

## Financials: Banks

Segment	MOFSL BFSI picks
Private banks	ICICI Bank
	HDFCB
PSU Bank	SBIN
SFBs	AU SFB
Vehicle Financiers	Shriram Finance
Housing Finance	PNBHF
	Aavas Financiers
Diversified	L&T Finance
	AB Capital
Life insurance	HDFC Life
	Max Financials
General insurance	Niva Bupa
AMCs	HDFC AMC
Intermediaries	CAMS
Wealth management	Nuvama

### MOFSL BFSI picks 3.0: Earnings rebound and reasonable valuations to drive sector performance

Remain constructive on the sector; stance tilting in favor of banks amid better earnings outlook

- Over the past 12 months, the Nifty Financials and Nifty Bank Index have outperformed the Nifty 50 by 11% and 7%, respectively. However, banking stocks continue to show divergence, with both Private and PSU banking segments delivering mixed returns.
- While our bias was tilted towards NBFCs and non-lending financials in earlier editions, we are now incrementally adopting a more balanced view, as we expect the performance of banking stocks to improve with an impending recovery in earnings.
- Additionally, management commentary is turning constructive. This, coupled with a demand up tick led by the GST rate cut and potential resolution on tariffs (as negotiations have resumed), is expected to boost investor sentiment.
- Even as the macro-environment continues to evolve at an unprecedented pace, the biggest challenge we face is event risk. This has adversely impacted the performance of some of our BFSI picks. However, we take comfort in the fact that despite these external events impacting prices, the aggregate performance of our model portfolio remains strong. This resilience, supported by multiple winners, has resulted in the portfolio's outperformance against both Nifty and Bank Nifty.
- In this note, we present an updated view along with a refreshed list of our top 16 BFSI stocks, selected from our overall BFSI coverage of ~70 stocks. Please refer to Exhibit 1 for details on the MOFSL BFSI picks 3.0. Below, we summarize our insights on various BFSI segments and highlight our preferred ideas:

### Banks: Headwinds continue; earnings growth on the cusp of turnaround

- The banking system has witnessed a deceleration in credit growth to ~10% YoY, led by moderation in key retail and corporate segments. The reduction in GST rates, coupled with lagged benefits from income tax cuts, is expected to drive demand and support loan recovery over 2HFY26. We project credit growth of 11% for FY26, with further acceleration to ~13% in FY27E.
- Sector earnings growth has turned negative due to margin pressure from elevated funding costs and yield compression arising from the transmission of repo rate cuts. Additionally, asset quality stress in unsecured loans and sectors like MSME and CV continues to weigh on near-term profitability.
- Despite these headwinds, signs of stabilization are emerging. Deposit repricing is underway, and the phased CRR cuts are expected to ease liquidity constraints, thereby supporting margin recovery. Additionally, improvements in unsecured retail stress (MFI) and a moderation in credit costs over 2H will support medium-term earnings. We estimate FY27 earnings growth to recover to ~18.4% (~3% YoY growth in FY26).

### Nifty Financials and Bank Nifty indices outperform Nifty 50 index

- Over the past 12 months, the Nifty Financials and Bank Nifty indices have outperformed the Nifty 50 by 11% and 7%, respectively. However, banking stocks continue to show divergence, with both Private and PSU banking

segments delivering mixed returns. Notably, the market-cap weighted return of our model portfolio (~12%) exceeds indices' returns, with Nifty 50, Nifty Bank, Nifty Financials, and BSE-200 all reporting 9-11% returns.

- **The Nifty Private Bank Index** delivered a modest 3% return over the past 12 months, even as large-cap banks such as HDFCB, ICICIBC, and Kotak Bank delivered healthy returns of 16%, 12%, and 9%, respectively. Mid-sized PVBs, including RBL Bank, CUB, and KVB, led the pack with returns of 27%, 22%, and 14%, respectively. On the other hand, IIB was the biggest underperformer due to reported accounting discrepancies. We upgraded RBL Bank in Apr'25 after a gap of nearly two years, and the stock has since delivered ~45% returns following the upgrade.
- **The NBFC sector** has recently shown subdued performance in asset quality and loan growth. Stress is evident in CV, micro-LAP, and small-ticket unsecured MSME loans, as asset quality challenges have spilled from unsecured (MFI) to small-ticket secured segments. While rate cuts are expected to support margins (in select products) and boost demand, lenders are prioritizing high-quality lending with tighter underwriting standards. Recent GST rate cuts could stimulate consumption, potentially improving demand and auto volumes. **AB Capital, LTFH, BAF, Muthoot, and MGFL have all delivered returns ranging from 30% to 50% over the past 12 months.**
- **The non-lending financial** sector witnessed mixed performance, with a sequential recovery in capital market players, subdued performance for general insurers, and steady performance by life insurers. **The AMC space** continued its healthy momentum, led by strong SIP inflows and robust fund performance among listed players. However, **exchanges and brokers** witnessed muted stock performance in the recent past, led by expectations of further regulatory clampdown on F&O volumes. BSE, HDFC AMC, and Anand Rathi delivered six-month returns of 69%, 49%, 58%, respectively, in six months. **Life insurance** companies reported a healthy 1Q performance, led by a product mix shift towards non-par policies, which boosted VNB margins. The reduction in GST rates may further improve the IRR on non-par products, enhancing the business mix. Max Life, HDFC Life, and SBI Life posted steady six-month returns of 53%, 21%, and 26%, respectively, over the past six months. **The general insurance segment** continued to underperform due to changes in accounting (1/n regulations), muted auto sales growth, and weak economic activity impacting sales of commercial lines products.

#### Private Banks: Performance remains divergent amid sector challenges

- Business momentum has been modest, with NIMs declining sharply due to the transmission of repo rate cuts and elevated stress in unsecured lending segments. CASA mix also moderated following the seasonal CA flows in 4Q. Growth in corporate was sluggish, and unsecured loan growth has weakened amid stress in MFI, PL, and CC. Meanwhile, MSME and vehicle finance portfolios also showed signs of moderation, further pressuring portfolio growth and overall lending yields.
- Margins are expected to contract further in 2QFY26. However, most banks have already implemented SA and TD rate cuts, and the phased reduction in CRR effective Sep'25 should help recoup margins in 2H.

- Unsecured retail stress shows early signs of easing, but challenges persist in cyclical sectors like CV loans and MSMEs, with credit costs expected to normalize in 2HFY26. Large private banks with more diversified and secured portfolios continue to fare better.
- We expect PVBs to report an earnings CAGR of ~20% over FY26-28, with growth bottoming out at ~5% in FY26. **Preferred Buys:** ICICI, HDFCB, and Federal Bank.

