

January 17, 2024

Q3FY24 Result Update

Change in Estimates | Target | Reco

Change in Estimates

	Current		Previous	
	FY25E	FY26E	FY25E	FY26E
Rating	BUY		BUY	
Target Price	2,000		2,025	
NII (Rs. m)	1,336,201	1,562,734	1,361,027	1,607,691
% Chng.	(1.8)	(2.8)		
Op. Profit (Rs. m)	1,059,283	1,234,900	1,076,967	1,277,130
% Chng.	(1.6)	(3.3)		
EPS (Rs.)	90.5	105.7	92.3	109.8
% Chng.	(1.9)	(3.7)		

Key Financials - Standalone

Y/e Mar	FY23	FY24E	FY25E	FY26E
NII (Rs bn)	1,061	1,145	1,336	1,563
Op. Profit (Rs bn)	873	928	1,059	1,235
PAT (Rs bn)	561	629	687	803
EPS (Rs.)	74.9	82.8	90.5	105.7
Gr. (%)	18.1	10.6	9.2	16.8
DPS (Rs.)	18.8	16.6	22.3	24.3
Yield (%)	1.1	1.0	1.3	1.4
NIM (%)	3.8	3.5	3.6	3.7
RoAE (%)	15.8	15.5	14.9	15.4
RoAA (%)	1.9	1.8	1.8	1.8
P/BV (x)	3.3	2.9	2.6	2.3
P/ABV (x)	3.4	3.0	2.6	2.3
PE (x)	22.4	20.3	18.6	15.9
CAR (%)	21.3	21.3	20.6	19.9

Key Data

HDBK.BO | HDFCB IN

52-W High / Low	Rs.1,758 / Rs.1,460
Sensex / Nifty	73,129 / 22,032
Market Cap	Rs.12,749bn/ \$ (2,146,826,273)m
Shares Outstanding	7,592m
3M Avg. Daily Value	Rs.25143.24m

Shareholding Pattern (%)

Promoter's	-
Foreign	52.39
Domestic Institution	30.86
Public & Others	16.75
Promoter Pledge (Rs bn)	-

Stock Performance (%)

	1M	6M	12M
Absolute	1.4	2.1	5.9
Relative	(0.9)	(7.8)	(13.0)

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Slight moderation in loan growth likely

Quick Pointers:

- NIM mainly in-line though due lower liquidity and increase in LDR.
- We trim loan growth by 1% due to system liquidity squeeze.

HDFCB saw stable quarter; NIM (in-line) improved by 7bps QoQ to 3.73% as excess liquidity was utilized to retire wholesale deposits, thereby increasing LDR by ~3% QoQ. Loan growth at 4.9% QoQ was led by CRB, housing and CC. With system liquidity in shortfall and peak LDR at 77.4%, deposit growth should be faster for current loan momentum to sustain, failing which system loan accretion should reduce in FY25/26E, compressing LDRs. Factoring a 15% CAGR for HDFCB, we trim loan growth by 1% in FY25/26E which would impact NIM by 4/5bps. This could be partly offset by lower opex given softer deposit requirement; our core PAT reduces by 2%/4%. While falling LDR could pressurize NIM, bank would focus on (1) controlling deposit cost and (2) improving share of CASA and higher yielding retail. Maintaining multiple at 2.7x, we revise TP to Rs2,000 from Rs2,025. Retain 'BUY'.

