

Rural Electrification Corp

Estimate change	↔
TP change	↓
Rating change	↔

CMP: INR423

TP: INR550 (+30%)

Buy

Minor weakness in AUM growth due to higher rundown

Asset quality improves; reported NIM stable QoQ

Bloomberg	RECL IN
Equity Shares (m)	2633
M.Cap.(INRb)/(USDb)	1115 / 12.7
52-Week Range (INR)	654 / 402
1, 6, 12 Rel. Per (%)	-8/-24/-20
12M Avg Val (INR M)	7171

Financials & Valuations (INR b)

Y/E March	FY25E	FY26E	FY27E
NII	201	228	266
PPP	201	228	267
PAT	160	188	206
EPS (INR)	60.9	71.5	78.1
EPS Gr. (%)	14	17	9
BV/Shr (INR)	306	360	417
ABV/Shr (INR)	302	356	413
RoAA (%)	2.7	2.8	2.6
RoE (%)	21.5	21.5	20.1
Div. Payout (%)	29.5	28.7	30.1

Valuation

P/E (x)	6.9	5.9	5.4
P/BV (x)	1.4	1.2	1.0
Div. Yield (%)	4.3	4.8	5.6

Shareholding pattern (%)

As On	Dec-24	Sep-24	Dec-23
Promoter	52.6	52.6	52.6
DII	14.0	14.3	14.2
FII	21.7	21.2	20.6
Others	11.7	11.8	12.6

FII Includes depository receipts

- Rural Electrification Corp (RECL)'s 3QFY25 PAT grew ~23% YoY to INR40.3b. NII grew ~20% YoY to ~INR51.3b. Other income rose ~260% YoY to ~INR2b.
- Opex rose ~78% YoY/~63% QoQ to ~INR3.1b and the cost-to-income ratio was ~5% (PQ: 3.1% and PY: ~4.7%). The sequential jump in opex was mainly due to higher CSR expenses. PPOp rose ~20% YoY to INR50.2b in 3QFY25.
- Yields (calc.) rose ~3bp QoQ to ~10.01%, while CoB increased ~4bp QoQ to ~7.32%, resulting in a largely stable spread QoQ at ~2.7%.
- GS3 improved ~60bp QoQ to ~1.95%, while NS3 improved ~15bp QoQ to ~0.75%. PCR on Stage 3 declined ~3pp QoQ to ~62%. Improvement in asset quality was driven by the complete resolution of Lanco Amarkantak, Nagai Power, and Konaseema Gas Power. Provision write-backs stood at INR890m. This translated into annualized credit costs of -2bp (PY: 1bp and PQ: -3bp).
- The company has 14 projects that are classified as NPA. Resolutions in 13 NPA projects (PCR: 68%) are being pursued under NCLT, while the remaining 1 NPA project (PCR: 50%) is outside NCLT.
- Yields have marginally risen over the past two quarters, driven by higher disbursements to the generation sector. Management guided for NIMs of around ~3.65%-3.7%, going forward. We expect NIMs at ~3.6% each in FY26/FY27 (vs. ~3.7% in FY25E).
- We estimate a CAGR of 20%/17%/14% in disbursement/AUM/PAT over FY24-FY27. We estimate RoA/RoE of 2.6%/20% and a dividend yield of ~5.6% in FY27. **Reiterate BUY with a TP of INR550 (premised on 1.4x Sep'26E BVPS).**
- Key risks are:** 1) rising exposure to private infrastructure projects as these loans fall outside REC's core business of lending to power projects; 2) increasing exposure to the high-risk power projects without PPAs; and 3) compression in spreads and margins due to intensified competition.

Key highlights from the management commentary

- The share of the private sector in the total lending will gradually increase to ~30% by FY30, as the proportion of renewable projects increases.
- Asset quality has improved primarily from resolutions of stressed assets viz. Lanco Amarkantak, Nagai Power, and Konaseema Power, with a total outstanding exposure of ~INR28b.
- There has been a delay in the signing of PPAs for renewable energy by the implementing agency (like NHPC, NTPC, and SECI), which is delaying the funding to RE projects by REC.
- Management expects a provision reversal of ~INR22b from the four stressed assets that are in the advanced stages of resolution. Resolutions of these exposures are expected by Dec'25.

