31 October 2026
2QFY27 Results Update | Sector: Financials

Indostar Capital Finance

Bloomberg	INDOSTAR IN
Equity Shares (m)	162
M.Cap.(INRb)/(USDb)	29.4 / 0.3
52-Week Range (INR)	292 / 161
1, 6, 12 Rel. Per (%)	-17/-6/-16
12M Avg Val (INR M)	41

Financials & Valuations (INR b)

Y/E March	FY26	FY27E	FY28E
NII	6.4	8.3	10.0
PPP	2.7	4.1	5.2
PAT	1.3	0.8	2.6
EPS (INR)	8.1	5.2	16.2
EPS Gr. (%)	109	-35	210
BV (INR)	234	239	255
Ratios			
NIM (%)	8.8	10.0	9.6
C/I ratio (%)	65.5	58.9	56.1
RoA (%)	1.3	0.8	2.1
RoE (%)	3.6	2.2	6.5
Payout (%)	0.0	0.0	0.0
Valuations			
P/E (x)	22.7	35.1	11.3
P/BV (x)	0.8	0.8	0.7
Div. Yield (%)	0.0	0.0	0.0

Shareholding pattern (%)

As On	Sep-26	Jun-26	Sep-25
Promoter	70.3	70.4	73.0
DII	1.7	2.2	2.5
FII	2.8	2.6	2.9
Others	25.2	24.9	21.7

FII Includes depository receipts

CMP: INR182 TP: INR240 (+32%) Buy

Growth phase begins; gradual improvement in profitability to follow

Legacy book run-down to drive credit cost improvement

- Indostar Capital Finance (INDOSTAR)'s 2QFY27 PAT stood at INR132m (vs. INR115m in 1QFY27). NII grew 34% YoY to INR2b. Other income stood at INR407m during the quarter (PQ: INR367m).
- Opex rose ~10% YoY to INR1.3b, translating into a cost-to-income ratio of ~54.9% in 2QFY27 (PY: 63.6% and PQ: 58.2%). PPOP grew 58% YoY to INR1.1b. Credit costs stood at ~INR961m (PQ: ~INR815m). This translated to annualized credit costs of ~4.6% in 2QFY27 (PQ: 4% and PY: 3.1%).
- INDOSTAR is targeting ~35% disbursement growth over the next 3 years, driven by deeper market penetration, geographic expansion, and a strengthened distribution franchise, supported by a ~51% increase in the sales force, completion of product verticalization, and leadership onboarding. VF is expected to remain the key growth driver, complemented by the scaling up of MLAP, which is targeted to contribute ~10-15% of overall AUM (over the next 3 years), supporting gradual portfolio diversification. We expect INDOSTAR to deliver an AUM CAGR of ~26% over FY26-28E.
- INDOSTAR's gradual run-down of the legacy portfolio and declining funding costs is expected to support lower credit costs and margin stability, driving a meaningful improvement in profitability. Management targets ~2% RoA by 2HFY28 and PAT of INR4.5-5b in FY29.
- We estimate a CAGR of 26%/42% in AUM/PAT over FY26-28 and an RoA/ RoE of ~2.1%/~7% in FY28E. **Reiterate BUY with a TP of INR240 (premised on 0.9x Sep'28E BVPS).**

Healthy disbursement momentum; Micro-LAP gaining traction

- Total AUM grew 12% YoY and 2.6% QoQ to ~INR84.6b. VF AUM grew 13% YoY and 2.6% QoQ. Total disbursements grew 51% YoY and ~13% QoQ to ~INR14b. VF disbursements stood at ~INR13.2b, growing ~47% YoY and ~12% QoQ.
- Micro-LAP AUM grew ~177% YoY/ ~29% QoQ to INR2.8b. Disbursements in Micro-LAP grew ~174% YoY to INR740m. LTV in this segment stood at 40.3% as of Sep'26.
- INDOSTAR plans to launch its LAP business in Karnataka and Madhya Pradesh in 2HFY27, with a calibrated approach towards building the portfolio. It also intends to gradually increase ticket sizes, with the median ATS expected to stabilize at ~INR1m, even if this entails some moderation in yields. We expect the company to deliver an AUM CAGR of ~26% over FY26-28E.

