25 July 2026

1QFY27 Results Update | Sector: Financials

Bank of Baroda

Estimate change	↓
TP change	↓
Rating change	↔

Bloomberg	BOB IN
Equity Shares (m)	5171
M.Cap.(INRb)/(USDb)	1274.5 / 13.2
52-Week Range (INR)	326 / 231
1, 6, 12 Rel. Per (%)	-11/-12/5
12M Avg Val (INR M)	2976

Financials & Valuations (INR b)

Y/E March	FY26	FY27E	FY28E
NII	476.8	527.0	605.0
OP	322.6	356.6	415.8
NP	200.2	181.2	230.3
NIM (%)	2.6	2.5	2.6
EPS (INR)	38.7	35.0	44.5
EPS Gr. (%)	2.2	-9.5	27.1
BV/Sh. (INR)	287	300	333
ABV/Sh. (INR)	264	279	310
Ratios			
RoA (%)	1.1	0.8	1.0
RoE (%)	14.7	12.2	14.4
Valuations			
P/E(X)	6.4	7.0	5.5
P/BV (X)	0.9	0.8	0.7
P/ABV (X)	0.9	0.9	0.8

Shareholding pattern (%)

As On	Jun-26	Mar-26	Jun-25
Promoter	64.0	64.0	64.0
DII	18.4	19.0	18.8
FII	10.1	9.7	8.3
Others	7.5	7.3	8.9

CMP: INR246 **TP: INR275 (+12%)** **Neutral**

Modest quarter; one-off provision mars earnings

NIMs decline 12bp QoQ

- Bank of Baroda (BOB) reported 1QFY27 PAT of INR12.8b (down 72% YoY/ 77% QoQ) owing to a one-off provision of INR56.7b (USD600m) to settle legal claims of NMC group.
- NII was up 10% YoY/flat QoQ at INR125.3b (~3% miss). Reported NIMs were down by 12bp QoQ at 2.77%, due to a drop in domestic NIMs. The bank maintains its NIM guidance at 2.75-2.95%.
- Business growth was soft QoQ, with advances growth of 17.6% YoY (down 0.9% QoQ), led by faster growth in RAM segment. Deposits grew by 13.8% YoY (down 0.9% QoQ). CD ratio was largely unchanged at 85.4%.
- Slippages increased to INR34.2b from INR34.1b in 4QFY26. GNPA/NNPA ratios were up 10bp/4bp QoQ at 1.99%/0.50%. PCR declined to 75.1% from 76.7% in 4QFY26.
- **We cut our FY27/FY28 earnings estimates by 18.9%/5.2%, factoring in the one-time settlement impact, and expect FY27/FY28E RoA of 0.85%/ 0.96%. Reiterate Neutral with a revised TP of INR275 (0.9x Mar'28E ABV).**

Operating performance in line; growth guidance maintained at 12-14%

- BOB reported 1Q PAT of INR12.8b (down 72% YoY/77% QoQ) owing to a one-off exceptional provision of INR56.7b to settle legal claims of NMC group. Adjusting for the one-off impact, PAT came in at INR55.3b.
- NII was up 10% YoY/flat QoQ at INR125.3b (~3% miss). Reported NIMs were down 12bp QoQ at 2.77%. BOB guides for NIMs of 2.75-2.95%.
- Other income was down 26% YoY/13% QoQ at INR34.7b (4% miss) amid softer traction in core fees. Total income thus declined 3% QoQ/1% YoY to INR160b (6% miss).
- Opex was flat YoY/up 6% QoQ, with the bank witnessing an adverse impact of the g-sec yield decline in staff costs. PPoP thus declined 1% YoY/10% QoQ to INR81.3b.
- Provisions increased by 221% YoY/101% QoQ to INR63.2b, as the bank created a one-off provision of INR56.7b.
- Advances growth came in at 16.5% YoY (down 0.9% QoQ), led by growth in RAM segment. Retail book grew 18.4% YoY/2.3% QoQ, aided by broad-based growth. MSME grew 20.3% YoY/2.2% QoQ. The corporate book was down by 6.5% QoQ, with a gradual shift toward MCLR-linked loans.
- Deposits grew by 13.8% YoY (down 0.9% QoQ), while domestic CASA rose 10% YoY (down 4% QoQ). As a result, domestic CASA ratio declined to 37.7% (38.9% in 4QFY26).
- Slippages increased to INR34.2b from INR30.1b. Conservative write-offs for 1Q led to a 10bp QoQ rise in GNPA ratio to 1.99% and 5bp QoQ rise in NNPA ratio to 0.50%. SMA 1&2 declined to 0.07% from 0.18% in 4QFY26.

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Highlights from the management commentary

- Mobilized +USD600m in FCNR(B) deposits until now and endeavors to capture total flows of USD4-5b with a combination of FCNR (B) deposits and OFCBs.
- Paid USD600m in an out-of-court settlement on 1st Jul'26. Commercially prudent decision taken with the advice of legal counsellors.
- ECL transition impact would be 110bp on CRAR (INR120b), which can be spread over a few years. ECL steady-state impact on credit costs could be 15-20bp.
- Credit growth guidance maintained at 12-14%. The bank guides for RoA of >1% for the rest of FY27.

