

November 6, 2022

Q3FY23 Result Update

Change in Estimates | Target | Reco

Change in Estimates

	Current		Previous	
	FY24E	FY25E	FY24E	FY25E
Rating	BUY		BUY	
Target Price	700		650	
NII (Rs. m)	15,04,925	16,94,793	15,18,952	16,92,855
% Chng.	(0.9)	0.1		
Op. Profit (Rs. m)	9,14,553	10,36,363	8,95,814	10,03,487
% Chng.	2.1	3.3		
EPS (Rs.)	54.6	61.9	51.9	58.7
% Chng.	5.1	5.4		

Key Financials - Standalone

Y/e Mar	FY22	FY23E	FY24E	FY25E
NII (Rs bn)	1,207	1,410	1,505	1,695
Op. Profit (Rs bn)	679	767	915	1,036
PAT (Rs bn)	260	444	487	552
EPS (Rs.)	29.1	49.7	54.6	61.9
Gr. (%)	27.2	70.9	9.7	13.4
DPS (Rs.)	7.1	9.0	9.3	10.5
Yield (%)	1.2	1.5	1.6	1.8
NIM (%)	2.9	3.0	2.9	2.9
RoAE (%)	10.7	15.8	15.4	15.7
RoAA (%)	0.5	0.8	0.8	0.9
P/BV (x)	2.1	1.7	1.6	1.4
P/ABV (x)	2.3	1.9	1.7	1.5
PE (x)	20.4	11.9	10.9	9.6
CAR (%)	13.8	14.4	13.9	13.7

Key Data

SBI.BO | SBIN IN

52-W High / Low	Rs.597 / Rs.425
Sensex / Nifty	60,950 / 18,117
Market Cap	Rs.5,301bn / \$ 64,299m
Shares Outstanding	8,925m
3M Avg. Daily Value	Rs.7335.76m

Shareholding Pattern (%)

Promoter's	57.52
Foreign	9.95
Domestic Institution	25.39
Public & Others	7.14
Promoter Pledge (Rs bn)	-

Stock Performance (%)

	1M	6M	12M
Absolute	11.5	23.8	12.0
Relative	6.2	13.1	10.3

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Earnings growth momentum continues

Quick Pointers:

- Core earnings higher by 18% mainly driven by better NII and lower provisions.
- Targeted loan growth for FY23 is 14-16% YoY; excess liquidity at Rs3.5trn.

SBI core earnings at Rs125bn beat estimates by 18% driven by higher NII and lower provisions. Adjusted NII at Rs346bn was higher by 6.3% led by better margins and loan growth. NIM was 3.18% (PLe 3.01%) while credit growth at ~21% YoY was ahead led by IBG (+30% YoY), large corporate (+21% YoY) and retail (+19% YoY). SBI expects credit momentum to continue and is targeting a loan growth of 14-16% in FY23 despite of slower deposit growth as it carries excess liquidity of Rs3.5trn. GNPA reduced QoQ by 35bps to 3.5% led by a sharp fall of 76% in slippages resulting in lower provisions and higher PAT. We raise FY23 earnings by ~15% due to lesser credit costs while increase FY24/23 PAT by ~5% each. We increase multiple from 1.4x to 1.6x on Sep'24 core ABV and raise SOTP based TP from Rs650 to Rs700. Retain BUY.