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Improving asset quality; credit costs to moderate going forward

- GS3 declined ~30bp QoQ to ~4.5%, whereas NS3 dipped ~10bp QoQ to 2.4%. PCR declined ~3.5pp QoQ to 46.4% (PQ: 49.9% and PY: 63.6%).
- INDOSTAR continues to report improving portfolio quality, driven by a tighter underwriting, a stronger customer mix, and a higher share of newer originations. Prime customers (CIBIL score of 725+) now constitute ~85% of the portfolio, up from 62% in FY24, while new-to-credit customers have declined from ~14% in the legacy book to ~4%.
- Early delinquencies remain stable at ~2.1%, reflecting healthy performance of newer originations. Asset quality is expected to improve further as the legacy portfolio (pre-Jan'25 originations) declines from ~24% of AUM currently to ~10% by FY27-end, easing residual stress and driving a meaningful reduction in credit costs from 4QFY27, with further improvement in FY28. We model credit costs of ~3.6%/2.3% for FY27E/FY28E.

Maturing debt refinanced with lower-cost borrowings to support margin expansion

- Reported CoF during the quarter declined ~20bp QoQ to 9.7% (PQ: 9.9% and PY: 10.4%). Incremental CoF was stable QoQ at 9.1% in 2QFY27. Yields (calc.) rose ~7bp QoQ to 17.5%, while CoF (calc.) declined ~65bp QoQ to 9.5%. Disbursement yield in vehicle finance was stable QoQ at 17.4%. NIM (calc.) expanded ~55bp QoQ to ~9.7%.
- INDOSTAR's NIM is expected to benefit from a gradual decline in funding costs, as higher-cost borrowings mature and are refinanced at lower rates. INDOSTAR has ~INR13-14b of debt due for repayment over the next 12 months.
- Around ~INR13b of borrowings carry interest rates of over 10.5% and are scheduled to mature over the next three to six months. This provides a near-term opportunity to lower borrowing costs and support margin expansion. We expect the company to deliver NIMs of 10%/9.6% for FY27E/FY28E.

Key highlights from the management commentary

- INDOSTAR does not intend to concentrate its portfolio in any single product segment and has consciously decided to restrict the share of any individual segment to ~35-40% of overall AUM.
- The company intends to pass on any increase in the cost of funds to borrowers, in line with the approach followed by other NBFCs.

Valuation and view

- The company delivered a healthy 2QFY27 performance, driven by robust disbursement growth, improving asset quality and sequential NIM expansion. Going forward, the run-down of the legacy book and lower funding costs are expected to support credit cost normalization and margin stability, while a strengthened distribution franchise and improving customer profile provide a foundation for sustained growth and profitability improvement.
- We estimate a CAGR of 26%/42% in AUM/PAT over FY26-28 and an RoA/ RoE of ~2.1%/~7% in FY28E. **Reiterate BUY with a TP of INR240 (premised on 0.9x Sep'28E BVPS).**

Quarterly Performance **(INR M)**

Y/E March	FY26				FY27		FY26	FY27
	1Q	2Q	3Q	4Q	1Q	2Q		
Interest Income	3,146	3,172	3,151	3,158	3,300	3,414	12,625	14,379
Interest Expenses	1,855	1,667	1,371	1,319	1,444	1,396	6,212	6,077
Net Interest Income	**1,291**	**1,506**	**1,779**	**1,839**	**1,856**	**2,017**	**6,414**	**8,302**
YoY Growth (%)	24.7	39.7	48.8	47.1	43.7	34.0	40.7	29.4
Other Income	291	396	315	309	367	407	1,311	1,592
Total Income	**1,582**	**1,902**	**2,094**	**2,149**	**2,223**	**2,425**	**7,724**	**9,894**
YoY Growth (%)	11.3	15.7	15.9	18.2	40.5	27.5	15.0	28.1
Operating Expenses	1,393	1,210	1,242	1,215	1,294	1,332	5,060	5,823
Operating Profit	**189**	**692**	**852**	**933**	**929**	**1,092**	**2,665**	**4,070**
YoY Growth (%)	-40.2	86.3	43.5	50.7	390.7	58.0	40.2	52.8
Provisions & Loan Losses	4,904	586	769	5,173	815	961	11,432	3,229
Profit before Tax and exceptional item	**-4,715**	**105**	**83**	**-4,240**	**115**	**132**	**-8,768**	**841**
Exceptional item (post-tax)	**10,069**	**0**	**0**	**0**	**0**	**0**	**10,070**	**0**
PBT (incl. exception gain/loss)	**5,355**	**105**	**83**	**-4,240**	**115**	**132**	**1,303**	**841**
Tax Provisions	0	0	0	0	0	0	0	0
Reported PAT	**5,355**	**105**	**83**	**-4,240**	**115**	**132**	**1,303**	**841**
YoY Growth (%)	-	-41.2	-27.6	-	-	25.7	147.7	-35.4
AUM Growth (%)	8.9	0.2	(2.1)	1.2	5.9	11.8		
NIM (%)	6.6	7.8	9.3	9.3	9.1	9.7		
Cost to Income Ratio (%)	88.0	63.6	59.3	56.6	58.2	54.9		
Tax Rate (%)	-	0.2	0.1	-	0.0	0.0		
Key Operating Parameters (%)								
Yield on loans (Cal)	17.6	18.0	17.8	17.3	17.4	17.5		
Cost of funds (Cal)	10.8	10.6	10.1	9.9	10.2	9.5		
Spreads (Cal)	6.8	7.4	7.7	7.4	7.2	8.0		
NIMs (Cal)	6.6	7.8	9.3	9.3	9.1	9.7		
Credit Cost (Cal)	24.9	3.1	4.0	26.3	4.0	4.6		
Cost to Income Ratio	88.0	63.6	59.3	56.6	58.2	54.9		
Tax Rate	0.0	0.2	0.1	0.0	0.1	0.1		
Balance Sheet Parameters								
AUM (INR B)	77.8	75.6	76.9	80.6	82.4	84.6		
Change YoY (%)	8.9	0.2	-2.1	1.2	5.9	11.8		
AUM Mix (%)								
Vehicle	92.9	92.9	93.0	93.1	93.7	93.7		
Micro-LAP	1.0	1.3	1.7	2.2	2.6	3.3		
SME & Others	4.7	4.5	4.1	4.7	3.7	3.0		
Corporate	1.4	1.3	1.2	0.0	0.0	0.0		
Asset Quality Parameters (%)								
GS 3 (INR B)	3.0	2.2	3.0	3.8	3.9	3.7		
Gross Stage 3 (% on Assets)	4.0	3.0	4.1	4.8	4.8	4.5		
Net Stage 3 (% on Assets)	1.7	1.1	1.8	2.1	2.5	2.4		
PCR (%)	59.6	63.6	57.8	57.4	49.9	46.4		

