

26 January 2026

Axis Bank

A quarter without one-offs and better asset quality outcomes

RESULT UPDATE

Sector: Banks	Rating: BUY
CMP: Rs 1,258	Target Price: Rs 1,590

Stock Info

Nifty	25,039
Bloomberg Code	AXSB IN
Equity shares	3097mn
52-wk High/Low	Rs 1,327 / 934
Face value	Rs 2
M-Cap	Rs 3,897bn/ USD 42bn
3-m Avg volume	Rs 6.2bn

Financial Snapshot (Rs bn)

Y/E March	FY26E	FY27E	FY28E
NII	562	648	749
PPP	447	527	611
PAT	249	324	374
EPS (Rs)	80	104	121
EPS Gr. (%)	-6	30	15
BV/Sh (Rs)	659	762	882
Adj. BV/Sh (Rs)	644	745	861
Ratios			
NIM (%)	3.7	3.8	3.9
C/I ratio (%)	46.8	45.6	45.2
RoA (%)	1.5	1.7	1.7
RoE (%)	13.0	14.7	14.7
Valuations			
P/E (x)	13.5	10.4	9.0
P/BV (x)	1.6	1.4	1.2
P/ABV (x)	1.7	1.5	1.3

Shareholding pattern (%)

	Jun'25	Sep'25	Dec'25
Promoter	8.2	8.2	8.2
-Pledged	-	-	-
FII	43.8	41.9	42.6
DII	41.2	42.9	42.7
Others	6.8	7.1	6.6

Stock Performance



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Axis Bank reported 3QFY26 PAT of Rs 64.9bn (3.7% above our estimates) which improved by 27.5% QoQ and by 2.9% YoY. The sequential improvement was mainly due to (i) Higher Net Interest Income (NII) (ii) Lower operating expenses (iii) Lower provisions. The bank has reported an advances growth of 3.8% QoQ and 14.2% YoY. The management has re-iterated its guidance to grow at 300 bps higher than industry growth in the medium term. The deposits grew by 4.8% QoQ and 15% YoY, thus outpacing the advances growth. The Net Interest Margin (NIM) was at 3.64% for 3Q, down by -9bps QoQ and -29bps YoY. Out of the -9bps decline, 1bp was attributed to higher interest reversal due to seasonality while the balance 8bps was attributed to a decline in spreads due to higher share of wholesale advances. For FY26, the bank is following a strategy to drive profitability via maximising NII and improving the bank's ROE. The full impact of the 25 bps rate cut will be visible in 4Q however it will be set off to an extent by continued Term Deposits (TD) repricing. The management has re-iterated its guidance to maintain through cycle margins at 3.8%. The annualized gross slippage ratio for the quarter was at 2.1%, up 2bps QoQ but down -4bps YoY. The total credit cost was at 0.8%, down -51bps QoQ and -7bps YoY. We have revised our target price to Rs. 1590 (Rs. 1475 earlier) and maintain a BUY rating on Axis Bank. We have moved our valuation to FY28E and are valuing the standalone bank at 1.6x on its FY28E book value per share of Rs. 882. Further, we assign Rs 177 per share value to its subsidiaries and associates.

Better asset quality outcomes in a seasonally weak quarter: The gross slippage ratio increased by 2 bps QoQ (-4 bps YoY) to 2.09% in 3Q. However, the asset quality for retail advances continued to show a stabilisation trend. The credit cards portfolio too has shown YoY improvement across gross and net slippages and credit costs. Out of the total gross slippages reported during the quarter (~Rs. 60.1bn), ~39% were attributed to 'linked accounts' of borrowers who were either standard when classified or upgraded within the same quarter. The net slippages due to technical impact for 3Q stood at Rs. 4.5bn, while provisioning on account of technical impact stood at Rs. 3.8bn. Management reiterated that the pool of technical slippages will not result in an economic loss for the bank since they are backed by adequate security cover or value. The total credit costs for the quarter were at 0.8%, down -51bps sequentially and -7 bps YoY. The GNPA for 3Q stood at 1.4%, down -6 bps QoQ and YoY while NNPA stood at 0.42%, down -2 bps QoQ but up 7 bps YoY. The overall provisions for the quarter stood at Rs. 22.5bn, down -36.7% QoQ but up 4.2% YoY. The bank is maintaining a cumulative non-NPA provision totaling ~Rs.131.1bn including ~Rs. 50.1bn towards expected credit losses, ~Rs. 17.1bn towards standard assets. The bank wrote back standard assets provisions amounting to ~Rs. 1.3bn during the quarter as the sectors previously marked as stressed have now stabilized.