#### PSU Banks: Modest earnings growth amid margin pressure

- Margins for PSBs contracted due to their quicker loan repricing cycle; however, robust treasury gains helped limit any material dent to earnings.
- Slippages remained well-contained for most PSBs, supported by minimal exposure to unsecured lending. The GNPA ratio was stable or lower across the board, with PCR levels healthy at ~75-90%. The normalization of credit costs over the coming years, along with the transition to ECL, will be closely monitored.
- RoA for PSBs has largely matured, and we expect earnings growth to remain modest. We estimate PSB earnings growth to sustain at a 14% CAGR over FY26-28 vs 38% CAGR over FY22-25. **Preferred Buys:** SBI, CBK, and INBK.

#### SFBs: Operating performance to improve led by AQ recovery

- **Small Finance Banks (SFBs)** faced significant challenges, mainly due to elevated stress in MFI and unsecured loans. However, collection efficiencies are seeing some improvement. The new MFIN guardrails implemented in FY26 are expected to keep growth measured while aiding gradual improvement in asset quality. However, some lenders anticipate that elevated stress in the MFI segment could persist until 3Q, keeping credit cost risks tilted upward. We expect credit costs to stay high through 1HFY26, before moderating in 2H.
- Margins have witnessed moderation due to repo rate cut, elevated funding costs, and the declining mix of high-yielding MFI segment. We estimate near-term NIMs to remain under pressure. However, recent SA and TD rate cuts, along with the phased benefit from the CRR reduction, are expected to keep funding costs lower and enable a gradual margin recovery. **Preferred Buy:** AUBANK.

#### Payments and Cards: Reiterate Neutral on SBICARD and PAYTM

- **SBICARD:** SBICARD's provisioning remains elevated, reflecting persistent AQ concerns. Receivables are expected to grow 10-12% YoY, and we anticipate an improvement in card sourcing and volumes over the medium term. NIMs are likely to expand at a calibrated pace, aiding gradual RoA recovery. Reiterate **Neutral**.
- **PAYTM:** The company reported its maiden operational profit in 1QFY25, led by disciplined cost control. Disbursement growth remains healthy, supported by strong traction in the merchant business. We estimate significant earnings expansion over FY26-28 but reiterate a **Neutral** rating.

#### NBFCs: Growth trends divergent; earnings outlook to improve in 2H

- NBFCs have posted a subdued performance amid a challenging macro-environment, with mixed growth and AQ trend across different segments. Vehicle financiers clocked 18% YoY growth, large HFCs grew at a modest 9% YoY,

while affordable and small-ticket HFCs saw a 13% YoY increase. Gold lenders reported a solid AUM growth of 22-40% YoY, while MFI players continued to exhibit moderation, with loan book declining between 1% and 58% YoY as of Jun'25.

- For VFs, AQ deterioration was driven by seasonality and lower vehicle utilization caused by the early onset of monsoons, which pressured borrowers' cash flows. However, trends are likely to improve in 2HFY26. VFs also noted that the broader macro weakness (partly due to muted capex activity) has necessitated higher collection efforts.
- NIM trends differed across HFCs, with large players like LICHF seeing margin contraction, while affordable HFCs benefited from lower funding costs and stable yields. We estimate sector NIMs to improve in 2HFY26 as the benefits of lower borrowing costs from rate cuts gradually flow through.
- NBFC-MFIs showed improvement in PAR levels across geographies, including Karnataka. Sequentially lower credit costs were supported by steady collection efforts and reduced PAR accretion. MFIs (except Spandana) reported better collection efficiency, with expectations of continued progress in the coming quarters, enabling faster normalization in credit costs.
- We continue to remain optimistic about a recovery in the NBFC sector in 2HFY26, supported by lower borrowing costs providing NIM tailwinds and GST rate reduction boosting consumption and loan volumes. **Preferred Buy:** SHFL, LTFH, ABCL, and HomeFirst.

#### Capital market: Structural story intact; regulatory actions a key monitorable

- **The capital market** witnessed a healthy recovery in 1QFY26, led by steady growth in cash volumes and strong traction in commodities, though F&O activity softened due to regulatory changes. BSE benefited from higher premium turnover and improved non-expiry day trading, while MCX saw robust gains from surging bullion and energy contracts.
- Among brokers, ANGELONE reported sequential revenue growth, aided by MTF activity, though profitability was impacted by IPL spends and new business investments. Certain regulatory actions, such as the Jane Street ban (which impacted Nuvama's volumes) and SEBI's potential move to increase the tenure of expiry contracts, have also adversely impacted sector performance.
- **The AMC industry**, however, delivered strong performance, with QAAUM rising to INR72.1t, driven by record SIP inflows and sustained equity participation. SIP inflows reached an all-time high at INR273b in Jun'25, underscoring resilient retail participation.
- **Wealth managers** remain optimistic about sustaining flow momentum, with yields expected to remain broadly stable in the near term. We continue to closely monitor the impact of recent regulatory changes, as they have influenced stock price movements and financial performance. **Preferred Buys:** Nuvama, HDFC AMC, and ABSL AMC.

#### Insurance: Life insurance poised for stronger growth in 2HFY26

- **The life insurance** industry witnessed muted growth in 1QFY26, with ULIP momentum slowing on a high base. Private players drove ~10% YoY APE growth, compared to muted ~2% for LIC. A favorable shift in the product mix towards

traditional products boosted VNB margins across players, supported by higher ticket-size products, better persistency, and improved rider attachment.

- HDFCLIFE, SBILIFE, and MAXLIFE reported strong APE growth with margin expansion, while IPRU saw a decline in APE despite margin gains. Surrender charges implemented from Oct'24 impacted 2HFY25 growth. However, with GST benefits and a favorable base, 2HFY26 is expected to see strong growth for life insurance.
- **General insurers** reported subdued growth, with a soft recovery in the motor segment and the health segment impacted by accounting changes (1/n regulations). Pricing actions emerged as a key lever to protect margins, with STARHEAL and NIVABUPA implementing price hikes to counter medical inflation. ICICIGI gained market share in retail health while maintaining discipline in motor, although health claims ratios remained elevated.
- NEP growth was healthy for ICICIGI/STARHEAL/NIVABUPA at 14%/12%/20%. However, sustained margin expansion will hinge on continued pricing adjustments and better claims experience. The abolition of GST on insurance products, in the absence of input tax credit, may adversely impact sector profitability. Additionally, while GST rate cuts may boost vehicle sales, the reduction in vehicle prices could adversely impact motor premium growth.

