PL Capital
PRABHUDAS LILLADHER

Kotak Mahindra Bank (KMB IN)

Rating: BUY | CMP: Rs2,187 | TP: Rs2,480

October 26, 2025

Q2FY26 Result Update

☑ Change in Estimates | ☑ Target | ■ Reco

Change in Estimates

	Current		Previous	
	FY27E	FY28E	FY27E	FY28E
Rating	**BUY**		**BUY**	
Target Price	**2,480**		**2,350**	
NII (Rs. m)	3,51,983	4,08,019	3,52,758	4,09,249
% Chng.	*(0.2)*	*(0.3)*		
Op. Profit (Rs. m)	2,58,986	2,95,791	2,52,828	2,93,730
% Chng.	*2.4*	*0.7*		
EPS (Rs.)	83.4	96.2	83.0	97.6
% Chng.	*0.5*	*(1.4)*		

Key Financials - Standalone

Y/e Mar	FY25	FY26E	FY27E	FY28E
NII (Rs m)	2,83,418	3,01,827	3,51,983	4,08,019
Op. Profit (Rs m)	2,45,265	2,24,077	2,58,986	2,95,791
PAT (Rs m)	1,64,501	1,39,374	1,65,931	1,91,342
EPS (Rs.)	82.7	70.1	83.4	96.2
Gr. (%)	*19.3*	*(15.3)*	*19.1*	*15.3*
DPS (Rs.)	2.0	2.1	2.5	2.9
Yield (%)	*0.1*	*0.1*	*0.1*	*0.1*
NIM (%)	*4.5*	*4.2*	*4.4*	*4.4*
RoAE (%)	*15.4*	*11.2*	*11.8*	*12.1*
RoAA (%)	*2.5*	*1.9*	*2.0*	*2.0*
P/BV (x)	3.7	3.3	2.9	2.6
P/ABV (x)	3.8	3.3	3.0	2.6
PE (x)	26.4	31.2	26.2	22.7
CAR (%)	22.2	21.2	21.0	20.7

Key Data	KTKM.BO | KMB IN
52-W High / Low	Rs.2,302 / Rs.1,679
Sensex / Nifty	84,212 / 25,795
Market Cap	Rs.4,349bn/ $ 49,504m
Shares Outstanding	1,989m
3M Avg. Daily Value	Rs.7533.19m

Shareholding Pattern (%)

Promoter's	25.88
Foreign	32.01
Domestic Institution	29.75
Public & Others	12.36
Promoter Pledge (Rs bn)	-

Stock Performance (%)

	1M	6M	12M
Absolute	7.7	(1.6)	24.1
Relative	4.5	(6.8)	18.0

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PL&CC pick-up/stress reduction key to re-rating

Quick Pointers:

- Mixed quarter; lower opex cushions core PAT; provisions were a miss.
- For FY27/28, we trim opex growth but increase provisions.

KMB saw a mixed quarter. Core PAT was a 5.3% beat as opex was 6.9% below PLe, however, despite credit costs declining QoQ from 115bps to 92bps, they were elevated due to write-offs. Stress has been resolved in PL, reducing in MFI and gradually falling in CC. Retail CV continues to see stress. Loan growth was healthy at 4.0% QoQ mainly driven by corporate, housing/SME. Recovery in PL/CC has been slower as combined growth was -1.5% QoQ while peers like AXSB/ICICIB/HDFCB saw better growth at 4.2%/3.6%/1.9%. Opex continues to remain muted driven by automation and lower acquisition cost due to lesser CC volumes; however, we expect opex growth to normalize to 16% in FY27/28 vs 3.7% in FY26. Acceleration in unsecured loan growth and decline in credit costs remain key levers to re-rating. We keep multiple at 2.3x but increase TP to Rs2,480 from Rs2,350 as we roll forward to Sep'27 core ABV. Retain 'BUY'.

- **Beat on core PAT due to lower opex:** NII came in at Rs73.1bn (PLe Rs73.2bn). NIM (calc.) was higher at 4.52% (PLe 4.49%); reported NIM fell by 11bps QoQ to 4.54%. Loans/deposits as expected grew by 15.8%/14.6% YoY. CASA improved to 42.3% (40.9% in Q1'26). LDR was 87.5% (86.7% in Q1'26). Other inc. was lower at Rs25.9bn (PLe Rs29.5bn) due to treasury loss; fees came in at Rs24.2bn (PLe 24.7bn). Opex at Rs46.3bn was 6.9% lesser due to both, staff cost and other opex. Core PPoP at Rs50.9bn was 5.8% above PLe; PPoP was Rs52.7bn. GNPA was lower 1.39% (PLe 1.45%) due to write-offs at Rs11bn (PLe Rs7.4bn). Gross slippage was in-line at Rs16.3bn; recoveries were a tad lower at Rs6.9bn (PLe Rs7.7bn). Provisions were a drag at Rs9.5bn (PLe Rs8.6bn) that included Rs490mn reversal on AIF provision as per RBI circular. Core PAT was 5.3% above PLe at Rs31.2bn; PAT was Rs32.5bn.

