

Margin under pressure; lower provision to support PAT

- Credit growth remains healthy with broad-based growth supported by wholesale segment, while some moderation in retail book is expected
- Sequential moderation in deposit mobilisation to keep CD ratio elevated, while higher CoF continues to put pressure on margins
- Asset quality concerns continue to ebb; HDFCB, KMB, IIB, SBIN and RBK are our top picks

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Healthy business growth continued: According to RBI data, system credit grew 15.6% YoY for the fortnight ended 14 Jun 2024. Growth during the quarter was broad based with support from wholesale book. Although retail continued to outpace wholesale, we expect some moderation in unsecured retail loans like personal and in the credit card segment. Given the ongoing system dynamics and liquidity situation, we expect system credit growth of 14-15% for FY25 vs. 16.3% in FY24 excluding the HDFC merger and 20.2% including the same.

Sequential moderation in deposit mobilisation likely to lift CD ratio: Though deposit mobilisation recovered from a lower base, sequential moderation in deposit mobilisation (12.6% YoY vs. 13.5% in Q4) is likely to keep the CD ratio up. Further, continued higher deposit rates made it competitive for incremental deposits mobilisation and banks are betting big on liquidity utilisation and borrowing programmes like infrastructure bonds to fund asset. Term deposits (TD) spurred growth, where banks kept increasing rates leading to a continued subdued CASA.

Margins under strain from rising deposit costs: The continued rise of TD rates and tight liquidity environment likely will keep cost of funds elevated and put pressure on margin. But, banks' core focus on high yield retail loans could alleviate some of the stress. We expect a further 4-5bps QoQ decline in aggregate margin for our coverage, similar to Q4. However, management outlook on margin would be key to watch. Q1 being seasonally weak, we expect topline growth to stay muted.

Slippages to remain in check: We expect incremental stress from agriculture (seasonality) and some increase in stress from the unsecured portfolio to increase/stabilise GNPA and NNPA with stable PCR. Credit cost normalisation will continue to drag bottomline. We don't see any major challenges towards restructured/SMA books which are expected to improve. In our view, topline growth will remain muted on higher CoF, while opex will remain elevated as banks strive for higher deposit mobilisation. Sequential rise in provisions is likely to drag PAT. We continue to prefer HDFCB (BUY, TP Rs 1,872), KMB (BUY, TP Rs 2,000), IIB (BUY, TP Rs 1,881), SBIN (BUY, TP Rs 969) and RBK (BUY, TP Rs 309) in the sector.

Recommendation snapshot

Ticker	Price	Target	Rating
AXSB IN	1,292	1,252	HOLD
BANDHAN IN	192	222	BUY
CBK IN	115	140	BUY
DCBB IN	132	172	BUY
FB IN	189	207	BUY
HDFCB IN	1,626	1,872	BUY
ICICIB IN	1,243	1,272	HOLD
IDFCBK IN	78	96	BUY
IIB IN	1,426	1,881	BUY
KMB IN	1,830	2,000	BUY
RBK IN	244	309	BUY
SBIN IN	849	969	BUY

Price & Target in Rupees | Price as of 10 Jul 2024



Fig 1 – BOBCAPS Banking universe: Valuation snapshot

Ticker	CMP	Target Price (Rs)	Rating	Mcap (Rs bn)	P/ABV (x)		ROA (%)		ROE (%)	
					FY25E	FY26E	FY25E	FY26E	FY25E	FY26E
HDFCB IN	1,626	1,872	BUY	12,418	2.5	2.2	1.9	1.9	15.9	16.6
ICICIBC IN	1,243	1,272	HOLD	8,705	3.3	2.9	2.1	2.1	16.4	16.6
AXSB IN	1,292	1,252	HOLD	3,955	2.3	2.0	1.6	1.7	15.9	15.9
KMB IN	1,830	2,000	BUY	3,642	3.3	2.9	2.1	2.1	13.2	13.3
IIB IN	1,426	1,881	BUY	1,108	1.6	1.4	1.8	2.0	15.1	16.9
FB IN	189	207	BUY	455	1.5	1.3	1.3	1.3	13.7	14.3
RBK IN	244	309	BUY	146	1.0	0.9	1.1	1.2	10.2	11.5
DCBB IN	132	172	BUY	41	0.8	0.7	0.9	0.9	11.8	12.6
BANDHAN IN	192	222	BUY	311	1.3	1.1	1.9	2.0	16.0	16.8
IDFCBK IN	78	96	BUY	554	1.6	1.6	1.0	1.0	9.9	9.9
SBIN IN	849	969	BUY	7,581	1.9	1.6	1.0	1.1	16.4	17.1
CBK IN	115	140	BUY	1,039	1.2	1.0	0.9	0.9	16.0	16.0

