

## 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: ICICIBC, KMB and SBIN in large caps, while FB and KVB in midcaps

Niraj Jalan  
 Research Analyst  
 Vijiya Rao  
 Research Analyst  
 research@bobcaps.in

**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
ICICIB	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)
ICICIB	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	<b>3.4</b>	<b>3.3</b>	<b>3.3</b>	<b>(14bps)</b>	<b>2bps</b>
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 – ICICIB**

(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	<b>4.3</b>	<b>4.3</b>	<b>4.3</b>	<b>8bps</b>	<b>3bps</b>
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	-	-
<b>NIMs</b>	<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	-	-
<b>NIMs</b>	<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>	<b>(15.7)</b>	<b>(0.1)</b>
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>	<b>(17.8)</b>	<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>	<b>(37.3)</b>	<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>	<b>(82.7)</b>	<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	-	-
<b>NIMs</b>	<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	-	-
<b>NIMs</b>	<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	-	-
<b>NIMs</b>	<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	-	-
<b>NIMs</b>	<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	-	-
NIMs	<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		

**NOT FOR DISTRIBUTION, DIRECTLY OR INDIRECTLY, IN OR INTO THE UNITED STATES OF AMERICA ("US") OR IN OR INTO ANY OTHER JURISDICTION IF SUCH AN ACTION IS PROHIBITED BY APPLICABLE LAW.**

## Disclaimer

Name of the Research Entity: **BOB Capital Markets Limited**

Registered office Address: **1704, B Wing, Parinee Crescenzo, G Block, BKC, Bandra East, Mumbai 400051**

SEBI Research Analyst Registration No: **INH000000040 valid till 03 February 2025**

Brand Name: **BOBCAPS**

Trade Name: **www.barodaetrade.com**

CIN: **U65999MH1996GOI098009**



Investments in securities market are subject to market risks. Read all the related documents carefully before investing.

Registration granted by SEBI and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors.

### **Recommendation scale: Recommendations and Absolute returns (%) over 12 months**

**BUY** – Expected return >+15%

**HOLD** – Expected return from -6% to +15%

**SELL** – Expected return <-6%

**Note:** Recommendation structure changed with effect from 21 June 2021

Our recommendation scale does not factor in short-term stock price volatility related to market fluctuations. Thus, our recommendations may not always be strictly in line with the recommendation scale as shown above.

### **Analyst certification**

The research analyst(s) authoring this report hereby certifies that (1) all of the views expressed in this research report accurately reflect his/her personal views about the subject company or companies and its or their securities, and (2) no part of his/her compensation was, is, or will be, directly or indirectly, related to the specific recommendation(s) or view(s) in this report. Analysts are not registered as research analysts by FINRA and are not associated persons of BOB Capital Markets Limited (BOBCAPS).

### **General disclaimers**

BOBCAPS is engaged in the business of Stock Broking and Investment Banking. BOBCAPS is a member of the National Stock Exchange of India Limited and BSE Limited and is also a SEBI-registered Category I Merchant Banker. BOBCAPS is a wholly owned subsidiary of Bank of Baroda which has its various subsidiaries engaged in the businesses of stock broking, lending, asset management, life insurance, health insurance and wealth management, among others.

BOBCAPS's activities have neither been suspended nor has it defaulted with any stock exchange authority with whom it has been registered in the last five years. BOBCAPS has not been debarred from doing business by any stock exchange or SEBI or any other authority. No disciplinary action has been taken by any regulatory authority against BOBCAPS affecting its equity research analysis activities.

BOBCAPS is also a SEBI-registered intermediary for the broking business having SEBI Single Registration Certificate No.: INZ000159332 dated 20 November 2017.

BOBCAPS prohibits its analysts, persons reporting to analysts, and members of their households from maintaining a financial interest in the securities or derivatives of any companies that the analysts cover. Additionally, BOBCAPS prohibits its analysts and persons reporting to analysts from serving as an officer, director, or advisory board member of any companies that the analysts cover.

Our salespeople, traders, and other professionals may provide oral or written market commentary or trading strategies to our clients that reflect opinions contrary to the opinions expressed herein, and our proprietary trading and investing businesses may make investment decisions that are inconsistent with the recommendations expressed herein. In reviewing these materials, you should be aware that any or all of the foregoing, among other things, may give rise to real or potential conflicts of interest. Additionally, other important information regarding our relationships with the company or companies that are the subject of this material is provided herein.