- **Sequential loan growth led by corporate/SME:** Credit growth was healthy at 4% QoQ mainly led by: corporate 6.2%, HL 4.8%, BuB 7.5% & SME 6.9%. Wholesale loan growth was led by short-term/trade assets. Credit substitutes fell by 10% QoQ due to better pricing in loan market; as per the bank pricing continued to be challenging in long-term and project financing. Momentum in SME, mid-market, and BuB remains healthy due to WC demand and capital required in flow-based businesses. Retail CV is witnessing stress which is driving lower disbursals. Unsecured (PL+CC+MFI) growth remains sluggish (-1.7% QoQ); recovery in CC segment has been slower than expected.

- **NIM to pick-up in H2FY26; opex remains controlled:** Bank expects NIM to recover in H2FY26 driven by TD rate cut and CRR benefit. Opex surprised positively and fell by 4.2% QoQ driven by (1) sizable payroll cost reduction as headcount is stable which is attributable to process de-congestion led by automation and efficiency and (2) lower variable acquisition cost due to lesser than expected CC volumes and spends also leading to muted rewards' cost. We expect opex growth to normalize to 16% in FY27/28E vs 3.7% in FY26.

Exhibit 1: PAT at Rs32.5bn was led by lower opex offset by higher provisions

Financial Statement (Rs m)	Q2FY26	Q2FY25	YoY gr. (%)	Q2FY26E	% Var.	Q1FY26	QoQ gr. (%)
Interest Income	1,36,494	1,32,163	3.3	1,39,871	(2.4)	1,38,365	(1.4)
Interest Expenses	63,387	61,967	2.3	66,709	(5.0)	65,773	(3.6)
Net interest income (NII)	**73,107**	**70,196**	**4.1**	**73,162**	**(0.1)**	**72,593**	**0.7**
Other income	25,892	26,842	(3.5)	29,489	(12.2)	30,800	(15.9)
Total income	**98,999**	**97,038**	**2.0**	**1,02,651**	**(3.6)**	**1,03,393**	**(4.2)**
Operating expenses	46,317	46,046	0.6	49,730	(6.9)	47,756	(3.0)
-Staff expenses	19,795	19,514	1.4	21,275	(7.0)	20,655	(4.2)
-Other expenses	26,521	26,532	(0.0)	28,456	(6.8)	27,101	(2.1)
Operating profit	**52,683**	**50,993**	**3.3**	**52,921**	**(0.4)**	**55,637**	**(5.3)**
Core operating profit	50,943	47,273	7.8	48,171	5.8	47,327	7.6
Total provisions	9,474	6,604	43.5	8,639	9.7	12,078	(21.6)
Profit before tax	**43,208**	**44,389**	**(2.7)**	**44,282**	**(2.4)**	**43,559**	**(0.8)**
Tax	10,675	10,951	(2.5)	11,070	(3.6)	10,743	(0.6)
Profit after tax	**32,533**	**33,437**	**(2.7)**	**33,211**	**(2.0)**	**32,817**	**(0.9)**
Balance sheet (Rs m)							
Deposits	52,87,760	46,14,542	14.6	52,87,760	0.0	51,28,380	3.1
Advances	46,26,876	39,95,216	15.8	46,25,520	0.0	44,48,230	4.0
Ratios (%)							
Profitability ratios							
NIM	**4.5**	**4.9**	**(39)**	**4.5**	**4**	**4.7**	**(13)**
RoaA	2.0	2.3	(36)	2.0	(3)	2.0	(7)
RoaE	11.0	13.3	(230)	11.2	(16)	11.4	(40)
Asset Quality							
Gross NPL	64,796	60,332	7.4	67,627	(4.2)	66,377	(2.4)
Net NPL	14,910	17,238	(13.5)	16,907	(11.8)	15,309	(2.6)
Gross NPL ratio	**1.4**	**1.5**	**(10)**	1.4	(6)	**1.5**	**(9)**
Net NPL ratio	**0.3**	**0.4**	**(11)**	0.4	(4)	**0.3**	**(2)**
Coverage ratio (Calc)	77.0	71.4	556	75.0	199	76.9	5
Business & Other Ratios							
Low-cost deposit mix	42.3	43.6	(129)	42.3	(0)	40.9	144
Cost-income ratio	46.8	47.5	(67)	48.4	(166)	46.2	60
Non int. inc / total income	26.2	27.7	(151)	28.7	(257)	29.8	(364)
Credit deposit ratio	87.5	86.6	92	87.5	3	86.7	76
CAR	22.8	22.6	19			23.0	(20)
Tier-I	20.9	21.5	(60)			21.8	(90)

