

Axis Bank

Buy

PAT Increases Above Estimates, Sharp Improvement in Asset Quality

Choice

Axis Bank reported a PAT of Rs.71 bn in Q4FY24, growing by 17.4% QoQ driven by other income and lower Opex. The profit was also better than our estimated figure of Rs.63bn. Other Income came in at Rs.68 bn, growing by 38.2% YoY and 21.8% QoQ, driven by 23% YoY growth in fee income and trading gain (Rs.10 bn). NII rose by 11.5% YoY and 4.4% QoQ in the quarter, NIM came in at 4.06%, expanding by 6 bps from Q3FY24. The bank also reported significant improvement in asset quality due to higher recoveries and write offs. GNPA came in at 1.43%, declined by 59 bps YoY and 15 bps QoQ, better than our estimates. On business front, deposits grew by 12.9% YoY and 6.3% QoQ while Advances grew by 14.2% YoY and 3.5% QoQ driven by retail and SMEs. The bank generated healthy RoA of 2.0% in Q4FY24.

- **Healthy NII and PPOP Growth** – The Bank's NII grew by 11.5% YoY to Rs.131 bn in Q4FY24 and 16% in FY24. NIM (reported) came in at 4.06% in the quarter, slightly higher than estimates. PPOP grew by 14.9% YoY and 15.3% QoQ to Rs.106 bn driven by other income which saw a robust growth of 38.2% YoY and 21.8% QoQ. Fee income grew by 23%, while trading gain was at around Rs, 10 bn due to softening of bond yield. Cost to income ratio declined to 46.9% in Q4FY24 as compared to 49.5% in Q3FY34 due to higher other income.
- **Sharp improvement in Asset Quality** – GNPA came in at 1.43%, declined by 59 bps YoY and 15 bps QoQ. It was also better than our estimates. Slippages came in at Rs.34 bn while recoveries, upgrade and write off were around Rs.42 bn in the quarter.
- **On business growth front**, Advances grew by 14.2% YoY and 3.5% QoQ driven by retail and SMEs. It opened 475 branches in FY24 and crossed the milestone of 5000 mark during the years. Deposits grew by 12.9% YoY and 6.3% QoQ driven by term deposits. According to the management, the bank credit growth is expected to be higher than industry credit growth by 300-400 bps in the medium to long term.

View & Valuation: Axis Bank reported a healthy performance in Q4FY24 and FY24. It also witnessed a sharp improvement in the asset quality and delivered healthy return ratios. However, loan growth was lower than industry growth though management expects 300-400 bps higher credit growth than industry in the medium to long-term. Besides, the management has been working to improve on quality deposits and also focusing on digitalization to leverage on operating cost in the long term. The bank opened 475 branches in the year and crossed milestone of 5000 mark during the year. It also reported a healthy RoE of 20.4% and RoA of 2.0% in the quarter. We expect healthy growth in profitability and stable return ratios for FY25 and FY26. Hence, we assign **'BUY'** rating on AXSB with revised target price of Rs1,325 per share. We value the core banking business at Rs.1,222 of P/ABV 1.9x FY26E. Bank's subsidiaries are valued at Rs.103 per share.

Financial Snapshot (Rs bn)

Year end: March	FY22	FY23	FY24	FY25E	FY26E
NII	331	429	499	555	640
Gr. (%)	13.31	29.62	16.18	11.26	15.32
NIM (%)	3.42	3.79	3.93	3.86	3.90
PPOP	250	320	371	429	500
A.PAT	130	96	249	287	334
Eq./As. (%)	9.8	9.5	9.9	10.3	9.5
RoE (%)	12.0	8.0	18.4	18.1	18.9
CASA(%)	45.0	47.2	43.0	43.3	42.7
GNPA (%)	3.2	2.1	1.4	1.5	1.5
P/ABV (x)	2.9	2.8	2.3	2.0	1.6

Source: Company, CEBPL (CIER)

Apr 25, 2024	
CMP (Rs)	1,063
Target Price (Rs)	1,325
Potential Upside	24.7%

Company Info

BB Code	AXSB IN EQUITY
ISIN	INE238A01034
Face Value (Rs)	2
52 Week High (Rs)	1,151.85
52 Week Low (Rs)	853.65
Mkt Cap (Rs bn)	3,283
Mkt Cap (\$ bn)	39
Shares o/s (bn)	3.08
FY24 ABVPS (Rs)	456
FY25E ABVPS (Rs)	557