Source: Company, BOBCAPS Research. Priced as at 18 Apr 2024

Fig 2 – BOBCAPS Banking universe: Q1FY25 estimates

Ticker	NII (Rs mn)	YoY (%)	QoQ (%)	PPOP (Rs mn)	YoY (%)	QoQ (%)	PAT (Rs mn)	YoY (%)	QoQ (%)
HDFCB IN	295,124	25.1	1.5	239,184	27.4	(18.3)	162,558	36.0	(1.6)
ICICIBC IN	194,005	6.4	1.6	154,678	9.4	2.9	108,119	12.1	1.0
AXSB IN	136,738	14.3	4.5	100,195	13.7	(4.9)	65,480	13.0	(8.2)
KMB IN	71,140	14.1	3.0	53,203	7.5	(2.6)	36,937	7.0	(10.6)
IIB IN	55,936	14.9	4.0	40,767	6.4	(0.1)	23,543	10.8	0.2
FB IN	22,804	18.9	3.9	13,643	4.8	22.9	9,361	9.6	3.3
RBK IN	16,597	16.7	3.7	8,950	38.2	0.9	3,568	23.8	1.2
DCBB IN	5,198	10.4	2.4	2,384	14.2	2.0	1,492	17.5	(4.2)
BANDHAN IN	28,972	16.3	1.1	18,290	17.1	(0.5)	8,158	13.1	1393.5
IDFCBK IN	49,163	31.3	10.0	18,704	24.7	12.4	8,475	10.8	17.0
SBIN IN	424,264	9.1	1.9	263,516	4.2	(8.3)	170,970	1.3	(17.4)
CBK IN	95,570	2.9	(0.2)	77,267	(6.0)	4.6	39,142	(5.8)	4.2

Source: BOBCAPS Research

Company-wise expectations

Fig 3 – HDFCB

(Rs mn)	Q1FY25E	Q1FY24	Q4FY24	YoY (%)	QoQ (%)
NII	295,124	235,991	290,768	25.1	1.5
Growth (YoY %)	25.1	21.1	24.5	392bps	54bps
Other Income	122,438	92,299	181,663	32.7	(32.6)
Net Income	417,563	328,289	472,431	27.2	(11.6)
Growth (YoY %)	27.2	26.9	47.3	29bps	(2,006bps)
Opex	178,378	140,569	179,688	26.9	(0.7)
PPOP	239,184	187,720	292,742	27.4	(18.3)
Growth (YoY %)	27.4	22.2	57.2	526bps	(2,980bps)
Provision	33,415	28,600	135,116	16.8	(75.3)
PAT	162,558	119,518	165,119	36.0	(1.6)
Growth (YoY %)	36.0	30.0	37.1	604bps	(105bps)
Advances	24,655,155	16,156,720	24,848,615	52.6	(0.8)
Growth (YoY %)	52.6	15.8	55.2	3679bps	(265bps)
Deposits	23,790,000	19,130,958	23,797,863	24.4	0.0
Growth (YoY %)	24.4	19.2	26.4	514bps	(200bps)
NIM (%)	3.5	4.1	3.5	(59bps)	0bps
C-D Ratio (%)	103.6	84.5	104.4	1918bps	(78bps)
C/l ratio (%)	42.7	42.8	38.0	(10bps)	468bps
Credit Cost	0.5	0.7	2.2	(17bps)	(165bps)
GNPA (%)	1.3	1.2	1.2	9bps	2bps
NNPA (%)	0.3	0.3	0.3	2bps	(1bps)
PCR (%)	75.0	74.9	74.0	6bps	96bps