Source: Company, PL

Q2FY26 Conference Call Highlights

Balance Sheet

- HL continues to be price sensitive. In BuB, there is a sustained demand for working capital across sectors.
- Unsecured portfolio acquired from StanC is performing well. Momentum was intact in organic PL disbursals led by digital acquisition. Newly launched Solitaire credit card has gained traction and CC portfolio may grow in H2FY26.
- MFI book contracted primarily due to repayments outpacing disbursement. However, pickup in volume expected in H2FY26.
- CV portfolio saw good growth due to improvement in small CV sales. Growth in industry numbers was partially due to the higher wholesale numbers achieved in the last week of September post GST cut.
- Bank tightened its underwriting in retail CV post seeing stress. Tractor finance saw good growth due to favorable monsoon and better rural cash flows.
- CE witnessed a negative growth in H1FY26 because of i) lower new projects awarded ii) delayed infra execution due to tight state government cash flows and iii) early monsoon onset and extended monsoon disrupting project.
- Avg. floating rate SA book reduced QoQ from Rs192bn to Rs141bn; Bank has reduced dependency on floating rate SA by changing threshold for the same.
- Kotak Prime profits have been stagnant as earlier quarters included non-recurring items such as IPO profits, dividend incomes, etc. and company has also witnessed marginal increase in credit costs.
- Management stated that the impact from ECL and risk weights circular by RBIs would be manageable due to strong capital adequacy.

Profit & Loss

- Bank expects NIM to gradually improve in H2FY26 due to the benefit of deposit repricing and CRR cut assuming no further rate cuts.
- Staff cost was lower due to lesser retiral cost led by higher discounting rate.
- Tech expenses form 12-14% of total opex. Marketing expenses have been postponed to Q3FY26 due to the festive season.
- Bank has been able to optimize opex due to benefits from healthy investments in technology over the last 2 years which has led to higher efficiency.

Asset Quality

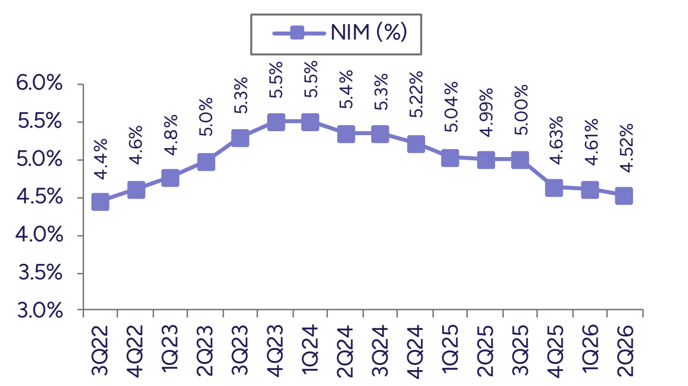
- Higher write-offs in Q2FY26 were mainly attributable to PL/MFI.
- PL stress has normalized. Bank expects a downward trajectory on credit costs for both MFI/CC. However, they continue to be cautious in retail CV due to stress buildup. Overall, credit costs are likely gradually moderate in H2FY26.

Exhibit 2: Loan growth led by Corp Banking and SME.

