

State Bank of India

Refer to important disclosures at the end of this report

Better credit growth, digital adoption to drive-up core profitability

- Growth set to improve, and so are margins/fees - leading to better core profitability:** SBI has promised above-systemic credit growth of ~9.5-10% in FY22E. It also expects +100bps above nominal GDP growth in FY23E. We have slightly trimmed our FY23 credit growth estimate for SBI by 100bps to ~12.7% from 13.7%, factoring in some moderation in GDP growth amid the Russia-Ukraine conflict, but expect the growth to improve to ~15%/16% by FY24E/25E. SBI should benefit on the margin front in a rising rate cycle, given its continued cost advantage, higher retail orientation (including better-yielding Xpress Credit), and most importantly, better LDR (domestic at 65%-70% vs. current 61%). As per management, the visible pick-up seen in corporate activity, transactional banking and retracement of retail fees (including waivers/discounts) should lead to overall better fee growth as well, partly blunting the impact of rising G-sec yields (protected till 7%) on its treasury performance. Taking better NII/fee growth into account, we expect FY22-24E core-profit CAGR of 20%, in line with private peers.
- Stepping up digital game to tap new-age customers and contain costs in long run:** SBI believes that 'Digital' is going to be the soul of future retail/corporate banking, and is stepping up its digital offerings via YONO 2.0 App and fintech tie-ups. For the first time, the bank has hired a marquee private banker (Mr. Nitin Chugh – ex digi-banking head of HDFCB) as DMD to ramp up its digital offerings in line with its private peers. According to management, it has 45mn customers on YONO App, out of its 460mn customers, and is currently onboarding 1mn customers per month. Further, nearly 30% of retail assets/67% of savings a/cs are opened via YONO, which the bank expects to rise meaningfully, leading to a better cost-income ratio in the long term.
- Asset quality, credit cost normalization to further drive RoAs up:** SBI's GNPA ratio has steadily declined to a low of 4.5%/1.3% since FY18. The restructured book is also low at 1.6% of loans among peers. This is primarily due to better asset-quality outcomes in retail/agri portfolio and lumpy resolutions in the corporate book. The transfer of NPAs to NARCL has been delayed due to procedural issues, but the bank hopes for steady resolutions in FY23, and thus a further moderation in NPA ratios. SBI already carries a healthy PCR on NPAs (71%), while its contingency buffer stands at 0.24% of loans, and thus should limit incremental credit cost at 80bps in FY23/24E. Factoring in better margins/fees and lower credit costs, we expect RoAs/RoRWA to improve to 0.9%/1.6% by FY24E from 0.5%/0.9% in FY21.
- Improving risk-adjusted return profile, capital self-sufficiency and growth prospects call for better valuations:** After the recent market correction due to the Russia-Ukraine conflict, SBI is trading at attractive valuations of 0.9x Mar'24E P/ABV. SBI has come a long way and is now far better placed in terms of capital, asset quality and earnings as demonstrated during the Covid peak. In our view, the bank's higher retail orientation and steady improvement in risk-adjusted returns (RoRWA) call for a sustained re-rating. Thus, maintain Buy/OW in EAP, with a TP of Rs680 (now at 1.5x Mar'24E core ABV + subs/Inv valuation of Rs211). **Key risks:** Treasury losses stemming from a sharp rise in G-Sec yields, higher NPA formation in the corporate/SME books, and slow growth.

Please see our sector model portfolio (Emkay Alpha Portfolio): [BFSI-Banks \(Page 15\)](#)

Financial Snapshot (Standalone)

(Rs mn)	FY21	FY22E	FY23E	FY24E	FY25E
Net income	15,42,064	15,94,469	18,16,535	20,68,086	23,65,091
Net profit	2,04,102	3,11,874	3,90,850	4,89,522	6,13,787
EPS (Rs)	22.9	34.9	43.8	54.9	68.8
ABV (Rs)	227.2	235.0	275.0	324.4	385.6
RoA (%)	0.5	0.7	0.8	0.9	1.0
RoE (%)	9.3	13.4	15.5	17.0	18.3
PE (x)	12.2	8.0	6.4	5.1	4.1
P/ABV	1.3	1.3	1.1	0.9	0.8

Source: Company, Emkay Research
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CMP	Target Price
Rs 491 as of (March 24, 2022)	Rs 680 (■) 12 months
Rating	Upside
BUY (■)	38.6 %

Change in Estimates

EPS Chg FY22E/FY23E (%)	-/
Target Price change (%)	NA
Target Period (Months)	12
Previous Reco	BUY

Emkay vs Consensus

	EPS Estimates	
	FY22E	FY23E
Emkay	34.9	43.8
Consensus	38.5	48.6
Mean Consensus TP (12M)	Rs 658	

Stock Details

Bloomberg Code	SBIN IN
Face Value (Rs)	1
Shares outstanding (mn)	8,925
52 Week H/L	549 / 321
M Cap (Rs bn/USD bn)	4,379 / 57.39
Daily Avg Volume (nos.)	223,73,480
Daily Avg Turnover (US\$ mn)	145.3

Shareholding Pattern Dec '21

Promoters	56.9%
FIIs	10.3%
DIIIs	23.8%
Public and Others	9.0%

Price Performance

(%)	1M	3M	6M	12M
Absolute	(2)	6	9	32
Rel. to Nifty	(3)	5	13	13

Relative price chart



Source: Bloomberg

This report is solely produced by Emkay Global. The following person(s) are responsible for the production of the recommendation:

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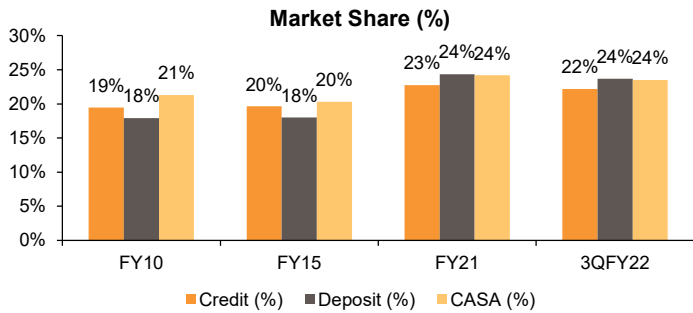
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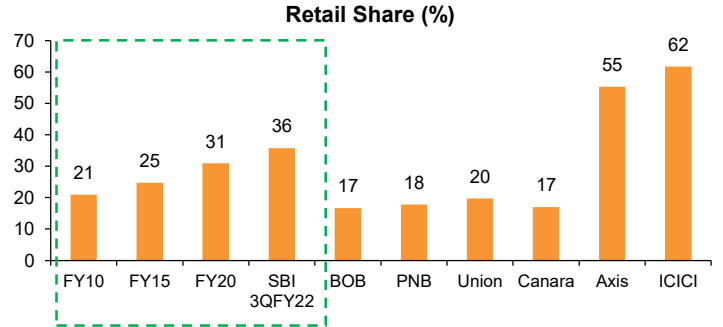
Story in Charts

Exhibit 1: SBI has been able to protect its market share vs. other PSBs



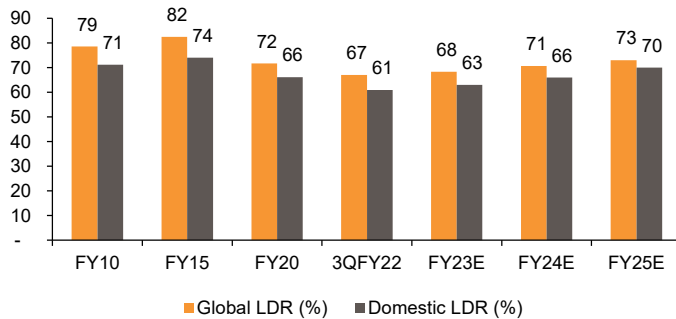
Source: Company, Emkay Research

Exhibit 2: SBI has seen steady improvement in retail share, including mortgages and high-yielding Xpress Credit



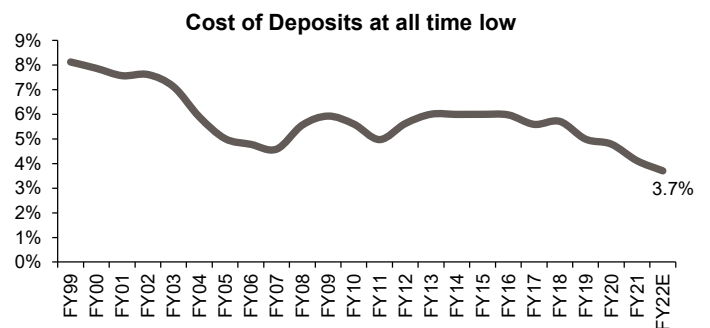
Source: Company, Emkay Research

Exhibit 3: The bank expects domestic LDR to improve to 65%-70% in the medium term, which will be a key margin driver