- Core earnings beat by 18% due to better NII/asset quality:** NII adjusted interest on income tax refund of Rs5.9bn was Rs346bn (PLe Rs325bn) led by better loan growth and margins. NIM was higher at 3.18% (PLe 3.01%) due to faster yield expansion. Loan growth was ahead at 20.8% YoY (PLe 18.7%) while deposit growth was 10% YoY (PLe 9.0%). Other income was largely in-line at Rs88.7bn. Fees including forex at Rs78.5bn came in as expected. Opex was a bit higher at Rs229bn (PLe Rs216bn) led by both employee and other opex. PPOP was a beat at Rs211bn while core PPOP at Rs201bn was higher by 2.7%. Asset quality improved as GNPA/NNPA declined QoQ by 35/21bps to 3.5%/0.8% driven by lower slippages/stronger recoveries. Hence provisions were lesser at Rs30bn (PLe Rs55bn). PAT was Rs132.6bn (PLe Rs106.9bn).
- Loan momentum to sustain:** Sequential credit offtake was led by IBG (+8.4%) and domestic (+3.9%). Growth in IBG was led by syndicated loans, trade finance and local lending. Domestic credit offtake was driven by large corporate (+4.9% QoQ) and retail (+3.9% QoQ). Corporate credit demand is gradually enhancing and pipeline of proposals and sanctions totals to Rs3.7trn. SBI expects credit momentum to continue in H2FY23 and is targeting a loan growth of 14-16% in FY23. Deposit accretion would lag loan growth although bank carries excess liquidity of Rs3.5trn which would be utilized. Deposit mobilization would improve going ahead as deposit cost would rise and SBI has hiked deposit rates by 80bps since May'22 in 1-2yr bucket.
- Sharp fall in slippages; wage revision likely to be 10-12%:** Gross slippages reduced sharply by 76% QoQ to Rs24bn which were split into, corporate Rs9.6bn, agri-Rs6bn, SME-Rs4bn, retail-Rs3.7bn and IBG-Rs0.75bn. OTR pool reduced QoQ from Rs287bn (1% of loans) to Rs273bn (0.9%) while PCR on this pool was maintained at 30% with provisions of Rs83bn. While SMA 1&2 increased QoQ from 24bps to 29bps due to slippage of a corporate account, it was pulled back immediately. Wage revision would be provided for 36 months with a 10-12% rise which would translate to Rs4.8-5.8bn per month.

Exhibit 1: Core earnings led by strong NII

NII growth was strong at 18.2% YoY owing to better margins.

Other income increased YoY led by treasury gains

Other expenses were higher sequentially due to higher employee expenses.

Provisions declined YoY mainly due to write back of standard asset provisions.

Credit growth resurged while deposit growth was stronger.

NIMs expanded due to one-offs

Asset quality metrics saw improved while recoveries and write off were strong.

CASA steady at 43%

Bank's C-I focus should improve going ahead

Financial Statement (Rs m)	Q2FY23	Q2FY23	YoY gr. (%)	Q1FY23	QoQ gr. (%)
Interest income	792,696	675,595	17.3	726,764	9.1
Interest Expenses	446,762	382,976	16.7	414,804	7.7
Net interest income (NII)	345,934	292,619	18.2	311,959	10.9
- Treasury income	4,570	4,290	6.5	(65,490)	(107.0)
Other income	88,743	82,076	8.1	23,122	283.8
Total income	434,677	374,695	16.0	335,081	29.7
Operating expenses	229,377	213,124	7.6	207,556	10.5
- Staff expenses	128,674	125,778	2.3	120,514	6.8
- Other expenses	100,703	87,346	15.3	87,042	15.7
Operating profit	205,300	161,571	27.1	127,526	61.0
Core operating profit	200,730	157,281	27.6	193,016	4.0
Total provisions	30,387	1,888	NA	43,924	(30.8)
Profit before tax	174,914	159,683	9.5	83,602	109.2
Tax	48,168	28,454	69.3	22,921	110.1
Profit after tax	126,745	131,230	(3.4)	60,681	108.9
Adjusted Profit	124,964	56,495	121.2	108,215	15.5
Balance Sheet (Rs bn)					
Deposits	41,902,549	38,096,299	10.0	40,456,956	3.6
Advances	29,512,875	24,431,942	20.8	28,152,492	4.8
Ratios (%)					
RoaA	1.1	1.4	(29)	0.5	57
NIM	3.2	3.1	8	3.0	15
Yield on Advances	7.8	7.1	62	7.1	68
Cost of Funds	4.0	3.8	18	3.8	17
Asset Quality					
Gross NPL (Rs m)	1,068,041	1,239,418	(13.8)	1,132,717	(5.7)
Net NPL (Rs m)	235,722	371,186	(36.5)	282,579	(16.6)
Gross NPL ratio	3.5	4.9	(138)	3.9	(39)
Net NPL ratio	0.8	1.5	(72)	1.0	(21)
Coverage ratio	77.9	70.1	788	75.1	288
Business & Other Ratios					
Low-cost deposit mix	42.9	44.8	(189)	43.7	(79)
Cost-income ratio	52.8	56.9	(411)	61.9	(917)
Non int. inc / total income	20.4	21.9	(149)	6.9	1,352
Credit deposit ratio	70.4	64.1	630	69.6	85
CAR	13.5	13.4	16	13.4	8
Tier-I	11.1	11.0	10	11.2	(3)