Valuation and view

- RECL reported a decent quarter, marked by healthy disbursement growth, though AUM growth exhibited a minor slowdown due to higher repayments during the quarter. Repayments were higher in distribution and RE projects. Asset quality continues to improve, supported by the resolution of stressed assets, while NIMs remained largely stable sequentially.
- REC trades at 1x FY27E P/ABV, and we believe that risk-reward is attractive considering a healthy earnings growth and 20%+ RoE.
- REC is well equipped to achieve a loan book CAGR of ~17% and a PAT CAGR of ~14% over FY24-FY27. We estimate RoA/RoE of 2.6%/20% and a dividend yield of ~5.6% in FY27. **Reiterate BUY with a TP of INR550 (premised on a target multiple of 1.4x Sep'26E P/ABV).**

Quarterly Performance

Y/E March	FY24				FY25E				FY24	FY25E	3Q FY25E	INR m v/s Est.
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4QE				
Interest Income	1,06,895	1,13,930	1,19,440	1,23,836	1,26,904	1,34,744	1,39,704	1,45,539	4,64,101	5,46,890	1,38,112	1
Interest Expenses	70,498	73,500	76,533	78,961	80,212	85,065	88,373	91,830	2,99,493	3,45,480	88,468	0
Net Interest Income	36,397	40,430	42,907	44,875	46,692	49,678	51,331	53,709	1,64,608	2,01,410	49,644	3
YoY Gr (%)	-8.9	2.1	17.7	28.3	28.3	22.9	19.6	19.7	9	22	15.7	
Other Operational Income	195	546	531	924	469	483	757	2,328	7,198	8,494	0	
Net Operational Income	36,592	40,976	43,438	45,799	47,161	50,161	52,088	56,037	1,70,141	2,07,954	49,644	5
YoY Gr (%)	-9.7	2.6	17.2	26.1	28.9	22.4	19.9	22.4	19	22	14.3	
Other Income	2,553	1,425	29	1,674	2,998	731	1,266	1,738	679	848	3,000	-58
Total Net Income	39,144	42,401	43,467	47,473	50,159	50,892	53,354	57,776	1,70,819	2,08,802	52,644	1
YoY Gr (%)	-4.3	0.5	21.5	30.9	28.1	20.0	22.7	21.7	19	22	21.1	
Operating Expenses	1,445	1,938	1,766	3,114	2,175	1,936	3,147	2,773	6,597	8,082	2,566	23
YoY Gr (%)	-77.7	-65.8	-43.3	130.6	50.6	-0.1	78.2	-10.9	21	23	45.3	
% to Income	3.7	4.6	4.1	6.6	4.3	3.8	5.9	4.8	4	4	4.9	
Operating Profit	37,700	40,463	41,701	44,359	47,984	48,955	50,206	55,003	1,64,223	2,00,720	50,079	0
YoY Gr %	9.5	10.8	27.7	27.0	27.3	21.0	20.4	24.0	19	22	20.1	
Provisions	580	-7,604	559	-7,119	4,726	-1,441	-890	-4,219	(13,584)	(1,825)	-1,500	-41
PBT	37,120	48,067	41,143	51,478	43,258	50,396	51,097	59,222	1,77,806	2,02,545	51,579	-1
YoY Gr (%)	26.3	40.2	15.6	35.1	16.5	4.8	24.2	15.0	29	14	25.4	
Tax	7,512	10,338	8,449	11,315	8,834	10,342	10,806	12,148	37,614	42,129	10,419	4
Tax Rate (%)	20.2	21.5	20.5	22.0	17.6	20.5	21.1	20.5	21	21	20.2	
PAT	29,607	37,729	32,693	40,163	34,425	40,055	40,291	47,074	1,40,192	1,60,416	41,160	-2
YoY Gr (%)	21.0	38.3	13.6	33.8	16.3	6.2	23.2	17.2	26.8	14.4	25.9	

Key Parameters (Calc., %)

Yield on loans	9.7	9.9	9.9	9.9	9.8	9.99	10.01	10.0				
Cost of funds	7.3	7.2	7.2	7.3	7.2	7.28	7.32	7.3				
Spread	2.4	2.7	2.7	2.6	2.7	2.7	2.69	2.7				
NIM	3.2	3.4	3.6	3.5	3.5	3.7	3.7	3.7				
C/I ratio	2.6	2.8	4.7	5.6	3.4	3.1	5.0	4.5				
Credit cost	0.0	-0.2	0.0	(0.1)	0.1	0.0	0.0	-0.1				

