

**RBL BANK LIMITED** | Banking

On the path of steady recovery

**Result and Price Analysis**

The quarterly performance of RBL bank is showing signs of recovery. The important positive pointers are 1) GNPA (3.61%) inched down sequentially by 19bps driven by lower slippages and stable upgrades and recoveries, 2) Restructured book (1.67% of GCA) also decreased, with 13% coverage, 3) Provision expenses (₹2.9bn v/s ₹2.4bn) stable sequentially; with stable PCR of 68%. 4) Non-specific PCR 73bps of loan is at satisfactory level, 5) NIMs improvement of 19bps on the back of healthy YoA, 6) NII growth (13.6% YoY) at par with credit growth (14.7% YoY). However the negatives are PPOP de-growth because of higher operating expenses (C/I: 68%) led by cards expenses followed by branches and technology. Nevertheless, the bank's latest business growth strategy around ramping up cards acquisition will entail significant operating expenses, which is expected to keep profitability under pressure in the near-to-medium term.

**Gazing the Core**

**NPA hiccups are behind:** The bank reported slippages of ₹6.1bn v/s 8.1bn the previous quarter. Credit cards (~₹2bn) and micro banking (₹1bn) has significant contribution in slippages, whereas other retail (₹0.9bn) and wholesale portfolio have lower delinquency. Management expects the slippages to moderate going forward. The up-gradation & recoveries stood at ₹2.25bn against ₹3.13bn in 2QFY23. Additionally, the write-offs were at ₹3.7bn v/s ₹5.8bn in the previous quarter. A lower slippages and flat upgrades and write-offs resulted in decline in the GNPA ratio (3.61%) decreased 19bps sequentially. Reported GNPA/NNPA/PCR: 3.61%/1.18%/68% against 3.8%/1.26%/68% in the previous quarter. Wholesale banking contributed 47% of the total GNPA amount. Where, contribution of micro banking and credit card stood 9% and 14% respectively. The management had committed that it would keep taking more provisions to ensure that net NPA stays under control at a range of 1% and does not show more elevation. The restructured asset down by 54bps to 1.67% of loan book, of which retail contributes 98%. The bank carries 14% coverage on restructured book.

Key Financials (₹ mn)	FY20	FY21	FY22E	FY23E	FY24E
NII	36,296	37,876	40,267	45,280	52,820
Operating Profit	27,516	30,908	27,453	27,327	33,831
Reported Profits	5,056	5,078	(747)	12,401	16,644
Net Worth	1,05,821	1,26,617	1,26,177	1,38,578	1,55,222
Loan & Advances	5,80,190	5,86,225	6,00,218	6,84,249	7,86,886
Int. Bearing Liabilities	7,48,190	8,43,472	9,00,996	9,45,574	11,06,564

Key Ratios (%)	FY20	FY21	FY22E	FY23E	FY24E
NIM's	4.5	4.2	4.1	4.4	4.6
C/I Ratio	50.3	47.1	56.9	62.0	59.3
Gross NPA Ratio	3.6	4.3	4.4	3.6	2.2
Tier 1 Ratio	15.3	16.6	13.7	14.3	13.7
Adj. RoA Ratio	0.6	0.5	(0.1)	1.1	1.3
Adj. RoE Ratio	5.6	4.4	(0.6)	9.4	11.3

Rating	Buy
Current Market Price (₹)	170
12 M Price Target (₹)	222
Potential upside (%)	31

**Stock Data**

FV (₹) :	10
Market Cap Full (₹ bn) :	100
Market Cap Free Float (₹ bn) :	99
52-Week High / Low (₹) :	189 / 74
2-Year High / Low (₹) :	269 / 74
1 Yr Avg. Dly Traded Volume (in lakh)	202
BSE Code / NSE Symbol	540065 / RBLBANK
Bloomberg :	RBK IN

**Shareholding Pattern (%)**

	Dec-22	Sep-22	Jun-22	Mar-22
FPIs	26.53	27.20	26.11	28.20
MFs	14.48	8.94	6.72	11.23
Foreign Companies	10.34	10.34	10.53	10.57
Insurance	3.85	3.85	3.85	6.74
Bodies Corporate	7.09	5.98	7.70	5.23
Foreign Bank	2.39	2.39	2.39	2.39
Others	35.32	41.30	42.70	35.64

