

**BUY****TP: Rs 989 | ▲ 24%****STATE BANK OF INDIA**

| Banking

| 05 May 2025

## Healthy business growth with steady return metrics

- **PAT beat our estimates by 5% mainly aided by govt-guaranteed SRs; return ratios stay steady with RoA/RoE of 1.1/17.3% in FY25**
- **Asset quality improved mainly aided by higher write-off; business growth remains healthy with a modest CD ratio**
- **We maintain BUY on healthy growth, steady return metrics and asset quality, and revise TP to Rs 989 (Rs 972 earlier), set at 1.3x FY27E ABV**

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**PAT beat our estimates by 5% aided by govt-guaranteed SRs:** SBIN's PAT was up 10% QoQ and beat our estimates by 5% in Q4FY25. However, PAT included a positive impact of ~Rs 29bn (pre-tax of Rs. 39bn) related to RBI's new guidelines on govt-guaranteed SRs, which resulted in revaluation of investments. NIMs were stable at 3.09% (-3bps QoQ). We expect domestic NIMs (3.22%) to be under pressure in FY26, given RBI's rate cuts, but will be partly cushioned by its lower share of repo-linked loans (~29%). Management expects to maintain NIMs at 3% in FY26. Operating efficiency improved with C/I ratio falling to 53.3% (-1.8% QoQ) and the bank guiding for <51% level in FY26. Management expects to report RoA/RoE of >1%/15% in the ensuing periods vs 1.1%/17.3% in FY25.

**Healthy business growth:** Gross advances up (+12% YoY; +4% QoQ) marginally above the system (11% YoY) as of Mar'25, but lower than the bank's guidance of ~14% YoY. This was due to prepayments in corporate (+9% YoY) as many large central PSUs deleveraged their BS. Deposits grew by 9% YoY and 3% QoQ, mainly driven by TDs (+12% YoY). CASA ratio up marginally to 38.4% (+79bps QoQ), mostly led by strong CA deposits (+27% YoY; +28% QoQ). Management expects credit growth of 12-13% YoY in FY26. We estimate credit/deposit CAGR of 13%/10% over FY25-27E), aided by its modest CD ratio of 77.4% (+78bps QoQ).

**Asset quality improved on higher write-off:** Asset quality improved with absolute level of GNPA's falling to Rs 769bn (-9% QoQ), mainly supported by higher w/off of Rs 101bn (+5.2x QoQ). The higher w/off seems to be largely from the SMA 2 book that declined substantially to Rs 10.5bn (-86% QoQ) as of Mar'25. As a result, the GNPA and NNPA ratios declined to 1.82% (-25bps QoQ) and 0.47% (-6bps QoQ), respectively. Further, a non-NPA provision of Rs 305bn (155% of NNPA) provides a cushion against any sudden rise in stress.

**Maintain BUY:** Healthy business growth, despite SBIN's size, along with steady return profile and asset quality augured well. We expect NIM at ~3% and ROA/ROE of 1.1%/16% by FY27E. Given SBIN's healthy performance, we revise our SOTP-based TP to Rs 989 (from Rs 972), assigning P/ABV of 1.3x FY27E.

## Key changes

Target	Rating
▲	◀ ▶

Ticker/Price	SBIN IN/Rs 800
Market cap	US\$ 84.5bn
Free float	42%
3M ADV	US\$ 106.2mn
52wk high/low	Rs 912/Rs 680
Promoter/FPI/DII	57%/10%/25%

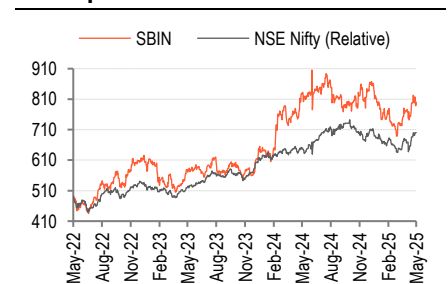
Source: NSE | Price as of 2 May 2025

## Key financials

Y/E 31 Mar	FY25A	FY26E	FY27E
NII (Rs mn)	16,69,651	17,90,405	21,10,487
NII growth (%)	4.4	7.2	17.9
Adj. net profit (Rs mn)	7,09,006	7,24,604	8,58,181
EPS (Rs)	79.4	81.2	96.2
Consensus EPS (Rs)	78.6	80.0	89.1
P/E (x)	10.1	9.9	8.3
P/BV (x)	1.6	1.4	1.3
ROA (%)	1.1	1.0	1.1
ROE (%)	17.3	15.4	16.1