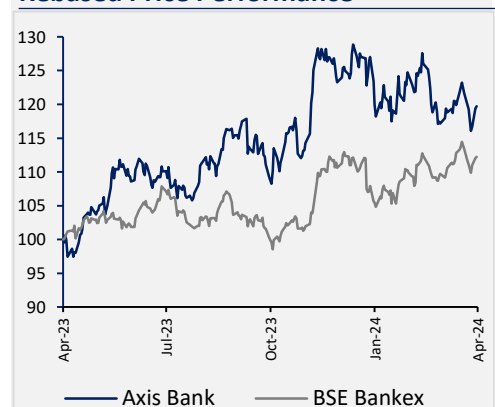
Shareholding Pattern (%)

	Mar-24	Dec-23	Sept-23
Promoter	8.20%	8.20%	8.20%
FII	53.80%	54.70%	53.00%
DII	30.10%	28.80%	29.00%
Public	7.80%	8.30%	9.80%

Relative Performance (%)

YTD	6M	1Y	5Y
AXSB IN	10.4	20.6	40.0
BSE Bankex	12.6	12.8	62.6

Rebased Price Performance



Quarterly Snapshot (Q4FY24)

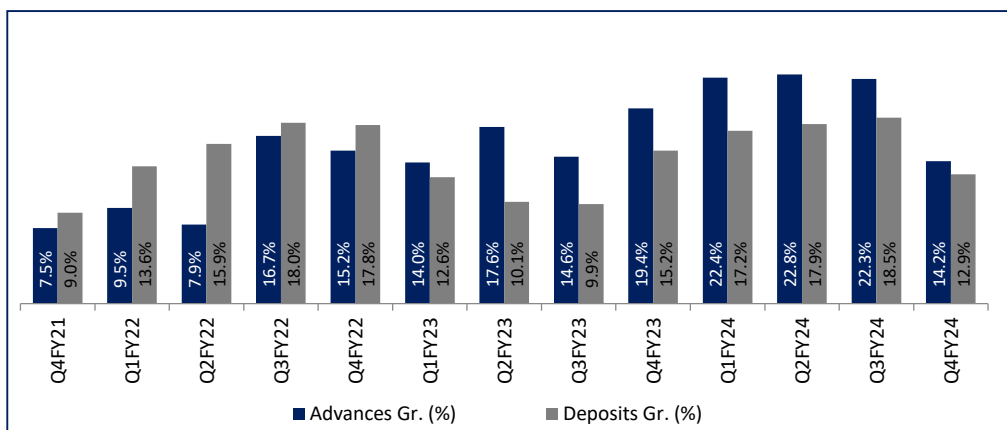
Particulars	(Rs bn)	YoY (%)	QoQ(%)
NII	131	11	0
Other Income	68	38	22
Fee Income	56	21	9
OPEX	93	25	4
PPOP	105	15	15
PAT	71	-224	17
Advances	9,651	14	4
Deposits	10,686	13	6
GNPA	151	-19	-5
Slippage	35	-8	-7

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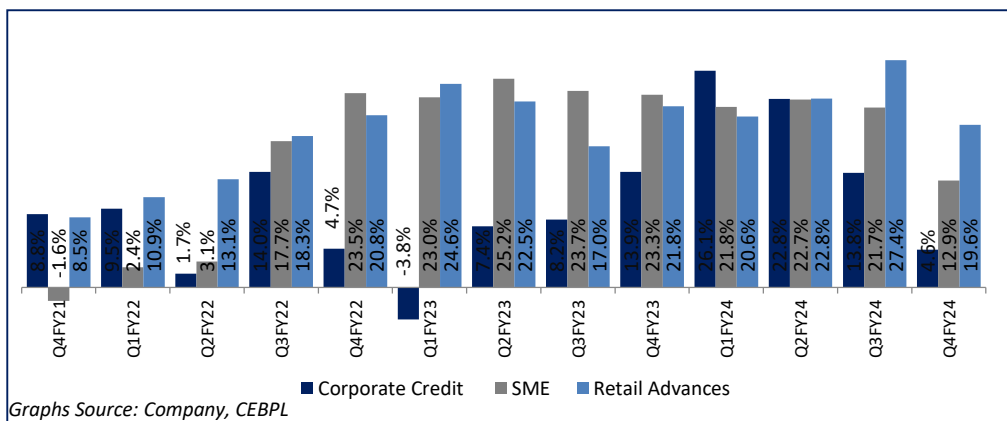
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Advances growth rose to 14.2% YoY in Q4FY24



