

BUY

TP: Rs 1,683 | ▲ 18%

ICICI BANK

| Banking

| 20 July 2025

Asset quality remains strong with robust return metrics

- Steady performance with healthy credit growth, largely led by the business banking segment
- Profitability beat estimates, healthy return profile; asset quality remains strong
- Maintain BUY. Raise SOTP-based TP to Rs 1,683 (from Rs 1,620), set at 2.8x Jun'27E ABV

Steady performance: ICICIBank witnessed steady credit growth of 11.5% YoY (+1.7% QoQ), largely led by the business banking segment (+3.7% QoQ) in Q1FY26. Business banking growth was mainly driven by investments in distribution, process & technology, and digital offerings. Further, retail book grew by 6.9% YoY (+0.5% QoQ) and accounted for 52.8% of net advances as of Q1FY26 (55.1% as of Q1FY25). Management expects growth in personal loans (1.4% YoY) and credit card (1.5% YoY) segment to improve in the near term. We expect loans to grow at ~15% CAGR in FY25-FY28E. Deposits grew 12.8% YoY (-0.1% QoQ), mainly driven by growth in TDs (+12.3% YoY; +1% QoQ).

Profitability beat estimates; healthy return profile: PPOP came in at Rs 187.5bn in Q1FY26 and was 7.9% higher vs estimates. This was due to NII and other income being higher by 2.8% and 11.6%, respectively vs estimates. Despite the loan growth being in line with our estimates, NII was higher, given a lower decline in NIMs at 4.34% (-7bps QoQ) vs our estimate of 14bps QoQ decline. This was owing to faster repricing of liabilities with reduction in SA rates by 25-75bps in Jun'25 and repricing of wholesale deposits. Also, the bank changed NIM calculation on the basis of no. of months vs no. of days followed earlier; the impact on NIMs was insignificant in Q1FY26. This was to reduce seasonal variation in reported NIMs. Despite a rise in provisions to Rs 18.1bn (+36.2% YoY), net profits increased to Rs 127.7bn (15.5% YoY), translating into RoA of 2.4 in Q1FY26 (2.3% in Q1FY25).

Asset quality remains strong: GNPA ratio stays stable QoQ to 1.67% in Q1FY26. Slippage ratio improved to 2.0% (Q1FY26) vs 2.2% (Q1FY25). Corporate and business banking segments (high growth) accounted for 40.2% of the total loans, but there were only 17% of total slippages in Q1FY26, indicating strong asset quality.

Maintain BUY: ICICIBank is well on track for robust performance, driven by healthy credit growth, stable credit costs and a sustainable business model. RoA is likely to be ~2.3% and RoE of 16.5-17.1% in FY26-FY28E. Given ICICIBank's improved performance, we have revised SOTP-based TP to Rs 1,683 (earlier Rs 1,620) and roll over valuation to 2.8x Jun'27E ABV.

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Key changes

Target	Rating
▲	◀ ▶

Ticker/Price	ICICIB IN/Rs 1,426
Market cap	US\$ 117.9bn
Free float	100%
3M ADV	US\$ 164.7mn
52wk high/low	Rs 1,472/Rs 1,153
Promoter/FPI/DII	0%/46%/45%

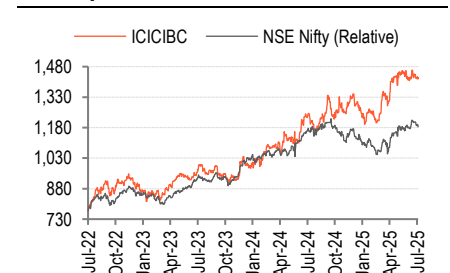
Source: NSE | Price as of 18 Jul 2025

Key financials

Y/E 31 Mar	FY25A	FY26E	FY27E
NII (Rs mn)	8,11,644	8,90,956	10,50,097
NII growth (%)	9.2	9.8	17.9
Adj. net profit (Rs mn)	4,72,270	5,16,855	6,04,183
EPS (Rs)	66.8	72.6	84.8
Consensus EPS (Rs)	66.8	71.4	81.5
P/E (x)	21.4	19.6	16.8
P/BV (x)	3.5	3.0	2.6
ROA (%)	2.4	2.3	2.3
ROE (%)	17.8	16.5	16.8