NIMs decline sequentially but through the cycle NIM guidance was maintained: The NIMs for 3Q stood at 3.64%, down -9 bps QoQ and -29 bps YoY. Out of the -9 bps decline, 1bp was attributed to additional interest reversal due to seasonality factors while the balance 8 bps was on account of spread compression. A significant portion of the spread compression of -8bps was attributed to a mix shift in advances book due to the increased share of wholesale advances. The yield on interest earning assets declined -17 bps QoQ, which was partially offset by an -8 bps reduction in the cost of funds. The bank transmits repo rate changes at the end of the quarter in which they are announced, hence the full impact of 25 bps rate cut will be visible in

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4Q. However, the same is expected to be offset by benefit of TD repricing. However, the management cautioned that the full benefit of repricing may be limited if the rate environment for non-retail TDs remains competitive as those rates have started inching upwards. For FY26, the bank is following a strategy of prioritising NII growth over absolute margin percentage to drive profitability and improve ROE. The management has re-iterated its guidance of maintaining through the cycle margins at 3.8%. Further the bank is comfortable operating in at current LDR levels (~91.7%) and expects it to remain stable going forward.

Healthy Advances growth complimented by deposits growth: The advances grew at a healthy rate of 3.8% QoQ and by 14.2% YoY. The growth was led by increase in corporate advances followed by the SME segment. The Retail segment grew by 1.4%, sequentially led by home loans (+3% QoQ) and Small Business banking (+3.3% QoQ). However, the Auto loans segment, after showing signs of revival in 2Q, grew relatively slower at 1.2% QoQ while the credit cards portfolio declined by 5.4% sequentially. The disbursements across various retail category segments are showing signs of improvement. Further, the bank has also re-modelled its unsecured lending acquisitions engine and is seeing an uptick in the disbursements for the same. Going forward, the bank is aiming to improve the share of retail advances to ~58-60% while moderating the share of corporate advances to ~23-25%. Further, the management has maintained its guidance for the overall advances to grow by 300bps higher than industry growth in the medium term. The deposits grew by 4.8% QoQ and 15% YoY, thus outpacing the advances growth. The sequential growth was led by a 6% QoQ growth in TD while the CASA deposits grew by 2.9% QoQ. The CA deposits grew by 6.7% QoQ while the SA deposits grew by 1% correspondingly. The improvement in CA deposits was attributed to enhanced solution offerings to the institutional customers. The CASA ratio declined by -70 bps sequentially to 39.1%. The management does not expect any significant impact from the new LCR guidelines coming into effect from Apr-26.

Improved operating performance led by higher NII and lower opex: The Pre-provision operating profit (PPoP) grew by 4.4% QoQ to Rs. 108.8bn led by (i) 3.9% QoQ growth in NII to Rs. 142.9bn (ii) -3.2% QoQ decline in opex. The fee income grew by 1% sequentially to Rs. 61bn (~92% granular). The management expects the fee income to improve in line with disbursements. The employee expenses declined by 11.1% QoQ. The sequential decline was led by a permanent reduction in headcount (~950 employees) combined with a reversal of accruals for staff expenses that were no longer required to be paid. During 3Q, the bank made additional provisions of ~Rs. 0.25bn towards new labour codes. Based on internal policy, the bank was in the process of making such provisions since 3QFY21. This has resulted in the bank now holding a cumulative provision worth ~Rs. 4.3bn towards the new labour codes. The management expects the cost to asset ratio to directionally improve going forward driven by improved efficiency.

Valuation and recommendation: We have revised our estimates based on evolving factors of growth and asset quality. Based on our revised estimates we have revised our target price to Rs 1590 (from Rs. 1475 earlier) and maintain our **BUY** rating on Axis Bank. We have moved our valuation to FY28E and are valuing the standalone bank at 1.6x its FY28E book value per share of Rs. 882. Further, we assign Rs. 177 per share value to its subsidiaries and associates.