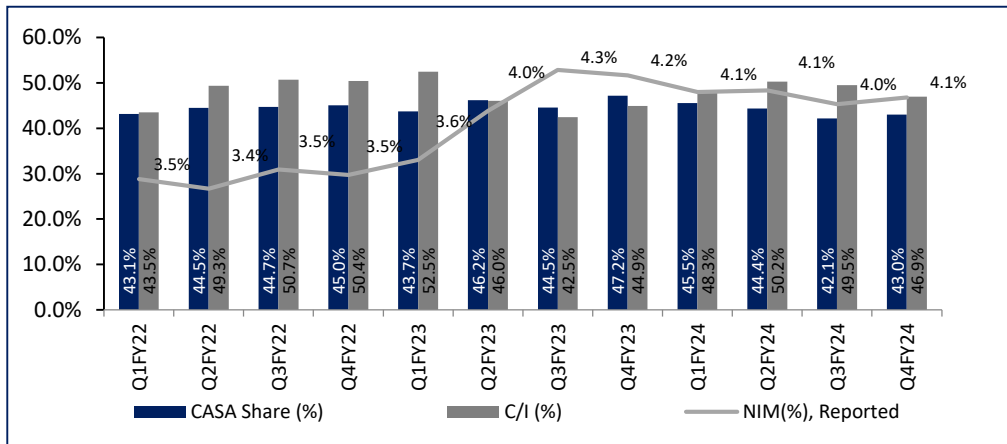
Graphs Source: Company, CEBPL

Segment wise growth trend YoY_ Retail drives growth



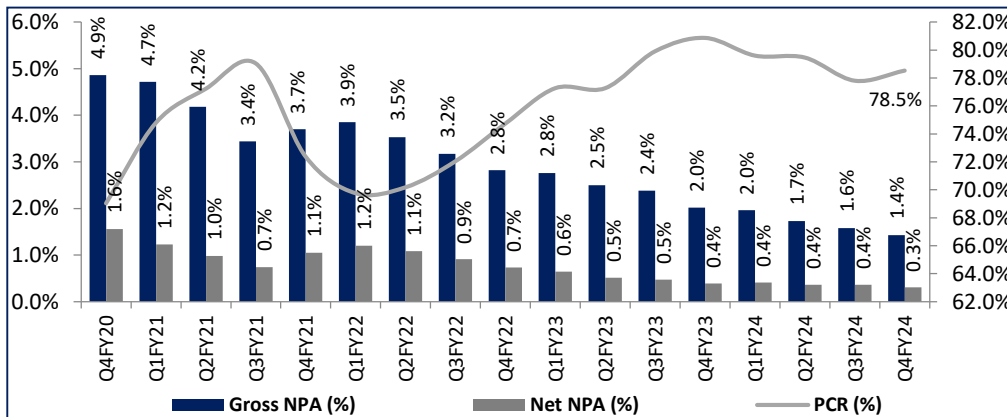
Graphs Source: Company, CEBPL

Trend in CASA, C/I and NIM –



Graphs Source: Company, CEBPL

Assets Quality trend – Consistent improvement in Asset Quality



Graphs Source: Company, CEBPL

Sequential Operating Performance

	Q4FY23	Q1FY24	Q2FY24	Q3FY24	Q4FY24	YoY (%)	QoQ (%)
Interest Earned	240	256	266	280	292	21.9	4.5
Interest Expended	122	136	143	154	161	32.0	4.6
NII	117	120	123	125	131	11.5	0.0
Other Income	49	51	50	56	68	38.2	21.8
Fee Income	47	45	50	52	56	20.6	9.1
Total Income	166	170	173	181	199	19.3	9.8
OPEX	75	82	87	89	93	24.8	4.2
PPOP	92	88	86	91	105	14.9	15.3
P&C	3	10	8	10	12	287.6	15.3
PBT	89	78	78	81	94	5.5	15.3
Tax	21	20	20	20	22	5.7	8.8
Net Profit	-57	58	59	61	71	NA	17.4
Dil. EPS (Rs)	-18	19	19	20	23	NA	17.4
Balance Sheet items/ratios							
Deposits	9,469	9,417	9,556	10,049	10,686	12.9	6.3
CA Deposits	1,491	1,333	1,316	1,331	1,573	5.5	18.2
SB Deposits	2,974	2,955	2,923	2,904	3,021	1.6	4.1
CASA	4,465	4,288	4,239	4,235	4,594	2.9	8.5
Term Deposits	5,004	5,129	5,317	5,814	6,092	21.7	4.8
Advances	8,453	8,585	8,973	9,323	9,651	14.2	3.5
CD Ratio (%)	89.3	91.2	93.9	92.8	90.3		
CASA Share (%)	47.2	45.5	44.4	4.2	4.3		
CAR(%)	17.6	17.1	16.6	1.5	1.7		
Tier 1 (%)	14.6	14.2	15.1	14.9	16.6		
CET I (%)	14.0	14.4	14.6	12.4	14.2		
Operating ratios							
Cost of funds (%)	4.8	5.0	5.2	5.4	5.4		
NIM(%), Reported	4.2	4.1	4.1	4.0	4.1		
C/I (%)	44.9	48.3	50.2	49.5	46.9		
Tax Rate (%)	-57.9	25.5	25.0	25.2	23.8		
Assets Quality							
Gross NPA (reported)	186	182	168	159	151	-18.7	-4.8
Net NPA (reported)	36	37	34	35	32	-8.8	-7.9
Gross NPA (%)	2.0	2.0	1.7	1.6	1.4		
Net NPA (%)	0.4	0.4	0.4	0.4	0.3		
Coverage Ratio(%)	80.9	79.6	79.5	77.8	78.5		
RoA(%) (Annualized)	-1.8	1.8	1.8	1.8	2.0		
Slippages							
BB & below a/c pool (fund based)	35	36	34	29	30	-14.4	3.3
Gross slippages	38	40	33	37	35	-8.0	-6.6
Reduction (R&U)	27	23	20	26	22	-20.2	-17.1
Write-offs	24	21	27	20	21	-14.3	5.1
Slippages (Net Addition to GNPA's)	-14	-4	-14	-9	-8	-43.6	-11.3
Advances Break-Out							
Total Advances	8,453	8,585	8,973	9,323	9,651	14.2	3.5
