

**BANKING**

| Q3FY26 Preview

| 09 January 2026

**Credit momentum and stable AQ to support earnings recovery**

- Credit growth picking up, largely driven by the demand from retail and MSME segments
- Profitability set to improve with NIMs recovery, tight control on opex and lower CC. Asset quality expected to remain stable
- Top picks: ICICIB, KMB and SBIN in large caps, while FB and KVB in midcaps

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**Credit growth picking up while deposit accretion remains tough:** RBI's fortnightly data indicates that system credit growth inched up to 12% YoY, as on Dec 15, 2025 vs 10.4% YoY as on Sep 19, 2025. The loan growth was largely led by retail and MSME segments. Further, business update numbers of our covered mid-size private banks reported credit growth of ~12.8% YoY, while SFBs grew at a high pace of ~21.8% YoY. IIB is the only bank in our coverage, wherein the advances will degrow by ~13.1% YoY. Overall, we expect our coverage banks to report credit growth of ~12.1% YoY/~3.2% QoQ in Q3FY26. We note that deposit growth (+9.4% YoY) continues to lag credit growth, resulting in all-time high loan to deposit ratio (LDR) of 81.6% as on Dec 15, 2025. Deposit growth was largely led by term deposits as business update numbers reflect weak growth in CASA deposits. Moreover, we expect coverage banks to report deposit growth of ~11.3% YoY/~2.8% QoQ in Q3FY26, resulting in high LDR of ~85.1% (+34 bps QoQ).

**NIMs expected to improve QoQ and lower CC to aid in earnings growth:** RBI reduced repo rates by 125bps in CY2025, which resulted in a decline in the WALR on O/S loans by 57bps during Feb-Nov'25. We expect the impact of repo rate cut of 25bps in Dec'25 is likely to be largely seen in Q4FY26. However, NIMs will be cushioned by 100bps CRR cut from Sep'25 and lagged impact of deposit repricing (29bps reduction in WADTDR on O/S TDs during Feb-Nov'25). Hence, NIMs in Q3FY26 are expected to improve marginally for most of the banks under coverage in the range of 2-13bps QoQ. An uptick in credit growth, improvement in NIMs, tight control of operating expenses and likely lower CC are expected to result in a gradual earnings recovery with PAT likely to be up by ~4% YoY in Q3FY26 vs. 0.9% YoY in Q2FY26. We remain watchful on the likely impact of revised labour laws.

**AQ to remain stable with improvement in unsecured retail segment:** We expect the overall AQ of the banks under coverage to remain stable, though gross slippages could increase due to the agri seasonality for some banks. This is likely to be offset by a likely improvement in stress in unsecured segments in Q3FY26. Overall, we remain positive on the sector, given the credit growth picking up, NIMs improving QoQ, stable AQ to result in lower CC and support earnings growth.



**Fig 1 – BOBCAPS Banking Universe: Valuation Snapshot**

Company	CMP	Mcap (Rs bn)	P/ABV (x)		ROA (%)		ROE (%)	
			FY26E	FY27E	FY26E	FY27E	FY26E	FY27E
HDFCB	939	14,565	2.7	2.4	1.8	1.9	13.8	14.7
ICICIBC	1,404	10,257	3.1	2.7	2.3	2.3	16.5	16.6
KMB	2,127	4,243	3.3	2.9	1.9	2.1	11.6	12.7
AXSB	1,272	3,996	2.0	1.7	1.5	1.7	13.1	14.7
AUBANK	999	741	4.0	3.3	1.5	1.7	13.9	16.6
IDFCBK	86	740	1.6	1.5	0.6	1.0	5.5	8.9
IIB	882	688	1.1	1.0	0.2	0.7	1.9	5.8
FB	255	630	1.8	1.6	1.1	1.2	11.3	12.9
KVB	264	265	1.9	1.7	1.7	1.7	17.0	16.9
BANDHAN	144	234	1.0	0.9	0.8	1.3	6.1	10.7
CUBK	281	207	2.0	1.8	1.6	1.6	13.1	13.4
RBK	306	191	1.2	1.1	0.8	1.0	7.3	10.1
UJJIVANS	59	112	1.7	1.5	1.4	1.7	11.1	14.2
EQUITASB	67	76	1.3	1.2	0.3	1.0	2.5	10.7
DCBB	180	58	1.0	0.9	0.9	0.9	11.8	12.9
SBIN	1,001	9,212	1.8	1.6	1.1	1.1	15.8	15.2
CBK	151	1,365	1.3	1.1	1.1	1.1	18.6	17.5

