ADD Tata Capital

Clean execution drives higher confidence in guidance

BFSI - NBFCs | Result Update | **July 29, 2026** | **CMP (Rs): 355 | TP (Rs): 410**

Tata Capital registered a strong operating and financial performance in 1QFY27, with AUM growth and operating profit broadly in line with estimates and the better-than-estimated performance on credit cost driving the PAT beat. The consistent growth, profitability, and asset-quality improvement boosts confidence in the company's ability to deliver on FY28 guidance: 1) ~23-25% AUM CAGR over FY25-28; 2) <1% net NPA and <1% credit cost; and 3) 2.5-2.7% ROA/17-18% ROE. Basis the 1Q developments and management commentary, we marginally tweaked our FY27-29 estimates which leads to ~2-3% increase in earnings. We retain ADD on the stock, while revising up Jun-27E TP by ~5% to Rs410 from Rs390.

Good start to FY27

Tata Capital's strong 1QFY27 performance was marked by sustained AUM growth and stable profitability. PAT rose 3.0% qoq (up ~56% yoy) to Rs15.47bn; consolidated loan book grew ~5% qoq (~22.7% yoy) to Rs2.73trn, driven by a strong 38% yoy disbursal growth across high-margin retail and SME products. The company saw the average cost of borrowings increasing by ~20bps qoq in 1Q to 7.3%, while operating efficiency improved with cost-to-income dropping to 36.4%. Annualized credit cost saw a slight uptick of ~10bps qoq to 1.0%, but remained well within the guidance of <1%. Asset quality continued to improve, with GNPA/NNPA moderating to 1.9%/0.8% compared to 2.0%/0.9% in 4QFY26. ROA and ROE for 1Q stand at 2.3% and 13.7%, respectively.

Higher-yield portfolio mix to support margins and returns

Tata Capital maintains its medium-term AUM growth guidance of 23-25%, driven by sustained disbursement momentum, geographic expansion, and the strategic entry into the secured gold loan segment via the Yogloans acquisition. The management emphasized clear focus on scaling higher-yield portfolios, specifically unsecured retail, microfinance, and micro-housing, which is expected to drive margin expansion (~10bps in FY27) and offset incremental funding costs. Growth momentum in the housing finance subsidiary is expected to remain robust, anchored by an aggressive scale-up in the affordable and micro-housing categories. Further, the management expects consolidated ROA to steadily expand toward its 2.5-2.7% target by FY28, mainly led by NIM improvement and supported by operating leverage as enterprise-wide AI and digital initiatives drive productivity gains across verticals. Regarding macroeconomic headwinds and geopolitical uncertainties, Management indicated it is closely monitoring inflation and energy prices but has observed no material stress in vulnerable segments like MSME and commercial vehicles. Additionally, portfolio health remains exceptionally resilient, with bounce rates consistently improving on mom basis (including Jul-26), granting Management the confidence to maintain credit costs within the guided sub-1% range.

We maintain ADD; increase TP by ~5% to Rs410

To reflect the 1QFY27 developments and management commentary, we adjust FY27-29 estimates (Exhibit 2) which results in 2-3% rise in our EPS. We retain ADD on the stock and raise our TP by ~5% to Rs410 from Rs390, implying FY28E PBV of ~2.8x.

Tata Capital: Financial Snapshot (Consolidated)

Y/E Mar (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
Net profits	36,550	48,909	72,777	94,502	119,886
AUM growth (%)	40.5	20.7	23.3	23.8	24.0
NII growth (%)	57.2	18.5	27.7	25.7	24.8
NIMs (%)	5.1	5.1	5.3	5.4	5.4
PPOP growth (%)	55.1	23.7	35.6	28.6	26.7
Adj. EPS (Rs)	9.7	12.1	17.1	22.2	28.2
Adj. EPS growth (%)	14.5	24.7	40.9	30.0	27.0
Adj. BV (INR)	83.4	108.8	126.0	148.4	176.9
Adj. BVPS growth (%)	31.9	30.4	15.9	17.8	19.2
RoA (%)	1.7	1.8	2.2	2.4	2.4
RoE (%)	13.3	12.7	14.7	16.3	17.5
P/E (x)	36.4	29.2	20.7	16.0	12.6
P/ABV (x)	4.3	3.3	2.8	2.4	2.0

Source: Company, Emkay Research

Target Price – 12M	Jun-27
Change in TP (%)	**5.1**
Current Reco.	ADD
Previous Reco.	ADD
Upside/(Downside) (%)	15.5

Stock Data	**TATACAP IN**
52-week High (Rs)	380
52-week Low (Rs)	296
Shares outstanding (mn)	4,244.9
Market-cap (Rs bn)	1,507
Market-cap (USD mn)	15,718
Net-debt, FY27E (Rs mn)	NA
ADTV-3M (mn shares)	2.8
ADTV-3M (Rs mn)	1,091.5
ADTV-3M (USD mn)	11.4
Free float (%)	0.0
Nifty-50	23,985.3
INR/USD	95.9