Source: Company, Bloomberg, BOBCAPS Research

Stock performance



Source: NSE



Fig 1 – Quarterly snapshot: Income statement

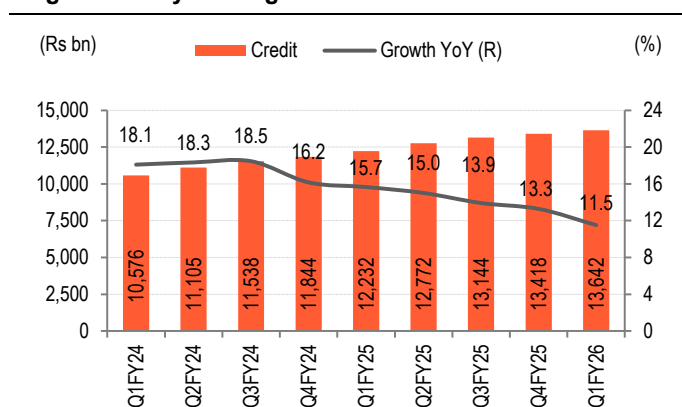
(Rs mn)	Q1FY25	Q2FY25	Q3FY25	Q4FY25	Q1FY26	YoY (%)	QoQ (%)
Income Statement							
Interest Income	3,01,085	3,14,265	3,20,484	3,28,213	3,25,429	8.1	(0.8)
Income on investments	81,566	83,113	83,021	82,102	87,128	6.8	6.1
Int. on bal. with RBI & inter-bank funds & Others	7,307	7,996	9,493	13,993	16,912	131.5	20.9
Interest income	3,89,958	4,05,374	4,12,998	4,24,308	4,29,469	10.1	1.2
Interest expense	1,94,429	2,04,894	2,09,292	2,12,379	2,13,125	9.6	0.4
Net interest income	1,95,529	2,00,480	2,03,706	2,11,929	2,16,345	10.6	2.1
Growth YoY (%)	7.3	9.5	9.1	11.0	10.6		
Non-interest income	70,019	71,767	70,681	72,601	85,049	21.5	17.1
Growth YoY (%)	28.8	24.2	15.9	28.5	21.5		
Total income	2,65,548	2,72,246	2,74,387	2,84,530	3,01,394	13.5	5.9
Growth YoY (%)	12.2	13.0	10.7	15.0	13.5		
Staff expenses	43,705	41,361	39,291	41,052	47,431	8.5	15.5
Other operating expenses	61,595	63,653	66,231	66,836	66,504	8.0	(0.5)
Operating expenses	1,05,300	1,05,015	1,05,521	1,07,888	1,13,935	8.2	5.6
Pre-Provisioning Profit (PPoP)	1,60,248	1,67,232	1,68,866	1,76,643	1,87,458	17.0	6.1
Growth YoY (%)	13.3	17.5	14.7	17.5	17.0		
Provisions	13,322	12,331	12,267	8,907	18,146	36.2	103.7
Growth YoY (%)	3.1	111.6	16.9	24.0	36.2		
PBT	1,46,927	1,54,901	1,56,599	1,67,736	1,69,313	15.2	0.9
Tax	36,336	37,442	38,675	41,440	41,631	14.6	0.5
PAT	1,10,591	1,17,459	1,17,924	1,26,296	1,27,682	15.5	1.1
Growth YoY (%)	14.6	14.5	14.8	18.0	15.5		
Per Share							
FV (Rs)	2.0	2.0	2.0	2.0	2.0		
EPS (Rs)	15.7	16.7	16.7	17.9	17.9	13.9	0.2
Book Value (Rs)	361	368	385	410	429	18.9	4.7

Source: Company, BOBCAPS Research

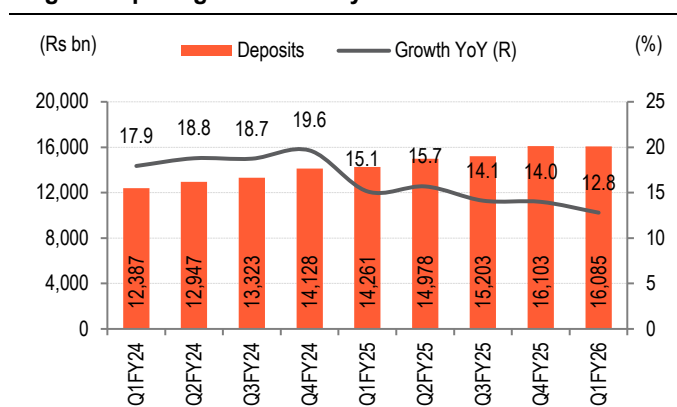
Fig 2 – Quarterly snapshot: Balance sheet & other metrics

(Rs mn)	Q1FY25	Q2FY25	Q3FY25	Q4FY25	Q1FY26	YoY (%)	QoQ (%)
Deposits	1,42,61,495	1,49,77,607	1,52,03,088	1,61,03,480	1,60,85,173	12.8	(0.1)
Growth YoY (%)	15.1	15.7	14.1	14.0	12.8		
Advances	1,22,31,543	1,27,72,404	1,31,43,661	1,34,17,662	1,36,41,571	11.5	1.7
Growth YoY (%)	15.7	15.0	13.9	13.3	11.5		
Investment	47,52,556	47,90,985	47,19,783	50,47,567	50,77,066	6.8	0.6
Equity	25,39,945	25,95,400	27,16,429	29,20,763	30,63,205	20.6	4.9
Assets	1,89,26,971	1,97,68,582	2,01,33,431	2,11,82,400	2,12,38,390	12.2	0.3
Growth YoY (%)	14.9%	14.9%	12.9%	13.2%	12.2%		
Yield (%)							
Yield on Funds	8.68	8.76	8.64	8.57	8.44	(23bps)	(12bps)
Cost of Funds	5.04	5.17	5.12	5.02	4.93	(11bps)	(10bps)
Spread	3.63	3.59	3.52	3.54	3.52	(12bps)	(3bps)
Net Interest Margin (Cal)	4.35	4.33	4.26	4.28	4.25	(10bps)	(3bps)
Ratios (%)							
Other Income / Net Income	26.4	26.4	25.8	25.5	28.2	185bps	270bps
Cost to Income ratio	39.7	38.6	38.5	37.9	37.8	(185bps)	(12bps)
CASA ratio	40.9	40.6	40.5	41.8	41.2	28bps	(63bps)
C/D ratio	85.8	85.3	86.5	83.3	84.8	(96bps)	149bps
Investment to Assets	25.1	24.2	23.4	23.8	23.9	(120bps)	8bps
Assets Quality							
GNPA	2,87,186	2,71,212	2,77,453	2,41,662	2,47,327	(13.9)	2.3
NNPA	56,848	56,851	58,978	55,894	59,711	5.0	6.8
Provision	2,30,338	2,14,360	2,18,476	1,85,768	1,87,616	(18.5)	1.0
GNPA (%)	2.15	1.97	1.96	1.67	1.67	(48bps)	0bps
NNPA (%)	0.43	0.42	0.42	0.39	0.41	(2bps)	2bps
Provision (%)	80.2	79.0	78.7	76.9	75.9	(435bps)	(101bps)
Others (nos)							
Branches	6,587	6,613	6,742	6,983	7,066	479	83
ATMs	17,102	16,120	16,277	16,285	13,376	(3,726)	(2,909)

