BUY
TP: Rs 1,350 | ▲ 39%

STATE BANK OF INDIA | Banking | 04 November 2026

Healthy growth and improving AQ support long-term outlook

- **Advances growth strong 17.8% YoY, guidance for FY27 loan growth maintained at 14-15%**
- **FY27 NIM guidance maintained at 3%+ and ROA at 1% (including ECL impact).**
- **We maintain BUY, on healthy growth and steady return profile; TP of Rs 1,350, set at 1.4x Sep'28E ABV**

Catherine Gomes
Research Associate
research@bobcaps.in

Stake sale in SBI Funds Management supports PAT; PAT growth offset by higher opex and treasury losses: PAT grew 14.3% YoY to Rs 230bn, driven by 14.33% YoY NII growth, a Rs 72.88bn exceptional gain from the 6.35% stake sale in SBI Funds Management and lower provisions of Rs 42bn (-22% YoY). YoA improved while CoD declined, supported by improved CASA balances and FCNR inflow which were used to reduce wholesale deposits. Whole-bank NIM improved 8bps QoQ to 2.94%, (domestic NIM up 11bps to 3.11%). Management guided for domestic NIMs of >3% in FY27, supported by the 32% EBLR-linked book (benefiting from a 25bps rate hike) and a 15bps MCLR hike, aiding repricing of the 27% MCLR-linked book. The bank reported treasury losses of Rs 12.77bn due to adverse bond yield movements. Opex increased 9.63% YoY and 16% QoQ, partly due to Rs 8.50bn of expenses booked upfront in Q2 instead of Q4 to smoothen the C/I ratio across quarters, with a similar approach planned for Q3. Earlier PSLC purchases in Q1 and Q2 drove higher business acquisition expenses, with costs at Rs 5.83bn in Q2.

Robust advances growth%: Gross advances grew 17.8% YoY, driven by Agri (22.6% YoY) and SME (21.9% YoY), Corporate (16.1% YoY). Deposit growth picked up to 12.3% YoY vs 9.7% YoY in Q1, with SBI mobilizing ~US$10.9bn in FCNR deposits. Management guided for FY27 loan growth of 14–15% and corporate growth of 16%, corporate loan sanction pipeline stands at Rs 7,800bn.

AQ at multi quarter low: GNPA at a multi-quarter low of 1.39% (-8bps QoQ), driven by lower slippages of Rs 52.3bn (-26% YoY) and stable recoveries/upgrades; GNPA declined across segments. SLBCs in 3 drought-hit states approved farm restructuring, with SBI assessing a potential Rs 100bn portfolio, subject to farmer participation. Standalone loan portfolio ECL impact is estimated at Rs 195bn (net of tax), excluding HTM fair valuation impact, to be phased in over 4 years.

Maintain BUY: Strong sanction pipeline of Rs 7,800bn provides visibility on 14–15% FY27 loan growth. Sustained business momentum, NIMs above 3% and improving AQ support our expectation of FY27 ROA above 1%. Maintain BUY.

Key changes

Target	Rating
▲	◀ ▶

Ticker/Price	SBIN IN/Rs 970
Market cap	US$ 94.3bn
Free float	42%
3M ADV	US$ 100.6mn
52wk high/low	Rs 1,235/Rs 934
Promoter/FPI/DII	56%/11%/26%

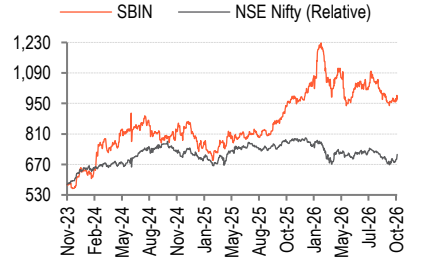
Source: NSE | Price as of 3 Nov 2026

Key financials

Y/E 31 Mar	FY26A	FY27E	FY28E
NII (Rs mn)	1,731,205	2,064,491	2,402,394
NII growth (%)	3.7	19.3	16.4
Adj. net profit (Rs mn)	846,252	886,401	1,017,546
EPS (Rs)	93.2	96.0	110.2
P/E (x)	10.4	10.1	8.8
P/BV (x)	1.6	1.5	1.3
ROA (%)	1.2	1.1	1.1
ROE (%)	17.2	15.3	15.5