- Slight miss on core PPOp; lower tax rate allowed contingent provisions:** NII was a 0.7% miss at Rs284.7bn (PLe Rs286.6bn) although NIM was largely in-line at 3.73% (PLe 3.74%). Yield on IEA was better offset by higher cost of funds. Credit/deposit growth was 16.7%/16.8% YoY. Other income was ahead at Rs111bn (PLe Rs103bn) due to higher treasury; fees were lower. Opex was Rs160bn (PLe Rs162bn); core PPOp at Rs206.6bn (PLe Rs210.2bn) was a 1.7% miss. PPOp was 3.8% higher. GNPA was better at 1.26% (PLe 1.31%) owing to stronger recoveries; PCR was stable at 75.3%. However, provisions were higher at Rs42.2bn (PLe Rs30bn) as contingent provisions of Rs12.2bn were created w.r.t. RBI direction on investment in AIF. Tax rate was lower at 15.3% since Rs15bn was written back due to favorable order received. Hence core PAT was 1.6% ahead of PLe; PAT was Rs163.7bn.
- System liquidity and deposit growth to drive loan offtake:** Loan growth was 4.9% sequentially led by CRB (+7.3%), HL (+3.6%) and CC (+6.8%). Retail deposits grew by 2.9% QoQ while non-retail deposits de-grew by 3.3% QoQ as bank chose to focus on granularity and not participate in a price sensitive market. System LDR is at a peak of 77.4% and systemic liquidity is in deficit. Hence deposit accretion would be the main driver of credit growth in FY25 and FY26. Since a sharp rate cut is unlikely in FY25E coupled with slowing deposit accretion, system loan growth may be lower than previous estimates. Hence bank would focus on faster growth in deposits over credit and we trim loan CAGR over FY24-26E by 1% over to 15% (earlier 16%).
- Policy rate and deposit growth to determine NIM trajectory:** Softer loan accretion is likely to affect margins. Hence for FY25/26 we cut NII by 2%/3% and lower NIM by 4/5bps. However, owing to lower replacement cost we still expect NIM improve over FY24-26E from 3.55% to 3.67%. Over 9MFY24 bank opened 270 branches while 570 more are in pipeline for Q4'24. Due to lower deposit requirement, pace of branch accretion per annum may be lower than guidance of 1500 branches; hence we reduce opex by ~1% in FY25/26E.

Exhibit 1: Earnings miss at Rs163.7bn led by higher provisions and lower fee

NII was in-line, growing by 2.3% YoY at Rs284.71bn.

Other income was higher at Rs111.4bn led by higher treasury income.

Opex was a slight miss at Rs159bn owing to lower staff and other opex.

Core PPOp was a miss at Rs206.6bn led by lower fees.

Advances growth was 16.7% YoY led by CRB & agri Loans, deposits grew at 16.8% YoY led by TD growth of 21.8% YoY.

NIM in-line at 3.73% while Yield on advances came in at 10%.

GNPA/NNPA were better at 1.26%/0.31%, while PCR increased to 75.3%

CASA mix stable at 37.7% owing to TD growth at 21.8% YoY.

Financials (Rs m)	Q3FY24	Q3FY23	YoY gr. (%)	Q2FY24	QoQ gr. (%)
Interest income	705,826	572,420	23.3	676,984	4.3
Interest Expended	421,113	294,141	43.2	403,132	4.5
Net interest income (NII)	284,713	278,279	2.3	273,852	4.0
- Treasury income	14,700	2,614	462.4	10,410	41.2
Other income	111,370	92,125	20.9	107,078	4.0
Total income	396,084	370,404	6.9	380,931	4.0
Operating expenses	159,611	135,744	17.6	153,992	3.6
-Staff expenses	53,518	43,610	22.7	51,702	3.5
-Other expenses	106,093	92,134	15.2	102,290	3.7
Operating profit	236,473	234,659	0.8	226,939	4.2
Core operating profit	221,773	232,045	(4.4)	216,529	2.4
Total provisions	42,166	31,764	32.7	29,038	45.2
Profit before tax	194,307	202,895	(4.2)	197,900	(1.8)
Tax	30,581	48,791	(37.3)	38,139	(19.8)
Profit after tax	163,725	154,104	6.2	159,761	2.5
Balance sheet (Rs m)					
Deposits	22,139,770	18,947,250	16.8	21,728,578	1.9
Advances	24,460,757	20,958,675	16.7	23,312,329	4.9
Profitability ratios					
YoA – Calc	10.0	9.7	28	9.9	11
CoF – Calc	6.2	5.1	109	6.1	11
NIM – Calc	3.7	4.2	(51)	3.7	7
RoaA	1.8	2.2	(33)	2.0	(19)
RoaE	14.8	16.8	(202)	16.6	(184)
Asset Quality					
Gross NPL (Rs mn)	310,117	286,974	8.1	315,779	(1.8)
Net NPL (Rs mn)	76,641	94,000	(18.5)	80,728	(5.1)
Gross NPL ratio	1.3	1.4	(10)	1.3	(9)
Net NPL ratio	0.3	0.4	(14)	0.3	(3)
Coverage ratio – Calc	75.3	67.2	804	74.4	85
Business & Other Ratios					
Low-cost deposit mix	37.7	40.3	(252)	37.6	11
Cost-income ratio	40.3	36.6	365	40.4	(13)
Non int. inc / total income	28.1	24.9	325	28.1	1
Credit deposit ratio	110.5	110.6	(13)	107.3	319
CAR	18.4	19.7	(129)	19.5	(110)
Tier-I	16.8	17.9	(108)	17.8	(100)

Source: Company, PL.