Source: Company, Bloomberg, BOBCAPS Research |

## Stock performance



Source: NSE



**Fig 1 – Quarterly snapshot: Income statement**

(Rs mn)	Q4FY24	Q1FY25	Q2FY25	Q3FY25	Q4FY25	YoY (%)	QoQ (%)
<b>Income Statement</b>							
Interest Income	7,71,338	7,86,926	8,15,286	8,33,995	8,57,097	11.1	2.8
Income on investments	2,82,005	2,82,652	2,80,236	2,92,863	2,94,562	4.5	0.6
Int. on bal. with RBI & inter-bank funds & Others	57,083	45,682	43,184	47,409	45,003	(21.2)	(5.1)
Interest income	11,10,426	11,15,260	11,38,706	11,74,266	11,96,662	7.8	1.9
Interest expense	6,93,874	7,04,005	7,22,510	7,59,811	7,68,916	10.8	1.2
<b>Net interest income</b>	<b>4,16,552</b>	<b>4,11,255</b>	<b>4,16,195</b>	<b>4,14,455</b>	<b>4,27,746</b>	<b>2.7</b>	<b>3.2</b>
Growth YoY (%)	3.1	5.7	5.4	4.1	2.7		
<b>Non-interest income</b>	<b>1,73,693</b>	<b>1,11,619</b>	<b>1,52,706</b>	<b>1,10,408</b>	<b>2,42,099</b>	<b>39.4</b>	<b>119.3</b>
Growth YoY (%)	24.4	(7.5)	41.5	(3.6)	39.4		
<b>Total income</b>	<b>5,90,244</b>	<b>5,22,873</b>	<b>5,68,901</b>	<b>5,24,863</b>	<b>6,69,845</b>	<b>13.5</b>	<b>27.6</b>
Growth YoY (%)	8.6	2.6	13.1	2.4	13.5		
Staff expenses	1,63,481	1,54,660	1,48,074	1,60,737	1,80,052	10.1	12.0
Other operating expenses	1,39,288	1,03,728	1,27,890	1,28,617	1,76,933	27.0	37.6
<b>Operating expenses</b>	<b>3,02,769</b>	<b>2,58,387</b>	<b>2,75,964</b>	<b>2,89,355</b>	<b>3,56,985</b>	<b>17.9</b>	<b>23.4</b>
<b>Pre-Provisioning Profit (PPoP)</b>	<b>2,87,476</b>	<b>2,64,486</b>	<b>2,92,937</b>	<b>2,35,508</b>	<b>3,12,860</b>	<b>8.8</b>	<b>32.8</b>
Growth YoY (%)	16.8	4.6	50.9	15.8	8.8		
<b>Provisions</b>	<b>16,098</b>	<b>34,494</b>	<b>45,057</b>	<b>9,111</b>	<b>64,417</b>	<b>300.2</b>	<b>607.1</b>
Growth YoY (%)	(51.4)	37.9	3808.5	32.5	300.2		
Exceptional Item	-	-	-	-	-	-	-
<b>PBT</b>	<b>2,71,378</b>	<b>2,29,992</b>	<b>2,47,880</b>	<b>2,26,398</b>	<b>2,48,444</b>	<b>(8.5)</b>	<b>9.7</b>
Tax	64,394	59,640	64,566	57,483	62,018	(3.7)	7.9
<b>PAT</b>	<b>2,06,984</b>	<b>1,70,352</b>	<b>1,83,314</b>	<b>1,68,914</b>	<b>1,86,426</b>	<b>(9.9)</b>	<b>10.4</b>
Growth YoY (%)	24.0	0.9	27.9	84.3	-9.9		
<b>Per Share</b>							
FV (Rs)	1	1	1	1	1	0.0	0.0
EPS (Rs)	23	19	21	19	21	(9.9)	10.4
Book Value (Rs)	423	445	470	488	494	16.9	1.3