Valuation and view: Reiterate Neutral with revised TP of INR275

BOB reported a muted quarter, affected by a one-off provisioning of INR56.7b and a relatively weaker operating performance as NIMs declined 12bp QoQ and core fee income was lower. The bank expects NIMs to remain broadly around 2.75-2.95%. The cost of funds appears to have largely bottomed out, with incremental support expected from improvement in yields. The bank carries a floating provision of INR25b, which shall aid in the transition toward ECL provisioning. Business momentum was soft this quarter, with management maintaining its credit growth guidance of 12-14% going ahead. While there are no inherent concerns on asset quality, we expect credit costs to stay high at ~60bp in FY28, factoring in the ECL-related transition. **We cut our FY27/FY28 earnings estimates by 18.9%/5.2%, factoring in the one-time settlement impact, and expect FY27/FY28E RoA of 0.85%/0.96%. Reiterate Neutral with a revised TP of INR275 (0.9x Mar'28E ABV).**

Quarterly Performance (INR b)

	FY26				FY27E				FY26	FY27E	FY27E	V/s
	1Q	2Q	3Q	4Q	1Q	2QE	3QE	4QE			1QE	Est
Net Interest Income	**114.3**	**119.5**	**118.0**	**124.9**	**125.3**	**126.2**	**132.8**	**142.8**	**476.8**	**527.0**	**129.5**	**-3%**
% Change (YoY)	-1.4	2.9	3.4	8.7	9.5	5.5	12.5	14.3	2.5	10.5	13.3	
Other Income	46.7	35.1	36.0	39.7	34.7	37.9	40.1	48.0	157.6	160.7	37.0	-6%
Total Income	**161.1**	**154.7**	**154.0**	**164.6**	**160.0**	**164.1**	**172.9**	**190.8**	**634.4**	**687.7**	**166.5**	**-4%**
Operating Expenses	78.7	78.9	80.2	73.9	78.7	80.8	83.1	88.5	311.8	331.1	80.1	-2%
Operating Profit	**82.4**	**75.8**	**73.8**	**90.7**	**81.3**	**83.3**	**89.8**	**102.3**	**322.6**	**356.6**	**86.3**	**-6%**
% Change (YoY)	15.0	-20.1	-3.7	11.5	-1.3	10.0	21.7	12.8	-0.5	10.6	4.8	
Provisions	19.7	12.3	8.0	31.5	63.2	17.0	18.2	22.9	71.5	121.3	17.2	267%
Profit before Tax	**62.7**	**63.4**	**65.8**	**59.2**	**18.0**	**66.3**	**71.6**	**79.3**	**251.1**	**235.3**	**69.1**	**-74%**
Tax	17.3	15.3	15.2	3.0	5.3	13.9	15.7	19.2	50.9	54.1	17.4	-70%
Net Profit	**45.4**	**48.1**	**50.5**	**56.2**	**12.8**	**52.4**	**55.8**	**60.2**	**200.2**	**181.2**	**51.7**	**-75%**
% Change (YoY)	1.9	-8.2	4.5	11.3	-71.8	8.9	10.5	7.1	2.2	-9.5	13.8	
Operating Parameters												
Deposit (INR b)	14,356	15,000	15,467	16,485	16,336	17,062	17,870	18,793	16,485	18,793	16,983	-4%
Loan (INR b)	11,866	12,583	13,251	14,091	13,957	14,577	15,258	16,035	14,091	16,035	14,497	-4%
Deposit Growth (%)	9.1	9.3	10.3	12.0	13.8	13.7	15.5	14.0	12.0	14.0	18.3	
Loan Growth (%)	13.2	12.2	15.1	16.5	17.6	15.8	15.1	13.8	16.5	13.8	22.2	
Asset Quality												
Gross NPA (%)	2.3	2.2	2.0	1.9	2.0	1.9	1.8	1.7	1.9	1.7	1.9	
Net NPA (%)	0.6	0.6	0.6	0.5	0.5	0.5	0.5	0.4	0.7	0.4	0.4	
PCR (%)	74.0	74.1	72.2	76.7	75.1	75.3	75.6	76.0	65.9	76.0	76.8	