Shareholding,Jun-26	
Promoters (%)	85.4
FPIs/MFs (%)	5.2/3.6

Price Performance

(%)	1M	3M	12M
Absolute	(2.4)	8.9	0.0
Rel. to Nifty	(2.1)	9.0	0.0

1-Year share price trend (Rs)

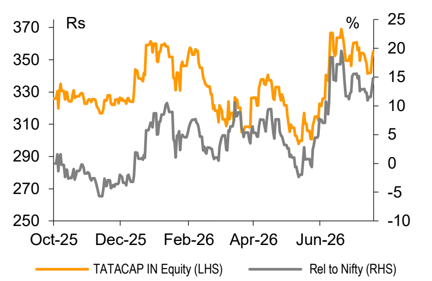

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Exhibit 1: Tata Capital – Quarterly earnings snapshot

(Rs mn)	1QFY26	2QFY26	3QFY26	4QFY26	1QFY27	yoy	qoq	Emkay estimate 1QFY27	Variation	Consensus estimate 1QFY27	Variation
Loan Assets	2,333,986	2,399,600	2,571,400	2,733,920	2,863,810	22.7%	4.8%	2,897,955	-1.2%		
NII	28,662	30,040	33,148	34,775	35,710	24.6%	2.7%	36,408	-1.9%		
Total Income	36,260	37,741	40,513	41,458	44,555	22.9%	7.5%	43,455	2.5%	44,285	0.6%
PPoP	22,913	22,767	24,527	25,597	28,349	23.7%	10.7%	27,351	3.6%	27,438	3.3%
Provision	9,086	7,732	7,589	5,822	6,784	-25.3%	16.5%	7,322	-7.4%	6,846	-0.9%
PBT	13,827	15,035	16,938	19,775	21,565	56.0%	9.1%	20,029	7.7%	20,592	4.7%
PAT	10,409	11,190	12,647	14,663	16,262	56.2%	10.9%	14,882	9.3%	15,375	5.8%
Credit Cost	1.58%	1.31%	1.22%	0.88%	0.97%	-61bps	9bps				
GS3	2.05%	2.20%	2.18%	2.00%	1.92%	-13bps	-8bps				
NS3	0.96%	1.05%	1.02%	0.89%	0.84%	-12bps	-5bps				

Source: Company, Emkay Research

Exhibit 2: Change in estimates

Y/e Mar (Rs mn)	FY27E			FY28E			FY29E		
	Earlier	Revised	Change	Earlier	Revised	Change	Earlier	Revised	Change
AUM	3,355,859	3,370,841	0.4%	4,143,980	4,171,471	0.7%	5,129,475	5,174,623	0.9%
Loan book growth	22.75%	23.30%	55bps	23.48%	23.75%	27bps	23.78%	24.05%	27bps
Net interest income	163,980	161,732	-1.4%	205,487	203,350	-1.0%	255,815	253,706	-0.8%
Total Income	202,970	200,737	-1.1%	253,415	251,347	-0.8%	315,427	313,465	-0.6%
PPOP	131,334	129,869	-1.1%	168,306	167,032	-0.8%	212,433	211,655	-0.4%
Provisions	35,001	31,933	-8.8%	42,906	39,861	-7.1%	54,400	50,324	-7.5%
PBT	96,333	97,937	1.7%	125,400	127,171	1.4%	158,033	161,331	2.1%
PAT attributable to SH	70,986	72,177	1.7%	92,485	93,802	1.4%	116,635	119,086	2.1%
EPS (Rs)	16.8	17.1	1.7%	21.9	22.2	1.4%	27.7	28.2	2.1%
BVPS (Rs)	126	126	0.2%	148	148	0.4%	176	177	0.7%
Networth	530,201	531,392	0.22%	623,386	625,894	0.40%	740,821	745,780	0.67%
NIMs	5.39%	5.30%	-9bps	5.48%	5.39%	-9bps	5.52%	5.43%	-9bps
NIM + Fees	6.67%	6.58%	-9bps	6.76%	6.66%	-9bps	6.80%	6.71%	-9bps
Cost-to-Income	35.29%	35.30%	1bps	33.58%	33.55%	-4bps	32.65%	32.48%	-17bps
Opex-to-AUM	2.35%	2.32%	-3bps	2.27%	2.24%	-3bps	2.22%	2.18%	-4bps
Credit costs	1.15%	1.05%	-10bps	1.14%	1.06%	-9bps	1.17%	1.08%	-10bps
GS3	1.80%	1.80%	0bps	1.75%	1.75%	0bps	1.75%	1.75%	0bps
NS3	0.85%	0.82%	-4bps	0.83%	0.83%	0bps	0.83%	0.83%	0bps
PCR	53.00%	55.00%	200bps	53.00%	53.00%	0bps	53.00%	53.00%	0bps
ROA	2.22%	2.25%	3bps	2.36%	2.38%	2bps	2.41%	2.44%	3bps
ROE	14.5%	14.7%	22bps	16.2%	16.3%	18bps	17.2%	17.5%	26bps