Key Q3FY24 Conference Call Highlights

Business Review & Outlook:

- **Deposits** – In Q3FY24, bank added 2.2mn new liability account. Focus on granularity continues with deposits growing by 16.8% YoY/1.9% QoQ to Rs22.1trn out of which 84% constitute of retail. Growth was mainly led by term deposits growing 1.7% QoQ, while savings deposits grew 1.7% QoQ. Current account deposits stood at Rs2.6trn.
- **In terms of regulations from RBI, bank has an LDR of 110%** although pre-merger LDR stood at 85%. Going ahead management would focus on growing deposit franchise faster than credit growth. In Q3FY24, retail deposits grew by 2.9% QoQ while non-retail deposits de-grew by 3.3% QoQ as bank chose not to participate in the price sensitive market and focus on granularity.
- Management guided, the constraint to growing deposit has been lack of liquidity in the market.
- **Total advances grew by 4.9%QoQ to Rs24.7trn.** Advances growth has been led by CRB (6.7% QoQ) & retail (3.3% QoQ), while wholesale grew by 1.9% QoQ ex-HDFC Ltd non-individual loans.
- **Commercial & Rural Banking** grew at 27% YoY and continues to be a focus segment. Bank currently caters to to 2.1 lakh villages.
- **Retail growth** momentum continued during the quarter at 3.3% QoQ driven by mortgage loans. Mortgage loans disbursement was robust with ~18% YoY increase. Bank added 1.6mn cards in Q3FY24 and payments business grew by 10.9% YoY.
- Management guided, retail unsecured book is extremely profitable with high credit quality, focus would be on growing the book further. In terms of lending to NBFCs, banks primary approach has been towards PSL lending.

Margins/NII

- Bank reported NIM of 3.4% in Q3FY24 on total asset basis and 3.6% on earning asset basis. Going ahead, growth drivers for margins would be to enhance retail mix especially personal and mortgage loans, replacing borrowings from balance sheet with deposits by improving CASA ratio by adding new customers
- In Q3FY24, RoA / RoE stood at 2%/15.8%.
- LCR for the quarter Q3FY24 stood at 110%, LCR is expected to remain range bound between 110% to 120%.

Other Income/Opex

- **Opex increased by 17.6% YoY** driven by both employee as well as other costs. C/I for the quarter stood at 40.3% while cost to assets stood at 1.26%. Management aims to eventually bring down C/I ratio to ~35% led by decreasing opex and bringing in more efficiencies in operations.

- **Branch Expansion** – In Q3FY24, bank added 146 branches with total branch network now at 8,091 branches. Management suggested there are 570 branches in pipeline which are expected to open in Q4FY24. Challenges in growing branch network is to maintain URC vs Non-URC mix.
- **Employee addition** – Bank added 10,000 employees during the quarter across segments primarily in order to position greater engagement with the customers.
- **Fee and commission income was Rs69bn** in Q3FY24 growing 12.8%YoY. 94% of total fees and commission income was attributable to retail segment.

Asset quality

- O/S floating + contingent provisions were Rs154bn. Total Provisions (incl. specific, contingent, floating & general) were 159% of Gross NPAs. PCR stood at 75% at the end of Q3FY24.
- In Q3FY24, bank reported GNPA/NNPA of 1.26%/0.31%. Slippages were 26bps or Rs70bn, while recoveries/upgrades amounted to Rs.45bn and write-offs were Rs31bn.

Exhibit 2: CRB (+31.4% YoY) and Retail (14.1% YoY) were key growth drivers

Loan Composition (Rs mn)	Q3FY24	Q3FY23	YoY gr. (%)	Q2FY24	QoQ gr. (%)
Corporate	4,363,000	3,922,540	11.2	4,281,090	1.9
HDFCL non-Ind.	989,000	1,254,358	(21.2)	1,027,550	(3.8)
CRB	6,800,000	5,175,880	31.4	6,339,280	7.3
Agri	930,000	709,120	31.1	904,870	2.8
Retail	12,188,000	10,682,462	14.1	11,802,450	3.3
PL	1,815,000	1,646,410	10.2	1,786,910	1.6
Auto	1,280,000	1,124,420	13.8	1,255,160	2.0
Mortgages	7,432,000	6,469,482	14.9	7,170,700	3.6
CC	971,000	833,140	16.5	909,070	6.8
2Wheelers	113,000	97,590	15.8	109,570	3.1
Gold	131,000	100,420	30.5	126,040	3.9
Other Retail	446,000	411,000	8.5	445,000	0.2
Total Advances	24,692,000	21,231,750	16.3	23,545,740	4.9