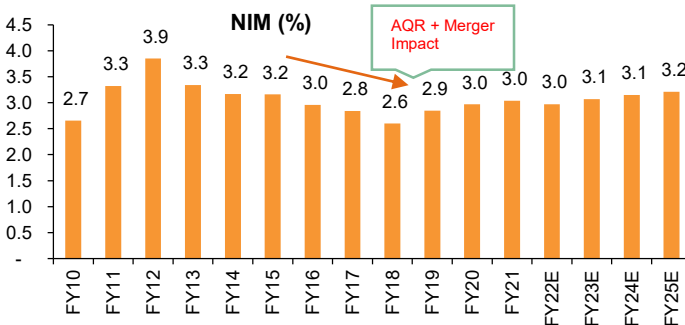
Source: Company, Emkay Research

Exhibit 4: Funding costs at historical lows, mainly due to the sharp cut in savings rate



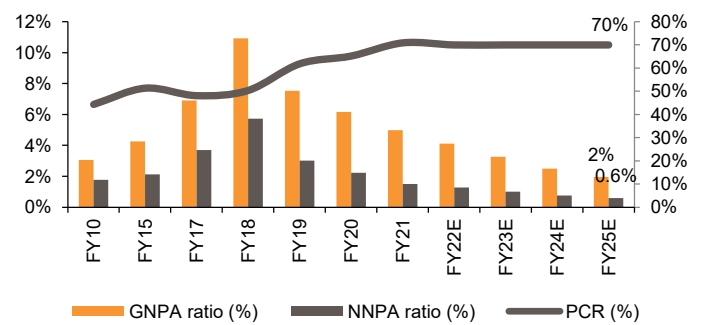
Source: Company, Emkay Research

Exhibit 5: NIMs should improve further, led by an improvement in domestic LDR and portfolio mix



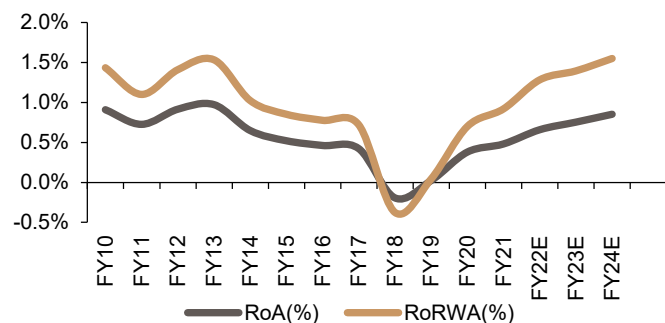
Source: Company, Emkay Research

Exhibit 6: Steady improvement in asset quality along with healthy provisions...



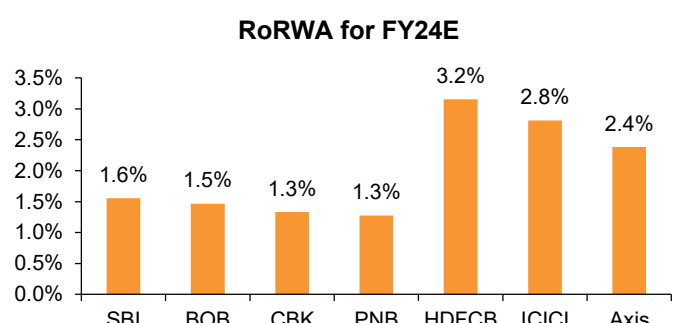
Source: Company, Emkay Research

Exhibit 7: SBI to reclaim its higher yesteryear's RoA/RoRWA

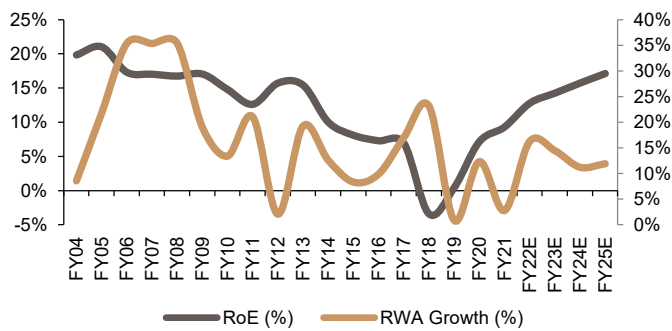


Source: Company, Emkay Research

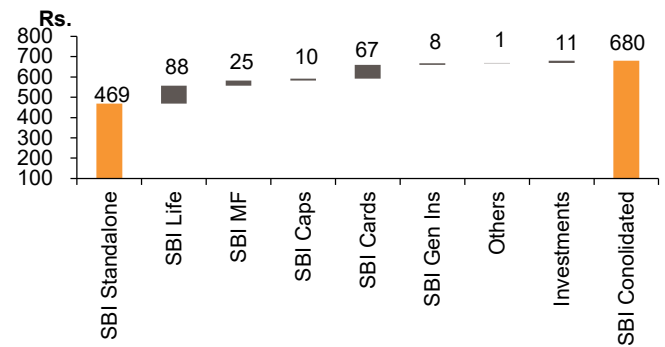
Exhibit 8: RoRWA compared with peers for FY24E



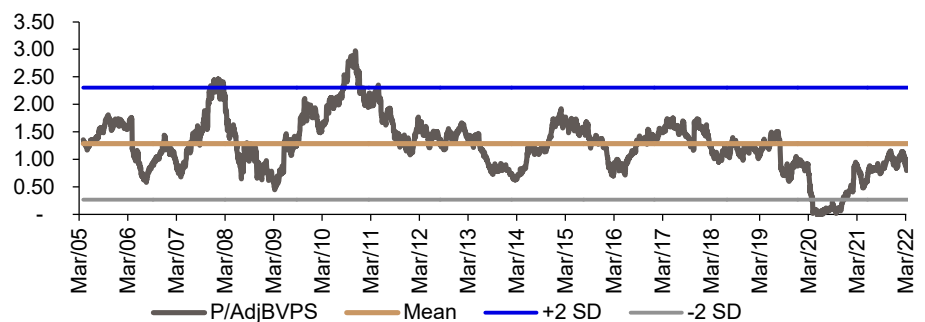
Source: Company, Emkay Research

Exhibit 9: Higher RoE vs. RWA growth should provide healthy internal capital accrual

Source: Company, Emkay Research

Exhibit 10: We value SBI at Rs680, providing >35% upside

Source: Emkay Research

Exhibit 11: Valuations remain attractive for SBI (0.9x FY24E ABV, more so after recent correction)

Source: Bloomberg, Emkay Research

Exhibit 12: Changes in estimates

Y/E Mar (Rs mn)	FY22E			FY23E			FY24E		
	Earlier	Revised	% change	Earlier	Revised	% change	Earlier	Revised	% change
Net interest income	12,10,201	12,10,201	0.0%	13,81,031	13,75,579	-0.4%	15,96,019	15,72,633	-1.5%
PPOP	6,84,575	6,68,703	-2.3%	8,01,738	7,94,800	-0.9%	9,59,335	9,43,211	-1.7%
PAT	3,16,590	3,11,877	-1.5%	4,04,132	3,90,853	-3.3%	4,94,797	4,89,525	-1.1%
EPS (Rs)	35.5	34.9	-1.5%	45.3	43.8	-3.3%	55.4	54.9	-1.1%
BV (Rs)	289.3	263.6	-8.9%	327.6	300.4	-8.3%	374.0	346.7	-7.3%

Source: Company, Emkay Research

Exhibit 13: Key Assumptions

	FY21A	FY22E	FY23E	FY24E	FY25E
Loan Growth %	5.3	9.7	12.7	15.1	16.4
Deposit Growth %	13.6	8.6	10.8	11.3	12.8
NIM %	2.9	2.8	2.9	3.0	3.1
GNPA %	5.0	4.1	3.3	2.5	2.0
Credit Cost %	1.3	0.9	0.8	0.8	0.8