Source: Company, BOBCAPS Research

Fig 4 – ICICIBC

(Rs mn)	Q1FY25E	Q1FY24	Q4FY24	YoY (%)	QoQ (%)
NII	194,005	182,265	190,928	6.4	1.6
Growth (YoY %)	6.4	38.0	8.1	(3,153bps)	(163bps)
Other Income	61,996	54,353	56,488	14.1	9.8
Net Income	256,001	236,617	247,416	8.2	3.5
Growth (YoY %)	8.2	32.4	8.7	(2,418bps)	(54bps)
Opex	101,323	95,226	97,028	6.4	4.4
PPOP	154,678	141,391	150,388	9.4	2.9
Growth (YoY %)	9.4	37.2	8.8	(2,776bps)	63bps
Provision	10,903	12,924	7,185	(15.6)	51.7
PAT	108,119	96,482	107,075	12.1	1.0
Growth (YoY %)	12.1	39.7	17.4	(2,767bps)	(532bps)
Advances	12,384,292	10,575,826	11,844,064	17.1	4.6
Growth (YoY %)	17.1	18.1	16.2	(98bps)	94bps
Deposits	14,691,416	12,387,366	14,128,250	18.6	4.0
Growth (YoY %)	18.6	17.9	19.6	66bps	(105bps)
NIM (%)	4.27	4.76	4.4	(49bps)	(12bps)
C-D Ratio (%)	84.3	85.4	83.8	(108bps)	46bps
C/l ratio (%)	39.6	40.2	39.2	(67bps)	36bps
Credit Cost	0.4	0.5	0.2	(15bps)	11bps
GNPA (%)	2.3	2.8	2.2	(46bps)	14bps
NNPA (%)	0.4	0.5	0.4	(6bps)	0bps
PCR (%)	82.0	83.1	80.8	(109bps)	123bps

Source: Company, BOBCAPS Research

Fig 5 – AXSB

(Rs mn)	Q1FY25E	Q1FY24	Q4FY24	YoY (%)	QoQ (%)
Nil	136,738	119,588	130,890	14.3	4.5
Growth (YoY %)	14.3	27.4	11.5	(1,310bps)	287bps
Other Income	59,927	50,873	67,658	17.8	(11.4)
Net Income	196,665	170,460	198,548	15.4	(0.9)
Growth (YoY %)	15.4	37.7	19.3	(2,228bps)	(396bps)
Opex	96,470	82,317	93,191	17.2	3.5
PPOP	100,195	88,144	105,357	13.7	(4.9)
Growth (YoY %)	13.7	49.7	14.9	(3,605bps)	(125bps)
Provision	13,352	10,349	11,853	29.0	12.6
PAT	65,480	57,971	71,297	13.0	(8.2)
Growth (YoY %)	13.0	40.5	(224.5)	(2,757bps)	23,741bps
Advances	10,130,435	8,585,114	9,650,684	18.0	5.0
Growth (YoY %)	18.0	22.4	14.2	(445bps)	383bps
Deposits	10,829,432	9,416,897	10,686,414	15.0	1.3
Growth (YoY %)	15.0	17.2	12.9	(219bps)	215bps
NIM (%)	3.8	3.9	3.8	(5bps)	1bps
C-D Ratio (%)	93.5	91.2	90.3	238bps	324bps
C/I ratio (%)	49.1	48.3	46.9	76bps	212bps
Credit Cost	0.5	0.5	0.5	5bps	3bps
GNPA (%)	1.5	2.0	1.4	(47bps)	6bps
NNPA (%)	0.3	0.4	0.3	(8bps)	2bps
PCR (%)	78.0	79.6	78.5	(160bps)	(53bps)