Domestic Advances	8,115	8,328	8,767	9,108	9,361	15.4	2.8
Corporate Credit	2,650	2,730	2,817	2,852	2,771	4.6	-2.9
SME	927	877	960	1,000	1,047	12.9	4.7
Retail Advances	4,876	4,978	5,197	5,470	5,833	19.6	6.6
Retail Advances Break-Out							
Retail Agriculture Loans (Rural Lending)	7,092	7,163	7,466	7,977	9,187	29.5	15.2
Personal Loans & Credit Card	8,625	9,163	9,702	10,505	11,292	30.9	7.5
Auto loans	5,228	5,351	5,558	5,787	5,875	12.4	1.5
Home Loans	15,739	15,665	15,917	16,281	16,590	5.4	1.9
Loans against property	5,076	5,063	5,385	5,860	6,367	25.4	8.6
Others (N sch. Loans)	2,700	2,750	2,917	5,354	5,722	22.0	12.2
Network	7,092	7,163	7,466	7,977	9,187	29.5	15.2
Branches (in num.)	8,625	9,163	9,702	10,505	11,292	30.9	7.5
Business per branch (Rs bn)	5,228	5,351	5,558	5,787	5,875	12.4	1.5

Source: Company, CEBPL

Key Highlights – Q4FY24

NII grew at 11.5% YoY in the quarter driven by growth in interest income

Other income grew by 38.2% YoY and 21.8% QoQ driven by fee income and trading gain. Retail fee was a one of key drivers for fee growth

P&C at Rs12bn higher from Rs.3bn from Q4FY23 and Rs.10 bn from Q3FY24.

Net profit at Rs.71 bn driven by PPOP growth.

Net advances grew by 14.2% YoY led by SME & Retail segments. It was below than industry growth, deposits was in line with industry growth

CASA share dropped to 44.4% as traction for term deposits due to rise in interest rates

GNPA reduced to 1.43% due to higher recoveries & Upgrades and steady write-offs

Stress book reduced significantly.

Healthy return ratios in the quarter

Robust growth in retail with healthy growth in SME

Rural loans, personal and CC, LAP were the leading credit growth drivers.

CEBPL Estimates vs Actual for Q4FY23

India-Banking : Axis Bank

Result snapshot (Rs bn)	Q4FY24	Q4FY24	YoY (%)	Q3FY24	QoQ%	EST.	Dev. (%)
NII	131	117	11.5	125	4.4	131.1	-0.1
NIM (%)	4.07	4.22	-15.0	4.01	6.0	4.03	4.0
Other Income	68	49	38.2	56	21.8	58	16.7
OPEX	93	75	24.8	89	4.2	95	-1.5
PPOP	105	92	14.9	91	15.3	94	11.6
P&C	12	3	287.6	10	15.3	10	22.4
PAT	71	-57	-224.5	61	17.4	63	13.9
Deposits	10,686	9,469	12.9	10,049	6.3	10,982	-2.7
Advances	9,651	8,453	14.2	9,323	3.5	10,033	-3.8
GNPA	151	186	-18.7	159	-4.8	162	-6.5
Slippages	35	38	-8.0	37	-6.6	41	-14.3

