

BANK OF BARODA | Banking

Healthy sequential growth; comfortable valuation

LKP**Result and Price Analysis**

In 4QFY22, Bank of Baroda (BOB) has delivered an expected result on operating and assets quality front. The fresh slippages were higher at ₹45bn v/s ₹28bn in 3QFY22. Furthermore, the reduction (up-gradation & recovery) stood ₹77bn v/s ₹70bn in the previous quarter. Its reported GNPA (6.61% v/s 7.25% in 3QFY22) and NNPA (1.72% v/s 2.25% in 3QFY22) declined substantially along with higher PCR (incl. TWO) of 89%. The bank has witnessed healthy sequential growth in net advances (10% YoY, 6% QoQ) and deposit growth (8.2% YoY, 7% QoQ) with better liquidity position (LCR of 140%+). Moreover the bank has reported net profit of ₹17.8bn on the back of higher provision (₹37bn v/s ₹25bn in the previous quarter). Restructuring pool down sequentially and stood ~2.4% of net advances. We believe the negatives are in the price and risk reward remain attractive with an inexpensive valuation (0.6x PBV). Thus reiterate BUY.

Higher slippages; nevertheless GNPA ratio in check: In 4QFY22, fresh slippages were at higher level of ₹45bn v/s ₹28bn in the previous quarter. Corporate book contributed 46% of the slippages amount where retail contribution was lower at 10%. SME book has slippages contribution of 28%. The reduction (up-gradation, recovery & write-offs) stood ₹77bn v/s ₹70bn in the previous quarter. The bank expects better recovery from legacy Power accounts as the traction has improved. NCLT exposure is ₹11.6bn, of which bank expects recovery of ₹5bn in 1QFY23. In Q4FY22, bank received part recovery from Air India which has been utilized to create buffer. The Bank's SMA 1&2 book inched down to 0.44% v/s 1.12% in the previous quarter. The standard restructured amount stood at ~₹190bn (2.4% of advances). Of the restructured book, ₹30bn have slipped to NPA (including ₹17bn on Future Group). Restructuring break – up stands as 36% from corporate, 33% from MSME, 26% from retail and rest are from other/oversea portfolio. The Bank has made provisioning of ₹37.3bn (Credit cost: 2.69% v/s 2.33% in 3QFY22) v/s ₹25bn in 3QFY22. The bank has utilized ₹17bn of standard asset provisions made prior quarters. The management guided credit cost of 150bps for FY23.

Key Financials (₹ mn)	FY20	FY21	FY22	FY23E	FY24E
NII	2,74,513	2,88,090	3,26,213	3,67,304	4,20,492
Operating Profit	1,96,914	2,06,298	2,23,889	2,47,304	2,79,833
Reported Profits	5,469	8,290	72,723	99,050	1,19,974
Net Worth	6,57,767	7,18,686	7,96,762	8,95,812	10,15,786
Loan & Advances	69,01,207	70,63,005	77,71,552	87,04,138	99,22,717
Int. Bearing Liabilities	1,03,90,537	1,03,38,449	1,14,98,379	1,27,09,675	1,42,75,853

Key Ratios (%)	FY20	FY21	FY22	FY23E	FY24E
NIM's	3.0	2.6	2.8	2.9	2.9
C/I	47.9	49.9	49.2	48.8	48.0
Gross NPA	9.4	8.9	6.6	6.4	5.9
Tier 1	9.4	13.4	10.3	10.3	10.3
Adj. RoA	0.1	0.1	0.6	0.7	0.8
Adj. RoE	0.9	1.1	8.9	10.8	11.5

Rating	BUY
Current Market Price (₹)	100
12 M Price Target (₹)	128
Potential upside (%)	28

Stock Data

FV (₹) :	2
Total Market Cap (₹ bn) :	518
Free Float Market Cap (₹ bn) :	186
52-Week High / Low (₹)	123 / 73
2-Year High / Low (₹) :	123 / 36
1 Year Avg. Dly Traded Volume (in lakh)	458
BSE Code / NSE Symbol	532134 / BANKBARODA
Bloomberg :	BOB IN

Shareholding Pattern

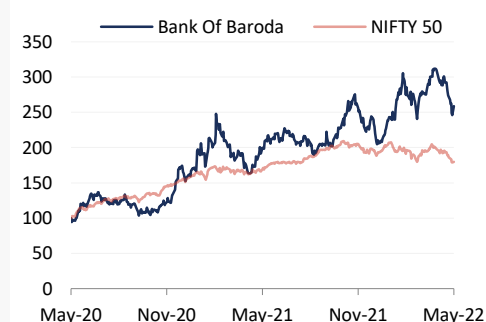
(%)	Mar-22	Dec-21	Sep-21	Jun-21
GOI	63.97	63.97	63.97	63.97
FPIs	9.14	7.37	7.82	7.87
MFs	9.92	9.52	8.75	9.21
Insurance	4.91	4.92	5.75	5.00
Others	12.06	14.22	13.71	13.95