Source: Company, BOBCAPS Research

Fig 6 – KMB

(Rs mn)	Q1FY25E	Q1FY24	Q4FY24	YoY (%)	QoQ (%)
Nil	71,140	62,337	69,094	14.1	3.0
Growth (YoY %)	14.1	32.7	13.2	(1,859bps)	90bps
Other Income	27,534	26,833	29,783	2.6	(7.5)
Net Income	98,674	89,170	98,876	10.7	(0.2)
Growth (YoY %)	10.7	50.1	19.3	(3,944bps)	(863bps)
Opex	45,471	39,674	44,261	14.6	2.7
PPOP	53,203	49,496	54,616	7.5	(2.6)
Growth (YoY %)	7.5	77.8	17.5	(7,034bps)	(1,003bps)
Provision	4,280	3,643	2,637	17.5	62.3
PAT	36,937	34,523	41,333	7.0	(10.6)
Growth (YoY %)	7.0	66.7	18.2	(5,969bps)	(1,125bps)
Advances	3,847,695	3,285,820	3,760,753	17.1	2.3
Growth (YoY %)	17.1	17.3	17.6	(18bps)	(47bps)
Deposits	4,662,086	3,862,540	4,489,538	20.7	3.8
Growth (YoY %)	20.7	22.0	23.6	(135bps)	(295bps)
NIM (%)	4.8	5.1	4.9	(36bps)	(17bps)
C-D Ratio (%)	82.5	85.1	83.8	(254bps)	(124bps)
C/I ratio (%)	46.1	44.5	44.8	159bps	132bps
Credit Cost	0.45	0.5	0.3	(1bps)	16bps
GNPA (%)	1.6	1.8	1.4	(22bps)	16bps
NNPA (%)	0.4	0.4	0.3	(2bps)	4bps
PCR (%)	76.0	78.0	75.9	(197bps)	9bps

Source: Company, BOBCAPS Research

Fig 7 – IIB

(Rs mn)	Q1FY25E	Q1FY24	Q4FY24	YoY (%)	QoQ (%)
NII	55,936	48,671	53,765	14.9	4.0
Growth (YoY %)	14.9	18.0	15.1	(306bps)	(21bps)
Other Income	25,765	22,098	25,081	16.6	2.7
Net Income	81,701	70,769	78,846	15.4	3.6
Growth (YoY %)	15.4	16.8	15.6	(140bps)	(11bps)
Opex	40,934	32,455	38,030	26.1	7.6
PPOP	40,767	38,315	40,815	6.4	(0.1)
Growth (YoY %)	6.4	11.7	8.6	(528bps)	(222bps)
Provision	9,334	9,916	9,502	(5.9)	(1.8)
PAT	23,543	21,244	23,491	10.8	0.2
Growth (YoY %)	10.8	30.3	15.0	(1,943bps)	(414bps)
Advances	3,481,070	3,013,170	3,432,983	15.5	1.4
Growth (YoY %)	15.5	21.5	18.4	(599bps)	(288bps)
Deposits	3,986,320	3,470,470	3,845,857	14.9	3.7
Growth (YoY %)	14.9	14.6	14.4	22bps	44bps
NIM (%)	4.5	4.5	4.5	6bps	(1bps)
C-D Ratio (%)	87.3	86.8	89.3	50bps	(194bps)
C/I ratio (%)	50.1	45.9	48.2	424bps	187bps
Credit Cost	1.1	1.3	1.1	(26bps)	(5bps)
GNPA (%)	1.8	1.9	1.9	(12bps)	(10bps)
NNPA (%)	0.5	0.6	0.6	(5bps)	(4bps)
PCR (%)	71.0	70.6	70.6	40bps	42bps

Source: Company, BOBCAPS Research

Fig 8 – FB

(Rs mn)	Q1FY25E	Q1FY24	Q4FY24	YoY (%)	QoQ (%)
NII	22,804	19,186	21,951	18.9	3.9
Growth (YoY %)	18.9	19.6	15.0	(72bps)	389bps
Other Income	8,571	7,324	7,539	17.0	13.7
Net Income	31,375	26,510	29,490	18.4	6.4
Growth (YoY %)	18.4	28.9	11.6	(1,052bps)	678bps
Opex	17,733	13,487	18,386	31.5	(3.6)
PPOP	13,643	13,024	11,104	4.8	22.9
Growth (YoY %)	4.8	33.8	(16.8)	(2,904bps)	2,155bps
Provision	1,128	1,556	(946)	(27.5)	(219.3)
PAT	9,361	8,537	9,063	9.6	3.3
Growth (YoY %)	9.6	42.1	0.4	(3,249bps)	924bps
Advances	2,203,679	1,834,870	2,094,033	20.1	5.2
Growth (YoY %)	20.1	21.0	20.0	(86bps)	6bps
Deposits	2,660,820	2,224,960	2,525,340	19.6	5.4
Growth (YoY %)	19.6	21.3	18.3	(176bps)	124bps
NIM (%)	3.1	3.1	3.1	(3bps)	(3bps)
C-D Ratio (%)	82.8	82.5	82.9	35bps	(10bps)
C/I ratio (%)	56.5	50.9	62.3	564bps	(583bps)
Credit Cost	0.2	0.3	(0.2)	(14bps)	40bps
GNPA (%)	2.1	2.4	2.1	(32bps)	(7bps)
NNPA (%)	0.6	0.7	0.6	(11bps)	(2bps)
PCR (%)	72.2	71.3	72.3	94bps	(8bps)