E: MOFSL Estimates

Quarterly snapshot

INR b	FY26 1Q	FY26 2Q	FY26 3Q	FY26 4Q	FY27 1Q	Change (%) YoY	Change (%) QoQ
Profit and Loss							
Net Interest Income	**114.3**	**119.5**	**118.0**	**124.9**	**125.3**	**10**	**0**
Other Income	**46.7**	**35.1**	**36.0**	**39.7**	**34.7**	**-26**	**-13**
Trading profits	18.8	8.3	7.4	-4.1	6.4	-66	-256
Total Income	**161.1**	**154.7**	**154.0**	**164.6**	**160.0**	**-1**	**-3**
Operating Expenses	**78.7**	**78.9**	**80.2**	**73.9**	**78.7**	**0**	**6**
Employee	43.1	40.6	41.1	32.6	42.5	-1	30
Others	35.7	38.3	39.1	41.3	36.2	2	-12
Operating Profits	**82.4**	**75.8**	**73.8**	**90.7**	**81.3**	**-1**	**-10**
Core Operating Profits	**63.6**	**67.4**	**66.4**	**94.8**	**74.9**	**18**	**-21**
Provisions	19.7	12.3	8.0	31.5	63.2	221	101
PBT	**62.7**	**63.4**	**65.8**	**59.2**	**18.0**	**-71**	**-70**
Taxes	17.3	15.3	15.2	3.0	5.3	-70	73
PAT	**45.4**	**48.1**	**50.5**	**56.2**	**12.8**	**-72**	**-77**
Balance Sheet (INR b)							
Loans	11,866	12,583	13,251	14,091	13,957	17.6	-0.9
Deposits	14,356	15,000	15,467	16,485	16,336	13.8	-0.9
CASA Deposits (Domestic)	4,736	4,887	5,026	5,450	5,211	10.0	-4.4
- Savings	4,016	4,083	4,179	4,459	4,386	9.2	-1.6
- Current	721	803	847	991	825	14.5	-16.7
Loan mix (%)							
Retail	21.7	21.4	21.2	21.2	21.9	19	69
MSME	11.2	11.3	11.4	11.2	11.5	28	35
Agriculture	13.4	13.3	13.4	13.4	13.5	15	19
Corporate	30.7	31.3	31.2	31.9	30.1	-53	-179
Others	5.2	4.6	4.4	4.2	4.2	-100	0
Asset Quality (INR b)							
GNPA	275.7	276.0	274.0	270.6	281.5	2.1	4.0
NNPA	71.6	71.4	76.1	63.2	70.2	-2.0	11.1
Slippages	36.9	30.6	29.8	34.1	34.2	-7.2	0.4
Asset Quality ratios (%)	**1Q**	**2Q**	**3Q**	**4Q**	**1Q**	**YoY (Bp)**	**QoQ (Bp)**
GNPA	2.3	2.2	2.0	1.9	2.0	-29	10
NNPA	0.6	0.6	0.6	0.5	0.5	-10	5
Slippage ratio	1.2	1.0	0.9	1.0	1.1	-17	10
PCR (inc TWO)	93.2	93.2	92.7	93.9	93.3	10	-66
PCR	74.0	74.1	72.2	76.7	75.1	103	-159
Credit Cost	0.7	0.4	0.3	0.8	2.0	125	117
Business Ratios (%)							
CASA Reported	39.3	38.4	38.5	38.9	37.7	-161	-118
Loan/Deposit	82.7	83.9	85.7	85.5	85.4	279	-4
Other income to Total Income	29.0	22.7	23.4	24.1	21.7	-732	-240
Cost to Income	48.9	51.0	52.1	44.9	49.2	32	429
Cost to Asset	1.9	1.8	1.8	1.6	1.7	-22	11
Tax Rate	27.6	24.2	23.2	5.1	29.1	157	2,401
Capitalisation Ratios (%)							
Tier-1	15.2	14.2	13.1	13.6	13.9	*-125*	*26*
- CET 1	14.1	13.4	12.5	13.2	13.4	*-73*	*23*
CAR	17.6	16.5	15.3	15.8	16.3	-131	48
RWA / Total Assets	51.5	52.2	54.2	54.6	55.5	392	81
LCR	127.6	121.0	126.0	127.0	127.0	-61	0
Profitability Ratios (%)							
Yield on loans	8.6	8.3	8.1	8.0	7.9	-70	-8
Cost of Deposits	5.1	4.9	4.8	4.8	4.7	-39	-12
Margins	2.9	3.0	2.8	2.9	2.8	-14	-12
RoA	1.0	1.1	1.1	1.2	0.3	-78	-90

CONFERENCE CALL

Highlights from the management commentary

Opening remarks

- Bank's YoY growth was strong; doing better than system.
- Benign asset quality continues, with collection efficiency, excluding agriculture, at an all-time high of 99.2%.
- MSME segment protected well now with ECLGS; hence, the bank does not envisage any unexpected stress on the book.
- Marginal uptick in GNPA was owing to conservative write-offs during the quarter.
- Claim settlement allows to close a legacy matter and focus on customers, stakeholders and long-term sustainable growth.
- PAT at INR55.3b, excluding one-offs.
- RoA, excl. one-off impact, at 1.10% vs. 1.15% in 4QFY26.

Advances and deposits

- Domestic advances grew 16.1% YoY, with focus on growing RAM advances.
- Organic retail book grew 18.4%YoY and the organic SME book grew by 20.3% YoY.
- Corporate book declined by 6.5% QoQ, with the bank's focus shifting from non-MCLR linked portfolios to MCLR/near MCLR.
- Gold loan declined QoQ, which was more seasonal in nature.
- Domestic CASA deposits grew by 10% YoY with domestic CASA ratio at 37.72%.
- Domestic C/D now at 83.3% vs. 83.5% as of Mar'26.
- Mobilized +USD600m FCNR(B) deposits until now and endeavors to capture total flows of USD4-5b with a combination of FCNR (B) deposits and OFCBs.
- Intends to maintain LCR at ~120% levels.