Source: Company, Bloomberg, BOBCAPS Research

Stock performance



Source: NSE

Fig 1 – Quarterly snapshot: Income statement

(Rs mn)	Q2FY26	Q3FY26	Q4FY26	Q1FY27	Q2FY27	YoY (%)	QoQ (%)
Income Statement							
Interest Income	8,61,826	8,90,140	8,93,699	9,40,114	9,74,645	13.09	3.67
Income on investments	2,82,787	2,84,275	2,85,791	2,95,102	3,00,841	6.38	1.94
Int. on bal. with RBI & inter-bank funds & Others	51,926	51,147	51,487	43,749	44,700	(13.92)	2.17
Interest income	11,96,539	12,25,561	12,30,977	12,78,965	13,20,186	10.33	3.22
Interest expense	7,66,699	7,73,658	7,87,177	8,09,040	8,28,757	8.09	2.44
Net interest income	**4,29,841**	**4,51,904**	**4,43,800**	**4,69,924**	**4,91,429**	14.33	4.58
Growth YoY (%)	3.3	9.0	3.8	14.4	14.3		
Non-interest income	**1,53,255**	**1,83,585**	**1,73,141**	**1,59,227**	**1,17,775**	(23.15)	(26.03)
Growth YoY (%)	0.4	66.3	(28.5)	(8.2)	(23.2)		
Total income	**5,83,096**	**6,35,489**	**6,16,941**	**6,29,151**	**6,09,203**	4.48	(3.17)
Growth YoY (%)	2.5	21.1	(7.9)	7.7	4.5		
Staff expenses	1,66,060	1,60,031	1,62,153	1,74,238	1,74,520	5.09	0.16
Other operating expenses	1,43,927	1,46,834	1,77,747	1,19,622	1,65,311	14.86	38.20
Operating expenses	**3,09,987**	**3,06,865**	**3,39,899**	**2,93,860**	**3,39,831**	9.63	15.64
Pre-Provisioning Profit (PPoP)	**2,73,109**	**3,28,624**	**2,77,042**	**3,35,292**	**2,69,372**	(1.37)	(19.66)
Growth YoY (%)	(6.8)	39.5	(11.4)	9.8	(1.4)		
Provisions	**54,001**	**45,069**	**28,722**	**50,468**	**42,169**	(21.91)	(16.44)
Growth YoY (%)	19.9	394.7	(55.4)	6.0	(21.9)		
Exceptional Item	45,932	-	-	-	72,885	-	-
PBT	**2,19,108**	**2,83,555**	**2,48,320**	**2,84,824**	**2,27,204**	3.69	(20.23)
Tax	63,444	73,273	51,483	73,612	69,709	9.88	(5.30)
PAT	**2,01,597**	**2,10,282**	**1,96,838**	**2,11,212**	**2,30,380**	14.28	9.07
Growth YoY (%)	10.0	24.5	5.6	10.2	14.3		
Per Share							
FV (Rs)	1.0	1.0	1.0	1.0	1.0	-	-
EPS (Rs)	22	23	21	23	25	13.45	9.09
Book Value (Rs)	561	585	590	614	650	15.73	5.78

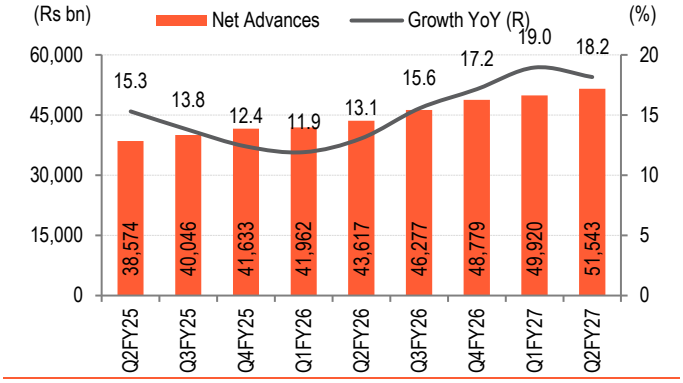
Source:Company, BOBCAPS Research

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

(Rs mn)	Q2FY26	Q3FY26	Q4FY26	Q1FY27	Q2FY27	YoY (%)	QoQ (%)
Deposits	**5,59,17,000**	**5,70,13,089**	**5,97,56,421**	**6,00,58,052**	**6,27,79,190**	12.27	4.53
Growth YoY (%)	9.3	9.0	11.0	9.7	12.3		
Advances	**4,36,17,370**	**4,62,77,341**	**4,87,78,948**	**4,99,20,037**	**5,15,43,230**	18.17	3.25
Growth YoY (%)	13.1	15.6	17.2	19.0	18.2		
Investment	1,72,80,800	1,73,37,790	1,80,12,541	1,80,34,258	1,86,46,767	7.90	3.40
Equity	51,80,590	54,00,202	54,44,423	56,68,308	59,95,859	15.74	5.78
Assets	6,98,74,680	7,16,19,748	7,62,30,120	7,66,22,850	7,88,77,926	12.88	2.94
Growth YoY (%)	10.2	8.2	14.2	13.2	12.9		
Yield (%)							
Yield on Funds	7.5	7.5	7.2	7.2	7.3	(22bps)	8bps
Cost of Funds	5.0	4.9	4.8	4.8	4.8	(20bps)	2bps
Spread	2.5	2.5	2.3	2.4	2.5	(2bps)	6bps
Net Interest Margin (calc.)	3.0	3.0	2.8	2.9	2.9	(3bps)	8bps
Ratios (%)							
Other Income / Net Income	26.3	28.9	28.1	25.3	19.3	(695bps)	(598bps)
Cost to Income ratio	53.2	48.3	55.1	46.7	55.8	262bps	908bps
CASA ratio	38.0	37.5	37.9	37.6	36.6	(140bps)	(106bps)
C/D ratio	78.0	81.2	81.6	83.1	82.1	410bps	(102bps)
Investment to Assets	24.7	24.2	23.6	23.5	23.6	(109bps)	10bps
Asset Quality							
GNPA	7,62,430	7,36,368	7,34,525	7,12,721	7,25,291	(4.87)	1.76
NNPA	1,84,599	1,80,121	1,88,301	1,91,585	1,85,461	0.47	(3.20)
Provision	5,77,831	5,56,247	5,46,223	5,21,136	5,39,830	(6.58)	3.59
GNPA (%)	1.7	1.6	1.5	1.5	1.4	(34bps)	(8bps)
NNPA (%)	0.4	0.4	0.4	0.4	0.4	(6bps)	(2bps)
PCR (%)	75.8	75.5	74.4	74.2	74.4	(136bps)	23bps

