

Near-term outlook improves; valuation prices-in subpar RoA

BFSI - NBFCs ▶ Result Update ▶ October 29, 2025

CMP (Rs): 300 | TP (Rs): 280

MMFS reported a steady quarter, with PAT at ~Rs5.7bn (+8% QoQ/+54% YoY), ahead of Street and our estimates. Credit costs remained elevated at 2.2% (vs 1.9% in Q1), though the management expects moderation in coming quarters with full-year levels contained at ~1.7%. Disbursement momentum is likely to remain strong in H2, supported by GST 2.0 benefits and a favorable monsoon, with management guidance of ~15% steady-state disbursement growth over the medium term, led by PVs, tractors, and used vehicles, alongside gradual scale-up in the mortgage and SME segments. Margins improved sequentially (~30bps) on lower cost of funds and better fee income; they are expected to improve further, though CoF benefits may be limited in coming quarters. Overall, the management remains constructive on rural cash-flow recovery, GST rationalization, and monsoon-led demand tailwinds driving AUM growth and better credit costs. That said, we expect growth and asset quality to stay under watch in the near term, keeping profitability moderate and, more importantly, the sustainable >2% RoA path still lacking visibility. We retain REDUCE on MMFS, raising Sep-26E target price by ~8% to Rs280 (from Rs260 earlier).

Overall steady quarter in terms of margins and asset quality

Overall, Q2 turned out to be better than expected, with PAT surpassing both our and consensus estimates, supported by stable asset quality and improving margins. Credit costs, however, remained elevated at 2.2% (vs 1.9% in Q1; calculated 2.41% vs 2.2%), primarily due to the extended monsoons and temporary cash-flow mismatches within the customer segment—a seasonal trend. Margins improved by ~30bps QoQ, driven by lower cost of funds and higher fee income. Asset quality was steady, with GS3/NS3 at 3.94%/1.89%, and healthy coverage of ~53%.

Maintains disbursement and credit cost guidance

The mgmt gave guidance for ~15% disbursement growth over the medium term, backed by macro tailwinds like GST rate-cut and improving rural cashflows (though expects disbursement in the CV segment to remain soft in the near term). It indicated that the early disbursement trend post GST rationalization in the PV/Tractor segments remains strong and the momentum would continue in H2FY26; the CV segment, though, is not seeing a similar trend. The mgmt expects asset quality to be broadly stable, with Stage2+3 asset remaining under 10% and Credit cost (on assets) under 1.7% in FY26. It expects overall margin to improve further, led by strong focus on increasing share of high-yield segments like used vehicles (now ~18% of incremental disbursement), improving fee, and cross selling.

H2 outlook improving; maintain REDUCE with Sep-26E TP (up 7.7%) of Rs280

We expect a recovery in H2FY26, supported by stronger margin driven by cross-selling, higher fee income, and lower credit costs. We project RoA of ~2% for FY26E, and maintain our estimates. We retain REDUCE on MMFS with a revised up Sep-26E target price of Rs280 (valued at 1.4x FY27E P/B).

Target Price – 12M	Sep-26
Change in TP (%)	7.7
Current Reco.	REDUCE
Previous Reco.	REDUCE
Upside/(Downside) (%)	(6.7)

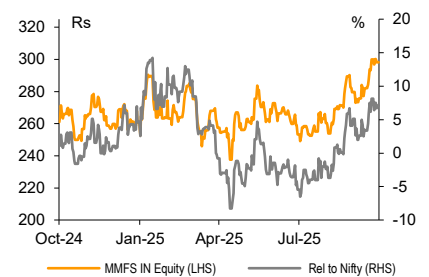
Stock Data	MMFS IN
52-week High (Rs)	306
52-week Low (Rs)	232
Shares outstanding (mn)	1,390.0
Market-cap (Rs bn)	417
Market-cap (USD mn)	4,723
Net-debt, FY26E (Rs mn)	NA
ADTV-3M (mn shares)	3
ADTV-3M (Rs mn)	587.5
ADTV-3M (USD mn)	6.7
Free float (%)	71.1
Nifty-50	25,936.2
INR/USD	88.3

Shareholding, Sep-25

Promoters (%)	52.5
FPIs/MFs (%)	9.6/32.3

Price Performance

(%)	1M	3M	12M
Absolute	7.2	20.4	12.9
Rel. to Nifty	1.9	14.6	5.9

1-Year share price trend (Rs)**Mahindra Finance: Financial Snapshot (Standalone)**

Y/E March (Rs mn)	FY24	FY25	FY26E	FY27E	FY28E
Net profits	17,596	23,450	29,231	37,525	45,161
AUM growth (%)	24.0	16.6	14.1	17.0	18.0
NII growth (%)	9.4	11.2	19.9	17.1	17.4
NIMs (%)	6.8	6.5	6.9	7.1	7.1
PPOP growth (%)	11.4	14.0	27.5	22.7	19.1
Adj. EPS (Rs)	14.3	19.0	21.0	27.0	32.5
Adj. EPS growth (%)	(11.4)	33.2	10.8	28.4	20.3
Adj. BV (INR)	147.1	160.4	179.9	201.5	227.5
Adj. BVPS growth (%)	6.2	9.1	12.2	12.0	12.9
RoA (%)	1.7	1.9	2.0	2.2	2.3
RoE (%)	10.0	12.4	13.0	14.2	15.2
P/E (x)	21.0	15.8	14.3	11.1	9.2
P/ABV (x)	2.0	1.9	1.7	1.5	1.3