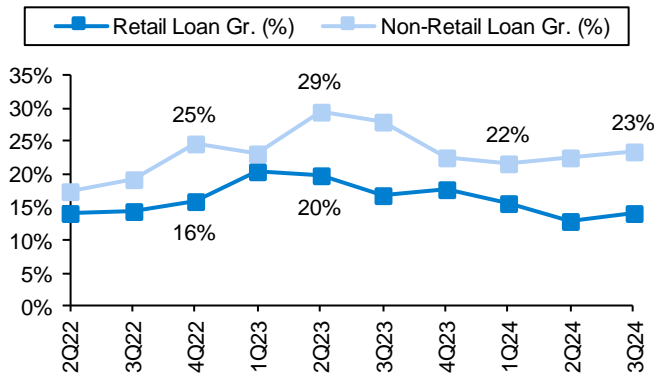
Source: Company, PL

Agri loans witness strong growth at 31.1% YoY.

Home loans saw robust growth of 14.9% YoY and personal loans grew by 10.2% YoY

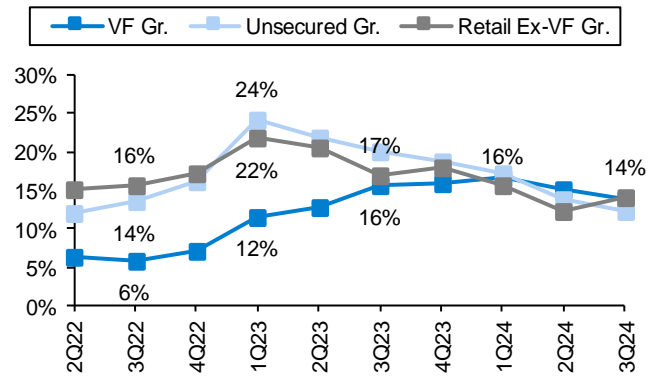
Commercial & Rural Banking continues to be growth driver at 31.4% YoY