Source: Company, CEBPL

Change in estimates

(Rs bn)	Old		Revised	New	Change
	FY24E	FY25E	FY25E	FY26E	FY25E
NII	499	548	555	640	1.3%
Other Income	215	240	253	286	5.4%
OPEX	354	401	379	427	-5.7%
P&C	38	45	45	51	-0.7%
PAT	240	252	287	287	13.8%
GNPA (%)	1.59%	1.71%	1.5%	1.5%	-16.79
Advances	10033	11694	11074	12728	-5.3%
Deposits	10982	12672	12191	13901	-3.8%
Adj. BVPS (Rs)	463.9	547.0	542.7	643.3	-0.8%

Source: Company, CEBPL

Management Call - Highlights

Business Growth

Loan Growth

- Gross advances (excluding Inter Bank Participation Certificates sold) increased by 15% YOY, with Rural loans up 30% YOY. SBB loans grew 33% YOY, MC loans by 22%. SBB+ SME+MC loans now total ₹2,08,338 crores, 22% of total loans, up by 628 bps in three years.
- The bank has seen improved growth across higher-yielding segments like Retail and SMEs. These segments now constitute a larger proportion of total advances, showing a substantial increase over the past four years. The focus remains on Small Business Banking, SMEs, and other key areas, reflecting a strategic approach to drive growth.

Retail Term Deposits and CASA Ratio

- Over the last couple of years Axis have shifted the quality and strength of deposit franchise. The bank was able to focus on granularity of deposits and bring down LCR. The bank will carry its momentum of improving deposits into FY25.
- Deposit mobilization strategy initiatives- Sidhi a super app for their employees and Project Triumph leveraging various segments within retail.
- Retail Term Deposits (RTD): RTD saw significant growth, increasing by 16% YOY and 3% QOQ. Total deposits grew by 16% YOY and 5% QOQ.
- CASA Ratio: CASA ratio remained among the best in the industry at 43%. It improved 85 basis points QoQ.
- Quality of deposits journey is ongoing and it will continue to grow and improve.
- Liquidity Management: Average outflow rates for LCR improved by approximately 500 bps over the last two years.
- Corporate Salary- redesigned corporate salary preposition under Suvidha to win employee mindshare and get higher employee wallet share. Pan India coverage due to Citi acquisition is also aiding the corporate salary account growth

Capitalization and Liquidity Buffers

- Capital Adequacy: Overall Capital Adequacy Ratio (CAR) stood at 16.63%, with Common Equity Tier 1 (CET1) ratio of 13.74%.
- Organic Accretion: Net organic accretion to CET-1 was 44 bps in FY24 and 3 bps in Q4FY24.
- COVID Provisions: COVID provisions amounting to Rs. 5,012 crores were reclassified to other provisions, providing an additional cushion of ~41 bps over the reported CAR.
- Excess SLR and LCR: Excess Statutory Liquidity Ratio (SLR) amounted to Rs. 85,056 crores, with the Average LCR during Q4FY24 at approximately 120%.

Profitability

- Operating Profit: The Bank's operating profit for Q4FY24 amounted to Rs. 10,536 crores, marking a 15% Year-on-Year (YOY) and 15% QoQ growth. Core operating profit stood at Rs.9,515 crores, reflecting a 5% YOY and 8% QOQ increase.
- Net Profit: Net profit for Q4FY24 reached Rs.7,130 crores, contrasting with a net loss of Rs.5,728 crores in Q4FY23, demonstrating a significant 17% QOQ growth.
- Net Interest Income (NII): NII grew by 11% YOY and 4% QOQ to Rs.13,089 crores.
- Net Interest Margin (NIM): NIM for Q4FY24 was 4.07%, experiencing a 5 bps QOQ increase. Improvement in NIM is on account of disciplined execution. The bank had seen improvement in portfolio that has resulted in this outcome. Although No guidance on margins was provided but management intends to improve the NIM.
- Incremental spreads increased by 3 bps as cost of funds up by 8 basis points on qoq basis while yield on interest earning assets moved up by 11 basis points
- Fee Income: Fee income surged by 23% YOY and 9% QOQ to 5,637 crores. Retail fees grew by 33% YOY and 12% QOQ, constituting 74% of the Bank's total fee income. Fees from retail cards and payments saw a 39% YOY and 4% QOQ growth, while retail assets fees (excluding cards and payments) increased by 20% YOY. Third-party product fees surged by 59% YOY and 44% QOQ.
- Corporate & Commercial Banking Fees: Grew by 2% YOY to Rs.1,478 crores.
- Trading Income and Miscellaneous Income: Trading income gained 1,021 crores, while miscellaneous income in Q4FY24 stood at 107 crores.
- Non-interest Income: Overall non-interest income, comprising fee, trading, and miscellaneous income, grew by 41% YOY and 22% QOQ to `6,766 crores.