Source: Company, Emkay Research

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Exhibit 1: Actual vs Estimates

MMFS - Earnings snapshot								Emkay estimates			
Q2FY26 (Rs mn)	Q2FY25	Q3FY25	Q4FY25	Q1FY26	Q2FY26	Chg QoQ	Chg YoY	Q2FY26	Variation	Q2FY26	Variation
	Actual	Actual	Actual	Actual	Actual			Estimate	vs Estimate	Consensus	Consensus
Business Assets	1,124,340	1,151,260	1,196,730	1,220,080	1,272,460	4.3%	13.2%	1,268,000	0.4%		
Disbursement	131,620	164,670	155,300	128,090	135,140	5.5%	2.7%	135,000	0.1%		
NII	18,106	19,113	19,276	20,122	21,116	4.9%	16.6%	21,287	-0.8%		
Total Income	19,908	20,985	21,555	22,853	24,230	6.0%	21.7%	24,094	0.6%	23,736	2.1%
PPoP	11,961	12,217	12,128	13,530	14,989	10.8%	25.3%	14,222	5.4%	13,959	7.4%
Provisions	7,035	91	4,571	6,597	7,514	13.9%	6.8%	7,910	-5.0%	6,480	16.0%
PBT	4,927	12,126	7,557	6,933	7,475	7.8%	51.7%	6,313	18.4%	7,479	0.0%
PAT	3,695	8,995	5,631	5,295	5,693	7.5%	54.1%	4,709	20.9%	5,328	6.9%
Credit cost	2.57%	0.03%	1.54%	2.18%	2.41%	23bps	-16bps	2.54%	-13bps	2.12%	29bps
GS3	3.83%	3.93%	3.69%	3.85%	3.94%	9bps	11bps	3.95%	-1bps		
NS3	1.59%	2.00%	1.84%	1.91%	1.89%	-2bps	30bps	1.92%	-3bps		

Source: Company, Emkay Research

Exhibit 2: Change in estimates

Y/e Mar (Rs mn)	FY26E			FY27E			FY28E		
	Earlier	Revised	Change	Earlier	Revised	Change	Earlier	Revised	Change
Business Assets	1,364,957	1,364,957	0.0%	1,597,278	1,597,278	0.0%	1,884,782	1,884,782	0.0%
Disbursement	625,320	625,320	0.0%	725,371	725,371	0.0%	826,923	826,923	0.0%
Net interest income	89,104	89,104	0.0%	104,365	104,365	0.0%	122,519	122,519	0.0%
PPOP	60,737	60,737	0.0%	74,540	74,540	0.0%	88,774	88,774	0.0%
Provisions	21,505	21,505	0.0%	24,178	24,178	0.0%	28,165	28,165	0.0%
PBT	39,231	39,231	0.0%	50,363	50,363	0.0%	60,610	60,610	0.0%
Adj PAT	29,231	29,231	0.0%	37,525	37,525	0.0%	45,161	45,161	0.0%
Adj EPS (Rs)	21.0	21.0	0.0%	27.0	27.0	0.0%	32.5	32.5	0.0%
BVPS (Rs)	180	180	0.0%	202	202	0.0%	228	228	0.0%
Networth	250,005	250,005	0.00%	280,025	280,025	0.00%	316,154	316,154	0.00%
NIM + Fees	6.85%	6.85%	0bps	7.06%	7.06%	0bps	7.11%	7.11%	0bps
Cost-to-income ratio	38.9%	38.9%	0bps	36.7%	36.7%	0bps	35.7%	35.7%	0bps
Opex-to-Business Assets	2.59%	2.59%	0bps	2.51%	2.51%	0bps	2.44%	2.44%	0bps
Loan book growth	14.1%	14.1%	0bps	17.0%	17.0%	0bps	18.0%	18.0%	0bps
Disbursement growth	8.0%	8.0%	0bps	16.0%	16.0%	0bps	14.0%	14.0%	0bps
Credit costs (bps)	1.68%	1.68%	0bps	1.63%	1.63%	0bps	1.62%	1.62%	0bps
RoA	2.02%	2.02%	0bps	2.25%	2.25%	0bps	2.33%	2.33%	0bps
RoE	13.0%	13.0%	0bps	14.2%	14.2%	0bps	15.2%	15.2%	0bps

Source: Company, Emkay Research

Exhibit 3: Valuation matrix

	CMP/TP (Rs)	Upside	Mkt Cap (Rs bn)	P/BV (x)			P/E (x)			RoA (%)			RoE (%)			Book Value (Rs/sh)			EPS (Rs)		
				FY26E	FY27E	FY28E	FY26E	FY27E	FY28E	FY26E	FY27E	FY28E	FY26E	FY27E	FY28E	FY26E	FY27E	FY28E	FY26E	FY27E	FY28E
At current market price	300	-7%	416.9	1.7	1.5	1.3	14.3	11.1	9.2	2.0	2.2	2.3	13.0	14.2	15.2	180	202	228	21.0	27.0	32.5
At target price	280		416.9	1.6	1.4	1.2	13.3	10.4	8.6	2.0	2.2	2.3	13.0	14.2	15.2	180	202	228	21.0	27.0	32.5