Exhibit 3: Valuation metrics

	Price (Rs)	Upside	PBV (x) FY27E	FY28E	FY29E	PER (x) FY27E	FY28E	FY29E	ROA (%) FY27E	FY28E	FY29E	ROE (%) FY27E	FY28E	FY29E	Book Value (Rs/sh) FY27E	FY28E	FY29E	EPS (Rs) FY27E	FY28E	FY29E
At CMP	355	15.5%	2.8	2.4	2.0	20.7	16.0	12.6	2.2	2.4	2.4	14.7	16.3	17.5	126.0	148.4	176.9	17.1	22.2	28.2
AT TP	410		3.3	2.8	2.3	24.0	18.4	14.5												

Source: Company, Emkay Research

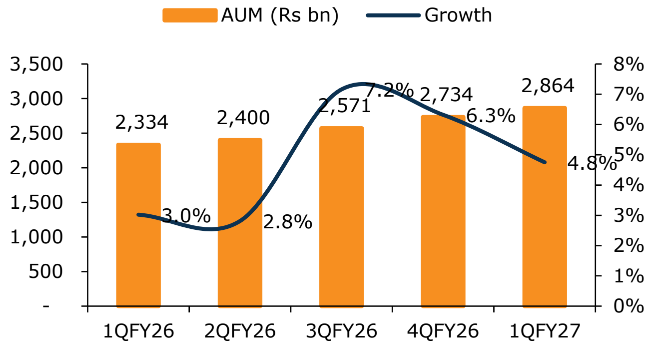
Exhibit 4: Tata Capital – Quarterly earnings snapshot

Quarterly Earnings Summary	1QFY26	2QFY26	3QFY26	4QFY26	1QFY27	yoy	qoq
Interest Income	69,318	69,795	72,424	74,940	79,409	14.6%	6.0%
Interest Expenses	40,656	39,756	39,276	40,165	43,699	7.5%	8.8%
Net Interest Income	**28,662**	**30,040**	**33,148**	**34,775**	**35,710**	**24.6%**	**2.7%**
Other Income	7,598	7,701	7,365	6,683	8,845	16.4%	32.3%
Total Net Income	**36,260**	**37,741**	**40,513**	**41,458**	**44,555**	**22.9%**	**7.5%**
Operating Expenses	13,347	14,974	15,986	15,861	16,206	21.4%	2.2%
PPoP	**22,913**	**22,767**	**24,527**	**25,597**	**28,349**	**23.7%**	**10.7%**
Provisions	9,086	7,732	7,589	5,822	6,784	-25.3%	16.5%
Credit cost (on avg Business Assets)	1.58%	1.31%	1.22%	0.88%	0.97%	-61bps	9bps
PBT	**13,827**	**15,035**	**16,938**	**19,775**	**21,565**	**56.0%**	**9.1%**
Tax	3,413	3,881	4,300	5,122	5,309	55.6%	3.7%
Reported PAT	**10,409**	**11,190**	**12,647**	**14,663**	**16,262**	**56.2%**	**10.9%**
PAT attributable to SH	**9,899**	**10,970**	**12,569**	**15,020**	**15,474**	**56.3%**	**3.0%**
Networth	324,247	350,809	431,530	458,615	474,400	46.3%	3.4%
Loan Book (Gross Assets)	2,333,986	2,399,600	2,571,400	2,733,920	2,863,810	22.7%	4.8%
GS3	2.05%	2.20%	2.18%	2.00%	1.92%	-13bps	-8bps
NS3	0.96%	1.05%	1.02%	0.89%	0.84%	-12bps	-5bps
PCR	53.88%	52.80%	53.60%	56.20%	56.90%	302bps	70bps
ROA	1.80%	1.90%	2.10%	2.30%	2.30%	50bps	0bps
ROE	12.50%	12.90%	13.10%	13.90%	13.70%	120bps	-20bps