Source: BSE

**Price Performance (%)**

(%)	1M	3M	6M	1YR
RBL Bank	10.6%	25.6%	81.6%	21.5%
Nifty 50	1.8%	3.1%	8.4%	5.7%

\* To date / current date : January 23, 2023

**RBL Bank vs Nifty 50**

In 3QFY23, the bank's provisioning expenses increased 21% sequentially to ₹2.9bn v/s ₹2.4bn in the previous quarter. The total contingent provisioning (COVID + Restructured + Standard) stood at ₹4.8bn (73bps of net advances). The contingent provision includes provision for restructuring book (₹1.6bn) and provision towards standard assets (₹3.3bn).

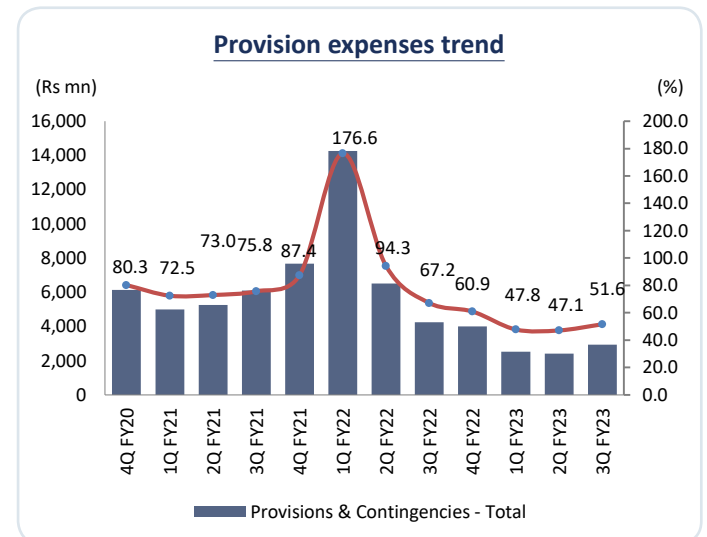
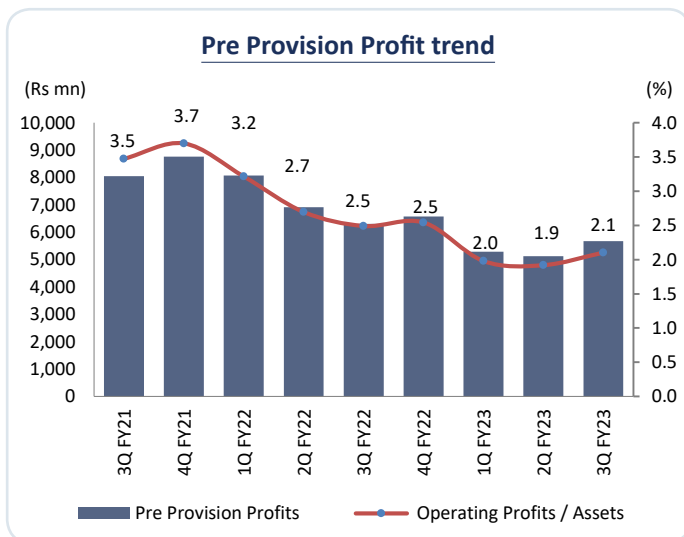
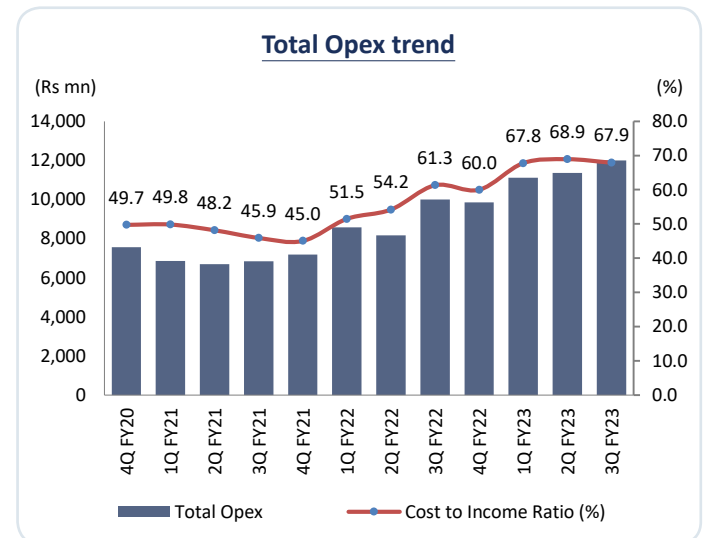
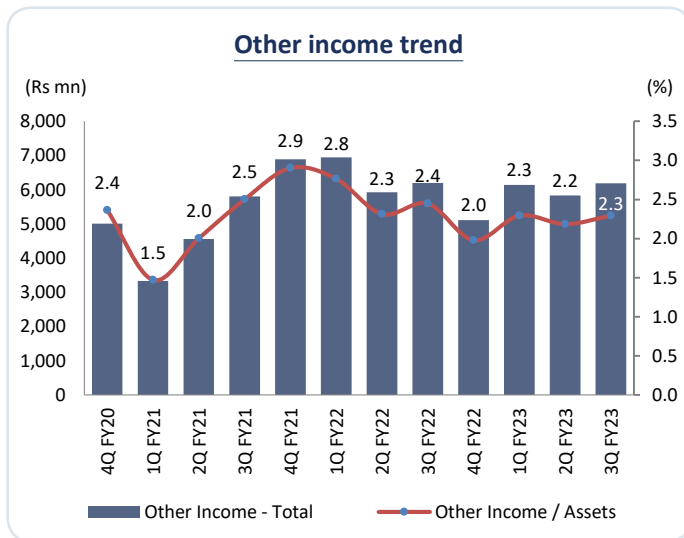
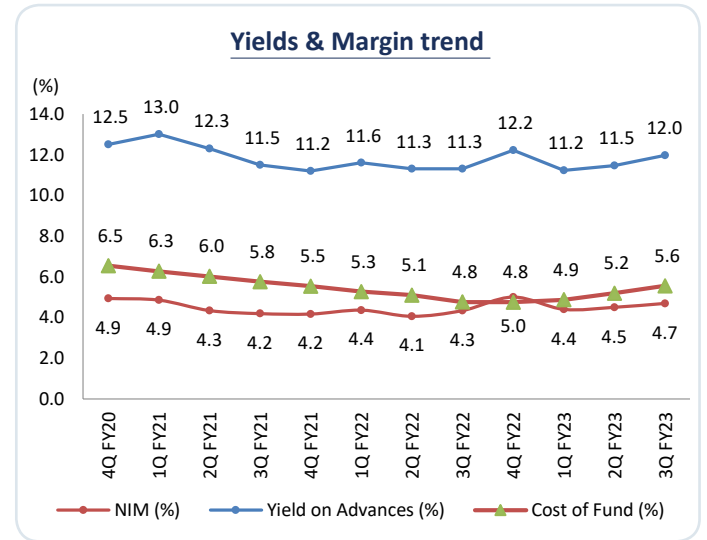
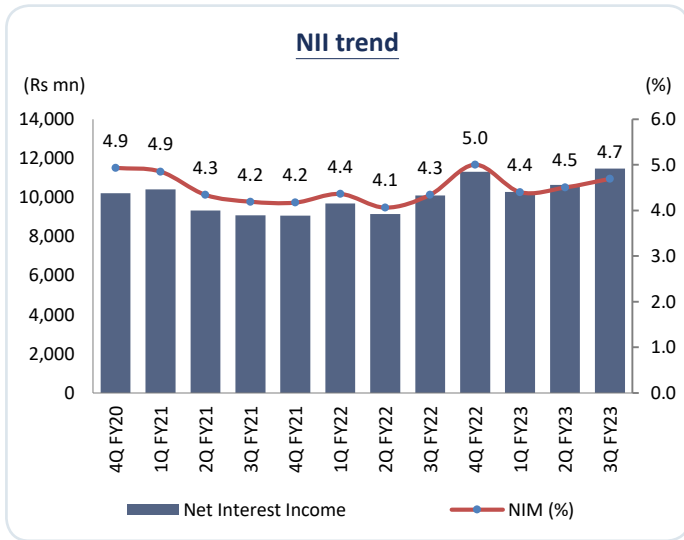
**NIMs improvement; Higher Opex to drag profitability:** The bank's NII stood at ₹11.5bn; grew strong by 7.9% QoQ and 13.6% YoY on the back of healthy credit growth. The bank's NIMs up 19bps sequentially to 4.69% driven by strong jump in YoA (11.96% v/s 11.46% sequentially) and CoF increased 36bps to 5.55%. Interest earned from restructuring book was not recognized and it impacted ~10bps to NIMs. The Non – interest income grew by 6% QoQ. Despite 8% sequential jump in net operating revenue, the PPOP fell 10% YoY to ₹5.7bn because of higher Opex (C/I ratio 67.9%). The operating expenses were majorly from card segment followed by branches, technology and human capital. The management expects the C/I ratio to remain at same level form next few quarters before normalizing. A slightly higher provisioning expense (₹2.75bn v/s ₹2.71bn in 2QFY23) led to reported profit of ₹2.1bn; grew by 3.7% sequentially. The bank's quarterly ROA/ ROE stood at 0.78%/6.25%. The bank's earlier guidance (to exit 4QFY23 with at-least 1% ROA) looks gloomy as the operating cost is likely to remain high. The management expects PAT growth to driven by lower provision expenses. However PPOP growth to remain lackluster considering higher operating expenses.