Exhibit 3: Retail book growth at 23% YoY



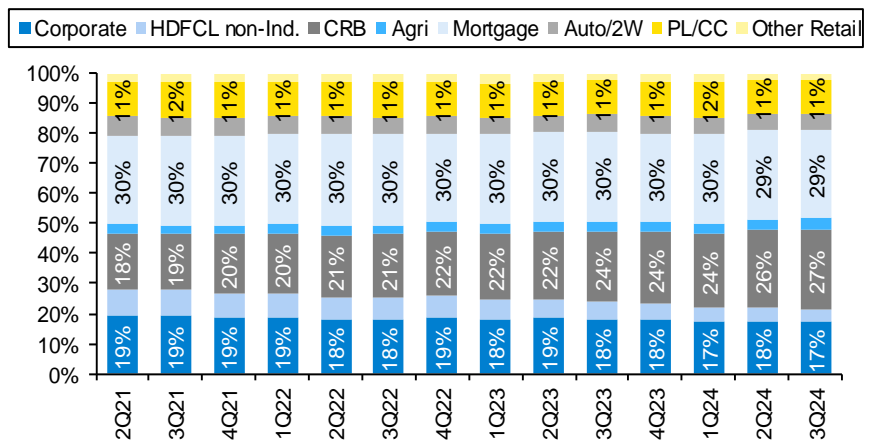
Source: Company, PL

Exhibit 4: Unsecured growth more calibrated now



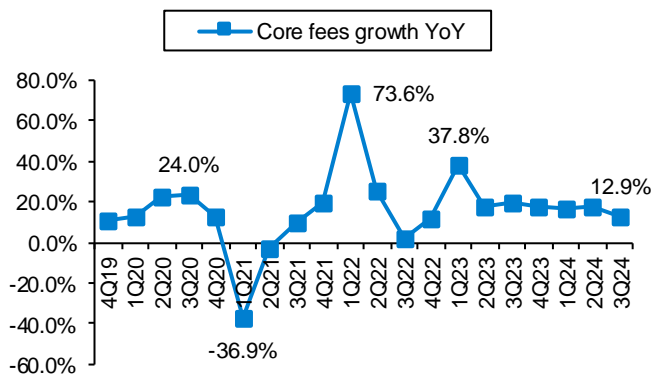
Source: Company, PL

Exhibit 5: Break up of product wise advances as percentage of total loans



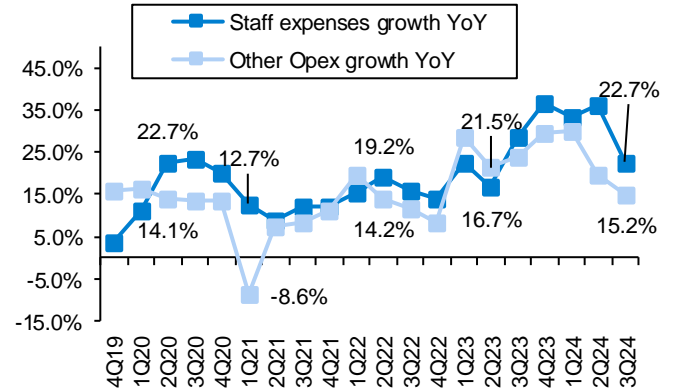
Source: Company, PL

Exhibit 6: Fee income growth declines to 12.9% YoY

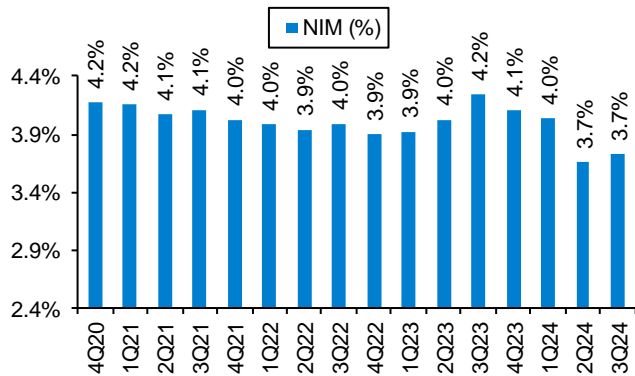


Source: Company, PL

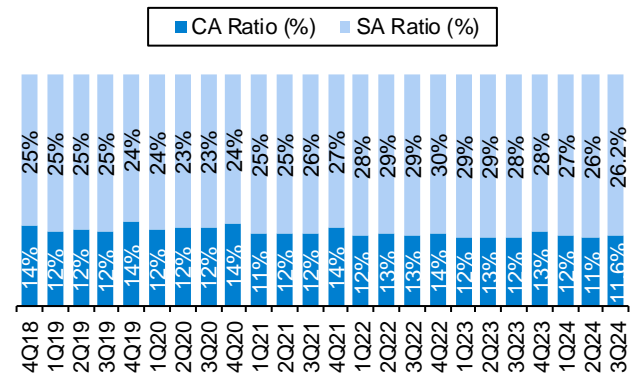
Exhibit 7: Staff cost growth decreases; other opex de-grew



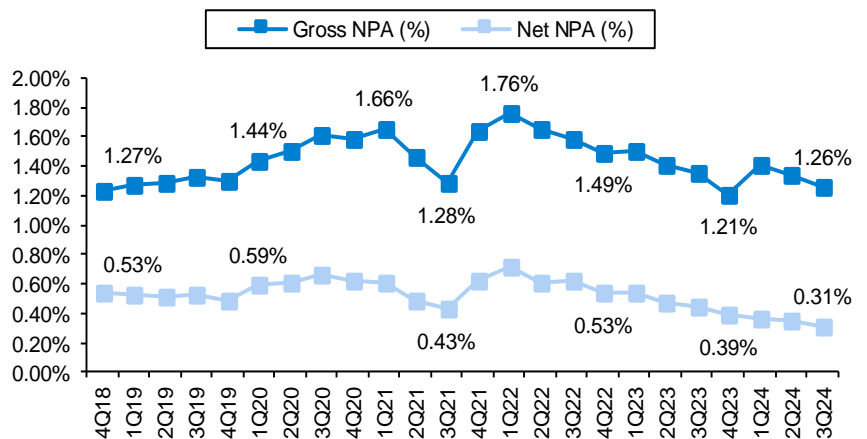
Source: Company, PL

Exhibit 8: NIM stable at 3.7% owing to higher CoF.