Source: Company, BOBCAPS Research

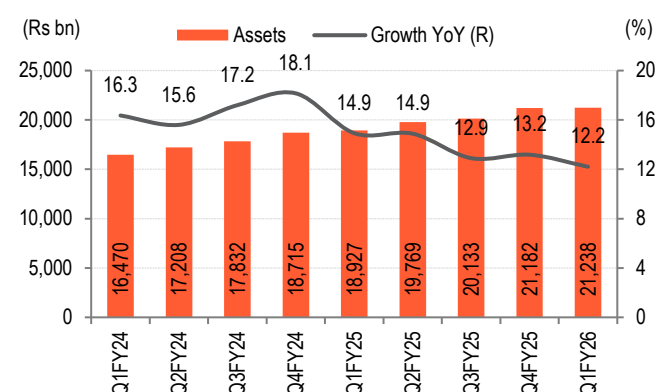
Fig 3 – Steady credit growth at ~12% YoY

Source: Company, BOBCAPS Research

Fig 4 – Deposit growth rises by ~13% YoY

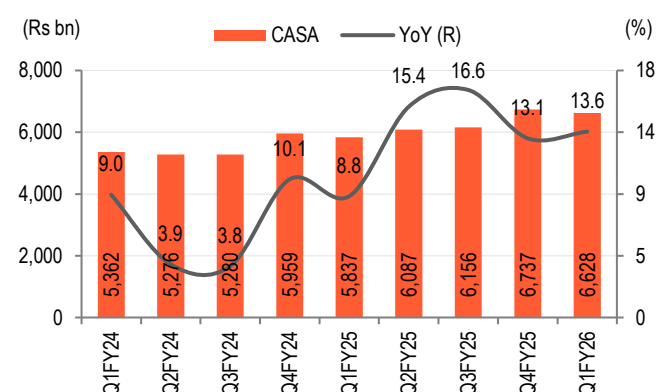
Source: Company, BOBCAPS Research

Fig 5 – Asset growth at 12% YoY on higher base



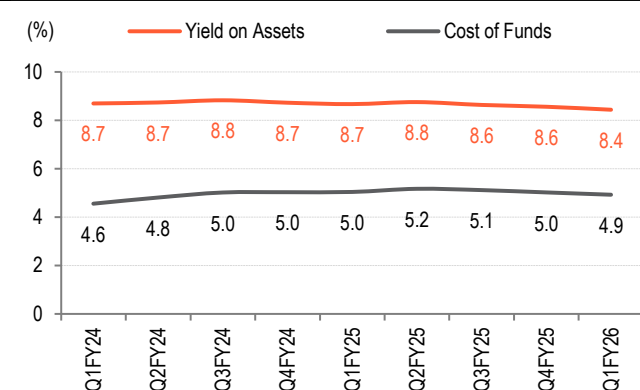
Source: Company, BOBCAPS Research

Fig 6 – CASA deposits grew by 14% YoY



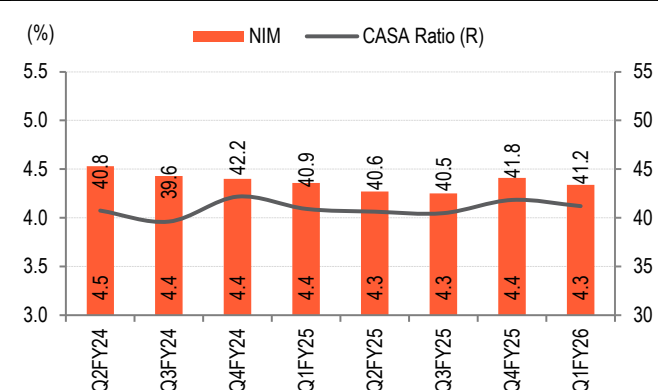
Source: Company, BOBCAPS Research

Fig 7 – Lending yields declined due to repo rate cut



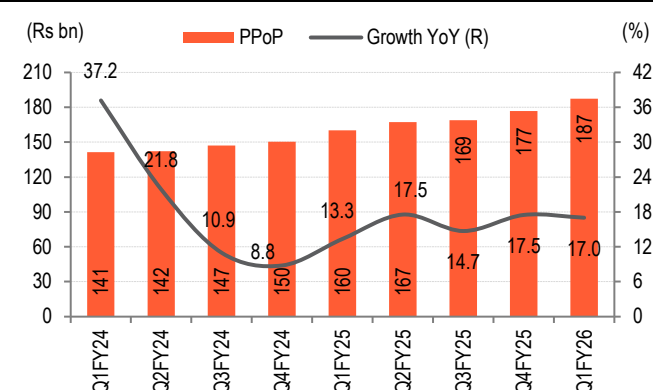
Source: Company, BOBCAPS Research

Fig 8 – ...however, CoF repriced faster, leading to lower NIMs compression



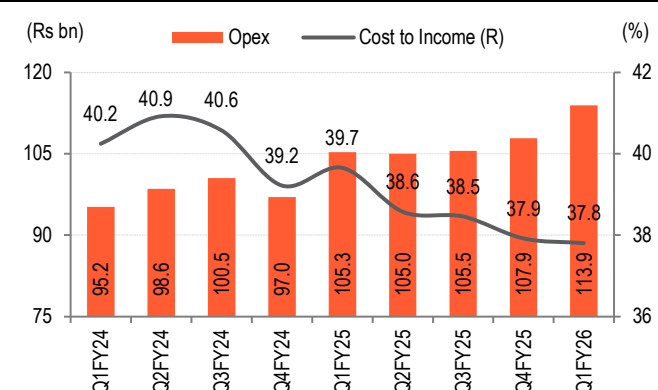
Source: Company, BOBCAPS Research

Fig 9 – PPOP at Rs. 187bn; grows 17% YoY



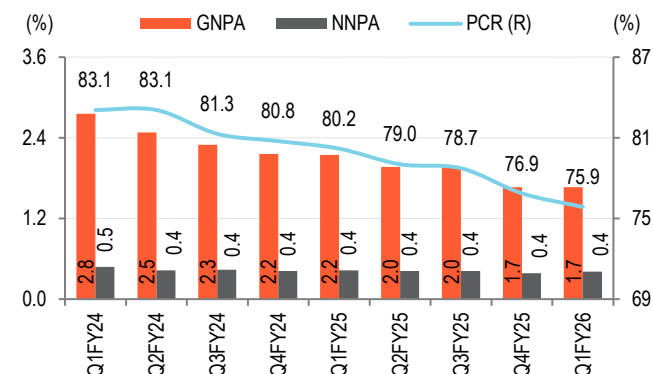
Source: Company, BOBCAPS Research

Fig 10 – Operating leverage playing out



Source: Company, BOBCAPS Research

Fig 11 – Strong asset quality metrics



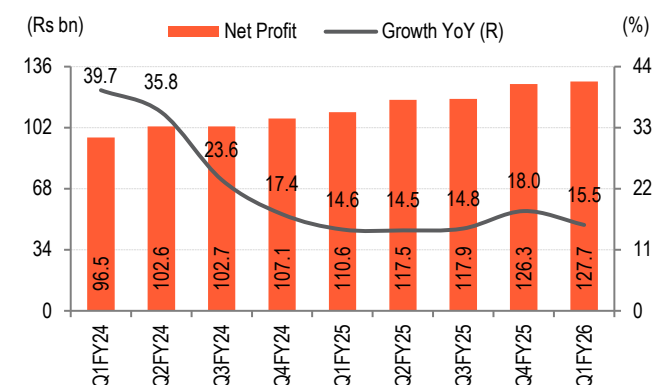
Source: Company, BOBCAPS Research

Fig 12 – Credit cost rises to 0.5%



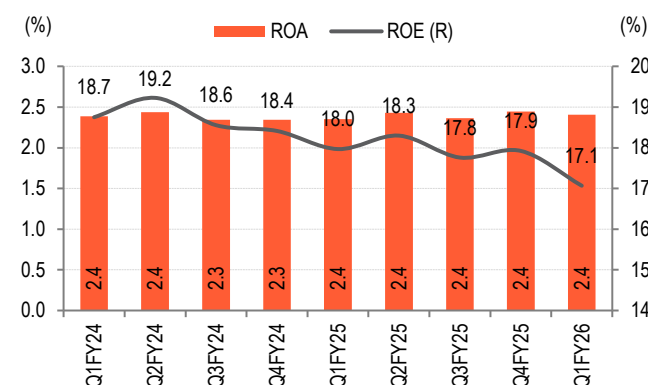