Source: BOBCAPS Research, Company

**Fig 2 – Quarterly snapshot: Key balance sheet & other metrics**

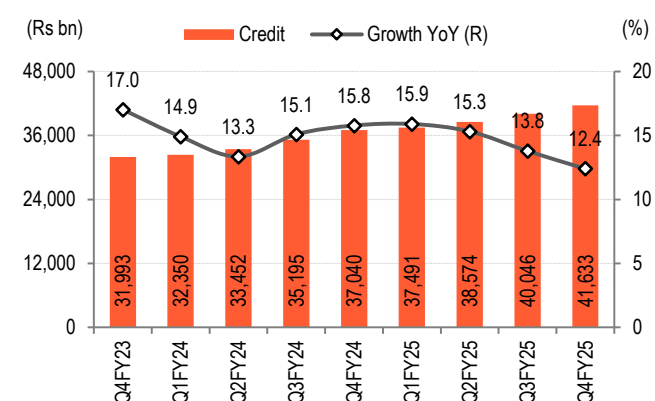
(Rs mn)	Q4FY24	Q1FY25	Q2FY25	Q3FY25	Q4FY25	YoY (%)	QoQ (%)
<b>Deposits</b>	<b>4,91,60,768</b>	<b>4,90,17,259</b>	<b>5,11,72,849</b>	<b>5,22,93,845</b>	<b>5,38,21,895</b>	<b>9.5</b>	<b>2.9</b>
Growth YoY (%)	11.1	8.2	9.1	9.8	9.5		
<b>Advances</b>	<b>3,70,39,709</b>	<b>3,74,91,389</b>	<b>3,85,74,235</b>	<b>4,00,45,669</b>	<b>4,16,33,121</b>	<b>12.4</b>	<b>4.0</b>
Growth YoY (%)	15.8	15.9	15.3	13.8	12.4		
Investment	1,67,13,397	1,62,88,359	1,66,55,111	1,80,86,289	1,69,05,728	1.2	(6.5)
Equity	37,72,465	39,73,883	41,95,593	43,54,064	44,11,621	16.9	1.3
Assets	6,17,96,939	6,19,11,540	6,34,14,593	6,62,06,744	6,67,60,533	8.0	0.8
Growth YoY (%)	12.0	11.7	8.8	11.0	8.0		
<b>Yield (%)</b>							
Yield on Funds	7.96	7.86	7.91	7.82	7.76	(20bps)	(7bps)
Cost of Funds	5.13	5.12	5.18	5.23	5.18	5bps	(6bps)
Spread	2.83	2.74	2.73	2.59	2.58	(25bps)	(1bps)
<b>Net Interest Margin (calc.)</b>	<b>2.99</b>	<b>2.90</b>	<b>2.89</b>	<b>2.76</b>	<b>2.77</b>	<b>(21bps)</b>	<b>1bps</b>
<b>Ratios (%)</b>							
Other Income / Net Income	29.4	21.3	26.8	21.0	36.1	672bps	1,511bps
Cost to Income ratio	51.3	49.4	48.5	55.1	53.3	200bps	(184bps)
CASA ratio	39.5	39.1	38.4	37.6	38.4	(113bps)	79bps
C/D ratio	75.3	76.5	75.4	76.6	77.4	201bps	78bps
Investment to Assets	27.0	26.3	26.3	27.3	25.3	(172bps)	(199bps)
<b>Asset Quality</b>							
GNPA	8,42,763	8,42,260	8,33,692	8,43,604	7,68,800	(8.8)	(8.87)
NNPA	2,10,511	2,15,547	2,02,943	2,13,776	1,96,670	(6.6)	(8.0)
Provision	6,32,253	6,26,714	6,30,749	6,29,827	5,72,130	(9.5)	(9.2)
GNPA (%)	2.24	2.21	2.13	2.07	1.82	(42bps)	(25bps)
NNPA (%)	0.57	0.57	0.53	0.53	0.47	(10bps)	(6bps)
PCR (%)	75.0	74.4	75.7	74.7	74.4	(60bps)	(24bps)

Source: BOBCAPS Research, Company

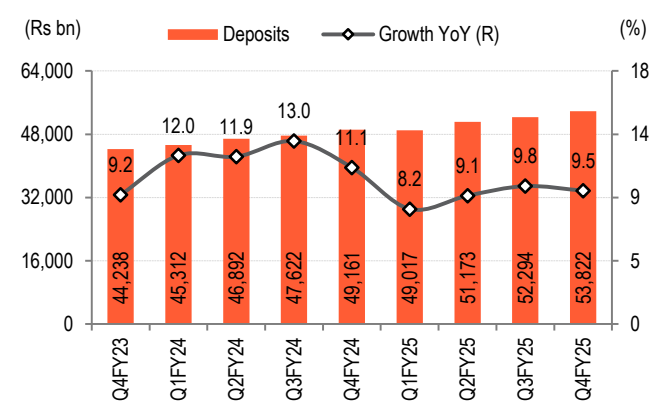
**Fig 3 – Actual vs. Estimates**

Key Parameters (Rs bn)	Q4FY25A	Q4FY25E	Actual vs. Estimates (%)
Loan	41,633	41,855	(0.5)
Deposits	53,822	53,831	(0.0)
Assets	66,761	68,448	(2.5)
NII	428	431	(0.6)
PPOP	313	270	16.0
Provision	64	31	107.7
PAT	186	177	5.2