Source: Company, Emkay Research

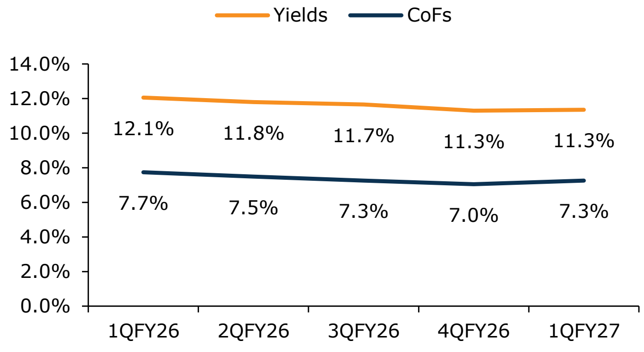
Results in charts

Exhibit 5: Strong AUM growth led by strong disbursement



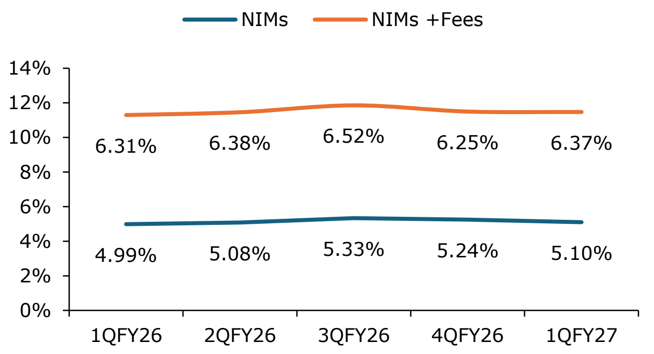
Source: Company, Emkay Research

Exhibit 6: Reported COF increased by ~20bps sequentially



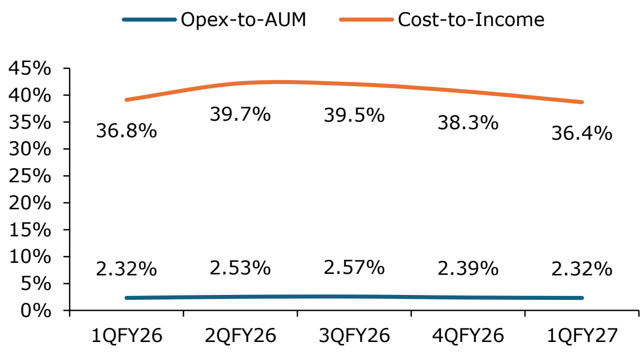
Source: Company, Emkay Research

Exhibit 7: NIM impacted due to elevated COF



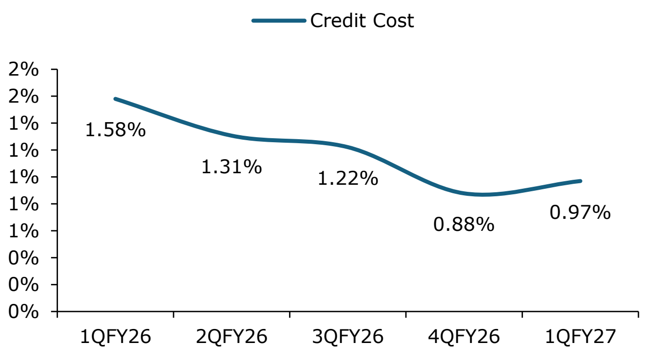
Source: Company, Emkay Research

Exhibit 8: Opex ratio continues to improve, as productivity and efficiency increase



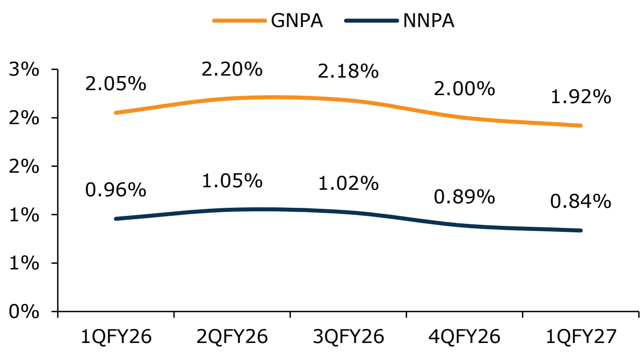
Source: Company, Emkay Research

Exhibit 9: Credit cost remains within the guidance range



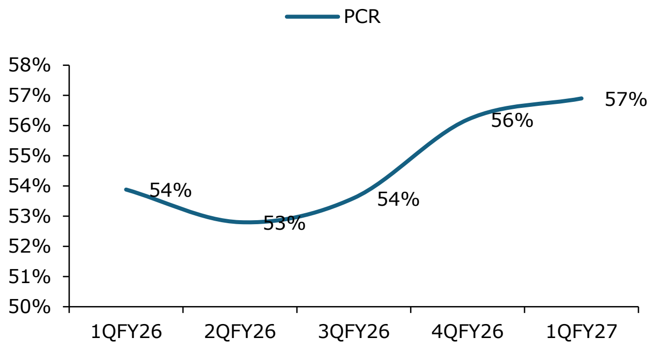
Source: Company, Emkay Research

Exhibit 10: Improving asset quality trend



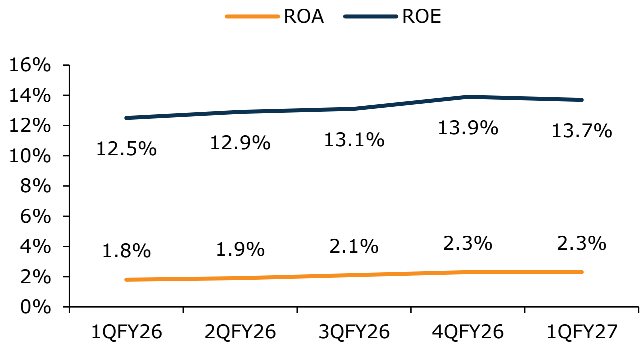
Source: Company, Emkay Research

Exhibit 11: Healthy provision coverage ratio



Source: Company, Emkay Research

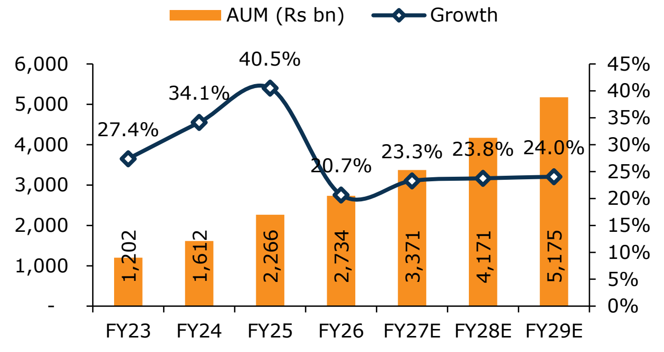
Exhibit 12: ROA/ROE to expand as margins and operating efficiency improve