Key takeaways from 3QFY26 earnings call:

Asset Quality

- Gross slippages for Q3FY26 stood at Rs. 60.07 bn up 5.5% QoQ and 10.6% YoY. Following is the break-up
 - Retail slippages: Rs. 54.72 bn
 - CBG: Rs. 3.70 bn
 - WBCG: Rs. 1.65 bn
- Gross slippage ratio was at 2.1%, up 2bps QoQ but down -4bps YoY.
- Ex-technical impact, gross slippage ratio improved -4 bps QoQ and -62 bps YoY, reflecting normalization in underlying stress.
- Management reiterated no economic loss expected from technical slippage pool, with recoveries to play out over time.
- ~39% of gross slippages related to linked borrower accounts which were upgraded or standardised within the same quarter.
- Net slippages at Rs. 31.35bn, down -11% YoY; Net slippages segmentally were 30.5bn for retail, 1.95bn for CBG, and a negative i.e. -1.1bn for WBCG business. Net slippage ratio declined -29 bps YoY.
- Adjusted for recoveries, net slippages stood at Rs. 23.35bn for the quarter.
- Recoveries from written off accounts was at Rs. 7.99 bn, up 25% QoQ.
- Net credit cost for Q3FY26 at 0.76%, down -4 bps YoY.
- Ex-technical impact the credit cost was 13.9bn, net credit cost at 0.63%, down -17 bps YoY and flat QoQ.
- Provision Coverage Ratio (PCR) at 70%.
- Standard Asset Coverage Ratio at 1.14%.
- Total provisions to GNPA at 146%, providing strong balance sheet buffer.
- Cumulative non-NPA provisions at Rs. 131.11bn, including:
 - Expected credit loss provisions: Rs. 50.12bn
 - Weak asset provisions: Rs. 49.41bn
 - Additional one-time standard asset provisions: Rs. 12.31bn
 - Standard asset provisions above regulatory: Rs. 17.11bn
 - Restructuring provisions: Rs. 2.15 bn
- Restructured advances remain negligible; management highlighted continued stability across secured portfolios.
- Retail unsecured (cards & Personal Loans) early delinquency indicators stabilizing; cards stabilized in Q4FY25, Personal loans in Q2FY26.
- Management reiterated retail asset quality stabilization with improving vintage performance.

Margins

- Q3FY26 NIM at 3.64%, down -9 bps QoQ and -27 bps YoY.
- NIM compression driven by:
 - Asset mix shift toward wholesale
 - Incremental CASA dilution
 - Full quarter impact of December repo cut
- A reasonable portion of the 8bps spread is driven by shift in the advances mix as the proportion of wholesale advances has gone up combined with the impact of liability mix.
- Yield on interest-earning assets declined -17 bps QoQ.
- Cost of deposits declined -6 bps QoQ and -36 bps YoY.
- Cost of funds declined 8 bps QoQ, partially offsetting yield pressure.
- FY26 focused on NII optimization; portfolio rebalancing expected over planning horizon.
- Low yielding RIDF bonds declined by 6,790mn YoY comprising 0.57% of total assets at December 25 compared to 1.10% at December 24.
- Average LCR maintained in 115–120% range, consistent over last 8–10 quarters.
- Management expects broadly neutral impact from April FY27 LCR guideline changes (offsetting effects from retail run-off and corporate reclassification).
- Through-cycle NIM guidance reiterated at 3.8%, rate-cycle agnostic.
- The bank is focusing on NII optimisaiton through FY26. If there is a further mix shift, there will be an impact on margins combined with the full impact of the 25 bps rate cut which would be offset to an extent by continued TD deposit repricing benefit.