Source: Company, BOBCAPS Research

Fig 13 – PAT grew 15.5% YoY, led by higher non-interest income



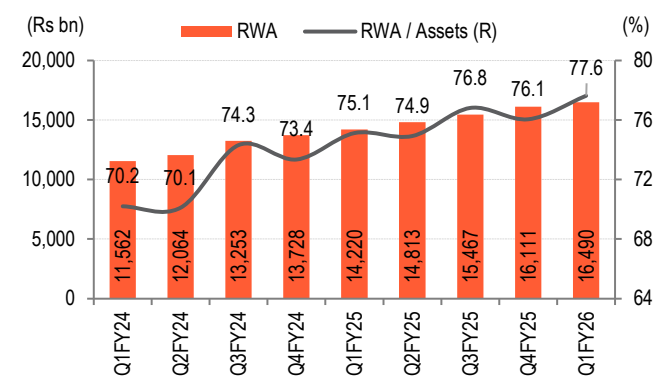
Source: Company, BOBCAPS Research

Fig 14 – ROA-ROE matrix reflects durable profitability



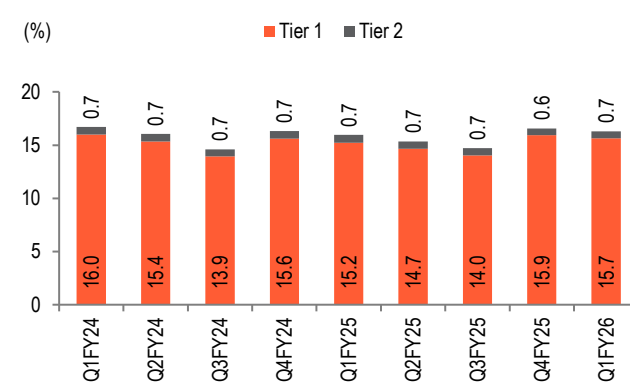
Source: Company, BOBCAPS Research

Fig 15 – RWA increased largely in line with advances growth



Source: Company, BOBCAPS Research

Fig 16 – CAR remained healthy to fund growth



Source: Company, BOBCAPS Research

Earnings call highlights

Operating performance

- NII came in at Rs 216.3bn, up 11% YoY and 2% QoQ, above our estimates by 2.5%. NIMs contracted by 7bps QoQ to 4.34%. This was primarily on account of the fall in lending yield by 33bps QoQ. Cost of deposits was down by 15bps QoQ to 4.85%.
- Despite a 16% QoQ rise in employee expenses given annual increments and promotions in Q1FY26, cost-to-income ratio improved to 37.8% (12bps QoQ).
- PPOP increased by 17% YoY and 6% QoQ to Rs 187bn. Provisions came in at Rs 18.1bn vs our estimate of Rs 17.9bn. However, PAT came higher (Rs 128bn) vs estimate (Rs 117bn), owing to healthy operating profit and higher other income.