Source: Company, Emkay Research

Exhibit 4: Quarterly earnings snapshot

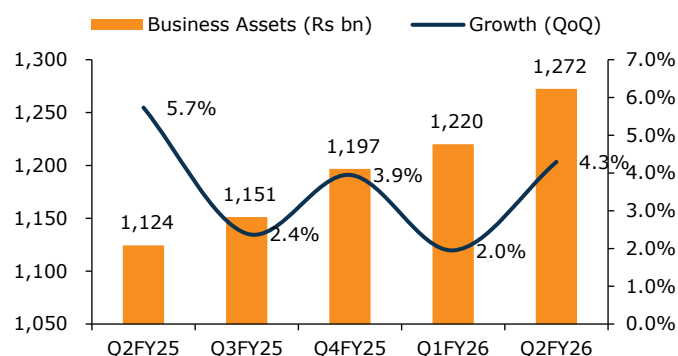
Quarterly Earnings Summary							
Rs mn	Q2FY25	Q3FY25	Q4FY25	Q1FY26	Q2FY26	YoY	QoQ
Interest Income	37,448	39,572	40,172	41,646	41,779	11.6%	0.3%
Interest Expenses	19,343	20,459	20,896	21,524	20,663	6.8%	-4.0%
Net Interest Income	18,106	19,113	19,276	20,122	21,116	16.6%	4.9%
Other Income	1,802	1,872	2,279	2,732	3,113	72.7%	14.0%
Income	19,908	20,985	21,555	22,853	24,230	21.7%	6.0%
Operating Expenses	7,947	8,768	9,427	9,323	9,240	16.3%	-0.9%
Operating Profit	11,961	12,217	12,128	13,530	14,989	25.3%	10.8%
Provisions	7,035	91	4,571	6,597	7,514	6.8%	14%
<i>Credit cost (on avg Business Assets)</i>	<i>2.6%</i>	<i>0.0%</i>	<i>1.5%</i>	<i>2.2%</i>	<i>2.4%</i>	<i>-16bps</i>	<i>23bps</i>
PBT	4,927	12,126	7,557	6,933	7,475	55.8%	40.7%
Tax	1,232	3,131	1,925	1,638	1,782	44.7%	8.8%
<i>Tax rate</i>	<i>25.0%</i>	<i>25.8%</i>	<i>25.5%</i>	<i>23.6%</i>	<i>23.8%</i>		
Reported PAT	3,695	8,995	5,631	5,295	5,693	54.1%	7.5%
Networth	182,828	192,190	198,120	233,460	230,160	25.9%	-1.4%
Business assets	1,124,340	1,151,260	1,196,730	1,220,080	1,272,460	13.2%	4.3%
Disbursements	131,620	164,670	155,300	128,090	135,140	2.7%	5.5%
GS3 (%)	3.83	3.93	3.69	3.85	3.94	11bps	9bps
NS3 (%)	1.59	2.00	1.84	1.91	1.89	30bps	-2bps
PCR (%)	59.48	50.10	51.77	51.44	53.01	-647bps	157bps
ROA (calculated; %)	1.21	2.83	1.71	1.56	1.65	43bps	9bps
ROE (calculated; %)	8.00	19.19	11.54	9.82	9.82	183bps	1bps

Source: Company, Emkay Research

This report is intended for Team White Marque Solutions (team.emkay@whitemarquesolutions)

