PL Capital
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Bank of Baroda (BOB IN)

Q2FY27 Result Update

October 31, 2026

☑ Estimate Change | ■ Target | ■ Reco.

Change in Estimates

	Current		Previous	
	FY28E	FY29E	FY28E	FY29E
Rating	Accumulate		Accumulate	
Target Price	280		280	
NII (INR. mn)	589,023	662,273	600,701	674,825
% Chng.	*(1.9)*	*(1.9)*		
Op. Profit (INR mn)	364,843	411,399	389,136	432,279
% Chng.	*(6.2)*	*(4.8)*		
EPS (INR)	36.2	41.5	37.6	42.0
% Chng.	*(3.7)*	*(1.2)*		

Key Data	BOB.BO | BOB IN
BSE Code	532174
NSE Code	BANKBARODA
52-W High / Low	INR 325 / INR 223
Face Value	2
Sensex / Nifty	74,460 / 23,053
Market Cap	INR 1,234 bn / $ 12,994 mn
Shares Outstanding	5171.36 mn
3M Avg. Daily Value	INR 1,925.72 mn

Shareholding Pattern (%)

Promoters	63.97
FIIs	10.30
Mutual Funds	9.49
Domestic Institution	8.43
Public & Others	7.81
Promoters Pledge (INR bn)	-

Stock Performance (%)

	1M	3M	6M	12M
Absolute	3.5	(1.3)	(9.4)	(12.5)
Relative	0.7	3.3	(6.5)	(0.8)

Key Financials - Standalone

Y/e Mar	FY26	FY27E	FY28E	FY29E
NII (INR mn)	450,572	518,731	589,023	662,273
NIM (%)	*2.5*	*2.5*	*2.5*	*2.5*
Core PPOP (INR mn)	258,372	300,368	350,243	396,799
PAT (INR mn)	200,211	171,192	187,362	214,735
Core PAT (INR mn)	140,046	140,664	176,704	204,077
EPS (INR)	38.7	33.1	36.2	41.5
Gr. (%)	*2.2*	*(14.5)*	*9.4*	*14.6*
DPS (INR)	8.5	7.3	8.0	9.1
Yield (%)	*3.2*	*3.0*	*3.3*	*3.8*
RoAE (%)	*14.7*	*11.3*	*11.3*	*11.8*
Core RoAE (%)	*10.8*	*9.7*	*11.1*	*11.6*
RoAA (%)	*1.1*	*0.8*	*0.8*	*0.8*
Core RoAA (%)	*0.7*	*0.7*	*0.7*	*0.7*
P/BV (x)	0.9	0.8	0.7	0.6
P/ABV (x)	1.0	0.8	0.7	0.7
PE (x)	6.8	7.2	6.6	5.8
CAR (%)	*15.8*	*17.7*	*18.1*	*18.4*

Incremental loan mix to determine NIM movement

Quick Pointers

- Soft quarter; lower domestic loan growth and higher opex
- Loan growth ex-FCNR was soft at 2.3% QoQ
- NSE gains partly used to create prudential provisions

BOB saw a soft quarter; core PPoP was 8.0% below PLe due to lower domestic loan growth, TWO recovery and higher opex. Loan growth, ex-FCNR was soft at 2.3% QoQ due to muted corporate accretion; RAM growth was decent at 5.5%. FCNR deposits garnered were USD8bn which were retained as a liquidity buffer. Asset quality remains a silver lining with lower net slippages/credit costs. Gain of INR32bn from NSE stake was partly utilized to create prudential provisions of INR13bn which can be utilized against ECL provision requirement in future. As we roll forward to Sep'28 ABV, we tweak multiple to 0.8x from 0.9x but keep TP at INR280. Retain 'ACCUMULATE'.

Soft quarter; lower TWO recovery and opex drag core PPoP: NII adjusted for IT refund was INR127.4bn (PLe INR126bn). Reported NIM was steady QoQ at 2.68%. Loan/deposit growth was in-line at 18.5%/16.4% YoY. Other income was INR68.8bn that included gains of INR32bn from NSE stake. Fee at INR20bn was 4% more; TWO recovery at INR7.3bn was a 27.5% miss. Opex at INR84.8bn was 6.9% above PLe due to staff cost, partly offset by lower other opex. Core PPoP at INR70bn was 8.0% below PLe, PPoP was INR114.3bn. GNPA was lesser at 1.78% (PLe 1.87%) due to lower net slippage and higher write-offs. Gross slippage was INR28.5bn (PLe INR35.2bn); recovery was INR22.6bn (PLe INR17.bn). Provisions were higher at INR23.8bn (PLe INR18bn) due to creation of a buffer. Core PAT at Rs42.6bn was in-line; PAT was Rs65.3bn.