Asset quality

- ICICIBC's slippages increased to Rs 62.5bn during Q1FY26 vs Rs 51.4bn in Q4, mainly due to the rise in retail & rural slippages to Rs 51.9bn vs Rs 43.4bn in Q4. This includes seasonal slippages from kisan credit card portfolio of Rs 7.7bn.
- Write-off during the quarter increased to Rs 23.6bn vs Rs 21.2bn in Q4FY25. Recoveries stood at Rs 32.1bn vs Rs 38.2bn in Q4FY25; out of which retail recoveries were Rs 25.2bn. Also, the sale of NPAs decreased to Rs 1.1 bn in Q1FY26 vs Rs. 27.9bn in Q4.
- GNPA ratio flat sequentially at 1.67%, while NNPA marginally increased to 0.41%. PCR declined 101bps QoQ to 75.3%.
- Total provisions stood at Rs 226bn (1.7% of advances), including contingent provisions of Rs 131bn, which provides an additional cushion.
- Builder portfolio including construction finance, lease rental, discounting, term loans and working capital was Rs 628.3bn at Q1 vs Rs 616.2bn in Q4.

Loans

- During Q1 FY26, advances grew by 11.5% YoY and 1.7% QoQ, mainly led by the business banking portfolio and steady retail growth. Domestic book grew 12.0% YoY and 1.5% QoQ.
- Within that, retail loans grew 6.9% YoY and 0.5% QoQ and now constitute 52.2% of the total loan book.
- Personal loans declined 1.3% QoQ, while credit card loans declined 5.4% QoQ. Together, PL and credit cards make up 12.8% of the total loan book (down from 13.3% in Q4).
- Business banking portfolio grew 29.7% YoY and 3.7% QoQ, continuing its strong momentum.
- Overseas book declined 4.6% YoY but increased 7.1% QoQ and now forms 2.4% of the overall loan book.

Deposits

- Deposits increased 13% YoY in Q1FY25, led by strong growth in term deposits at 12% YoY (1% QoQ); whereas low-cost CASA declined 2%QoQ and increased 14% YoY. This resulted in CASA ratio declining sequentially by 63bps QoQ to 41.2% in Q1FY26.
- Average current account deposits increased by 11.2% YoY and 4.6% sequentially in Q1. Average savings account deposits increased by 7.6% YoY and 3.6% sequentially.

NIM

- Domestic NIMs saw a marginal decrease of 8bps to 4.40% vs 4.48% in Q4FY25, while international NIMs declined by 6bps QoQ to 0.95%.
- Of the total domestic loan book, 53% is linked to the repo rate, 15% to MCLR and other rates, 1% to EBLR and the balance 31% is fixed rate book.

Fig 17 – Loan book trend

(Rs mn)	Q1FY25	Q2FY25	Q3FY25	Q4FY25	Q1FY26	YoY (%)	QoQ (%)
Corporate	25,63,770	26,90,290	28,06,800	27,96,510	27,57,320	7.5	(1.4)
SME + Business Banking	21,05,590	23,30,250	24,80,480	26,33,670	27,30,830	29.7	3.7
Retail	67,41,380	69,35,070	70,32,650	71,72,230	72,05,400	6.9	0.5
Rural	7,74,630	7,87,890	7,94,960	7,83,400	7,71,510	(0.4)	(1.5)
Domestic Loans	1,18,85,860	1,24,30,900	1,28,27,780	1,31,09,810	1,33,11,960	12.0	1.5
Overseas Loans	3,45,670	3,41,500	3,15,880	3,07,850	3,29,610	(4.6)	7.1
Total Loans	1,22,31,530	1,27,72,400	1,31,43,660	1,34,17,660	1,36,41,570	11.5	1.7
Total Loans (Reported)	1,22,31,543	1,27,72,404	1,31,43,661	1,34,17,662	1,36,41,571	11.5	1.7

Source: Company, BOBCAPS Research

Fig 18 – Loan book distribution

(%)	Q1FY25	Q2FY25	Q3FY25	Q4FY25	Q1FY26	YoY (%)	QoQ (%)
Corporate	21.0	21.1	21.4	20.8	20.2	(75bps)	(63bps)
SME + Business Banking	17.2	18.2	18.9	19.6	20.0	280.4	39bps
Retail	55.1	54.3	53.5	53.5	52.8	(229.5)	(63bps)
Rural	6.3	6.2	6.0	5.8	5.7	(67.7)	(18bps)
Domestic Loans	97.2	97.3	97.6	97.7	97.6	41.0	(12bps)
Overseas Loans	2.8	2.7	2.4	2.3	2.4	(41.0)	12bps
Total Loans	100.0	100.0	100.0	100.0	100.0	0.0	0bps