### MOFSL BFSI picks 3.0: Remain constructive on the sector; earnings turnaround and reasonable valuations to drive performance

- From our bias being tilted toward NBFCs and non-lending financials in the earlier editions of this note, we are incrementally taking a more balanced view as we expect sector performance to improve with an impending recovery in earnings. Additionally, management commentary is turning constructive, which, coupled with a demand pickup driven by the GST rate cut and potential tariff resolutions following resumed negotiations, is likely to support investor sentiment.
- **Banks:** We continue to prefer large cap banks as their valuations appear reasonable given the earnings outlook. These banks stand out due to their strong balance sheets, healthy PCR, and relatively better growth prospects, which are expected to enable a steady earnings trajectory. We estimate private banks' earnings to post ~20% CAGR over FY26-28, while PSBs are expected to post a 14% CAGR over the same period. **ICICIB, HDFCB, and SBIN are our top large cap picks. In mid-size banks, we prefer AUBANK.**
- **NBFCs: Vehicle financiers** are expected to benefit from GST cuts, although asset quality will remain under close watch in the near term. **SHFL remains our preferred pick** in this segment. **Large HFC:** We maintain our preference for PNBHF as we continue to like the franchise and believe that the stock has corrected significantly post the sudden CEO resignation. We expect the company to deliver steady growth and margins, led by a change in the product mix. **We also like Aavas Financiers** as with the new Promoter CVC Capital Partners in the driver's seat, it is working closely with the senior management of Aavas to front-end the branch expansions and expand in newer Southern States in India (where affordable housing business has traditionally been strong). With the digital transformation now complete, we expect Aavas to now embark on a stronger AUM growth trajectory. NIM will improve during the course of FY26 because of the decline in its CoB. At current valuations of 2.3x FY27E P/BV, we

believe that there is very little downside risk in Aavas. **Diversified:** We continue to prefer AB Capital (due to its steady execution across all its businesses) and LTFH, as receding sectoral pain in MFIs is expected to drive improved growth and profitability.

- **Life & General Insurance:** We like **Max Financials** given its (1) above-industry growth trajectory, (2) robust agency channel, at a time when the broader industry is pivoting towards agency-led distribution and (3) higher share of non-par products, which should prove favorable in a declining interest rate environment. Additionally, a favorable outcome on the proposed reverse merger could serve as a further tailwind for the stock. Among general insurers, we prefer **Niva Bupa** for its diversified distribution network and strong management team.
- **Capital Markets:** We prefer **Aditya Birla AMC** for its strong fund performance and reasonable valuations. We also continue to like **HDFC AMC** as we maintain our structurally positive view on the AMC space. **NUVAMA** remains our preferred pick in the wealth management space, given our expectation of improved profitability in medium term though Jane street ban could impact near term volumes. **CAMS** remains our preferred pick amongst the intermediaries and we have added this to our MOSL BFSI picks.

**Exhibit 1: MOFSL BFSI picks 3.0: Preferred ideas from our coverage of ~70 BFSI names**

MOFSL BFSI picks	Segment
ICICI Bank	Private Bank
HDFCB	Private Bank
SBIN	PSU Bank
AU SFB	Small Finance banks
Shriram Finance	Vehicle Financiers
PNBHF	Housing Finance
Aavas Financiers	Housing Finance
LTFH	Diversified
AB Capital	Diversified
Max Financial	Life insurance
HDFC Life	Life insurance
Niva Bupa	General insurance
Aditya Birla AMC	AMCs
HDFC AMC	AMCs
CAMS	Intermediaries
Nuvama	Wealth management

Source: MOFSL

**Exhibit 2: MOFSL BFSI picks 1.0 and 2.0 published in Mar'25 and Jun'25: Performance scorecard**

MOFSL BFSI picks (1.0 &2.0)	MOFSL BFSI picks 1.0 (18-Mar'25)	MOFSL BFSI picks 2.0 (19-Jun'25)	Current price (12-Sep'25)	Returns (since inclusion)
<b>Nifty 50</b>	<b>22,834</b>	<b>24,793</b>	<b>25,046</b>	<b>10%</b>
<b>Nifty Financials</b>	<b>23,970</b>	<b>26,300</b>	<b>26,154</b>	<b>9%</b>
<b>Nifty Bank</b>	<b>49,315</b>	<b>55,577</b>	<b>54,614</b>	<b>11%</b>
<b>BSE-200</b>	<b>10,286</b>	<b>11,209</b>	<b>11,384</b>	<b>11%</b>
ICICI Bank	1,310	1,411	1,402	7%
HDFCB	866	968	963	11%
KMB*	2,034	2,146		6%
Federal bank	180	204	196	9%
SBIN	737	785	822	11%
AU SFB	504	790	710	47%
Shriram Finance	642	652	620	-3%
Home First	993	1,290	1,303	31%
L&T Finance	143	188	234	56%
PNBHF	818	1,039	811	5%
AB Capital		256	290	14%
HDFC Life	641	762	774	20%
Niva Bupa		80	82	2%
ICICI Lombard*	1,752	1,928		10%
HDFC AMC	3,828	4,878	5,814	47%
UTI AMC		1,238	1,345	9%
Angelone	2,092	2,782	2,233	13%
Nuvama	5,482	6,966	6,270	17%
CAMS*	3,602	4,218		17%
<b>Average return of stocks</b>				<b>17%</b>
<b>Market cap weighted returns</b>				<b>12%</b>

\*These were MOFSL BFSI picks in Version 1.0 that were removed in Version 2.0. Returns are shown accordingly.

Source: MOFSL

**Exhibit 3: MOFSL BFSI picks 1.0 and 2.0: What went right and what went wrong**

MOFSL BFSI picks	Returns since inclusion in our portfolio	What went right?
AU SFB	47%	<ul style="list-style-type: none"> <li>❖ Steady business growth, moderation in credit costs, and RoA guidance of over 1.8% for FY27 remain intact. The RBI has given in-principle approval for a Universal Bank license.</li> </ul>
Home First	31%	<ul style="list-style-type: none"> <li>❖ The company has built a strong franchise in affordable HF with an expanding presence across Tier I and II cities in existing states. Despite rising competition, it has maintained stable yields through a balanced pricing strategy alongside robust AUM growth.</li> </ul>
L&T Finance	56%	<ul style="list-style-type: none"> <li>❖ Retail loan growth remains steady, with asset quality stabilizing in the MFI segment. Lower borrowing costs, supported by policy rate cuts, have further supported margins.</li> </ul>
AB Capital	14%	<ul style="list-style-type: none"> <li>❖ Across the HFC and NBFC segments, loan growth has remained healthy with improving asset quality. Although NIMs have contracted, management guides for improvement going forward, driven by a favorable product mix.</li> </ul>
HDFC Life	20%	<ul style="list-style-type: none"> <li>❖ The company has improved channel economics through product diversification, effective cross-selling, digital leverage, and providing a superior customer experience. Persistence rates remain strong, which is driving healthy renewal premium growth alongside a rising PAR share.</li> </ul>
HDFC AMC	47%	<ul style="list-style-type: none"> <li>❖ The company witnesses steady AUM growth, cost efficiency, and a dominant retail presence despite market volatility. Diversified portfolio and digital initiatives position it well for sustained growth and long-term value creation.</li> </ul>
Nuvama	17%	<ul style="list-style-type: none"> <li>❖ The company has delivered consistent growth across core segments, supported by digital innovation, diversified products, and strong client engagement. While returns were recently impacted by the Jane Street trading ban, management expects recovery after 2Q, supported by a robust new-client pipeline and scaling from existing clients.</li> </ul>
MOFSL BFSI picks	Returns since inclusion in our portfolio	What went wrong?
Shriram Finance	-3%	<ul style="list-style-type: none"> <li>❖ The company reported a weak quarterly performance with tepid disbursements. NIM contraction resulted from surplus liquidity and a rise in Stage 2 assets, despite stable Stage 3 levels. Additionally, a decline in FII stake further weighed on overall performance.</li> </ul>
PNBHF	5%	<ul style="list-style-type: none"> <li>❖ MD &amp; CEO resignation came as an abrupt surprise to stakeholders after which the stock fell 20% in a day highlighting the 'Key Man Risk'.</li> </ul>
Niva Bupa	2%	<ul style="list-style-type: none"> <li>❖ The company's short-term profitability metrics remain impacted by scale-up and regulatory changes, as it witnessed an elevated loss ratio due to the impact of: 1) 1/n, 2) higher reserving led by the suspension of auto adjudication of claims, and 3) the 50:50 URR accounting impact of the large group business written in 4QFY25.</li> </ul>