Source: Company, PL

Exhibit 9: CASA declines to 37.7% due to higher TD growth


Source: Company, PL

Exhibit 10: GNPA/NNPA stood 1.26%/0.31% respectively


Source: Company, PL

Exhibit 11: Return ratios improvement depends on margin expansion

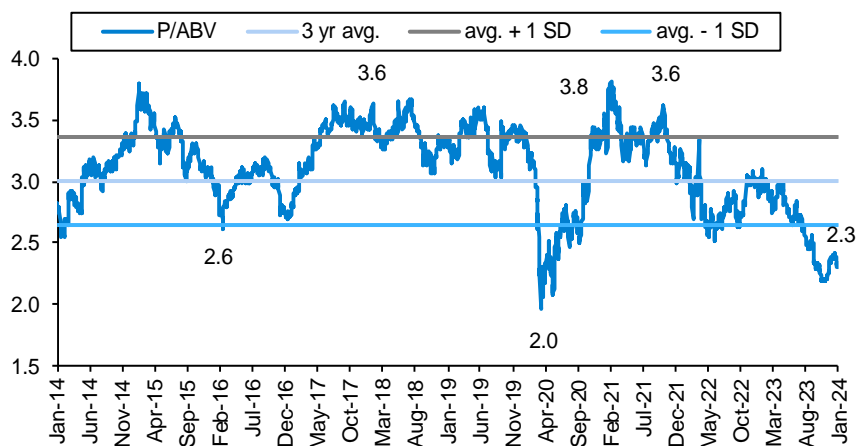
RoA decomposition	FY19	FY20	FY21	FY22	FY23	FY24E	FY25E	FY26E
Interest income	8.8	8.5	7.6	6.9	7.4	8.2	7.9	7.6
Interest expenses	5.0	4.8	3.9	3.3	3.8	4.8	4.5	4.1
Net interest income	3.8	3.7	3.7	3.6	3.6	3.4	3.4	3.5
Other Inc. from operations	1.2	1.9	1.3	1.2	1.1	1.2	1.3	1.2
Total income	5.0	5.6	4.9	4.8	4.8	4.6	4.8	4.7
Employee expenses	0.5	0.5	0.5	0.5	0.6	0.6	0.7	0.7
Other operating expenses	1.3	1.3	1.1	1.1	1.2	1.2	1.2	1.2
Operating profit	3.2	3.8	3.3	3.2	3.0	2.7	2.9	2.8
Tax	0.8	0.6	0.5	0.5	0.5	0.5	0.6	0.6
Loan loss provisions	0.5	1.0	0.9	0.7	0.5	0.4	0.4	0.4
RoAA	1.80	2.17	1.84	1.89	1.92	1.85	1.76	1.80
RoAE	15.0	17.6	14.5	14.9	15.8	15.5	14.9	15.4

Source: Company, PL

Exhibit 12: SOTP Valuation of Rs2000, core bank valued at 2.7x on FY25E

Particulars	Stake	Rs per share	% of total	Valuation Basis
Standalone	100.0%	1,816	89.9	2.7 x Mar'25 ABV
HDFC Life	50.4%	88	4.4	1.0 Mkt Cap
HDFC AMC	52.6%	55	2.7	39.0 FY25E core PAT
HDB Financials	94.7%	33	1.6	2.50 of Mar'23 ABV
HDFC Ergo	50.5%	18	0.9	40.00 of Mar'23 PAT
HSL	95.4%	10	0.5	10.00 of Mar'22 PAT
HDFC Credila	10.0%	1	0.0	2.00 x Mar'23 ABV
Total		2,020	100.0	
Holdco discount @ 10%		20		
Target Price		2,000		

Source: Company, PL

Exhibit 13: HDFCB one year forward P/ABV trades at 2.3x


Source: Company, PL

Income Statement (Rs. m)