Source: Company, BOBCAPS Research

Fig 19 – Retail book trend

(Rs mn)	Q1FY25	Q2FY25	Q3FY25	Q4FY25	Q1FY26	YoY (%)	QoQ (%)
Mortgage	40,59,960	41,91,050	42,77,450	43,95,840	44,78,850	10.3	1.9
Auto Finance	6,02,040	6,06,870	6,17,080	6,19,440	6,15,310	2.2	(0.7)
Commercial Vehicle & Equipment	3,21,180	3,21,340	3,26,930	3,36,320	3,40,180	5.9	1.1
Two wheelers	17,500	14,980	12,240	9,670	7,240	(58.6)	(25.1)
Personal Loans	11,83,770	12,25,010	12,08,630	12,15,550	12,00,100	1.4	(1.3)
Credit Cards	5,34,720	5,52,810	5,68,470	5,73,410	5,42,550	1.5	(5.4)
Others	1,04,260	23,010	21,850	22,000	21,170	(79.7)	(3.8)
Total Retail Loans	68,23,430	69,35,070	70,32,650	71,72,230	72,05,400	5.6	0.5

Source: Company, BOBCAPS Research

Fig 20 – Retail loan book distribution

(%)	Q1FY25	Q2FY25	Q3FY25	Q4FY25	Q1FY26	YoY (%)	QoQ (%)
Mortgage	33.2	32.8	32.5	32.8	32.8	(36bps)	7bps
Auto Finance	4.9	4.8	4.7	4.6	4.5	(41bps)	(11bps)
Commercial Vehicle & Equipment	2.6	2.5	2.5	2.5	2.5	(13bps)	(1bps)
Two wheelers	0.1	0.1	0.1	0.1	0.1	(9bps)	(2bps)
Personal Loans	9.7	9.6	9.2	9.1	8.8	(88bps)	(26bps)
Credit Cards	4.4	4.3	4.3	4.3	4.0	(39bps)	(30bps)
Others	0.9	0.2	0.2	0.2	0.2	(70bps)	(1bps)
Total Retail Loans	55.8	54.3	53.5	53.5	52.8	(297bps)	(63bps)

Source: Company, BOBCAPS Research

Fig 21 – Trend in deposits

(Rs mn)	Q1FY25	Q2FY25	Q3FY25	Q4FY25	Q1FY26	YoY (%)	QoQ (%)
CA Deposits	17,60,280	18,30,900	19,04,380	23,29,570	21,69,710	23.3	(6.9)
SA Deposits	40,76,430	42,56,330	42,51,480	44,07,720	44,58,420	9.4	1.2
CASA Deposits	58,36,710	60,87,230	61,55,860	67,37,290	66,28,130	13.6	(1.6)
Term Deposits	84,24,785	88,90,377	90,47,228	93,66,190	94,57,043	12.3	1.0
Total Deposits	1,42,61,495	1,49,77,607	1,52,03,088	1,61,03,480	1,60,85,173	12.8	(0.1)

Source: Company, BOBCAPS Research

Fig 22 – Deposit distribution

(%)	Q1FY25	Q2FY25	Q3FY25	Q4FY25	Q1FY26	YoY (%)	QoQ (%)
CA Deposits	12.3	12.2	12.5	14.5	13.5	115bps	(98bps)
SA Deposits	28.6	28.4	28.0	27.4	27.7	(87bps)	35bps
CASA Deposits	40.9	40.6	40.5	41.8	41.2	28bps	(63bps)
Term Deposits	59.1	59.4	59.5	58.2	58.8	(28bps)	63bps
Total Deposits	100.0	100.0	100.0	100.0	100.0		

Source: Company, BOBCAPS Research

Valuation Methodology

Maintain BUY: ICICIBC is well on track for robust performance, supported by healthy advances growth, stable credit costs and overall sustainable business model. We expect loans to grow at ~15% CAGR in FY25-FY28E. We expect RoA to be ~2.3% and RoE of 16.5-17.1% in FY26-FY28E. Given ICICIBC's improved performance, we have revised SOTP-based TP to Rs 1,683 (earlier Rs 1,620) and roll over valuation to 2.8x Jun'27E ABV.

Fig 23 – Actuals vs BOBCAP estimates

(Rs mn)	Q1FY26A	Q1FY26E	Actual vs. Estimates
Loan	1,36,41,571	1,36,25,939	0.8
Deposits	1,60,85,173	1,60,15,658	2.1
Assets	2,12,38,390	2,14,56,681	0.3
NII	2,16,345	2,10,474	2.5
PPOP	1,87,458	1,73,698	8.2
Provision	18,146	17,916	55.4
PAT	1,27,682	1,17,303	5.7

Source: Company, BOBCAPS Research

Fig 24 – Key operational assumptions

(%)	FY25	FY26E	FY27E	FY28E
Advances	13.3	14.5	15.4	15.6
Net Interest Income	9.2	9.8	17.9	17.3
PPOP	15.8	11.7	17.4	17.7
PAT	28.9	9.4	16.9	16.9
NIM	4.3	4.2	4.3	4.3
GNPA	1.7	1.8	1.9	2.0
CAR	16.6	16.9	17.2	17.2