Loan growth ex-FCNR was muted: Loan growth was 6.8% QoQ that was mainly led by 22% QoQ growth in overseas advances (22%) due to FCNR. Bank garnered FCNR(B) deposits of INR774bn and related forex loans were INR628bn. Credit growth ex-FCNR was muted at 2.3% QoQ due to weak corporate accretion at -0.3% while RAM growth was decent: retail (+4.6%), agri (+5.2%), SME (+7.3%). Bank raised guidance for advances growth to 13-15% (from 12-14%) and deposit growth to 11-13% (from 10-12%). Bank expects to achieve upper end of its credit growth guidance, supported by an incremental RAM opportunity of INR 610bn and corporate loan pipeline of ~INR 600bn for H2FY27.

Stake sale gains partly utilised to create buffer: Capital gain of INR32bn on NSE stake was partly utilized to create (1) prudential provisions of INR13bn against specific loan assets with potential loss risk and (1) contingency provision INR3bn against possible volatility in bond/equity valuation; these provisions were not linked to any single A/C. The bank continues to hold a floating provision buffer of ~INR 25bn.

Quarter Summary

Y/e Mar	Q2'27E	Q2'27A	% Var.	Q2'26A	YoY gr. (%)
NII (INR mn)	1,25,992	1,27,363	*1.1*	1,11,836	*13.9*
Margin (%)	*2.6*	*2.7*	*10 bps*	*2.7*	-
Core PPoP (INR mn)	75,945	69,884	(8.0)	58,280	19.9
Core PAT (INR mn)	42,300	42,639	*0.8*	34,842	*22.4*

Source: Company, PL

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Q2FY27 Conference Call Highlights:

Balance sheet

- Bank raised guidance for advances growth to 13-15% (from 12-14%) and deposit growth to 11-13% (from 10-12%). Excluding FCNR(B), global advances and deposit growth stood at 13.5% and 11.2% respectively.
- The bank mobilised USD 8.08bn through FCNR(B), with the funds being retained as a liquidity buffer for H2FY27 rather than immediately deployed. Management may use the funds to replace high-cost bulk deposits if rates become elevated or to support incremental credit growth.
- Retail gold loans contracted YTD, while agri gold loan book continued to grow QoQ. Bank is mindful of sector-wide gold-loan developments and is pacing growth cautiously to avoid elevated stress.
- Management expects to achieve the upper end of its revised credit growth guidance, supported by an incremental RAM opportunity of ~INR 610bn and a corporate loan pipeline of ~INR 600bn for H2FY27.
- Around 38% of the bank's books are repo-linked.
- Domestic CASA growth remained a key focus, with management highlighting growth of over 10% in both Q1 & Q2. The reported CASA ratio was affected by FCNR(B).

Profit & loss

- FY27 NIM guidance was retained at 2.75-2.95%, with bank hopeful of achieving the higher end in H2FY27. IT refund of INR 2900mn in Q2FY27.
- Management expects deposit costs to remain contained in the prevailing liquidity environment, although some increase is possible.
- Fees remains an area for improvement. Management sees scope to monetise the bank's large loan book more effectively and is reviewing its overall fee structure; it expects some upside over the next two quarters.
- NSE related income supported Q2 profitability, with management citing profit of approximately INR13.5bn from stake sale and remaining from re-valuation gains. Combined NSE related gain was INR32bn.
- Recovery from TWO accounts stood at INR 7290mn in Q2FY27, with management indicating a normalised quarterly run rate of approximately INR 7500mn for Q3 and Q4'27.
- Bank expects ROA to remain above 1% in Q3 and Q4FY27, while retaining FY27 ROE guidance of 15-16%.

Asset quality

- Bank created around INR 13bn of prudential provisions against specific loan assets with potential loss risk, plus around INR3bn of contingency provision to cushion against possible volatility in bond/equity valuation, these provisions were not linked to any single account.
- The bank continues to hold a floating provision buffer of ~INR 25bn. Management did not quantify the incremental ECL transition requirement, noting that any eligible shortfall may be adjusted against reserves and phased over five years, as permitted by the RBI.
- Management reiterated credit cost guidance of below 0.6% for FY27.
- No drought-related restructuring scheme had been announced by the relevant states/SLBCs.