Cost, margins and yields

- Core NIMs 2.77% vs. 2.83% in 4QFY26. Overseas NIMs dented the overall NIM.
- Incremental bulk deposits cost now less compared to Mar'26, especially after FCNR(B) deposit announcement.
- Duration of investment book increased, as the bank chose to take advantage of g-sec yield movement during the quarter. The bank remains adequately protected in case the rate goes up in the future.
- The domestic pricing on FCNR(B) deposits is quite competitive. While overseas branches have more discretion on lending price keeping in mind the borrower's cost of funds.
- Interest on IT refund was INR3.75b for the quarter.

Other income and opex

- Pricing strategy on commission and exchange needs to have a re-look; in case of high loan growth, the bank has to sacrifice some commission fees.
- Staff costs rose 30% QoQ owing to AS-15 provision tracking the bond yield movement.
- IT budget of the bank both opex and capex is +INR40b.

One-time settlement

- Paid USD600m in an out-of-court settlement on 1st Jul'26. Bank liability is limited to USD600m.
- Commercially prudent decision taken with the advice of legal counselors.
- Domestic book is insulated from this case.
- The claim against the bank has been discontinued. Financial impact fully taken in this quarter.
- Claim against a principal individual shall continue both in India and outside.

Asset quality

- Fresh slippages at 0.91%, flat QoQ and up 25bp YoY.
- SMA1+2 reduced to 7bp from 18bp in Mar'26.
- Floating provision remains at INR25b.
- This quarter, the bank maintained a conservative write-off policy to protect PCR.
- GNPA and NNPA slightly high QoQ but still comfortable compared to system.
- ECL transition impact would be 110bp on CRAR (INR120b), which can be spread over a few years (lowered impact by 15bp owing to favorable project finance guidelines).
- ECL steady-state impact on credit cost could be 15-20bp.

Guidance

- Credit growth guidance maintained at 12-14%.
- Deposit growth guidance maintained at 10-12%.
- C/D ratio 84-86%.
- Credit cost to maintain below 0.6%.
- Slippage in the range of 1-1.25%.
- NIM guidance stands at 2.75–2.95%.
- 2Q, 3Q and 4Q RoA expected to be >1%.
- Intends to raise INR85b equity in the medium term.

Story in charts

Exhibit 1: Loan book grew ~17.6% YoY (down 0.9% QoQ)

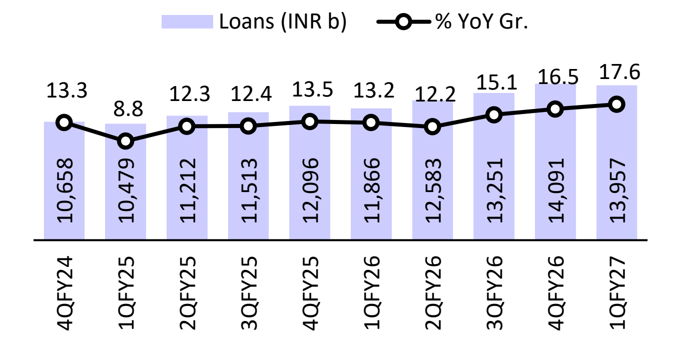


Exhibit 2: Deposit book grew 13.8% YoY (down 0.9% QoQ)