Source: Company, BOBCAPS Research

Fig 9 – SBIN

(Rs mn)	Q1FY25E	Q1FY24	Q4FY24	YoY (%)	QoQ (%)
Nil	424,264	389,050	416,552	9.1	1.9
Growth (YoY %)	9.1	24.7	3.1	(1,566bps)	593bps
Other Income	149,031	120,634	173,693	23.5	(14.2)
Net Income	573,295	509,683	590,244	12.5	(2.9)
Growth (YoY %)	12.5	52.1	8.6	(3,963bps)	389bps
Opex	309,779	256,714	302,769	20.7	2.3
PPOP	263,516	252,969	287,476	4.2	(8.3)
Growth (YoY %)	4.2	98.4	16.8	(9,420bps)	(1,259bps)
Provision	33,409	25,013	16,098	33.6	107.5
PAT	170,970	168,843	206,984	1.3	(17.4)
Growth (YoY %)	1.3	178.2	24.0	(17,699bps)	(2,272bps)
Advances	37,202,761	32,350,227	37,039,709	15.0	0.4
Growth (YoY %)	15.0	14.9	15.8	9bps	(78bps)
Deposits	51,021,725	45,312,367	49,160,768	12.6	3.8
Growth (YoY %)	12.6	12.0	11.1	60bps	147bps
NIM (%)	3.0	3.1	3.0	(9bps)	(1bps)
C-D Ratio (%)	72.9	71.4	75.3	152bps	(243bps)
C/I ratio (%)	54.0	50.4	51.3	367bps	274bps
Credit Cost	0.4	0.3	0.2	3bps	18bps
GNPA (%)	2.2	2.8	2.2	(59bps)	(7bps)
NNPA (%)	0.7	0.7	0.6	(4bps)	10bps
PCR (%)	75.0	74.8	75.0	18bps	(2bps)

Source: Company, BOBCAPS Research

Fig 10 – RBK

(Rs mn)	Q1FY25E	Q1FY24	Q4FY24	YoY (%)	QoQ (%)
Nil	16,597	14,222	15,999	16.7	3.7
Growth (YoY %)	16.7	38.4	32.1	(2,168bps)	(1,539bps)
Other Income	8,762	6,854	8,755	27.8	0.1
Net Income	25,359	21,076	24,753	20.3	2.4
Growth (YoY %)	20.3	28.4	31.3	(809bps)	(1,097bps)
Opex	16,409	14,601	15,883	12.4	3.3
PPOP	8,950	6,475	8,870	38.2	0.9
Growth (YoY %)	38.2	22.4	49.4	1,586bps	(1,115bps)
Provision	4,256	2,662	4,138	59.9	2.8
PAT	3,568	2,881	3,526	23.8	1.2
Growth (YoY %)	23.8	43.2	30.1	(1,938bps)	(626bps)
Advances	862,427	730,870	839,869	18.0	2.7
Growth (YoY %)	18.0	21.3	19.6	(327bps)	(162bps)
Deposits	1,013,510	856,360	1,034,936	18.4	(2.1)
Growth (YoY %)	18.4	8.1	21.9	1,025bps	(357bps)
NIM (%)	5.2	5.2	5.2	(7bps)	(7bps)
C-D Ratio (%)	85.1	85.3	81.2	(25bps)	394bps
C/I ratio (%)	64.7	69.3	64.2	(457bps)	54bps
Credit Cost	2.0	1.5	2.0	51bps	(2bps)
GNPA (%)	2.7	3.2	2.7	(54bps)	3bps
NNPA (%)	0.7	1.0	0.7	(32bps)	(6bps)
PCR (%)	75.0	69.6	72.7	535bps	227bps