Balance Sheet Parameters

Disbursements (INR b)	341	416	464	394	437	473	547	602				
Growth (%)	174.3	133.3	56.4	6.6	27.9	13.7	18.0	52.9				
AUM (INR b)	4,544	4,743	4,975	5,094	5,297	5,461	5,656	5,909				
Growth (%)	17.1	20.2	21.0	17.1	16.6	15.1	13.7	16.0				

Asset Quality Parameters

GS 3 (INR B)	148.9	148.9	138.1	138	138.1	138.2	110.5	0.0				
GS 3 (%)	3.3	3.1	2.8	2.7	2.6	2.5	2.0	0.0				
NS 3 (INR B)	41.1	45.6	40.9	44	43.5	48.2	42.1	0.0				
NS 3 (%)	1.0	1.0	0.8	0.9	0.8	0.9	0.7	0.0				
PCR (%)	72.4	69.4	70.4	68.5	68.5	65.1	61.9	324.6				

E: MOFSL Estimates

Disbursements up ~18% YoY; sanction pipeline healthy

- AUM stood at INR5.66t and grew 14% YoY/4% QoQ. Disbursements grew ~18% YoY to INR547b. The share of renewable and infrastructure in the disbursement mix was ~12% and ~6%, respectively.
- The loan growth was slightly weak during the quarter due to increased repayments, primarily driven by higher repayments in distribution under the Revolving Bill Payment Facility (RBPF) and renewable energy project generation.
- The company has guided for a loan book growth of ~15-17% over the medium term and reiterated its target of achieving an INR10t loan book by FY30. We model an AUM CAGR of ~17% over FY24-FY27E.
- Sanctions stood at ~INR848b. The share of renewable in the sanction mix was ~24% and the share of infrastructure in the sanction mix was ~26%.

Improvement in asset quality; GS3 improves ~60bp QoQ

- GS3 improved ~60bp QoQ to ~1.95%, while NS3 improved ~15bp QoQ to ~0.75%. PCR on Stage 3 declined ~325bp QoQ to ~62%. Improvement in asset quality was driven by the complete resolution of Lanco Amarkantak, Nagain Power, and Konaseema Gas Power.
- The company has ~14 projects that are classified as NPA. Resolutions in ~13 NPA projects (PCR: 68%) are being pursued under NCLT, while the remaining ~1 NPA project (PCR: 50%) outside NCLT.
- Management expects a provision reversal of ~INR22b from the four stressed assets that are in the advanced stages of resolution. Resolutions of these exposures are expected by Dec'25.

Exhibit 1: Stressed assets in advanced stages of resolution: Expected recovery and provision write-backs

Name of the project	Expected Principal recovery (%)	Provision write-backs (INR b)
KSK Mahanadi	154	9.1
Sinnar Thermal Nashik	52.6	7.6
Hiranmaye Energy	82.5	4.4
Bhadreshwar	-	0.4
Total		21.5



Highlights from the management commentary

Opening Remarks

- Disbursements have grown significantly to ~INR1.46t as of 9MFY25.
- Renewable energy disbursements have grown ~79% YoY in the first nine months.
- The company is expecting a resolution on four operating assets as bids have already been completed.
- The company has declared a third interim dividend of INR4.3/share with a total dividend of INR11.8/share in FY25.

Stressed asset resolutions

- In respect of KSK Mahanadi, there will be a reversal of INR9.1b out of which ~3.5b has already been reversed in the current quarter.
- For the Sinnar thermal plant, recovery for the principal amount is ~52.6% which will translate into a provision reversal of ~INR7.6b.
- For Hiranmai, the recovery will be ~82.75% which will be translated into a provision reversal of INR4.4b
- For Bhadreshwar, provision reversal will be ~INR425m.
- All four assets will result in a provision reversal of INR22b that will be completed by Dec'25.

Operating performance

- The company completed a maiden EN bond issuance of JPY61b USD and a USD bond issuance of USD500m.
- During 9MFY25, it sanctioned INR2.72t of projects with INR791b towards renewable projects.
- The top 10 borrowers account for nearly ~36% of the total outstanding loans. None of the top 10 borrowers account for more than 8% of the total loan book.
- Yields have increased to ~10.09% from ~9.98% in the last year.
- Spreads and NIMs improved to ~2.94%/3.64% respectively.
- The disbursements towards the generation sector have increased which has resulted in higher yields during the quarter.