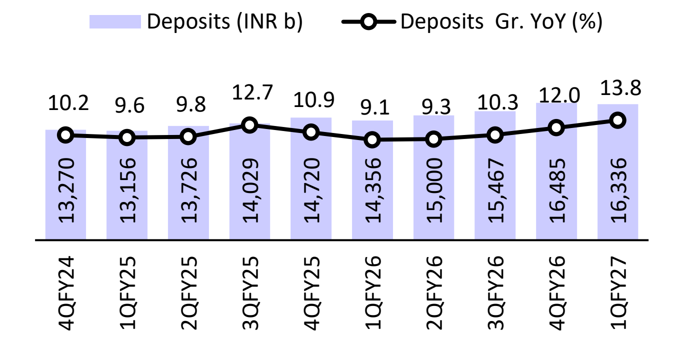


Exhibit 3: NIM down 12bp QoQ; Dom. NIM down 15bp QoQ

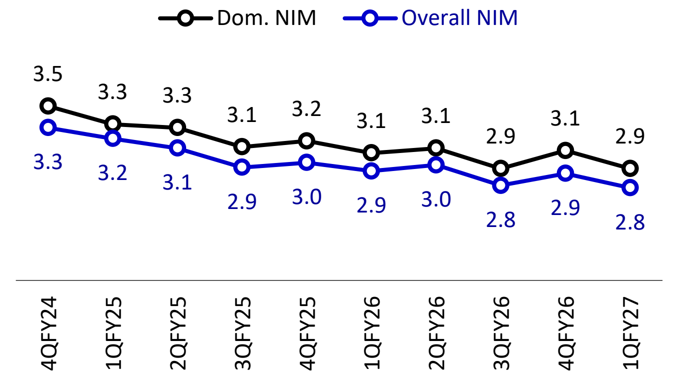


Exhibit 4: CD ratio flat at 85.4%

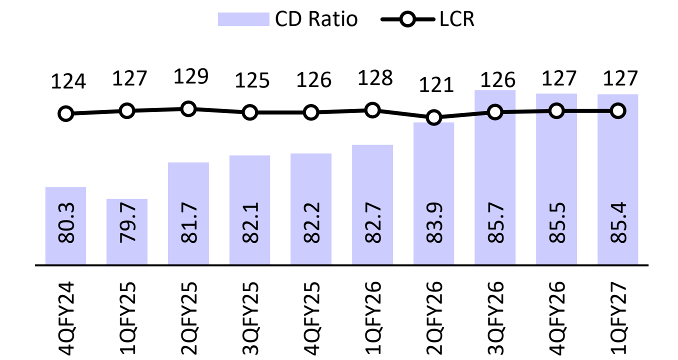


Exhibit 5: Cost-to-income increased to 49.2%

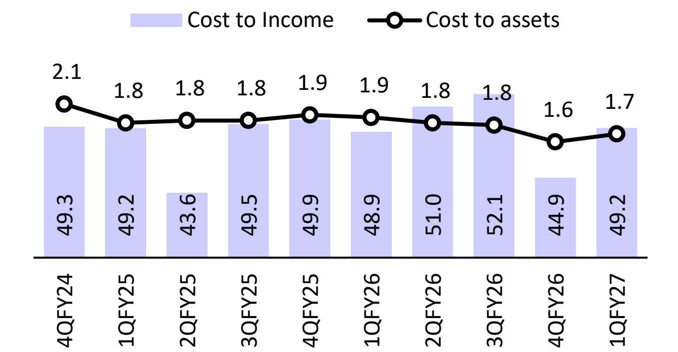


Exhibit 6: Loan yield declined to 7.91%; CoD down to 4.66%

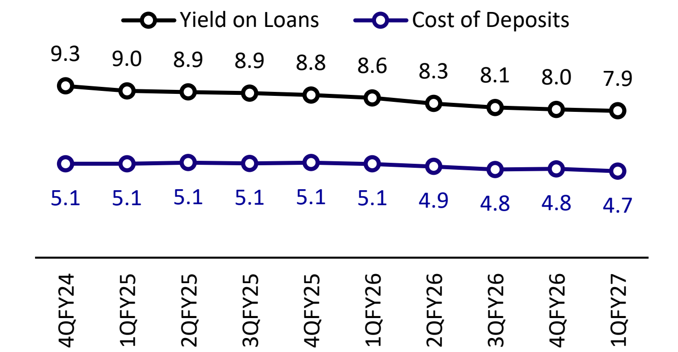
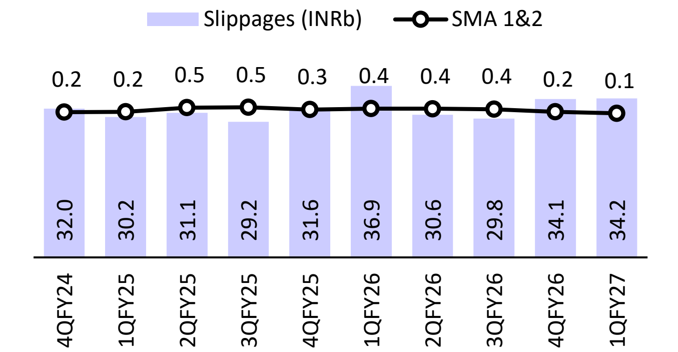
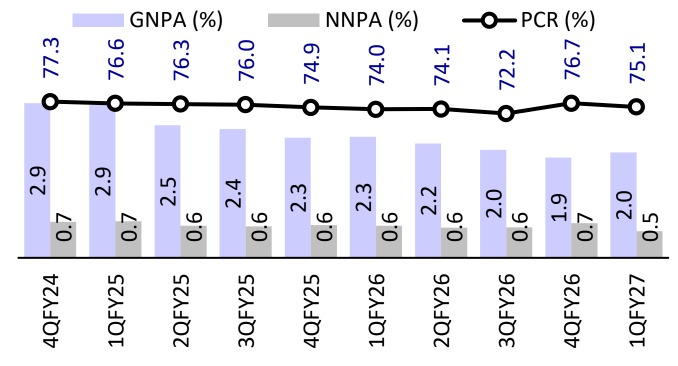


Exhibit 7: Gross slippages flat at INR34b; SMA at 0.07%



Source: MOFSL, Company

Exhibit 8: GNPA/NNPA up 9bp/5bp QoQ; PCR at 75.1%



Source: MOFSL, Company

Valuation and view: Maintain Neutral with TP of INR275

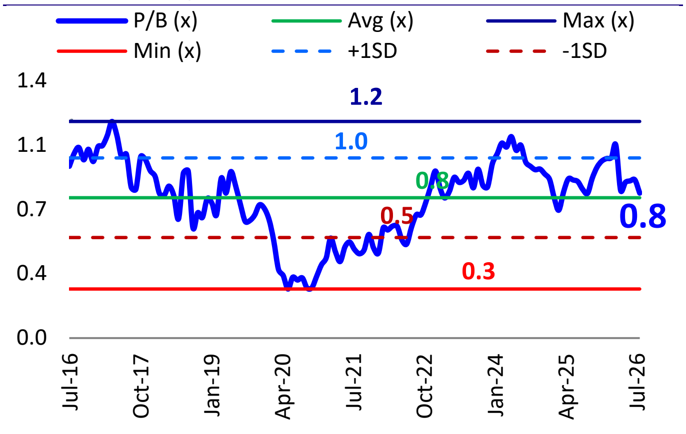
- BOB reported a muted quarter due to a one-off provision of INR56.7b and relatively weaker operating performance as NIMs declined 12bp QoQ and core fee income was low. The bank expects NIMs to remain around 2.75-2.95%.
- The cost of funds appears to have largely bottomed out, with incremental support expected from improvement in yields. The bank carries a floating provision of INR25b, which shall aid in the transition toward ECL provisioning.
- Business momentum was soft this quarter, with management maintaining its credit growth guidance of 12-14% going ahead.
- While there are no inherent concerns on asset quality, we expect credit costs to stay high at ~60bp in FY28, factoring in the ECL-related transition.
- **We cut our FY27/FY28 earnings estimates by 18.9%/5.2%, factoring in a one-time settlement impact, and expect FY27/FY28E RoA of 0.85%/0.96%. Reiterate Neutral with a revised TP of INR275 (0.9x Mar'28E ABV).**