Exhibit 1: Quarterly Estimates

(INR mn)	Q1FY27	YoY gr. (%)	Q2FY27	YoY gr. (%)	Q3FY27E	YoY gr. (%)	Q4FY27E	YoY gr. (%)
NII	1,21,501	10.0	1,27,363	13.9	1,31,226	16.3	1,38,641	20.1
Core PPoP	68,329	18.2	69,884	19.9	78,683	28.7	83,473	2.0
NIM (%)	2.7	-8.3 bps	2.7	-0.3 bps	2.7	6.8 bps	2.7	14.2 bps
Core PAT	3,611	-86.9	42,639	22.4	45,320	11.0	49,094	33.6

Exhibit 2: PAT beat driven by higher other income despite elevated costs and provisions

Financial Statement (INR m)	Q2FY27	Q2FY26	YoY gr. (%)	Q2FY27E	% Var.	Q1FY27	QoQ gr. (%)
Interest Income	3,48,103	3,07,408	13.2	3,43,331	1.4	3,28,357	6.0
Interest Expense	2,20,591	1,95,572	12.8	2,17,338	1.5	2,06,856	6.6
Net Interest Income (NII)	**1,27,513**	**1,11,836**	**14.0**	**1,25,992**	**1.2**	**1,21,501**	**4.9**
Other income	68,807	35,150	95.8	45,983	49.6	34,704	98.3
- Fee income	15,780	17,410	(9.4)	16,081	(1.9)	12,370	27.6
- Other non interest income	53,027	17,740	198.9	29,902	77.3	22,334	137.4
Total income	1,96,320	1,46,986	33.6	1,71,975	14.2	1,56,205	25.7
Operating expenses	**84,769**	**78,926**	**7.4**	**79,330**	**6.9**	**78,682**	**7.7**
-Staff expenses	45,827	40,607	12.9	39,499	16.0	42,472	7.9
-Other expenses	38,942	38,319	1.6	39,831	(2.2)	36,210	7.5
Operating profit	1,14,301	68,060	67.9	92,645	23.4	81,273	40.6
Core operating profit	**70,034**	**58,280**	**20.2**	**75,945**	**(7.8)**	**68,329**	**2.5**
Total provisions	23,818	12,325	93.3	18,000	32.3	63,233	(62.3)
Profit before tax	**90,483**	**55,735**	**62.3**	**74,645**	**21.2**	**18,040**	**401.6**
Tax	25,167	15,341	64.1	20,154	24.9	5,256	378.8
Profit after tax	**65,315**	**40,394**	**61.7**	**54,491**	**19.9**	**12,784**	**410.9**
Balance sheet (INR m)							
Deposits	1,74,54,354	1,50,00,115	16.4	1,75,12,620	(0.3)	1,63,35,588	6.8
Advances	1,49,10,378	1,25,83,369	18.5	1,48,98,364	0.1	1,39,57,269	6.8
Profitability ratios (%)							
RoaA	1.3	1.1	21.6 bps	1.1	22.3 bps	0.3	104.9 bps
NIM	2.7	3.0	-22.0 bps	3.4	-67.0 bps	2.8	-3.0 bps
Yield on Advances	7.8	7.9	-11.8 bps	7.8	1.8 bps	7.9	-12.2 bps
Cost of Deposits	5.0	5.0	-5.1 bps	4.9	7.3 bps	4.9	3.3 bps
Asset Quality							
Gross NPA (INR m)	2,68,966	2,75,998	(2.5)	2,81,951	(4.6)	2,81,504	(4.5)
Net NPA (INR m)	55,205	71,409	(22.7)	67,668	(18.4)	70,171	(21.3)
Gross NPL ratio	1.8	2.2	-38 bps	1.9	-8.6 bps	2.0	-21.0 bps
Net NPL ratio	0.4	0.6	-20 bps	0.5	-8.4 bps	0.5	-13.0 bps
Coverage ratio	79.5	74.1	535 bps	76.0	347.5 bps	75.1	440.2 bps
Business & Other Ratios (%)							
Low-cost deposit mix	30.9	32.6	-166.7 bps	30.6	32.1 bps	31.9	-99.3 bps
Cost-income ratio	43.2	53.7	-1,051.8 bps	46.1	-295.0 bps	50.4	-719.2 bps
Non int. inc / total income	35.0	23.9	1,113.5 bps	26.7	831.1 bps	22.2	1,283.2 bps
Credit deposit ratio	85.4	83.9	153.6 bps	85.1	35.3 bps	85.4	-1.6 bps
CAR	16.6	16.5	7.0 bps			16.3	31.0 bps
Tier-I	14.7	14.2	55.0 bps			14.4	29.0 bps