Y/e Mar	FY23	FY24E	FY25E	FY26E
Int. Earned from Adv.	1,785,469	2,244,756	2,535,693	2,790,709
Int. Earned from invt.	344,268	462,812	483,174	535,748
Others	25,745	43,212	33,347	38,298
Total Interest Income	2,168,280	2,772,043	3,077,439	3,393,349
Interest Expenses	1,107,381	1,627,327	1,741,238	1,830,616
Net Interest Income	1,060,899	1,144,716	1,336,201	1,562,734
<i>Growth(%)</i>	15.7	12.5	14.9	15.9
Non Interest Income	327,936	417,259	458,672	518,398
Net Total Income	1,388,835	1,561,975	1,794,873	2,081,132
<i>Growth(%)</i>	23.3	27.8	10.9	10.6
Employee Expenses	165,376	211,877	264,297	291,582
Other Expenses	350,715	421,990	471,293	554,649
Operating Expenses	516,091	633,867	735,590	846,232
Operating Profit	872,744	928,108	1,059,283	1,234,900
<i>Growth(%)</i>	10.4	6.3	14.1	16.6
NPA Provision	135,722	119,798	139,916	161,059
Total Provisions	137,147	134,005	155,467	178,837
PBT	735,598	794,103	903,815	1,056,063
Tax Provision	174,562	165,175	216,916	253,455
<i>Effective tax rate (%)</i>	23.7	20.8	24.0	24.0
PAT	561,036	628,928	686,900	802,608
<i>Growth(%)</i>	19.1	12.1	9.2	16.8

Balance Sheet (Rs. m)

Y/e Mar	FY23	FY24E	FY25E	FY26E
Face value	1	1	1	1
No. of equity shares	7,490	7,593	7,593	7,593
Equity	7,490	7,593	7,593	7,593
Networth	3,800,396	4,335,870	4,903,406	5,521,415
<i>Growth(%)</i>	15.1	14.1	13.1	12.6
Adj. Networth to NNPA's	85,628	78,495	84,038	93,346
Deposits	20,360,707	23,618,171	28,019,647	33,100,330
<i>Growth(%)</i>	18.3	16.0	18.6	18.1
CASA Deposits	8,359,889	8,960,740	10,689,611	12,703,811
<i>% of total deposits</i>	41.1	37.9	38.2	38.4
Total Liabilities	31,592,767	36,429,454	41,566,663	47,413,617
Net Advances	22,089,486	25,625,716	29,498,035	33,927,171
<i>Growth(%)</i>	14.8	16.0	15.1	15.0
Investments	6,006,690	7,033,257	8,065,916	9,216,285
Total Assets	31,592,767	36,429,454	41,566,663	47,413,617
<i>Growth (%)</i>	17.9	15.3	14.1	14.1

Asset Quality

Y/e Mar	FY23	FY24E	FY25E	FY26E
Gross NPAs (Rs m)	269,720	313,780	336,395	374,332
Net NPAs (Rs m)	85,628	78,495	84,038	93,346
<i>Gr. NPAs to Gross Adv.(%)</i>	1.2	1.2	1.1	1.1
<i>Net NPAs to Net Adv. (%)</i>	0.4	0.3	0.3	0.3
<i>NPA Coverage %</i>	68.3	75.0	75.0	75.1

Profitability (%)

Y/e Mar	FY23	FY24E	FY25E	FY26E
NIM	3.8	3.5	3.6	3.7
RoAA	1.9	1.8	1.8	1.8
RoAE	15.8	15.5	14.9	15.4
Tier I	18.0	18.2	17.9	17.6
CRAR	21.3	21.3	20.6	19.9

Source: Company Data, PL Research
Quarterly Financials (Rs. m)

Y/e Mar	Q4FY23	Q1FY24	Q2FY24	Q3FY24
Interest Income	606,256	648,655	676,984	705,826
Interest Expenses	319,523	360,861	403,132	421,113
Net Interest Income	286,733	287,794	273,852	284,713
<i>YoY growth (%)</i>	22.2	20.3	6.7	2.3
CEB	67,225	63,372	69,360	69,400
Treasury	-	-	-	-
Non Interest Income	86,195	95,888	107,078	111,370
Total Income	692,450	744,543	784,062	817,197
Employee Expenses	46,023	50,464	51,702	53,518
Other expenses	100,908	102,209	102,290	106,093
Operating Expenses	146,931	152,673	153,992	159,611
Operating Profit	225,996	231,009	226,939	236,473
<i>YoY growth (%)</i>	12.7	20.4	3.6	3.2
Core Operating Profits	217,132	211,583	201,430	206,603
NPA Provision	-	-	-	-
Others Provisions	31,234	32,800	29,038	42,166
Total Provisions	31,234	32,800	29,038	42,166
Profit Before Tax	194,763	198,209	197,900	194,307
Tax	48,609	47,570	38,139	30,581
PAT	149,189	150,639	159,761	148,716
<i>YoY growth (%)</i>	18.2	28.1	15.0	(0.8)
Deposits	20,355,057	20,638,000	21,728,578	22,139,770
<i>YoY growth (%)</i>	18.3	16.2	18.3	16.8
Advances	22,089,486	22,209,816	23,312,329	24,460,757
<i>YoY growth (%)</i>	14.8	13.2	13.1	16.7