Exhibit 9: Changes to our estimates

(INR b)	Old Est		Rev Est		Change (%/bps)	
	FY27	FY28	FY27	FY28	FY27	FY28
Net Interest Income	**544.2**	**604.8**	**527.0**	**605.0**	**-3.2**	**0.0**
Other Income	160.7	176.8	160.7	176.8	0.0	0.0
Total Income	**705.0**	**781.6**	**687.7**	**781.7**	**-2.4**	**0.0**
Operating Expenses	334.0	369.5	331.1	365.9	-0.9	-1.0
Operating Profits	**371.0**	**412.1**	**356.6**	**415.8**	**-3.9**	**0.9**
Provisions	75.0	90.7	121.3	111.2	61.8	22.6
PBT	**296.0**	**321.5**	**235.3**	**304.7**	**-20.5**	**-5.2**
Tax	72.5	78.4	54.1	74.3	-25.4	-5.2
PAT	**223.5**	**243.0**	**181.2**	**230.3**	**-18.9**	**-5.2**
Loans	16,120	18,135	16,035	18,136	-0.5	0.0
Deposits	18,974	21,346	18,793	21,198	-1.0	-0.7
Margins (%)	2.6	2.6	2.5	2.6	(9)	(2)
Credit Cost (%)	0.5	0.5	0.8	0.6	31	12
RoA (%)	**1.05**	**1.02**	**0.85**	**0.96**	**(20)**	**(6)**
RoE (%)	**14.9**	**14.7**	**12.2**	**14.4**	**(264)**	**(35)**
BV	**308.5**	**343.3**	**300.3**	**332.6**	**-2.7**	**-3.1**
ABV	288.0	321.0	279.3	310.1	-3.0	-3.4
EPS	43.2	46.9	35.0	44.5	-18.9	-5.2

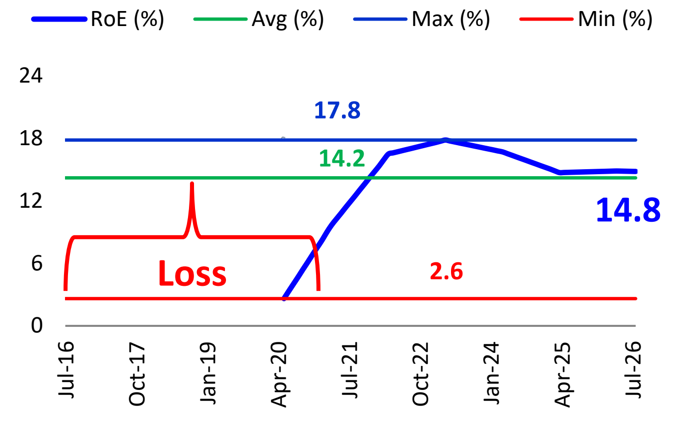
Source: MOFSL Estimates

Exhibit 10: One-year forward P/B



Source: MOFSL, Company

Exhibit 11: One-year forward P/E



Source: MOFSL, Company

Exhibit 12: DuPont Analysis: Estimate RoA to clock 0.85%/0.96% for FY27/FY28

Y/E MARCH	FY23	FY24	FY25	FY26	FY27E	FY28E
Interest Income	6.55	7.40	7.26	6.70	6.87	6.98
Interest Expense	3.53	4.46	4.50	4.18	4.40	4.45
Net Interest Income	**3.02**	**2.94**	**2.76**	**2.52**	**2.47**	**2.53**
Other income	**0.73**	**0.95**	**0.94**	**0.83**	**0.75**	**0.74**
Total Income	**3.76**	**3.89**	**3.70**	**3.35**	**3.22**	**3.27**
Operating Expenses	**1.79**	**1.86**	**1.77**	**1.65**	**1.55**	**1.53**
Employee cost	*1.0*	*1.0*	*1.0*	*0.8*	*0.8*	*0.8*
Others	0.82	0.82	0.79	0.81	0.78	0.76
Operating Profits	**1.96**	**2.03**	**1.93**	**1.70**	**1.67**	**1.74**
Core operating Profits	**1.89**	**1.94**	**1.79**	**1.50**	**1.63**	**1.70**
Provisions	**0.52**	**0.40**	**0.36**	**0.38**	**0.57**	**0.46**
PBT	**1.44**	**1.64**	**1.57**	**1.32**	**1.10**	**1.27**
Tax	0.41	0.47	0.41	0.27	0.25	0.31
RoA (%)	**1.03**	**1.17**	**1.16**	**1.06**	**0.85**	**0.96**
Leverage (x)	*16.0*	*15.3*	*14.3*	*13.9*	*14.4*	*15.0*
RoE (%)	**16.5**	**17.8**	**16.7**	**14.7**	**12.2**	**14.4**