Asset quality

- GNPA/NNPA stood at ~1.95%/0/75% as of Dec'24. The asset quality has improved driven by resolutions of stressed assets namely Lanco Amarkantak, and Nagai Power with a total outstanding amount of INR28b.
- There are no NPAs in the state sector and the company holds PCR of 62%.
- There are about 13 projects under NCLT with outstanding loans of INR95b and one project being pursued outside NCLT with an outstanding amount of INR15b with PCR of 50%.

Guidance

- Guided for loan book to grow at ~15-17% for the years to come.
- The company reiterated its target to reach INR10t loan book by FY30.
- There can be significant disbursements in respect of RDSS loss reduction work concerning prepaid smart meters. The company has already sanctioned an

INR70b loan to the prepaid smart meter and the same is likely to pick up in the next two years.

- The share of the private sector in total lending will gradually increase to ~30% by FY30 as more sanctioned loans towards renewable projects will be disbursed.
- Guided to maintain NIMs of 3.65-3.7% going forward.

Borrowings

- 99% of the forex loans are hedged and hence there is not much concern on that front.
- The company has a treasury team that keeps on reviewing hedging margins.
- The company has discussed this with the Ministry of Finance and the 54EC exemption will continue to be there. These loans are the cheapest source of borrowing for the company as the company pays just ~5.25% interest on these bonds.

Disbursements and loan growth

- The loan growth was weak during the quarter due to higher repayments.
- During the quarter, a lot of repayments happened to RBPF and for generation in renewable energy projects.
- Adani power plant in Jharkhand: The government of India has allowed Adani Power to sell in the domestic market in case there is no offtake from Bangladesh. The repayments are happening on time and the company does not see any concern with regard to the Adani power plant.
- There are close to 50k-55k MW of projects that will come under state sector utility and the company is targeting close to 50% of the same.
- The company has done 8500MW of greenfield thermal generation and during the current year, the company has already done 3700MW of these projects.
- Renewable headwinds: There has been a delay in the signing of PPAs by the renewable energy implementing agency, which is delaying the funding by REC. The company is not able to lend to those projects since the PPAs are not signed and the company does not lend to the projects which don't have a signed PPA.

Repayments

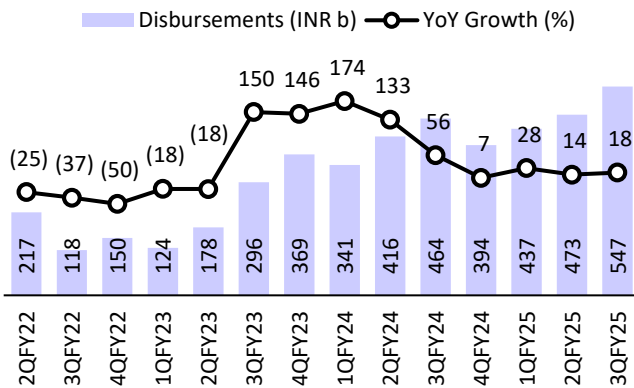
- The average repayment rate is ~INR90b per month. During the quarter, the company received INR270b of regular payments and INR56b of RBPF payments which is again regular.
- The important thing was that the company received prepayment from ACME of around INR20b which is because the company went public and it was mandatory for ACME to make repayments out of their IPO proceeds.

Others

- The greenfield coal-based power plant project cost has now increased to INR120-INR130m per MW.
- The company is sanctioning renewable projects such as solar, wind, hybrid solar, wind turbine manufacturing units, battery energy storage, pump storage projects, green hydrogen, and green ammonia.
- The financial health of DISCOMs is improving because of the implementation of the RDSS scheme.

