	(33)

Source: Company, PL

Exhibit 10: Gross slippages decreased to 1.2% QoQ



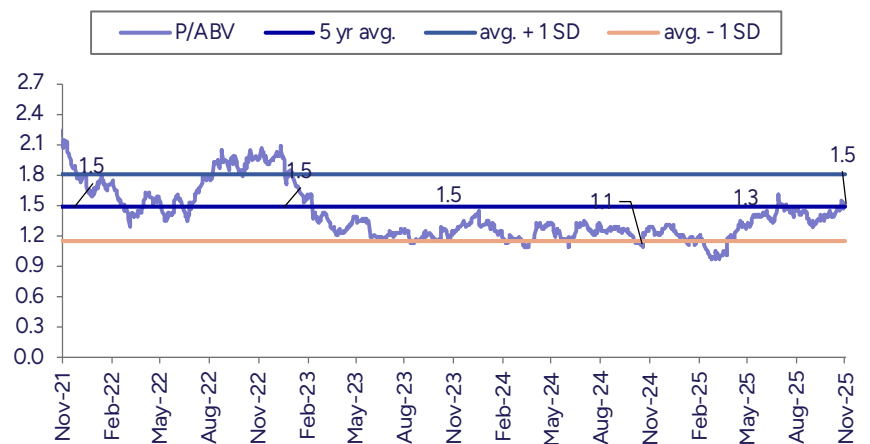
Source: Company, PL

Exhibit 11: Return ratios to range around 12-13%

Du-pont Analysis	FY21	FY22	FY23	FY24	FY25	FY26E	FY27E	FY28E
NII/Assets	3.6	3.3	3.4	3.1	3.1	3.3	3.3	3.3
Other inc./Assets	1.3	1.3	1.3	1.1	1.2	1.1	1.1	1.0
Net revenues/Assets	4.9	4.7	4.6	4.2	4.3	4.4	4.4	4.3
Opex/Assets	2.0	1.9	1.8	2.0	2.1	2.2	2.2	2.1
Provisions/Assets	1.5	1.1	1.0	0.4	0.4	0.3	0.3	0.4
Taxes/Assets	0.2	0.4	0.4	0.3	0.4	0.4	0.4	0.4
ROA (%)	1.2	1.3	1.5	1.5	1.5	1.5	1.5	1.4
ROE (%)	10.6	12.2	13.4	12.8	12.6	12.7	13.2	13.2

Source: Company, PL

Exhibit 12: On one-year forward basis, CUBK trades at 1.5x



Source: Company, PL

Income Statement (Rs. m)

Y/e Mar	FY25	FY26E	FY27E	FY28E
Int. Earned from Adv.	46,721	54,326	61,843	71,263
Int. Earned from invt.	10,733	11,552	12,954	15,451
Others	886	1,339	1,565	1,281
Total Interest Income	58,340	67,217	76,362	87,995
Interest Expenses	35,183	39,813	43,908	50,720
Net Interest Income	23,157	27,404	32,454	37,275
Growth(%)	9.1	18.3	18.4	14.9
Non Interest Income	8,981	9,682	10,675	11,861
Net Total Income	32,138	37,086	43,129	49,136
Growth(%)	12.0	14.2	13.2	14.7
Employee Expenses	7,330	8,930	10,426	12,033
Other Expenses	7,206	9,450	10,896	12,224
Operating Expenses	15,351	18,379	21,322	24,257
Operating Profit	16,786	18,707	21,807	24,879
Growth(%)	10.7	11.4	16.6	14.1
NPA Provision	2,550	2,260	2,674	3,517
Total Provisions	2,620	2,706	3,139	4,043
PBT	14,166	16,001	18,668	20,836
Tax Provision	2,930	3,292	3,920	4,376
Effective tax rate (%)	20.7	20.6	21.0	21.0
PAT	11,236	12,709	14,748	16,460
Growth(%)	10.6	13.1	16.0	11.6

Balance Sheet (Rs. m)