Loan Book (Rs mn)	Q2FY26	Q2FY25	YoY gr. (%)	Q1FY26	QoQ gr. (%)
Corp Banking	10,92,400	9,28,640	*17.6*	10,28,210	*6.2*
SME	3,71,930	3,21,740	*15.6*	3,47,830	*6.9*
Home loans	13,78,930	11,67,150	*18.1*	13,15,410	*4.8*
CV/CE	4,36,760	3,90,640	*11.8*	4,29,720	*1.6*
Cons Bank WC (secured)	4,78,250	4,00,020	*19.6*	4,44,690	*7.5*
PL, BL, Cons Durables	2,42,720	2,08,680	*16.3*	2,43,680	*(0.4)*
Credit Cards	1,24,440	1,44,460	*(13.9)*	1,29,240	*(3.7)*
Agri	2,43,300	2,69,650	*(9.8)*	2,51,740	*(3.4)*
Tractor Finance	1,84,390	1,61,910	*13.9*	1,78,740	*3.2*
Retail Micro Finance	57,250	97,760	*(41.4)*	58,820	*(2.7)*
Others	1,78,720	1,00,430	*78.0*	1,61,420	*10.7*
IBPC	(1,62,210)	(1,95,860)	*(17.2)*	(1,41,270)	*14.8*
Total	**46,26,880**	**39,95,220**	***15.8***	**44,48,230**	**4.0**
Loan Book mix (%)					
Corp Banking	23.6	23.2	*1.6*	23.1	*2.1*
SME	8.0	8.1	*(0.2)*	7.8	*2.8*
Home loans	29.8	29.2	*2.0*	29.6	*0.8*
CV/CE	9.4	9.8	*(3.5)*	9.7	*(2.3)*
Cons Bank WC (secured)	10.3	10.0	*3.2*	10.0	*3.4*
PL, BL, Cons Durables	5.2	5.2	*0.4*	5.5	*(4.2)*
Credit Cards	2.7	3.6	*(25.6)*	2.9	*(7.4)*
Agri	5.3	6.7	*(22.1)*	5.7	*(7.1)*
Tractor Finance	4.0	4.1	*(1.7)*	4.0	*(0.8)*
Retail Micro Finance	1.2	2.1	(0.0)	1.3	(0.0)
Others	3.9	2.5	*53.7*	3.6	*6.4*
IBPC	(3.5)	(4.9)	*(28.5)*	(3.2)	*10.4*