**Growth on track:** The bank's net advances stood at ₹666bn; inched up 14.7% YoY and 6% QoQ. Loan Mix carries: Retail: 45%, Corporate: 47% and Micro banking: 8%. Retail loan up 6.5% QoQ while wholesale grew healthy by 4.8% QoQ. Disbursement in micro banking is also taking pace and it grew by 9.5% sequentially. The bank's deposit stood at ₹817bn and grew sequentially at 2.9% and grew by 11% YoY. CASA ratio improved 40bps sequentially to 36.6%. The bank's CRAR stood at 16.32% with Tier 1 of 15.5%. RWA to total assets stood flat at 76% and ample liquidity position with LCR of 146%.

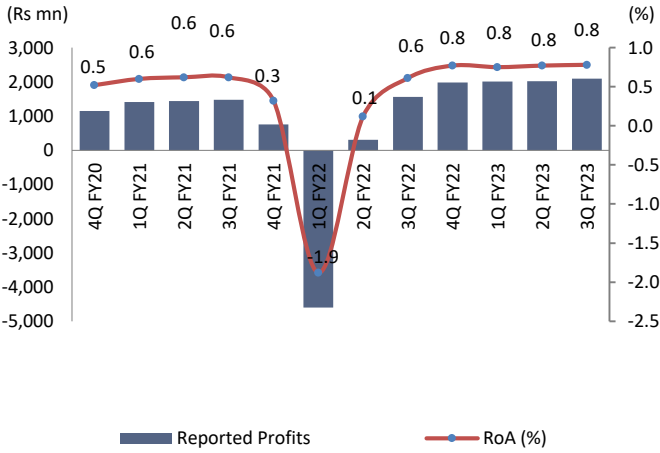
### Outlook and Valuation

RBL Bank holds a healthy positioning and showing sign of recoveries by 1) adequate provisioning, 2) improved PCR, 3) healthy liquidity position with LCR of 136%, and 4) returning to growth trajectory. Thus, we recommend a BUY rating on the bank with target price of ₹222 (based on 0.8x FY24 Price to Adjusted Book Value).