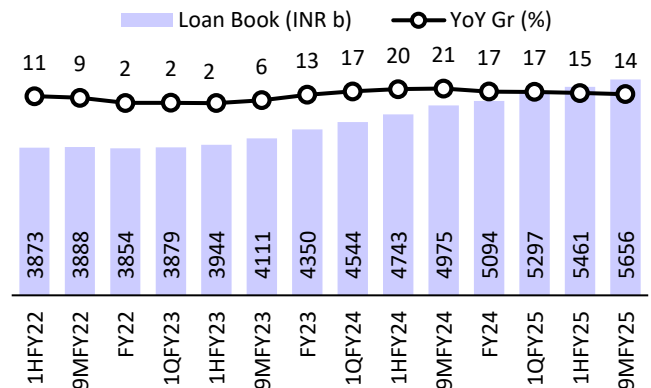
Key exhibits

Exhibit 2: Disbursements rose ~18% YoY



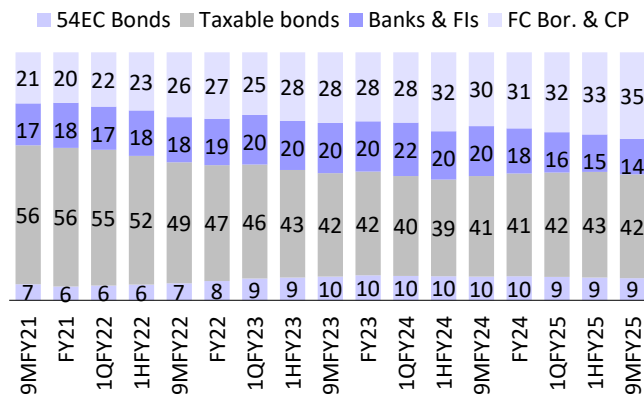
Source: MOFSL, Company

Exhibit 3: Loan book grew 14% YoY



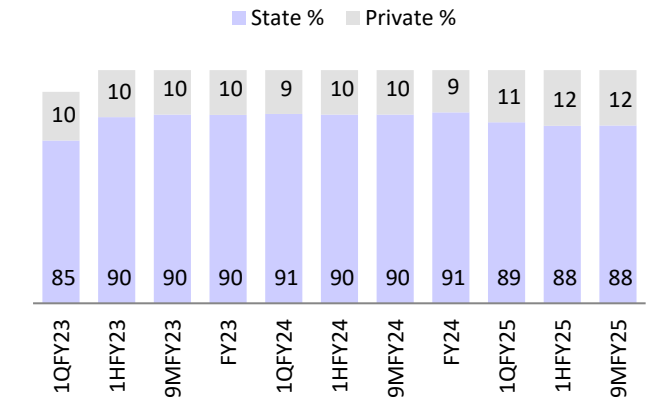
Source: MOFSL, Company

Exhibit 4: Borrowing mix (%)



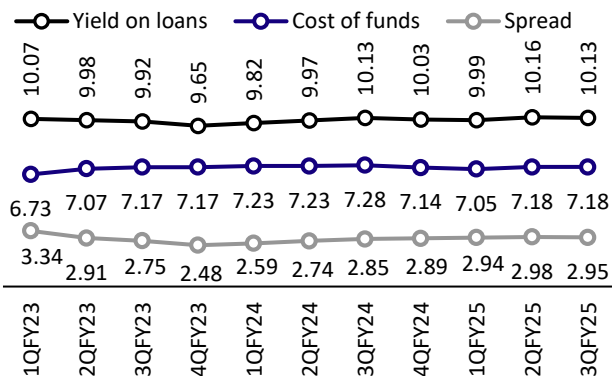
Source: MOFSL, Company

Exhibit 5: Only 12% of loans are given to private players (%)