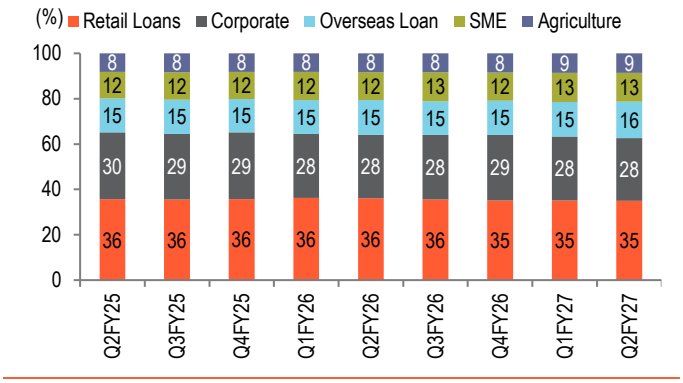
Source: Company, BOBCAPS Research

Fig 3 – Loan growth 18.17% YoY



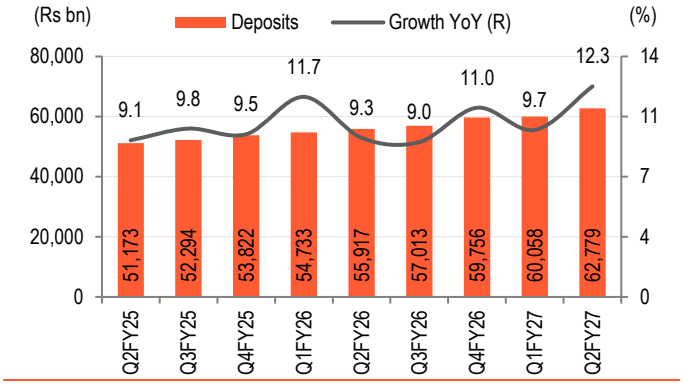
Source: Company, BOBCAPS Research

Fig 4 – RAM accounted for 56.4% of total loans



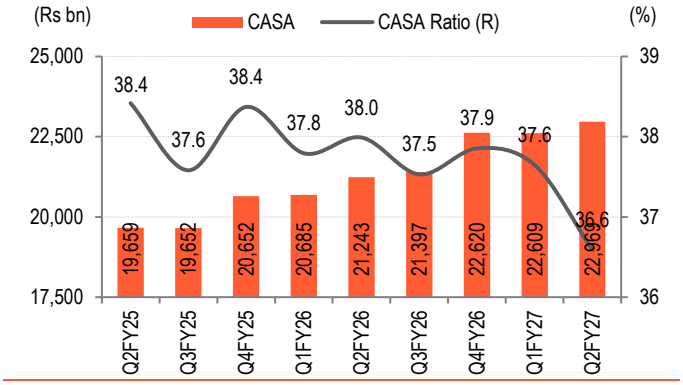
Source: Company, BOBCAPS Research

Fig 5 – Deposits grew 12.3% YoY



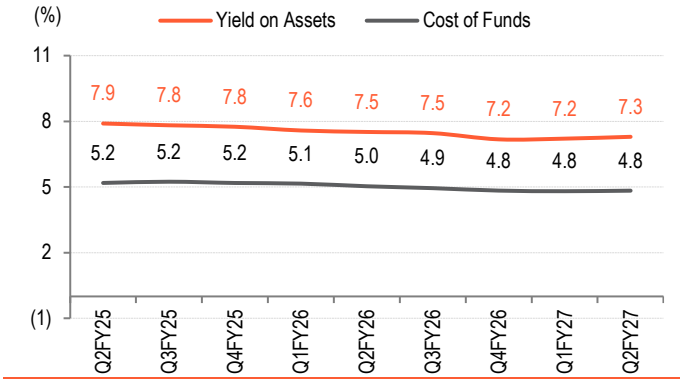
Source: Company, BOBCAPS Research

Fig 6 – CASA ratio moderated to 36.6% due to FCNR inflow



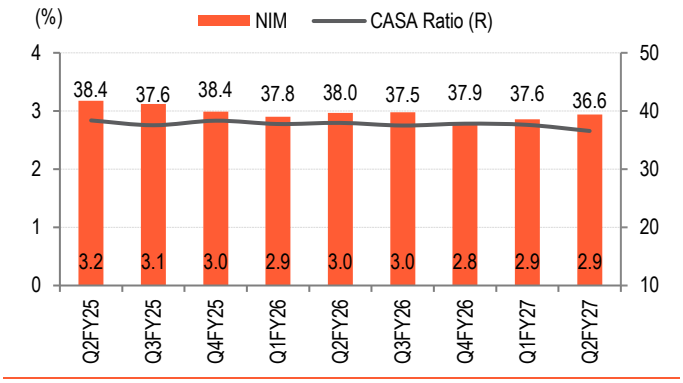
Source: Company, BOBCAPS Research

Fig 7 – Yields improved, CoD declined due to better daily CASA balances and fcnr inflow was used to reduce high cost wholesale deposits