Source: Company, BOBCAPS Research

Fig 25 – Valuation summary

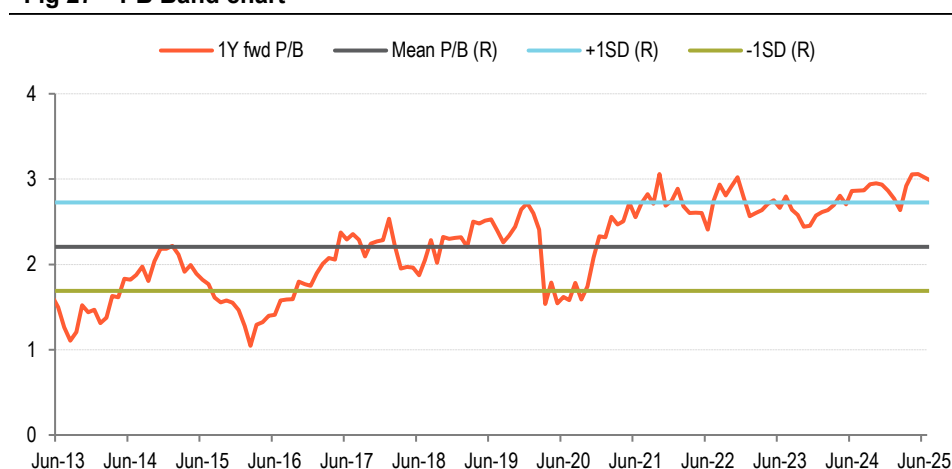
Business	Valuation	Holdings (%)	Value (Rs/Sh)
ICICI Bank	2.8x Jun'27E ABV	100	1,430
ICICI Prudential Life	Market cap	51.03	56
ICICI Lombard General	Market cap	51.55	58
ICICI Securities	15x FY27E PAT	100	39
ICICI Prudential AMC	14.7% of AUM	51	84
ICICI Home Finance	1.5x FY27E P/B	100	8
ICICI Bank CANADA & UK	-	100	8
Total	-		1,683

Source: Company, BOBCAPS Research

Fig 26 – Key valuation assumptions

Gordon growth model	(%)
Return on Equity (RoE)	16.1
Cost of Equity (Ke)	11.6
Growth (Period 1)	13.0
Growth (Long Term)	6.7
Initial High Growth Period (yrs)	11.8
Dividend Payout (Period 1)	19.0
Dividend Payout (Long Term)	58.4
Factor 1	2.4
Factor 2	14.7
Justified P/BV (x)	2.8

Source: Company, BOBCAPS Research

Fig 27 – PB Band chart

Source: Company, BOBCAPS Research

Glossary

Glossary of Abbreviations			
AUCA	Advance Under Collection Account	LDR	Loan to Deposit Ratio
ARC	Asset Reconstruction Company	MCLR	Marginal Cost of Funds-based Lending Rate
BRDS	Bills Rediscounting Scheme	MTM	Mark to Market
CASA	Current Account and Savings Account	NBFC	Non-Banking Finance Company
CAR	Capital Adequacy Ratio	NII	Net Interest Income
CC	Credit Card	NIM	Net Interest Margin
CET1	Common Equity Tier 1	NNPA	Net Non-Performing Assets
CD	Credit-Deposit Ratio	PCR	Provision Coverage Ratio
C/I	Cost-Income Ratio	PL	Personal Loans
CRB	Commercial and Rural Banking	PPOP	Pre-Provision Operating Profit
CV	Commercial Vehicles	PSU	Public Sector Unit
EBLR	External Benchmark-based Lending Rate	RWA	Risk-weighted Assets
ECL	Expected Credit Loss	SLR	Statutory Liquidity Ratio
GNPA	Gross Non-Performing Assets	SMA	Special Mention Account
HFC	Housing Finance Company	SME	Small and Medium-sized Enterprises
IBPC	Interbank Participation Certificate	TD	Term Deposits
LCR	Liquidity Coverage Ratio		

Financials

Income Statement

Y/E 31 Mar (Rs mn)	FY24A	FY25A	FY26E	FY27E	FY28E
Net interest income	7,43,057	8,11,644	8,90,956	10,50,097	12,31,400
NII growth (%)	19.6	9.2	9.8	17.9	17.3
Non-interest income	2,29,578	2,85,067	3,29,787	3,64,464	4,21,698
Total income	9,72,635	10,96,711	12,20,742	14,14,561	16,53,098
Operating expenses	3,91,327	4,23,723	4,68,718	5,31,888	6,14,600
PPOP	5,81,308	6,72,988	7,52,024	8,82,673	10,38,497
PPOP growth (%)	18.4	15.8	11.7	17.4	17.7
Provisions	63,411	46,826	71,952	87,695	1,08,939
PBT	5,17,897	6,26,162	6,80,072	7,94,978	9,29,559
Tax	1,51,485	1,53,892	1,63,217	1,90,795	2,23,094
Reported net profit	3,66,412	4,72,270	5,16,855	6,04,183	7,06,465
Adjustments	0	0	0	0	0
Adjusted net profit	3,66,412	4,72,270	5,16,855	6,04,183	7,06,465

Balance Sheet

Y/E 31 Mar (Rs mn)	FY24A	FY25A	FY26E	FY27E	FY28E
Equity capital	14,047	14,246	14,246	14,246	14,246
Reserves & surplus	23,69,946	29,06,517	33,32,922	38,31,374	44,12,088
Net worth	23,83,993	29,20,763	33,47,168	38,45,620	44,26,334
Deposits	1,41,28,250	1,61,03,480	1,85,99,520	2,15,75,443	2,50,05,938
Borrowings	12,49,676	12,35,383	14,20,690	16,05,380	18,14,079
Other liab. & provisions	9,53,227	9,22,774	9,38,036	11,09,025	12,94,145
Total liab. & equities	1,87,15,146	2,11,82,400	2,43,05,414	2,81,35,467	3,25,40,496
Cash & bank balance	13,99,260	18,55,620	15,61,635	19,28,398	22,35,906
Investments	46,19,423	50,47,567	62,01,606	71,71,371	83,00,139
Advances	1,18,44,064	1,34,17,662	1,53,63,223	1,77,29,159	2,04,94,908
Fixed & Other assets	8,52,399	8,61,551	11,78,951	13,06,539	15,09,543
Total assets	1,87,15,146	2,11,82,400	2,43,05,414	2,81,35,467	3,25,40,496
Deposit growth (%)	19.6	14.0	15.5	16.0	15.9
Advances growth (%)	16.2	13.3	14.5	15.4	15.6