Source: Company, BOBCAPS Research

Fig 11 – DCBB

(Rs mn)	Q1FY25E	Q1FY24	Q4FY24	YoY (%)	QoQ (%)
Nil	5,198	4,707	5,075	10.4	2.4
Growth (YoY %)	10.4	25.9	4.4	(1,546bps)	599bps
Other Income	1,392	1,069	1,362	30.1	2.2
Net Income	6,589	5,777	6,437	14.1	2.4
Growth (YoY %)	14.1	23.9	5.8	(980bps)	824bps
Opex	4,205	3,690	4,100	14.0	2.6
PPOP	2,384	2,087	2,338	14.2	2.0
Growth (YoY %)	14.2	25.6	(4.2)	(1,137bps)	1,842bps
Provision	373	377	241	(1.0)	55.1
PAT	1,492	1,269	1,557	17.5	(4.2)
Growth (YoY %)	17.5	30.7	9.5	(1,314bps)	805bps
Advances	420,722	354,740	409,246	18.6	2.8
Growth (YoY %)	18.6	19.0	19.0	(38bps)	(43bps)
Deposits	512,667	430,090	493,530	19.2	3.9
Growth (YoY %)	19.2	22.6	19.7	(340bps)	(48bps)
NIM (%)	3.4	3.7	3.5	(32bps)	(6bps)
C-D Ratio (%)	82.1	82.5	82.9	(42bps)	(86bps)
C/I ratio (%)	63.8	63.9	63.7	(5bps)	14bps
Credit Cost	0.4	0.4	0.2	(7bps)	12bps
GNPA (%)	3.2	3.3	3.2	(7bps)	(4bps)
NNPA (%)	1.1	1.2	1.1	(5bps)	3bps
PCR (%)	65.0	64.1	66.4	88bps	(143bps)

Source: Company, BOBCAPS Research

Fig 12 – BANDHAN

(Rs mn)	Q1FY25E	Q1FY24	Q4FY24	YoY (%)	QoQ (%)
Nil	28,972	24,906	28,663	16.3	1.1
Growth (YoY %)	16.3	(0.9)	16.0	1,727bps	36bps
Other Income	6,715	3,851	6,941	74.4	(3.3)
Net Income	35,687	28,757	35,604	24.1	0.2
Growth (YoY %)	24.1	1.1	14.8	2,299bps	928bps
Opex	17,398	13,134	17,219	32.5	1.0
PPOP	18,290	15,623	18,385	17.1	(0.5)
Growth (YoY %)	17.1	(14.2)	2.4	3,126bps	1,468bps
Provision	7,583	6,021	17,743	26.0	(57.3)
PAT	8,158	7,211	546	13.1	1,393.5
Growth (YoY %)	13.1	(18.7)	(93.2)	3,180bps	10,638bps
Advances	1,196,039	981,970	1,211,368	21.8	(1.3)
Growth (YoY %)	21.8	8.0	15.6	1375bps	616bps
Deposits	1,332,030	1,084,800	1,352,020	22.8	(1.5)
Growth (YoY %)	22.8	16.6	25.1	622bps	(232bps)
NIM (%)	7.1	7.0	7.3	12bps	(25bps)
C-D Ratio (%)	89.8	90.5	89.6	(73bps)	19bps
C/I ratio (%)	48.8	45.7	48.4	308bps	39bps
Credit Cost	2.5	2.4	6.1	15bps	(362bps)
GNPA (%)	4.0	6.8	3.8	(277bps)	15bps
NNPA (%)	1.2	2.2	1.1	(103bps)	4bps
PCR (%)	72.0	69.2	71.8	276bps	16bps