E: MOFSL estimates

Highlights from the management commentary

Guidance

- INDOSTAR is targeting disbursement growth of ~35% over the next three years and is progressing well against this objective.
- The company expects the legacy portfolio, largely comprising loans originated before Jan'25, to decline from ~24% of overall AUM currently to ~10% by FY27-end. As the legacy portfolio runs down and the share of newer originations increases, management expects sustained improvement in delinquencies and credit costs. Normalized credit costs are expected to remain in the range of ~2-2.5%, with a meaningful reduction expected from 4QFY27 and further improvement in FY28.
- The company expects to achieve an ROA of ~2% by 2HFY28, supported by lower credit costs as a substantial portion of the legacy book runs off.
- INDOSTAR is targeting a PAT of ~INR4.5-5b in FY29, supported by improving customer quality and better portfolio performance.
- MLAP is expected to contribute ~10-15% of the overall portfolio over the next three years, with growth calibrated to portfolio quality.
- The company plans to add ~100 branches over the next three years while continuing to expand its sales force and strengthen its distribution network.
- Management intends to gradually increase ticket sizes in MLAP, with the median ticket size currently at INR0.95-1m and expected to stabilize around INR1m.
- INDOSTAR expects the weighted average cost of borrowings to decline as higher-cost debt matures and gets replaced with borrowings at lower rates.

Business updates and opening remarks

- Urban demand remained resilient, supported by festive-season consumption, healthy trade activity and transportation demand. The operating environment continues to be constructive, with healthy demand across retail, agriculture, and services segments.
- Vehicle finance credit within the NBFC sector grew 15.4% YoY as of Aug'26, reflecting healthy demand across transportation segments. Industry prospects remain encouraging, with ICRA expecting vehicle financing to grow at a healthy pace in FY27, supported by increasing financing penetration and replacement demand.
- The company's focus remains on accelerating growth while maintaining portfolio quality. INDOSTAR continues to strengthen its franchise through disciplined underwriting, prudent risk management and consistent execution. The foundation built over the last two years has provided the company with a stronger platform to participate in emerging growth opportunities.
- Management's focus is not limited to business growth but also extends to building a stronger and more sustainable earnings profile. Improving customer quality, lower non-starter ratios, stable early delinquencies and the healthy performance of the newer book provide confidence in long-term profitability.

Growth and business momentum

- Disbursements grew 51% YoY, driven by 41% growth in the vehicle finance business and 174% growth in MLAP.
- The company has significantly strengthened its ground sales force, with employee strength in sales increasing by 51%. Management intends to continue expanding the sales team to support future growth.
- All national managers across different segments are now on board, while product verticalization has been completed to support the next phase of expansion. State-level leaders have also been onboarded across business segments.
- Digitization has led to a significant improvement in TAT, customer experience and channel experience. This has particularly benefited the PV segment, which is highly sensitive to TAT, resulting in improved business volumes.
- The company continues to focus on increasing penetration in existing markets while expanding into newer geographies.