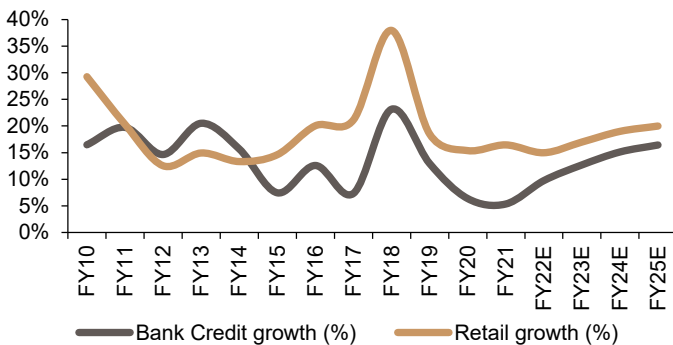
Source: Emkay Research

Growth set to improve, and so are margins/fees, leading to better core profitability

Over the years, SBI has gained market share vs. other PSBs given its unparalleled franchise network/outreach, better management pedigree with strategic focus on the retail business, strong pricing power and better asset-quality outcomes. As per management, there is a visible pick-up in domestic corporate activity, leading to a swelling of sanction pipeline ports, including from sectors such as roads, infrastructure and chemicals. Overseas corporate activity has also seen a meaningful traction (21% yoy growth in Q3FY22). Amid fears of growth dislocation due to the Russia-Ukraine conflict, SBI remains confident of clocking ~9.5-10% growth in FY22, while expects +100bps above nominal GDP growth in FY23. We have slightly trimmed our credit growth estimate for SBI in FY23E to ~13% from 14%, factoring in some moderation in GDP growth amid the Russia-Ukraine conflict, but expect growth to improve to 15%/16% by FY24E/25E. This, coupled with some moderation in deposit momentum, should lead to better domestic LDR (65%/70% vs. current 61%), which, along with continued strong growth in retail loans including Xpress Credit, should support core margin improvement.

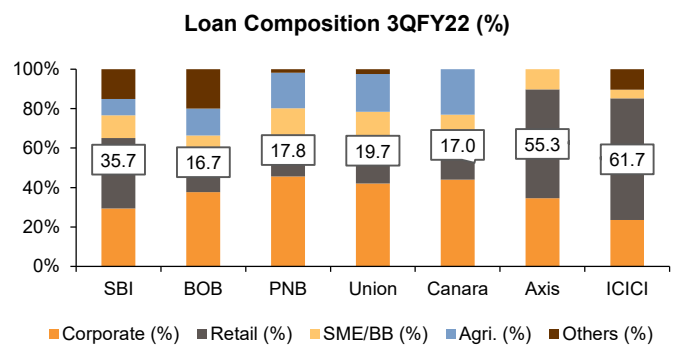
As far as fee income is concerned, the bank believes that it has lost some retail fees toward discounts/waivers in FY22, which will be available next year with Covid largely behind us. Add to that pick-up in business momentum, including credit and transactional banking activity, should boost fee income for the bank, which still remains sub-par vs. its private peers. As per bank, many private banks are expected to revise their general banking fees from early FY23, which provides an opportunity for the bank as well to upscale its fees amid increasing business throughput. Taking better NII/fee growth into account, we expect 20% core-profit CAGR over FY22-24E, in line with private peers.

Exhibit 14: We expect credit growth to improve steadily to 13% in FY23E and 15/16% in FY24E/25E



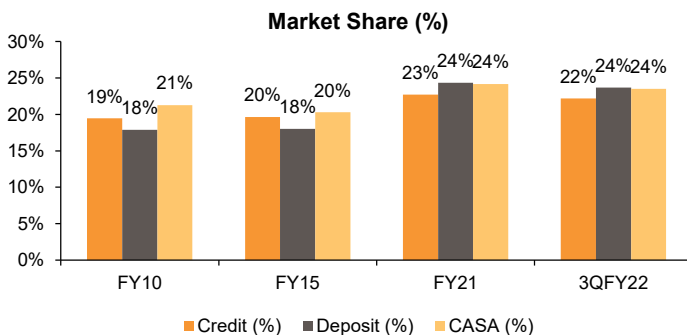
Source: Company, Emkay Research. Note: FY18 credit growth is calc based on merged v/s standalone numbers for FY17. Adjusted for merged numbers, growth would be ~5% yoy in FY18

Exhibit 15: SBI has relatively higher retail orientation, including mortgages and Xpress personal credit



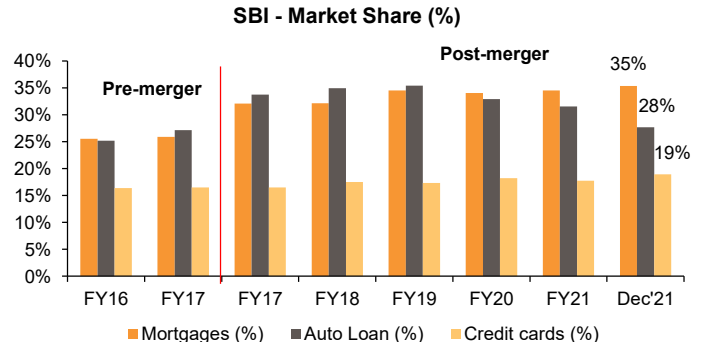
Source: Company, Emkay Research

Exhibit 16: SBI has been able to protect its market share vs. other PSBs



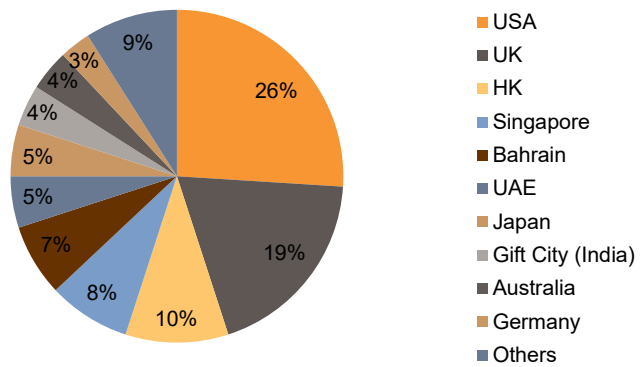
Source: Company, Emkay Research

Exhibit 17: SBI remains leader in mortgages, while has gained market share in cards. Loss in auto share is due to its conscious stance



Source: Company, Emkay Research

Exhibit 18: The bank has indicated that its direct exposure in Russia remains limited (below USD10mn), while indirect exposure too should be limited with no meaningful impact on growth/asset quality

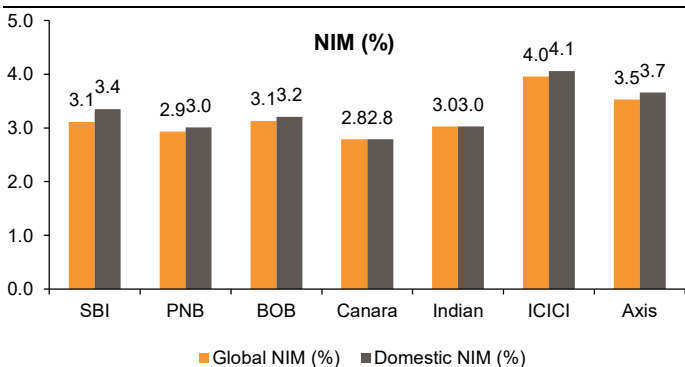


Source: Company, Emkay Research

Margins set to improve on better LDR, higher retail orientation and better cost of funds

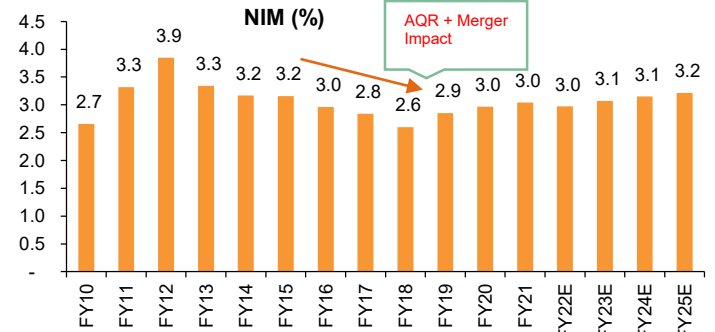
SBI has been able to manage better margin outcomes vs. other PSBs, given its enviable cost advantage, better asset quality and relatively higher retail orientation. The bank expects the margin trajectory to improve amid a rising interest rate cycle, given its continued cost advantage, lower interest reversals, and most importantly better domestic LDR (65%-70% vs. current 61%) as growth accelerates.

Exhibit 19: SBI has superior domestic NIM vs. other PSBs...