Source: Company, Emkay Research

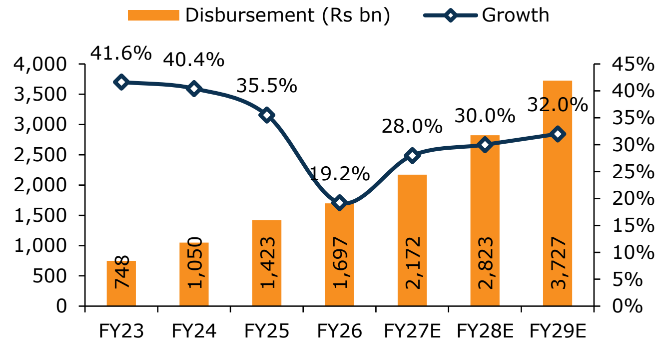
Story in charts

Exhibit 13: Strong growth momentum to continue over the medium term



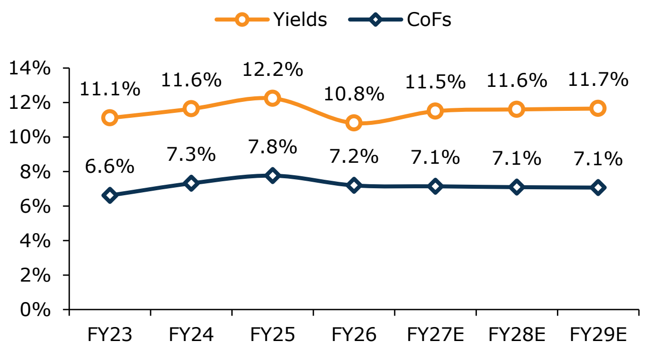
Source: Company, Emkay Research

Exhibit 14: Strong disbursement across the product segment



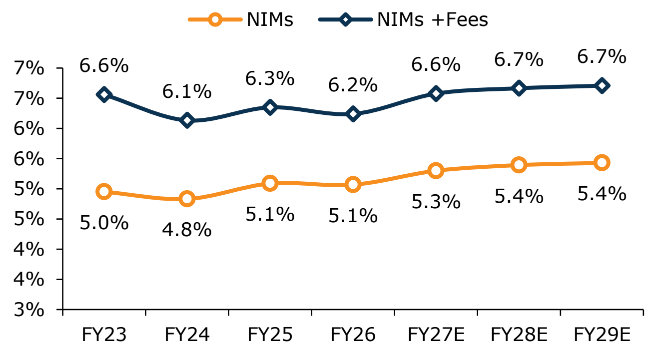
Source: Company, Emkay Research

Exhibit 15: Yields to expand as asset mix improves



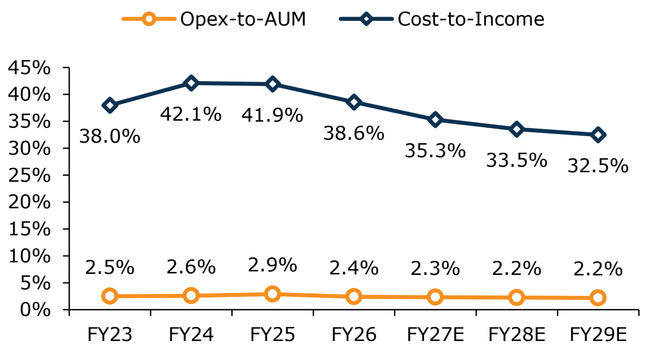
Source: Company, Emkay Research

Exhibit 16: Margins to improve on the back of increasing share of high-yield products