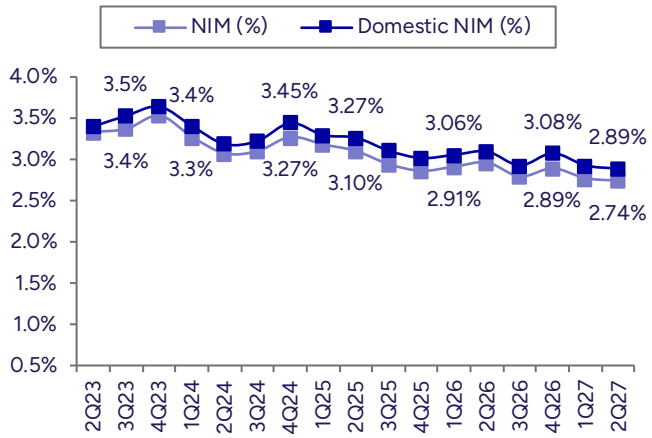
Source: Company, PL

Exhibit 3: QoQ loan growth led by SME and Agri

Loan break up (INR mn)	Q2FY27	Q2FY26	YoY gr. (%)	Q1FY27	QoQ gr. (%)
Domestic Advances	1,18,79,440	1,04,65,060	13.5	1,15,09,060	3.2
Corporate	42,57,360	40,06,820	6.3	42,70,820	(0.3)
SME	17,52,070	14,44,010	21.3	16,32,640	7.3
Retail	32,40,400	27,31,160	18.6	30,96,740	4.6
Agri	20,19,460	16,97,030	19.0	19,19,890	5.2
Other/Misc	6,10,150	5,86,030	4.1	5,88,960	3.6
Advances Mix					
Domestic Advances	78.5	81.8	(4.0)	81.2	(3.3)
Corporate	28.1	31.3	(10.2)	30.1	(6.6)
SME	11.6	11.3	2.6	11.5	0.5
Retail	21.4	21.4	0.3	21.9	(2.0)
Agri	13.4	13.3	0.6	13.5	(1.5)
Other/Misc	4.0	4.6	(12.0)	4.2	(2.9)