Source: Company, BOBCAPS Research, Priced as of 9th Jan 2026

**Fig 2 – BOBCAPS Banking universe: Q3FY26 estimates**

Ticker	NII (Rs mn)	YoY (%)	QoQ (%)	PPOP (Rs mn)	YoY (%)	QoQ (%)	PAT (Rs mn)	YoY (%)	QoQ (%)
HDFCB	3,25,434	6.2	3.1	2,71,936	8.8	(2.6)	1,80,170	7.7	(3.3)
ICICIBC	2,21,943	9.0	3.1	1,80,106	6.7	4.1	1,24,083	5.2	0.4
KMB	74,139	3.0	1.4	53,737	3.7	2.0	33,985	2.8	4.5
AXSB	1,40,982	3.6	2.6	1,08,796	3.3	4.5	61,026	(3.2)	(3.4)
AUBANK	22,866	13.0	6.6	12,909	7.1	6.7	6,422	21.5	14.5
IDFCBK	53,804	9.8	5.2	20,378	15.9	8.4	5,082	49.7	44.2
IIB	44,048	(15.7)	(0.1)	22,577	(37.3)	10.3	2,423	(82.7)	(155.5)
FB	25,917	6.6	3.9	16,880	7.5	2.7	10,343	8.2	8.3
KVB	11,969	11.0	(5.1)	8,604	5.5	(15.4)	5,604	13.0	(2.4)
BANDHAN	26,968	(4.7)	4.2	14,013	(30.7)	6.9	3,891	(8.8)	247.8
CUBK	7,218	22.8	8.3	5,166	18.5	9.8	3,466	21.2	5.5
RBK	16,310	2.9	5.2	8,389	(15.8)	15.2	2,421	642.0	35.6
UJJIVANS	9,726	9.7	5.5	4,245	18.2	7.4	1,831	68.6	50.5
EQUITASB	8,223	0.5	6.3	2,613	(21.5)	8.6	646	(2.6)	167.6
DCBB	6,245	15.0	4.7	3,231	19.2	6.3	1,852	22.3	0.7
SBIN	4,38,994	5.9	2.1	2,65,504	12.7	(2.8)	1,70,778	1.1	(15.3)
CBK	95,531	4.4	4.5	92,410	17.9	7.6	50,143	22.2	5.0

Source: BOBCAPS Research

### Company-wise expectations

**Fig 3 – HDFCB**

(Rs mn)	Q3FY25	Q2FY25	Q3FY26E	YoY (%)	QOQ (%)
<b>NII</b>	<b>3,06,533</b>	<b>3,15,515</b>	<b>3,25,434</b>	<b>6.2</b>	<b>3.1</b>
Growth (YoY %)	7.7	4.8	6.2	-	-
Other Income	1,14,536	1,43,500	1,31,128	14.5	(8.6)
<b>Net Income</b>	<b>4,21,068</b>	<b>4,59,015</b>	<b>4,56,562</b>	<b>8.4</b>	<b>(0.5)</b>
Growth (YoY %)	6.3	10.3	8.4	-	-
Opex	1,71,064	1,79,779	1,84,627	7.9	2.7
<b>PPOP</b>	<b>2,50,004</b>	<b>2,79,236</b>	<b>2,71,936</b>	<b>8.8</b>	<b>(2.6)</b>
Growth (YoY %)	5.7	13.0	8.8	-	-
Provision	31,539	35,005	34,869	10.6	(0.4)
<b>PAT</b>	<b>1,67,355</b>	<b>1,86,413</b>	<b>1,80,170</b>	<b>7.7</b>	<b>(3.3)</b>
Growth (YoY %)	2.2	10.8	7.7	-	-
Advances	2,51,82,482	2,74,63,598	2,81,79,198	11.9	2.6
Growth (YoY %)	3.0	10.1	11.9	-	-
Deposits	2,56,37,950	2,80,17,888	2,85,95,000	11.5	2.1
Growth (YoY %)	15.8	12.1	11.5	-	-
NIMs	3.4	3.3	3.3	(14bps)	2bps
C-D Ratio	98.2	98.0	98.5	32bps	52bps
C/I ratio	40.6	39.2	40.4	(19bps)	127bps
Credit Cost	0.5	0.5	0.5	(0bps)	(2bps)
GNPA	1.4	1.2	1.3	(15bps)	3bps
NNPA	0.5	0.4	0.4	(5bps)	(1bps)
PCR	67.8	66.6	68.1	27bps	148bps

Source: Company, BOBCAPS Research

**Fig 4 – ICICIBC**

(Rs mn)	Q3FY25	Q2FY25	Q3FY26E	YoY (%)	QOQ (%)
<b>NII</b>	<b>2,03,706</b>	<b>2,15,295</b>	<b>2,22,709</b>	<b>9.3</b>	<b>3.4</b>
Growth (YoY %)	9.1	7.4	9.3	-	-
Other Income	70,681	75,755	78,519	11.1	3.6
<b>Net Income</b>	<b>2,74,387</b>	<b>2,91,050</b>	<b>3,01,228</b>	<b>9.8</b>	<b>3.5</b>
Growth (YoY %)	10.7	6.9	9.8	-	-
Opex	1,05,521	1,18,070	1,21,281	14.9	2.7
<b>PPOP</b>	<b>1,68,866</b>	<b>1,72,980</b>	<b>1,79,946</b>	<b>6.6</b>	<b>4.0</b>
Growth (YoY %)	14.7	3.4	6.6	-	-
Provision	12,267	9,141	16,545	34.9	81.0
<b>PAT</b>	<b>1,17,924</b>	<b>1,23,589</b>	<b>1,22,878</b>	<b>4.2</b>	<b>(0.6)</b>
Growth (YoY %)	14.8	5.2	4.2	-	-
Advances	1,31,43,661	1,40,84,564	1,47,20,900	12.0	4.5
Growth (YoY %)	13.9	10.3	12.0	-	-
Deposits	1,52,03,088	1,61,28,249	1,67,47,011	10.2	3.8
Growth (YoY %)	14.1	7.7	10.2	-	-
NIMs	4.3	4.3	4.3	8bps	3bps
C-D Ratio	86.5	87.3	87.9	145bps	57bps
C/I ratio	38.5	40.6	40.3	181bps	(30bps)
Credit Cost	0.4	0.3	0.5	8bps	19bps
GNPA %	2.0	1.6	1.6	(40bps)	(2bps)
NNPA %	0.4	0.4	0.3	(10bps)	(7bps)
PCR %	78.7	75.6	80.0	126bps	443bps