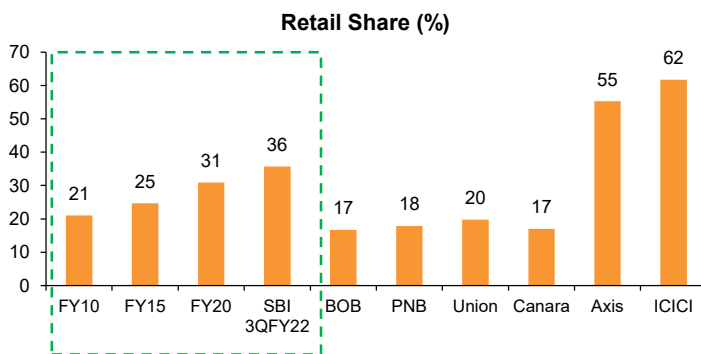
Source: Company, Emkay Research

Exhibit 20: ...which should improve further on an improvement in domestic LDR and portfolio mix



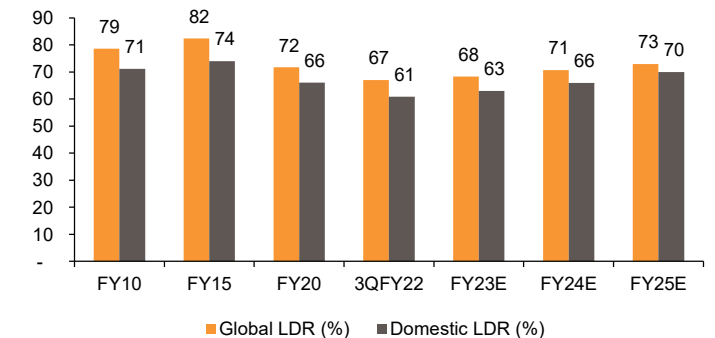
Source: Company, Emkay Research

Exhibit 21: SBI has seen steady improvement in retail share, including mortgages and high-yielding Xpress Credit



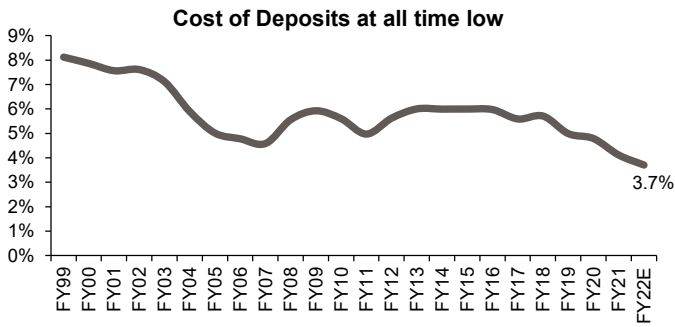
Source: Company, Emkay Research

Exhibit 22: The bank expects domestic LDR to improve back to 65%-70% in the medium term, which will be a key margin driver



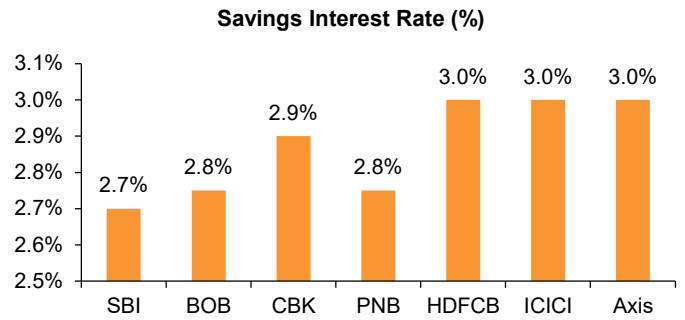
Source: Company, Emkay Research

Exhibit 23: Funding costs at historical lows, mainly due to sharp cut in savings rate



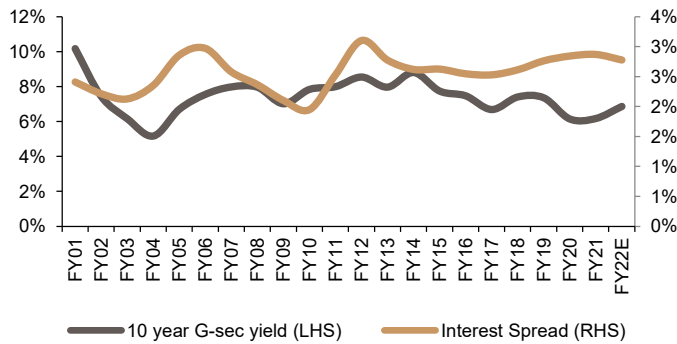
Source: Company, Emkay Research

Exhibit 24: SBI has one of the lowest savings rate among banks and is unlikely to tinker meaningfully in the ensuing cycle



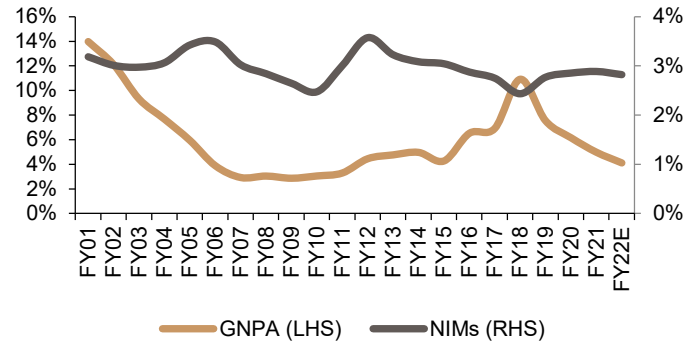
Source: Company, Emkay Research

Exhibit 25: SBI has stabilized its interest spread since past few years



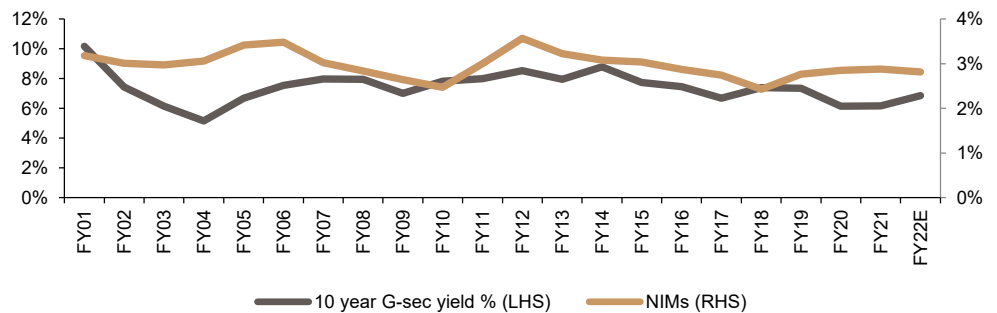
Source: Company, Emkay Research

Exhibit 26: Lower NPAs and thus lower interest reversal should support upward NIM trajectory



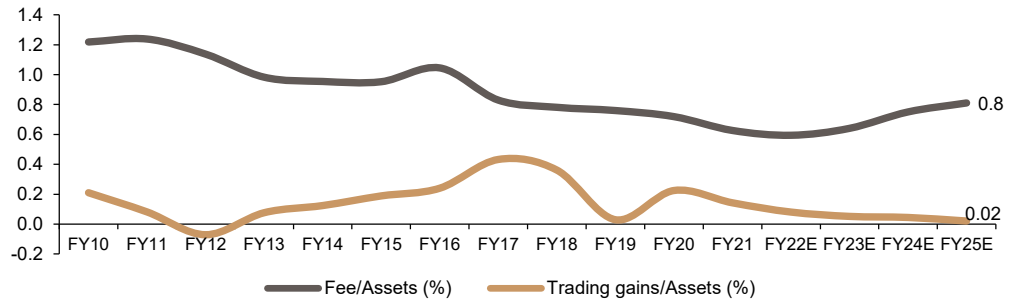
Source: Company, Emkay Research

Exhibit 27: SBI's NIM direct co-relation with G-Sec remains weak (+0.33) as margin contraction over FY06-FY10 was attributed to lower yields on corporate book/cost mismanagement, while over FY12-18 due to higher NPAs + merger of associates