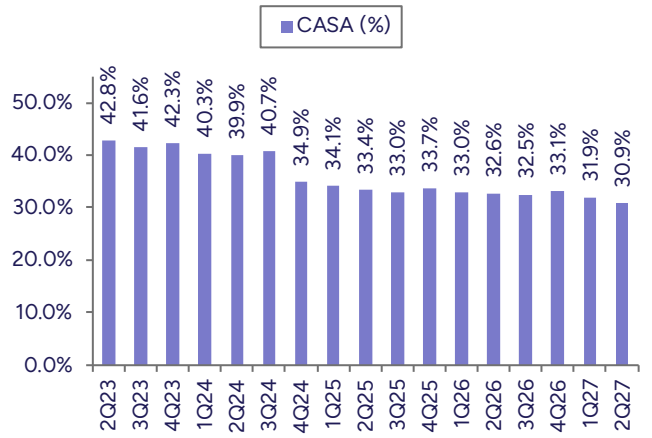
Source: Company, PL

Exhibit 4: Domestic NIM decreased to 2.74%



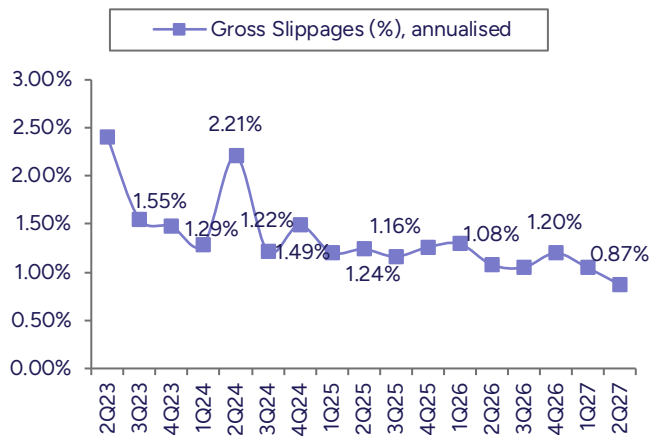
Source: Company, PL

Exhibit 5: CASA ratio decreased QoQ to 30.9%



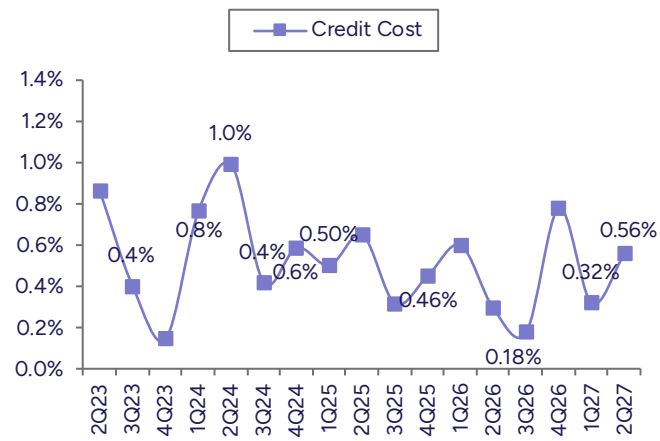
Source: Company, PL

Exhibit 6: Gross slippage decreased to 0.87%



Source: Company, PL

Exhibit 7: Credit cost increased to 0.56%



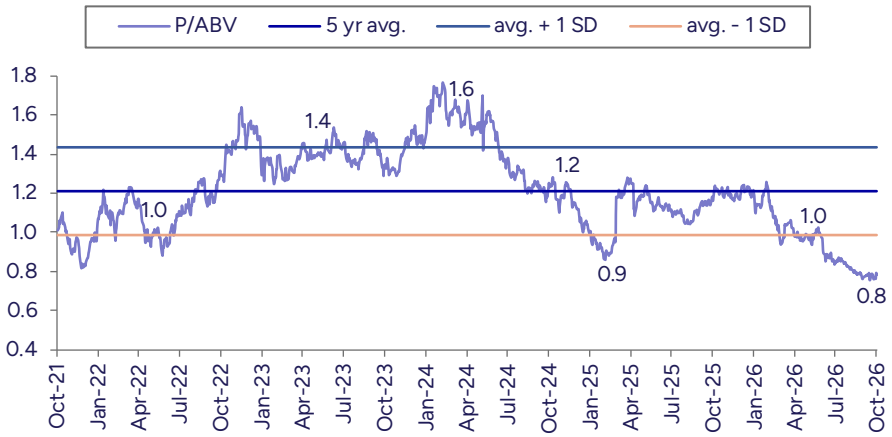
Source: Company, PL

Exhibit 8: Return ratios to range at 11-12%

ROAE decomposition	FY22	FY23	FY24	FY25	FY26	FY27E	FY28E	FY29E
NII/Assets	2.7	3.0	2.9	2.7	2.4	2.4	2.4	2.4
Other Income/Assets	0.9	0.7	1.0	1.0	0.8	0.8	0.6	0.6
Net revenues/Assets	3.6	3.8	3.9	3.7	3.2	3.2	3.0	3.0
Opex/Assets	1.8	1.8	1.9	1.8	1.6	1.6	1.5	1.5
Provisions/Assets	1.1	0.5	0.4	0.4	0.4	0.6	0.4	0.4
Taxes/Assets	0.2	0.4	0.5	0.4	0.3	0.3	0.3	0.3
ROAA	0.6	1.0	1.2	1.2	1.1	0.8	0.8	0.8
ROAE	9.6	16.5	17.8	16.7	14.7	11.3	11.3	11.8