Advances

- Total advances grew 4% QoQ and 14% YoY.
- Loan book mix:
 - Retail: 56%
 - Corporate (WBCG): 32%
 - Commercial Banking (CBG): 12%
- Floating-rate loans at 73% of book; ~45% of fixed-rate loans reprice within 12 months.
- Retail disbursements grew 12% QoQ and 20% YoY.
 - Home loans grew 16% QoQ and 30% YoY
 - Vehicle loans grew 20% QoQ and 26% YoY
 - Agri loans grew 31% QoQ and 32% YoY
 - Personal loans grew 1% QoQ and 21% YoY

- Wholesale growth driven by selective exposure to power, corporate real estate, conglomerates, with strict RAROC and FTP filters.
- Medium-term target mix reiterated at 58–60% retail, 23–25% wholesale, balance SME.
- The management re-iterated its guidance of growing advances by ~300 bps higher than industry growth rate in the medium-term.

Deposits

- Total deposits grew 5% QoQ and 15% YoY (month-end); 5% QoQ and 12% YoY on QAB basis.
- CASA balances grew 3% QoQ and 14% YoY.
 - CA grew 7% QoQ and 20% YoY
 - SA grew 1% QoQ and 11% YoY
- QAB CASA ratio at 37%, down -65 bps QoQ and -116 bps YoY.
- 9MFY26 CASA pricing improved 37 bps vs 9MFY25, partially offsetting CASA mix decline.
- Management expects deposit growth to converge with credit growth over 15–18 months, contingent on sustained system liquidity support.
- The outflow rates have improved as the institutional/ corporate deposits are outpacing the retail deposits. The outflows going forward will depend upon how the deposit mobilization environment evolves.
- Continued focus on premium NTB acquisition, salary, Burgundy, and ETB deepening.

Other Income

- Fee income at Rs. 610 bn, up 12% YoY and 1% QoQ.
- Granular fees at 92% of total fees income.
- Retail fees grew 12% YoY, driven by SBB, SEG, liabilities, and cards.
- Wholesale fees grew 11% YoY:
 - WBCG grew 19% YoY
 - Mid-enterprise grew 16% YoY
 - Transaction banking grew 5% YoY
- Trading profit at Rs. 1.25 bn, down QoQ and YoY due to lower realized gains.
- Management advised evaluating treasury performance on a full-year basis, not quarterly volatility.

Operating Expense Aspects

- Operating expenses at Rs. 96.3bn, up 7% YoY but down -3% QoQ.
- Cost-to-assets improved to 2.33%, down -15 bps YoY and -5 bps QoQ.
- Staff costs declined QoQ due to:

- ~950 headcount reduction
- Reversal of excess accruals
- Management clarified productivity gains are structural; reversals not sole driver.
- Non-staff opex flat QoQ and PSLC cost reduction offset BAU growth.
- Technology spends grew 11% YoY, now ~11% of total opex.
- With regards to the new labour code the bank is already holding provisions of Rs. 4.34 bn as of Dec 2025, where the impact for 3QFY26 was Rs. 0.25bn.

Capital Adequacy

- CET1 at 14.50%, up 7 bps QoQ (incl. YTD profits).
- Unutilized provisions of Rs. 6.2bn, translating to ~43 bps capital buffer.
- No equity capital requirement envisaged Additional Tier-1 / Tier-2 may be evaluated opportunistically.