Source: MOFSL, Company

**MOFSL BFSI picks deliver robust returns at aggregate level; Event risk remains the biggest unknown**

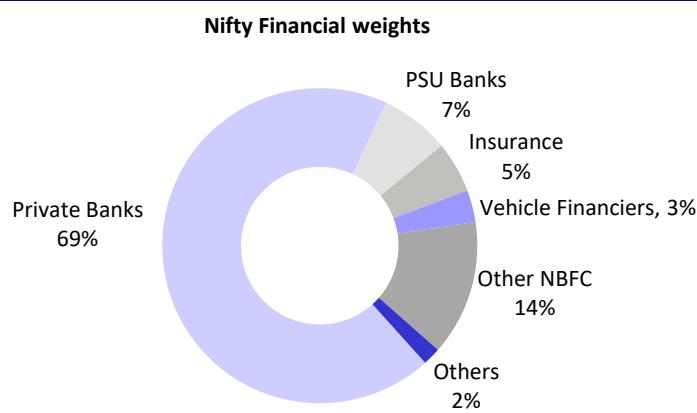
- Even as the macro-environment continues to change rapidly—with tariff-led disruptions, GST rate cuts, currency pressures, and other factors significantly impacting the operating performance of underlying stocks—the biggest uncertainty we face is event risk.
- PNBHF experienced a sharp stock price decline following the sudden resignation of its CEO. SEBI's ban on Jane Street impacted volumes and consequently Nuvama's price performance, and potential regulatory changes regarding the expiry of derivative contracts have adversely affected Angel One and BSE stock prices. These are examples of elevated event risks in today's rapidly evolving investment environment.

- However, we find relief in the fact that despite significant price impacts on some of our model portfolio stocks due to such external events, the aggregate performance of our model portfolio remains strong, supported by multiple winners driving the portfolio's outperformance over both Nifty and Bank Nifty. Additionally, the market-cap weighted return of our model portfolio (12%) exceeds the returns of key indices, with Nifty 50, Nifty Bank, Nifty Financials, and BSE-200 all reporting 9-11% returns.

**Exhibit 4: Trend of the BFSI sector weight in Nifty 50 index**

<b>Nifty weights</b>	<b>FY04</b>	<b>FY07</b>	<b>FY10</b>	<b>FY13</b>	<b>FY16</b>	<b>FY19</b>	<b>FY22</b>	<b>FY24</b>	<b>FY25</b>	<b>Aug'25</b>
<b>Private Banks</b>	<b>4.6</b>	<b>5.6</b>	<b>13.3</b>	<b>16.5</b>	<b>20.5</b>	<b>26.3</b>	<b>21.9</b>	<b>25.6</b>	<b>28.9</b>	<b>27.9</b>
Axis Bank			1.9	2.3	2.7	3.2	2.6	3.00	3.00	2.7
HDFC Bank	1.7	1.6	4.4	6.3	7.6	10.7	8.4	11.1	13.3	13.1
ICICI Bank	2.9	4	7	6.6	5	5.5	6.6	7.8	9.1	9.0
IndusInd Bank					1.7	1.9	0.8	1.0	0.4	0.4
KMB				1.4	2.5	3.8	3.4	2.7	3.0	2.6
Yes Bank					1	1.1				
<b>PSU Banks</b>	<b>6</b>	<b>3.8</b>	<b>4.4</b>	<b>4.1</b>	<b>2.9</b>	<b>2.6</b>	<b>2.5</b>	<b>2.9</b>	<b>2.8</b>	<b>2.8</b>
BOB					0.6	0.5				
Oriental Bank	0.9	0.2								
PNB		0.8	0.9	0.5	0.2					
SBIN	5.1	2.7	3.5	2.9	2.2	2.6	2.5	2.9	2.8	2.8
<b>Insurance</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1.3</b>	<b>1.4</b>	<b>1.4</b>	<b>1.5</b>
HDFC Life							0.7	0.7	0.7	0.7
SBI Life							0.6	0.7	0.7	0.7
<b>NBFC</b>	<b>4</b>	<b>3.3</b>	<b>6.1</b>	<b>8</b>	<b>6.3</b>	<b>10</b>	<b>9.5</b>	<b>3.6</b>	<b>4.8</b>	<b>4.7</b>
Bajaj Finance							1.5	2.5	2.1	2.2
Bajaj Finserv							0.9	1.3	0.9	1
Bajaj Holdings	1.5	1.3								
HDFC	2.5	2	4.5	7	6.3	6.9	5.7			
IDFC				1	1					
Indiabulls Housing						0.6				
Reliance Capital			0.6							
Jio Financial services									0.7	0.9
Shriram Finance								0.7	0.9	0.7
<b>Total weight of the BFSI sector</b>	<b>14.6</b>	<b>12.7</b>	<b>23.7</b>	<b>28.5</b>	<b>29.7</b>	<b>38.8</b>	<b>35.2</b>	<b>33.5</b>	<b>37.9</b>	<b>36.8</b>

Source: MOFSL, Company

**Exhibit 5: Nifty Financials weight composition: Banks account for ~76% of the Nifty Financials index**


Source: MOFSL, Company

**Exhibit 6: Nifty Financials weight as of 12<sup>th</sup> Sep'25**

Companies	Segments	Nifty Financials weight (12-Sep-25)
<b>Banks</b>		<b>75.7%</b>
HDFC Bank Ltd	Private Banks	32.8%
ICICI Bank Ltd	Private Banks	22.5%
Kotak Mahindra Bank Ltd	Private Banks	6.6%
Axis Bank Ltd	Private Banks	6.7%
State Bank of India	PSU Banks	7.1%
<b>NBFCs</b>		<b>17.2%</b>
<b>BAJAJ GROUP</b>		8.2%
Bajaj Finance	Diversified	5.7%
Bajaj Finserv	Diversified	2.5%
Cholamandalam	Vehicle Financiers	1.4%
Shriram Finance	Vehicle Financiers	1.9%
MUTHOOT	Gold Finance	0.7%
Power Finance	Diversified	1.3%
REC	Diversified	1.0%
LIC housing Finance	Housing Finance	0.4%
Jio Financial Services	Diversified	2.3%
<b>INSURANCE</b>		<b>5.3%</b>
HDFC Life	Insurance	1.8%
IPRU	Insurance	0.5%
SBI Life	Insurance	1.8%
ICICI LOMBARD	Insurance	1.0%
<b>Capital market &amp; Others</b>		<b>1.8%</b>
SBICARD	Others	0.5%
HDFC AMC	Others	1.3%
<b>TOTAL</b>		<b>100.0%</b>