This material should not be construed as an offer to sell or the solicitation of an offer to buy any security in any jurisdiction. We are not soliciting any action based on this material. It is for the general information of BOBCAPS's clients. It does not constitute a personal recommendation or take into account the particular investment objectives, financial situations, or needs of individual clients. Before acting on any advice or recommendation in this material, clients should consider whether it is suitable for their particular circumstances and, if necessary, seek professional advice. BOBCAPS research reports follow rules laid down by Securities and Exchange Board of India and individuals employed as research analysts are separate from other employees who are performing sales trading, dealing, corporate finance advisory or any other activity that may affect the independence of its research reports.

The price and value of the investments referred to in this material and the income from them may go down as well as up, and investors may realize losses on any investments. Past performance is not a guide for future performance, future returns are not guaranteed and a loss of original capital may occur. BOBCAPS does not provide tax advice to its clients, and all investors are strongly advised to consult with their tax advisers regarding any potential investment in certain transactions — including those involving futures, options, and other derivatives as well as non-investment-grade securities — that give rise to substantial risk and are not suitable for all investors. The material is based on information that we consider reliable, but we do not represent that it is accurate or complete, and it should not be relied on as such. Opinions expressed are our current opinions as of the date appearing on this material only. We endeavour to update on a reasonable basis the information discussed in this material, but regulatory, compliance, or other reasons may prevent us from doing so.

We and our affiliates, officers, directors, and employees, including persons involved in the preparation or issuance of this material, may from time to time have "long" or "short" positions in, act as principal in, and buy or sell the securities or derivatives thereof of companies mentioned herein and may from time to time add to or dispose of any such securities (or investment). We and our affiliates may assume an underwriting commitment in the securities of companies discussed in this document (or in related investments), may sell them to or buy them from customers on a principal basis, and may also perform or seek to perform investment banking or advisory services for or relating to these companies and may also be represented in the supervisory board or any other committee of these companies.

For the purpose of calculating whether BOBCAPS and its affiliates hold, beneficially own, or control, including the right to vote for directors, one per cent or more of the equity shares of the subject company, the holdings of the issuer of the research report is also included.

BOBCAPS and its non-US affiliates may, to the extent permissible under applicable laws, have acted on or used this research to the extent that it relates to non-US issuers, prior to or immediately following its publication. Foreign currency denominated securities are subject to fluctuations in exchange rates that could have an adverse effect on the value or price of or income derived from the investment. In addition, investors in securities such as ADRs, the value of which are influenced by foreign currencies, effectively assume currency risk. In addition, options involve risks and are not suitable for all investors. Please ensure that you have read and understood the Risk disclosure document before entering into any derivative transactions.

No part of this material may be (1) copied, photocopied, or duplicated in any form by any means or (2) redistributed without BOBCAPS's prior written consent.

**Company-specific disclosures under SEBI (Research Analysts) Regulations, 2014**

The research analyst(s) or his/her relatives do not have any material conflict of interest at the time of publication of this research report.

BOBCAPS or its research analyst(s) or his/her relatives do not have any financial interest in the subject company. BOBCAPS or its research analyst(s) or his/her relatives do not have actual/beneficial ownership of one per cent or more securities in the subject company at the end of the month immediately preceding the date of publication of this report.

The research analyst(s) has not received any compensation from the subject company or third party in the past 12 months in connection with research report/activities. Compensation of the research analyst(s) is not based on any specific merchant banking, investment banking or brokerage service transactions.

BOBCAPS or its research analyst(s) is not engaged in any market making activities for the subject company.

The research analyst(s) has not served as an officer, director or employee of the subject company.

BOBCAPS or its associates may have material conflict of interest at the time of publication of this research report.

BOBCAPS's associates may have financial interest in the subject company. BOBCAPS's associates may hold actual / beneficial ownership of one per cent or more securities in the subject company at the end of the month immediately preceding the date of publication of this report.

BOBCAPS or its associates may have managed or co-managed a public offering of securities for the subject company or may have been mandated by the subject company for any other assignment in the past 12 months.