Exhibit 1: Quarterly performance

P&L (INR, mn)	Q3 FY26	Q2 FY26	% qoq	Q3 FY25	% yoy
Interest Earned	3,22,744	3,09,702	4.2	3,09,539	4.3
Interest Expended	(1,79,878)	(1,72,257)	4.4	(1,73,481)	3.7
Net Interest Income	1,42,866	1,37,446	3.9	1,36,059	5.0
Fee income	61,000	60,370	1.0	54,550	11.8
Non-fee Income	1,257	5,876	(78.6)	5,172	(75.7)
Other Income	62,257	66,246	(6.0)	59,722	4.2
Total Net Income	2,05,122	2,03,691	0.7	1,95,781	4.8
Employee Expense	(27,718)	(31,176)	(11.1)	(29,846)	(7.1)
Other operating expense	(68,647)	(68,390)	0.4	(60,596)	13.3
Operating expenses	(96,365)	(99,566)	(3.2)	(90,442)	6.5
PPOP	1,08,757	1,04,125	4.4	1,05,339	3.2
Core PPOP	1,07,500	98,250	9.4	1,00,167	7.3
Provisions	(22,459)	(35,470)	(36.7)	(21,556)	4.2
PBT	86,298	68,655	25.7	83,782	3.0
Tax	(21,402)	(17,759)	20.5	(20,745)	3.2
PAT	64,896	50,896	27.5	63,038	2.9
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Key Ratios (%)	Q3 FY26	Q2 FY26	chg qoq	Q3 FY25	chg yoy
Net Interest Margin	3.64	3.73	-9bps	3.93	-29bps
Cost of Deposits	4.77	4.83	-6bps	5.13	-36bps
CASA Ratio	39.1	39.8	-69bps	39.5	-39bps
Loan to Deposit ratio	91.9	92.8	-86bps	92.6	-65bps
Fee Income/Avg. Total Assets	1.4	1.5	-5bps	1.4	-2bps
Non-interest income/Total income	30.4	32.5	-217bps	30.5	-15bps
Cost to Income	47.0	48.9	-190bps	46.2	78bps
Opex/Avg. Total Assets	2.2	2.4	-18bps	2.4	-14bps
Annualised Slippage Ratio	2.1	2.1	2bps	2.1	-4bps
Credit Cost	0.8	1.3	-51bps	0.9	-7bps
Gross NPA	1.4	1.5	-6bps	1.5	-6bps
Provision Coverage	70.0	70.0	0bps	76.0	-600bps
Net NPA	0.4	0.4	-2bps	0.4	7bps
RoA	1.5	1.2	26bps	1.6	-15bps
RoE	13.7	11.1	262bps	15.4	-169bps
Capital Adequacy ratio	16.6	16.6	0bps	17.0	-46bps
Tier I Capital Ratio	14.9	14.8	6bps	15.0	-12bps

Source: Company, Systematix Research

Exhibit 2: Advances and Deposits break-up

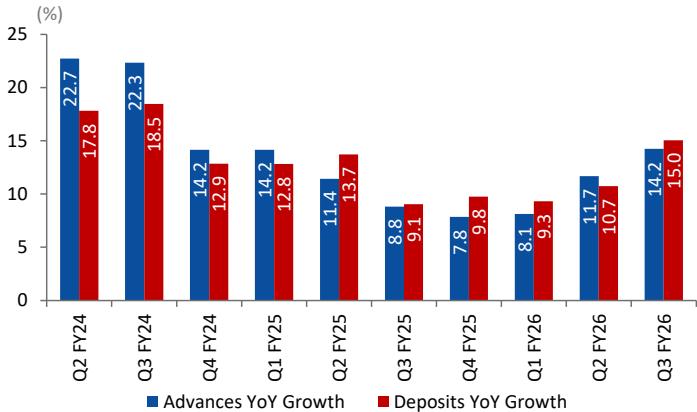
Particulars (Rs mn)	Q3 FY26	Q2 FY26	% qoq	Q3 FY25	% yoy
Advances	1,15,90,517	1,11,67,030	3.8	1,01,45,641	14.2
Large/Mid-corporate	37,51,490	34,97,370	7.3	29,46,380	27.3
SME	13,93,270	13,15,060	5.9	11,41,010	22.1
Retail	64,45,750	63,54,600	1.4	60,58,250	6.4
Home Loans	17,06,730	16,57,030	3.0	16,75,700	1.9
Rural Lending	9,32,920	9,14,000	2.1	9,36,880	(0.4)
Auto Loans	5,81,590	5,74,870	1.2	5,83,590	(0.3)
Personal Loan	8,01,300	7,87,100	1.8	7,59,690	5.5
Credit Card	4,44,210	4,69,560	(5.4)	4,32,250	2.8
LAP	8,32,710	8,22,590	1.2	6,96,510	19.6
SBB	7,29,970	7,06,630	3.3	6,41,920	13.7
CE	1,22,640	1,17,250	4.6	1,15,290	6.4
Others	2,93,680	3,05,570	(3.9)	2,16,420	35.7
Total Deposits	1,26,07,859	1,20,34,869	4.8	1,09,58,828	15.0
CA	17,20,210	16,12,830	6.7	14,36,110	19.8
SA	32,10,520	31,77,240	1.0	28,92,440	11.0
Term	76,77,129	72,44,799	6.0	66,30,278	15.8