Source: MOFSL, Company

**Exhibit 7: Price performance across BFSI stocks**

Company Name	Price Perf (%)				CAGR (%)		
	3M	6M	YTD	1 Year	3 Year	5 Year	10 Year
<b>Nifty 50</b>	<b>0.6</b>	<b>11.5</b>	<b>6.5</b>	<b>-1.3</b>	<b>11.8</b>	<b>16.9</b>	<b>12.4</b>
<b>Nifty BANK</b>	<b>-2.6</b>	<b>13.6</b>	<b>5.9</b>	<b>5.5</b>	<b>10.4</b>	<b>19.4</b>	<b>12.6</b>
<b>Nifty PSU Bank</b>	<b>0.6</b>	<b>22.5</b>	<b>12.7</b>	<b>6.4</b>	<b>30.5</b>	<b>37.4</b>	<b>9.0</b>
<b>Nifty Private Bank</b>	<b>-4.1</b>	<b>11.0</b>	<b>3.5</b>	<b>2.6</b>	<b>8.6</b>	<b>16.6</b>	<b>11.4</b>
<b>Nifty Financials</b>	<b>-1.6</b>	<b>12.1</b>	<b>4.3</b>	<b>9.2</b>	<b>12.4</b>	<b>19.0</b>	<b>14.4</b>
<b>Private banks</b>	<b>3M</b>	<b>6M</b>	<b>YTD</b>	<b>1 Year</b>	<b>3 Year</b>	<b>5 Year</b>	<b>10 Year</b>
RBL Bank Ltd	21.4	73.6	56.0	26.7	28.4	8.2	
City Union Bank Ltd	3.4	35.8	28.4	21.8	3.2	8.6	10.1
South Indian Bank Ltd	-3.0	21.0	25.5	16.3	53.8	34.5	5.5
HDFC Bank Ltd	-0.9	12.6	5.4	15.6	8.8	12.3	14.3
Karur Vysya Bank Ltd	4.3	30.2	20.0	14.4	49.5	46.9	12.8
CSB Bank Ltd	-6.0	31.2	21.0	12.5	17.5	10.1	
ICICI Bank Ltd	-1.6	12.7	4.0	12.0	15.6	30.5	19.1
Kotak Mahindra Bank Ltd	-7.0	-0.2	-8.9	8.2	0.9	8.3	12.1
Federal Bank Ltd	-4.9	10.2	1.9	7.0	17.9	30.5	12.5
IDBI Bank Ltd	-4.9	27.7	19.4	5.4	28.4	19.5	5.2
DCB Bank Ltd	-13.5	20.9	12.7	5.2	6.5	8.1	-0.2
IDFC First Bank Ltd	2.1	32.4	31.6	-0.6	12.4	18.4	
Tamilnad Mercantile Bank Ltd	-5.3	5.2	5.1	-8.9			
Axis Bank Ltd	-9.7	8.3	-0.7	-9.0	11.0	19.6	8.6
Yes Bank Ltd	2.5	29.6	24.0	-10.7	6.0	7.5	-17.4
Bandhan Bank Ltd	-6.5	17.3	13.5	-15.7	-16.8	-11.8	
Dhanlaxmi Bank Ltd	-16.5	7.8	-14.9	-18.6	35.7	18.7	1.7
Karnataka Bank Ltd	-13.4	4.5	2.0	-19.6	33.1	32.5	7.5
IndusInd Bank Ltd	-9.6	9.6	15.5	-48.0	-12.9	4.2	-1.5

Company Name	Price Perf (%)				CAGR (%)		
	3M	6M	YTD	1 Year	3 Year	5 Year	10 Year
PSU banks	3M	6M	YTD	1 Year	3 Year	5 Year	10 Year
Indian Bank	10.9	40.4	28.1	33.3	49.7	62.2	18.7
Union Bank of India	-11.6	17.1	5.4	12.5	43.4	35.9	-2.2
Bank of India	-3.2	26.5	11.0	7.2	31.3	20.1	-1.1
Canara Bank	-3.7	35.1	25.2	7.1	31.1	40.7	8.2
State Bank of India	1.9	13.6	6.5	4.3	14.0	32.3	13.6
Bank of Baroda	-1.0	17.7	4.3	0.5	19.7	39.0	2.8
Punjab National Bank	-0.5	23.7	11.8	-1.1	38.9	26.1	-2.2
Jammu and Kashmir Bank Ltd	-5.4	10.0	10.0	-4.2	46.0	41.8	1.0
Bank of Maharashtra	0.0	16.3	16.7	-7.9	41.9	33.9	4.6
Indian Overseas Bank	2.5	-6.1	1.4	-31.4	27.5	31.1	1.6
Central Bank of India	-5.5	-13.1	-15.1	-38.0	20.8	17.1	-7.1
UCO Bank	-8.0	-18.2	-18.2	-39.8	32.9	17.5	-3.4
Punjab & Sind Bank	-8.0	-25.1	-32.5	-46.5	21.5	19.2	-1.9
Small Finance Banks	3M	6M	YTD	1 Year	3 Year	5 Year	10 Year
Ujjivan Small Finance Bank Ltd	-3.2	32.8	36.1	11.1	22.7	6.4	
AU Small Finance Bank Ltd	-8.9	39.9	32.8	-1.5	2.4	16.1	
Capital SFB	-3.9	14.6	13.4	-3.7			
Jana SFB	-7.7	11.0	14.9	-17.7			
Suryoday Small Finance Bank Ltd	-14.5	26.2	25.8	-32.8	3.4		
Equitas Small Finance Bank Ltd	-21.9	-7.1	-1.2	-33.8	4.3		
ESAF	-10.2	7.7	19.1	-40.9			
Utkarsh SFB	-11.7	-2.5	-2.1	-55.0			
Payments & Fintech	3M	6M	YTD	1 Year	3 Year	5 Year	10 Year
Paytm***	37.4	75.2	57.0	84.7	18.6		
SBICARD	-14.8	2.2	-3.1	6.4	-3.5	0.1	
PB Fintech	-3.3	28.7	13.8	-0.2	53.0		
Fino Payments Bank Ltd	5.2	21.1	22.8	-30.3	2.7		
Life Insurance	3M	6M	YTD	1 Year	3 Year	5 Year	10 Year
MAXF**	5.3	50.2	38.9	38.7	26.5	21.7	14.7
HDFCLIFE**	2.6	22.4	12.8	8.3	10.2	5.1	
SBILIFE**	2.7	28.8	17.2	-3.3	11.6	16.0	
LICI**	-7.3	17.5	9.4	-15.2	10.3		
IPRULIFE**	-5.2	9.9	6.1	-20.8	0.5	6.4	
General Insurance	3M	6M	YTD	1 Year	3 Year	5 Year	10 Year
ICICI Lombard	-2.0	11.9	3.9	-12.2	14.5	7.5	
Star Health	-3.4	24.7	23.3	-28.3	-16.6		
Capital Market	3M	6M	YTD	1 Year	3 Year	5 Year	10 Year
Anand Rathi	45.4	79.7	55.3	52.3	108.2		
HDFC AMC	15.5	54.3	44.8	32.5	41.8	19.7	
Nippon India AMC	11.5	56.7	42.0	22.2	40.3	24.6	
Prudent corporate advisory	0.1	43.5	20.2	19.0	60.0		
Aditya Birla AMC	8.1	39.9	33.3	12.5	19.7		
CDSL	-6.5	41.0	26.0	11.5	30.1	47.1	
Kfin	-7.6	20.0	7.2	10.4			
UTI AMC	7.3	42.7	27.5	5.8	18.1		
IIFL Wealth	-2.3	24.9	12.1	-4.6	34.9	34.0	
Angel One	-26.0	13.8	-3.5	-7.4	11.9		
Nuvama Wealth	-13.4	21.1	3.2	-8.7			
Exchanges	3M	6M	YTD	1 Year	3 Year	5 Year	10 Year
BSE	-20.2	64.2	20.3	129.8	112.8	106.3	
MCX	2.1	60.6	44.3	45.4	82.1	37.6	23.2
Housing Finance	3M	6M	YTD	1 Year	3 Year	5 Year	10 Year
India Shelter	-1.0		6.0	15.8			
HomeFirst	5.6	30.4	28.5	15.4	14.0		
Aptus Housing Finance	4.9	12.0	14.0	3.8	-0.7		
Aavas	-12.0	-11.5	-22.9	-10.7	-11.4	4.0	
CanFin	-7.3	22.6	10.3	-18.7	4.0	13.5	16.3
LIC HF	-6.2	8.3	0.6	-19.4	9.0	13.9	2.8