Customer quality and underwriting

- The improvement in customer quality is visible across the portfolio, with prime customers having a CIBIL score of 725 and above increasing to 85% currently from 62% in FY24. Borrowers with CIBIL scores of 700 and above now account for ~95% of the portfolio.
- The company has consciously reduced its exposure to new-to-credit customers through tighter underwriting standards. Their share has declined from ~14% in the older book to ~4% following the tightening measures implemented over the past two years.
- INDOSTAR continues to refine its underwriting framework through proprietary scorecards, product-specific filters, and enhanced decision-making processes to improve the quality of new originations. Credit quality has also improved within individual sub-segments, including M&HCV, reflecting the benefits of tighter customer selection and underwriting measures.
- Management is encouraged by the improvement in customer quality metrics and overall portfolio behavior, indicating that the initiatives undertaken over the past several quarters are yielding results.

Asset quality and credit costs

- Early delinquencies remained stable at ~2.1%, among the lowest levels observed by the company. As the share of the newer portfolio increases, the company is witnessing an improvement in overall portfolio behavior. A significant portion of the residual stress remains concentrated in the legacy book originated before Jan'25.
- The company has written off certain higher-delinquency assets from the older book. However, the quantum of write-offs is expected to reduce gradually as the legacy portfolio runs down.

MLAP Business

- MLAP continues to scale steadily, with growth accompanied by strong asset quality. Around ~99.6% of the portfolio remains current, while 90+ DPD stands at just 0.18%.
- The company continues to focus on self-employed borrowers while maintaining disciplined underwriting standards. Although the portfolio is not yet seasoned, management believes that the business has established a strong foundation.
- The ATS has increased to INR0.9m, while the median ticket size remains around INR0.95-1m. The company intends to gradually increase ticket sizes, even if this results in some moderation in yields.
- The weighted average LTV stands at ~40%, reflecting conservative underwriting.
- The company follows a calibrated approach to MLAP expansion, with an internal target of increasing its share to 10-15% of the overall portfolio over the next three years.
- INDOSTAR plans to launch its LAP business in Karnataka and Madhya Pradesh during 2HFY27, with expansion in both states to be undertaken in a calibrated manner.

Geographical expansion and branch network

- INDOSTAR continues to expand its franchise selectively across newer markets. It commenced operations in Bihar and Uttar Pradesh during August and September, and has also expanded into West Bengal.
- The company plans to launch its LAP business in Karnataka and MP, respectively, with a calibrated approach towards building the portfolio in these markets. The company remains focused on increasing penetration in existing markets while gradually establishing a presence in newer regions.

Borrowings, Cost of Funds and Yield

- The company has borrowings of ~INR39b that are either floating-rate or due for maturity within one year. Of this, around INR13-14b is scheduled to mature within the next 12 months, while the remaining borrowings are floating-rate in nature.
- Around ~INR13b of borrowings raised around 18-20 months ago, carrying an interest rate of over 10.5%, is due for repayment over the next three to six months.
- The company intends to pass on any increase in the cost of funds to borrowers, in line with the approach followed by other NBFCs.
- The increase in reported yields during the quarter was partly attributable to the inclusion of DA income.

Technology, Data Science and Operational Efficiency

- Digitization has significantly improved turnaround time, customer experience and channel engagement, supporting higher business volumes, particularly in the passenger vehicle segment.
- The company plans to continue investing in its data science team and build internal capabilities to support future growth.

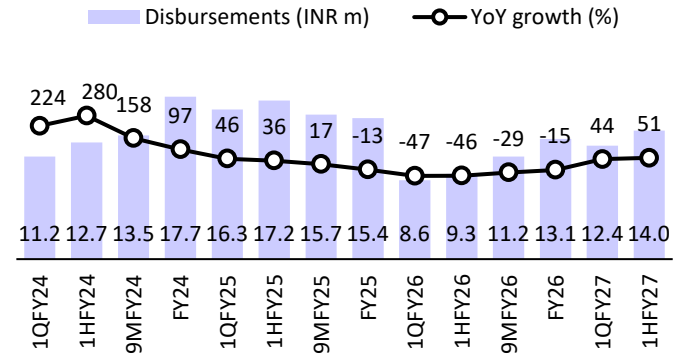
- Proprietary scorecards, product-specific underwriting filters and enhanced decision-making processes remain key priorities in strengthening customer selection and improving the quality of new originations.
- Management believes that continued investments in technology, analytics and underwriting capabilities will help build a stronger and more sustainable franchise.