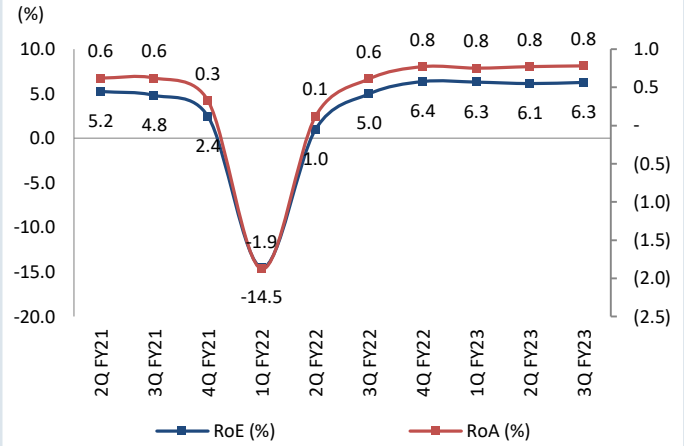
Quarterly story in charts



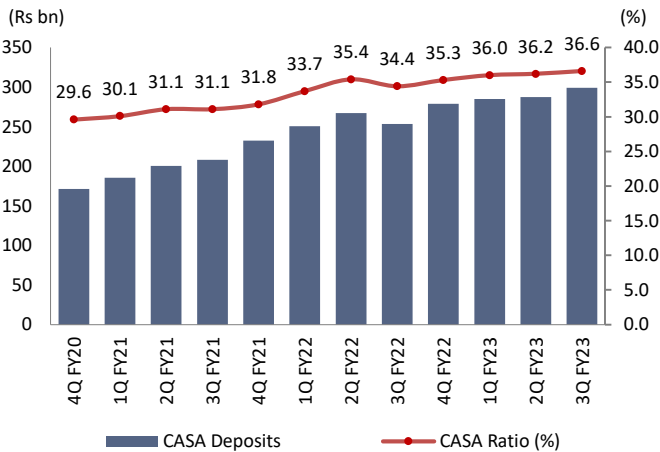
**Reported profit trend**



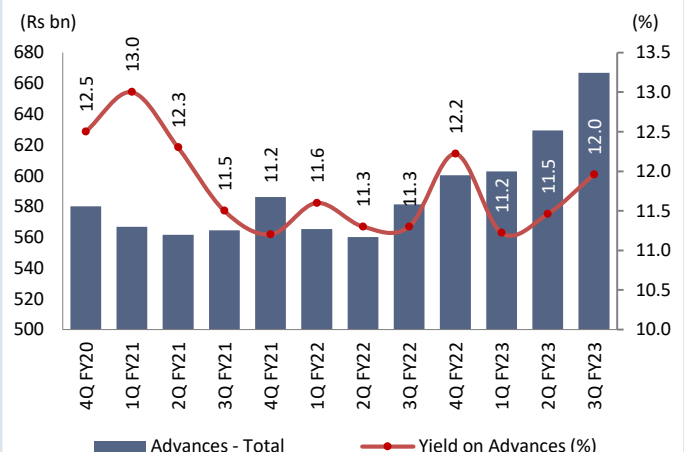
**Return ratio trend**



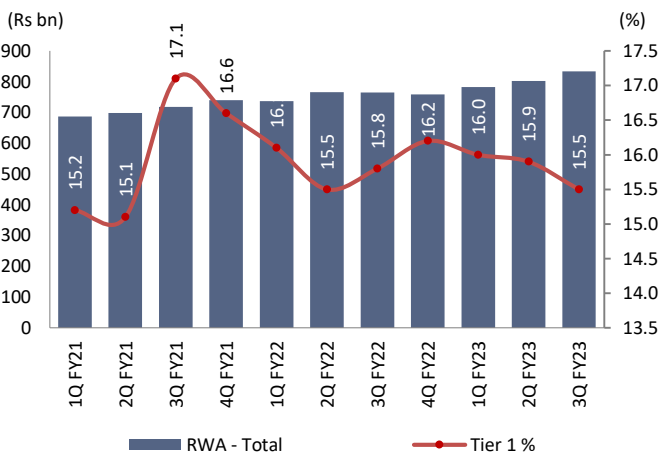
**CASA deposit trend**



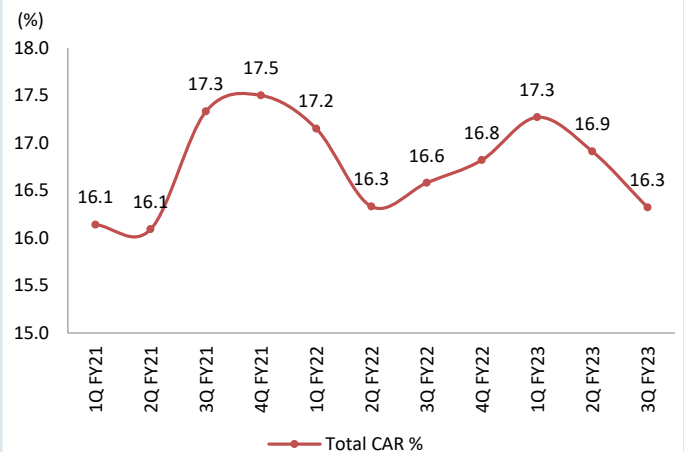
**Loan book trend**



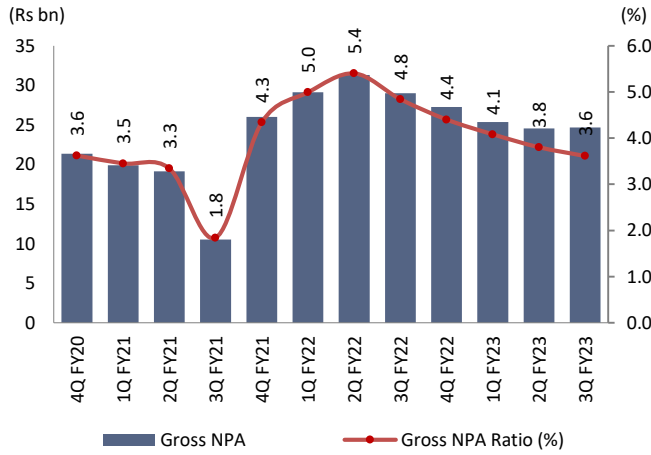
**RWA trend**



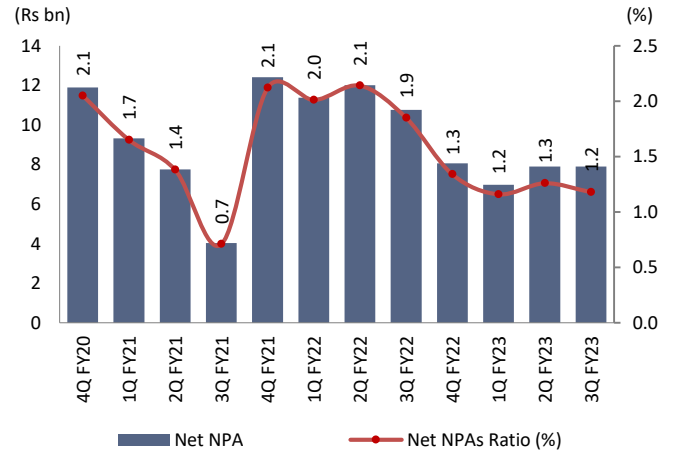
**CRAR Ratio Trend**



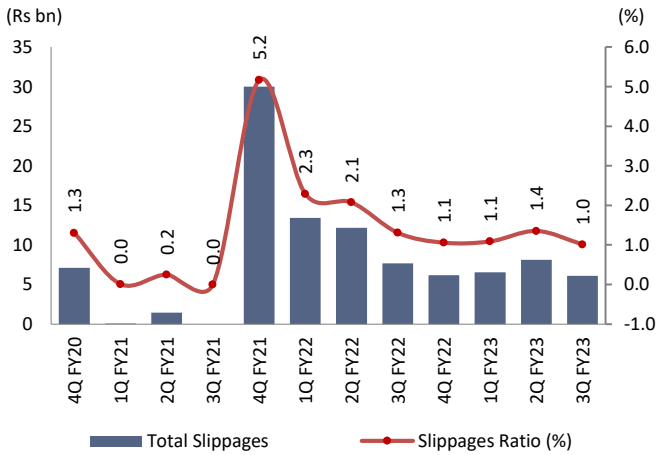
**Gross NPA trend**



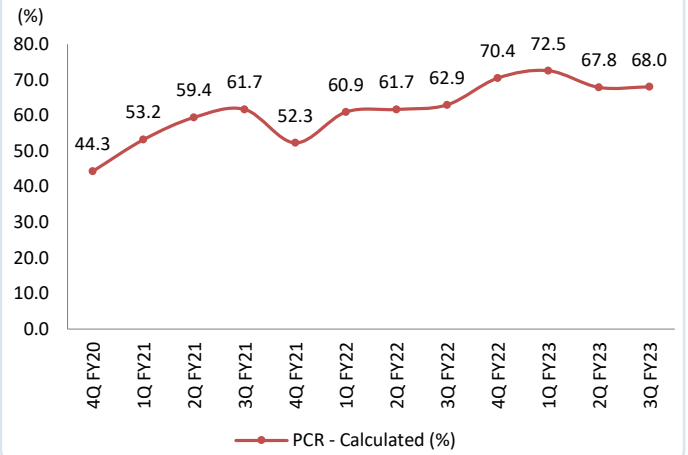
**Net NPA trend**



**Slippages trend**



**PCR trend**



## Financial Performance at a glance

### Exhibit 1 : Income Statement Analysis

(₹ mn)	3Q FY23	3Q FY22	% yoy / bps	2Q FY23	% qoq / bps	FY22	FY21	% yoy / bps
Interest Inc.	23,686	20,442	15.9	21,757	8.9	81,758	82,145	(0.5)