Y/e Mar	FY25	FY26E	FY27E	FY28E
Face value	1	1	1	1
No. of equity shares	741	741	741	741
Equity	741	741	741	741
Networth	94,666	1,04,798	1,17,894	1,32,215
Growth(%)	12.7	10.7	12.5	12.1
Adj. Networth to NNPA's	6,531	4,467	4,063	4,753
Deposits	6,35,260	7,54,342	8,75,262	10,09,113
Growth(%)	14.1	18.7	16.0	15.3
CASA Deposits	1,81,189	2,14,467	2,45,377	2,84,537
% of total deposits	28.5	28.4	28.0	28.2
Total Liabilities	7,76,232	9,09,217	10,55,053	12,23,837
Net Advances	5,20,813	6,14,789	7,13,339	8,27,473
Growth(%)	14.4	18.0	16.0	16.0
Investments	1,73,361	1,90,184	2,27,568	2,72,461
Total Assets	7,76,232	9,09,217	10,55,053	12,23,837
Growth (%)	9.6	17.1	16.0	16.0

Asset Quality

Y/e Mar	FY25	FY26E	FY27E	FY28E
Gross NPAs (Rs m)	16,382	12,073	11,286	13,580
Net NPAs (Rs m)	6,531	4,467	4,063	4,753
Gr. NPAs to Gross Adv.(%)	3.1	1.9	1.6	1.6
Net NPAs to Net Adv. (%)	1.3	0.7	0.6	0.6
NPA Coverage %	60.1	63.0	64.0	65.0

Profitability (%)

Y/e Mar	FY25	FY26E	FY27E	FY28E
NIM	3.2	3.4	3.4	3.4
RoAA	1.5	1.5	1.5	1.4
RoAE	12.6	12.7	13.2	13.2
Tier I	22.7	22.7	23.2	23.5
CRAR	23.8	23.1	23.8	24.2

Source: Company Data, PL Research

Quarterly Financials (Rs. m)

Y/e Mar	Q3FY25	Q4FY25	Q1FY26	Q2FY26
Interest Income	14,787	15,327	16,053	16,531
Interest Expenses	8,910	9,324	9,800	9,866
Net Interest Income	5,877	6,003	6,253	6,665
YoY growth (%)	13.9	9.8	14.7	14.4
CEB	1,114	1,491	1,226	1,346
Treasury	-	-	-	-
Non Interest Income	2,284	2,512	2,439	2,591
Total Income	17,071	17,839	18,492	19,123
Employee Expenses	1,785	1,965	2,006	2,244
Other expenses	2,016	2,140	2,176	2,307
Operating Expenses	3,801	4,106	4,182	4,551
Operating Profit	4,360	4,410	4,509	4,706
YoY growth (%)	19.8	25.3	20.7	9.9
Core Operating Profits	3,190	3,389	3,296	3,461
NPA Provision	750	780	700	400
Others Provisions	750	780	700	570
Total Provisions	750	780	700	570
Profit Before Tax	3,610	3,630	3,809	4,136
Tax	750	750	750	850
PAT	2,860	2,880	3,059	3,286
YoY growth (%)	13.0	13.0	15.7	15.2
Deposits	5,82,713	6,35,260	6,57,344	6,94,860
YoY growth (%)	10.5	14.1	19.8	21.1
Advances	4,94,178	5,20,813	5,30,378	5,66,809
YoY growth (%)	15.0	14.4	16.3	18.7

Key Ratios

Y/e Mar	FY25	FY26E	FY27E	FY28E
CMP (Rs)	236	236	236	236
EPS (Rs)	15.2	17.1	19.9	22.2
Book Value (Rs)	127	141	159	178
Adj. BV (Rs)	119	135	154	172
P/E (x)	15.5	13.7	11.8	10.6
P/BV (x)	1.9	1.7	1.5	1.3
P/ABV (x)	2.0	1.7	1.5	1.4
DPS (Rs)	2.0	2.2	2.6	2.9
Dividend Payout Ratio (%)	19.5	20.0	20.8	-
Dividend Yield (%)	0.8	0.9	1.1	1.2