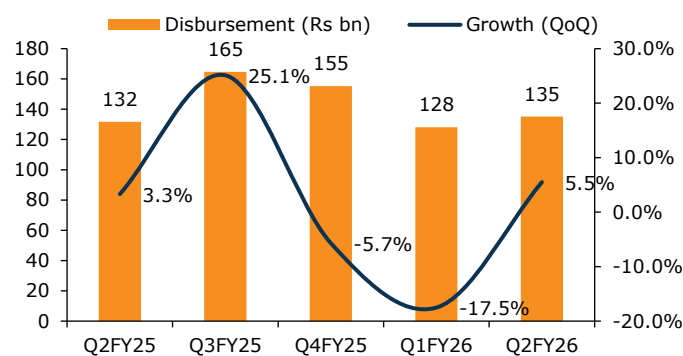
Results in charts

Exhibit 5: Loan book grew ~13% on YoY basis



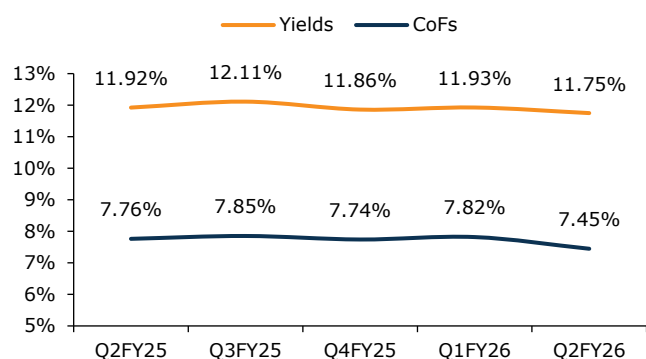
Source: Company, Emkay Research

Exhibit 6: Disbursement momentum to continue in H2



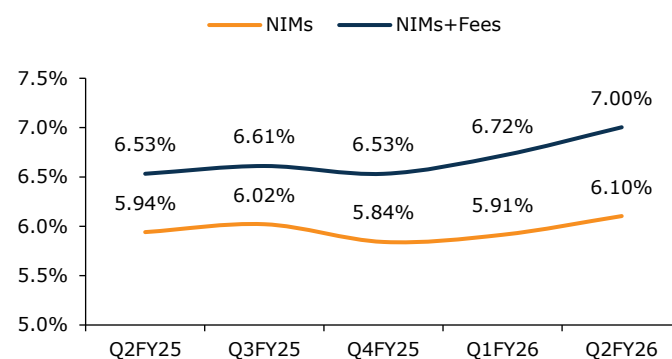
Source: Company, Emkay Research

Exhibit 7: Broadly stable CoFs and Yields



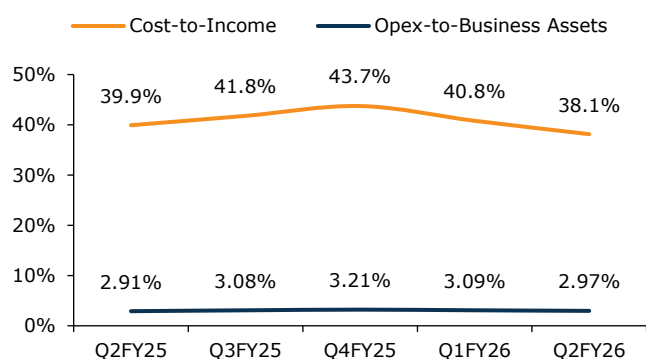
Source: Company, Emkay Research

Exhibit 8: Margin improvement driven by higher fee and dividend income and moderating CoFs



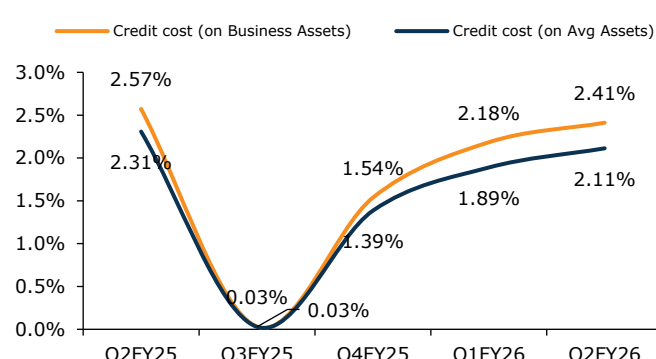
Source: Company, Emkay Research

Exhibit 9: Opex improved marginally



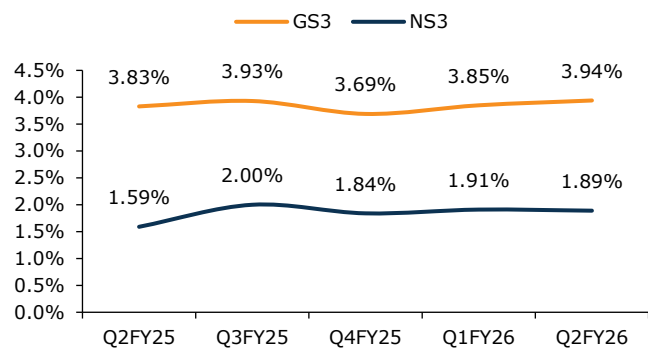
Source: Company, Emkay Research

Exhibit 10: Credit cost remained elevated on account of seasonality; expected to moderate in H2

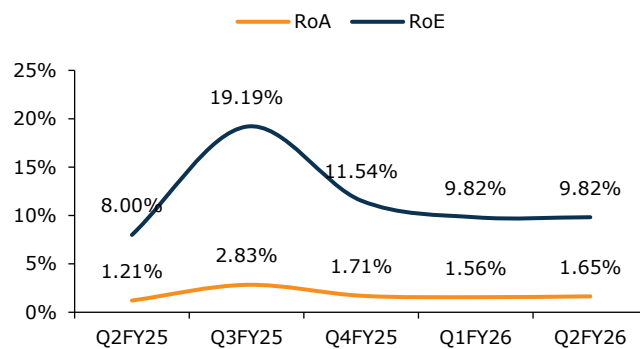


Source: Company, Emkay Research

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Exhibit 11: Asset quality marginally impacted by the extended monsoons