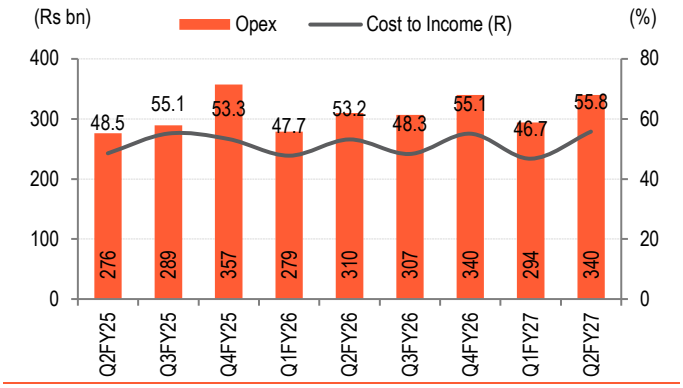
Source: Company, BOBCAPS Research

Fig 8 – Domestic NIMs expected to be >3% in FY27



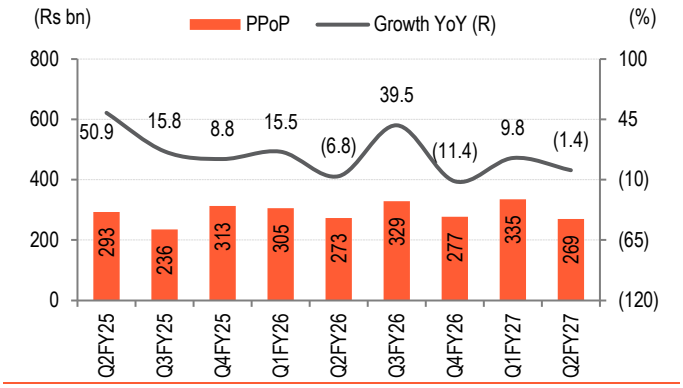
Source: Company, BOBCAPS Research

Fig 9 – C/I inched up as some opex was frontloaded this quarter to keep C/I stable in Q4



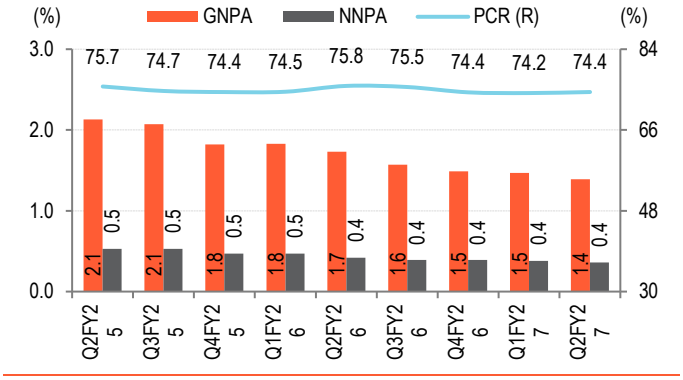
Source: Company, BOBCAPS Research

Fig 10 – PPoP declined mainly on trading losses



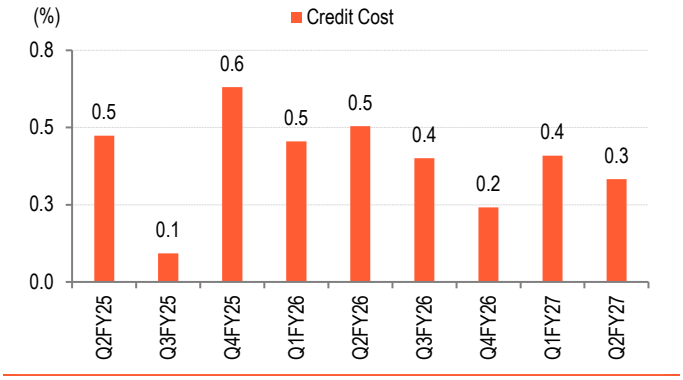
Source: Company, BOBCAPS Research

Fig 11 – Asset quality improved



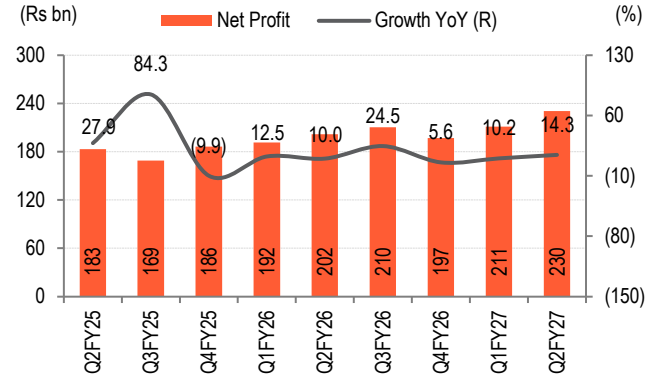
Source: Company, BOBCAPS Research

Fig 12 – CC improves on sequential basis



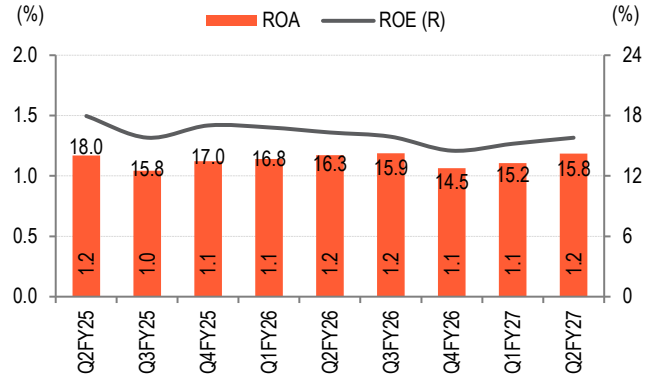
Source: Company, BOBCAPS Research

Fig 13 – PAT up, mainly aided by lower provisions and higher NII and stake sale In SBI Funds managment