Source: Company, BOBCAPS Research

**Fig 5 – KMB**

(Rs mn)	Q3FY25	Q2FY25	Q3FY26E	YoY (%)	QOQ (%)
<b>NII</b>	<b>71,963</b>	<b>73,107</b>	<b>74,139</b>	<b>3.0</b>	<b>1.4</b>
Growth (YoY %)	9.8	4.1	3.0	-	-
Other Income	26,228	25,892	29,929	14.1	15.6
<b>Net Income</b>	<b>98,191</b>	<b>98,999</b>	<b>1,04,068</b>	<b>6.0</b>	<b>5.1</b>
Growth (YoY %)	10.9	2.0	6.0	-	-
Opex	46,380	46,317	50,331	8.5	8.7
<b>PPOP</b>	<b>51,810</b>	<b>52,683</b>	<b>53,737</b>	<b>3.7</b>	<b>2.0</b>
Growth (YoY %)	13.5	3.3	3.7	-	-
Provision	7,941	9,474	8,604	8.3	(9.2)
<b>PAT</b>	<b>33,048</b>	<b>32,533</b>	<b>33,985</b>	<b>2.8</b>	<b>4.5</b>
Growth (YoY %)	10.0	(2.7)	2.8	-	-
Advances	41,38,390	46,26,876	48,02,290	16.0	3.8
Growth (YoY %)	0.2	0.2	0.2	-	-
Deposits	47,34,970	52,87,760	54,26,380	14.6	2.6
Growth (YoY %)	15.9	14.6	14.6	-	-
NIMs	<b>4.9</b>	<b>4.5</b>	<b>4.5</b>	<b>(44bps)</b>	<b>(5bps)</b>
C-D Ratio	87.4	87.5	88.5	110bps	100bps
C/I ratio	47.2	46.8	48.4	113bps	158bps
Credit Cost	0.8	0.9	0.7	(7bps)	(12bps)
GNPA %	1.5	1.4	1.3	(16bps)	(5bps)
NNPA %	0.4	0.3	0.3	(10bps)	(1bps)
PCR %	73.2	77.0	77.3	413bps	31bps

Source: Company, BOBCAPS Research

**Fig 6 – AXSB**

(Rs mn)	Q3FY25	Q2FY25	Q3FY26E	YoY (%)	QOQ (%)
<b>NII</b>	<b>1,36,059</b>	<b>1,37,446</b>	<b>1,40,982</b>	<b>3.6</b>	<b>2.6</b>
Growth (YoY %)	8.6	1.9	3.6	-	-
Other Income	59,722	66,246	68,032	1,391.4	2.7
<b>Net Income</b>	<b>1,95,781</b>	<b>2,03,691</b>	<b>2,09,014</b>	<b>6.8</b>	<b>2.6</b>
Growth (YoY %)	8.2	0.8	6.8	-	-
Opex	90,442	99,566	1,00,218	10.8	0.7
<b>PPOP</b>	<b>1,05,339</b>	<b>1,04,125</b>	<b>1,08,796</b>	<b>3.3</b>	<b>4.5</b>
Growth (YoY %)	15.2	(2.8)	3.3	-	-
Provision	21,556	35,470	27,644	28.2	(22.1)
<b>PAT</b>	<b>63,038</b>	<b>50,896</b>	<b>61,026</b>	<b>(3.2)</b>	<b>19.9</b>
Growth (YoY %)	3.8	(26.4)	(3.2)	-	-
Advances	1,01,45,641	1,11,67,030	1,15,76,177	14.1	3.7
Growth (YoY %)	8.8	11.7	14.1	-	-
Deposits	1,09,58,828	1,20,34,869	1,26,07,803	15.0	4.8
Growth (YoY %)	9.1	10.7	15.0	-	-
NIMs	<b>3.9</b>	<b>3.7</b>	<b>3.7</b>	<b>(26bps)</b>	<b>(6bps)</b>
C-D Ratio	92.6	92.8	91.8	(76bps)	(97bps)
C/I ratio	46.2	48.9	47.9	175bps	(93bps)
Credit Cost	0.9	1.3	1.0	11bps	(37bps)
GNPA %	1.5	1.5	1.5	8bps	8bps
NNPA %	0.4	0.4	0.4	9bps	(0bps)
PCR %	76.2	70.5	72.0	(418bps)	155bps

Source: Company, BOBCAPS Research

**Fig 7 – AUBANK**

(Rs mn)	Q3FY25	Q2FY25	Q3FY26E	YoY (%)	QOQ (%)
<b>NII</b>	<b>20,227</b>	<b>21,444</b>	<b>22,866</b>	<b>13.0</b>	<b>6.6</b>
Growth (YoY %)	52.7	8.6	13.0	-	-
Other Income	6,184	7,126	7,460	20.6	4.7
<b>Net Income</b>	<b>26,411</b>	<b>28,570</b>	<b>30,325</b>	<b>14.8</b>	<b>6.1</b>
Growth (YoY %)	49.5	9.4	14.8	-	-
Opex	14,362	16,473	17,416	21.3	5.7
<b>PPOP</b>	<b>12,049</b>	<b>12,097</b>	<b>12,909</b>	<b>7.1</b>	<b>6.7</b>
Growth (YoY %)	85.5	6.9	7.1	-	-
Provision	5,017	4,808	4,459	(11.1)	(7.3)
<b>PAT</b>	<b>5,284</b>	<b>5,609</b>	<b>6,422</b>	<b>21.5</b>	<b>14.5</b>
Growth (YoY %)	40.8	(1.8)	21.5	-	-
Advances	9,95,590	11,57,050	12,21,060	22.6	5.5
Growth (YoY %)	49.2	22.0	22.6	-	-
Deposits	11,22,600	13,25,092	13,84,200	23.3	4.5
Growth (YoY %)	40.1	20.8	23.3	-	-
NIMs	<b>5.9</b>	<b>5.5</b>	<b>5.6</b>	<b>(30bps)</b>	<b>10bps</b>
C-D Ratio	88.7	87.3	88.2	(47bps)	90bps
C/I ratio	54.4	57.7	57.4	305bps	(23bps)
Credit Cost	2.0	1.7	1.5	(52bps)	(16bps)
GNPA %	2.3	2.4	2.3	(5bps)	(15bps)
NNPA %	0.9	0.9	0.8	(9bps)	(6bps)
PCR %	61.2	64.2	64.3	308bps	12bps