Company Name	Price Perf (%)				CAGR (%)		
	3M	6M	YTD	1 Year	3 Year	5 Year	10 Year
PNB HF	-25.5	1.3	-8.0	-26.8	38.1	25.4	
Repco	-10.1	20.4	12.4	-30.6	13.9	15.9	-5.5
<b>Vehicle Finance</b>	<b>3M</b>	<b>6M</b>	<b>YTD</b>	<b>1 Year</b>	<b>3 Year</b>	<b>5 Year</b>	<b>10 Year</b>
Cholamandalam	-5.7	2.8	-1.8	-5.3	23.2	46.1	28.2
Indostar	-21.2	4.9	-13.8	-8.4	12.8	0.2	
Shriram Finance	-7.2	-2.6	-5.5	-8.8	32.7	37.0	13.7
MMFS	-1.4	2.8	-1.8	-16.2	7.2	16.3	6.7
<b>Gold Finance</b>	<b>3M</b>	<b>6M</b>	<b>YTD</b>	<b>1 Year</b>	<b>3 Year</b>	<b>5 Year</b>	<b>10 Year</b>
Muthoot	13.3	31.1	21.5	45.7	40.4	20.7	33.4
Manappuram	6.0	39.1	23.4	39.6	39.6	12.8	29.7
<b>Diversified</b>	<b>3M</b>	<b>6M</b>	<b>YTD</b>	<b>1 Year</b>	<b>3 Year</b>	<b>5 Year</b>	<b>10 Year</b>
LTFH	24.7	66.9	52.8	34.3	42.7	31.9	14.7
ABCL	19.5	78.4	56.9	31.7	34.7	33.1	
BAF	3.7	14.5	8.6	30.8	10.1	22.3	34.4
Fedbank Financial Services	31.9	76.0	84.0	28.8			
MAS Financial	7.1	28.1	28.0	12.6	5.9	3.1	
Poonawalla	3.9	55.3	25.4	10.7	13.2	64.9	17.5
Bajaj Finserv	0.4	11.9	1.4	9.8	5.9	27.1	27.5
PIEL	-8.1	17.6	7.2	-1.0	1.3	7.8	9.0
IIFL Finance	-7.6	40.5	34.3	-9.6	10.4	37.7	18.0
Jio Finance	4.9	37.7	36.5	-11.2			
PFC	-3.9	0.8	-3.6	-21.1	62.9	40.2	16.4
REC	-7.7	-7.0	-12.8	-34.7	52.3	36.0	15.0
<b>NBFC - MFIs</b>	<b>3M</b>	<b>6M</b>	<b>YTD</b>	<b>1 Year</b>	<b>3 Year</b>	<b>5 Year</b>	<b>10 Year</b>
CreditAccess	8.1	39.1	35.2	2.7	7.2	12.7	
Muthoot MicroFin	21.9		36.2	-26.7			
Fusion Micro	-8.7	26.3	31.5	-40.0			
Spandana Sphoorty	-0.9	10.2	17.7	-54.1	-22.9	-13.7	
<b>Ratings agencies</b>	<b>3M</b>	<b>6M</b>	<b>YTD</b>	<b>1 Year</b>	<b>3 Year</b>	<b>5 Year</b>	<b>10 Year</b>
Care Ratings	-12.4	40.9	46.5	60.3	46.1	32.7	3.4
CRISIL	-9.3	14.3	19.9	7.2	16.2	22.9	10.6
ICRA	-4.9	17.9	15.0	-3.9	19.2	18.1	4.5
<b>MSME</b>	<b>3M</b>	<b>6M</b>	<b>YTD</b>	<b>1 Year</b>	<b>3 Year</b>	<b>5 Year</b>	<b>10 Year</b>
SBFC Finance	-4.9	26.8	20.3	26.1			
Five Star Business Finance	-32.3	-18.2	-26.6	-28.4			
<b>Others</b>	<b>3M</b>	<b>6M</b>	<b>YTD</b>	<b>1 Year</b>	<b>3 Year</b>	<b>5 Year</b>	<b>10 Year</b>
Medi Assist	3.4	17.9	12.9	-23.0			