Source: Company, BOBCAPS Research

Fig 14 – Return ratios remain healthy



Source: Company, BOBCAPS Research

Earnings Call Highlights

1. Business growth and advances

- - Total business crossed Rs115,000bn, comprising deposits of Rs 63,000bn and advances of over Rs 52,000bn.
- - Double-digit growth was witnessed across retail, agriculture, MSME and corporate segments.
- - Management described H1 as one of the strongest first halves for credit growth and expects H2 to be seasonally stronger.
- - FY27 credit growth guidance maintained at 14–15%, which management believes is comfortably achievable.
- - Corporate loan pipeline stands at around Rs 7,000bn, driven by working capital, greenfield and brownfield projects, infrastructure, renewable energy, hydrocarbons and data centres.
- - Working capital utilisation in certain corporate segments remains lower. The bank has also declined some working-capital and T-bill-linked lending opportunities due to unattractive pricing.
- - Growth in the transition from small/medium businesses to medium/large businesses moderated somewhat, although management expects the trend to continue.
- - Home loan growth remained relatively slower due to lower property purchases, inventory build-up in certain markets (particularly Bengaluru) and fewer launches by developers.
- - Auto loan growth improved in October following pricing adjustments.
- - Personal Express Credit grew 7.48%. Management suggested assessing growth in Express Credit and gold loans together rather than assuming migration between the two products.
- - Corporate salary credits remained unchanged.

2. Deposit growth and funding

- - Deposits grew 12.27% YoY to Rs 63,000bn, while term deposits increased 14.26%; CASA remained stable.
- - Management highlighted that strong daily average balances in current and savings accounts, rather than merely quarter-end balances, helped reduce the cost of deposits.
- - The bank continues to focus on liability management and improving the quality of deposit mobilisation.

3. FCNR(B) mobilisation

- - SBI mobilised US$10.9bn of FCNR(B) deposits against its initial target of US$10bn.
- - Around US$8.83bn was associated with leveraged lending through overseas offices, while the remaining portion was unleveraged or involved low leverage.
- - Management highlighted that leverage remained moderate and was supported by overseas credit lines.
- - FCNR(B) mobilisation was primarily used to replace expensive wholesale deposits.
- - Management indicated that there was no adverse impact on overseas NIMs from these transactions.

4. NIM, yields and interest-rate outlook

- - Domestic NIM improved 11bps QoQ to 3.11%.
- - The improvement was supported by better yields on advances and a lower cost of resources/deposits.
- - FY27 domestic NIM guidance was maintained at at least 3%, with management expecting NIM to remain above 3%, subject to adequate liquidity.
- - EBLR-linked loans account for approximately 32% of domestic advances, while MCLR-linked loans account for around 27%.
- - The bank has already undertaken a 25bps adjustment in EBLR, with the full benefit expected to come through over the next six months.
- - The 15bps increase in MCLR is also expected to contribute as YoA gradually reprice.
- - A further 50bps increase in lending rates would provide an immediate benefit through loan repricing (SBI is forecasting that 50 bps rate hike will happen in December).
- - However, any increase in deposit rates could partly offset the benefit.
- - Excess SLR was approximately Rs 350–370bn
- - Management indicated that liquidity was sufficient and expected the RBI to provide adequate liquidity to the banking system.
- - The bank continues to maintain pricing discipline and has declined certain working-capital and T-bill-linked loans where returns were unattractive.

5. Asset quality

- - GNPA improved to 1.39%, the lowest level in more than two decades.
- - Provision Coverage Ratio stood at approximately 74%.
- - SMA1/SMA2 balances increased 15% QoQ, largely driven by SMA1.

- - More than half of the increase in SMA1 rolled back to standard, while most of the remaining accounts were regularised, except for a small Rs 0.5bn loan that slipped into NPA.
- - Management reiterated its focus on underwriting standards, monitoring and recoveries, and stated that the bank would not compromise asset quality to drive growth.
- Drought-related restructuring
- - Three states have declared drought, following which the respective SLBCs passed resolutions for restructuring eligible agricultural loans.
- - SBI estimates that the potential portfolio eligible for restructuring could be around Rs 100bn.
- - However, restructuring will depend on individual farmers opting for the facility and providing consent.
- - Management indicated that the process would take place over time.
- - Historically, even when restructuring packages are made available following natural calamities, not many borrowers come forward to avail themselves of the facility.
- Agriculture gold loans
- - The LTV on agriculture gold loans is approximately 60–61%, against the regulatory threshold of 85%.
- - The proportion of loans exceeding the 85% LTV threshold is very small.
- - Management indicated that asset quality in the agriculture gold loan portfolio remains good.