Source: BSE

Price Performance

(%)	1M	3M	6M	1YR
BOB	-16.4	-6.6	3.2	35.0
Nifty 50	-9.3	-8.5	-12.0	7.9

* To date / current date : May 16, 2022

BOB vs Nifty 50

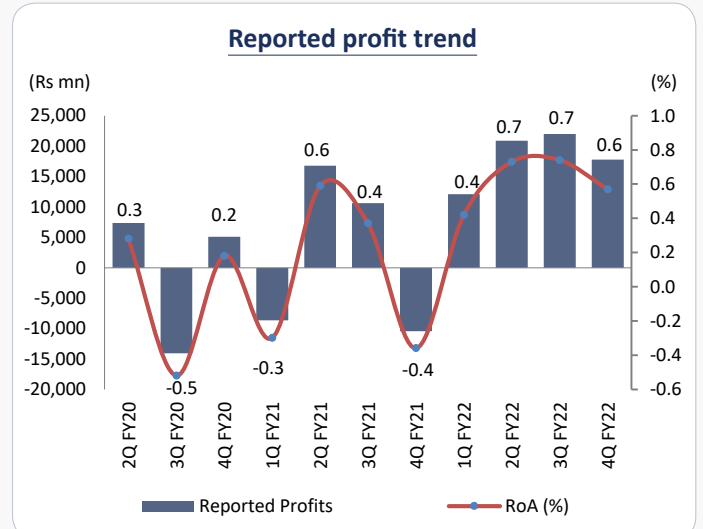
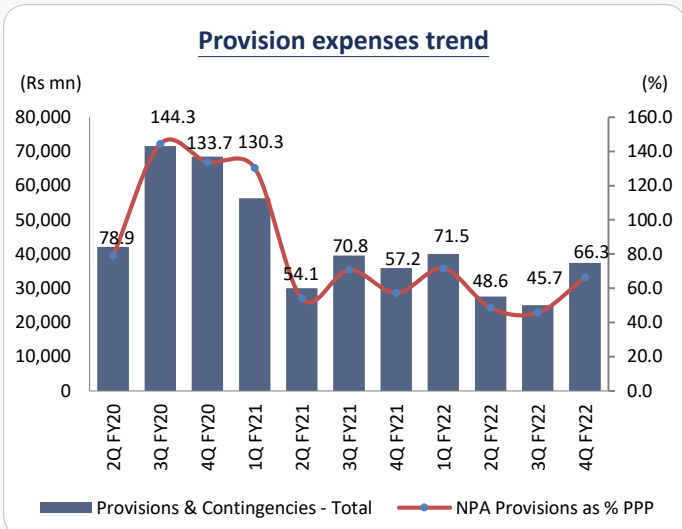
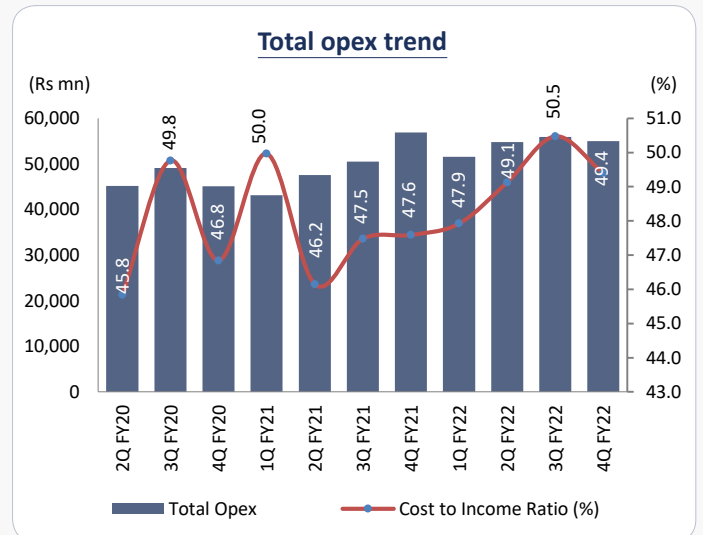
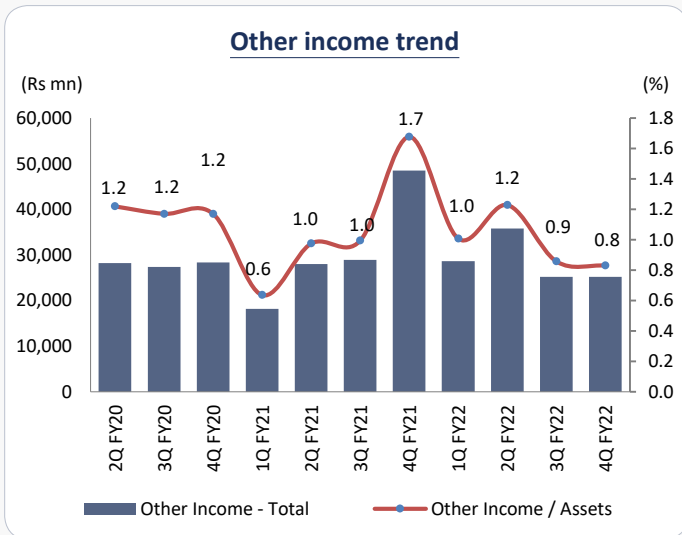
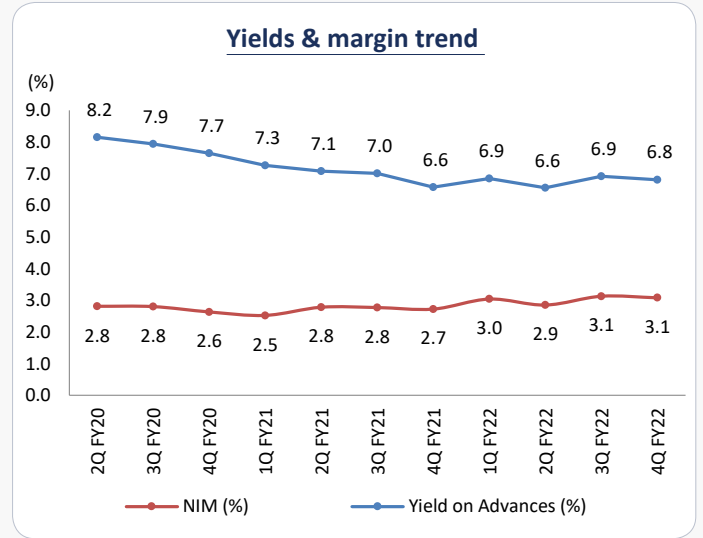
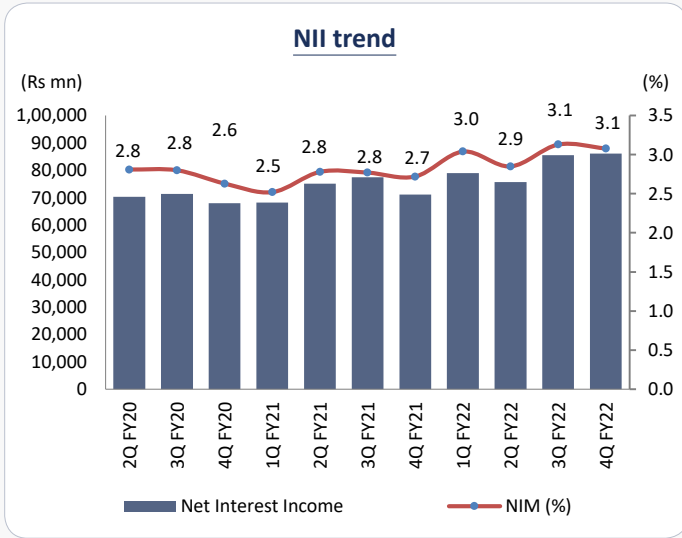
Healthy credit growth driven by retail loans: The bank's net advances stood at ₹7.8tn; grew by 10% YOY and 6% QOQ. Retail (17% contribution), Corporate (37% contribution) and Agriculture (13% contribution) grew by 9%, 3.5% and 4% QoQ respectively. Loan growth guidance for FY23 is at 10-12%. The bank's deposit stood at ₹10.4tn grew by 8.2% YOY and 7% sequentially; the bank's CASA deposit grew by 5.7% QoQ and CASA ratio stable sequentially at 44.3%. The bank's CRAR 16% vs. 15.5% in the previous quarter with CET 1 of 11.7%. The RWA to assets stood at 50% with LCR well above the regulatory requirement.