Interest Expenses	12,205	10,338	18.1	11,113	9.8	41,491	44,270	(6.3)
Net Interest Income	11,482	10,104	13.6	10,644	7.9	40,267	37,876	6.3
NII to Net Operative Income	65.0	62.0	301	64.6	39	63.2	64.8	(155)
NIM (%)	4.69	4.3	35	4.5	19	4.1	-	-
Other Income - Total	6,184	6,199	(0.2)	5,833	6.0	23,405	20,578	13.7
Other Income to Net Operative Income	35.0	38.0	(301)	35.4	(39)	36.8	35.2	155
Net Operating Revenue	17,666	16,303	8.4	16,477	7.2	63,673	58,454	8.9
Employee Expenses	3,329	2,534	31.4	3,410	(2.4)	10,015	8,454	18.5
Other Opex	8,664	7,461	16.1	7,944	9.1	26,204	19,092	37.2
Total Opex	11,994	9,995	20.0	11,354	5.6	36,220	27,546	31.5
Cost to Income Ratio (%)	67.9	61.3	658	68.9	(101)	56.9	47.1	976
Pre Provision Profits	5,672	6,308	(10.1)	5,124	10.7	27,453	30,908	(11.2)
Provisions & Contingencies - Total	2,927	4,239	(30.9)	2,415	21.2	28,604	24,017	19.1