Source: Company, Emkay Research

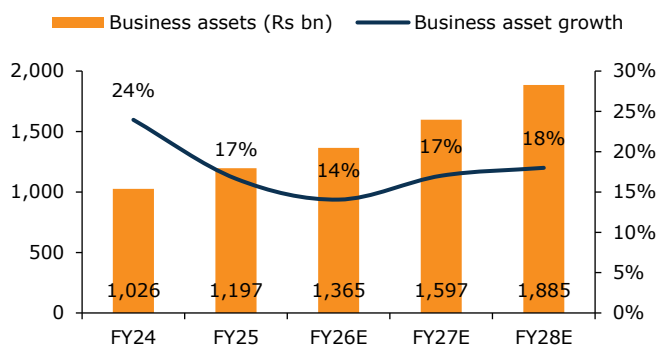
Exhibit 12: RoA/RoE impacted by elevated credit cost

Source: Company, Emkay Research

This report is intended for Team White Marque Solutions (team.emkay@whitemarquesolutions)

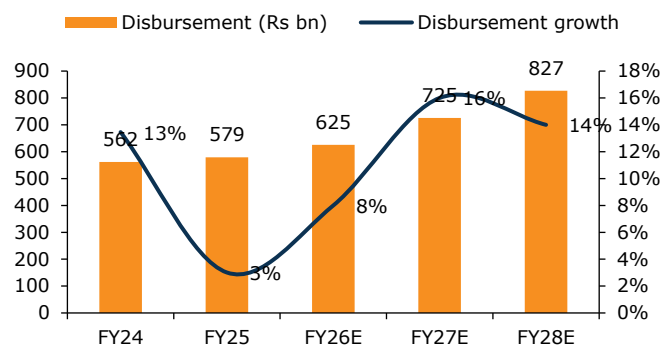
Story in charts

Exhibit 13: We expect AUM CAGR at 16% over FY25-28E



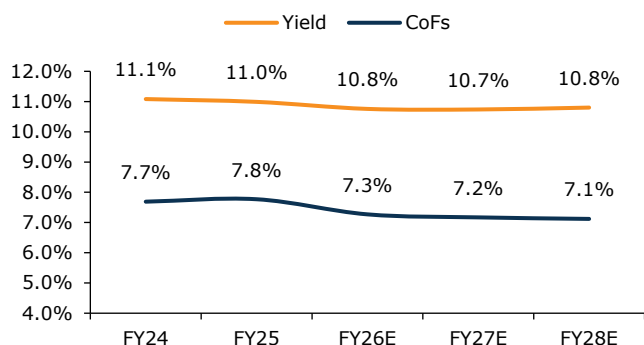
Source: Company, Emkay Research

Exhibit 14: The management expects disbursement growth of ~15% on a steady-state basis