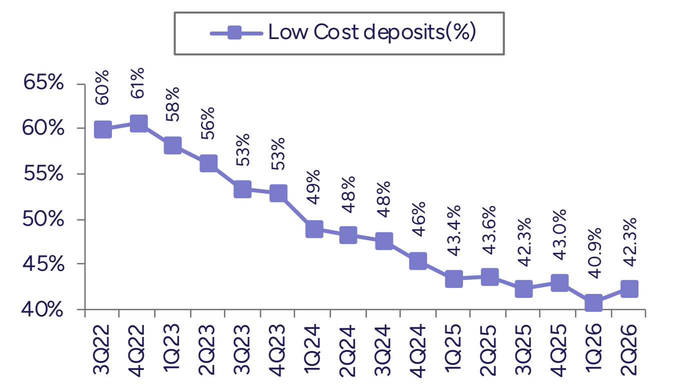
Source: Company, PL

Exhibit 3: NIMs declined QoQ to 4.52%



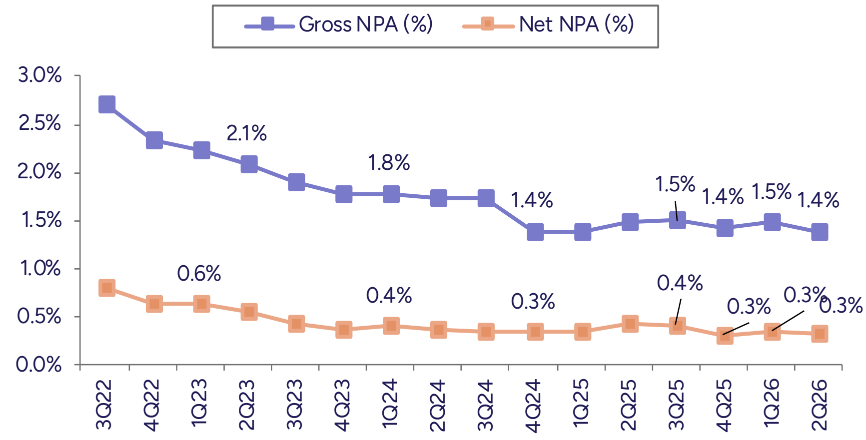
Source: Company, PL

Exhibit 4: CASA increased QoQ to 42.3%



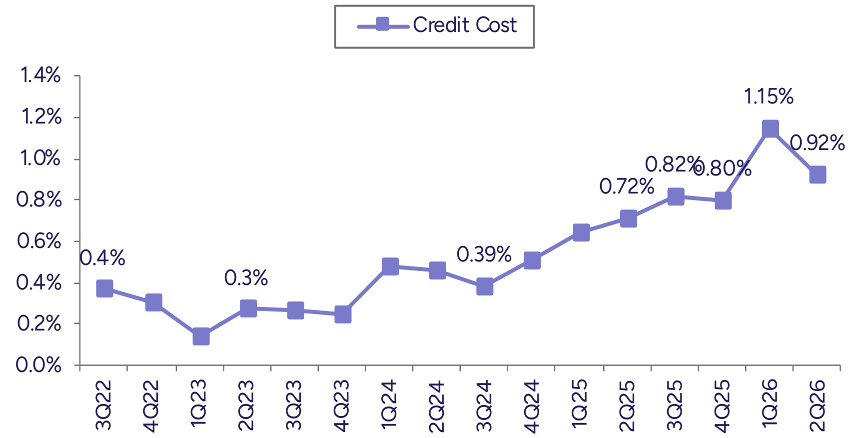
Source: Company, PL

Exhibit 5: GNPA/NNPA reduced QoQ to 1.39%/0.32%



Source: Company, PL

Exhibit 6: Credit costs decreased QoQ to 0.92%.



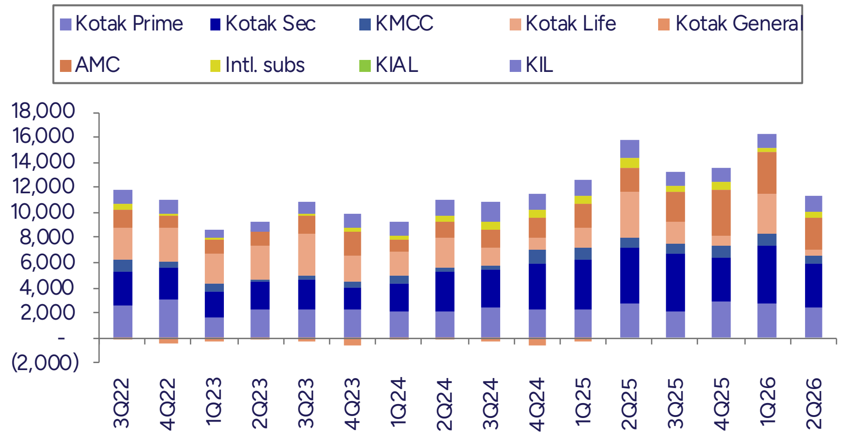
Source: Company, PL

Exhibit 7: Consolidated earnings steady QoQ to Rs44.7bn

Consolidated Financials (Rs mn)	Q2FY26	Q2FY25	*YoY gr. (%)*	Q1FY26	*QoQ gr. (%)*
Standalone Bank	32,533	33,437	*(2.7)*	32,817	*(0.9)*
Kotak Prime	2,460	2,690	*(8.6)*	2,720	*(9.6)*
KMCC	600	900	*(33.3)*	890	*(32.6)*
Kotak Securities	3,450	4,440	*(22.3)*	4,650	*(25.8)*
International subsidiaries	480	760	*(36.8)*	420	*14.3*
Kotak AMC	2,580	1,970	*31.0*	3,260	*(20.9)*
Kotak Mahindra Investments	1,200	1,410	*(14.9)*	1,070	*12.1*
Lending business	**34,993**	**36,127**	***(3.1)***	**35,537**	***(1.5)***
Flow business, Subsidiaries	8,310	9,480	*(12.3)*	10,290	*(19.2)*
Others	887	1,233	*(28.1)*	(4,377)	*(120.3)*
Consolidated PAT (ex -insurance)	**44,190**	**46,840**	***(5.7)***	**41,450**	***6.6***
Insurance*	490	3,600	*(86.4)*	3,270	*(85.0)*
Consolidated PAT**	**44,680**	**50,440**	***(11.4)***	**44,720**	***(0.1)***

*Source: Company, PL; **Note:** Insurance includes both Life and General Insurance (On 18th June, 2024, Kotak General Insurance has ceased to be a wholly-owned subsidiary and became an associate of the Bank.)*