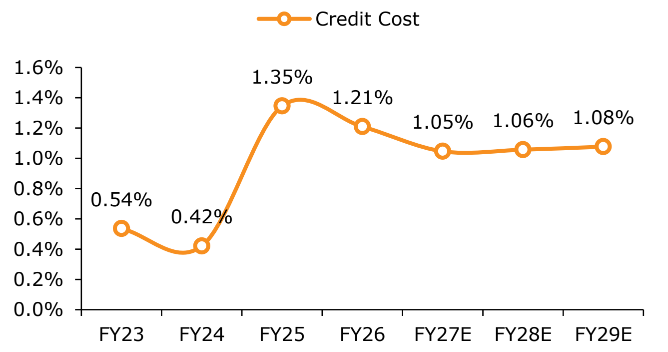
Source: Company, Emkay Research

Exhibit 17: Opex to moderate as efficiency improves



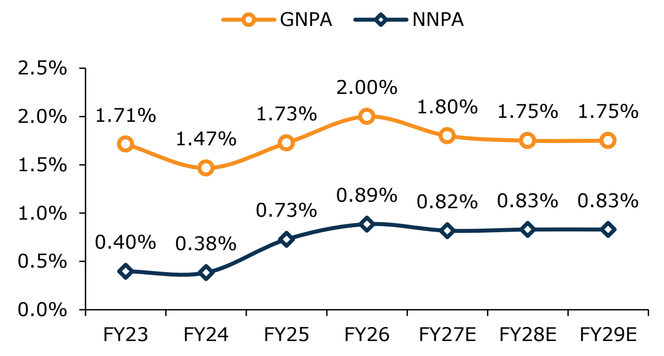
Source: Company, Emkay Research

Exhibit 18: Our credit cost estimates are slightly above management guidance of ~1%



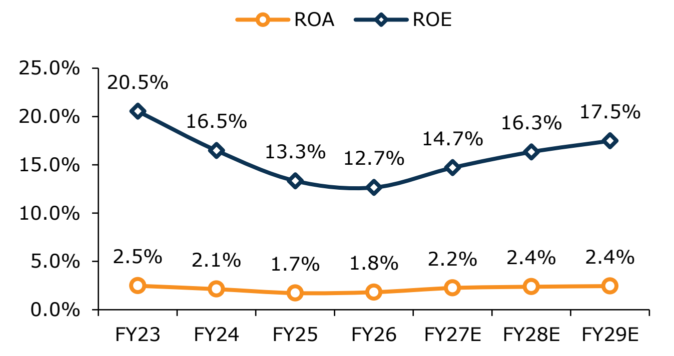
Source: Company, Emkay Research

Exhibit 19: Asset quality to be stable ahead



Source: Company, Emkay Research

Exhibit 20: Annual ROA/ROE expansion led by improving operating metrics



Source: Company, Emkay Research

Earnings Call Highlights

- Tata Capital delivered a strong 1QFY27 performance, with consolidated AUM reaching ~Rs2.91trn, reflecting a robust 22% yoy growth (+28%, excluding the motor finance segment).
- Disbursement momentum remained exceptionally strong, surging 33% yoy to ~Rs462.12bn during the quarter. Consolidated PAT stood at ~Rs15.47bn, up 56% yoy, translating into a healthy consolidated ROE of 13.7%.
- The retail and SME segments continue to anchor the lending portfolio, with the management targeting this mix to be consistent at ~85% of the overall book.
- High-margin unsecured retail disbursals scaled up significantly, growing 50% yoy, which drove an unsecured AUM growth of 17% yoy. Microfinance constitutes less than 1% of the total book and is projected to remain below 2% in the near future.
- Asset quality continued its resilient trend, with GS3 improving to 1.9% from 2.0% in 4QFY26, while PCR was maintained at 57%. Credit cost for the quarter was stable at 1%, well within the guided corridor.
- The management noted no material stress across the CV and MSME portfolios, despite the evolving macroeconomic and geopolitical conditions. Bounce rates have consistently improved mom (including July), indicating improving portfolio health.
- On the liability front, the cost of funds saw a slight uptick to 7.28% in 1Q. Management expects an overall 8-10bps increase in funding costs for the current year.
- Despite rising funding costs, net interest margins (NIMs) are expected to improve by ~10bps this year. The margin expansion will be supported by a calibrated shift toward higher-yield segments and optimized pricing across existing product lines.
- Operating leverage is scaling well, with cost-to-income improving by 190bps sequentially to 36.4%. 2/3rd of the incremental ROA improvement by FY28 is expected to be driven by margin expansion and 1/3rd by operating leverage.
- Technology and AI continue to drive tangible operational efficiency across the value chain. Currently, 98% of customers are onboarded digitally, and 70% of retail applications are processed via AI-led workflows, delivering ~40% productivity gains.
- Housing Finance segment sustained the strong growth trajectory, with AUM growing 24% yoy to ~Rs894.16bn and PAT up 29% yoy. The business maintains exceptional asset quality with credit costs at a mere 0.05% and net NPAs at 0.3%.
- The Motor Finance book moderated sequentially to ~Rs244.45bn owing to a disciplined, risk-calibrated approach amid macroeconomic uncertainties. The business remained profitable in 1Q and is on track to achieve the target ROA of 2% by FY28 while keeping the used vehicle mix steady at 40-42%.
- The company announced the strategic acquisition of 88.6% stake in Yogloans for its entry into the secured gold loan segment. The deal values Yogloans at a pre-money equity valuation of ~Rs3.18bn and includes a ~Rs930mn primary capital infusion.
- Tata Capital plans to aggressively scale the newly acquired gold loan business following regulatory approvals. The management targets gold loan AUM of >Rs40bn and addition of ~500 new branches over the next 2.5-3 years.
- The balance sheet remains highly capitalized with a robust capital adequacy ratio of 18.5% and stable debt-to-equity of 5.3x. The company also successfully raised $400mn via senior unsecured bonds to further diversify international funding.
- **Guidance**
  - FY27 AUM growth: 23-25%
  - FY28 cost-to-income: 33-34%
  - Credit cost to remain at or under 1%
  - Margin improvement of ~10bps for the current year