Source: Company, PL

Exhibit 9: One-year forward P/ABV trades at 0.8x



Source: Company, PL

Quarterly Financials

Y/e Mar	Q3FY25	Q4FY25	Q1FY26	Q2FY26	Q3FY26	Q4FY26	Q1FY27	Q2FY27
Income Statement (INR m)								
Interest earned	309,076	306,421	307,062	307,408	312,295	316,918	328,357	347,953
Interest expended	194,907	196,224	196,567	195,572	199,491	201,482	206,856	220,591
Net Interest Income	**114,169**	**110,197**	**110,495**	**111,836**	**112,804**	**115,437**	**121,501**	**127,363**
Other income	37,689	47,351	46,745	35,150	36,004	39,670	34,704	68,807
Fees	**16,820**	**21,240**	**15,750**	**17,410**	**16,510**	**20,130**	**12,370**	**15,780**
Total Income	151,858	157,548	157,240	146,986	148,808	155,106	156,205	196,170
Operating Expenses	**75,215**	**80,973**	**78,728**	**78,926**	**80,237**	**73,912**	**78,682**	**84,769**
Employees	42,067	43,472	43,077	40,607	41,112	32,619	42,472	45,827
Others	33,148	37,501	35,651	38,319	39,125	41,293	36,210	38,942
Operating profit	76,642	81,321	82,365	75,760	73,771	90,694	81,273	114,301
Core PPoP	**65,774**	**63,793**	**57,797**	**58,280**	**61,147**	**81,835**	**68,329**	**69,884**
Provisions	**10,823**	**15,515**	**19,669**	**12,325**	**7,989**	**31,505**	**63,233**	**23,818**
Profit before tax	65,819	65,806	62,695	63,435	65,782	59,190	18,040	90,483
Taxes	17,446	15,329	17,282	15,341	15,236	3,033	5,256	25,167
Net Profit	48,373	50,477	45,414	48,094	50,546	56,157	12,784	65,315
Core PAT	**40,386**	**37,032**	**27,618**	**34,842**	**40,846**	**36,741**	**3,611**	**42,639**
Balance Sheet (INR m)								
Share capital	10,355	10,355	10,355	10,355	10,355	10,355	10,355	10,355
Reserves & surplus	1,300,024	1,358,902	1,410,590	1,459,603	1,507,692	1,521,733	1,541,248	1,600,721
Deposits	14,029,090	14,720,349	14,356,343	15,000,115	15,467,488	16,484,872	16,335,588	17,454,354
Borrowings	1,289,502	1,237,162	1,198,811	1,339,355	1,289,119	1,563,575	1,590,862	1,676,720
Other liabilities	625,285	485,706	577,794	454,569	532,621	511,103	734,484	579,440
Total liabilities	**17,254,256**	**17,812,473**	**17,553,893**	**18,263,996**	**18,807,275**	**20,091,638**	**20,212,538**	**21,321,589**
Cash & bank	1,173,861	1,258,492	1,318,340	1,189,376	1,377,346	1,540,808	1,466,619	1,252,711
Investments	3,887,916	3,853,985	3,729,575	3,876,897	3,585,284	3,864,154	4,094,173	4,492,617
Advances	11,513,156	12,095,579	11,865,855	12,583,369	13,250,740	14,090,941	13,957,269	14,910,378
Fixed assets	74,015	123,763	121,789	120,720	117,390	118,793	118,303	117,005
Other assets	500,832	480,655	518,335	493,633	476,515	476,942	576,173	548,878
Total assets	**17,149,779**	**17,812,473**	**17,553,893**	**18,263,996**	**18,807,275**	**20,091,638**	**20,212,538**	**21,321,589**
Balance sheet ratios (%)								
Loan growth	2.7	5.1	(1.9)	6.0	5.3	6.3	(0.9)	6.8
Deposit growth	2.2	4.9	(2.5)	4.5	3.1	6.6	(0.9)	6.8
LDR	82.1	82.2	82.7	83.9	85.7	85.5	85.4	85.4
CASA	33.0	33.7	33.0	32.6	32.5	33.1	31.9	30.9
Capital Adequacy (%)								
CET-1	12.4	13.8	14.1	13.4	12.5	13.2	13.9	14.2
Tier-2	2.5	2.4	2.5	2.4	2.2	2.2	1.9	1.9
CRAR	16.0	17.2	17.6	16.5	15.3	15.8	16.3	16.6
Profitability ratios (%)								
Yield on assets	7.7	7.5	7.6	7.3	7.1	6.8	7.2	7.1
Cost of funds	5.4	5.2	5.3	5.0	5.0	4.7	4.9	5.0
NIM	2.9	2.7	2.8	2.7	2.6	2.5	2.7	2.7
Fees/Assets	0.4	0.5	0.4	0.4	0.4	0.4	0.3	0.3
Cost/Income	49.5	51.4	50.1	53.7	53.9	47.7	50.4	43.2
Opex/avg assets	0.4	0.5	0.4	0.4	0.4	0.4	0.4	0.4
RoA	1.2	1.2	1.1	1.1	1.1	1.2	0.3	1.3
Core RoA	1.1	1.0	0.7	0.7	0.8	0.7	0.6	0.6
RoE	16.0	16.2	13.9	14.1	14.3	15.5	3.4	17.0
Core RoE	16.2	13.3	9.5	10.4	11.0	10.8	8.0	7.8
EPS (INR)	37.4	39.0	35.1	37.2	39.0	43.4	9.9	50.5
BVPS (INR)	253.1	264.5	274.4	283.9	293.2	295.9	299.7	311.2
ABVPS (INR)	239.9	250.9	260.6	270.1	278.5	283.7	286.1	300.5
Asset quality ratios (%)								
GNPA	2.4	2.3	2.3	2.2	2.0	1.9	2.0	1.8
NNPA	0.6	0.6	0.6	0.6	0.6	0.4	0.5	0.4
Provision coverage	76.0	74.9	74.0	74.1	72.2	76.7	75.1	79.5
Provision costs	0.4	0.5	0.7	0.4	0.3	1.0	2.0	0.7
Slippage	1.2	1.3	1.3	1.1	1.0	1.2	1.0	0.9
NNPA/Equity	5.2	5.1	5.0	4.9	5.0	4.1	4.5	3.4