6. Treasury performance and other income.

- - Treasury recorded a loss of Rs 12.77bn in Q2 FY27 compared with a gain of Rs 28.77bn in the previous quarter, excluding one-off items in both periods..
- - SBI's treasury portfolio stands at Rs 18,000bn
- - The gain from the SBI Funds Management stake sale was partly offset at the overall profitability level by treasury losses.
- 7. SBI Funds Management, NSE and YES Bank stake
- - SBI sold a 6.35% stake in SBI Funds Management, resulting in an exceptional gain of Rs 72.88bn.
- - The gain was routed through the P&L.
- - Operating profit of Rs 342.26bn in the management presentation includes this exceptional gain; the operating profit reported in the published financial results is lower.

- - Management described the listing of SBI Funds Management as an important milestone.
- - SBI's remaining stake in NSE was valued at approximately Rs 110bn based on the post-listing valuation.
- - The mark-to-market gain on the NSE holding is routed directly through the AFS reserve rather than the P&L.
- - SBI has no immediate plans to exit its remaining YES Bank stake.
- - Management does not envisage further subsidiary listings over the next couple of years.

7. Operating expenses and cost-to-income

- - Staff expenses stood at Rs 174.52bn compared with Rs 166.06bn in Q2 of the previous year.
- - Overheads increased to Rs165.31bn from Rs 143.93bn.
- - Approximately Rs 8.50bn of overhead expenses were brought forward from Q4.
- The upfront expenses comprised:
- - IT services and eligible bills: approximately Rs 2.50bn.
- - Vendor payments: approximately Rs 1.50bn.
- - MAP services payment: approximately Rs 4.50bn
- - Excluding this amount, overhead growth was approximately 9% YoY.
- - Management indicated that a similar smoothing exercise is planned in Q3 to avoid a sharp increase in Q4 and manage the cost-to-income ratio.
- - Management reiterated its target of keeping overhead growth at or below 10%.
- Other operating expenses / business acquisition costs:
- - Business acquisition expenses primarily include Priority Sector Lending Certificates (PSLCs).
- - The bank traditionally purchased PSLCs in the second half of the year. However, purchasing them earlier allows the bank to benefit from the PSL average for three to four quarters rather than only the remaining period.
- - Accordingly, PSLC purchases were made in both Q1 and Q2, contributing to higher business acquisition expenses.

- PSLC costs were:

- Q1FY27: Rs 1.18bn.

- Q2FY27: Rs 5.83bn.

8. Profitability and return ratios

- - Net profit stood at Rs 230.38bn.
- - Operating profit grew 7.28% YoY.
- - Operating income increased 8.44%, while operating expense growth was approximately 9%.
- - H1 FY27 ROA stood at 1.14% and ROE at 18.68%.
- - Excluding the SBI Funds Management stake-sale gain, H1 ROA was approximately 0.98%.

9. ECL implementation

- - Management is assessing the potential impact of the Expected Credit Loss (ECL) framework on capital and earnings.
- - ECL implementation is scheduled for 1 April 2027, with the relevant numbers to be measured as of 30 June 2027.
- - Management stated that it is difficult to provide a precise estimate at this stage given the size and diversification of SBI's loan book.
- - The transition could introduce some volatility in reported earnings.
- - Management indicated that the impact would need to be observed over a few quarters after implementation.
- - Through-cycle ROA guidance of approximately 1% factors in the ECL impact, barring any significant unforeseen deterioration in asset quality.

10.ECLGS 5.0

- - The entire Rs 2.5tn ECLGS 5.0 scheme was utilised by the banking system.
- - SBI's outstanding ECLGS exposure stood at approximately Rs 28.80bn.
- - Management stated that almost 50% of the bank's SME growth was contributed by ECLGS.
- - The scheme has seen stronger participation than previous versions, primarily because it provides capital relief and facilitates lending to performing accounts.
- - Initially, borrowers used the facility to repay their higher-cost borrowings rather than immediately expanding their borrowing.
- - Subsequently, as business demand improved, borrowers started deploying the funds towards working capital requirements.
- - The scheme is intended to prevent stress and should not be interpreted as an indication of rising stress in the SME portfolio.
- - The standard interest rate charged under the scheme is 9%.
- - Industry participants have requested a further extension and enhancement of the scheme.

Valuation Methodology

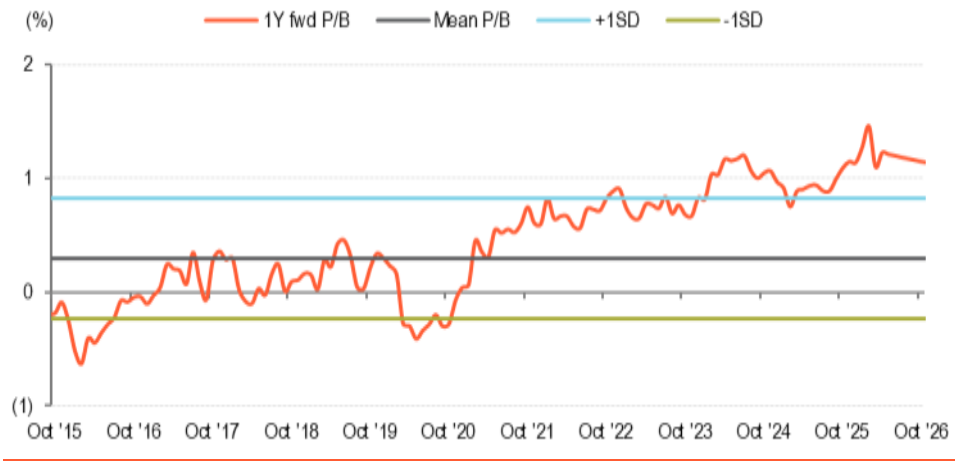
We expect SBIN to deliver healthy credit growth, coupled with a strong liability franchise. The bank has demonstrated a stable performance, with healthy growth in the credit and deposits through business cycles. Despite its size, SBIN continues to deliver healthy business growth, along with a steady return profile and improving asset quality We expect the bank to deliver ROA/ROE of 1.1%/15.3% by FY27E. Maintain BUY with TP of Rs 1,350 (based on SOTP valuation) and roll over valuation to 1.4x Sep'28E ABV.