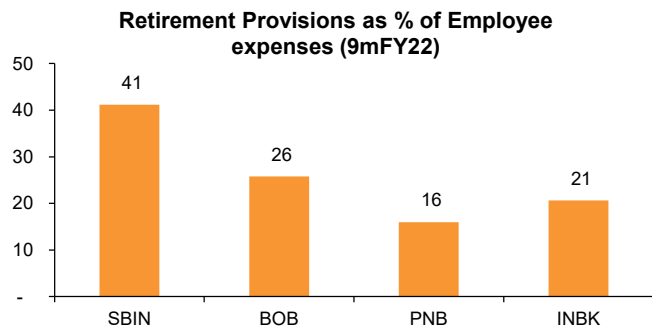
Source: Bloomberg, Company, Emkay Research

Exhibit 28: Management expects fee income to gain traction, which coupled with unwinding in SBI MF should partly blunt the hit on treasury due to expected increase in G-Sec yields



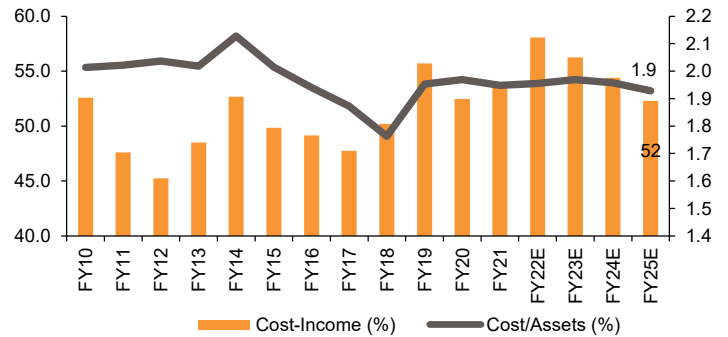
Source: Bloomberg, Company, Emkay Research

Exhibit 29: Retirement provisions have been significantly higher for SBI as it took full hit on family pension in 9MFY22, which may not recur



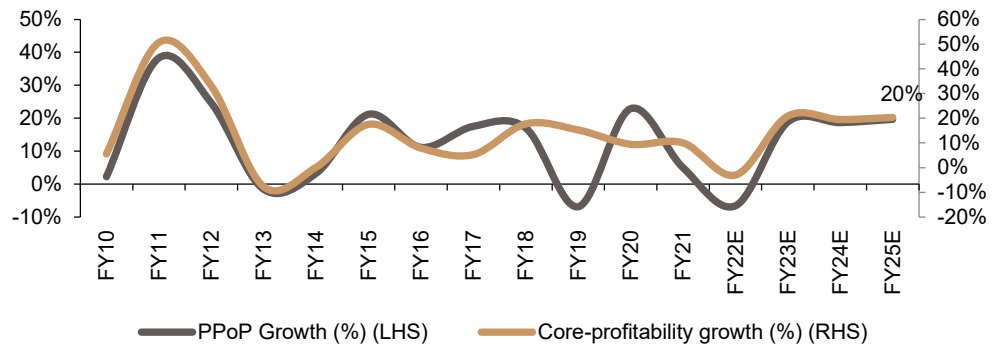
Source: Company, Emkay Research

Exhibit 30: Cost ratios to trend down led by better growth/income and lower retirement costs, benefiting from rising G-Sec yields and absence of lumpy family pension



Source: Company, Emkay Research

Exhibit 31: We expect steady 20% core-profit CAGR over FY22-24E, mainly driven by better margins/fees and contained cost with heavy-lifting in terms of family pension being behind



Source: Company, Emkay Research

Stepping up the digital game to tap new-age customers and contain costs in long term

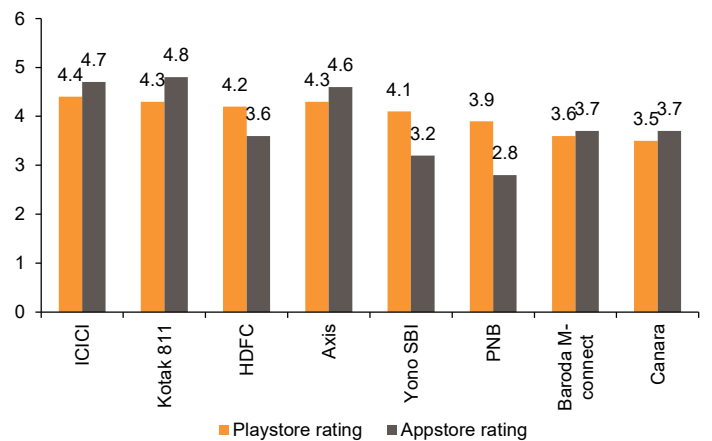
Management believes that digital is going to be the soul of future retail/corporate banking to remain competitive in the new age of digi-banking, while improving productivity and reducing cost of operations. Thus, the bank intends to focus on heavy investment in technology, people and processes. SBI's tech platform has been designed to minimize network failures, including appropriate digital/manual back-up in the case of unavoidable tech failures. SBI's Yono (You Only Need One App) already has nearly 45.4mn customers, and the bank is rigorously focusing on captive plus new customer onboarding (1mn per month) on Yono via its branch/RM network. As of now, nearly 30% of retail assets/67% of savings a/cs are opened via YONO, which the bank expects to inch up meaningfully. Agri lending (including KCC) is now mainly done via Yono, which has streamlined the credit processing to collections process, bringing in huge productivity gains. However, the bank believes that the app still needs to be scaled up, in line with private banks, before any plans for monetization are drawn. Thus, it plans to launch Yono 2.0, which will have a corporate stack and provide enhanced customer experience. The appointment of Mr. Nitin Chugh, ex-Digi Banking Head of HDFC Bank, as DMD is testimony to SBI's focus on ramping up its digital offerings in line with private banks. Separately, SBI has followed a collaborative/co-lending model with Fintechs and NBFCs (Paisalo Digital, Ugrow Capital), but is now more open to take stakes in fintechs (invested USD20mn in Pinelabs) as well.

Exhibit 32: SBI clocking strong business via YONO



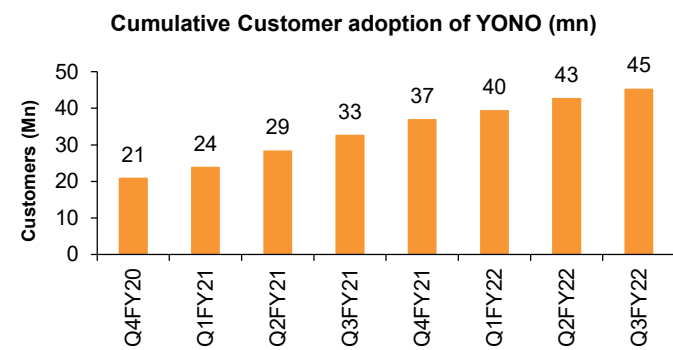
Source: Company, Emkay Research

Exhibit 33: ...reflecting in better ratings – a shade below private banks



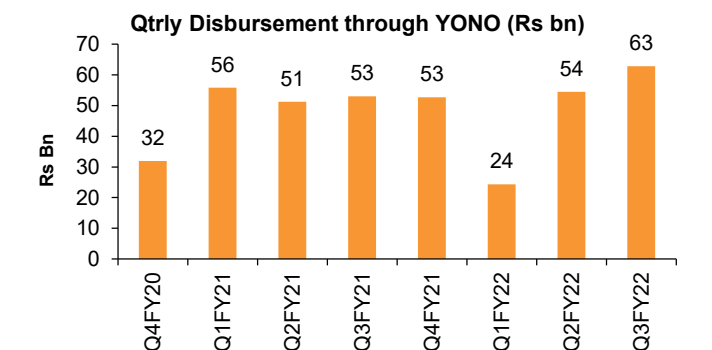
Source: Emkay Research

Exhibit 34: Customers on YONO have doubled in the past 2 years and the bank is now adding 1mn customers per month