Portfolio Mix and Risk Management

- INDOSTAR does not intend to concentrate its portfolio in any single product segment and has consciously decided to cap the share of any individual segment at around 35-40% of overall AUM.
- Around ~99% of the portfolio is backed by residential collateral, providing strong collateral coverage.
- The company remains focused on maintaining a balanced portfolio mix while expanding across vehicle finance and MLAP, with growth decisions guided by risk-adjusted returns and asset quality.

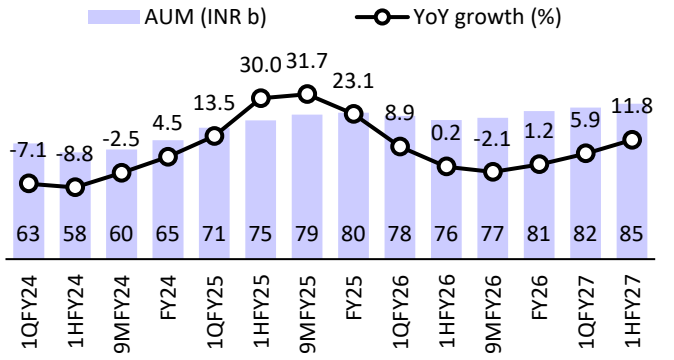
Key exhibits

Exhibit 1: Disbursements rose ~51% YoY



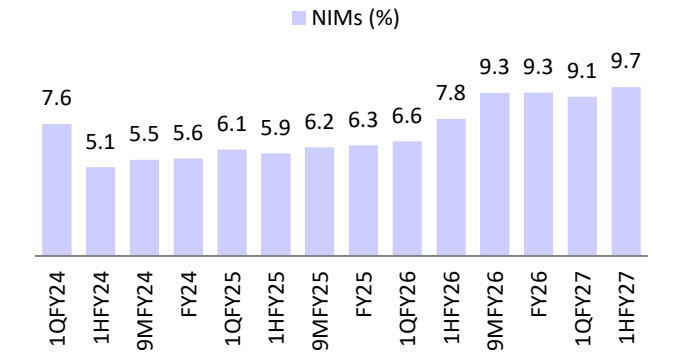
Source: MOFSL, Company

Exhibit 2: AUM grew ~12% YoY



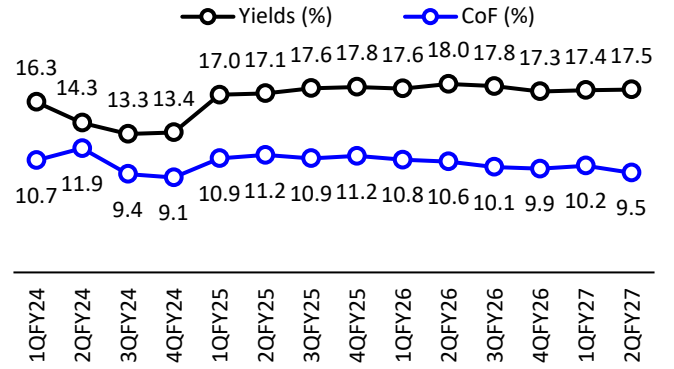
Source: MOFSL, Company

Exhibit 3: Calc. NIM improved ~55bp QoQ (due to DA income)



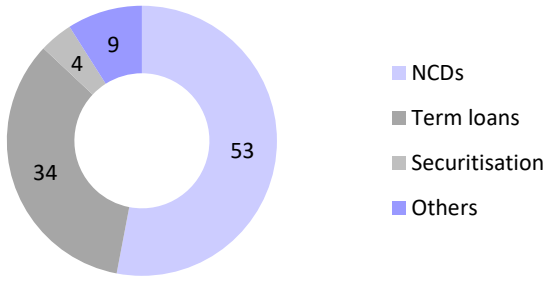
Source: MOFSL, Company

Exhibit 4: Spreads (calc.) improved ~70bp QoQ (%)