Source: Company, PL

Q2FY23 Concall Highlights

Asset & Liabilities Strategy & Outlook

- Inflation is higher in developed as compared to EMEs, there has been tightening of financial conditions, Ukraine war, lingering covid continues to weigh heavy on global economies, however Indian economy has shown resilience. Several high frequency indicators are upbeat, with the onset of festive season, travel, hospitality has garnered pace. Construction sector, electricity generation has picked, rural demand healthy, 2W/3W, tractor sales are seeing healthy traction.
- Bank expects the healthy credit momentum to continue in FY23 from across segments and expects credit growth to be in the range of 14-16%. On deposits front, for CA the bank has recalibrated its approach with target towards Trade & Commerce with share of 45%(+8% YoY) from 49% government share.
- In the corporate segment, WC utilization has improved (+4% YoY). Currently the bank has pipeline of Rs.3.7trn While retail would continue to sustain momentum despite rate hikes. Bank has Rs.3.5trn in treasury instrument expect to redeem in the current year to fund growth.
- International book grew by 8% QoQ owing to syndicated loans and trade finance. Bank has catering to US, UK, Singapore and HK. Margins have improved in this segment.
- Currently the bank feels they've adequate capital to fund growth through internal accruals, would look to raise funds at appropriate time.

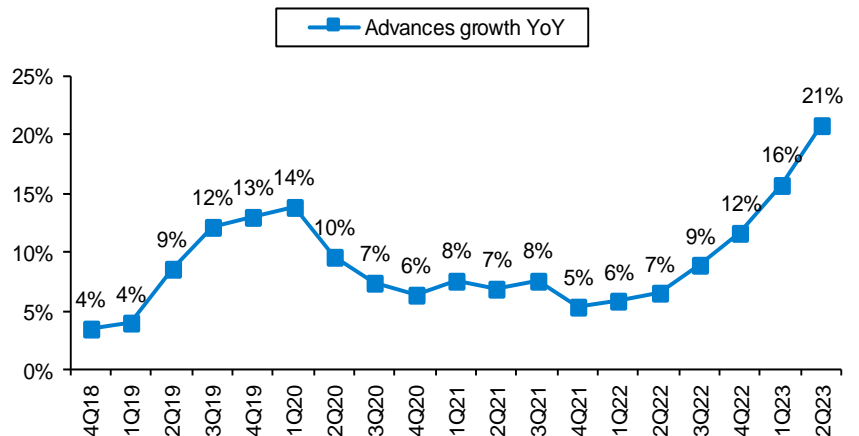
NIMs/Opex

- NIM is expected to improve from the current levels. In the current quarter, there was interest on income tax refund of Rs5.9bn. So far, bank has hiked lending rates by 80bps
- Treasury – Bank hasn't yet booked profit, would realize at the time required.
- Wage bill revision would require monthly adhoc provision for 36months, if 10% it would lead to Rs. 4.8bn, 12% - Rs.5.8bn.

Asset Quality

- Slippages ratio were 0.39% in Q1FY23 (Corporate Rs.9.6bn, Agri – Rs6bn, SME – Rs. Rs4bn and remaining from Retail). Recovery for Q2FY23 was Rs.52bn. Aspiration would be to keep slippages at this level, however there could be one-offs.
- **Restructuring** – Total Restructuring stands at Rs273bn vs Rs287bn in Q1FY23. Corporate book has been out of moratorium; however, retail & SME would be out of moratorium next year onwards. 9% of the book is in SMA. Bank has provision of 30% against this book (against requirement of 5%)
- One corporate account slipped to SMA which led to increase in SMA, which was pulled back immediately. Retail SMAs have also seen similar trajectory.