Tata Capital: Consolidated Financials and Valuations

Profit & Loss

Y/E Mar (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
Interest Income	257,198	286,522	351,024	437,454	544,410
Interest Expense	150,296	159,853	189,292	234,104	290,704
Net interest income	**106,901**	**126,669**	**161,732**	**203,350**	**253,706**
NII growth (%)	57.2	18.5	27.7	25.7	24.8
Non interest income	26,501	29,304	39,005	47,997	59,759
Total income	**133,402**	**155,973**	**200,737**	**251,347**	**313,465**
Operating expenses	55,923	60,169	70,868	84,315	101,810
PPOP	**77,480**	**95,804**	**129,869**	**167,032**	**211,655**
PPOP growth (%)	55.1	23.7	35.6	28.6	26.7
Provisions & contingencies	28,268	30,229	31,933	39,861	50,324
PBT	**49,211**	**65,575**	**97,937**	**127,171**	**161,331**
Extraordinary items	0	0	0	0	0
Tax expense	12,635	16,715	25,159	32,669	41,445
Minority interest	-	-	-	-	-
Income from JV/Associates	(26)	49	0	0	0
Reported PAT	**36,550**	**48,909**	**72,777**	**94,502**	**119,886**
PAT growth (%)	9.9	33.8	48.8	29.9	26.9
Adjusted PAT	**36,647**	**48,461**	**72,177**	**93,802**	**119,086**
Diluted EPS (Rs)	**9.7**	**12.1**	**17.1**	**22.2**	**28.2**
Diluted EPS growth (%)	14.5	24.7	40.9	30.0	27.0
DPS (Rs)	**0**	**0**	**0**	**0**	**0**
Dividend payout (%)	**0**	**0**	**0**	**0**	**0**
Effective tax rate (%)	25.7	25.5	25.7	25.7	25.7
Net interest margins (%)	5.1	5.1	5.3	5.4	5.4
Cost-income ratio (%)	41.9	38.6	35.3	33.5	32.5
PAT/PPOP (%)	47.2	51.1	56.0	56.6	56.6
Shares outstanding (mn)	3,762.4	4,216.7	4,216.7	4,216.7	4,216.7

Source: Company, Emkay Research

Balance Sheet

Y/E Mar (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
Share capital	37,624	42,167	42,167	42,167	42,167
Reserves & surplus	276,214	416,448	489,225	583,727	703,613
Net worth	**313,838**	**458,615**	**531,392**	**625,894**	**745,780**
Borrowings	**2,102,229**	**2,359,769**	**2,939,374**	**3,660,466**	**4,564,018**
Other liabilities & prov.	**68,583**	**86,652**	**93,933**	**101,942**	**110,753**
Total liabilities & equity	**2,484,650**	**2,905,035**	**3,564,699**	**4,388,302**	**5,420,550**
Net loans	2,219,504	2,682,031	3,312,613	4,099,781	5,085,320
Investments	98,664	95,082	104,590	115,049	126,554
Cash, other balances	94,782	36,406	46,367	60,282	81,924
Interest earning assets	**2,412,950**	**2,813,518**	**3,463,571**	**4,275,112**	**5,293,798**
Fixed assets	19,264	25,039	28,795	33,114	38,081
Other assets	52,436	66,478	72,333	80,077	88,672
Total assets	**2,484,650**	**2,905,035**	**3,564,699**	**4,388,302**	**5,420,550**
BVPS (Rs)	83.4	108.8	126.0	148.4	176.9
Adj. BVPS (INR)	83.4	108.8	126.0	148.4	176.9
Gross loans	2,265,530	2,733,920	3,370,841	4,171,471	5,174,623
Total AUM	**2,265,530**	**2,733,920**	**3,370,841**	**4,171,471**	**5,174,623**
On balance sheet	2,265,530	2,733,920	3,370,841	4,171,471	5,174,623
Off balance sheet	0	0	0	0	0
Disbursements	1,423,017	1,696,600	2,171,648	2,823,142	3,726,548
Disbursements growth (%)	35.5	19.2	28.0	30.0	32.0
Loan growth (%)	40.7	20.8	23.5	23.8	24.0
AUM growth (%)	40.5	20.7	23.3	23.8	24.0
Borrowings growth (%)	41.9	12.3	24.6	24.5	24.7
Book value growth (%)	31.9	30.4	15.9	17.8	19.2