Higher provision offset the PPOP growth: Domestic NIMs (3.14%) down by 7bps driven by 24bps lower domestic Yields at 7.55%. Management believes the NIMs to remain stable for FY23. Overall YOA and COD stood at 6.81% and 3.53% against 6.92% and 3.5% in the previous quarter. Overall NIMs inched up by 5bps to 3.08% which translated in NII (₹86.1bn) growth of 21% YoY and 0.7% sequentially. Of the total loan book, 10% linked to T-bill & G-sec, 50% MCLR. 26% EBLR coupled with higher share of CASA and significant portion of Investment book being in floating rate bonds. Hence, management expect positive impact on margins in mid term. NIM would be watched as 26% of the loan book is EBLR linked. A stable NII growth and marginally lower opex (C/I: 49.4% v/s 50.5%) have translated in PPOP growth of 3% QoQ. However, a healthy PPOP growth was off-set by higher provision expenses (₹37bn v/s ₹25bn in 3QFY22). Thus, it resulted in 19% sequential de-growth in PAT of ₹17.8bn.

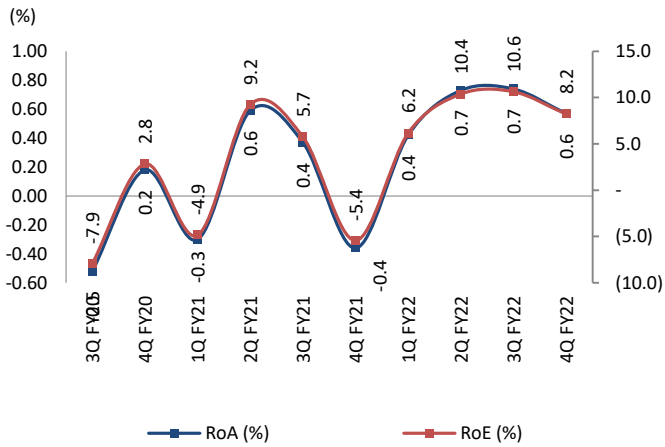
Outlook & Valuation

We expect the bank to post a ROA/ROE of 0.7%/10.8% by FY23E led by steady balance sheet growth along with higher PCR and improving asset quality. We value the standalone bank with PBV of 0.8x FY23E Adj. BVPS of ₹160 to reach a price target of ₹128 (revised from ₹136). We recommend BUY with potential upside of 28%.