Exhibit 2: Loan growth has seen uptick across segments



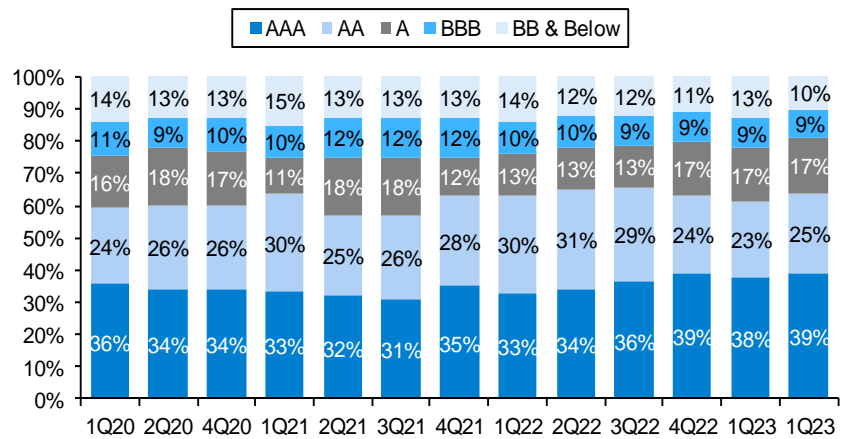
Source: Company, PL

Exhibit 3: International book & corporate drives growth

Loan break up (Rs bn)	Q2FY23	Q2FY22	YoY gr. (%)	Q1FY23	QoQ gr. (%)
Gross Advances	30,351	25,308	19.9	29,006	4.6
Large Corporates	9,170	7,568	21.2	8,740	4.9
SME	3,169	2,798	13.2	3,128	1.3
Agri	2,386	2,150	11.0	2,299	3.8
International	4,877	3,747	30.1	4,498	8.4
Retail	10,749	9,045	18.8	10,341	3.9
Home	5,943	5,187	14.6	5,751	3.3
Auto	872	746	16.9	820	6.3
Other Retail	3,934	3,111	26.4	3,770	4.3