Source: Company, Emkay Research

Asset quality and other metrics

Y/E Mar (Rs mn)	FY25	FY26	FY27E	FY28E	FY29E
Asset quality					
GNPL - Stage 3	39,094	54,678	60,675	73,001	90,556
NNPL - Stage 3	16,340	23,949	27,304	34,310	42,561
GNPL ratio - Stage 3 (%)	1.7	2.0	1.8	1.8	1.8
NNPL ratio - Stage 3 (%)	0.7	0.9	0.8	0.8	0.8
ECL coverage - Stage 3 (%)	58.2	56.2	55.0	53.0	53.0
ECL coverage - 1 & 2 (%)	0.9	0.7	0.8	0.8	0.8
Gross slippage - Stage 3	-	-	-	-	-
Gross slippage ratio (%)	-	-	-	-	-
Write-off ratio (%)	0.9	0.8	0.8	0.7	0.7
Total credit costs (%)	1.3	1.2	1.0	1.1	1.1
NNPA to networth (%)	5.2	5.2	5.1	5.5	5.7
Capital adequacy					
Total CAR (%)	16.9	19.0	17.7	16.7	16.0
Tier-1 (%)	12.8	15.9	14.6	13.6	12.9
Miscellaneous					
Total income growth (%)	54.6	16.9	28.7	25.2	24.7
Opex growth (%)	53.9	7.6	17.8	19.0	20.8
PPOP margin (%)	4.0	3.8	4.3	4.4	4.5
Credit costs-to-PPOP (%)	36.5	31.6	24.6	23.9	23.8
Loan-to-Assets (%)	89.3	92.3	92.9	93.4	93.8
Yield on loans (%)	12.2	10.8	11.5	11.6	11.7
Cost of funds (%)	7.8	7.2	7.1	7.1	7.1
Spread (%)	4.5	3.6	4.4	4.5	4.6

Source: Company, Emkay Research

Valuations and key Ratios

Y/E Mar	FY25	FY26	FY27E	FY28E	FY29E
P/E (x)	36.4	29.2	20.7	16.0	12.6
P/B (x)	4.3	3.3	2.8	2.4	2.0
P/ABV (x)	4.3	3.3	2.8	2.4	2.0
P/PPOP (x)	0.0	0.0	0.0	0.0	0.0
Dividend yield (%)	0	0	0	0	0
Dupont-RoE split (%)					
NII/avg AUM	5.5	5.1	5.3	5.4	5.4
Other income	1.4	1.2	1.3	1.3	1.3
Securitization income	-	-	-	-	-
Opex	2.9	2.4	2.3	2.2	2.2
Employee expense	1.5	1.1	1.1	1.1	1.0
PPOP	**4.0**	**3.8**	**4.3**	**4.4**	**4.5**
Provisions	1.5	1.2	1.0	1.1	1.1
Tax expense	0.7	0.7	0.8	0.9	0.9
RoAUM (%)	**1.9**	**2.0**	**2.4**	**2.5**	**2.6**
Leverage ratio (x)	7.1	6.5	6.2	6.5	6.8
RoE (%)	**13.3**	**12.7**	**14.7**	**16.3**	**17.5**

Quarterly data

Rs mn, Y/E Mar	Q1FY26	Q2FY26	Q3FY26	Q4FY26	Q1FY27
NII	28,662	30,040	33,148	34,775	35,710
NIM (%)	5.5	5.0	5.1	5.3	5.2
PPOP	22,913	22,767	24,527	25,597	28,349
PAT	10,415	11,155	12,638	14,653	16,256
EPS (Rs)	2.63	2.74	2.99	3.56	3.86

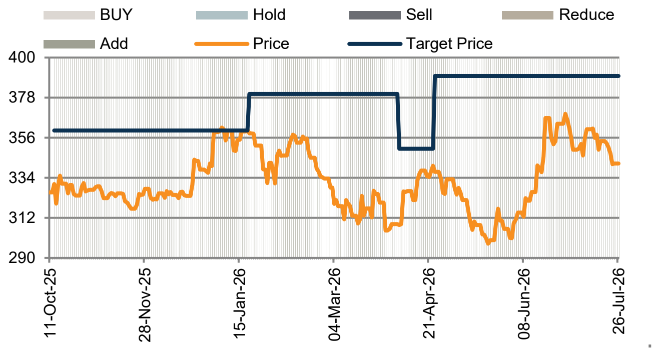
Source: Company, Emkay Research

RECOMMENDATION HISTORY - DETAILS

Date	Closing Price (Rs)	TP (Rs)	Rating	Analyst
05-Jul-26	349	390	Add	Avinash Singh
18-Jun-26	345	390	Add	Avinash Singh
24-Apr-26	337	390	Add	Avinash Singh
06-Apr-26	308	350	Add	Avinash Singh
17-Mar-26	311	380	Add	Avinash Singh
20-Jan-26	358	380	Add	Avinash Singh
06-Jan-26	362	360	Add	Avinash Singh
12-Nov-25	325	360	Add	Avinash Singh
29-Oct-25	326	360	Add	Avinash Singh
13-Oct-25	331	360	Add	Avinash Singh

Source: Company, Emkay Research

RECOMMENDATION HISTORY - TREND



Source: Company, Bloomberg, Emkay Research

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ADD	5-15% upside
REDUCE	5% upside to 15% downside
SELL	>15% downside

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