Source: Company, PL

Financials

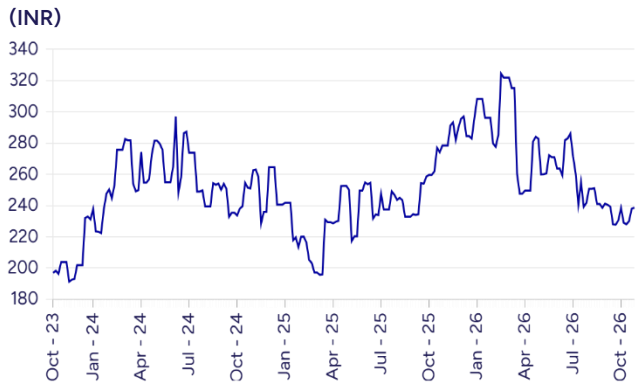
Y/e Mar	FY26	FY27E	FY28E	FY29E
Income Statement (INR m)				
Interest earned	1,243,684	1,407,189	1,617,213	1,828,088
Interest expended	793,112	888,458	1,028,190	1,165,815
Net Interest Income	**450,572**	**518,731**	**589,023**	**662,273**
Other income	157,568	178,684	148,621	159,254
Fees	**70,207**	**70,953**	**84,012**	**94,408**
Net Total Income	608,140	697,415	737,644	821,526
Operating Expenses	**311,803**	**339,036**	**372,801**	**410,127**
Employees	157,415	181,329	195,160	215,148
Others	154,388	157,708	177,642	194,979
Operating profit	322,590	358,379	364,843	411,399
Core PPoP	**258,372**	**300,368**	**350,243**	**396,799**
Provisions	**71,488**	**119,872**	**108,183**	**117,242**
Profit before tax	251,102	238,507	256,660	294,157
Taxes	50,891	67,315	69,298	79,422
Net Profit	200,211	171,192	187,362	214,735
Core PAT	**140,046**	**140,664**	**176,704**	**204,077**
Growth Ratios (%)				
Loans	16.5	15.0	13.0	13.0
Deposits	12.0	14.5	11.9	11.9
NII	(1.3)	15.1	13.6	12.4
Fees	(9.8)	1.1	18.4	12.4
Opex	4.4	8.7	10.0	10.0
Core PPoP	(11.2)	16.3	16.6	13.3
Provisions	19.5	67.7	(9.8)	8.4
Core PAT	(18.2)	0.4	25.6	15.5
Profitability Ratios (%)				
Yield on IEA	6.8	6.7	6.8	6.9
Cost of funds	4.7	4.6	4.7	4.7
NIM	**2.5**	**2.5**	**2.5**	**2.5**
Cost/Income	51.3	48.6	50.5	49.9
Provision cost	**0.5**	**0.8**	**0.6**	**0.6**
Tax rate	20.3	28.2	27.0	27.0
Core RoA	**0.7**	**0.7**	**0.7**	**0.7**
Core RoE	**10.8**	**9.7**	**11.1**	**11.6**
Du-pont (%)				
Interest income	**6.6**	**6.5**	**6.6**	**6.7**
Interest expenses	**4.2**	**4.1**	**4.2**	**4.3**
NII	**2.4**	**2.4**	**2.4**	**2.4**
Other income	0.8	0.8	0.6	0.6
Fees/avg assets	**0.5**	**0.4**	**0.4**	**0.4**
Total income	**3.2**	**3.2**	**3.0**	**3.0**
Opex/avg assets	**1.6**	**1.6**	**1.5**	**1.5**
Staff cost	0.8	0.8	0.8	0.8
Other opex	0.8	0.7	0.7	0.7
PPOP	**1.7**	**1.7**	**1.5**	**1.5**
Core PPoP/avg assets	**1.4**	**1.4**	**1.4**	**1.4**
Provisions	0.4	0.6	0.4	0.4
PBT	**1.3**	**1.1**	**1.1**	**1.1**
Tax	0.3	0.3	0.3	0.3
RoA	**1.1**	**0.8**	**0.8**	**0.8**
RoE	**14.7**	**11.3**	**11.3**	**11.8**