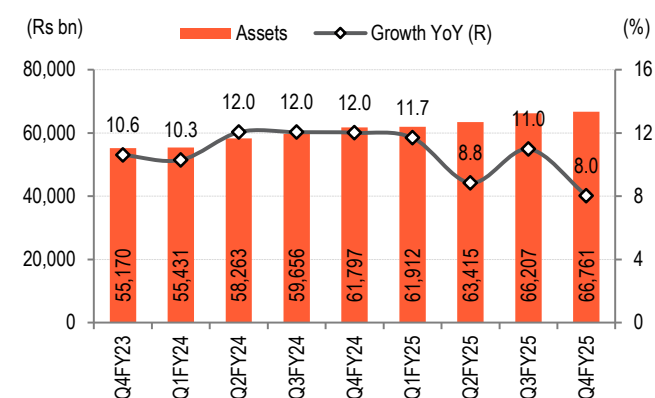
Source: Company, BOBCAPS Research

**Fig 4 – Loan growth marginally above system level**

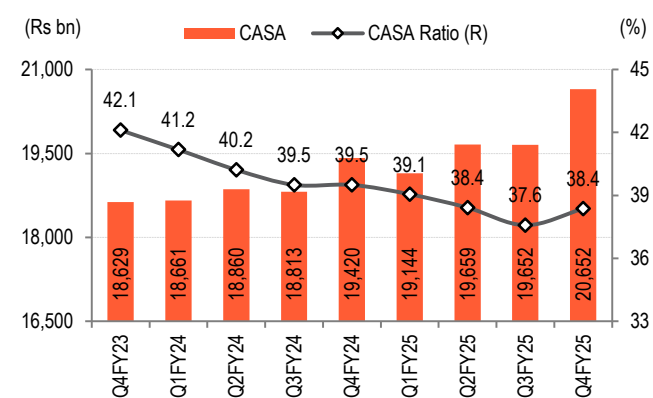
Source: Company, BOBCAPS Research

**Fig 5 – Deposits growth led by TDs**

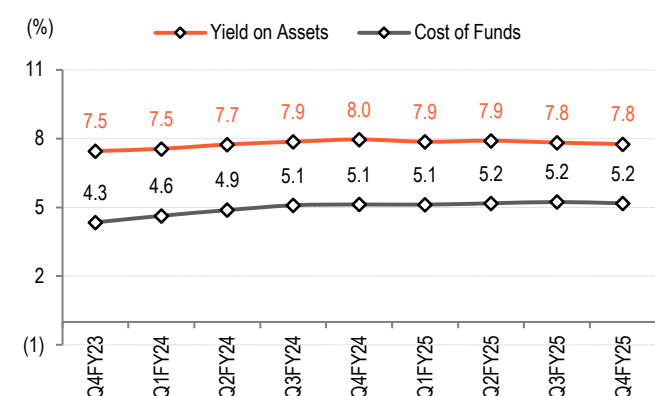
Source: Company, BOBCAPS Research

**Fig 6 – Assets grew 8% YoY**

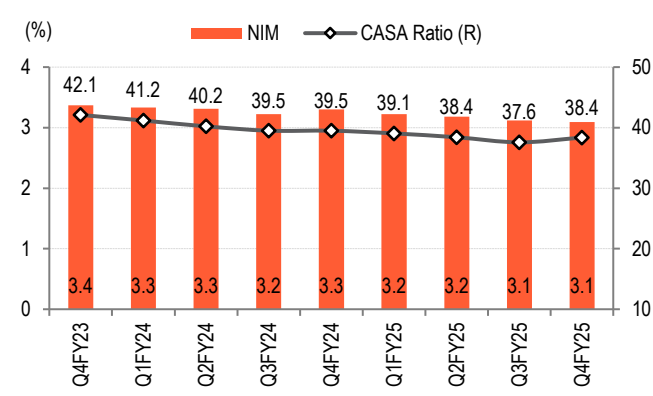
Source: Company, BOBCAPS Research

**Fig 7 – CASA ratio up 79bps QoQ on CA increase**

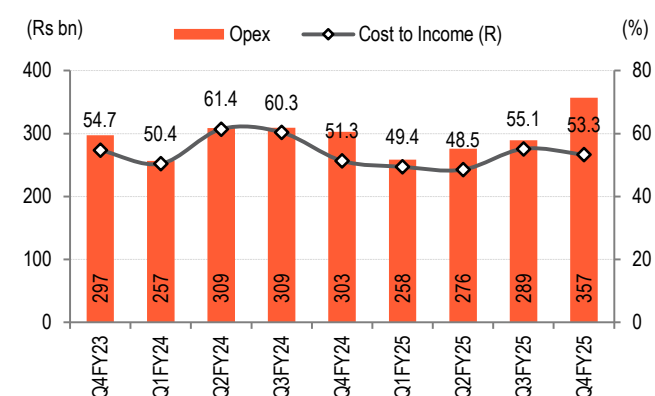
Source: Company, BOBCAPS Research

**Fig 8 – Cost of Funds set to soften with RBI's rate cut cycle**

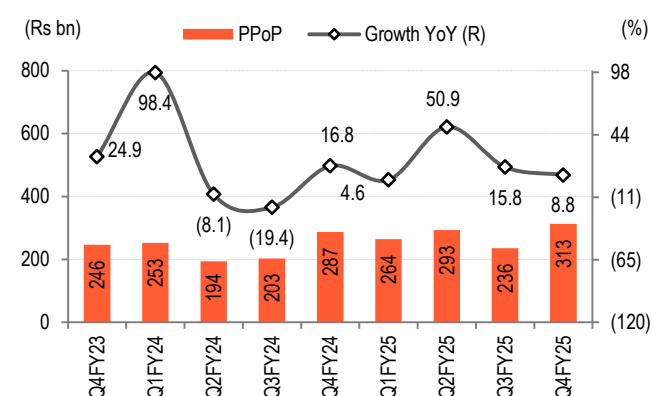
Source: Company, BOBCAPS Research

**Fig 9 – NIMs expected to sustain at ~3% in FY26E**

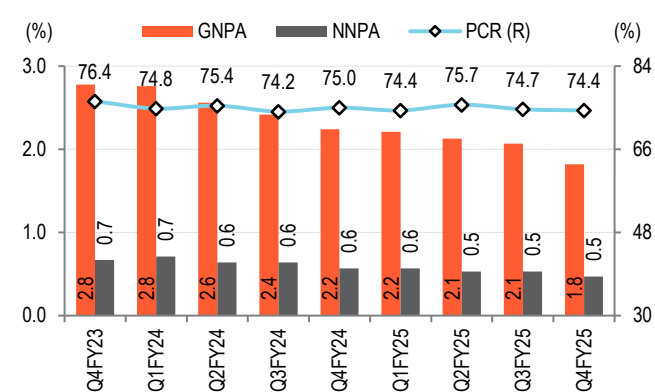
Source: Company, BOBCAPS Research

**Fig 10 – Opex up but CI ratio declines**

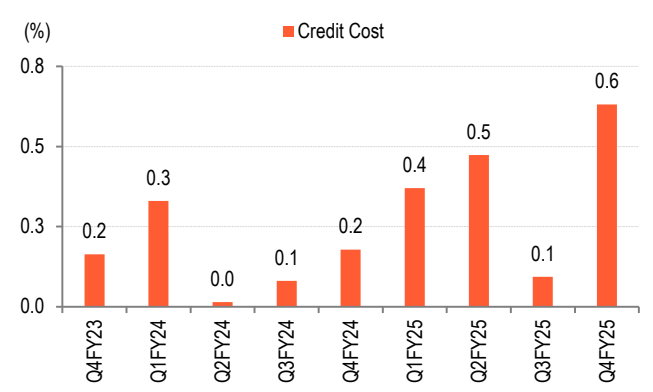
Source: Company, BOBCAPS Research

**Fig 11 – PPOP recovers, but growth remains volatile**

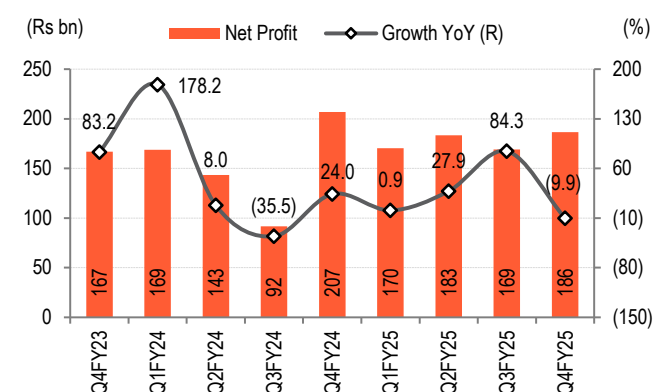
Source: Company, BOBCAPS Research