Source: Company, BOBCAPS Research

**Fig 8 – IDFCFB**

(Rs mn)	Q3FY25	Q2FY25	Q3FY26E	YoY (%)	QOQ (%)
<b>NII</b>	<b>49,021</b>	<b>51,126</b>	<b>53,804</b>	<b>9.8</b>	<b>5.2</b>
Growth (YoY %)	14.4	6.8	9.8	-	-
Other Income	17,799	18,915	20,147	13.2	6.5
<b>Net Income</b>	<b>66,819</b>	<b>70,040</b>	<b>73,951</b>	<b>10.7</b>	<b>5.6</b>
Growth (YoY %)	15.1	7.5	10.7	-	-
Opex	49,230	51,239	53,573	8.8	4.6
<b>PPOP</b>	<b>17,589</b>	<b>18,801</b>	<b>20,378</b>	<b>15.9</b>	<b>8.4</b>
Growth (YoY %)	12.6	(4.2)	15.9	-	-
Provision	13,379	14,519	13,945	4.2	(4.0)
<b>PAT</b>	<b>3,394</b>	<b>3,523</b>	<b>5,082</b>	<b>49.7</b>	<b>44.2</b>
Growth (YoY %)	(52.6)	75.5	49.7	-	-
Advances	22,31,039	25,71,007	26,78,140	20.0	4.2
Growth (YoY %)	20.3	19.5	20.0	-	-
Deposits	23,68,778	27,67,713	28,79,435	21.6	4.0
Growth (YoY %)	29.8	23.8	21.6	-	-
NIMs	<b>6.0</b>	<b>5.6</b>	<b>5.6</b>	<b>(41bps)</b>	<b>3bps</b>
C-D Ratio	94.2	92.9	93.0	(118bps)	12bps
C/I ratio	73.7	73.2	72.4	(123bps)	(71bps)
Credit Cost	2.4	2.3	2.1	(32bps)	(19bps)
GNPA %	1.9	1.9	1.8	(12bps)	(4bps)
NNPA %	0.5	0.5	0.5	(1bps)	(1bps)
PCR %	73.6	72.2	72.3	(129bps)	9bps

Source: Company, BOBCAPS Research

**Fig 9 – IIB (Consolidated)**

(Rs mn)	Q3FY25	Q2FY25	Q3FY26E	YoY (%)	QOQ (%)
<b>NII</b>	<b>52,281</b>	<b>44,094</b>	<b>44,048</b>	(15.7)	(0.1)
Growth (YoY %)	(1.3)	(17.5)	(15.7)	-	-
Other Income	23,550	16,513	18,271	(22.4)	10.6
<b>Net Income</b>	<b>75,831</b>	<b>60,607</b>	<b>62,319</b>	(17.8)	<b>2.8</b>
Growth (YoY %)	(1.4)	(19.5)	(17.8)	-	-
Opex	39,825	40,133	39,743	(0.2)	(1.0)
<b>PPOP</b>	<b>36,007</b>	<b>20,473</b>	<b>22,577</b>	(37.3)	<b>10.3</b>
Growth (YoY %)	(10.9)	(43.1)	(37.3)	-	-
Provision	17,436	26,312	19,342	10.9	(26.5)
<b>PAT</b>	<b>14,024</b>	<b>(4,369)</b>	<b>2,423</b>	(82.7)	<b>(155.5)</b>
Growth (YoY %)	(39.1)	(132.8)	(82.7)	-	-
Advances	36,68,890	32,58,807	31,88,440	(13.1)	(2.2)
Growth (YoY %)	12.2	(8.8)	(13.1)	-	-
Deposits	40,94,380	38,96,001	39,40,220	(3.8)	1.1
Growth (YoY %)	11.0	(5.5)	(3.8)	-	-
NIMs	<b>3.9</b>	<b>3.3</b>	<b>3.4</b>	<b>(53bps)</b>	<b>8bps</b>
C-D Ratio	89.6	83.6	80.9	(869bps)	(272bps)
C/I ratio	52.5	66.2	63.8	1,125bps	(245bps)
Credit Cost	1.9	3.2	2.4	47bps	(79bps)
GNPA %	2.3	3.6	3.6	137bps	2bps
NNPA %	0.7	1.0	1.0	31bps	(6bps)
PCR %	70.2	71.8	73.5	330bps	169bps