Asset Quality

- Gross NPAs and Net NPAs: Reported Gross NPA decreased to 1.43% from 1.58% as of December 31, 2023, while Net NPA decreased to 0.31% from 0.36%.
- Recoveries and Slippages: Recoveries from written off accounts totalled Rs.919 crores. Reported net slippages adjusted for recoveries amounted to 398 crores, with retail slippages at 1,061 crores, CBG negative 62 crores, and Wholesale negative Rs.601 crores.
- Gross Slippages: Gross slippages for the quarter were Rs.3,471 crores, compared to Rs.3,715 crores in Q3FY24 and Rs.3,375 crores in Q4FY23.
- Recoveries and Upgrades: Recoveries and upgrades from NPAs during the quarter totalled Rs.2,155 crores.
- Write-offs: The Bank wrote off NPAs aggregating Rs.2,082 crores during the quarter.
- Provision Coverage Ratio: Provision coverage ratio stood at 79%, compared to 81% as at March 31, 2023, and 78% as at December 31, 2023.
- Restructured Loans: Fund based outstanding of standard restructured loans declined to Rs.1,528 crores, translating to 0.14% of gross customer assets. The Bank maintains a provision of ~20% on restructured loans, exceeding regulatory limits.

Strong Position in Payments and Digital Banking

- Digital Reach: Axis Mobile & Axis Pay have approximately 11 million non-Axis Bank customers.
- Digital Partnerships: The bank has over 100 digital partnerships across platforms and ecosystems, with approximately 20 million customers on WhatsApp banking.
- Bank pioneers Account Aggregator, WhatsApp banking; strong traction in digital lending, 100+ partnerships, 410+ APIs. First Bank to be ISO certified for its AWS and azure cloud security.
- Credit Card Market Share: The bank's credit card CIF market share stands at 14%, with retail card spends growing by 51% YOY.
- The bank expanded its distribution network with the addition of branches and ATMs, enhancing its accessibility and reach. Bank added 125 branches during the quarter and 475 in FY24.
- Other Key Highlights
- Change in Narrative. Earlier theme of high performance culture, a winning mind-set and strengthening of the core are now integral part of Axis.
- NEFT Market share in terms of value has increased to 12% as compared to 9% Q4FY23 possible due to large CMS win in fintech space
- Due to geopolitical concerns, the management retail its stance of policy rates remaining at elevated levels for longer and foresee deposit growth to converge with advance growth- at 13% going forward.
- CITI migration remains on track.
- Axis bank to grow faster than industry by 400 bps in 3-5 years. Industry will grow 13 percent on deposits and advances side.