Fig 15 – Key operational assumptions

Parameter (%)	FY26A	FY27E	FY28E	FY29E
Advances Growth	17.2	16.4	15.0	15.0
Net Interest Income Growth	3.7	19.3	16.4	13.7
PPoP Growth	7.1	14.1	16.9	14.1
PAT Growth	12.9	4.7	14.8	13.1
NIM	2.9	2.8	2.8	2.8
GNPA	1.5	1.5	1.4	1.4
CAR	15.4	16.0	15.8	15.8

Source: Company, BOBCAPS Research

Fig 16 – PB band chart



Source: Company, BOBCAPS Research

Key Risks

Key downside risks to our estimates:

- Three states have declared drought, following which the respective SLBCs passed resolutions for restructuring eligible agricultural loans. SBI estimates that the potential portfolio eligible for restructuring could be around Rs 100bn. This could increase provisions and credit cost and the bank may fail to meet its RoA guidance, also AQ now at multi quarter low, if the relief is opted by borrowers, GNPA may inch up.
- Elevated bond yields have caused treasury losses this quarter, with sizeable treasury portfolio of Rs 18,000 bn, if bond yields continue to be elevated, treasury loss can impact PPOP and PAT.

Financials

Income Statement

Y/E 31 Mar (Rs mn)	FY25A	FY26A	FY27E	FY28E	FY29E
Net interest income	**1,669,651**	**1,731,205**	**2,064,491**	**2,402,394**	**2,731,573**
NII growth (%)	4.4	3.7	19.3	16.4	13.7
Non-interest income	616,831	734,435	714,169	835,520	952,670
Total income	2,286,482	2,465,640	2,778,660	3,237,914	3,684,243
Operating expenses	1,180,690	1,235,488	1,375,083	1,597,636	1,812,441
PPOP	1,105,792	1,230,152	1,403,577	1,640,278	1,871,802
PPOP growth (%)	27.5	11.2	14.1	16.9	14.1
Provisions	153,079	175,384	218,549	279,922	333,058
PBT	952,713	1,100,700	1,185,028	1,360,356	1,538,744
Tax	243,706	254,448	298,627	342,810	387,763
Reported net profit	**709,006**	**846,252**	**886,401**	**1,017,546**	**1,150,981**
Adjustments	0	0	0	0	0
Adjusted net profit	**709,006**	**846,252**	**886,401**	**1,017,546**	**1,150,981**

Balance Sheet

Y/E 31 Mar (Rs mn)	FY25A	FY26A	FY27E	FY28E	FY29E
Equity capital	8,925	9,231	9,231	9,231	9,231
Reserves & surplus	4,402,697	5,435,192	6,155,465	6,985,682	7,949,784
Net worth	4,411,621	5,444,423	6,164,696	6,994,913	7,959,015
Deposits	53,821,895	59,756,421	66,573,441	76,430,150	88,373,286
Borrowings	5,635,725	7,312,538	8,128,764	8,919,266	9,787,699
Other liab. & provisions	2,891,291	3,716,738	5,080,080	5,029,047	4,148,669
Total liab. & equities	**66,760,533**	**76,230,120**	**85,946,981**	**97,373,376**	**110,268,669**
Cash & bank balance	3,402,297	3,845,598	3,660,408	4,096,772	4,417,244
Investments	16,905,727	18,012,541	19,383,375	21,096,856	22,987,294
Advances	41,633,121	48,778,948	56,790,286	65,309,135	75,110,630
Fixed & Other assets	4,819,387	5,593,033	6,112,912	6,870,611	7,753,501
Total assets	**66,760,533**	**76,230,120**	**85,946,981**	**97,373,376**	**110,268,669**
Deposit growth (%)	9.5	11.0	11.4	14.8	15.6
Advances growth (%)	12.4	17.2	16.4	15.0	15.0

Per Share

Y/E 31 Mar (Rs)	FY25A	FY26A	FY27E	FY28E	FY29E
EPS	79.4	93.2	96.0	110.2	124.7
Dividend per share	15.9	17.4	17.8	19.9	20.1
Book value per share	494.3	589.8	667.8	757.8	862.2

Valuations Ratios

Y/E 31 Mar (x)	FY25A	FY26A	FY27E	FY28E	FY29E
P/E	12.2	10.4	10.1	8.8	7.8
P/BV	2.0	1.6	1.5	1.3	1.1
Dividend yield (%)	1.6	1.8	1.8	2.0	2.1