Source: Company, BOBCAPS Research

**Fig 10 – FB**

(Rs mn)	Q3FY25	Q2FY25	Q3FY26E	YoY (%)	QOQ (%)
<b>NII</b>	<b>24,314</b>	<b>24,952</b>	<b>26,055</b>	<b>7.2</b>	<b>4.4</b>
Growth (YoY %)	14.5	5.4	7.2	-	-
Other Income	9,162	10,822	10,772	17.6	(0.5)
<b>Net Income</b>	<b>33,476</b>	<b>35,774</b>	<b>36,826</b>	<b>10.0</b>	<b>2.9</b>
Growth (YoY %)	12.1	7.4	10.0	-	-
Opex	17,781	19,332	19,905	11.9	3.0
<b>PPOP</b>	<b>15,696</b>	<b>16,442</b>	<b>16,921</b>	<b>7.8</b>	<b>2.9</b>
Growth (YoY %)	9.2	5.0	7.8	-	-
Provision	2,923	3,631	3,096	5.9	(14.7)
<b>PAT</b>	<b>9,555</b>	<b>9,553</b>	<b>10,341</b>	<b>8.2</b>	<b>8.3</b>
Growth (YoY %)	(5.1)	(9.6)	8.2	-	-
Advances	23,03,700	24,46,571	25,07,310	8.8	2.5
Growth (YoY %)	15.7	6.2	8.8	-	-
Deposits	26,63,750	28,89,196	29,85,868	12.1	3.3
Growth (YoY %)	11.2	7.4	12.1	-	-
NIMs	<b>3.1</b>	<b>3.1</b>	<b>3.1</b>	<b>2bps</b>	<b>7bps</b>
C-D Ratio	86.5	84.7	84.0	(251bps)	(71bps)
C/I ratio	53.1	54.0	54.1	94bps	1bps
Credit Cost	0.5	0.6	0.5	(1bps)	(10bps)
GNPA %	2.0	1.8	1.8	(13bps)	(1bps)
NNPA %	0.5	0.5	0.4	(6bps)	(5bps)
PCR %	75.2	74.3	76.5	134bps	221bps

Source: Company, BOBCAPS Research

**Fig 11 – KVB**

(Rs mn)	Q3FY25	Q2FY25	Q3FY26E	YoY (%)	QOQ (%)
<b>NII</b>	<b>10,788</b>	<b>12,612</b>	<b>11,969</b>	<b>11.0</b>	<b>(5.1)</b>
Growth (YoY %)	7.7	19.0	11.0	-	-
Other Income	4,674	5,123	4,698	0.5	(8.3)
<b>Net Income</b>	<b>15,462</b>	<b>17,735</b>	<b>16,667</b>	<b>7.8</b>	<b>(6.0)</b>
Growth (YoY %)	13.8	15.8	7.8	-	-
Opex	7,310	7,561	8,064	10.3	6.6
<b>PPOP</b>	<b>8,153</b>	<b>10,174</b>	<b>8,604</b>	<b>5.5</b>	<b>(15.4)</b>
Growth (YoY %)	20.6	24.6	5.5	-	-
Provision	1,474	2,744	1,132	(23.2)	(58.8)
<b>PAT</b>	<b>4,960</b>	<b>5,740</b>	<b>5,604</b>	<b>13.0</b>	<b>(2.4)</b>
Growth (YoY %)	20.5	21.2	13.0	-	-
Advances	8,23,020	9,21,849	9,64,168	17.2	4.6
Growth (YoY %)	14.6	15.8	17.2	-	-
Deposits	9,91,550	11,04,916	11,45,950	15.6	3.7
Growth (YoY %)	15.7	15.3	15.6	-	-
NIMs	<b>4.0</b>	<b>3.8</b>	<b>3.7</b>	<b>(33bps)</b>	<b>(6bps)</b>
C-D Ratio	83.0	83.4	84.1	113bps	71bps
C/I ratio	47.3	42.6	48.4	111bps	575bps
Credit Cost	0.7	1.2	0.5	(26bps)	(75bps)
GNPA %	0.8	0.8	0.7	(12bps)	(5bps)
NNPA %	0.2	0.2	0.2	(2bps)	(1bps)
PCR %	75.9	75.2	75.0	(90bps)	(17bps)

Source: Company, BOBCAPS Research

**Fig 12 – BANDHAN**

(Rs mn)	Q3FY25	Q2FY25	Q3FY26E	YoY (%)	QOQ (%)
<b>NII</b>	<b>28,303</b>	<b>25,886</b>	<b>26,968</b>	<b>(4.7)</b>	<b>4.2</b>
Growth (YoY %)	12.1	(12.2)	(4.7)	-	-
Other Income	10,959	5,464	6,061	(44.7)	10.9
<b>Net Income</b>	<b>39,261</b>	<b>31,350</b>	<b>33,029</b>	<b>(15.9)</b>	<b>5.4</b>
Growth (YoY %)	27.9	(11.5)	(15.9)	-	-
Opex	19,048	18,246	19,016	(0.2)	4.2
<b>PPOP</b>	<b>20,214</b>	<b>13,104</b>	<b>14,013</b>	<b>(30.7)</b>	<b>6.9</b>
Growth (YoY %)	22.1	(29.4)	(30.7)	-	-
Provision	13,760	11,526	8,825	(35.9)	(23.4)
<b>PAT</b>	<b>4,265</b>	<b>1,119</b>	<b>3,891</b>	<b>(8.8)</b>	<b>247.8</b>
Growth (YoY %)	(41.8)	(88.1)	(8.8)	-	-
Advances	12,73,800	13,45,928	14,01,180	10.0	4.1
Growth (YoY %)	15.6	6.8	10.0	-	-
Deposits	14,10,000	15,80,746	15,67,230	11.2	(0.9)
Growth (YoY %)	20.1	10.9	11.2	-	-
NIMs	<b>6.9</b>	<b>5.8</b>	<b>5.8</b>	<b>(106bps)</b>	<b>4bps</b>
C-D Ratio	90.3	85.1	89.4	(94bps)	426bps
C/I ratio	48.5	58.2	57.6	906bps	(63bps)
Credit Cost	4.3	3.5	2.6	(177bps)	(93bps)
GNPA %	4.7	5.0	4.4	(31bps)	(65bps)
NNPA %	1.3	1.4	1.2	(9bps)	(18bps)
PCR %	73.5	73.7	73.7	15bps	(6bps)