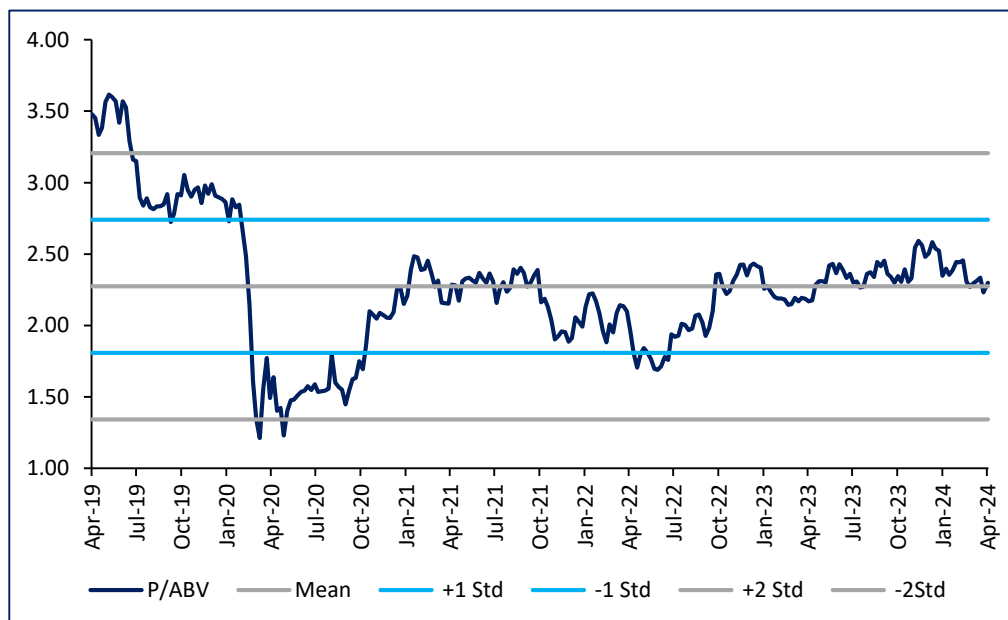
View and Valuation

- AAxis Bank reported a healthy performance in Q4FY24 and FY24. It also witnessed a sharp improvement in the asset quality. It also reported a healthy RoE of 20.4% and RoA of 2.0% in the quarter. We expect healthy growth in profitability and stable return ratios for FY25 and FY26. Hence, we assign **'BUY'** rating on AXSB with revised target price of Rs1,325 per share. We value the core banking business at Rs.1,222 of P/ABV 1.9x FY26E. Bank's subsidiaries are valued at Rs.103 per share.
- **Key risks to Investments;** Higher than expected cost of borrowings may lead for lower NIM. Continued higher growth in Opex may cause for lower profitability .

SOTP	Holding (%)	Value/Share (Rs/Sh)	Basis	Value (Rs bn)
AXSB IN	100%	1,222	P/ABV 1.9x FY26E	3,987
Axis MF	75%	76	8% of AUM	237
Axis Capital	100%	10	P/E15xFY26	32
Axis Securities	100%	21	P/E15xFY26	45
Axis Finance	100%	29	P/B 2.0xFY26	35
Value of Subsidiaries		137		
Less: Holding company discount (25%)		34		
Value of Subsidiaries after holding discount		103		
SOTP Value Per Share		1,325		

Source: Company, CEBPL

12MF P/Adjusted Book Value



Source: Company, CEBPL

Financial Summary (Standalone in INR Bn.)

Income Statement	FY22	FY23	FY24	FY25E	FY26E
Interest Earned	674	852	1,094	1,254	1,417
Growth (%)	5.9	26.4	28.4	14.7	13.0
Interest Expended	342	422	595	699	777
Growth (%)	-0.5	23.3	40.9	17.5	11.2
Net Interest Income	331	429	499	555	640
Net Interest Margin (%)	3.4	3.8	3.9	3.9	3.9
Other Income	155	165	224	253	286
% of Interest Income	22.9	19.4	20.5	20.2	20.2
Total Income	486	594	723	808	926
Growth (%)	10.2	22.4	21.7	11.7	14.7
Operating & Other expenses	236	274	352	379	427
Pre-Prov. Operating Profit	250	320	371	429	500
P&C (incl NPA)	76	27	41	45	51
P&C % of Advances	1.1	0.3	0.4	0.4	0.4
Operating Profit before Tax	174	169	331	384	448
Growth (%)	97.4	-2.7	95.6	16.2	16.7
Pre-tax Margin %	35.8	28.4	45.7	47.6	48.4
Tax	44	73	82	98	114
% of PBT	25.1	43.3	24.8	25.4	25.4
Reported PAT	130	96	249	287	334
Net Profit Margin %	26.8	16.1	34.4	35.5	36.1
Extraordinary Income	0	0	0	0	0
Adjusted PAT	130	96	249	287	334
Growth (%)	97.7	-26.5	159.5	15.3	16.7

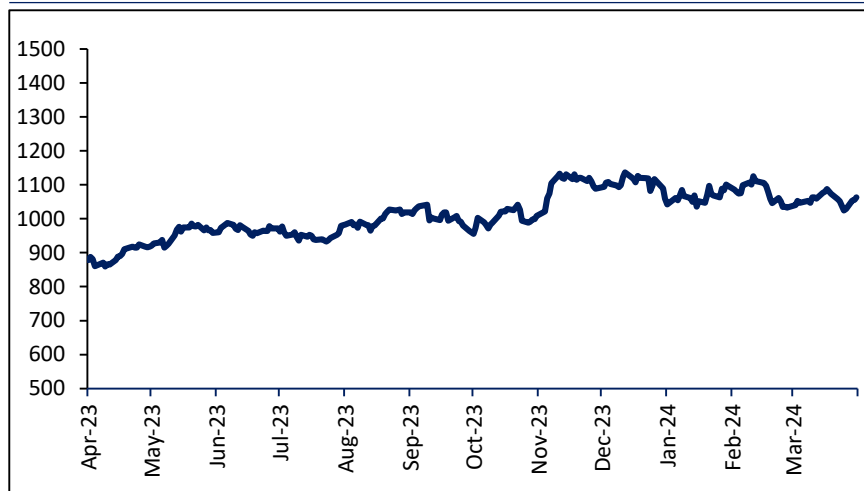
Balance Sheet	FY22	FY23	FY24	FY25E	FY26E
Cash with RBI and Banks	1,110	1,064	960	1,507	1,746
Investments	2,756	2,880	3,152	3,257	3,462
Advances	7,079	8,453	9,651	11,074	12,728
Fixed assets	46	47	44	43	42
Other assets	763	807	813	872	932
TOTAL ASSETS	11,754	13,251	14,620	16,753	18,909