Source: Company, PL

Y/e Mar	FY26	FY27E	FY28E	FY29E
Balance Sheet (INR m)				
Equity	1,532,088	1,673,156	1,819,299	1,992,814
Share capital	10,355	10,355	10,355	10,355
Deposits	16,484,872	18,880,114	21,132,771	23,656,219
Borrowings	1,563,575	1,769,627	2,165,641	2,617,877
Other Liabilities	511,103	602,849	652,543	706,334
Total liabilities	**20,091,638**	**22,925,746**	**25,770,254**	**28,973,243**
Cash with RBI	621,551	568,838	640,232	720,587
Balance with banks	919,257	738,183	783,481	831,558
Investments	3,864,154	4,720,028	5,283,193	5,914,055
Advances	14,090,941	16,203,854	18,306,259	20,681,445
Fixed assets	118,793	118,177	120,559	122,988
Other assets	476,942	576,665	636,530	702,610
Total assets	**20,091,638**	**22,925,746**	**25,770,254**	**28,973,243**
Balance sheet ratios (%)				
LDR	85.5	85.8	86.6	87.4
CASA	37.2	31.5	31.5	31.5
Inv/NDTL	20.8	22.2	22.1	21.9
Borr/NDTL	8.4	8.3	9.0	9.7
Assets/equity (x)	13.1	13.7	14.2	14.5
RWA/Loans	73.5	65.8	63.5	61.8
RWA/Total assets	51.5	46.5	45.1	44.1
Capital ratios (%)				
CRAR	15.8	17.7	18.1	18.4
CET-1	13.2	14.0	14.0	13.9
AT-1	0.5	0.6	0.7	0.7
Tier-2	2.2	3.0	3.4	3.7
Asset quality ratios (%)				
GNPA (INR mn)	270,586	265,338	266,963	289,606
NNPA (INR mn)	63,156	55,721	56,062	60,817
GNPA	1.9	1.6	1.4	1.4
NNPA	0.4	0.3	0.3	0.3
PCR	76.7	79.0	79.0	79.0
Slippage	0.9	0.9	0.8	0.8
NNPA / Equity	4.1	3.3	3.1	3.1
Per share (INR)				
EPS	38.7	33.1	36.2	41.5
DPS	8.5	7.3	8.0	9.1
BVPS	279.9	307.1	335.4	368.9
ABVPS	267.7	296.4	324.5	357.1
Valuation (x)				
Price (INR)	264.3	238.6	238.6	238.6
P/E	6.8	7.2	6.6	5.8
P/BV	0.9	0.8	0.7	0.6
P/ABV	1.0	0.8	0.7	0.7

Source: Company, PL

Price Chart



Recommendation History

No.	Date	Rating	TP (INR)	Share Price (INR)
1	07-Oct-26	Accumulate	280	233
2	25-Jul-26	Accumulate	280	246
3	07-Jul-26	Accumulate	290	248
4	09-May-26	Accumulate	290	264
5	10-Apr-26	Accumulate	320	274
6	19-Feb-26	Accumulate	320	305
7	31-Jan-26	BUY	320	299
8	08-Jan-26	BUY	300	308
9	01-Nov-25	BUY	300	278
10	07-Oct-25	BUY	270	262

Analyst Coverage Universe

Sr. No.	Company Name	Rating	TP (INR)	Share Price (INR)
1	Aditya Birla Sun Life AMC	BUY	1200	950
2	Axis Bank	BUY	1600	1290
3	Bank of Baroda	Accumulate	280	233
4	Canara Bank	BUY	160	125
5	Canara Robeco Asset Management Company	HOLD	285	225
6	City Union Bank	BUY	250	215
7	DCB Bank	BUY	215	201
8	Federal Bank	BUY	400	338
9	HDFC Asset Management Company	BUY	2850	2415
10	HDFC Bank	BUY	950	729
11	ICICI Bank	BUY	1900	1397
12	ICICI Prudential Asset Management Company	BUY	3420	2969
13	Indian Bank	BUY	1000	835
14	IndusInd Bank	BUY	1100	835
15	Karur Vysya Bank	BUY	380	346
16	Kotak Mahindra Bank	BUY	510	431
17	Nippon Life India Asset Management	BUY	1200	976
18	Prudent Corporate Advisory Services	Accumulate	3200	2890
19	State Bank of India	BUY	1200	959
20	Union Bank of India	Accumulate	200	181
21	UTI Asset Management Company	HOLD	975	888

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

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