Source: Company, BOBCAPS Research

**Fig 13 – CUBK**

(Rs mn)	Q3FY25	Q2FY25	Q3FY26E	YoY (%)	QOQ (%)
<b>NII</b>	<b>5,877</b>	<b>6,665</b>	<b>7,218</b>	<b>22.8</b>	<b>8.3</b>
Growth (YoY %)	13.9	14.4	22.8	-	-
Other Income	2,284	2,591	2,592	13.5	0.0
<b>Net Income</b>	<b>8,161</b>	<b>9,257</b>	<b>9,809</b>	<b>20.2</b>	<b>6.0</b>
Growth (YoY %)	15.1	14.4	20.2	-	-
Opex	3,801	4,551	4,643	22.1	2.0
<b>PPOP</b>	<b>4,360</b>	<b>4,706</b>	<b>5,166</b>	<b>18.5</b>	<b>9.8</b>
Growth (YoY %)	19.8	9.9	18.5	-	-
Provision	750	570	790	5.4	38.6
<b>PAT</b>	<b>2,860</b>	<b>3,286</b>	<b>3,466</b>	<b>21.2</b>	<b>5.5</b>
Growth (YoY %)	13.0	15.2	21.2	-	-
Advances	4,94,178	5,66,809	5,82,636	17.9	2.8
Growth (YoY %)	15.0	18.6	17.9	-	-
Deposits	5,82,713	6,94,860	7,13,823	22.5	2.7
Growth (YoY %)	10.5	21.1	22.5	-	-
NIMs	<b>3.6</b>	<b>3.6</b>	<b>3.6</b>	<b>4bps</b>	<b>(1bps)</b>
C-D Ratio	84.8	81.6	81.6	(318bps)	5bps
C/I ratio	46.6	49.2	47.3	76bps	(183bps)
Credit Cost	0.6	0.4	0.6	(8bps)	12bps
GNPA %	3.4	2.4	2.3	(105bps)	(11bps)
NNPA %	1.4	0.9	0.9	(57bps)	(5bps)
PCR %	58.6	63.2	63.6	504bps	41bps

Source: Company, BOBCAPS Research

**Fig 14 – RBK**

(Rs mn)	Q3FY25	Q2FY25	Q3FY26E	YoY (%)	QOQ (%)
<b>NII</b>	<b>15,851</b>	<b>15,507</b>	<b>16,310</b>	<b>2.9</b>	<b>5.2</b>
Growth (YoY %)	2.5	(4.0)	2.9	-	-
Other Income	10,733	9,327	10,297	(4.1)	10.4
<b>Net Income</b>	<b>26,584</b>	<b>24,834</b>	<b>26,607</b>	<b>0.1</b>	<b>7.1</b>
Growth (YoY %)	14.4	(2.3)	0.1	-	-
Opex	16,618	17,550	18,218	9.6	3.8
<b>PPOP</b>	<b>9,966</b>	<b>7,284</b>	<b>8,389</b>	<b>(15.8)</b>	<b>15.2</b>
Growth (YoY %)	30.2	(19.9)	(15.8)	-	-
Provision	11,889	4,997	5,245	(55.9)	5.0
<b>PAT</b>	<b>326</b>	<b>1,785</b>	<b>2,421</b>	<b>642.0</b>	<b>35.6</b>
Growth (YoY %)	(86.0)	(19.8)	642.0	-	-
Advances	9,04,120	10,05,286	10,21,656	13.0	1.6
Growth (YoY %)	13.1	14.4	13.0	-	-
Deposits	10,67,530	11,66,674	11,97,210	12.1	2.6
Growth (YoY %)	15.1	8.1	12.1	-	-
NIMs	<b>4.9</b>	<b>4.5</b>	<b>4.6</b>	<b>(27bps)</b>	<b>12bps</b>
C-D Ratio	84.7	86.2	85.3	64bps	(83bps)
C/I ratio	62.5	70.7	68.5	596bps	(220bps)
Credit Cost	5.3	2.1	2.1	(326bps)	2bps
GNPA %	2.9	2.3	2.1	(87bps)	(27bps)
NNPA %	0.5	0.6	0.5	(7bps)	(11bps)
PCR %	82.2	75.9	78.0	(417bps)	208bps