Source: Company, Emkay Research

Exhibit 35: Loan disbursements via Yono on rise

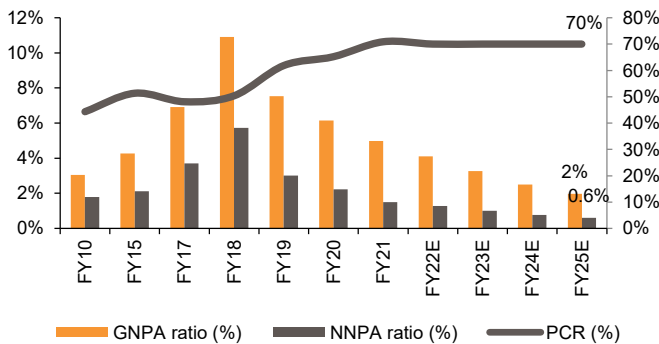


Source: Company, Emkay Research

Asset quality, credit cost normalization to drive RoAs/RoRWAs up

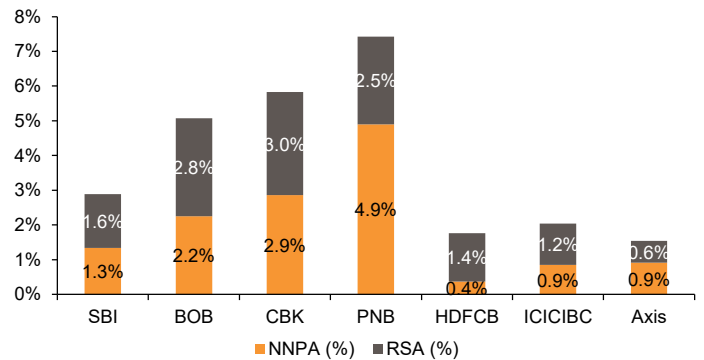
SBI's GNPA ratio has steadily declined to a low of 4.5%/1.3% since FY18. Compared with peers, the restructured book is also low - at 1.6% of loans in Q3FY22. This is primarily due to better asset-quality outcomes in retail/agri portfolio and lumpy resolutions in the corporate book. The transfer of NPAs to NARCL has been delayed due to procedural issues, but the bank hopes for steady resolutions in FY23, leading to a further moderation in NPA ratios. SBI already carries a healthy PCR on NPAs (71%), while it has a contingency buffer of 0.24% of loans, and thus should limit incremental credit costs at 80bps in FY23/24E. We expect RoAs/RoRWA to improve to 1%/1.6% by FY25E, up from 0.5%/0.9% in FY21, factoring in better margins/fees and lower credit costs.

Exhibit 36: Steady improvement in asset quality along with healthy provisions...



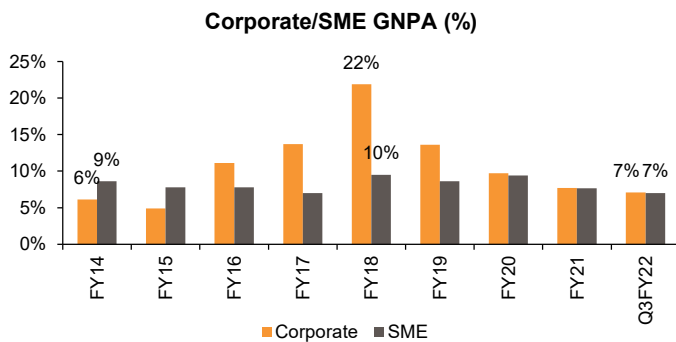
Source: Company, Emkay Research

Exhibit 37: ...even better than other PSBs



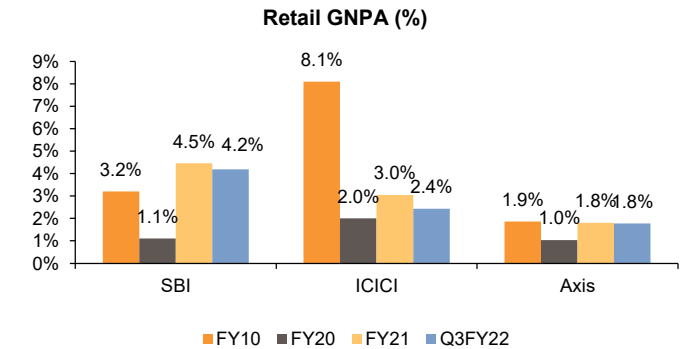
Source: Company, Emkay Research

Exhibit 38: Corporate/SME NPA trending down



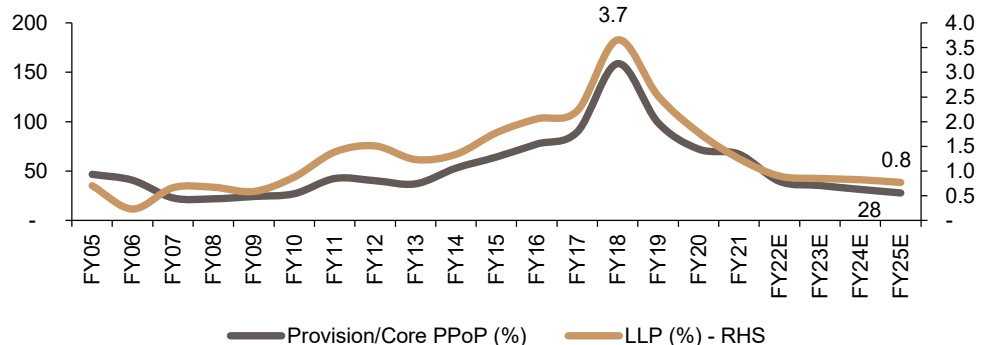
Source: Company, Emkay Research

Exhibit 39: Retail asset quality has held up well for SBI amid Covid-induced disruption



Source: Company, Emkay Research

Exhibit 40: We expect overall LLP to settle down to 0.8% from high of 3.7% in FY18 due to AQR and merger of associate banks



Source: Company, Emkay Research

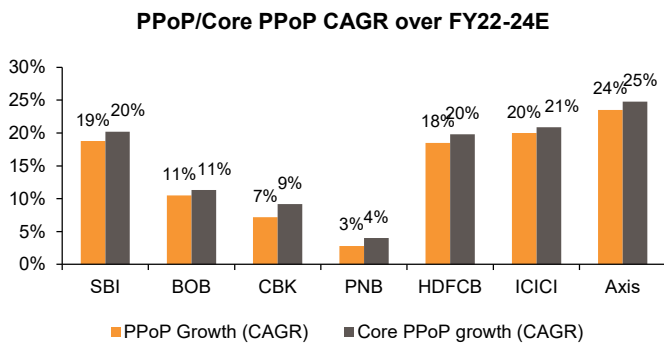
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Improving RoRWA, capital self-sufficiency and growth prospects call for sustained re-rating

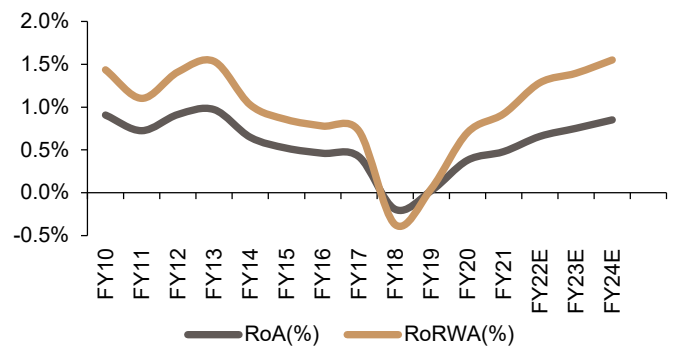
After the recent market correction due to the Russia-Ukraine conflict, SBI is trading at attractive valuations of 0.9x Mar'24E P/ABV. We believe SBI has come a long way and is now far better placed in terms of capital, asset quality and earnings, as demonstrated during the Covid peak. Higher RoE vs. RWA growth, coupled with value unwinding in SBI MF, should ensure capital sufficiency in the near medium term, ruling out any meaningful risk of dilution. With this, higher retail orientation and steady improvement in risk-adjusted returns (RoRWA) call for sustained re-rating. Thus, we maintain Buy/OW in EAP, with a TP of Rs680 (now at 1.5x Mar'24E core ABV + subs/investments valuation of Rs211). **Key risks:** Treasury losses stemming from a sharp rise in G-Sec yields, higher NPA formation in the corporate/SME books, and slow growth.