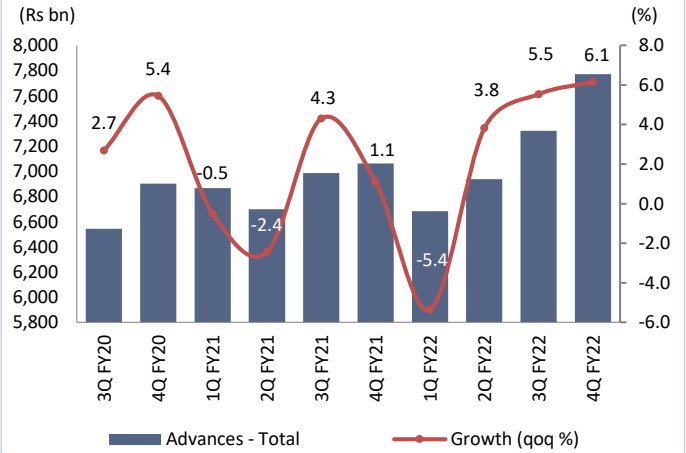
Quarterly story in charts



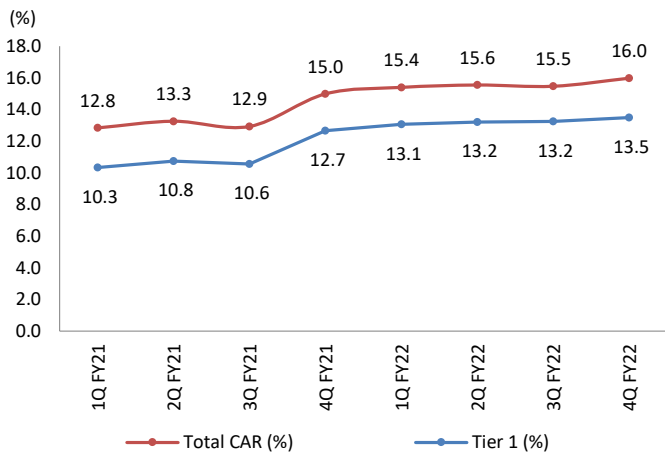
Return ratio trend



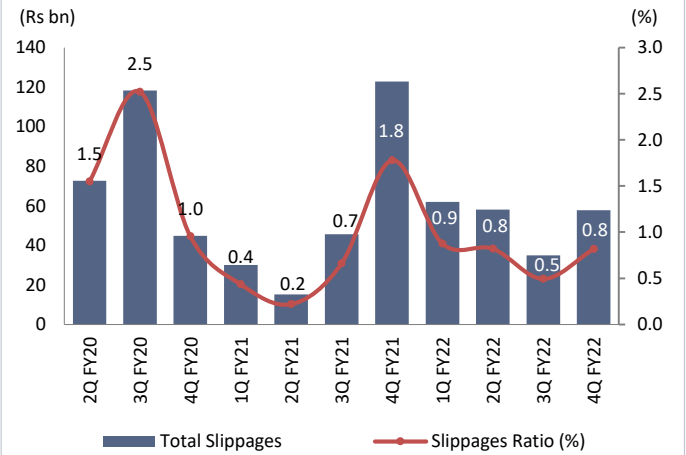
Loan book trend



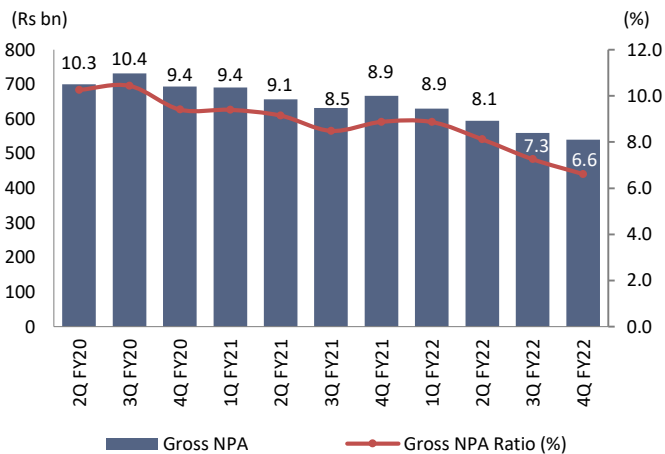
CRAR & Tier 1 ratio trend



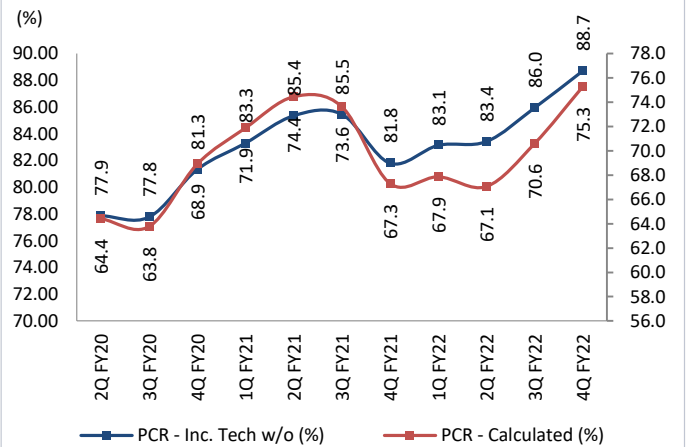
Slippages trend



Gross NPA trend



PCR Trend



Financial Performance at a glance

Exhibit 1 : Income Statement Analysis

(₹ mn)	4Q FY22	4Q FY21	% yoy / bps	3Q FY22	% qoq / bps	FY22	FY21	% yoy / bps
Interest Inc.	1,81,736	1,66,845	8.9	1,79,630	1.2	6,98,808	7,04,951	(0.9)
Interest Expenses	95,619	95,779	(0.2)	94,110	1.6	3,72,594	4,16,860	(10.6)
Net Interest Income	86,117	71,066	21.2	85,520	0.7	3,26,213	2,88,090	13.2
<i>NII to Net Operative Income</i>	<i>77.3</i>	<i>59.4</i>	<i>1,790</i>	<i>77.2</i>	<i>10</i>	<i>74.0</i>	<i>70.0</i>	<i>399</i>
<i>NIM (%)</i>	<i>3.08</i>	<i>2.7</i>	<i>36</i>	<i>3.1</i>	<i>(5)</i>	<i>2.8</i>	<i>-</i>	<i>-</i>
Other Income - Total	25,223	48,484	(48.0)	25,193	0.1	1,14,840	1,23,644	(7.1)
<i>Other Inc to Net Oper. Income (%)</i>	<i>22.7</i>	<i>40.6</i>	<i>(1,790)</i>	<i>22.8</i>	<i>(10)</i>	<i>26.0</i>	<i>30.0</i>	<i>(399)</i>