Per Share

Y/E 31 Mar (Rs)	FY24A	FY25A	FY26E	FY27E	FY28E
EPS	52.3	66.8	72.6	84.8	99.2
Dividend per share	10.0	11.0	12.7	14.8	17.7
Book value per share	339.4	410.0	469.9	539.9	621.4

Valuations Ratios

Y/E 31 Mar (x)	FY24A	FY25A	FY26E	FY27E	FY28E
P/E	27.3	21.4	19.6	16.8	14.4
P/BV	4.2	3.5	3.0	2.6	2.3
Dividend yield (%)	0.7	0.8	0.9	1.0	1.2

DuPont Analysis

Y/E 31 Mar (%)	FY24A	FY25A	FY26E	FY27E	FY28E
Net interest income	4.3	4.1	3.9	4.0	4.1
Non-interest income	1.3	1.4	1.5	1.4	1.4
Operating expenses	2.3	2.1	2.1	2.0	2.0
Pre-provisioning profit	3.4	3.4	3.3	3.4	3.4
Provisions	0.4	0.2	0.3	0.3	0.4
PBT	3.0	3.1	3.0	3.0	3.1
Tax	0.9	0.8	0.7	0.7	0.7
ROA	2.1	2.4	2.3	2.3	2.3
Leverage (x)	7.9	7.5	7.3	7.3	7.3
ROE	16.7	17.8	16.5	16.8	17.1

Ratio Analysis

Y/E 31 Mar	FY24A	FY25A	FY26E	FY27E	FY28E
YoY growth (%)					
Net interest income	19.6	9.2	9.8	17.9	17.3
Pre-provisioning profit	18.4	15.8	11.7	17.4	17.7
EPS	14.3	27.6	8.7	16.9	16.9
Profitability & Return ratios (%)					
Net interest margin	4.5	4.3	4.2	4.3	4.3
Fees / Avg. assets	0.2	0.2	0.2	0.3	0.3
Cost-Income	40.2	38.6	38.4	37.6	37.2
ROE	16.7	17.8	16.5	16.8	17.1
ROA	2.1	2.4	2.3	2.3	2.3
Asset quality (%)					
GNPA	2.3	1.7	1.8	1.9	2.0
NNPA	0.5	0.4	0.4	0.4	0.5
Slippage ratio	1.9	1.9	2.2	2.4	2.6
Credit cost	0.6	0.4	0.5	0.5	0.6
Provision coverage	80.3	76.9	77.3	77.8	78.0
Ratios (%)					
Credit-Deposit	83.8	83.3	82.6	82.2	82.0
Investment-Deposit	32.7	31.3	33.3	33.2	33.2
CAR	16.3	16.6	16.9	17.2	17.2
Tier-1	15.6	15.9	16.3	16.5	16.6

Source: Company, BOBCAPS Research

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BUY – Expected return >+15%

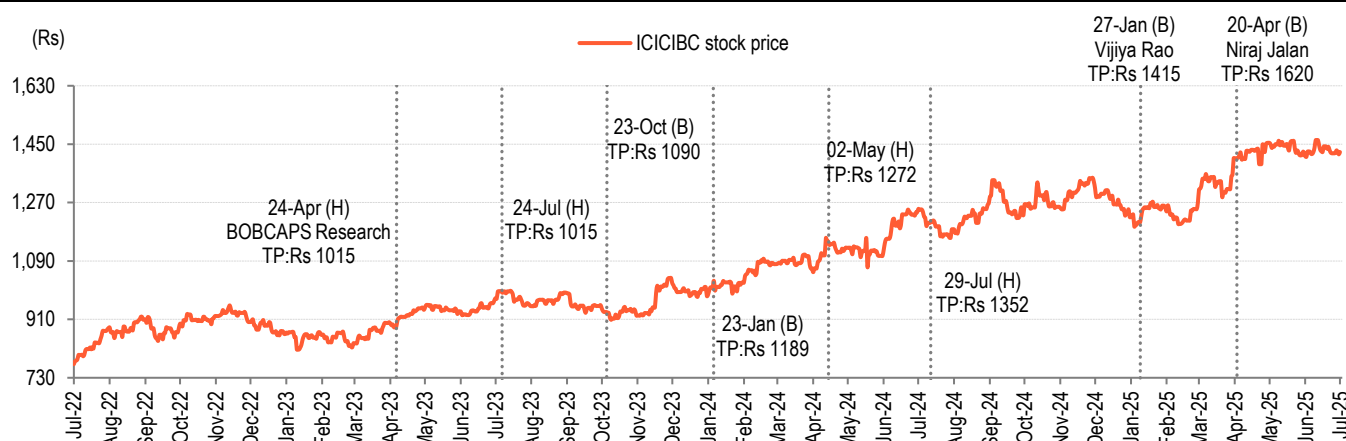
HOLD – Expected return from -6% to +15%

SELL – Expected return <-6%

Note: Recommendation structure changed with effect from 21 June 2021

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Ratings and Target Price (3-year history): ICICI BANK (ICICIB IN)



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