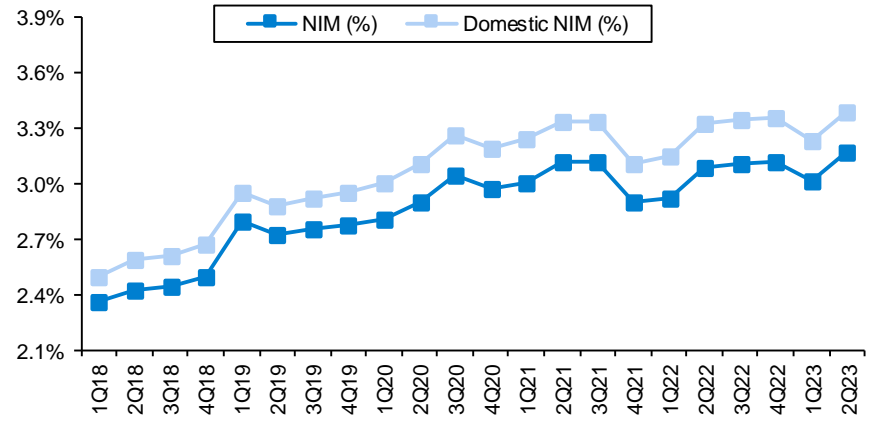
Source: Company, PL

Exhibit 4: Rating distribution steady



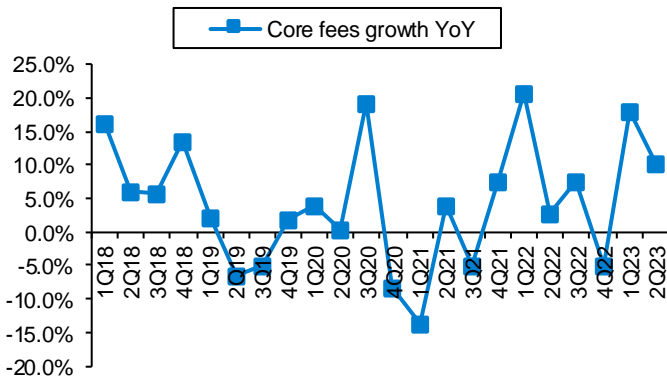
Source: PL, Company

Exhibit 5: NIM sees an uptick as yield rises faster



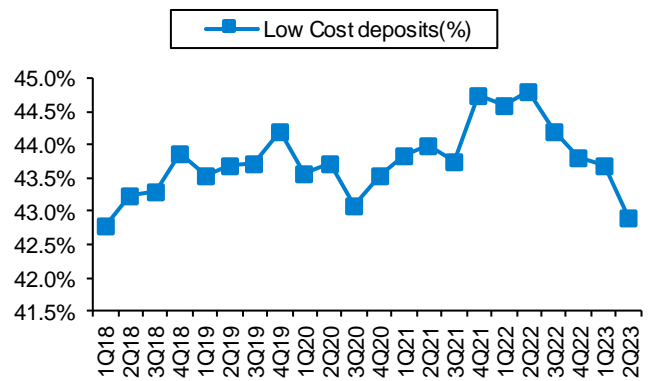
Source: Company, PL

Exhibit 6: Core fees declines



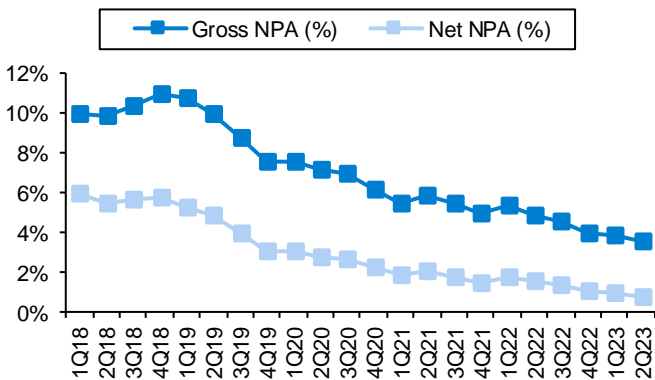
Source: Company, PL

Exhibit 7: CASA ratio declines as TD grows faster



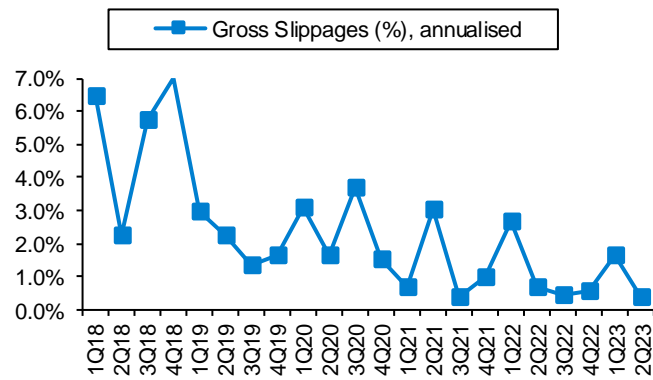
Source: Company, PL

Exhibit 8: Asset quality improves...



Source: Company, PL

Exhibit 9: ...as slippages come off



Source: Company, PL

Exhibit 10: Slippages came in higher; while overall stress book is quite manageable at sub <2.5%

(Rs mn)	2Q20	3Q20	4Q20	1Q21	2Q21	3Q21	4Q21	1Q22	2Q22	3Q22	4Q22	1Q23	2Q23
Additions	91,260	2,00,980	82,910	39,100	30,850	2,870	220,500	162,980	42,920	25,790	36,060	101,150	23,990
Slippages (%) - annualized	1.71%	3.75%	1.51%	0.67%	0.54%	0.05%	3.72%	2.66%	0.71%	0.42%	0.56%	1.65	0.39
Upgradation + Recovery	39,310	1,35,530	25,280	36,080	40,380	56,570	43,290	49,690	74,070	23,060	67,560	52,080	52,070
Write offs	1,20,530	85,200	1,63,320	1,97,330	28,450	32,490	85,760	34,590	72,020	41,870	48,554	36,587	36,596
Gross NPAs	16,58,890	17,07,720	16,21,780	12,96,580	12,58,600	11,72,410	12,63,890	13,42,595	12,39,418	12,00,288	11,20,234	1,132,717	1,068,041
Gross NPA Ratio	7.19%	6.94%	6.15%	5.44%	5.88%	5.44%	4.98%	5.32%	4.90%	4.51%	3.98%	3.91%	3.52%
Net NPAs	5,99,392	5,22,486	5,18,713	4,27,036	3,64,507	2,90,317	368,097	4,31,525	3,71,186	3,45,397	2,79,657	282,579	235,722
Net NPA Ratio	2.79%	2.65%	2.23%	1.86%	2.08%	1.81%	1.50%	1.77%	1.52%	1.34%	1.02%	1.00%	0.80%
Provision Coverage Ratio	62.9%	63.5%	65.2%	67.1%	66.0%	68.0%	70.9%	67.9%	70.1%	71.2%	75.0%	75.0%	77.9%
SMA 1 & SMA 2	1,83,130	81,010	72,660	17,500	1,19,860	1,79,460	115,190	113,030	66,900	41,670	35,440	69,830	84,970
% of loans	0.95%	0.41%	0.35%	0.09%	0.58%	0.84%	0.53%	0.52%	0.31%	0.18%	0.15%	0.25%	0.33%
Restructuring/Resolution													
Standard	1,68,220	87,110				1,81,250	178,520	202,970	303,120	3,28,950	3,09,600	2,87,850	287,850
% of Loans	0.87%	0.44%				0.77%	0.73%	0.83%	1.24%	1.28%	1.13%	1.00%	0.98%
Net Stressed assets (% of loans)	3.58%	3.04%	2.23%	1.86%	2.08%	2.57%	2.23%	2.61%	2.76%	2.62%	2.16%	2.03%	1.77%