Source: Company, BOBCAPS Research

**Fig 15 – UJJIVANS**

(Rs mn)	Q3FY25	Q2FY25	Q3FY26E	YoY (%)	QOQ (%)
<b>NII</b>	<b>8,867</b>	<b>9,217</b>	<b>9,726</b>	<b>9.7</b>	<b>5.5</b>
Growth (YoY %)	3.1	(2.3)	9.7	-	-
Other Income	1,722	2,564	2,527	46.8	(1.4)
<b>Net Income</b>	<b>10,589</b>	<b>11,780</b>	<b>12,252</b>	<b>15.7</b>	<b>4.0</b>
Growth (YoY %)	1.4	2.3	15.7	-	-
Opex	6,997	7,828	8,008	14.4	2.3
<b>PPOP</b>	<b>3,592</b>	<b>3,952</b>	<b>4,245</b>	<b>18.2</b>	<b>7.4</b>
Growth (YoY %)	(21.5)	(14.2)	18.2	-	-
Provision	2,228	2,350	1,833	(17.7)	(22.0)
<b>PAT</b>	<b>1,086</b>	<b>1,217</b>	<b>1,831</b>	<b>68.6</b>	<b>50.5</b>
Growth (YoY %)	(63.8)	(47.8)	68.6	-	-
Advances	2,96,210	3,38,076	3,60,191	21.6	6.5
Growth (YoY %)	15.6	15.9	21.6	-	-
Deposits	3,44,940	3,92,109	4,22,190	22.4	7.7
Growth (YoY %)	16.3	15.1	22.4	-	-
NIMs	<b>8.6</b>	<b>7.9</b>	<b>8.0</b>	<b>(57bps)</b>	<b>13bps</b>
C-D Ratio	85.9	86.2	85.3	(56bps)	(90bps)
C/I ratio	66.1	66.4	65.4	(72bps)	(109bps)
Credit Cost	3.1	2.9	2.1	(95bps)	(79bps)
GNPA %	2.7	2.5	2.4	(29bps)	(6bps)
NNPA %	0.6	0.7	0.6	8bps	(3bps)
PCR %	79.7	73.3	73.5	(617bps)	19bps

Source: Company, BOBCAPS Research

**Fig 16 – EQUITASB**

(Rs mn)	Q3FY25	Q2FY25	Q3FY26E	YoY (%)	QOQ (%)
<b>NII</b>	<b>8,184</b>	<b>7,737</b>	<b>8,223</b>	<b>0.5</b>	<b>6.3</b>
Growth (YoY %)	4.2	(3.6)	0.5	-	-
Other Income	2,384	2,289	2,358	(1.1)	3.0
<b>Net Income</b>	<b>10,568</b>	<b>10,026</b>	<b>10,582</b>	<b>0.1</b>	<b>5.5</b>
Growth (YoY %)	6.7	(3.7)	0.1	-	-
Opex	7,239	7,621	7,969	10.1	4.6
<b>PPOP</b>	<b>3,329</b>	<b>2,406</b>	<b>2,613</b>	<b>(21.5)</b>	<b>8.6</b>
Growth (YoY %)	(7.6)	(31.2)	(21.5)	-	-
Provision	2,431	2,070	1,752	(27.9)	(15.4)
<b>PAT</b>	<b>663</b>	<b>241</b>	<b>646</b>	<b>(2.6)</b>	<b>167.6</b>
Growth (YoY %)	(67.2)	87.4	(2.6)	-	-
Advances	3,53,860	3,63,523	4,01,631	13.5	10.5
Growth (YoY %)	21.1	7.0	13.5	-	-
Deposits	4,07,380	4,40,935	4,36,680	7.2	(1.0)
Growth (YoY %)	25.8	10.6	7.2	-	-
NIMs	<b>7.4</b>	<b>6.3</b>	<b>6.4</b>	<b>(102bps)</b>	<b>8bps</b>
C-D Ratio	86.9	82.4	92.0	511bps	953bps
C/I ratio	68.5	76.0	75.3	680bps	(70bps)
Credit Cost	2.9	2.4	1.8	(103bps)	(55bps)
GNPA %	3.0	2.8	2.8	(16bps)	(1bps)
NNPA %	1.0	1.0	0.9	(4bps)	(3bps)

Source: Company, BOBCAPS Research

**Fig 17 – DCBB**

(Rs mn)	Q3FY25	Q2FY25	Q3FY26E	YoY (%)	QOQ (%)
<b>NII</b>	<b>5,429</b>	<b>5,962</b>	<b>6,245</b>	<b>15.0</b>	<b>4.7</b>
Growth (YoY %)	14.5	17.1	15.0	-	-
Other Income	1,841	1,861	2,024	10.0	8.8
<b>Net Income</b>	<b>7,269</b>	<b>7,823</b>	<b>8,269</b>	<b>13.8</b>	<b>5.7</b>
Growth (YoY %)	21.6	9.6	13.8	-	-
Opex	4,558	4,784	5,038	10.5	5.3
<b>PPOP</b>	<b>2,711</b>	<b>3,039</b>	<b>3,231</b>	<b>19.2</b>	<b>6.3</b>
Growth (YoY %)	28.2	19.1	19.2	-	-
Provision	672	605	735	9.4	21.4
<b>PAT</b>	<b>1,514</b>	<b>1,839</b>	<b>1,852</b>	<b>22.3</b>	<b>0.7</b>
Growth (YoY %)	19.6	18.3	22.3	-	-
Advances	4,77,800	5,29,745	5,59,269	17.1	5.6
Growth (YoY %)	22.7	19.1	17.1	-	-
Deposits	5,66,780	6,47,765	6,68,905	18.0	3.3
Growth (YoY %)	20.3	18.8	18.0	-	-
NIMs	<b>3.3</b>	<b>3.2</b>	<b>3.3</b>	<b>(4bps)</b>	<b>3bps</b>
C-D Ratio	84.3	81.8	83.6	(69bps)	183bps
C/I ratio	62.7	61.2	60.9	(178bps)	(23bps)
Credit Cost	0.6	0.5	0.5	(4bps)	8bps
GNPA %	3.1	2.9	2.8	(27bps)	(7bps)
NNPA %	1.2	1.2	1.2	(3bps)	(6bps)
PCR %	62.9	59.2	60.0	(293bps)	85bps