Financials and valuations

Income Statement

(INRb)

Y/E March (INR b)	FY23	FY24	FY25	FY26	FY27E	FY28E
Interest Income	895.9	1,126.1	1,223.0	1,269.9	1,465.2	1,670.3
Interest Expense	482.3	678.8	757.8	793.1	938.2	1,065.3
Net Interest Income	**413.6**	**447.2**	**465.2**	**476.8**	**527.0**	**605.0**
- Growth (%)	26.8	8.1	4.0	2.5	10.5	14.8
Non-Interest Income	100.3	145.0	157.9	157.6	160.7	176.8
Total Income	**513.8**	**592.2**	**623.1**	**634.4**	**687.7**	**781.7**
- Growth (%)	16.5	15.2	5.2	1.8	8.4	13.7
Operating Expenses	245.2	282.5	298.7	311.8	331.1	365.9
Pre Provision Profits	**268.6**	**309.7**	**324.3**	**322.6**	**356.6**	**415.8**
- Growth (%)	20.0	15.3	4.7	-0.5	10.6	16.6
Core PPoP	**258.0**	**294.7**	**301.7**	**283.7**	**347.5**	**408.0**
- Growth (%)	31.2	14.2	2.4	-6.0	22.5	17.4
Provisions	71.4	60.8	59.8	71.5	121.3	111.2
PBT	**197.3**	**248.9**	**264.5**	**251.1**	**235.3**	**304.7**
Tax	56.2	71.0	68.7	50.9	54.1	74.3
Tax Rate (%)	28.5	28.5	26.0	20.3	23.0	24.4
PAT	**141.1**	**177.9**	**195.8**	**200.2**	**181.2**	**230.3**
- Growth (%)	94.0	26.1	10.1	2.2	-9.5	27.1

Balance Sheet

Y/E March (INR b)	FY23	FY24	FY25	FY26	FY27E	FY28E
Equity Share Capital	10.4	10.4	10.4	10.4	10.4	10.4
Reserves & Surplus	971.9	1,111.9	1,358.9	1,521.7	1,590.2	1,757.5
Net Worth	**982.2**	**1,122.2**	**1,369.3**	**1,532.1**	**1,600.5**	**1,767.9**
Deposits	**12,036.9**	**13,351.4**	**14,720.3**	**16,484.9**	**18,792.8**	**21,198.2**
- Growth (%)	*15.1*	*10.9*	*10.3*	*12.0*	*14.0*	*12.8*
- CASA Dep	**4,751.0**	**5,143.7**	**5,566.7**	**6,089.4**	**6,558.7**	**7,398.2**
- Growth (%)	*9.6*	*8.3*	*8.2*	*9.4*	*7.7*	*12.8*
Borrowings	1,019.1	944.0	1,237.2	1,563.6	1,625.8	1,780.0
Other Liabilities & Prov.	547.4	440.3	485.7	511.1	541.8	574.3
Total Liabilities	**14,585.6**	**15,858.0**	**17,812.5**	**20,091.6**	**22,560.9**	**25,320.4**
Current Assets	957.0	951.2	1,258.5	1,540.8	1,633.5	1,769.3
Investments	**3,624.9**	**3,698.2**	**3,854.0**	**3,864.2**	**4,289.2**	**4,782.5**
- Growth (%)	*14.8*	*2.0*	*4.2*	*0.3*	*11.0*	*11.5*
Loans	**9,410.0**	**10,657.8**	**12,095.6**	**14,090.9**	**16,035.5**	**18,136.1**
- Growth (%)	*21.1*	*13.3*	*13.5*	*16.5*	*13.8*	*13.1*
Fixed Assets	87.1	79.1	123.8	118.8	133.0	146.4
Other Assets	506.7	471.6	480.7	476.9	469.6	486.1
Total Assets	**14,585.6**	**15,858.0**	**17,812.5**	**20,091.6**	**22,560.9**	**25,320.4**

Asset Quality

	FY23	FY24	FY25	FY26	FY27E	FY28E
GNPA (INR b)	367.6	318.3	278.3	270.6	276.9	288.6
NNPA (INR b)	85.5	75.8	74.9	92.4	66.5	68.2
Slippages (INR b)	111.5	104.0	93.1	103.0	141.6	164.0
GNPA Ratio (%)	3.8	2.9	2.3	1.9	1.7	1.6
NNPA Ratio (%)	0.9	0.7	0.6	0.7	0.4	0.4
Slippage Ratio (%)	1.2	1.0	0.8	0.7	0.9	1.0
Credit Cost (%)	0.5	0.7	0.5	0.4	0.8	0.6
PCR (Excl Tech. write off) (%)	76.7	76.2	73.1	65.9	76.0	76.4