Net Operating Revenue	1,11,340	1,19,550	(6.9)	1,10,713	0.6	4,41,053	4,11,735	7.1
Employee Expenses	27,024	31,249	(13.5)	31,027	(12.9)	1,19,788	1,14,455	4.7
Other Opex	27,965	25,645	9.0	24,853	12.5	97,376	90,981	7.0
Total Opex	54,988	56,894	(3.3)	55,880	(1.6)	2,17,164	2,05,437	5.7
<i>Cost to Income Ratio (%)</i>	<i>49.4</i>	<i>47.6</i>	<i>180</i>	<i>50.5</i>	<i>(108)</i>	<i>49.2</i>	<i>49.9</i>	<i>(66)</i>
Pre Provision Profits	56,351	62,656	(10.1)	54,833	2.8	2,23,889	2,06,298	8.5
Provisions & Contingencies - Total	37,364	35,860	4.2	25,070	49.0	1,30,024	1,50,738	(13.7)
<i>NPA Provisions as % PPP</i>	<i>66.3</i>	<i>57.2</i>	<i>907</i>	<i>45.7</i>	<i>2,058</i>	<i>58.1</i>	<i>73.1</i>	<i>(1,499)</i>
Profit Before Tax	18,988	26,796	(29.1)	29,763	(36.2)	93,864	55,560	68.9
Tax	1,200	37,261	(96.8)	7,793	(84.6)	21,142	47,271	(55.3)
<i>Effective Tax Rate (%)</i>	<i>6.3</i>	<i>139.1</i>	<i>(13,274)</i>	<i>26.2</i>	<i>(1,986)</i>	<i>22.5</i>	<i>85.1</i>	<i>(6,256)</i>
Reported Profits	17,788	(10,465)	(270.0)	21,970	(19.0)	72,723	8,290	777.3
<i>RoA (%)</i>	<i>0.6</i>	<i>(0.4)</i>	<i>93</i>	<i>0.7</i>	<i>(17)</i>	<i>0.6</i>	<i>-</i>	<i>-</i>
<i>RoE (%)</i>	<i>8.2</i>	<i>(5.4)</i>	<i>1,363</i>	<i>10.6</i>	<i>(242)</i>	<i>8.9</i>	<i>-</i>	<i>-</i>