DuPont Analysis

Y/E 31 Mar (%)	FY25A	FY26A	FY27E	FY28E	FY29E
Net interest income	2.6	2.4	2.5	2.6	2.6
Non-interest income	1.0	1.0	0.9	0.9	0.9
Operating expenses	1.8	1.7	1.7	1.7	1.7
Pre-provisioning profit	1.7	1.7	1.7	1.8	1.8
Provisions	0.2	0.2	0.3	0.3	0.3
PBT	1.5	1.5	1.5	1.5	1.5
Tax	0.4	0.4	0.4	0.4	0.4
ROA	1.1	1.2	1.1	1.1	1.1
Leverage (x)	15.7	14.5	14.0	13.9	13.9
ROE	17.3	17.2	15.3	15.5	15.4

Ratio Analysis

Y/E 31 Mar	FY25A	FY26A	FY27E	FY28E	FY29E
YoY growth (%)					
Net interest income	4.4	3.7	19.3	16.4	13.7
Pre-provisioning profit	27.5	11.2	14.1	16.9	14.1
EPS	16.1	17.3	3.0	14.8	13.1
Profitability & Return ratios (%)					
Net interest margin	2.8	2.6	2.8	2.8	2.8
Fees / Avg. assets	0.1	0.1	0.1	0.1	0.1
Cost-Income	51.6	50.1	49.5	49.3	49.2
ROE	17.3	17.2	15.3	15.5	15.4
ROA	1.1	1.2	1.1	1.1	1.1
Asset quality (%)					
GNPA	1.8	1.5	1.5	1.4	1.4
NNPA	0.5	0.4	0.4	0.4	0.4
Slippage ratio	0.6	0.5	0.6	0.6	0.6
Credit cost	0.4	0.4	0.4	0.5	0.5
Provision coverage	73.9	74.0	73.3	71.4	71.4
Ratios (%)					
Credit-Deposit	77.4	81.6	85.3	85.4	85.0
Investment-Deposit	31.4	30.1	29.1	27.6	26.0
CAR	14.3	15.4	16.0	15.8	15.8
Tier-1	12.1	13.3	14.1	14.1	14.0

Source: Company, BOBCAPS Research

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Name of the Research Entity: **BOB Capital Markets Limited**
Registered office Address: **1704, B Wing, Parinee Crescenzo, G Block, BKC, Bandra East, Mumbai 400051**
SEBI Research Analyst Registration No: **INH000000040 (Perpetual)**
SEBI Stock Broker Registration No: **INZ000159332**
SEBI Depository Participant Registration No: **IN-DP-728-2022**
SEBI Merchant Banker Registration No: **INM000009926**
Phone: +91-22-61389300
Name of the Compliance Officer: Mr. Sameer Khobrekar
Email ID: Compliance@bobcaps.in; Phone no.: +91-22-61389358
For any queries or grievances, you may contact the Grievance Officer.
Name of the Grievance Officer: Mr. Nilesh Mehta
Email ID: head-customercare@bobcaps.in; Phone no: 92288 60945

Brand Name: **BOBCAPS**
Website: **https://www.bobcaps.in/**
CIN: **U65999MH1996GOI098009**

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BUY – Expected return >+15%

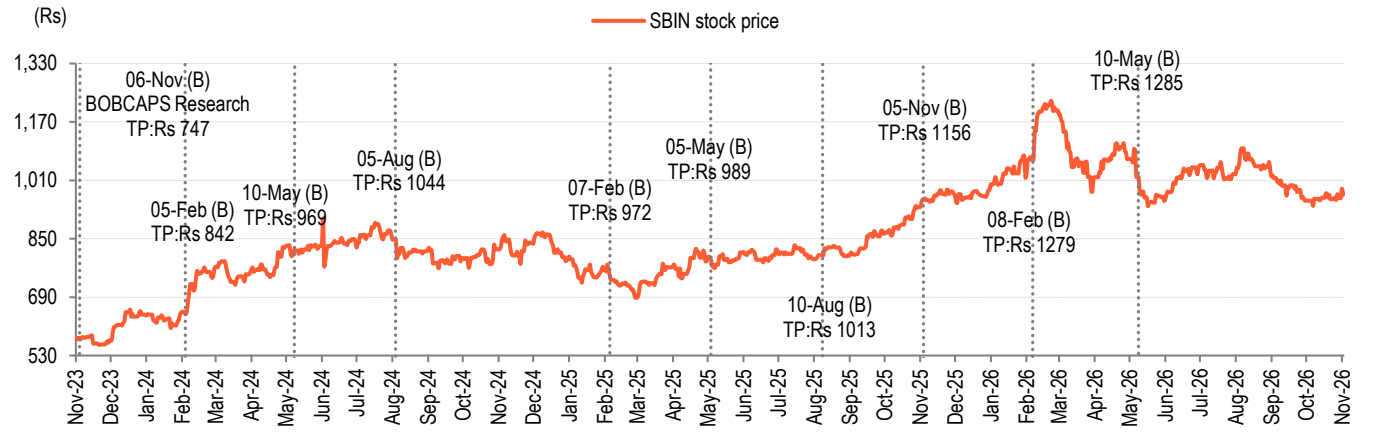
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SELL – Expected return <-6%

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