Source: Company, PL

Exhibit 11: Return ratios remain on track for improvement for +15% ROE

RoA decomposition (%)	FY17	FY18	FY19	FY20	FY21	FY22	FY23E	FY24E	FY25E
Net Interest Income/Assets	2.4	2.4	2.5	2.6	2.6	2.5	2.7	2.6	2.6
Other Income/Assets	1.4	1.4	1.0	1.2	1.0	0.9	0.6	0.8	0.8
Net revenues/Assets	3.8	3.9	3.5	3.8	3.6	3.4	3.3	3.4	3.4
Operating Expense/Assets	1.8	1.9	2.0	2.0	1.9	2.0	1.8	1.8	1.8
Provisions/Assets	1.4	2.4	1.5	1.1	1.0	0.5	0.3	0.5	0.5
Taxes/Assets	0.2	-0.3	0.0	0.3	0.2	0.2	0.3	0.3	0.3
ROA	0.4	-0.2	0.0	0.4	0.5	0.5	0.8	0.8	0.9
ROE	7.0	-3.7	0.4	7.2	9.3	10.7	15.8	15.4	15.7

Source: Company Data, PL Research

Exhibit 12: We slightly tweak estimates

Earnings Estimates (Rs mn)	Earlier Estimates		Revised Estimates		% Change	
	FY23E	FY24E	FY23E	FY24E	FY23E	FY24E
Net interest income	1,367,532	1,518,952	1,410,180	1,504,925	3.1	(0.9)
Operating profit	764,372	895,814	766,933	914,553	0.3	2.1
Net profit	386,710	463,330	443,926	486,933	14.8	5.1
Loan Growth (%)	12.1	12.0	16.0	13.1	3.8	1.1
Credit Cost (bps)	75	75	51	70	(24.6)	(5.8)
EPS (Rs)	43.3	51.9	49.7	54.6	14.8	5.1
ABVPS (Rs)	283	322	320	341	13.0	5.9
Price target (Rs)	650		700		7.7	
Recommendation	BUY		BUY			

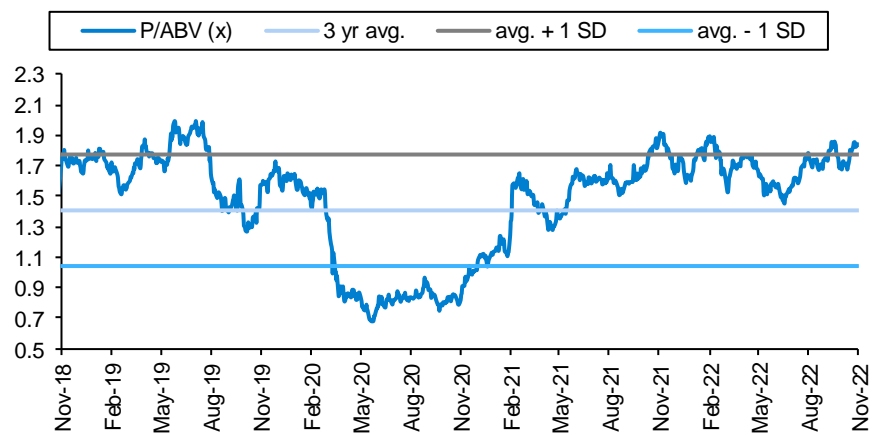
Source: Company, PL

Exhibit 13: SBIN's SOTP valuation table

SOTP valuation, Sep-24	Stake (%)	Revised PT	Method
Standalone		546	1.6x Sep-24 P/ABV
SBI Cards	69.2%	59	37.0x on FY24 PAT
SBI Life	55.5%	79	M-Cap
Asset management	62.6%	24	32.0x on FY22 PAT
Yes Bank	30.0%	1	1x Investment in Subs
General Insurance	70.0%	3	30.0x on FY22 PAT
SBI Caps	100.0%	3	5x on FY22 PAT
UTI AMC	10.0%	1	1x Investment in Subs
Total		717	
Hold Co Discount		17	
Target Price		700	

Source: Company, PL

Exhibit 14: SBIN - One year forward P/ABV trends



Source: Company, PL

Income Statement (Rs. m)