Capital	FY22	FY23	FY24	FY25E	FY26E
Reserves and Surplus	6	6	6	6	6
Deposits	1,146	1,248	1,441	1,721	1,799
Borrowings	8,220	9,469	10,686	12,191	13,901
Other liabilities and provisions	1,851	1,863	1,830	2,094	2,363
TOTAL CAPITAL AND LIABILITIES	531	587	656	741	840

Source: Company, CEBPL

Financial Ratios	FY22	FY23	FY24	FY25E	FY26E
Return / Profitability Ratios (%)					
Net interest margin	3.4	3.8	3.9	3.9	3.9
Yield on advances	7.5	8.3	9.6	9.6	9.6
Yield on investments	5.8	7.3	7.0	7.2	7.2
EPS (Diluted) (Rs)	42.3	31.1	80.2	92.5	107.9
RoA	1.2	0.8	1.8	1.8	1.9
RoE	12.0	8.0	18.4	18.1	18.9
Cost of Deposits	3.5	3.7	4.8	5.1	4.9
Operating ratios (%)					
Credit to Deposit	86.1	89.3	90.3	90.8	91.6
Cost to income	48.6	46.1	48.7	46.9	46.1
CASA	45.0	47.2	43.0	45.4	42.7
Investment / Deposit	33.5	30.4	29.5	26.7	24.9
Non interest income / Total income	31.8	27.8	31.0	31.3	30.9
Capitalization Ratios (%)					
Equity / Assets	9.8	9.5	9.9	10.3	9.5
Loans / Assets	60.2	63.8	66.0	66.1	67.3
Investments / Assets	23.4	21.7	21.6	19.4	18.3
Dividend payout	2.4	3.2	1.2	2.3	2.3
Capital adequacy (%)					
Tier-1 CAR	16.2	14.6	14.9	15.5	14.1
Tier-2 CAR	3.0	3.1	2.2	2.0	2.1
CAR (Basel III)	19.2	17.6	17.1	17.5	16.3
Asset Quality ratios (%)					
Gross NPA	3.2	2.1	1.4	1.5	1.5
Net NPA	0.2	0.4	0.3	0.4	0.4
Coverage Ratio	95.4	118.9	78.5	60.5	36.1
Slippage Ratio	3.3	2.0	2.1	2.2	2.2
Credit Cost	1.1	0.4	0.4	0.4	0.4
Per Share Data (Rs)					
EPS (Diluted)	42.3	31.1	80.2	92.5	107.9
DPS	1.0	1.0	1.0	2.1	2.5
BVPS	374.2	407.5	466.9	557.2	582.4
Adjusted BVPS	370.8	391.4	456.4	542.7	643.3
Valuation ratios (x)					
P/E (x)	25.7	35.0	13.6	11.8	10.1
P/BV (x)	2.9	2.7	2.3	2.0	1.9
P/ABV (x)	2.9	2.8	2.4	2.0	1.7
Growth ratios (%)					
Advances	15.2	19.4	14.2	14.8	14.9
Deposits	17.8	15.2	12.9	14.1	14.0
Net interest income	13.3	29.6	16.2	11.3	15.3
Interest income	5.9	26.4	28.4	14.7	13.0
PAT	97.7	-26.5	159.5	15.3	16.7
Business ratios					
Profit per branch (Rs mn)	27.4	19.5	46.9	52.1	58.1
Business per branch (Rs mn)	3,215.5	3,655.4	3,835.0	4,227.8	4,628.7

Historical recommendations and target price: AXSB IN



AXSB IN

Date	Rating	CMP	Target Price
05-Mar-21	ADD,	737	Target Price 740
03-May-21	ADD,	703	Target Price 780
08-Feb-22	OUTPERFORM,	790	Target Price 940
29-Apr-22	OUTPERFORM,	735	Target Price 1,000
27-Jul-22	OUTPERFORM,	706	Target Price 1,000
21-Oct-22	OUTPERFORM,	826	Target Price 1,205
30-Nov-22	OUTPERFORM,	892	Target Price 1,205
24-Jan-23	OUTPERFORM,	910	Target Price 1,205
28-Apr-23	OUTPERFORM,	860	Target Price 1,160
27-Jul-23	OUTPERFORM,	960	Target Price 1,160
24-Jan-24	ADD	1089	Target Price 1,198
25-Apr-24	Buy	1,063	Target Price 1,325

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BUY	The security is expected to generate greater than 5% to less than 25% returns over the next 12 months
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SELL	The security expected to show Below 0% next 12 months

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