**Fig 12 – Asset quality continued to improve**

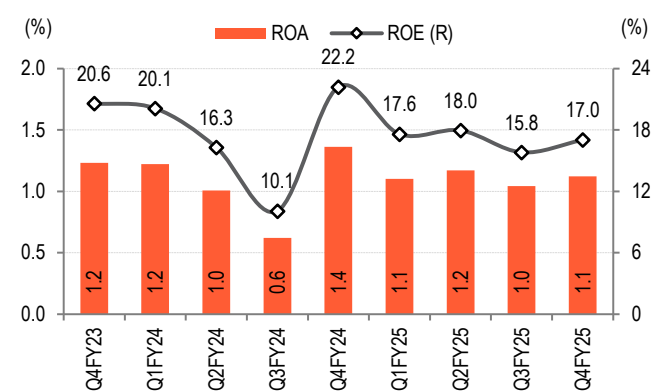
Source: Company, BOBCAPS Research

**Fig 13 – Credit costs up due to ageing provisions**

Source: Company, BOBCAPS Research

**Fig 14 – PAT declined YoY on higher provisions**

Source: Company, BOBCAPS Research

**Fig 15 – Return ratios remain steady**

Source: Company, BOBCAPS Research

**Fig 16 – Loan book trend**

(Rs bn)	Q4FY24	Q1FY25	Q2FY25	Q3FY25	Q4FY25	YoY (%)	QoQ (%)
Home Loans	7,258	7,396	7,641	7,928	8,308	14.5	4.8
Auto Loans	1,165	1,176	1,174	1,245	1,271	9.1	2.1
Xpress Credit	3,484	3,456	3,415	3,449	3,501	0.5	1.5
Personal Loans	327	354	388	437	500	53.1	14.3
Other Retail Loans	1,288	1,298	1,348	1,414	1,485	15.3	5.0
Retail Loans	13,523	13,680	13,966	14,473	15,065	11.4	4.1
Agriculture	3,049	3,091	3,222	3,364	3,485	14.3	3.6
SME	4,330	4,434	4,565	4,964	5,060	16.9	1.9
Corporate	11,382	11,386	11,572	11,763	12,406	9.0	5.5
Domestic Advances	32,284	32,591	33,325	34,564	36,016	11.6	4.2
Overseas Loans	5,391	5,530	5,882	6,113	6,191	14.8	1.3
<b>Gross Loans</b>	<b>37,675</b>	<b>38,121</b>	<b>39,207</b>	<b>40,678</b>	<b>42,207</b>	<b>12.0</b>	<b>3.8</b>