Exhibit 41: Core PPOP CAGR for SBI expected to strong similar to large private peers, mainly led by better NIMs, fees and cost ratios



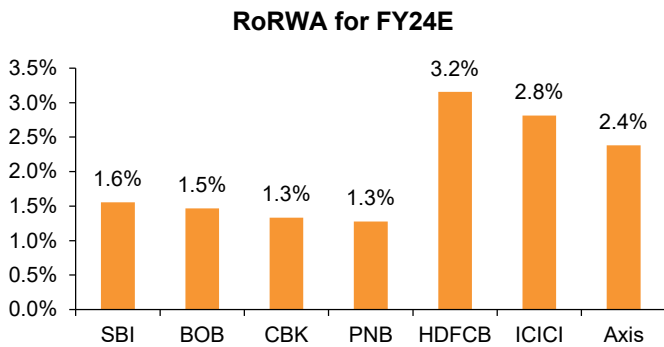
Source: Company, Emkay Research

Exhibit 42: SBI to reclaim its higher yesteryear's RoA/RoRWA



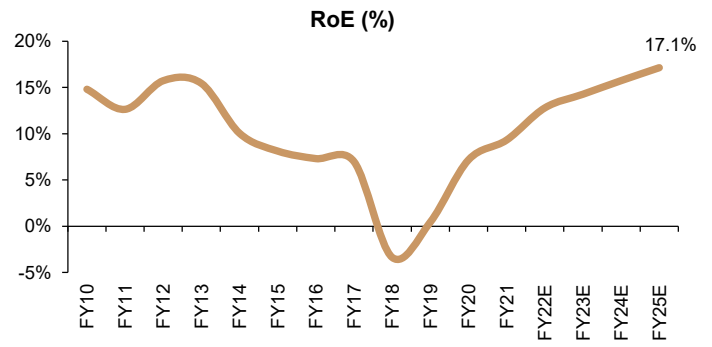
Source: Company, Emkay Research

Exhibit 43: RoRWA compared with peers for FY24E



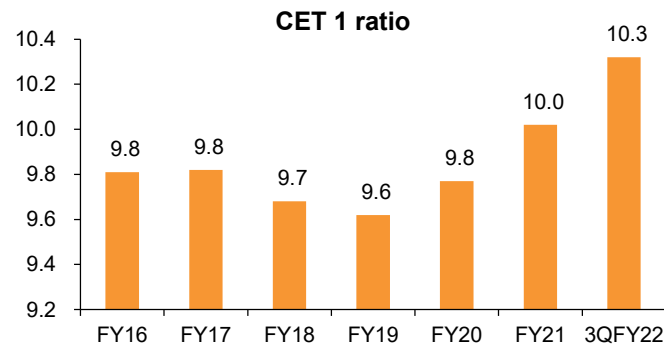
Source: Company, Emkay Research

Exhibit 44: RoE trajectory set to improve meaningfully on better RoA and higher leverage



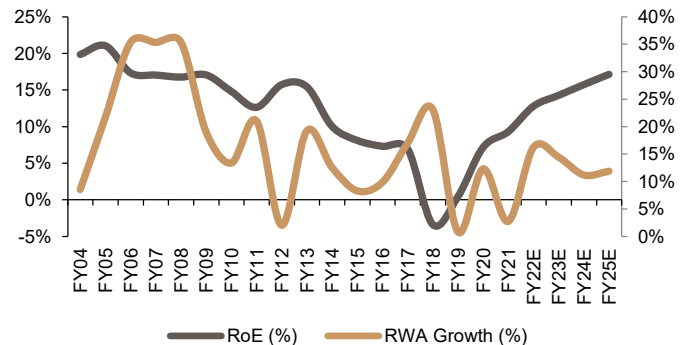
Source: Company, Emkay Research

Exhibit 45: The bank has maintained CET 1 > since FY21, mainly due to meaningful improvement in RWA



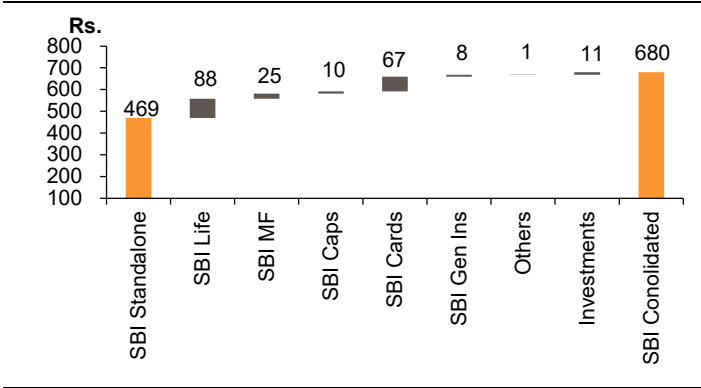
Source: Company, Emkay Research

Exhibit 46: Higher RoE vs. RWA growth should provide healthy internal capital accrual



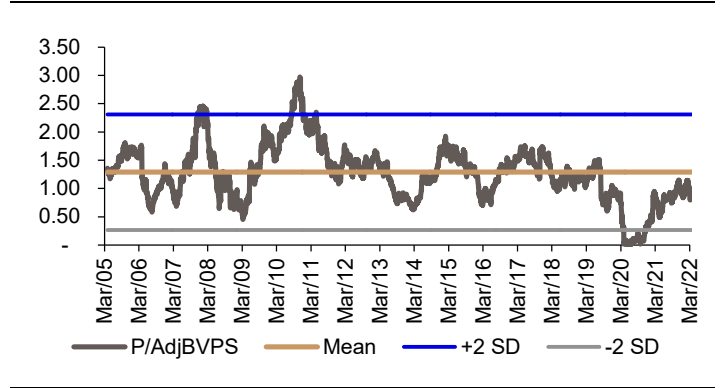
Source: Company, Emkay Research

Exhibit 47: We value SBI at Rs680, providing >35% upside



Source: Emkay Research

Exhibit 48: Valuations remain attractive for SBI (0.9x FY24E ABV, more so after recent correction)



Source: Bloomberg, Emkay Research

Key Financials (Standalone)**Income Statement**

Y/E Mar (Rs mn)	FY21	FY22E	FY23E	FY24E	FY25E
Net interest income	11,07,101	12,10,201	13,75,579	15,72,633	18,02,392
Other income	4,34,964	3,84,269	4,40,956	4,95,453	5,62,699
Fee income	2,35,175	2,46,934	2,81,505	3,29,360	3,95,233
Net income	15,42,064	15,94,469	18,16,535	20,68,086	23,65,091
Operating expenses	8,26,522	9,25,766	10,21,735	11,24,875	12,36,504
Pre provision profit	7,15,543	6,68,703	7,94,800	9,43,211	11,28,587
PPP excl treasury	6,55,234	6,35,533	7,68,264	9,18,001	11,04,638
Provisions	4,40,130	2,51,755	2,72,270	2,88,766	3,08,013
Profit before tax	2,75,412	4,16,948	5,22,531	6,54,445	8,20,574
Tax	71,307	1,05,071	1,31,678	1,64,920	2,06,785
Tax rate	26	25	25	25	25
Profit after tax	2,04,105	3,11,877	3,90,853	4,89,525	6,13,790

Balance Sheet

Y/E Year End (Rs mn)	FY21	FY22E	FY23E	FY24E	FY25E
Equity	8,925	8,925	8,925	8,925	8,925
Reserves	25,29,827	25,79,152	29,07,533	33,21,198	38,50,204
Net worth	25,38,752	25,88,076	29,16,457	33,30,123	38,59,129
Deposits	368,12,770	399,84,188	443,09,956	493,22,651	556,30,293
Borrowings	35,11,721	32,22,944	33,84,091	35,53,296	33,75,631
Total liabilities	453,44,295	493,32,540	544,07,163	605,03,732	677,04,514
Cash and bank	21,32,015	22,38,616	23,50,547	24,68,074	25,91,478
Investments	135,17,052	147,37,841	158,98,606	170,28,161	180,82,996
Loans	244,94,978	268,79,551	302,90,289	348,71,732	406,03,971
Others	35,17,687	37,54,656	41,06,892	43,22,596	45,52,302
Total assets	453,44,295	493,32,540	544,07,163	605,03,732	677,04,514

Key Ratios (%)

Y/E Year End	FY21	FY22E	FY23E	FY24E	FY25E
NIM	2.9	2.8	2.9	3.0	3.1
Non-ll/avg assets	1.0	0.8	0.9	0.9	0.9
Fee income/avg assets	0.6	0.5	0.5	0.6	0.6
Opex/avg assets	1.9	2.0	2.0	2.0	1.9
Provisions/avg assets	1.0	0.5	0.5	0.5	0.5
PBT/avg assets	0.6	0.9	1.0	1.1	1.3
Tax/avg assets	0.2	0.2	0.3	0.3	0.3
RoA	0.5	0.7	0.8	0.9	1.0
RoAE	9.3	13.4	15.5	17.0	18.3
GNPA (%)	5.0	4.1	3.3	2.5	2.0
NNPA (%)	1.5	1.3	1.0	0.8	0.6

Per Share Data (Rs)	FY21	FY22E	FY23E	FY24E	FY25E
EPS	22.9	34.9	43.8	54.9	68.8
BVPS	258.0	263.6	300.4	346.7	406.0
ABVPS	227.2	235.0	275.0	324.4	385.6
DPS	4.0	4.0	7.0	8.5	9.5