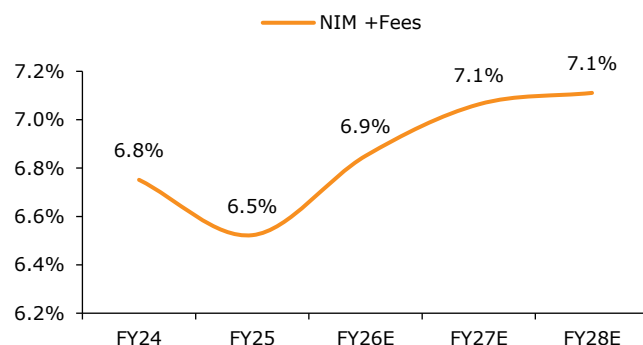
Source: Company, Emkay Research

Exhibit 15: CoFs to moderate on account of the RBI rate cut



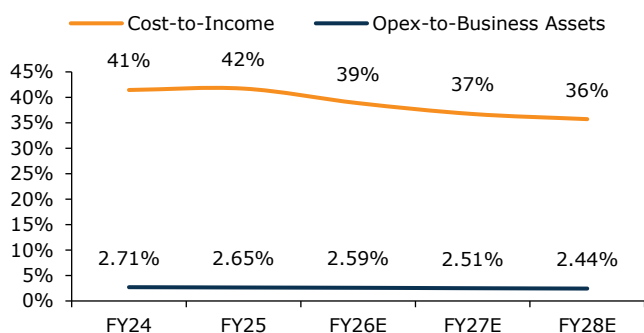
Source: Company, Emkay Research

Exhibit 16: Margin improves, led by moderating CoFs and stable yields



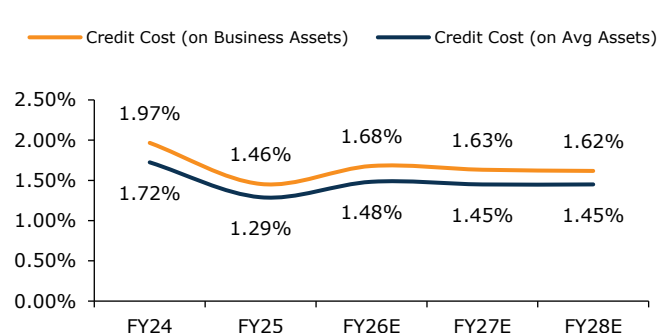
Source: Company, Emkay Research

Exhibit 17: Broadly stable opex ratio



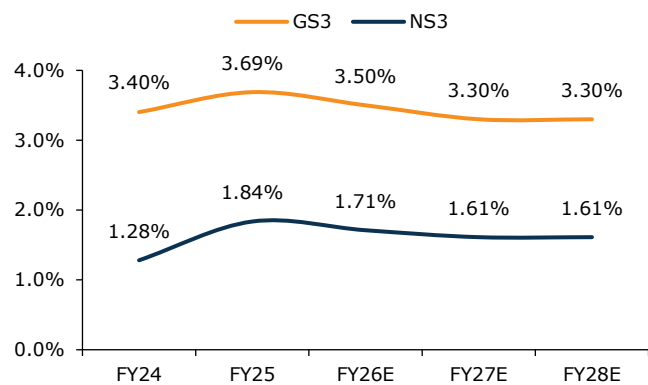
Source: Company, Emkay Research

Exhibit 18: Credit cost to remain range bound and below 2%

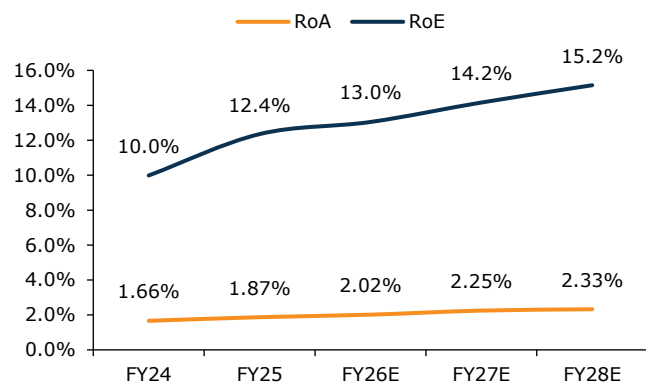


Source: Company, Emkay Research

This report is intended for Team White Marquee Solutions (team.emkay@whitemarquesolutions)

Exhibit 19: Stable asset quality

Source: Company, Emkay Research

Exhibit 20: Margin improvement and stable credit cost resulting in RoA/RoE expansion

Source: Company, Emkay Research

This report is intended for Team White Marquee Solutions (team.emkay@whitemarquesolutions)

Management call highlights

- MMFS delivered a steady performance in Q2FY26, supported by strong traction in its core 'wheels' business, following the GST rate cuts—particularly in tractors and passenger vehicles (PVs). While demand for commercial vehicles (CVs) remained soft, the management noted that healthy growth in PVs and tractors should largely offset the impact of lower prices going forward. Premiumization trends and pent-up demand resulting from GST2.0 are also helping sustain momentum in the PV and Tractor segments.
- Early disbursement trend post GST2.0 has been good, and the management expects the momentum to continue. Sales volume in PV (forms 40% of the MMFS AUM) and tractor (~11% of the overall AUM) segments are expected to increase, while being partly offset by price moderation; however, overall momentum is expected to remain healthy.
- Disbursements during the quarter included trade advances of ~Rs68bn, which weighed on yields temporarily. Used-vehicle financing formed ~18% of incremental disbursements (vs ~16% earlier), driven by a balanced mix of existing and open-market customers through dealer and aggregator tie-ups. The management remains watchful of potential price corrections in used vehicles following the GST-driven reduction in new-vehicle prices, and is working on a strategy to mitigate the same.
- Within its core mix, MMFS continues to focus on tractors, PVs, and used vehicles. The SME portfolio remains modest at ~5% of AUM, but is expanding at a measured pace (~12% YoY). The management indicated that it is planning to steadily grow its mortgage book and focus on affordable housing, through its housing subsidiary (has stopped offering small-ticket rural housing loans).
- At the portfolio level, the management reiterated its aim to keep GS2 + GS3 below 10% and credit cost under 1.7%. Stress pockets were seen in the northern and eastern regions due to the erratic monsoons and localized agitations, though these are expected to normalize by Q4.
- MMFS continues to use a 42-month ECL horizon, reviewed annually in Q3, to reduce volatility in provisioning across quarters.
- Margins improved YoY, aided by higher fee income, a better funding mix, and lower cost of borrowings. Around 41% of borrowings are now floating-rate, with benefits from repo- and T-bill-linked loans already realized, while MCLR-linked benefits will flow in gradually. However, the management indicated that further cost-of-fund reduction will be limited, given the capitalization from the Q1 rights issue and the normalization of leverage from Q3 onward.
- Mahindra Rural Housing Finance (MRHFL) executed an ARC transaction during the quarter, leading to a sharp fall in GS3, although net NPA was largely unchanged as the accounts were fully provided for. Meanwhile, the Sri Lanka subsidiary, Mahindra Ideal Finance, maintains a balanced 50:50 mix between gold and vehicle finance.
- The management remains confident of sustaining disbursement momentum in Q3, supported by festive demand and positive impact of the GST 2.0 rate reduction. PV growth guidance has been revised up, from ~5% to ~8-12% YoY, while tractors are expected to grow ~15% YoY. CV demand, however, remains subdued within MMFS's addressable market.

Guidance

- Targeting ~15% CAGR in disbursements over the medium term.
- Credit cost to remain below 1.7%.
- Continued focus on growing its housing and SME portfolios prudently, while maintaining strong momentum in PVs, tractors, and used vehicles.
- GS2 + GS3 to be maintained below 10%; annual ECL refresh in Q3 to capture the real portfolio trends.
- Sustained disbursement momentum expected through 2H, driven by festive tailwinds, stable asset quality, and resilient rural demand.