Source: Company, BOBCAPS Research

**Fig 17 – Loan book distribution**

(%)	Q4FY24	Q1FY25	Q2FY25	Q3FY25	Q4FY25	YoY (%)	QoQ (%)
Home Loans	19.3	19.4	19.5	19.5	19.7	42bps	19bps
Auto Loans	3.1	3.1	3.0	3.1	3.0	(8bps)	(5bps)
Xpress Credit	9.2	9.1	8.7	8.5	8.3	(95bps)	(18bps)
Personal Loans	0.9	0.9	1.0	1.1	1.2	32bps	11bps
Other Retail Loans	3.4	3.4	3.4	3.5	3.5	10bps	4bps
Retail Loans	35.9	35.9	35.6	35.6	35.7	(20bps)	11bps
Agriculture	8.1	8.1	8.2	8.3	8.3	16bps	(1bps)
SME	11.5	11.6	11.6	12.2	12.0	50bps	(21bps)
Corporate	30.2	29.9	29.5	28.9	29.4	(82bps)	48bps
Domestic Advances	85.7	85.5	85.0	85.0	85.3	(36bps)	36bps
Overseas Loans	14.3	14.5	15.0	15.0	14.7	36bps	(36bps)
<b>Gross Loans</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>0bps</b>	<b>0bps</b>

Source: Company, BOBCAPS Research

**Fig 18 – Deposit trend**

(Rs bn)	Q4FY24	Q1FY25	Q2FY25	Q3FY25	Q4FY25	YoY (%)	QoQ (%)
Current Deposits	2,870	2,462	2,784	2,850	3,646	27.0	27.9
Saving Deposits	16,550	16,683	16,875	16,802	17,006	2.8	1.2
<b>CASA Deposits</b>	<b>19,420</b>	<b>19,144</b>	<b>19,659</b>	<b>19,652</b>	<b>20,652</b>	<b>6.3</b>	<b>5.1</b>
Term Deposits	29,741	29,873	31,514	32,641	33,170	11.5	1.6
Domestic Deposits	49,161	49,017	49,105	50,139	51,669	5.1	3.1
Overseas Deposits	1,917	1,978	2,068	2,155	2,153	12.3	(0.1)
<b>Total Deposits</b>	<b>49,161</b>	<b>49,017</b>	<b>51,173</b>	<b>52,294</b>	<b>53,822</b>	<b>9.5</b>	<b>2.9</b>

Source: Company, BOBCAPS Research

**Fig 19 – Deposit distribution**

(%)	Q4FY24	Q1FY25	Q2FY25	Q3FY25	Q4FY25	YoY (%)	QoQ (%)
Current Deposits	5.8	5.0	5.4	5.5	6.8	94bps	132bps
Saving Deposits	33.7	34.0	33.0	32.1	31.6	(207bps)	(53bps)
<b>CASA Deposits</b>	<b>39.5</b>	<b>39.1</b>	<b>38.4</b>	<b>37.6</b>	<b>38.4</b>	<b>(113bps)</b>	<b>79bps</b>
Term Deposits	60.5	60.9	61.6	62.4	61.6	113bps	(79bps)
Domestic Deposits	100.0	100.0	96.0	95.9	96.0	(400bps)	12bps
Overseas Deposits	3.9	4.0	4.0	4.1	4.0	10bps	(12bps)
<b>Total Deposits</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>0bps</b>	<b>0bps</b>

Source: Company, BOBCAPS Research

## Earnings call highlights

### Asset quality

- SBIN's asset quality improved QoQ in Q4FY25 with GNPA reducing by 25bps to 1.82% and NNPA at 0.47% (-6bps QoQ). Slippages continue to be elevated at Rs 43.2bn vs Rs 41.4bn in Q3FY25.
- NPAs for Agri were at 8.43% in Q4FY25 vs 9.06% in Q3FY25, SME portfolio at 3.27% vs 3.47% in Q3FY25 and Retail at 2.42% vs 2.59% in Q3FY25.
- Recovery and upgrades improved to Rs 17.4bn in Q4FY25 vs Rs 12bn in Q3FY25, mostly driven by retail small value accounts.
- Restructured book declined to Rs 129bn or 0.3% of net loans as of Mar'25 vs Rs 173bn (0.5%) as of Mar'24.
- Credit cost was at 0.38% vs 0.37% in Q3FY25.

### Loans and deposits

- Management is targeting credit growth of 12-13% over FY26.
- Retail book grew 11% YoY (4% QoQ). Corporate book grew 9% YoY (6% QoQ). Retail loan growth was aided by personal loans (up 53% YoY, 14% QoQ) and home loans (up 15% YoY and 5% QoQ). Overall loan book grew 12% YoY and 4% QoQ.
- Loan mix for Q4 was 29% repo linked loans, ~70% MCLR (marginal cost of funds-based lending rate) and fixed rate loans.
- Deposits grew 9% YoY, led by term deposits (up 12% YoY and 2% QoQ). Savings grew 3% and current accounts 27% YoY, leading to a QoQ increase in CASA ratio of 79bps to 38.4%.
- Current account remained strong despite the competitive market environment and grew strongly by 28% QoQ as of Mar'25.