Source: Company, Systematix Research

Exhibit 3: Actuals Vs Expectation

Q3FY26 (Rs. mn)	Actuals	Estimates	Variance
Net Interest Income	1,42,866	1,39,763	2.2
Pre-Prov. Operating Profit	1,08,757	1,09,593	(0.8)
Profit After Tax	64,896	62,576	3.7

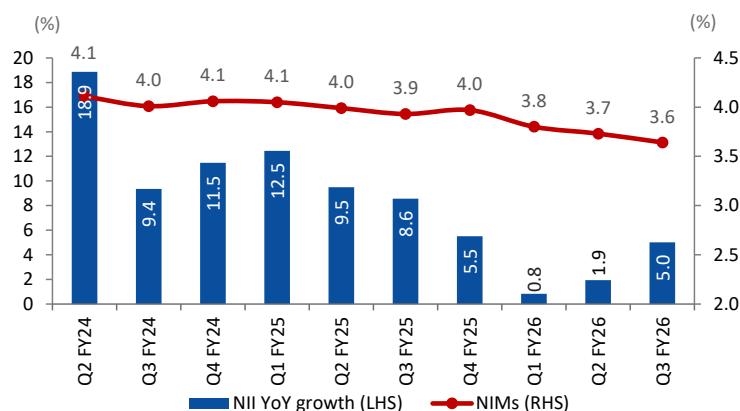
Source: Company, Systematix Research

Exhibit 4: Advances and Deposits YoY Growth (%)

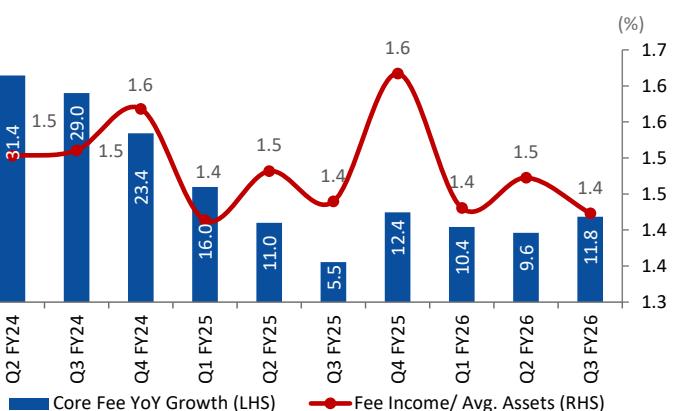
Source: Company, Systematix Research

Exhibit 5: CASA Ratio and CASA YoY Growth (%)

Source: Company, Systematix Research

Exhibit 6: NII YoY Growth and NIM (%)

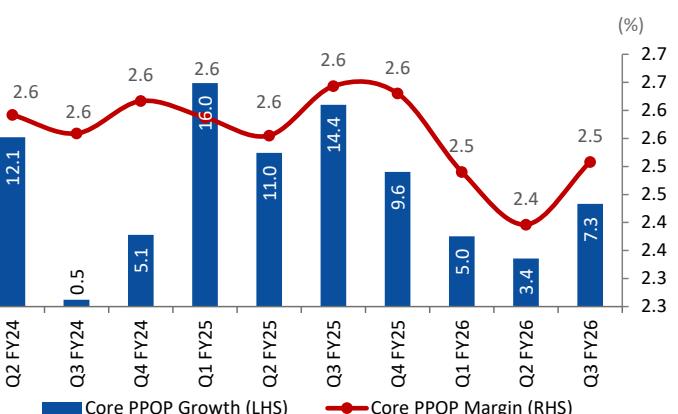
Source: Company, Systematix Research

Exhibit 7: Fee Income YoY Growth and as % of average assets (%)

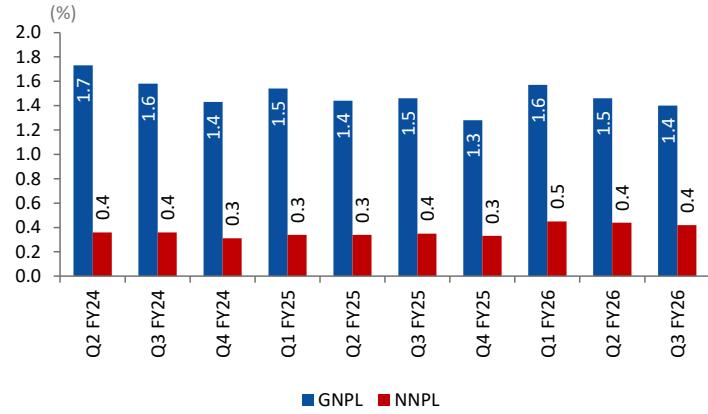
Source: Company, Systematix Research

Exhibit 8: Opex YoY growth and as % of average assets (%)