Exhibit 8: Robust group earnings with 26% share from non-banking cos



Source: Company, PL

Exhibit 9: Return ratios to remain close to 11-12% over FY27E/28E

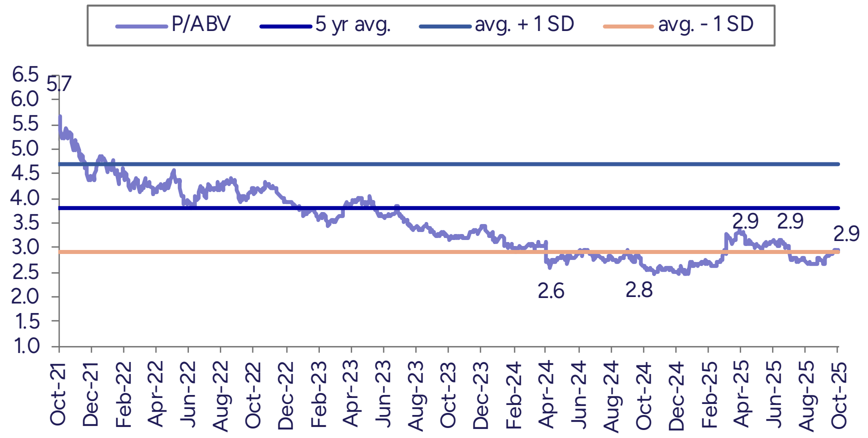
RoA decomposition	FY22	FY23	FY24	FY25	FY26E	FY27E	FY28E
Net interest income	4.1	4.7	4.8	4.4	4.1	4.2	4.2
Other Inc. from operations	1.5	1.5	1.9	2.3	1.6	1.6	1.6
Total income	5.6	6.2	6.7	6.7	5.7	5.8	5.8
Employee expenses	1.1	1.2	1.3	1.2	1.1	1.2	1.2
Other operating expenses	1.5	1.8	1.8	1.7	1.5	1.6	1.6
Operating profit	3.0	3.2	3.6	3.8	3.1	3.1	3.1
Tax	0.7	0.7	0.8	0.8	0.6	0.7	0.7
Loan loss provisions	0.2	0.1	0.3	0.5	0.5	0.5	0.4
RoAA	**2.1**	**2.4**	**2.5**	**2.5**	**1.9**	**2.0**	**2.0**
RoAE	**12.6**	**14.0**	**15.3**	**15.4**	**11.2**	**11.8**	**12.1**

Source: Company, PL

Exhibit 10: SOTP-based TP of Rs2,480 basis Sep'27E core ABV of bank

Particulars	Stake	Rs per share	% of total	Valuation (x)	Basis
Standalone bank	100%	1,780	69.6	2.3	x Sep'27 core ABV
Insurance	100%	204	8.0	2.3	of Mar'25 EV
Kotak Prime	100%	159	6.2	3.3	of Mar'25 ABV
Kotak AMC	100%	168	6.6	6.0%	6% of Sep'25 MAAuM
Kotak Sec	100%	173	6.8	21.0	of FY25 PAT
KMCC	100%	27	1.1	15.0	of Mar'25 PAT
Intl Subs	100%	11	0.4	1.0	of Mar'25 Book
Others	100%	35	1.4	14.0	of Mar'25 PAT
Total		**2,557**	**100**		
Holdco discount		78			
SOTP based TP		**2,480**			

Exhibit 11: One-year forward P/ABV trades at 2.9x



Source: Company, PL

Income Statement (Rs. m)

Y/e Mar	FY25	FY26E	FY27E	FY28E
Int. Earned from Adv.	4,07,462	4,34,229	4,85,948	5,56,969
Int. Earned from invt.	1,08,289	1,08,958	1,12,285	1,27,338
Others	4,501	5,813	6,180	6,431
Total Interest Income	5,29,197	5,59,774	6,17,473	7,06,328
Interest Expenses	2,45,780	2,57,947	2,65,490	2,98,308
Net Interest Income	**2,83,418**	**3,01,827**	**3,51,983**	**4,08,019**
Growth(%)	*9.0*	*6.5*	*16.6*	*15.9*
Non Interest Income	1,49,611	1,16,968	1,32,886	1,49,877
Net Total Income	4,33,029	4,18,795	4,84,869	5,57,896
Growth(%)	*21.1*	*(0.3)*	*10.9*	*14.1*
Employee Expenses	79,183	83,466	96,540	1,12,021
Other Expenses	1,01,294	1,11,253	1,29,343	1,50,084
Operating Expenses	1,87,764	1,94,718	2,25,883	2,62,105
Operating Profit	**2,45,265**	**2,24,077**	**2,58,986**	**2,95,791**
Growth(%)	*25.2*	*(8.6)*	*15.6*	*14.2*
NPA Provision	25,763	35,565	34,395	36,731
Total Provisions	29,424	38,611	37,744	40,669
PBT	**2,15,841**	**1,85,466**	**2,21,242**	**2,55,122**
Tax Provision	51,340	46,092	55,310	63,781
Effective tax rate (%)	*23.8*	*24.9*	*25.0*	*25.0*
PAT	**1,64,501**	**1,39,374**	**1,65,931**	**1,91,342**
Growth(%)	*19.4*	*(15.3)*	*19.1*	*15.3*