Mahindra Finance: Standalone Financials and Valuations

Profit & Loss					
Y/E March (Rs mn)	FY24	FY25	FY26E	FY27E	FY28E
Interest Income	131,088	153,314	174,775	201,362	235,828
Interest Expense	64,269	78,983	85,671	96,997	113,309
Net interest income	66,818	74,331	89,104	104,365	122,519
NII growth (%)	9.4	11.2	19.9	17.1	17.4
Non interest income	4,537	7,433	10,240	13,451	15,581
Total income	71,355	81,764	99,344	117,816	138,100
Operating expenses	29,572	34,113	38,607	43,276	49,325
PPOP	41,783	47,651	60,737	74,540	88,774
PPOP growth (%)	11.4	14.0	27.5	22.7	19.1
Provisions & contingencies	18,228	16,179	21,505	24,178	28,165
PBT	23,555	31,473	39,231	50,363	60,610
Extraordinary items	0	0	0	0	0
Tax expense	5,959	8,022	10,000	12,837	15,449
Minority interest	-	-	-	-	-
Income from JV/Associates	-	-	-	-	-
Reported PAT	17,596	23,450	29,231	37,525	45,161
PAT growth (%)	(11.3)	33.3	24.7	28.4	20.3
Adjusted PAT	17,596	23,450	29,231	37,525	45,161
Diluted EPS (Rs)	14.3	19.0	21.0	27.0	32.5
Diluted EPS growth (%)	(11.4)	33.2	10.8	28.4	20.3
DPS (Rs)	6.3	6.5	5.3	5.4	6.5
Dividend payout (%)	44.2	34.2	25.0	20.0	20.0
Effective tax rate (%)	25.3	25.5	25.5	25.5	25.5
Net interest margins (%)	6.8	6.5	6.9	7.1	7.1
Cost-income ratio (%)	41.4	41.7	38.9	36.7	35.7
PAT/PPOP (%)	42.1	49.2	48.1	50.3	50.9
Shares outstanding (mn)	1,234.4	1,235.0	1,389.4	1,389.4	1,389.4

Source: Company, Emkay Research

Balance Sheet					
Y/E March (Rs mn)	FY24	FY25	FY26E	FY27E	FY28E
Share capital	2,469	2,470	2,779	2,779	2,779
Reserves & surplus	179,106	195,650	247,226	277,247	313,375
Net worth	181,575	198,120	250,005	280,025	316,154
Borrowings	922,252	1,110,880	1,246,088	1,459,706	1,723,304
Other liabilities & prov.	47,765	46,480	48,804	51,244	53,806
Total liabilities & equity	1,151,592	1,355,480	1,544,897	1,790,976	2,093,264
Net loans	991,952	1,162,140	1,325,626	1,552,879	1,833,302
Investments	96,508	104,000	114,400	125,840	138,424
Cash, other balances	26,891	55,360	67,659	71,327	76,333
Interest earning assets	1,115,351	1,321,500	1,507,685	1,750,046	2,048,059
Fixed assets	8,111	8,770	10,086	11,598	13,338
Other assets	28,130	25,210	27,127	29,332	31,867
Total assets	1,151,592	1,355,480	1,544,897	1,790,976	2,093,264
BVPS (Rs)	147.1	160.4	179.9	201.5	227.5
Adj. BVPS (INR)	147.1	160.4	179.9	201.5	227.5
Gross loans	1,025,970	1,196,730	1,364,957	1,597,278	1,884,782
Total AUM	1,185,602	1,390,330	1,591,599	1,863,365	2,187,179
On balance sheet	1,025,970	1,196,730	1,364,957	1,597,278	1,884,782
Off balance sheet	159,632	193,600	226,642	266,086	302,397
Disbursements	562,080	579,000	625,320	725,371	826,923
Disbursements growth (%)	13.5	3.0	8.0	16.0	14.0
Loan growth (%)	24.8	17.2	14.1	17.1	18.1
AUM growth (%)	24.0	16.6	14.1	17.0	18.0
Borrowings growth (%)	23.1	20.5	12.2	17.1	18.1
Book value growth (%)	6.2	9.1	12.2	12.0	12.9