Efficiency

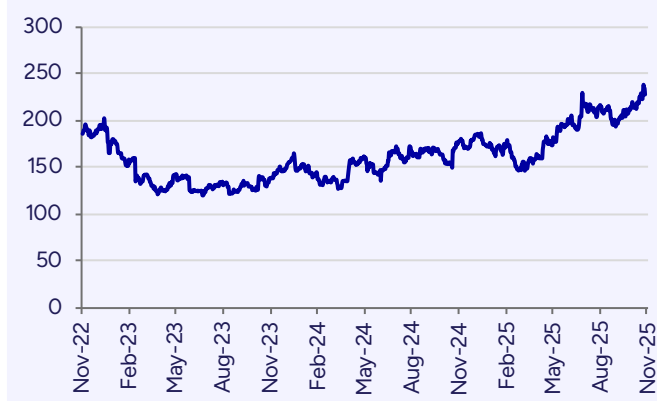
Y/e Mar	FY25	FY26E	FY27E	FY28E
Cost-Income Ratio (%)	47.8	49.6	49.4	49.4
C-D Ratio (%)	82.0	81.5	81.5	82.0
Business per Emp. (Rs m)	-	-	-	-
Profit per Emp. (Rs lacs)	-	-	-	-
Business per Branch (Rs m)	-	-	-	-
Profit per Branch (Rs m)	-	-	-	-

Du-Pont

Y/e Mar	FY25	FY26E	FY27E	FY28E
NII	3.12	3.25	3.30	3.27
Total Income	4.33	4.40	4.39	4.31
Operating Expenses	2.07	2.18	2.17	2.13
PPoP	2.26	2.22	2.22	2.18
Total provisions	0.35	0.32	0.32	0.35
RoAA	1.51	1.51	1.50	1.44
RoAE	12.58	12.74	13.25	13.16

Source: Company Data, PL Research

Price Chart



Recommendation History

No.	Date	Rating	TP (Rs.)	Share Price (Rs.)
1	07-Oct-25	BUY	245	219
2	01-Aug-25	BUY	245	214
3	07-Jul-25	BUY	210	219
4	23-Jun-25	BUY	210	191
5	05-May-25	BUY	210	174
6	08-Apr-25	BUY	200	160
7	01-Feb-25	BUY	200	171
8	08-Jan-25	BUY	190	171

Analyst Coverage Universe

Sr. No.	Company Name	Rating	TP (Rs)	Share Price (Rs)
1	AAVAS Financiers	Accumulate	1,925	1,672
2	Axis Bank	BUY	1,425	1,170
3	Bank of Baroda	BUY	300	278
4	Can Fin Homes	BUY	950	838
5	City Union Bank	BUY	245	219
6	DCB Bank	BUY	155	132
7	Federal Bank	BUY	250	227
8	HDFC Asset Management Company	BUY	6,175	5,764
9	HDFC Bank	BUY	1,150	1,003
10	ICICI Bank	BUY	1,800	1,437
11	IndusInd Bank	Hold	840	751
12	Kotak Mahindra Bank	BUY	2,480	2,187
13	LIC Housing Finance	Hold	690	570
14	Nippon Life India Asset Management	BUY	930	875
15	State Bank of India	BUY	960	865
16	Union Bank of India	BUY	160	142
17	UTI Asset Management Company	Accumulate	1,400	1,339

PL's Recommendation Nomenclature (Absolute Performance)

Buy	: > 15%
Accumulate	: 5% to 15%
Hold	: +5% to -5%
Reduce	: -5% to -15%
Sell	: < -15%
Not Rated (NR)	: No specific call on the stock
Under Review (UR)	: Rating likely to change shortly

ANALYST CERTIFICATION

(Indian Clients)

We/I, Mr. Gaurav Jani- CA, Passed CFA Level II, Ms. Harshada Gite- CA, Mr. Kush Mehta- CA Research Analysts, authors and the names subscribed to this report, hereby certify that all of the views expressed in this research report accurately reflect our views about the subject issuer(s) or securities. We also certify that no part of our compensation was, is, or will be directly or indirectly related to the specific recommendation(s) or view(s) in this report.

(US Clients)

The research analysts, with respect to each issuer and its securities covered by them in this research report, certify that: All of the views expressed in this research report accurately reflect his or her or their personal views about all of the issuers and their securities; and No part of his or her or their compensation was, is or will be directly related to the specific recommendation or views expressed in this research report.

DISCLAIMER

Indian Clients

Prabhudas Lilladher Pvt. Ltd, Mumbai, India (hereinafter referred to as "PL") is engaged in the business of Stock Broking, Portfolio Manager, Depository Participant and distribution for third party financial products. PL is a subsidiary of Prabhudas Lilladher Advisory Services Pvt Ltd. which has its various subsidiaries engaged in business of commodity broking, investment banking, financial services (margin funding) and distribution of third party financial/other products, details in respect of which are available at www.plindia.com.