### Profitability

- PPoP increased by 8.8% QoQ to Rs 313bn in Q4FY25, mainly supported by higher non-interest income of Rs 242bn (+119.3% QoQ) aided by govt-guaranteed SRs.
- Provisions increased significantly to Rs 64.4bn in Q4FY25 vs Rs 9.1bn in Q3FY25. The increase in provisions was due to higher loan loss provisions of Rs 39.6bn (Q4FY25) vs Rs 23bn (Q3FY25).

## Valuation methodology

While system credit growth is moderating, we believe SBIN to deliver healthy credit growth coupled with strong liability franchise. It has demonstrated stable performance with healthy credit and deposit growth through the business cycles. We expect stable NIMs at ~3% and ROA/ROE of 1.1%/16% by FY27E. Given SBIN's healthy performance, we revise our SOTP-based TP to Rs 989 (from Rs 972), assigning P/ABV of 1.3x FY27E.

**Fig 20 – Key operational assumptions**

Parameter (%)	FY24A	FY25A	FY26E	FY27E
Advances Growth	15.8	12.4	13.0	14.0
Net Interest Income Growth	10.4	4.4	7.2	17.9
PPoP Growth	3.6	27.5	8.0	18.0
PAT Growth	21.6	16.1	2.2	18.4
NIM	3.0	2.8	2.7	2.9
GNPA	2.2	1.8	1.7	1.7
CAR	14.3	14.3	14.1	13.9

Source: Company, BOBCAPS Research

**Fig 21 – SOTP valuation summary**

Business	Valuation method	Holdings (%)	Value (Rs/sh)
Bank	1.3x FY27E ABV	100	744
SBI Life	Mcap	55	110
SBI AMC	10% of AUM	62	75
SBI General	25x FY27E EPS	70	14
SBI Card	Mcap	69	64
SBI Capital	15x FY27E EPS	100	26
Holding Company Discount	15%		(43)
<b>Total</b>	<b>-</b>		<b>989</b>

Source: Company, BOBCAPS Research

**Fig 22 – Valuation assumptions**

Gordon Growth Model	(%)
Return on Equity (RoE)	6.8
Cost of Equity (Ke)	5.9
Growth (Period 1)	1.2
Growth (Long Term)	13.7
Initial High Growth Period (years)	14.9
Dividend Payout (Period 1)	10.0
Dividend Payout (Long Term)	20.0
Factor 1	3.0
Factor 2	80.0
Justified P/BV (x)	1.3

Source: BOBCAPS Research

## Key risks

Key downside risks to our estimates:

- Any sudden rise in delinquency in the retail and SME segments, resulting in higher provision requirements
- Inability to manage cost of funds, which may drag NIM as well as the overall profitability.



## Financials

### Income Statement

Y/E 31 Mar (Rs mn)	FY23A	FY24A	FY25A	FY26E	FY27E
Net interest income	14,48,405	15,98,758	16,69,651	17,90,405	21,10,487
NII growth (%)	20.0	10.4	4.4	7.2	17.9
Non-interest income	3,66,156	5,16,822	6,16,831	6,56,466	7,10,181
Total income	18,14,561	21,15,580	22,86,482	24,46,871	28,20,667
Operating expenses	9,77,431	12,48,608	11,80,690	12,53,053	14,12,397
PPOP	8,37,130	8,66,972	11,05,792	11,93,818	14,08,271
PPOP growth (%)	23.3	3.6	27.5	8.0	18.0
Provisions	1,65,073	49,142	1,53,079	2,17,262	2,51,693
PBT	6,72,056	8,17,830	9,52,713	9,76,556	11,56,578
Tax	1,69,732	2,07,063	2,43,706	2,51,951	2,98,397
Reported net profit	5,02,324	6,10,766	7,09,006	7,24,604	8,58,181
Adjustments	0	0	0	0	0
Adjusted net profit	5,02,324	6,10,766	7,09,006	7,24,604	8,58,181

### Balance Sheet

Y/E 31 Mar (Rs mn)	FY23A	FY24A	FY25A	FY26E	FY27E
Equity capital	8,925	8,925	8,925	8,925	8,925
Reserves & surplus	32,67,160	37,63,541	44,02,697	49,76,583	56,54,546
Net worth	32,76,084	37,72,465	44,11,621	49,85,508	56,63,471
Deposits	4,42,37,778	4,91,60,768	5,38,21,895	5,92,04,085	6,54,20,514
Borrowings	49,31,352	59,75,609	56,35,725	63,68,369	75,14,676
Other liab. & provisions	27,24,571	28,88,097	28,91,291	38,57,027	48,04,310
Total liab. & equities	5,51,69,785	6,17,96,939	6,67,60,533	7,44,14,989	8,34,02,970
Cash & bank balance	30,78,996	31,08,020	34,02,297	38,48,535	42,80,855
Investments	1,57,03,662	1,67,13,397	1,69,05,728	1,81,29,361	1,95,29,578
Advances	3,19,92,693	3,70,39,709	4,16,33,121	4,70,45,427	5,36,31,786
Fixed & Other assets	43,94,434	49,35,814	48,19,387	53,91,667	59,60,751
Total assets	5,51,69,785	6,17,96,939	6,67,60,533	7,44,14,989	8,34,02,970
Deposit growth (%)	9.2	11.1	9.5	10.0	10.5
Advances growth (%)	17.0	15.8	12.4	13.0	14.0