Balance Sheet (Rs. m)

Y/e Mar	FY25	FY26E	FY27E	FY28E
Face value	5	5	5	5
No. of equity shares	1,988	1,989	1,989	1,989
Equity	9,941	9,943	9,943	9,943
Networth	11,72,399	13,22,418	14,83,372	16,69,735
Growth(%)	*21.2*	*12.8*	*12.2*	*12.6*
Adj. Networth to NNPAs	13,434	16,340	18,968	23,372
Deposits	49,90,551	57,41,161	66,58,274	77,21,889
Growth(%)	*11.2*	*15.0*	*16.0*	*16.0*
CASA Deposits	21,44,159	24,39,220	28,27,906	32,78,545
% of total deposits	*43.0*	*42.5*	*42.5*	*42.5*
Total Liabilities	**69,36,242**	**77,02,565**	**89,39,050**	**1,03,76,074**
Net Advances	42,69,092	49,94,810	57,92,698	67,18,044
Growth(%)	*13.5*	*17.0*	*16.0*	*16.0*
Investments	18,19,074	18,94,583	21,97,230	25,48,223
Total Assets	**69,36,242**	**77,02,565**	**89,39,050**	**1,03,76,074**
Growth (%)	*15.5*	*11.0*	*16.1*	*16.1*

Asset Quality

Y/e Mar	FY25	FY26E	FY27E	FY28E
Gross NPAs (Rs m)	61,339	71,045	82,471	1,01,617
Net NPAs (Rs m)	13,434	16,340	18,968	23,372
Gr. NPAs to Gross Adv.(%)	*1.4*	*1.4*	*1.4*	*1.5*
Net NPAs to Net Adv. (%)	*0.3*	*0.3*	*0.3*	*0.3*
NPA Coverage %	*78.1*	*77.0*	*77.0*	*77.0*

Profitability (%)

Y/e Mar	FY25	FY26E	FY27E	FY28E
NIM	4.5	4.2	4.4	4.4
RoAA	2.5	1.9	2.0	2.0
RoAE	15.4	11.2	11.8	12.1
Tier I	21.1	20.1	19.6	19.2
CRAR	22.2	21.2	21.0	20.7

Source: Company Data, PL Research

Quarterly Financials (Rs. m)

Y/e Mar	Q3FY25	Q4FY25	Q1FY26	Q2FY26
Interest Income	1,34,276	1,35,298	1,38,365	1,36,494
Interest Expenses	62,313	62,462	65,773	63,387
Net Interest Income	**71,963**	**72,836**	**72,593**	**73,107**
YoY growth (%)	*9.8*	*5.4*	*6.1*	*4.1*
CEB	23,620	26,160	22,490	24,150
Treasury	-	-	-	-
Non Interest Income	26,228	31,825	30,800	25,892
Total Income	**98,191**	**1,04,660**	**1,03,393**	**98,999**
Employee Expenses	19,525	21,063	20,655	19,795
Other expenses	26,856	28,876	27,101	26,521
Operating Expenses	46,380	49,938	47,756	46,317
Operating Profit	**51,810**	**54,722**	**55,637**	**52,683**
YoY growth (%)	*13.5*	*0.2*	*5.9*	*3.3*
Core Operating Profits	49,200	49,062	47,327	50,943
NPA Provision	7,940	8,060	12,000	9,960
Others Provisions	7,941	9,094	12,078	9,474
Total Provisions	7,941	9,094	12,078	9,474
Profit Before Tax	**43,869**	**45,628**	**43,559**	**43,208**
Tax	10,821	10,111	10,743	10,675
PAT	**33,048**	**35,517**	**32,817**	**32,533**
YoY growth (%)	*10.0*	*(14.1)*	*(6.7)*	*(2.7)*
Deposits	**47,34,970**	**49,90,551**	**51,28,380**	**52,87,760**
YoY growth (%)	*15.9*	*11.2*	*14.6*	*14.6*
Advances	**41,38,390**	**42,69,092**	**44,48,230**	**46,26,876**
YoY growth (%)	*15.1*	*13.5*	*14.1*	*15.8*