Y/e Mar	FY22	FY23E	FY24E	FY25E
Int. Earned from Adv.	17,18,237	22,10,058	27,49,110	32,44,545
Int. Earned from invt.	8,48,772	9,62,714	11,96,688	13,61,080
Others	1,43,784	1,01,662	1,03,285	1,15,506
Total Interest Income	27,54,573	33,12,837	40,86,968	47,62,208
Interest Expenses	15,47,497	19,02,657	25,82,043	30,67,415
Net Interest Income	12,07,076	14,10,180	15,04,925	16,94,793
<i>Growth(%)</i>	4.6	6.7	14.2	11.5
Non Interest Income	4,05,639	3,09,864	4,58,574	4,94,375
Net Total Income	16,12,715	17,20,044	19,63,500	21,89,168
<i>Growth(%)</i>	2.4	14.6	25.5	15.6
Employee Expenses	5,75,620	5,42,319	5,95,559	6,56,960
Other Expenses	3,25,852	4,10,793	4,53,388	4,95,844
Operating Expenses	9,33,975	9,53,112	10,48,947	11,52,804
Operating Profit	6,78,740	7,66,933	9,14,553	10,36,363
<i>Growth(%)</i>	(5.1)	13.0	19.2	13.3
NPA Provision	1,41,430	1,00,349	1,91,754	2,24,711
Total Provisions	2,44,521	1,69,311	2,63,573	2,98,027
PBT	4,34,219	6,03,522	6,50,980	7,38,336
Tax Provision	1,00,320	1,59,596	1,64,047	1,86,061
<i>Effective tax rate (%)</i>	23.1	26.4	25.2	25.2
PAT	2,59,715	4,43,926	4,86,933	5,52,275
<i>Growth(%)</i>	65.8	70.9	9.7	13.4

Balance Sheet (Rs. m)

Y/e Mar	FY22	FY23E	FY24E	FY25E
Face value	1	1	1	1
No. of equity shares	8,925	8,925	8,925	8,925
Equity	8,925	8,925	8,925	8,925
Networth	28,00,881	32,99,727	35,12,009	39,70,398
<i>Growth(%)</i>	10.3	17.8	6.4	13.1
Adj. Networth to NNPA's	2,79,657	2,13,849	2,35,708	2,65,712
Deposits	4,05,15,341	4,46,55,474	4,98,14,161	5,56,17,354
<i>Growth(%)</i>	10.1	10.2	11.6	11.6
CASA Deposits	1,80,35,806	1,86,67,996	2,05,24,169	2,28,64,781
<i>% of total deposits</i>	44.5	41.8	41.2	41.1
Total Liabilities	4,98,75,974	5,55,14,379	6,08,82,979	6,83,60,278
Net Advances	2,73,39,666	3,17,05,387	3,58,73,468	4,05,94,662
<i>Growth(%)</i>	11.6	16.0	13.1	13.2
Investments	1,48,14,455	1,66,56,492	1,75,34,585	1,97,55,284
Total Assets	4,98,75,974	5,55,14,379	6,08,82,979	6,83,60,278
<i>Growth (%)</i>	10.0	11.3	9.7	12.3

Asset Quality

Y/e Mar	FY22	FY23E	FY24E	FY25E
Gross NPAs (Rs m)	11,20,234	9,72,041	10,26,644	11,08,185
Net NPAs (Rs m)	2,79,657	2,13,849	2,35,708	2,65,712
<i>Gr. NPAs to Gross Adv.(%)</i>	4.0	3.0	2.8	2.7
<i>Net NPAs to Net Adv. (%)</i>	1.0	0.7	0.7	0.7
<i>NPA Coverage %</i>	75.0	78.0	77.0	76.0

Profitability (%)

Y/e Mar	FY22	FY23E	FY24E	FY25E
NIM	2.9	3.0	2.9	2.9
RoAA	0.5	0.8	0.8	0.9
RoAE	10.7	15.8	15.4	15.7
Tier I	11.4	11.8	11.4	11.1
CRAR	13.8	14.4	13.9	13.7

Source: Company Data, PL Research

Quarterly Financials (Rs. m)