Valuations (x)	FY21	FY22E	FY23E	FY24E	FY25E
PER	12.2	8.0	6.4	5.1	4.1
P/BV	1.2	1.1	1.0	0.9	0.7
P/ABV	1.3	1.3	1.1	0.9	0.8
P/PPOP	6.1	6.5	5.5	4.6	3.9
Dividend Yield (%)	0.8	0.8	1.4	1.7	1.9

Source: Company, Emkay Research

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Growth (%)	FY21	FY22E	FY23E	FY24E	FY25E
NII	12.9	9.3	13.7	14.3	14.6
PPOP	5.0	(6.5)	18.9	18.7	19.7
PAT	40.9	52.8	25.3	25.2	25.4
Loans	5.3	9.7	12.7	15.1	16.4

Quarterly (Rs mn)	Q3FY21	Q4FY21	Q1FY22	Q2FY22	Q3FY22
NII	2,88,199	2,70,670	2,76,384	3,11,839	3,06,874
NIM(%)	2.9	2.6	2.7	2.9	2.8
PPOP	1,73,332	1,97,002	1,89,747	1,06,607	1,85,216
PAT	51,962	64,507	65,038	76,266	84,319
EPS (Rs)	5.82	7.23	7.29	8.55	9.45

Source: Company, Emkay Research

Shareholding Pattern (%)	Dec-20	Mar-21	Jun-21	Sep-21	Dec-21
Promoters	56.9	56.9	56.9	56.9	56.9
FII	9.7	9.8	10.2	10.4	10.3
DII	24.6	24.1	23.9	23.9	23.8
Public and Others	8.8	9.2	9.0	8.8	9.0

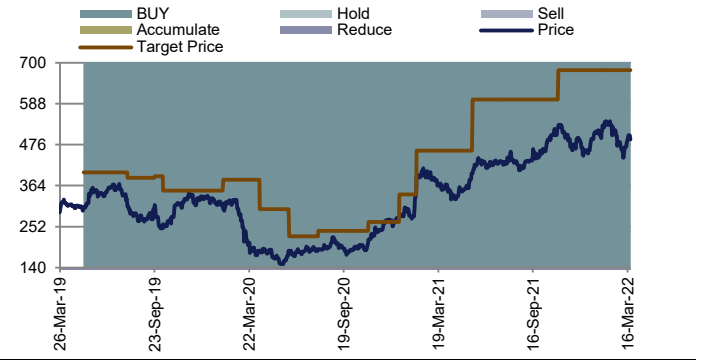
Source: Capitaline

RECOMMENDATION HISTORY TABLE

Date	Closing Price	TP	Period (months)	Rating	Analyst
06-Feb-22	530	680	12m	Buy	Anand Dama
03-Nov-21	528	680	12m	Buy	Anand Dama
05-Jul-21	433	600	12m	Buy	Anand Dama
23-May-21	398	600	12m	Buy	Anand Dama
05-Feb-21	390	460	12m	Buy	Anand Dama
20-Jan-21	300	340	12m	Buy	Anand Dama
03-Jan-21	277	340	12m	Buy	Anand Dama
05-Nov-20	217	265	12m	Buy	Anand Dama
01-Aug-20	190	240	12m	Buy	Anand Dama
06-Jun-20	186	225	12m	Buy	Anand Dama
11-Apr-20	186	300	12m	Buy	Anand Dama
01-Feb-20	300	380	12m	Buy	Anand Dama
30-Oct-19	287	350	12m	Buy	Anand Dama
25-Oct-19	279	350	12m	Buy	Anand Dama
09-Oct-19	259	350	12m	Buy	Anand Dama
23-Sep-19	311	390	12m	Buy	Anand Dama
03-Sep-19	266	385	12m	Buy	Anand Dama
02-Aug-19	306	385	12m	Buy	Anand Dama
10-May-19	305	400	12m	Buy	Anand Dama

Source: Company, Emkay Research

RECOMMENDATION HISTORY CHART



Source: Bloomberg, Company, Emkay Research

Emkay Alpha Portfolio – BFSI-Banks



Analyst: Anand Dama

Contact Details

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Sector

Banks

Analyst bio

Anand Dama is a CA, CPM (ICFAI) with total 13 years of research experience, in addition to 3 years in the finance/rating industry. His team currently covers 21 banks and 15 stocks in the NBFC/Insurance space.

EAP sector portfolio

Company Name	BSE200 Weight	EAP Weight	OW/UW (%)	OW/UW (bps)	EAP Weight based on Current NAV	Change vs last published EAP (bps)
BFSI-Banks	19.47	19.47	0.0%	0	100.00	
Axis Bank	1.99	2.10	5%	11	10.78	0
AU Small Finance Bank	0.27	0.22	-17%	-5	1.14	0
Bandhan Bank	0.20	0.11	-48%	-10	0.55	0
Bank of Baroda	0.20	0.24	22%	4	1.24	0
Canara Bank	0.13	0.10	-21%	-3	0.51	0
City Union Bank	0.00	0.00	NA	0	0.00	0
DCB Bank	0.00	0.00	NA	0	0.00	0
Equitas Small Finance Bank	0.00	0.00	NA	0	0.00	0
Federal Bank	0.20	0.27	39%	8	1.40	0
HDFC Bank	6.52	6.62	2%	10	33.98	0
ICICI Bank	4.97	5.10	3%	13	26.18	0
Indian Bank	0.00	0.00	NA	0	0.00	0
Indusind Bank	0.56	0.56	0%	0	2.86	0
Karur Vysya Bank	0.00	0.00	NA	0	0.00	0
Kotak Mahindra Bank	2.36	2.15	-9%	-21	11.04	0
Punjab National Bank	0.11	0.00	-100%	-11	0.00	0
RBL Bank	0.00	0.00	NA	0	0.00	0
State Bank of India	1.89	2.01	6%	12	10.31	0
Ujjivan Small Finance Bank	0.00	0.00	NA	0	0.00	0
Union Bank of India	0.05	0.00	-100%	-5	0.00	0
Yes Bank	0.04	0.00	-100%	-4	0.00	0
Cash	0.00	0.00	NA	0	0.00	0

Source: Emkay Research

* Not under coverage: Equal Weight

■ High Conviction/Strong Over Weight ■ High Conviction/Strong Under Weight

Sector portfolio NAV

	Base					Latest
	1-Apr-19	22-Mar-21	22-Sep-21	22-Dec-21	22-Feb-22	22-Mar-22
EAP - BFSI-Banks	100.0	114.2	126.7	120.6	128.2	124.8
BSE200 Neutral Weighted Portfolio (ETF)	100.0	112.1	124.0	118.2	125.6	122.4

*Performance measurement base date 1st April 2019

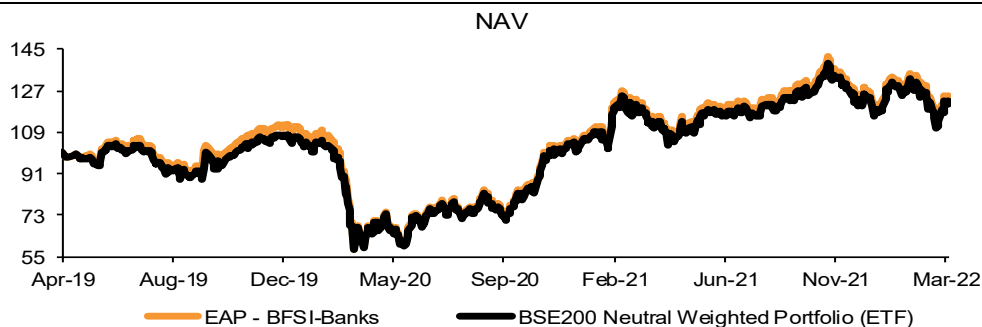
Source: Emkay Research

Price Performance (%)

	1m	3m	6m	12m
EAP - BFSI-Banks	-2.6%	3.5%	-1.5%	9.3%
BSE200 Neutral Weighted Portfolio (ETF)	-2.6%	3.5%	-1.3%	9.2%

Source: Emkay Research

NAV chart



Source: Emkay Research

Please see our model portfolio (Emkay Alpha Portfolio): [Nifty](#)
Please see our model portfolio (Emkay Alpha Portfolio): [SMID](#)

“Emkay Alpha Portfolio – SMID and Nifty are a supporting document to the Emkay Alpha Portfolios Report and is updated on regular intervals”

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