Key Ratios

Y/e Mar	FY25	FY26E	FY27E	FY28E
CMP (Rs)	2,187	2,187	2,187	2,187
EPS (Rs)	82.7	70.1	83.4	96.2
Book Value (Rs)	590	665	746	840
Adj. BV (Rs)	583	657	736	828
P/E (x)	26.4	31.2	26.2	22.7
P/BV (x)	3.7	3.3	2.9	2.6
P/ABV (x)	3.8	3.3	3.0	2.6
DPS (Rs)	2.0	2.1	2.5	2.9
Dividend Payout Ratio (%)	*2.4*	*3.0*	*3.0*	*3.0*
Dividend Yield (%)	*0.1*	*0.1*	*0.1*	*0.1*

Efficiency

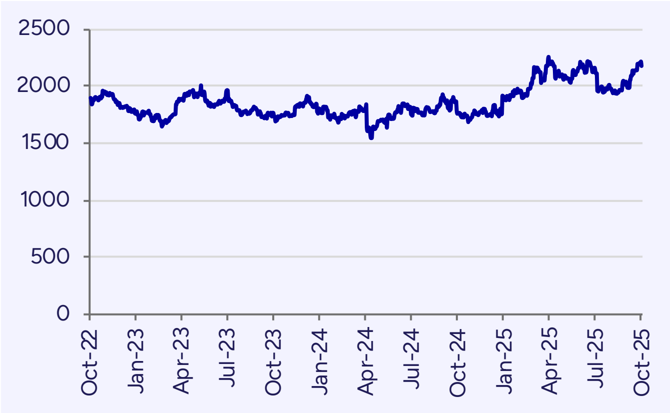
Y/e Mar	FY25	FY26E	FY27E	FY28E
Cost-Income Ratio (%)	*43.4*	*46.5*	*46.6*	*47.0*
C-D Ratio (%)	*85.5*	*87.0*	*87.0*	*87.0*
Business per Emp. (Rs m)	123	135	150	166
Profit per Emp. (Rs lacs)	22	18	20	22
Business per Branch (Rs m)	4,311	4,672	5,086	5,558
Profit per Branch (Rs m)	77	61	68	74

Du-Pont

Y/e Mar	FY25	FY26E	FY27E	FY28E
NII	4.38	4.12	4.23	4.22
Total Income	6.69	5.72	5.83	5.78
Operating Expenses	2.90	2.66	2.71	2.71
PPoP	3.79	3.06	3.11	3.06
Total provisions	0.45	0.53	0.45	0.42
RoAA	2.54	1.90	1.99	1.98
RoAE	15.38	11.17	11.83	12.14

Source: Company Data, PL Research

Price Chart



Recommendation History

No.	Date	Rating	TP (Rs.)	Share Price (Rs.)
1	07-Oct-25	BUY	2,350	2,127
2	27-Jul-25	BUY	2,350	2,121
3	07-Jul-25	BUY	2,400	2,150
4	23-Jun-25	BUY	2,400	2,170
5	05-May-25	BUY	2,400	2,185
6	08-Apr-25	BUY	2,230	2,038
7	20-Jan-25	BUY	2,230	1,759
8	08-Jan-25	BUY	2,230	1,772

Analyst Coverage Universe

Sr. No.	Company Name	Rating	TP (Rs)	Share Price (Rs)
1	AAVAS Financiers	Accumulate	1,925	1,672
2	Axis Bank	BUY	1,425	1,170
3	Bank of Baroda	BUY	270	262
4	Can Fin Homes	BUY	950	838
5	City Union Bank	BUY	245	219
6	DCB Bank	BUY	155	132
7	Federal Bank	BUY	235	213
8	HDFC Asset Management Company	BUY	6,175	5,764
9	HDFC Bank	BUY	1,150	1,003
10	ICICI Bank	BUY	1,800	1,437
11	IndusInd Bank	Hold	840	751
12	Kotak Mahindra Bank	BUY	2,350	2,127
13	LIC Housing Finance	BUY	725	567
14	Nippon Life India Asset Management	BUY	900	875
15	State Bank of India	BUY	960	865
16	Union Bank of India	BUY	150	139
17	UTI Asset Management Company	Accumulate	1,400	1,339

PL's Recommendation Nomenclature (Absolute Performance)

Buy	:	> 15%
Accumulate	:	5% to 15%
Hold	:	+5% to -5%
Reduce	:	-5% to -15%
Sell	:	< -15%
Not Rated (NR)	:	No specific call on the stock
Under Review (UR)	:	Rating likely to change shortly

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