Source: Company, MOFSL

**Exhibit 8: BFSI valuation matrix**

Val summary	Rating	CMP	MCap	TP	Upside	EPS (INR)		RoA (%)		RoE (%)		P/E (x)		P/BV (x)		P/ABV (x)	
		(INR)	(INRb)	(INR)	(%)	FY26E	FY27E	FY26E	FY27E	FY26E	FY27E	FY26E	FY27E	FY26E	FY27E	FY26E	FY27E
<b>Private Banks</b>																	
ICICIBC*	Buy	1,403	9,994	1,670	19	73.9	84.2	2.3	2.3	17.0	16.7	15.3	13.5	3.0	2.6	2.5	2.2
HDFCB*	Buy	966	14,767	1,150	19	47.0	56.3	1.8	1.9	13.7	14.8	17.5	14.6	2.7	2.4	2.4	2.1
AXSB*	Neutral	1,071	3,262	1,250	17	80.5	101.3	1.5	1.6	13.1	14.6	11.6	9.2	1.7	1.5	1.5	1.3
BANDHAN	Neutral	167	263	185	11	16.4	22.8	1.3	1.6	10.6	13.9	10.2	7.3	1.1	1.0	1.1	1.0
KMB*	Buy	1,973	3,896	2,400	22	74.3	89.5	2.0	2.1	12.2	13.4	16.3	13.5	3.2	2.8	2.0	1.8
IIB	Neutral	751	581	830	10	40.6	57.1	0.6	0.7	4.8	6.4	18.5	13.1	0.9	0.8	0.9	0.8
FB	Buy	196	471	235	20	16.0	20.6	1.0	1.2	11.2	13.0	12.3	9.5	1.3	1.2	1.4	1.2
DCBB	Buy	126	39	160	27	22.7	31.7	0.8	1.0	12.5	15.5	5.5	4.0	0.6	0.6	0.7	0.6
IDFCFB	Neutral	73	539	80	10	3.3	5.5	0.7	1.0	6.2	9.6	21.7	13.1	1.3	1.2	1.4	1.3
EQUITASB	Buy	54	60	70	29	0.4	6.2	0.1	1.1	0.8	11.5	125.8	8.8	1.1	1.0	1.1	1.0
AUBANK	Buy	714	519	875	23	35.5	48.3	1.5	1.7	15.0	18.3	20.1	14.8	2.9	2.5	3.0	2.6
RBK	Buy	271	166	290	7	17.1	31.3	0.7	1.1	6.5	11.4	15.9	8.7	1.0	1.0	1.1	1.0
<b>PSU Banks</b>																	
SBIN*	Buy	818	7,467	925	13	79.1	87.0	1.0	1.0	15.8	15.3	7.3	6.7	1.5	1.3	1.1	1.0
PNB	Buy	106	1,199	130	22	13.5	18.5	0.8	1.0	12.4	15.2	7.9	5.7	0.9	0.8	0.9	0.8
BOB	Neutral	238	1,214	260	9	36.5	45.6	1.0	1.1	14.3	16.2	6.5	5.2	0.9	0.8	0.9	0.8
CBK	Buy	111	980	135	22	21.0	23.4	1.1	1.1	19.2	19.0	5.3	4.7	0.9	0.8	1.0	0.9
UNBK	Neutral	133	971	155	17	21.7	24.7	1.1	1.1	14.6	14.8	6.1	5.4	0.8	0.7	0.9	0.8
INBK	Buy	692	903	750	8	87.9	94.9	1.3	1.3	17.7	16.9	7.9	7.3	1.3	1.1	1.3	1.1
<b>Payments &amp; Fintech</b>																	
SBI Cards	Neutral	856	815	950	11	28	38	3.5	4.5	16.6	20.7	30.8	22.6	5.1	4.2	5.3	4.3
EPS (INR)		PAT (INRb)		RoA (%)		RoE (%)		P/E (x)		P/Sales (x)							
One 97 Comm.	Neutral	1,219	775	1,025	-16	6	15	3.9	9.9	1.7	3.9	2.6	6.4	199.4	82.5	9.5	8.0
<b>NBFC (lending)</b>		Upside		EPS (INR)		Credit cost (%)		RoA (%)		RoE (%)		P/E (x)		P/BV (x)			
<b>Housing Finance</b>																	
LIC Housing Fin	Neutral	567	312	650	15	96.7	103.7	0.2	0.2	1.6	1.6	13.9	13.4	5.9	5.5	0.8	0.7
PNB Housing	Buy	830	216	980	18	88.6	102.1	-0.2	0.2	2.5	2.5	12.8	13.2	9.4	8.1	1.1	1.0
Bajaj Housing	Neutral	112	933	120	7	3.0	3.8	0.2	0.2	2.2	2.3	11.9	13.2	36.9	29.5	4.2	3.6
AAVAS Financiers	Neutral	1,633	129	1,900	16	82.5	100.5	0.2	0.2	3.2	3.4	13.9	14.7	19.8	16.3	2.6	2.2
Home First Fin.	Buy	1,298	134	1,600	23	51.2	64.6	0.3	0.3	3.9	4.0	15.6	14.6	25.4	20.1	3.1	2.7
Can Fin Homes	Neutral	746	99	900	21	71.1	77.5	0.1	0.1	2.2	2.1	17.4	16.5	10.5	9.6	1.7	1.5
Repco Home Fin	Neutral	375	23	430	15	69.4	73.1	0.0	0.2	2.8	2.7	12.3	11.6	5.4	5.1	0.6	0.6
<b>Vehicle Finance</b>																	
Chola. Inv & Fin.	Buy	1,512	1,272	1,670	10	62.1	78.7	1.5	1.4	2.4	2.6	19.6	19.8	24.3	19.2	4.2	3.5
M & M Financial	Buy	271	376	310	14	19.1	24.8	1.6	1.4	1.9	2.2	11.9	13.3	14.2	10.9	1.5	1.4
Shriram Finance	Buy	633	1,191	780	23	49.9	59.9	1.9	2.0	3.0	3.2	15.6	16.4	12.7	10.6	1.9	1.6
IndoStar Capital	Buy	264	36	330	25	51.2	19.8	5.1	1.1	6.5	2.2	17.2	5.3	5.2	13.4	0.7	0.7
<b>Gold Finance</b>																	
Muthoot Finance	Neutral	2,926	1,175	2,790	-5	195.3	213.7	0.3	0.3	5.6	5.2	24.7	22.3	15.0	13.7	3.4	2.8
Manappuram Finance	Neutral	291	246	280	-4	10.7	19.5	2.8	1.3	2.0	3.5	7.1	11.5	27.1	14.9	1.7	1.6
<b>Microfinance</b>																	
CreditAccess	Buy	1,293	206	1,500	16	56.7	106.1	5.4	3.0	3.1	4.9	12.2	19.5	22.8	12.2	2.6	2.2
Fusion Finance	Neutral	187	30	170	-9	-3.0	17.8	5.8	3.0	-0.5	3.7	-2.1	12.3	-62.8	10.5	1.5	1.1
Spandana Sphoorty	Buy	260	19	280	8	-104.9	13.7	12.9	2.3	-10.9	1.6	-36.3	5.6	-2.5	19.0	1.2	1.0
<b>NBFC-lending</b>		Rating	CMP	MCap	TP	Upside	EPS (INR)	Credit cost (%)	RoA (%)	RoE (%)		P/E (x)		P/BV (x)			
			(INR)	(INRb)	(INR)	(%)	FY26E	FY27E	FY26E	FY27E	FY26E	FY27E	FY26E	FY27E	FY26E	FY27E	
<b>Diversified</b>																	
Bajaj Finance	Neutral	1,003	6,228	1,000	0	33.0	42.4	1.7	1.7	4.0	4.1	19.5	21.0	30.4	23.7	5.5	4.6
Poonawalla Fincorp	Buy	439	340	520	18	9.6	22.4	2.0	1.7	1.8	2.8	8.3	16.1	45.9	19.6	3.4	2.9
Aditya Birla Cap	Buy	291	761	325	12	14.9	18.6		0.0	0.0	12.1	13.6	19.6	15.7	2.3	2.0	