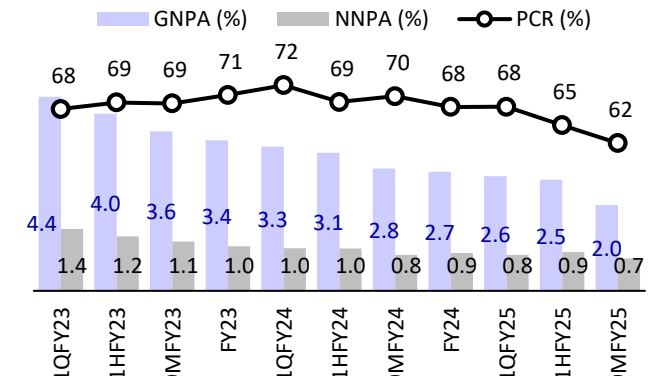
Source: MOFSL, Company

Exhibit 6: Spreads largely stable QoQ



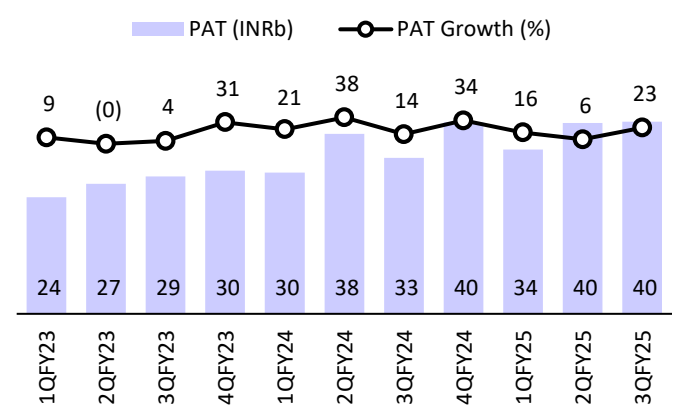
Source: MOFSL, Company,

Exhibit 7: Asset quality continues to improve



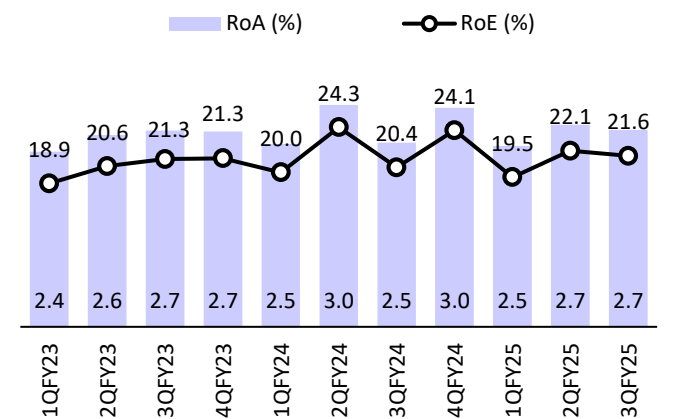
Source: MOFSL, Company

Exhibit 8: PAT grew ~23% YoY



Source: MOFSL, Company,

Exhibit 9: RoA/RoE trends (%)



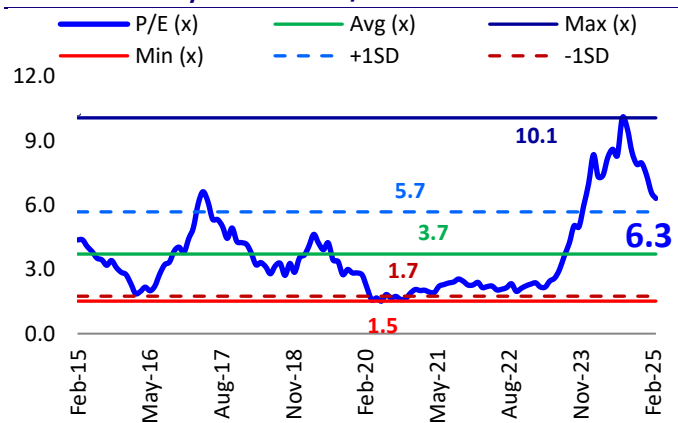
Source: MOFSL, Company

Exhibit 10: We broadly maintain our FY26/FY27 earnings estimates

INR B	Old Est.			New Est.			% Change		
	FY25	FY26	FY27	FY25	FY26	FY27	FY25	FY26	FY27
NII	197.8	224.2	260.5	201.4	228.0	266.2	1.8	1.7	2.2
Other Income	7.6	9.9	11.6	7.4	9.7	11.4	-2.6	-1.7	-1.7
Net Income	205.4	234.1	272.1	208.8	237.7	277.6	1.6	1.5	2.0
Operating Expenses	7.6	8.7	9.8	8.1	9.5	10.9	6.4	9.6	10.9
Operating Profits	197.8	225.4	262.3	200.7	228.2	266.7	1.5	1.2	1.7
Provisions	-4.5	-4.4	1.1	-1.8	-7.2	9.8	-	-	796
PBT	202.3	229.8	261.2	202.5	235.4	256.9	0.1	2.4	-1.6
Tax	41.7	46.0	52.2	42.1	47.1	51.4	1.1	2.4	-1.6
PAT	160.6	183.9	209.0	160.4	188.4	205.5	-0.1	2.4	-1.6
Loans	5,947	7,010	8,242	5,909	6,920	8,077			
Spreads (%)	2.67	2.50	2.45	2.73	2.56	2.56			
RoAA (%)	2.7	2.7	2.6	2.7	2.8	2.6			
RoAE (%)	21.5	21.0	20.5	21.5	21.5	20.1			