Source: Company, BOBCAPS Research

**Fig 18 – SBIN**

(Rs mn)	Q3FY25	Q2FY25	Q3FY26E	YoY (%)	QOQ (%)
<b>NII</b>	<b>4,14,455</b>	<b>4,29,841</b>	<b>4,38,994</b>	<b>5.9</b>	<b>2.1</b>
Growth (YoY %)	4.1	3.3	5.9	-	-
Other Income	1,10,408	1,53,255	1,43,237	29.7	(6.5)
<b>Net Income</b>	<b>5,24,863</b>	<b>5,83,096</b>	<b>5,82,231</b>	<b>10.9</b>	<b>(0.1)</b>
Growth (YoY %)	2.4	2.5	10.9	-	-
Opex	2,89,355	3,09,987	3,16,727	9.5	2.2
<b>PPOP</b>	<b>2,35,508</b>	<b>2,73,109</b>	<b>2,65,504</b>	<b>12.7</b>	<b>(2.8)</b>
Growth (YoY %)	15.8	(6.8)	12.7	-	-
Provision	9,111	54,001	36,580	301.5	(32.3)
<b>PAT</b>	<b>1,68,914</b>	<b>2,01,597</b>	<b>1,70,778</b>	<b>1.1</b>	<b>(15.3)</b>
Growth (YoY %)	3.9	10.0	1.1	-	-
Advances	4,00,45,669	4,36,17,370	4,50,60,725	12.5	3.3
Growth (YoY %)	13.8	13.1	12.5	-	-
Deposits	5,22,93,845	5,59,17,000	5,75,24,888	10.0	2.9
Growth (YoY %)	9.8	9.3	10.0	-	-
NIMs	<b>3.1</b>	<b>3.0</b>	<b>2.9</b>	<b>(17bps)</b>	<b>(2bps)</b>
C-D Ratio	76.6	78.0	78.3	175bps	33bps
C/I ratio	55.1	53.2	54.4	(73bps)	124bps
Credit Cost	0.1	0.5	0.3	24bps	(17bps)
GNPA %	2.1	1.7	1.6	(42bps)	(8bps)
NNPA %	0.5	0.4	0.4	(13bps)	(2bps)
PCR %	74.7	75.8	75.9	124bps	11bps

Source: Company, BOBCAPS Research

**Fig 19 – CBK**

(Rs mn)	Q3FY25	Q2FY25	Q3FY26E	YoY (%)	QOQ (%)
<b>NII</b>	<b>91,486</b>	<b>91,412</b>	<b>95,531</b>	<b>4.4</b>	<b>4.5</b>
Growth (YoY %)	(2.9)	(1.9)	4.4	-	-
Other Income	58,022	70,538	74,688	28.7	5.9
<b>Net Income</b>	<b>1,49,508</b>	<b>1,61,950</b>	<b>1,70,219</b>	<b>13.9</b>	<b>5.1</b>
Growth (YoY %)	9.0	13.3	13.9	-	-
Opex	71,141	76,069	77,809	9.4	2.3
<b>PPOP</b>	<b>78,367</b>	<b>85,881</b>	<b>92,410</b>	<b>17.9</b>	<b>7.6</b>
Growth (YoY %)	15.2	12.2	17.9	-	-
Provision	23,983	23,542	25,373	5.8	7.8
<b>PAT</b>	<b>41,042</b>	<b>47,740</b>	<b>50,143</b>	<b>22.2</b>	<b>5.0</b>
Growth (YoY %)	12.3	18.9	22.2	-	-
Advances	1,02,37,269	1,13,01,139	1,15,83,469	13.2	2.5
Growth (YoY %)	11.2	14.8	13.2	-	-
Deposits	1,36,94,647	1,52,79,219	1,54,74,951	13.0	1.3
Growth (YoY %)	8.4	13.4	13.0	-	-
<b>NIMs</b>	<b>2.7</b>	<b>2.5</b>	<b>2.5</b>	<b>(17bps)</b>	<b>4bps</b>
C-D Ratio	74.8	74.0	74.9	10bps	89bps
C/I ratio	47.6	47.0	45.7	(187bps)	(126bps)
Credit Cost	1.0	0.9	0.9	(7bps)	3bps
GNPA %	3.3	2.4	2.1	(120bps)	(21bps)
NNPA %	0.9	0.5	0.5	(40bps)	(5bps)
PCR %	74.1	77.4	77.5	340bps	11bps

Source: Company, BOBCAPS Research

## Glossary

### Glossary of Abbreviations

<b>AUCA</b>	Advance Under Collection Account	<b>MSME</b>	Micro, Small and Medium Enterprises
<b>AIF</b>	Alternative Investment Fund	<b>MTM</b>	Mark to Market
<b>CASA</b>	Current Account and Savings Account	<b>NII</b>	Net Interest Income
<b>CAR</b>	Capital Adequacy Ratio	<b>NIM</b>	Net Interest Margin
<b>CET1</b>	Common Equity Tier 1	<b>NNPA</b>	Net Non-Performing Assets
<b>C-D</b>	Credit-Deposit Ratio	<b>PCR</b>	Provision Coverage Ratio
<b>CoF</b>	Cost of Funds	<b>PPOP</b>	Pre-Provision Operating Profit
<b>C/I</b>	Cost-Income Ratio	<b>PSU</b>	Public Sector Unit
<b>EBLR</b>	External Benchmark-based Lending Rate	<b>RBI</b>	Reserve Bank of India
<b>ECL</b>	Expected Credit Loss	<b>RWA</b>	Risk-weighted Assets
<b>GNPA</b>	Gross Non-Performing Assets	<b>SLR</b>	Statutory Liquidity Ratio
<b>LCR</b>	Liquidity Coverage Ratio	<b>SMA</b>	Special Mention Account
<b>MCLR</b>	Marginal Cost of Funds-based Lending Rate	<b>SME</b>	Small and Medium-sized Enterprises
<b>MFI</b>	Microfinance Institution		

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