Source: Company, LKP Research

Exhibit 2 : Balance Sheet Analysis

(₹ mn)	3Q FY21	4Q FY21	1Q FY22	2Q FY22	3Q FY22	4Q FY22	QoQ % / bps	YoY % / bps
Net Worth	7,38,676	7,70,457	7,85,196	8,05,633	8,27,719	8,67,630	4.8	12.6
RoE (%)	5.7	(5.4)	6.2	10.4	10.6	8.2	(242)	1,363
Tier 1 (%)	10.6	12.7	13.1	13.2	13.2	13.5	25	82
Total CAR (%)	12.9	15.0	15.4	15.6	15.5	16.0	51	99
RWA - Total	63,69,528	62,07,538	59,91,753	59,17,428	60,26,309	63,32,541	5.1	2.0
Advances - Total	69,86,516	70,63,005	66,83,815	69,38,199	73,21,638	77,71,552	6.1	10.0
Investments	26,71,082	26,12,203	26,09,430	28,18,095	30,68,974	31,57,954	2.9	20.9
Total Assets	1,17,33,963	1,15,53,648	1,12,17,829	1,17,66,640	1,19,70,537	1,27,79,998	6.8	10.6
RoA (%)	0.37	(0.36)	0.42	0.73	0.74	0.57	(17)	93
Deposits	95,45,608	96,69,969	93,13,169	95,94,843	97,80,343	1,04,59,386	6.9	8.2
CASA Deposits	34,39,370	36,80,270	36,20,440	37,57,660	38,81,690	41,01,230	5.7	11.4
CASA Ratio (%)	41.2	42.9	43.2	43.5	44.3	44.2	(8)	133
Interest Bearing Liabilities - Total	1,04,60,240	1,03,38,449	99,29,200	1,05,34,681	1,06,88,466	1,14,98,379	7.6	11.2

Source: Company, LKP Research

Exhibit 3: Funding Profile Analysis

(₹ mn)	3Q FY21	4Q FY21	1Q FY22	2Q FY22	3Q FY22	4Q FY22	QoQ % / bps	YoY % / bps
Interest Bearing Liabilities - Total	1,04,60,240	1,03,38,449	99,29,200	1,05,34,681	1,06,88,466	1,14,98,379	7.6	11.2
Deposits	95,45,608	96,69,969	93,13,169	95,94,843	97,80,343	1,04,59,386	6.9	8.2
CASA Deposits	34,39,370	36,80,270	36,20,440	37,57,660	38,81,690	41,01,230	5.7	11.4
Saving Deposit	28,73,930	30,64,180	30,43,500	31,56,680	32,29,090	34,13,430	5.7	11.4
Current Deposit	5,65,440	6,16,090	5,76,940	6,00,980	6,52,600	6,87,800	5.4	11.6
Term Deposits	61,06,238	59,89,699	56,92,729	58,37,183	58,98,653	63,58,156	7.8	6.2
Borrowings	9,14,632	6,68,479	6,16,032	9,39,838	9,08,123	10,38,993	14.4	55.4

Source: Company, LKP Research

Exhibit 4: Asset Quality Analysis

(₹ mn)	3Q FY21	4Q FY21	1Q FY22	2Q FY22	3Q FY22	4Q FY22	QoQ % / bps	YoY % / bps
Total Slippages	45,600	1,22,740	61,940	58,020	34,910	57,800	65.6	(52.9)
Slippages Ratio (%)	0.66	1.78	0.88	0.82	0.49	0.82	32	(96)
Gross NPA	6,31,816	6,66,710	6,30,288	5,95,038	5,59,968	5,40,594	(3.5)	(18.9)
Gross NPAs Ratio (%)	8.48	8.87	8.86	8.11	7.25	6.61	(64)	(226)
PCR - Calculated (%)	73.6	67.3	67.9	67.1	70.6	75.3	468	798
Net NPA	1,66,677	2,17,999	2,02,600	1,96,017	1,64,649	1,33,647	(18.8)	(38.7)
Net NPAs Ratio (%)	2.39	3.09	3.03	2.83	2.25	1.72	(53)	(137)

Source: Company, LKP Research

Annual Projections

Exhibit 5: Profit and Loss Statement

(₹ mn)	FY20	FY21	FY22	FY23E	FY24E
Int. Income / Opr. Revenue	7,59,837	7,04,951	6,98,808	7,85,636	8,88,807
Interest Expenses	4,85,324	4,16,860	3,72,594	4,18,332	4,68,315
Net Interest Income	2,74,513	2,88,090	3,26,213	3,67,304	4,20,492
<i>NIM (%)</i>	3.01	2.65	2.83	2.87	2.94
Other Income - Total	1,03,173	1,23,644	1,14,840	1,15,988	1,17,148
Net Operating Revenue	3,77,686	4,11,735	4,41,053	4,83,292	5,37,640
Employee Exp.	87,695	1,14,455	1,19,788	1,31,767	1,46,262
Other Opex	93,077	90,981	97,376	1,04,220	1,11,545
Total Opex	1,80,772	2,05,437	2,17,164	2,35,987	2,57,807
<i>C/I Ratio (%)</i>	47.86	49.90	49.24	48.83	47.95
Pre Provision Profits	1,96,914	2,06,298	2,23,889	2,47,304	2,79,833
<i>PPP Growth (yoy %)</i>	46.0	4.8	8.5	10.5	13.2
Provisions & Contingencies - Total	2,14,928	1,50,738	1,30,024	1,19,459	1,24,981
<i>Credit Cost (As % of Op. AUM)</i>	3.52	2.14	1.80	1.50	1.40
Profit Before Tax	(18,014)	55,560	93,864	1,27,845	1,54,852
Tax	(23,483)	47,271	21,142	28,795	34,878
<i>Effective Tax Rate (%)</i>	130.4	85.1	22.5	22.5	22.5
Reported Profits	5,469	8,290	72,723	99,050	1,19,974
<i>PAT Growth (yoy %)</i>	26.2	51.6	777.3	36.2	21.1