E: MOFSL Estimates

Financials and valuations

Ratios

Y/E March	FY23	FY24	FY25	FY26	FY27E	FY28E
Yield and Cost Ratios (%)						
Avg. Yield-Earning Assets	**6.9**	**7.7**	**7.5**	**6.9**	**7.1**	**7.2**
Avg. Yield on loans	7.5	8.5	8.2	7.3	7.6	7.7
Avg. Yield on Investments	6.6	6.9	7.0	6.7	6.7	6.7
Avg. Cost-Int. Bear. Liab.	**3.9**	**5.0**	**5.0**	**4.7**	**4.9**	**4.9**
Avg. Cost of Deposits	3.7	4.7	4.8	4.5	4.7	4.8
Interest Spread	**2.9**	**2.7**	**2.5**	**2.3**	**2.2**	**2.3**
Net Interest Margin	**3.2**	**3.1**	**2.9**	**2.6**	**2.5**	**2.6**
Capitalisation Ratios (%)						
CAR	16.2	16.3	17.2	15.8	14.7	13.9
Tier I	14.0	14.1	14.8	13.6	12.7	12.1
-CET-1	12.2	12.5	13.8	13.2	12.2	11.6
Tier II	2.3	2.2	2.4	2.2	2.0	1.9
Business Ratios (%)						
Loans/Deposit Ratio	78.2	79.8	82.2	85.5	85.3	85.6
CASA Ratio	39.5	38.5	37.8	36.9	34.9	34.9
Cost/Assets	1.7	1.8	1.7	1.6	1.5	1.4
Cost/Total Income	47.7	47.7	47.9	49.1	48.1	46.8
Cost/Core Income	48.7	48.9	49.8	52.4	48.8	47.3
Int. Expense/Int.Income	53.8	60.3	62.0	62.5	64.0	63.8
Fee Income/Total Income	17.4	22.0	21.7	18.7	22.0	21.6
Non Int. Inc./Total Income	19.5	24.5	25.3	24.8	23.4	22.6
Empl. Cost/Total Expense	54.5	56.0	55.6	50.5	49.9	50.1
Efficiency Ratios (INRm)						
Employee per branch (in nos)	9.5	9.2	8.9	8.9	8.9	8.9
Staff cost per employee	1.7	2.1	2.2	2.1	2.1	2.3
CASA per branch (INR m)	576.6	624.0	660.8	704.1	750.9	838.6
Deposits per branch (INR m)	1,460.8	1,619.7	1,747.4	1,906.2	2,151.6	2,402.9
Business per Emp. (INR m)	274.5	317.9	357.5	398.7	449.6	502.8
Profit per Emp. (INR m)	1.8	2.4	2.6	2.6	2.3	2.9
Profitability Ratios and Valuation						
RoE	16.5	17.8	16.7	14.7	12.2	14.4
RoA	1.0	1.2	1.2	1.1	0.85	0.96
RoRWA	2.0	2.3	2.3	2.0	1.6	1.8
Book Value (INR)	183	211	254	287	300	333
- Growth (%)	15.8	15.2	20.3	12.9	4.6	10.8
Price-BV (x)	**1.3**	**1.2**	**1.0**	**0.9**	**0.8**	**0.7**
Adjusted BV (INR)	165	194	235	264	279	310
Price-ABV (x)	**1.5**	**1.3**	**1.0**	**0.9**	**0.9**	**0.8**
EPS (INR)	27.3	34.4	37.8	38.7	35.0	44.5
- Growth (%)	94.0	26.1	10.1	2.2	-9.5	27.1
Price-Earnings (x)	**9.0**	**7.2**	**6.5**	**6.4**	**7.0**	**5.5**
Dividend Per Share (INR)	5.5	7.6	8.3	8.5	10.5	12.1
Dividend Yield (%)	**2.2**	**3.1**	**3.4**	**3.5**	**4.3**	**4.9**

E: MOFSL Estimates

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Registered Office Address: Motilal Oswal Tower, Rahimtullah Sayani Road, Opposite Parel ST Depot, Prabhadevi, Mumbai-400025; Tel No.: 022 - 71934200 / 71934263; www.motilaloswal.com. Correspondence Address: Palm Spring Centre, 2nd Floor, Palm Court Complex, New Link Road, Malad (West), Mumbai- 400 064. Tel No: 022 71881000. Details of Compliance Officer: Neeraj Agarwal, Email Id: na@motilaloswal.com, Contact No.:022-40548085.

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Registration details of group entities.: Motilal Oswal Financial Services Ltd. (MOFSL): INZ000158836 (BSE/NSE/MCX/NCDEX); CDSL and NSDL: IN-DP-16-2015; Research Analyst: INH000000412, BSE enlistment no. 5028, AMFI registered Mutual Fund Distributor and SIF Distributor: ARN .: 146822. IRDA Corporate Agent – CA0579, APMI: APRN00233. Motilal Oswal Financial Services Ltd. is a distributor of Mutual Funds, PMS, Fixed Deposit, Insurance, Bond, NCDs and IPO products.

Customer having any query/feedback/ clarification may write to query@motilaloswal.com. In case of grievances for any of the services rendered by Motilal Oswal Financial Services Limited (MOFSL) write to grievances@motilaloswal.com, for DP to dpgrievances@motilaloswal.com.