### Per Share

Y/E 31 Mar (Rs)	FY23A	FY24A	FY25A	FY26E	FY27E
EPS	56.3	68.4	79.4	81.2	96.2
Dividend per share	11.3	13.7	15.9	16.9	20.2
Book value per share	367.1	422.7	494.3	558.6	634.6

### Valuations Ratios

Y/E 31 Mar (x)	FY23A	FY24A	FY25A	FY26E	FY27E
P/E	14.2	11.7	10.1	9.9	8.3
P/BV	2.2	1.9	1.6	1.4	1.3
Dividend yield (%)	1.4	1.7	2.0	2.1	2.5

### DuPont Analysis

Y/E 31 Mar (%)	FY23A	FY24A	FY25A	FY26E	FY27E
Net interest income	3.1	2.7	2.6	2.5	2.7
Non-interest income	0.8	0.9	1.0	0.9	0.9
Operating expenses	2.0	2.1	1.8	1.8	1.8
Pre-provisioning profit	1.8	1.5	1.7	1.7	1.8
Provisions	0.3	0.1	0.2	0.3	0.3
PBT	1.5	1.4	1.5	1.4	1.5
Tax	0.4	0.4	0.4	0.4	0.4
ROA	1.1	1.0	1.1	1.0	1.1
Leverage (x)	17.0	16.6	15.7	15.0	14.8
ROE	19.3	17.3	17.3	15.4	16.1

### Ratio Analysis

Y/E 31 Mar	FY23A	FY24A	FY25A	FY26E	FY27E
<b>YoY growth (%)</b>					
Net interest income	20.0	10.4	4.4	7.2	17.9
Pre-provisioning profit	23.3	3.6	27.5	8.0	18.0
EPS	58.6	21.6	16.1	2.2	18.4
<b>Profitability &amp; Return ratios (%)</b>					
Net interest margin	3.4	3.4	3.1	3.0	3.1
Fees / Avg. assets	0.1	0.1	0.1	0.1	0.1
Cost-Income	53.9	59.0	51.6	51.2	50.1
ROE	19.3	17.3	17.3	15.4	16.1
ROA	1.1	1.0	1.1	1.0	1.1
<b>Asset quality (%)</b>					
GNPA	2.8	2.2	1.8	1.7	1.7
NNPA	0.7	0.6	0.5	0.4	0.4
Slippage ratio	0.7	0.6	0.6	0.8	0.8
Credit cost	0.6	0.1	0.4	0.5	0.5
Provision coverage	75.7	74.5	73.9	74.4	74.9
<b>Ratios (%)</b>					
Credit-Deposit	72.3	75.3	77.4	79.5	82.0
Investment-Deposit	35.5	34.0	31.4	30.6	29.9
CAR	14.7	14.3	14.3	14.1	14.5
Tier-1	12.1	11.9	12.1	12.2	12.4

Source: Company, BOBCAPS Research

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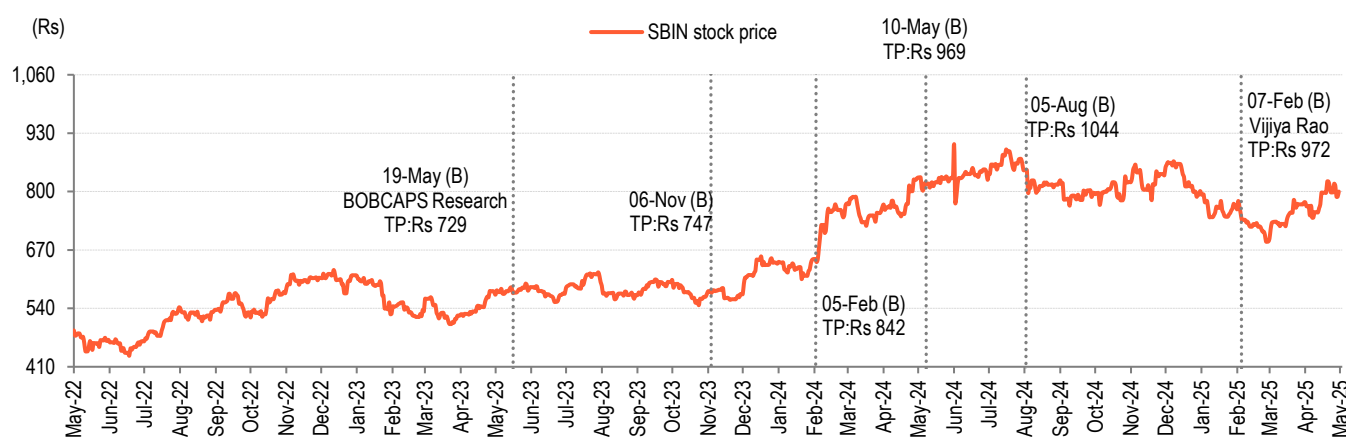
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