Y/e Mar	Q3FY22	Q4FY22	Q1FY23	Q2FY23
Interest Income	6,96,781	7,07,333	7,26,764	7,92,696
Interest Expenses	3,89,907	3,95,354	4,14,804	4,46,762
Net Interest Income	3,06,874	3,11,979	3,11,959	3,45,934
<i>YoY growth (%)</i>	6.5	15.3	12.9	18.2
CEB	57,470	80,230	63,720	59,420
Treasury	-	-	-	-
Non Interest Income	86,734	1,18,802	23,122	88,743
Total Income	7,83,515	8,26,134	7,49,886	8,81,439
Employee Expenses	1,24,715	1,25,560	1,20,514	1,28,674
Other expenses	83,677	1,08,052	87,042	1,00,703
Operating Expenses	2,08,392	2,33,612	2,07,556	2,29,377
Operating Profit	1,85,216	1,97,168	1,27,526	2,05,300
<i>YoY growth (%)</i>	6.9	0.1	(32.8)	27.1
Core Operating Profits	1,80,076	1,95,388	1,93,016	2,00,730
NPA Provision	30,961	32,620	42,681	20,109
Others Provisions	69,740	72,375	43,924	30,387
Total Provisions	69,740	72,375	43,924	30,387
Profit Before Tax	1,15,477	1,24,794	83,602	1,74,914
Tax	31,158	33,659	22,921	48,168
PAT	84,319	91,135	60,681	1,26,745
<i>YoY growth (%)</i>	62.3	41.3	(6.7)	(15.8)
Deposits	3,84,77,937	4,05,15,341	4,04,56,956	4,19,02,549
<i>YoY growth (%)</i>	8.8	10.1	8.7	10.0
Advances	2,57,83,865	2,73,39,666	2,81,52,492	2,95,12,875
<i>YoY growth (%)</i>	8.9	11.6	15.8	20.8

Key Ratios

Y/e Mar	FY22	FY23E	FY24E	FY25E
CMP (Rs)	594	594	594	594
EPS (Rs)	29.1	49.7	54.6	61.9
Book Value (Rs)	288	344	367	419
Adj. BV (70%)(Rs)	256	320	341	389
P/E (x)	20.4	11.9	10.9	9.6
P/BV (x)	2.1	1.7	1.6	1.4
P/ABV (x)	2.3	1.9	1.7	1.5
DPS (Rs)	7.1	9.0	9.3	10.5
<i>Dividend Payout Ratio (%)</i>	24.4	18.0	17.0	17.0
<i>Dividend Yield (%)</i>	1.2	1.5	1.6	1.8

Efficiency

Y/e Mar	FY22	FY23E	FY24E	FY25E
<i>Cost-Income Ratio (%)</i>	57.9	55.4	53.4	52.7
<i>C-D Ratio (%)</i>	67.5	71.0	72.0	73.0
Business per Emp. (Rs m)	278	315	355	401
Profit per Emp. (Rs lacs)	11	18	20	23
Business per Branch (Rs m)	3,047	3,414	3,818	4,273
Profit per Branch (Rs m)	12	20	22	25

Du-Pont

Y/e Mar	FY22	FY23E	FY24E	FY25E
NII	2.54	2.68	2.59	2.62
Total Income	3.39	3.26	3.37	3.39
Operating Expenses	1.96	1.81	1.80	1.78
PPoP	1.43	1.46	1.57	1.60
Total provisions	0.51	0.32	0.45	0.46
RoAA	0.55	0.84	0.84	0.85
RoAE	13.41	17.95	15.52	15.81

Source: Company Data, PL Research

Price Chart
Recommendation History


No.	Date	Rating	TP (Rs.)	Share Price (Rs.)
1	05-Oct-22	BUY	650	533
2	04-Oct-22	BUY	650	520
3	07-Aug-22	BUY	620	532
4	08-Jul-22	BUY	600	487
5	14-May-22	BUY	600	445
6	09-Apr-22	BUY	610	516
7	07-Feb-22	BUY	610	530
8	12-Jan-22	BUY	540	506

Analyst Coverage Universe

Sr. No.	Company Name	Rating	TP (Rs)	Share Price (Rs)
1	AAVAS Financiers	Accumulate	2,250	1,990
2	Axis Bank	BUY	1,080	826
3	Bank of Baroda	Accumulate	130	133
4	Can Fin Homes	BUY	700	524
5	City Union Bank	BUY	220	190
6	DCB Bank	BUY	120	103
7	Federal Bank	BUY	165	130
8	HDFC	BUY	3,000	2,489
9	HDFC Bank	BUY	1,800	1,439
10	ICICI Bank	BUY	1,090	907
11	IDFC First Bank	UR	-	53
12	IndusInd Bank	BUY	1,450	1,218
13	Kotak Mahindra Bank	Accumulate	2,100	1,903
14	LIC Housing Finance	Accumulate	410	367
15	Punjab National Bank	BUY	50	36
16	State Bank of India	BUY	650	533

PL's Recommendation Nomenclature (Absolute Performance)

Buy	: > 15%
Accumulate	: 5% to 15%
Hold	: +5% to -5%
Reduce	: -5% to -15%
Sell	: < -15%
Not Rated (NR)	: No specific call on the stock
Under Review (UR)	: Rating likely to change shortly



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