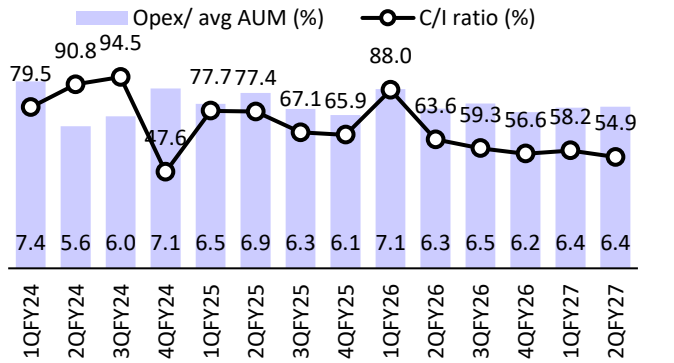
Source: MOFSL, Company

Exhibit 5: Borrowing mix as of Sep'26 (%)



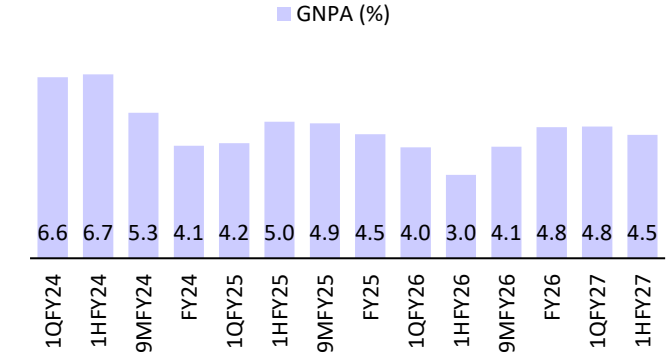
Source: MOFSL, Company

Exhibit 6: C/I ratio declined ~330bp QoQ to ~54.9%



Source: MOFSL, Company

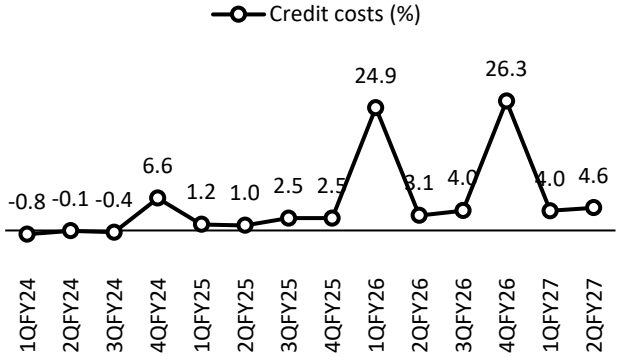
Exhibit 7: Standalone GNPA declined ~30bp QoQ



Source: MOFSL, Company

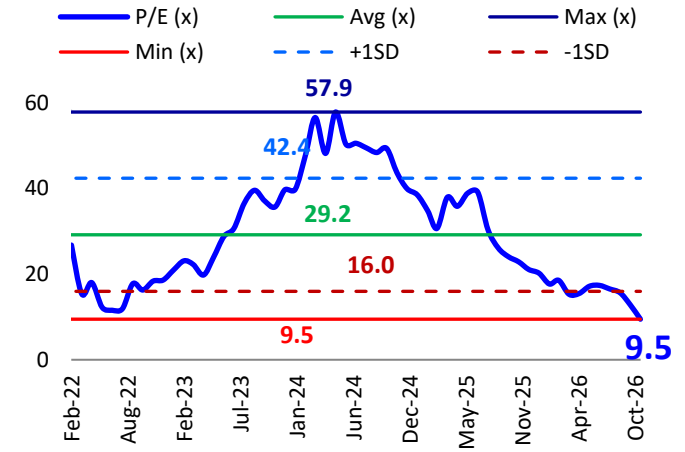
Note: From 1HFY25 onwards, GNPA relates to standalone financials

Exhibit 8: Credit costs stood at ~4.6% in 2QFY27



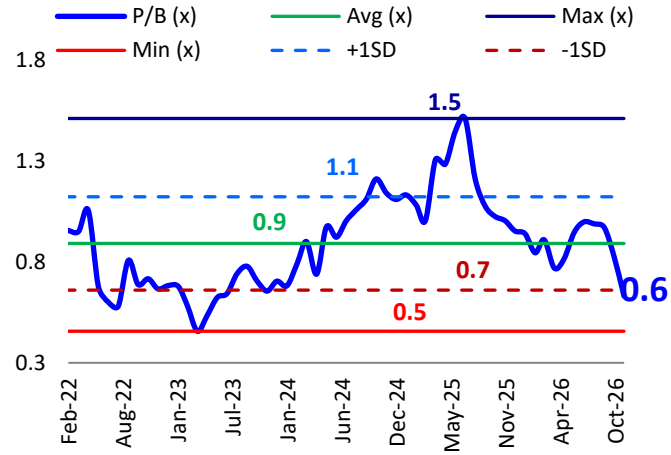
Source: MOFSL, Company

Exhibit 9: One-year forward P/E



Source: MOFSL, Company

Exhibit 10: One-year forward P/B



Source: MOFSL, Company

Financials and valuations

Income Statement (INR M)