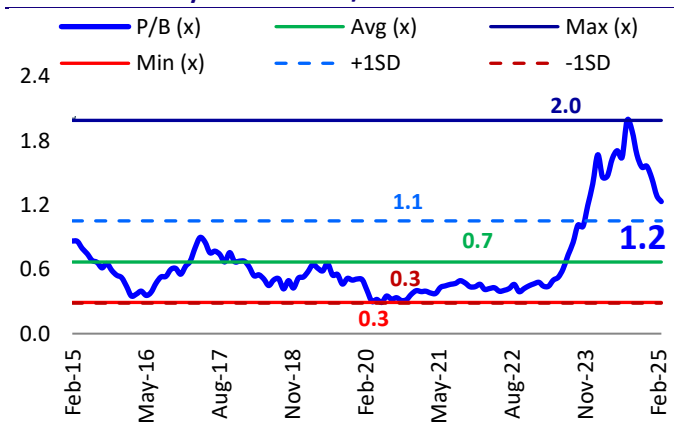
Source: MOFSL, Company

Exhibit 11: One-year forward P/E



Source: MOFSL, Company,

Exhibit 12: One-year forward P/B



Source: MOFSL, Company

Financials and valuations

Income Statement									
	(INR b)								
Y/E March	FY19	FY20	FY21	FY22	FY23	FY24	FY25E	FY26E	FY27E
Interest on Loans	249.7	296.6	346.8	381.9	388.4	464.1	546.9	625.4	728.7
Interest Exp and Other Charges	156.4	190.0	214.9	220.5	237.4	299.5	345.5	397.4	462.5
Net Interest Income	93.3	106.7	131.9	161.3	151.0	164.6	201.4	228.0	266.2
Change (%)	6.6	14.3	23.7	22.3	-6.4	9.0	22.4	13.2	16.7
Forex Gains/(Losses)	-5.2	-23.6	-3.3	-8.0	-11.1	-1.7	-2.0	-1.5	-1.5
Net Interest Income (including forex gains/losses)	88.1	83.1	128.6	153.3	139.8	162.9	199.5	226.5	264.7
Other Operating Income	-0.1	1.0	7.0	9.5	3.7	7.2	8.5	10.2	11.7
Other Income	0.3	0.6	0.2	1.0	0.4	0.7	0.8	1.0	1.2
Net Total Income	88.3	84.7	135.9	163.8	144.0	170.8	208.8	237.7	277.6
Change (%)	3.4	-4.0	60.4	20.5	-12.1	18.6	22.2	13.9	16.8
Employee Cost	1.6	1.8	1.4	1.6	1.8	2.1	2.3	2.6	3.0
Administrative Exp	3.2	4.2	2.6	3.0	3.4	4.2	5.5	6.6	7.6
Depreciation	0.1	0.1	0.1	0.2	0.2	0.2	0.2	0.3	0.3
Total Operating Expenses	4.9	6.0	4.2	4.8	5.5	6.6	8.1	9.5	10.9
PPoP	83.4	78.7	131.8	159.0	138.5	164.2	200.7	228.2	266.7
Change (%)	2.0	-5.6	67.4	20.7	-12.9	18.5	22.2	13.7	16.9
Total Provisions	2.4	8.9	24.2	34.7	1.1	-13.6	-1.8	-7.2	9.8
% to Operating Income	2.9	11.3	18.4	21.8	0.8	-8.3	-0.9	-3.2	3.7
PBT	81.0	69.8	107.6	124.2	137.4	177.8	202.5	235.4	256.9
Tax (Incl Deferred tax)	23.4	21.0	23.9	23.8	26.8	37.6	42.1	47.1	51.4
Tax Rate (%)	28.8	30.0	22.3	19.1	19.5	21.2	20.8	20.0	20.0
PAT	57.6	48.9	83.6	100.5	110.5	140.2	160.4	188.4	205.5
Change (%)	30.4	-15.2	71.1	20.1	10.0	26.8	14.4	17.4	9.1

Balance Sheet									
	(INR b)								
Y/E March	FY19	FY20	FY21	FY22	FY23	FY24	FY25E	FY26E	FY27E
Capital	20	20	20	20	26	26	26	26	26
Reserves & Surplus	323	331	418	493	550	661	780	921	1,072
Net Worth	343	351	438	513	577	688	806	947	1,099
Borrowings	2,395	2,815	3,228	3,263	3,808	4,456	5,121	6,010	7,035
Change (%)	13.5	17.5	14.7	1.1	16.7	17.0	14.9	17.4	17.1
Total Liabilities	2,738	3,166	3,666	3,776	4,385	5,144	5,927	6,957	8,134
Investments	24	23	19	22	31	53	72	86	99
Change (%)	-6.9	-3.5	-17.4	13.0	45.4	69.5	35.0	20.0	15.0
Loans	2,705	3,121	3,653	3,719	4,221	4,992	5,800	6,813	7,963
Change (%)	12.9	15.4	17.0	1.8	13.5	18.3	16.2	17.5	16.9
Net Fixed Assets	4	5	6	6	6	7	7	7	7
Net current assets	0	0	0	0	0	0	0	0	0
Total Assets	2,732	3,148	3,678	3,747	4,259	5,052	5,879	6,906	8,070