Source: Company, LKP Research

Exhibit 6: Balance Sheet

(₹ mn)	FY20	FY21	FY22	FY23E	FY24E
Equity Share Capital	9,254	10,355	10,355	10,355	10,355
Reserves (ex Revel. Reserve)	6,48,513	7,08,331	7,86,407	8,85,456	10,05,430
Net Worth - Ex Revaluation	6,57,767	7,18,686	7,96,762	8,95,812	10,15,786
Deposits	94,59,844	96,69,969	1,04,59,386	1,16,16,643	1,30,48,130
Borrowings	9,30,693	6,68,479	10,38,993	10,93,032	12,27,723
Interest Bearing Liabilities (₹ mn)	1,03,90,537	1,03,38,449	1,14,98,379	1,27,09,675	1,42,75,853
Other Lia. & Prov.	4,70,056	4,44,742	4,13,990	4,60,193	4,88,775
Total Liabilities	1,15,79,155	1,15,53,648	1,27,79,998	1,41,44,525	1,58,68,436
Assets					
Cash & Cash Equivalent	12,19,011	12,04,128	12,26,550	13,59,139	15,27,222
Investments	27,46,146	26,12,203	31,57,954	34,09,404	36,88,889
Loan & Advances (₹ mn)	69,01,207	70,63,005	77,71,552	87,04,138	99,22,717
<i>Growth (yoy %)</i>	<i>47.2</i>	<i>2.3</i>	<i>10.0</i>	<i>12.0</i>	<i>14.0</i>
Fixed Assets	88,893	80,162	99,219	1,10,389	1,23,237
Other Assets	6,23,898	5,94,149	5,24,724	5,61,454	6,06,371
Total Assets	1,15,79,155	1,15,53,648	1,27,79,998	1,41,44,525	1,58,68,436

Source: Company, LKP Research

Exhibit 7: Per share data

Y/E Mar	FY20	FY21	FY22	FY23E	FY24E
Face Value (₹)	2	2	2	2	2
Adjusted Share O/S (mn)	4,627	5,178	5,178	5,178	5,178
Earnings Per Share (₹)	1.2	1.6	14.0	19.1	23.2
<i>EPS (% YoY)</i>	<i>44.6</i>	<i>35.5</i>	<i>777.3</i>	<i>36.2</i>	<i>21.1</i>
<i>P/E (x)</i>	<i>84.5</i>	<i>62.4</i>	<i>7.1</i>	<i>5.2</i>	<i>4.3</i>
Book Value (₹)	142.2	138.8	153.9	173.0	196.2
<i>BVPS (% YoY)</i>	<i>82.0</i>	<i>(2.4)</i>	<i>10.9</i>	<i>12.4</i>	<i>13.4</i>
<i>P/BV (x)</i>	<i>0.7</i>	<i>0.7</i>	<i>0.6</i>	<i>0.6</i>	<i>0.5</i>
Adj. BV (₹)	118.8	117.8	141.0	160.1	183.3
<i>Adj. BV (% YoY)</i>	<i>87.5</i>	<i>(0.9)</i>	<i>19.7</i>	<i>13.6</i>	<i>14.5</i>
<i>P/ABV (x)</i>	<i>0.8</i>	<i>0.8</i>	<i>0.7</i>	<i>0.6</i>	<i>0.5</i>

Source: Company, LKP Research

Exhibit 8: Detail RoA Tree (%)