This document has been prepared by the Research Division of PL and is meant for use by the recipient only as information and is not for circulation. This document is not to be reported or copied or made available to others without prior permission of PL. It should not be considered or taken as an offer to sell or a solicitation to buy or sell any security.

The information contained in this report has been obtained from sources that are considered to be reliable. However, PL has not independently verified the accuracy or completeness of the same. Neither PL nor any of its affiliates, its directors or its employees accepts any responsibility of whatsoever nature for the information, statements and opinion given, made available or expressed herein or for any omission therein.

Recipients of this report should be aware that past performance is not necessarily a guide to future performance and value of investments can go down as well. The suitability or otherwise of any investments will depend upon the recipient's particular circumstances and, in case of doubt, advice should be sought from an independent expert/advisor.

Either PL or its affiliates or its directors or its employees or its representatives or its clients or their relatives may have position(s), make market, act as principal or engage in transactions of securities of companies referred to in this report and they may have used the research material prior to publication.

PL may from time to time solicit or perform investment banking or other services for any company mentioned in this document.

PL is a registered with SEBI under the SEBI (Research Analysts) Regulation, 2014 and having registration number INH000000271.

PL submits that no material disciplinary action has been taken on us by any Regulatory Authority impacting Equity Research Analysis activities.

PL or its research analysts or its associates or his relatives do not have any financial interest in the subject company.

PL or its research analysts or its associates or his relatives do not have actual/beneficial ownership of one per cent or more securities of the subject company at the end of the month immediately preceding the date of publication of the research report.

PL or its research analysts or its associates or his relatives do not have any material conflict of interest at the time of publication of the research report.

PL or its associates might have received compensation from the subject company in the past twelve months.

PL or its associates might have managed or co-managed public offering of securities for the subject company in the past twelve months or mandated by the subject company for any other assignment in the past twelve months.

PL or its associates might have received any compensation for investment banking or merchant banking or brokerage services from the subject company in the past twelve months.

PL or its associates might have received any compensation for products or services other than investment banking or merchant banking or brokerage services from the subject company in the past twelve months

PL or its associates might have received any compensation or other benefits from the subject company or third party in connection with the research report.

PL encourages independence in research report preparation and strives to minimize conflict in preparation of research report. PL or its analysts did not receive any compensation or other benefits from the subject Company or third party in connection with the preparation of the research report. PL or its Research Analysts do not have any material conflict of interest at the time of publication of this report.

It is confirmed that Mr. Gaurav Jani- CA, Passed CFA Level II, Ms. Harshada Gite- CA, Mr. Kush Mehta- CA Research Analysts of this report have not received any compensation from the companies mentioned in the report in the preceding twelve months

Compensation of our Research Analysts is not based on any specific merchant banking, investment banking or brokerage service transactions.

The Research analysts 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.

The research analysts for this report has not served as an officer, director or employee of the subject company PL or its research analysts have not engaged in market making activity for the subject company

Our sales people, traders, and other professionals or affiliates may provide oral or written market commentary or trading strategies to our clients that reflect opinions that are contrary to the opinions expressed herein, and our proprietary trading and investing businesses 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.

PL and its associates, their directors and employees may (a) from time to time, have a long or short position in, and buy or sell the securities of the subject company or (b) be engaged in any other transaction involving such securities and earn brokerage or other compensation or act as a market maker in the financial instruments of the subject company or act as an advisor or lender/borrower to the subject company or may have any other potential conflict of interests with respect to any recommendation and other related information and opinions.

Registration granted by SEBI and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors

US Clients

This research report is a product of Prabhudas Lilladher Pvt. Ltd., 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 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 by Prabhudas Lilladher Pvt. Ltd. only 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, Prabhudas Lilladher Pvt. Ltd. has entered into an 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.

Prabhudas Lilladher Pvt. Ltd.

3rd Floor, Sadhana House, 570, P. B. Marg, Worli, Mumbai-400 018, India | Tel: (91 22) 6632 2222 Fax: (91 22) 6632 2209

www.plindia.com