E: MOFSL Estimates

Financials and valuations

Loans and Disbursements	FY19	FY20	FY21	FY22	FY23	FY24	FY25E	FY26E	FY27E
Gross Loans (INR b)	2,812	3,224	3,774	3,854	4,350	5,094	5,909	6,920	8,077
YoY Growth (%)	17	15	17	2	13	17	16	17	17
Disbursements (INR b)	722	757	930	642	968	1,615	2,059	2,429	2,818
YoY Growth (%)	17	5	23	-31	51	67	28	18	16

Ratios

Y/E March	FY19	FY20	FY21	FY22	FY23	FY24	FY25E	FY26E	FY27E
Spreads Analysis (%)									
Avg. Yield - on Financing Portfolio	9.7	10.1	10.1	10.3	9.7	9.9	9.9	9.7	9.7
Avg Cost of Funds	6.9	7.3	7.1	6.8	6.7	7.2	7.2	7.1	7.1
Interest Spread	2.8	2.8	3.0	3.5	2.9	2.7	2.7	2.6	2.6
Net Interest Margin	3.7	3.7	3.9	4.4	3.8	3.6	3.7	3.6	3.6
Profitability Ratios (%)									
RoE	17.0	14.1	21.2	21.1	20.3	22.2	21.5	21.5	20.1
RoA	2.1	1.5	2.2	2.5	2.5	2.8	2.7	2.8	2.6
Efficiency Ratios (%)									
Int. Expended/Int. Earned	62.6	64.0	62.0	57.8	61.1	64.5	63.2	63.5	63.5
Other operating Inc./Net Income	-0.1	1.2	5.2	5.8	2.6	4.2	4.1	4.3	4.2
Other Income/Net Income	0.4	0.8	0.2	0.6	0.3	0.4	0.4	0.4	0.4
Op. Exps./Net Income	5.5	7.1	3.1	2.9	3.8	3.9	3.9	4.0	3.9
Empl. Cost/Op. Exps.	32.2	29.2	34.9	33.1	33.2	32.4	28.6	27.7	27.5
Asset-Liability Profile (%)									
Loans/Borrowings Ratio	112.9	110.9	113.1	114.0	110.8	112.0	113.3	113.3	113.2
Assets/Networth	8.0	9.0	8.4	7.3	7.4	7.3	7.3	7.3	7.3
Debt/Equity Ratio	7.0	8.0	7.4	6.4	6.6	6.5	6.4	6.3	6.4
Asset Quality (%)									
Gross Stage 3	7.2	6.6	4.8	4.5	3.4	2.7	1.9	1.4	1.2
Net Stage 3	3.8	3.3	1.7	1.5	1.0	0.9	0.7	0.6	0.5
PCR	47.7	49.6	64.6	67.4	70.6	68.5	61.0	58.0	56.0
Credit costs	0.1	0.3	0.7	0.9	0.0	-0.3	0.0	-0.1	0.1

Valuations

Book Value (INR)	174	178	222	260	219	261	306	360	417
BV Growth (%)	2.8	2.3	24.8	17.3	-15.7	19.3	17.2	17.5	16.0
Price-BV (x)	2.4	2.4	1.9	1.6	1.9	1.6	1.4	1.2	1.0
Adjusted Book Value (INR)	160	164	213	253	215	257	302	356	413
ABV Growth (%)	1.4	2.4	30.1	18.4	-15.0	19.6	17.5	17.8	16.2
Price-ABV (x)	2.6	2.6	2.0	1.7	2.0	1.6	1.4	1.2	1.0
EPS (INR)	29.2	24.7	42.3	50.9	42.0	53.2	60.9	71.5	78.1
EPS Growth (%)	30.4	-15.2	71.1	20.1	-17.5	26.8	14.4	17.4	9.1
Price-Earnings (x)	14.5	17.1	10.0	8.3	10.1	7.9	6.9	5.9	5.4
Dividend	11.0	11.0	12.7	15.3	12.6	16.0	18.0	20.5	23.5
Dividend Yield (%)	2.6	2.6	3.0	3.6	3.0	3.8	4.3	4.8	5.6

E: MOFSL Estimates

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NOTES

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