Y/E March	FY20	FY21	FY22	FY23	FY24	FY25	FY26	FY27E	FY28E	FY29E
Interest Income	14,195	11,056	9,558	8,895	9,148	11,965	12,625	14,379	18,259	23,668
Interest Expended	8,574	6,923	5,143	5,180	5,812	7,408	6,212	6,077	8,248	10,717
Net Interest Income	**5,621**	**4,134**	**4,414**	**3,715**	**3,336**	**4,557**	**6,414**	**8,302**	**10,011**	**12,951**
Change (%)		-26.5	6.8	-15.9	-10.2	36.6	40.7	29.4	20.6	29.4
Fee Income	481	314	385	471	512	1,196	999	1,249	1,499	1,799
Other Income	724	562	593	565	1,592	962	311	342	393	452
Net Income	**6,827**	**5,010**	**5,392**	**4,751**	**5,441**	**6,716**	**7,724**	**9,894**	**11,904**	**15,202**
Change (%)		-26.6	7.6	-11.9	14.5	23.4	15.0	28.1	20.3	27.7
Operating Expenses	2,750	3,057	3,293	3,279	3,894	4,815	5,060	5,823	6,677	7,524
Operating Income	**4,076**	**1,953**	**2,099**	**1,471**	**1,547**	**1,901**	**2,665**	**4,070**	**5,226**	**7,678**
Change (%)		-52.1	7.5	-29.9	5.1	22.9	40.2	52.8	28.4	46.9
Provisions and W/Offs	8,553	4,524	11,508	-401	831	1,375	11,432	3,229	2,615	3,230
PBT	**-4,477**	**-2,571**	**-9,409**	**1,873**	**716**	**526**	**-8,768**	**841**	**2,612**	**4,448**
Exceptional Gain (Post-tax)	0	0	0	0	0	0	10,070	0	0	0
Tax	0	-156	-1,717	0	0	0	0	0	0	0
PAT	**-4,477**	**-2,415**	**-7,692**	**1,873**	**716**	**526**	**1,303**	**841**	**2,612**	**4,448**
Change (%)		-46.1	218.5	-124.3	-61.8	-26.6	-	-35.4	210.4	70.3

Balance Sheet (INR M)

Y/E March	FY20	FY21	FY22	FY23	FY24	FY25	FY26	FY27E	FY28E	FY29E
Equity Share Capital	925	1,237	1,361	1,361	1,361	1,361	1,615	1,615	1,615	1,615
Reserves & Surplus	25,962	35,552	27,419	28,865	29,660	32,901	36,160	37,002	39,613	44,062
Net Worth	**26,887**	**36,790**	**28,780**	**30,226**	**31,021**	**34,262**	**37,776**	**38,617**	**41,229**	**45,677**
Other Capital Instruments	0	0	0	0	0	0	0	0	0	0
Borrowings	**70,872**	**57,607**	**54,830**	**48,131**	**60,494**	**69,165**	**54,768**	**71,837**	**94,782**	**1,21,727**
Change (%)		-18.7	-4.8	-12.2	25.7	14.3	-20.8	31.2	31.9	28.4
Other liabilities	2,874	3,477	4,633	3,036	2,387	4,195	2,571	3,085	3,702	4,443
Total Liabilities	**1,00,633**	**97,873**	**88,243**	**81,393**	**93,901**	**1,07,622**	**95,114**	**1,13,539**	**1,39,713**	**1,71,847**
Investments	4,318	17,885	9,771	14,571	15,709	18,182	9,819	10,310	11,135	12,026
Change (%)		314.2	-45.4	49.1	7.8	15.7	-46.0	5.0	8.0	8.0
Loans and Advances	**80,737**	**66,925**	**64,910**	**51,956**	**59,873**	**72,165**	**74,345**	**90,932**	**1,17,742**	**1,51,214**
Change (%)		-17.1	-3.0	-20.0	15.2	20.5	3.0	22.3	29.5	28.4
Net Fixed Assets	4,071	3,790	3,936	3,814	3,796	3,781	3,618	3,799	3,989	4,188
Other Assets	11,507	9,274	9,626	11,052	14,524	13,494	7,332	8,497	6,847	4,419
Total Assets	**1,00,633**	**97,873**	**88,243**	**81,393**	**93,901**	**1,07,622**	**95,114**	**1,13,539**	**1,39,713**	**1,71,847**

E: MOFSL Estimates

AUM Details (INR M)