Source: Company, BOBCAPS Research

Fig 13 – IDFCBK

(Rs mn)	Q1FY25E	Q1FY24	Q4FY24	YoY (%)	QoQ (%)
Nil	49,163	37,451	44,689	31.3	10.0
Growth (YoY %)	31.3	36.1	24.2	(486bps)	703bps
Other Income	17,415	14,138	16,420	23.2	6.1
Net Income	66,579	51,589	61,109	29.1	9.0
Growth (YoY %)	29.1	43.0	22.4	(1,398bps)	670bps
Opex	47,875	36,586	44,470	30.9	7.7
PPOP	18,704	15,003	16,639	24.7	12.4
Growth (YoY %)	24.7	59.0	6.8	(3,430bps)	1,791bps
Provision	7,625	4,762	7,223	60.1	5.6
PAT	8,475	7,652	7,243	10.8	17.0
Growth (YoY %)	10.8	103.1	(9.8)	(9,229bps)	2,052bps
Advances	2,120,629	1,673,740	1,945,924	26.7	9.0
Growth (YoY %)	26.7	26.3	28.2	43bps	(149bps)
Deposits	2,100,207	1,544,270	2,005,763	36.0	4.7
Growth (YoY %)	36.0	36.2	38.7	(24bps)	(268bps)
NIM (%)	6.7	6.5	6.6	22bps	5bps
C-D Ratio (%)	101.0	108.4	97.0	(741bps)	396bps
C/I ratio (%)	71.9	70.9	72.8	99bps	(86bps)
Credit Cost	1.5	1.2	1.5	31bps	(2bps)
GNPA (%)	1.9	2.2	1.9	(28bps)	1bps
NNPA (%)	0.6	0.7	0.6	(10bps)	0bps
PCR (%)	69.0	68.1	68.8	89bps	21bps

Source: Company, BOBCAPS Research

Fig 14 – CBK

(Rs mn)	Q1FY25E	Q1FY24	Q4FY24	YoY (%)	QoQ (%)
Nil	95,570	92,852	95,802	2.9	(0.2)
Growth (YoY %)	2.9	36.9	11.2	(3,393bps)	(825bps)
Other Income	51,141	48,190	52,178	6.1	(2.0)
Net Income	146,710	141,042	147,980	4.0	(0.9)
Growth (YoY %)	4.0	17.9	10.5	(1,391bps)	(648bps)
Opex	69,443	58,806	74,106	18.1	(6.3)
PPOP	77,267	82,236	73,875	(6.0)	4.6
Growth (YoY %)	(6.0)	24.5	1.9	(3,052bps)	(791bps)
Provision	24,798	27,189	24,818	(8.8)	(0.1)
PAT	39,142	41,544	37,572	(5.8)	4.2
Growth (YoY %)	(5.8)	105.5	18.3	(11,124bps)	(2,413bps)
Advances	9,577,594	8,551,423	9,316,128	12.0	2.8
Growth (YoY %)	12.0	14.5	12.2	(249bps)	(15bps)
Deposits	13,248,341	11,924,699	13,123,666	11.1	1.0
Growth (YoY %)	11.1	6.6	11.3	445bps	(19bps)
NIM (%)	2.6	2.8	2.7	(21bps)	(7bps)
C-D Ratio (%)	72.3	71.7	71.0	58bps	131bps
C/I ratio (%)	47.3	41.7	50.1	564bps	(274bps)
Credit Cost	1.1	1.3	1.1	(24bps)	(2bps)
GNPA (%)	4.1	5.2	4.2	(106bps)	(14bps)
NNPA (%)	1.3	1.6	1.3	(31bps)	(1bps)
PCR (%)	70.5	70.6	70.9	(6bps)	(38bps)

Source: Company, BOBCAPS Research

Glossary

Glossary of Abbreviations			
AUCA	Advance Under Collection Account	MSME	Micro, Small and Medium Enterprises
AIF	Alternative Investment Fund	MTM	Mark to Market
CASA	Current Account and Savings Account	NII	Net Interest Income
CAR	Capital Adequacy Ratio	NIM	Net Interest Margin
CET1	Common Equity Tier 1	NNPA	Net Non-Performing Assets
CD	Credit-Deposit Ratio	PCR	Provision Coverage Ratio
CoF	Cost of Funds	PPOP	Pre-Provision Operating Profit
C/I	Cost-Income Ratio	PSU	Public Sector Unit
EBLR	External Benchmark-based Lending Rate	RBI	Reserve Bank of India
ECL	Expected Credit Loss	RWA	Risk-weighted Assets
GNPA	Gross Non-Performing Assets	SLR	Statutory Liquidity Ratio
LCR	Liquidity Coverage Ratio	SMA	Special Mention Account
MCLR	Marginal Cost of Funds-based Lending Rate	SME	Small and Medium-sized Enterprises

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