Source: Company, Emkay Research

Asset quality and other metrics					
Y/E March (Rs mn)	FY24	FY25	FY26E	FY27E	FY28E
Asset quality					
GNPL - Stage 3	34,910	44,140	47,773	52,710	62,198
NNPL - Stage 3	12,860	21,560	22,931	25,301	29,855
GNPL ratio - Stage 3 (%)	3.4	3.7	3.5	3.3	3.3
NNPL ratio - Stage 3 (%)	1.3	1.8	1.7	1.6	1.6
ECL coverage - Stage 3 (%)	63.2	51.2	52.0	52.0	52.0
ECL coverage - 1 & 2 (%)	1.2	1.0	1.1	1.1	1.1
Gross slippage - Stage 3	-	-	-	-	-
Gross slippage ratio (%)	-	-	-	-	-
Write-off ratio (%)	2.1	1.5	1.4	1.4	1.3
Total credit costs (%)	2.0	1.5	1.7	1.6	1.6
NNPA to networth (%)	7.1	10.9	9.2	9.0	9.4
Capital adequacy					
Total CAR (%)	18.9	18.3	19.6	19.1	18.6
Tier-1 (%)	16.4	15.2	17.1	16.6	16.1
Miscellaneous					
Total income growth (%)	10.1	14.6	21.5	18.6	17.2
Opex growth (%)	8.4	15.4	13.2	12.1	14.0
PPOP margin (%)	3.8	3.7	4.1	4.3	4.4
Credit costs-to-PPOP (%)	43.6	34.0	35.4	32.4	31.7
Loan-to-Assets (%)	86.1	85.7	85.8	86.7	87.6
Yield on loans (%)	14.1	13.8	13.6	13.6	13.5
Cost of funds (%)	7.7	7.8	7.3	7.2	7.1
Spread (%)	6.5	6.0	6.4	6.4	6.4

Source: Company, Emkay Research

Valuations and key Ratios					
Y/E March	FY24	FY25	FY26E	FY27E	FY28E
P/E (x)	21.0	15.8	14.3	11.1	9.2
P/B (x)	2.0	1.9	1.7	1.5	1.3
P/ABV (x)	2.0	1.9	1.7	1.5	1.3
P/PPOP (x)	0.0	0.0	0.0	0.0	0.0
Dividend yield (%)	2.1	2.2	1.8	1.8	2.2
Dupont-RoE split (%)					
NII/avg AUM	6.1	5.8	6.0	6.0	6.0
Other income	0.4	0.6	0.7	0.8	0.8
Securitization income	0	0	0	0	0
Opex	1.1	1.2	1.2	1.1	1.1
Employee expense	1.6	1.5	1.4	1.4	1.3
PPOP	3.8	3.7	4.1	4.3	4.4
Provisions	1.7	1.3	1.4	1.4	1.4
Tax expense	0.5	0.6	0.7	0.7	0.8
RoAUM (%)	1.6	1.8	2.0	2.2	2.2
Leverage ratio (x)	6.2	6.8	6.7	6.5	6.8
RoE (%)	10.0	12.4	13.0	14.2	15.2

Quarterly data					
Rs mn, Y/E Mar	Q2FY25	Q3FY25	Q4FY25	Q1FY26	Q2FY26
NII	18,106	19,113	19,276	20,122	21,116
NIM (%)	6.5	6.6	6.5	6.7	7.0
PPOP	11,961	12,217	12,128	13,530	14,989
PAT	3,695	8,995	5,631	5,295	5,693
EPS (Rs)	2.99	7.28	4.56	3.81	4.10

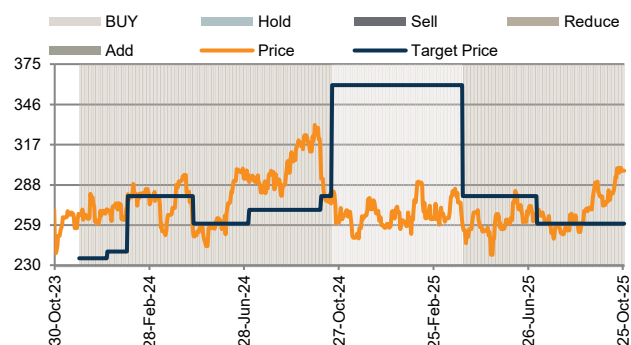
Source: Company, Emkay Research

RECOMMENDATION HISTORY - DETAILS

Date	Closing Price (Rs)	TP (Rs)	Rating	Analyst
06-Oct-25	284	260	Reduce	Avinash Singh
23-Jul-25	259	260	Reduce	Avinash Singh
07-Jul-25	268	260	Reduce	Avinash Singh
20-Jun-25	263	280	Reduce	Avinash Singh
05-Jun-25	263	280	Reduce	Avinash Singh
23-Apr-25	263	280	Reduce	Avinash Singh
10-Apr-25	251	280	Reduce	Avinash Singh
03-Apr-25	258	280	Reduce	Avinash Singh
27-Feb-25	274	360	Buy	Avinash Singh
29-Jan-25	263	360	Buy	Avinash Singh
06-Jan-25	264	360	Buy	Avinash Singh
05-Dec-24	279	360	Buy	Avinash Singh
23-Oct-24	260	360	Buy	Avinash Singh
18-Oct-24	283	360	Buy	Avinash Singh
04-Oct-24	292	280	Reduce	Avinash Singh
01-Oct-24	321	270	Reduce	Avinash Singh
02-Sep-24	314	270	Reduce	Avinash Singh
20-Aug-24	295	270	Reduce	Avinash Singh
24-Jul-24	291	270	Reduce	Avinash Singh
04-Jul-24	290	270	Reduce	Avinash Singh

Source: Company, Emkay Research

RECOMMENDATION HISTORY - TREND



Source: Company, Bloomberg, Emkay Research

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REDUCE	5% upside to 15% downside
SELL	>15% downside

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