Y/E March	FY20	FY21	FY22	FY23	FY24	FY25	FY26	FY27E	FY28E	FY29E
Standalone. AUM (INR Bn)	**91**	**80**	**83**	**62**	**65**	**80**	**81**	**99**	**129**	**165**
AUM Mix										
Corporate	**31**	**24**	**19**	**20**	**6**	**2**	**0**	**0**	**0**	**0**
Retail	**69**	**76**	**81**	**80**	**94**	**98**	**100**	**100**	**100**	**100**
Vehicle	49	52	59	59	87	93	93	93	91	87
SME	19	23	22	21	7	4	5	2	1	1
Micro-LAP	0	0	0	0	0	1	2	4	8	12

Financials and valuations

Ratios										(%)
Y/E March	**FY20**	**FY21**	**FY22**	**FY23**	**FY24**	**FY25**	**FY26**	**FY27E**	**FY28E**	**FY29E**
Spreads Analysis (%)										
Yield on Portfolio	17.6	15.0	14.5	15.2	16.4	18.1	17.2	17.4	17.5	17.6
Cost of Borrowings	12.1	10.8	9.1	10.1	10.7	11.4	10.0	9.6	9.9	9.9
Interest Spread	5.5	4.2	5.4	5.2	5.7	6.7	7.2	7.8	7.6	7.7
Net Interest Margin	6.0	5.6	6.7	6.4	6.0	6.9	8.8	10.0	9.6	9.6
Profitability Ratios (%)										
RoE	-16.6	-7.6	-23.5	6.3	2.3	1.6	3.6	2.2	6.5	10.2
RoA (on balance sheet)	-4.4	-2.4	-8.3	2.2	0.8	0.5	1.3	0.8	2.1	2.9
Debt: Equity (x)	2.6	1.6	1.9	1.6	2.0	2.0	1.4	1.9	2.3	2.7
Leverage (x)	3.7	2.7	3.1	2.7	3.0	3.1	2.8	2.7	3.2	3.6
Efficiency Ratios (%)										
Int. Expended/Int.Earned	60.4	62.6	53.8	58.2	63.5	61.9	49.2	42.3	45.2	45.3
Op. Exps./Net Income	40.3	61.0	61.1	69.0	71.6	71.7	65.5	58.9	56.1	49.5
Empl. Cost/Op. Exps.	60.0	50.9	53.5	41.4	54.4	61.8	66.2	66.7	67.5	67.7
Fee income/Net Income	7.1	6.3	7.1	9.9	9.4	17.8	12.9	12.6	12.6	11.8
Asset quality										
GNPA	3,652	3,441	12,030	4,790	4,265	4,584	3,750	3,669	3,903	2,732
NNPA	2,893	1,580	5,190	2,190	1,744	2,448	1,600	1,651	1,756	1,229
GNPA %	4.4	4.7	13.6	8.1	5.0	4.5	4.8	4.8	3.7	3.7
NNPA %	3.5	2.2	6.7	4.0	2.1	2.5	2.2	2.2	1.6	1.6
PCR %	20.8	54.1	56.9	55.2	59.1	46.6	57.3	55.0	55.0	55.0
Valuation										
Book Value (INR)	291	297	211	222	228	252	234	239	255	283
BV Growth (%)		2.3	-28.9	5.0	2.6	10.4	-7.1	2.2	6.8	10.8
Price-BV (x)	**0.6**	**0.6**	**0.9**	**0.8**	**0.8**	**0.7**	**0.8**	**0.8**	**0.7**	**0.6**
Adjusted BV (INR)	263	278	150	197	206	228	218	223.2	238.3	270.9
Price-ABV (x)	**0.7**	**0.7**	**1.2**	**0.9**	**0.9**	**0.8**	**0.8**	**0.8**	**0.8**	**0.7**
EPS (INR)	-48.4	-19.5	-56.5	13.8	5.3	3.9	8.1	5.2	16.2	27.5
EPS Growth (%)		-59.7	189.6	-124.3	-61.8	-26.6	108.7	-35.4	210.4	70.3
Price-Earnings (x)	**-3.8**	**-9.4**	**-3.2**	**13.3**	**34.8**	**47.4**	**22.7**	**35.1**	**11.3**	**6.6**
Dividend per share	2.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Dividend Yield (%)	**1.1**	**0.0**	**0.0**	**0.0**	**0.0**	**0.0**	**0.0**	**0.0**	**0.0**	**0.0**

E: MOFSL Estimates

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SELL	< - 10%
NEUTRAL	< - 10 % to 15%
UNDER REVIEW	Rating may undergo a change
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