Key Ratios

Y/e Mar	FY23	FY24E	FY25E	FY26E
CMP (Rs)	1,679	1,679	1,679	1,679
EPS (Rs)	74.9	82.8	90.5	105.7
Book Value (Rs)	507	571	646	727
Adj. BV (70%)(Rs)	496	561	635	715
P/E (x)	22.4	20.3	18.6	15.9
P/BV (x)	3.3	2.9	2.6	2.3
P/ABV (x)	3.4	3.0	2.6	2.3
DPS (Rs)	18.8	16.6	22.3	24.3
<i>Dividend Payout Ratio (%)</i>	-	-	-	-
<i>Dividend Yield (%)</i>	1.1	1.0	1.3	1.4

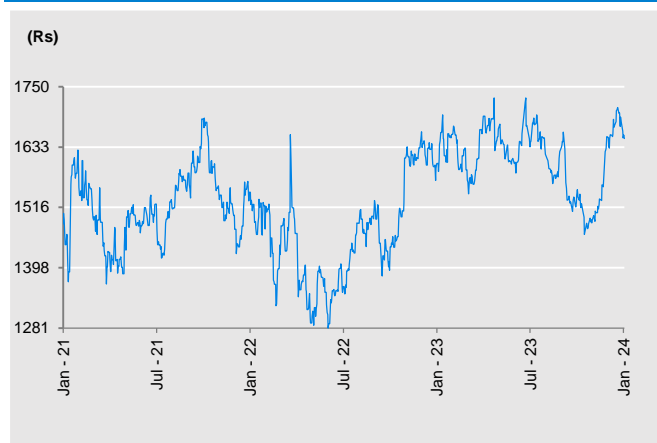
Efficiency

Y/e Mar	FY23	FY24E	FY25E	FY26E
<i>Cost-Income Ratio (%)</i>	37.2	40.6	41.0	40.7
<i>C-D Ratio (%)</i>	108.5	108.5	105.3	102.5
Business per Emp. (Rs m)	257	232	218	230
Profit per Emp. (Rs lacs)	34	30	26	28
Business per Branch (Rs m)	5,088	5,350	5,582	5,878
Profit per Branch (Rs m)	67	68	67	70

Du-Pont

Y/e Mar	FY23	FY24E	FY25E	FY26E
NII	3.83	3.71	3.75	3.78
Total Income	5.21	5.21	5.29	5.29
Operating Expenses	2.10	2.26	2.32	2.31
PPoP	3.11	2.95	2.97	2.98
Total provisions	0.53	0.47	0.52	0.53
RoAA	1.95	1.85	1.83	1.83
RoAE	16.96	16.28	16.21	16.46

Source: Company Data, PL Research

Price Chart
Recommendation History


No.	Date	Rating	TP (Rs.)	Share Price (Rs.)
1	08-Jan-24	BUY	2,025	1,682
2	17-Oct-23	BUY	2,025	1,530
3	07-Oct-23	BUY	2,025	1,534
4	21-Sep-23	BUY	2,025	1,564
5	18-Jul-23	BUY	2,025	1,679
6	06-Jul-23	BUY	2,025	1,675
7	25-May-23	BUY	1,925	1,610
8	22-Apr-23	BUY	1,925	1,672
9	16-Apr-23	BUY	1,925	1,692
10	11-Apr-23	BUY	1,850	1,658

Analyst Coverage Universe

Sr. No.	Company Name	Rating	TP (Rs)	Share Price (Rs)
1	AAVAS Financiers	Hold	1,560	1,566
2	Axis Bank	BUY	1,250	1,137
3	Bank of Baroda	BUY	240	235
4	Can Fin Homes	BUY	900	781
5	City Union Bank	Accumulate	160	153
6	DCB Bank	BUY	160	158
7	Federal Bank	BUY	180	154
8	HDFC Asset Management Company	BUY	3,900	3,501
9	HDFC Bank	BUY	2,025	1,682
10	ICICI Bank	BUY	1,280	994
11	IndusInd Bank	BUY	1,620	1,643
12	Kotak Mahindra Bank	BUY	2,250	1,848
13	LIC Housing Finance	Hold	460	575
14	State Bank of India	BUY	770	642
15	UTI Asset Management Company	BUY	900	875

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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