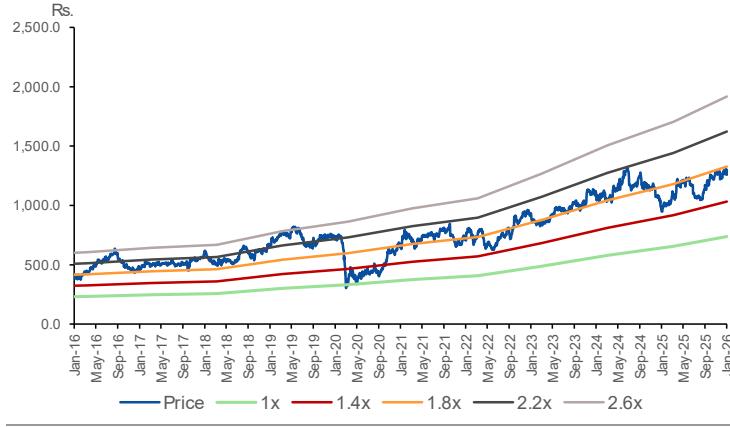
Source: Company, Systematix Research

Exhibit 9: Core PPOP YoY Growth and Margin (%)

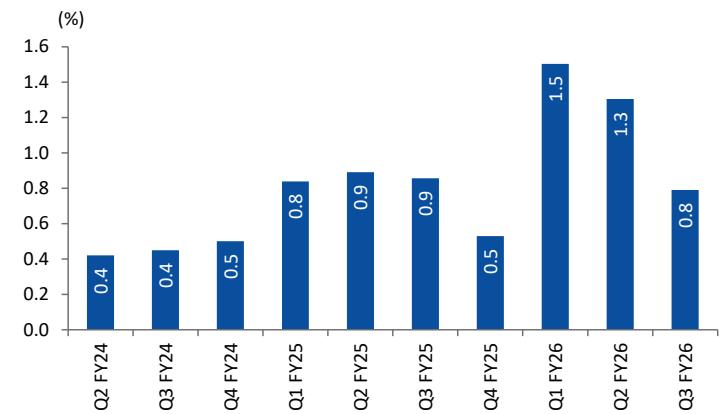
Source: Company, Systematix Research

Exhibit 10: GNPA and NNPA Ratio (%)

Source: Company, Systematix Research

Exhibit 12: 1-year forward P/BV (x) trajectory

Source: Company, Systematix Research

Exhibit 11: Credit Cost (%)

Source: Company, Systematix Research

Exhibit 13: 1-year forward P/BV (x) near long term average

Source: Company, Systematix Research

Exhibit 14: Revised vs earlier estimates

Particulars (Rs mn)	Revised Estimate			Earlier Estimate			% Revision		
	FY26E	FY27E	FY28E	FY26E	FY27E	FY28E	FY26E	FY27E	FY28E
Net Interest Income	5,62,113	6,48,103	7,49,154	5,52,244	6,39,916	7,24,825	1.8	1.3	3.4
Pre-Prov. Operating Profit	4,46,923	5,26,987	6,10,711	4,37,065	5,24,425	5,95,510	2.3	0.5	2.6
Profit after tax	2,48,653	3,23,527	3,73,548	2,37,480	3,14,355	3,56,037	4.7	2.9	4.9