Y/E Mar	FY20	FY21	FY22	FY23E	FY24E
Yields / Margins					
Yield on Advance	9.3	7.2	6.6	6.7	6.8
Yield on Funds	8.3	6.5	6.1	6.1	6.2
Cost of Funds (CoF)	5.6	4.0	3.4	3.5	3.5
Interest Spread	2.8	2.5	2.7	2.7	2.7
NIM's	3.0	2.6	2.8	2.9	2.9
Interest Income / Assets	7.8	6.1	5.7	5.8	5.9
Interest Exp. / Assets	5.0	3.6	3.1	3.1	3.1
NII / Assets	2.8	2.5	2.7	2.7	2.8
Fee Income / Assets	0.7	0.7	0.6	0.5	0.5
Other Non Core Income / Assets	0.3	0.3	0.3	0.2	0.2
Other Income / Assets	1.1	1.1	0.9	0.9	0.8
Net Operating Income / Assets	3.9	3.6	3.6	3.6	3.6
Operating Ratios					
NII to Net Operative Income	72.7	70.0	74.0	76.0	78.2
Other Income to Net Operative Income	27.3	30.0	26.0	24.0	21.8
Empl. Cost/Oper. Exps.	48.5	55.7	55.2	55.8	56.7
Other Op. Exps./Oper. Exps.	51.5	44.3	44.8	44.2	43.3
C/I Ratio (%)	47.9	49.9	49.2	48.8	48.0
Provisions as % PPP	56.9	36.6	29.5	24.7	23.2
Credit Cost (As % of Op. AUM)	3.5	2.1	1.8	1.5	1.4
Effective Tax Rate (%)	130.4	85.1	22.5	22.5	22.5
Employee Exp. / Assets	0.9	1.0	1.0	1.0	1.0
Other Opex/ Assets	1.0	0.8	0.8	0.8	0.7
Total Opex / Assets	1.9	1.8	1.8	1.8	1.7
Operating Profits / Assets	2.0	1.8	1.8	1.8	1.9
Exceptional Items / Assets	-	-	-	-	-
Op Profit ex Except Items / Assets	2.0	1.8	1.8	1.8	1.9
Provisions / Assets	2.2	1.3	1.1	0.9	0.8
Profit Before Tax / Assets	(0.2)	0.5	0.8	0.9	1.0
Tax Expenses / Assets	(0.2)	0.4	0.2	0.2	0.2
RoA	0.1	0.1	0.6	0.7	0.8
Leverage (x)	17.6	16.1	16.0	15.8	15.6
RoE	0.9	1.1	8.9	10.8	11.5

Source: Company, LKP Research

Exhibit 9: Balance Sheet Ratios

Y/E Mar	FY20	FY21	FY22	FY23E	FY24E
Credit / Deposit Ratio	73.0	73.0	74.3	74.9	76.0
Incremental C/D Ratio	72.0	77.0	89.8	80.6	85.1
Investment Deposit Ratio	29.0	27.0	30.2	29.3	28.3
Dom. SLR Investment / Deposits	30.2	26.4	29.5	28.2	26.6
CASA Ratio	41.3	45.2	44.2	44.2	44.2

Source: Company, LKP Research

Exhibit 10: Credit Quality

Y/E Mar	FY20	FY21	FY22	FY23E	FY24E
Slippage Ratio (%)	9.6	2.9	3.0	1.6	1.7
Gross NPA	6,93,814	6,66,710	5,40,594	5,60,489	5,89,387
Gross NPAs Ratio (%)	9.4	8.9	6.6	6.4	5.9
PCR (%)	68.9	67.3	75.3	76.4	77.8
Net NPA	2,15,766	2,17,999	1,33,647	1,32,310	1,30,987
Net NPAs Ratio (%)	3.1	3.1	1.7	1.5	1.3
Total Impaired Loans	6,93,814	6,66,710	5,40,594	5,60,489	5,89,387
Impaired Loan as % of Loan / AUM	9.9	9.2	6.8	6.3	5.8
Total Risk Reserves	4,78,048	4,48,711	4,06,947	4,28,179	4,58,400
Total Risk As % of Loan Book	6.8	6.2	5.1	4.8	4.5

Source: Company, LKP Research

Exhibit 11: Key Assumptions & Forecasts

Y/E Mar	FY20	FY21	FY22	FY23E	FY24E
Loan & Advances (₹ mn)	69,01,207	70,63,005	77,71,552	87,04,138	99,22,717
Growth (yoy %)		2.3	10.0	12.0	14.0
Interest Bearing Liabilities (₹ mn)	1,03,90,537	1,03,38,449	1,14,98,379	1,27,09,675	1,42,75,853
Growth (yoy %)		(0.5)	11.2	10.5	12.3
Yield on Funds	8.3	6.5	6.1	6.1	6.2
Cost of Funds (CoF)	5.6	4.0	3.4	3.5	3.5
Interest Spread	2.8	2.5	2.7	2.7	2.7
NIM's	3.0	2.6	2.8	2.9	2.9
Other Income Growth	69.4	19.8	(7.1)	1.0	1.0
C/I Ratio (%)	47.9	49.9	49.2	48.8	48.0
Effective Tax Rate (%)	130.4	85.1	22.5	22.5	22.5
Return Ratios					
Adj. RoA	0.1	0.1	0.6	0.7	0.8
Adj. RoE	0.9	1.1	8.9	10.8	11.5
Asset Quality Metrics					
Credit Cost (As % of Op. AUM)	3.5	2.1	1.8	1.5	1.4
Gross NPAs Ratio (%)	9.4	8.9	6.6	6.4	5.9
Net NPAs Ratio (%)	3.1	3.1	1.7	1.5	1.3

Source: Company, LKP Research

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