L&T Finance	Buy	235	586	260	11	12.5	16.5	2.2	2.1	2.4	2.7	11.6	13.9	18.8	14.2	2.1	1.9	
Piramal Enterp.	Neutral	1,080	244	1,315	22	63.7	105.4	1.7	1.4	1.4	1.9	5.2	8.1	17.0	10.3	0.9	0.8	
MAS Financial	Buy	322	58	400	24	20.1	25.9	1.2	1.3	2.8	2.9	13.5	15.2	16.0	12.4	2.0	1.8	
IIFL Finance	Buy	435	185	550	27	38.8	55.0	2.2	1.7	2.5	3.0	12.5	15.6	11.2	7.9	1.3	1.2	
HDB Financial	Neutral	775	643	860	11	31.8	42.5	2.2	2.0	2.2	2.5	14.3	15.5	24.4	18.2	3.1	2.6	
<b>Power Financiers</b>																		
PFC	Buy	396	1,307	490	24	59.4	61.1	-0.1	0.2	3.3	3.0	20.0	18.1	6.7	6.5	1.2	1.1	
REC	Buy	373	983	460	23	68.4	72.9	-0.1	0.2	2.8	2.6	21.4	19.6	5.5	5.1	1.1	0.9	
<b>MSME</b>																		
Five-Star Business	Buy	541	158	800	48	38.6	46.5	0.6	0.7	7.1	7.0	16.6	17.0	14.0	11.6	2.2	1.8	
<b>Non-lending</b>					<b>Upside (%)</b>	<b>EPS (INR)</b>		<b>VNB Margins (%)</b>		<b>RoEV (%)</b>		<b>P/E (x)</b>		<b>P/EVOP</b>		<b>P/EV (x)</b>		
					<b>FY26E</b>	<b>FY27E</b>	<b>FY26E</b>	<b>FY27E</b>	<b>FY26E</b>	<b>FY27E</b>	<b>FY26E</b>	<b>FY27E</b>	<b>FY26E</b>	<b>FY27E</b>	<b>FY26E</b>	<b>FY27E</b>		
<b>Life Insurance</b>																		
HDFC Life Insur.	Buy	780	1,637	910	17	9.8	11.4	25.5	26.0	16.3	16.5	79.5	68.1	18.4	15.7	2.5	2.2	
ICICI Pru Life	Buy	601	865	780	30	9.9	11.1	24.5	25.0	12.9	13.2	60.8	54.0	13.1	11.4	1.6	1.4	
SBI Life Insurance	Buy	1,830	1,808	2,140	17	27.6	32.1	28.5	29.0	15.2	15.4	66.2	57.0	13.2	11.2	2.2	1.8	
Max Financial	Neutral	1,587	551	1,750	10	11.4	13.9	25.0	25.5	19.5	19.5	139.1	114.3	18.2	15.1	2.3	1.9	
Life Insurance Corp.	Buy	875	5,529	1,080	23	82.5	93.4	18.0	18.5	11.7	11.5	10.6	9.4	7.2	6.4	0.6	0.6	
<b>General Insurance</b>															<b>P/E (x)</b>		<b>P/BV (x)</b>	
Star Health	Buy	439	258	520	19	13.4	17.9	69.5	69.0	100	99	10.6	12.6	32.8	24.5	3.3	2.9	
Niva Bupa Health	Buy	82	150	101	23	0.6	1.8	64.8	63.3	102	99	3.2	8.1	134.9	45.6	3.8	3.5	
ICICI Lombard	Buy	1,855	910	2,400	29	62.7	71.9	69.9	69.6	102	101	20.0	19.7	29.6	25.8	5.5	4.7	
<b>Broking and Exchanges</b>															<b>P/E (x)</b>		<b>P/BV (x)</b>	
Angel One	Buy	2,223	201	3,100	39	99.6	146.7	34.8	41.1	9	13	15.2	20.0	22.3	15.1	3.0	2.6	
BSE	Neutral	2,201	894	2,600	18	49.8	57.6	64.6	64.8	20	23	33.8	30.1	44.2	38.2	15.0	11.5	
MCX	Neutral	7,736	394	8,300	7	167.2	197.7	65.1	66.1	9	10	43.2	46.7	46.3	39.1	19.2	17.4	
<b>Wealth Management</b>																		
Anand Rathi Wealth	Neutral	2,978	248	2,100	-29	46.2	59.2	44.8	46.7	4	5	46.5	41.8	64.5	50.3	25.4	18.0	
Nuvama Wealth	Buy	6,436	227	8,750	36	308.4	366.5	60.9	61.5	11	13	29.3	30.4	20.9	17.6	5.7	5.0	
360 ONE WAM	Buy	1,068	432	1,450	36	32.3	37.1	49.4	50.3	13	16	17.1	17.1	33.1	28.8	5.3	4.4	
Prudent Corp.	Neutral	2,800	116	2,600	-7	54.3	68.1	22.9	23.1	2	3	29.3	28.5	51.6	41.1	66.8	52.1	
<b>Intermediaries</b>																		
Cams Services	Buy	3,855	189	4,900	27	98.6	116.4	45.1	46.1	5	6	39.8	40.0	39.1	33.1	14.4	12.3	
KFin Technologies	Neutral	1,107	189	1,200	8	21.4	26.8	42.6	44.1	4	5	26.7	29.7	51.7	41.4	13.2	11.5	
CDSL	Neutral	1,546	323	1,400	-9	25.5	31.0	55.8	56.5	5	6	28.1	29.6	60.6	49.9	15.9	13.8	
<b>AMCs</b>															<b>P/E (x)</b>		<b>P/AUM</b>	
Aditya Birla AMC	Buy	848	244	1,050	24	35.5	39.2	42.0	41.0	10.2	11.3	25.9	25.8	23.9	21.6	207.0	179.6	
HDFC AMC	Buy	5,800	1,236	6,400	10	133.8	152.3	46.3	45.3	28.6	32.5	33.7	35.1	43.3	38.1	672.2	577.3	
Nippon Life AMC	Buy	828	526	930	12	23.9	27.1	38.9	37.6	15.1	17.1	35.5	39.4	34.6	30.6	129.6	108.1	
UTI AMC	Buy	1,352	173	1,650	22	68.8	79.8	33.4	32.6	8.8	10.2	16.5	18.2	19.7	16.9	359.2	305.0	

\*Adjusted for subsidiaries; Source: MOFSL, Company

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SELL	< - 10%
NEUTRAL	< - 10 % to 15%
UNDER REVIEW	Rating may undergo a change
NOT RATED	We have forward looking estimates for the stock but we refrain from assigning recommendation

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