Source: Company, Systematix Research

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Profit & Loss Statement

YE: Mar (Rs bn)	FY24	FY25	FY26E	FY27E	FY28E
Interest Income	1,094	1,227	1,275	1,443	1,646
Interest expense	(595)	(683)	(712)	(795)	(897)
Net interest income	499	543	562	648	749
Fee Income	203	225	250	284	326
Other Income	22	28	27	36	41
Total Non-interest income	224	253	277	321	366
Total income	723	796	840	969	1,115
Operating expenses	(352)	(375)	(393)	(442)	(505)
PPoP	371	421	447	527	611
Core PPOP	349	394	420	491	570
Provisions	(41)	(78)	(118)	(98)	(116)
Exceptional Item	-	-	-	-	-
Profit before tax	331	343	329	429	495
Taxes	(82)	(80)	(80)	(105)	(121)
Net profit	249	264	249	324	374

Source: Company, Systematix Research

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YE: Mar (%)	FY24	FY25	FY26E	FY27E	FY28E
Interest Income	7.8	7.9	7.5	7.5	7.6
Interest expense	(4.3)	(4.4)	(4.2)	(4.1)	(4.1)
Net interest income	3.6	3.5	3.3	3.4	3.5
Non-interest income	1.6	1.6	1.6	1.7	1.7
Total income	5.2	5.2	4.9	5.0	5.2
Operating expenses	(2.5)	(2.4)	(2.3)	(2.3)	(2.3)
PPoP	2.7	2.7	2.6	2.7	2.8
Provisions	(0.3)	(0.5)	(0.7)	(0.5)	(0.5)
Profit before tax	2.4	2.2	1.9	2.2	2.3
Taxes	(0.6)	(0.5)	(0.5)	(0.5)	(0.6)
Net profit	1.8	1.7	1.5	1.7	1.7

Source: Company, Systematix Research

Balance Sheet

YE: Mar (Rs bn)	FY24	FY25	FY26E	FY27E	FY28E
Share capital	6	6	6	6	6
Reserves & surplus	1,504	1,791	2,036	2,355	2,724
Net worth	1,511	1,797	2,042	2,361	2,731
Deposits	10,686	11,730	13,376	15,120	17,109
Borrowings	1,968	1,841	1,971	2,151	2,466
Other liabilities	607	731	686	658	695
Total liabilities	14,772	16,099	18,075	20,291	23,000
Total cash & equ.	1,145	997	1,121	1,109	1,218
Investments	3,315	3,961	4,283	4,769	5,387
Advances	9,651	10,408	11,865	13,526	15,420
Fixed assets	57	63	69	76	84
Other assets	605	670	736	810	891
Total assets	14,772	16,099	18,075	20,291	23,000

Source: Company, Systematix Research

Ratios

YE: Mar	FY24	FY25	FY26E	FY27E	FY28E
Growth Trend (%)					
Net interest income	16.2	8.9	3.4	15.3	15.6
Total Income	22.4	10.0	5.5	15.4	15.1
PPoP	15.0	13.4	6.1	17.9	15.9
Net profit	159.5	6.1	(5.7)	30.1	15.5
Advances	14.2	7.8	14.0	14.0	14.0
Deposits	12.9	9.8	14.0	13.0	13.2
Return Ratios (%)					
Return on Average Equity	18.0	15.9	13.0	14.7	14.7
Return on Average Assets	1.8	1.7	1.5	1.7	1.7
Per share data (Rs)					
EPS	81	85	80	104	121
BVPS	489	580	659	762	882
ABVPS	479	568	644	745	861
Valuation multiples (x)					
P/E	13.4	12.7	13.5	10.4	9.0
P/BV	2.2	1.9	1.6	1.4	1.2
P/ABV	2.3	1.9	1.7	1.5	1.3
Spread Analysis (%)					
Net interest margin	4.1	4.1	3.7	3.8	3.9
Yield on loans	9.6	9.7	9.0	9.0	9.1
Cost of deposits	4.5	4.8	4.6	4.6	4.6
Loan-deposit ratio	90.3	88.7	88.7	89.5	90.1
Opex control (%)					
Cost/Income ratio	48.7	47.1	46.8	45.6	45.2
Cost to average assets	2.5	2.4	2.3	2.3	2.3
Asset quality (%)					
Gross NPL ratio	1.5	1.4	1.4	1.4	1.3
Gross Slippage ratio	1.6	1.9	2.3	1.9	1.8
Total Credit Cost	0.4	0.8	1.1	0.8	0.8
Net NPA ratio	0.3	0.4	0.4	0.4	0.4

Source: Company, Systematix Research

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