BOBCAPS may have received compensation from the subject company in the past 12 months. BOBCAPS may from time to time solicit or perform investment banking services for the subject company. BOBCAPS or its associates may have received compensation from the subject company in the past 12 months for services in respect of managing or co-managing public offerings, corporate finance, investment banking or merchant banking, brokerage services or other advisory services in a merger or specific transaction. BOBCAPS or its associates may have received compensation for products or services other than investment banking or merchant banking or brokerage services from the subject company in the past 12 months.

**Other disclaimers**

BOBCAPS and MAYBANK (as defined below) make no representation or warranty, express or implied, as to the accuracy or completeness of any information obtained from third parties and expressly disclaim the merchantability, suitability, quality and fitness of this report. The information in this report has not been independently verified, is provided on an "as is" basis, should not be relied on by you in connection with any contract or commitment, and should not be used as a substitute for enquiries, procedures and advice which ought to be undertaken by you. This report also does not constitute an offer or solicitation to buy or sell any securities referred to herein and you should not construe this report as investment advice. All opinions and estimates contained in this report constitute BOBCAPS's judgment as of the date of this report and are subject to change without notice, and there is no obligation on BOBCAPS or MAYBANK to update this report upon issuance. This report and the information contained herein may not be reproduced, redistributed, disseminated or copied by any means without the prior consent of BOBCAPS and MAYBANK.

To the full extent permitted by law neither BOBCAPS, MAYBANK nor any of their respective affiliates, nor any other person, accepts any liability howsoever arising, whether in contract, tort, negligence, strict liability or any other basis, including without limitation, direct or indirect, special, incidental, consequential or punitive damages arising from any use of this report or the information contained herein. By accepting this report, you agree and undertake to fully indemnify and hold harmless BOBCAPS and MAYBANK from and against claims, charges, actions, proceedings, losses, liabilities, damages, expenses and demands (collectively, the "Losses") which BOBCAPS and/or MAYBANK may incur or suffer in any jurisdiction including but not limited to those Losses incurred by BOBCAPS and/or MAYBANK as a result of any proceedings or actions brought against them by any regulators and/or authorities, and which in any case are directly or indirectly occasioned by or result from or are attributable to anything done or omitted in relation to or arising from or in connection with this report.

**Distribution into the United Kingdom ("UK"):**

This research report will only be distributed in the United Kingdom, in accordance with the applicable laws and regulations of the UK, by Maybank Securities (London) Ltd ("MSL") who is authorised and regulated by the Financial Conduct Authority ("FCA") in the United Kingdom (MSL and its affiliates are collectively referred to as "MAYBANK"). BOBCAPS is not authorized to directly distribute this research report in the UK.

This report has not been prepared by BOBCAPS in accordance with the UK's legal and regulatory requirements.

This research report is for distribution only to, and is solely directed at, selected persons on the basis that those persons: (a) are eligible counterparties and professional clients of MAYBANK as selected by MAYBANK solely at its discretion; (b) have professional experience in matters relating to investments falling within Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005, as amended from time to time (the "Order"), or (c) fall within Article 49(2)(a) to (d) (high net worth companies, unincorporated associations, etc. as mentioned in the stated Article) of the Order; (all such persons together being referred to as "relevant persons").

This research report is directed only at relevant persons and must not be acted on or relied on by any persons who are not relevant persons. Any investment or investment activity to which this material relates is available only to relevant persons and will be engaged in only with relevant persons.

The relevant person as recipient of this research report is not permitted to reproduce, change, remove, pass on, distribute or disseminate the data or make it available to third parties without the written permission of BOBCAPS or MAYBANK. Any decision taken by the relevant person(s) pursuant to the research report shall be solely at their costs and consequences and BOBCAPS and MAYBANK shall not have any liability of whatsoever nature in this regard.

**No distribution into the US:**

This report will not be distributed in the US and no US person may rely on this communication.

**Other jurisdictions:**

This report has been prepared in accordance with SEBI (Research Analysts) Regulations and not in accordance with local regulatory requirements of any other jurisdiction. In any other jurisdictions, this report is only for distribution (subject to applicable legal or regulatory restrictions) to professional, institutional or sophisticated investors as defined in the laws and regulations of such jurisdictions by Maybank Securities Pte Ltd. (Singapore) and / or by any broker-dealer affiliate or such other affiliate as determined by Malayan Banking Berhad.

If the recipient of this report is not as specified above, then it should not act upon this report and return the same to the sender.

By accepting this report, you agree to be bound by the foregoing limitations.