NPA Provisions as % Operating Income	51.6	67.2	(1,559)	47.1	448	104.2	77.7	2,649
Profit Before Tax	2,745	2,069	32.7	2,709	1.3	(1,151)	6,891	(116.7)
Tax	655	508	28.9	693	(5.5)	(404)	1,813	(122.3)
Effective Tax Rate (%)	23.9	24.5	(69)	25.6	(172)	35.1	26.3	875
Reported Profits	2,090	1,561	33.9	2,016	3.7	(747)	5,078	(114.7)
RoA (%)	0.8	0.6	17	0.8	1	(0.1)	-	-
RoE (%)	6.3	5.0	128	6.1	13	(0.6)	-	-

Source: Company, LKP Research

### Exhibit 2 : Balance Sheet Analysis

(₹ mn)	2Q FY22	3Q FY22	4Q FY22	1Q FY23	2Q FY23	3Q FY23	QoQ % / bps	YoY % / bps
Net Worth	1,22,523	1,24,135	1,26,182	1,28,520	1,30,700	1,32,950	1.7	7.1
RoE (%)	1.0	5.0	6.4	6.3	6.1	6.3	13	128
Tier 1 %	15.5	15.8	16.2	16.0	15.9	15.5	(40)	(30)
Total CAR %	16.3	16.6	16.8	17.3	16.9	16.3	(59)	(26)
RWA - Total	7,65,640	7,65,100	7,59,090	7,82,220	8,01,870	8,33,530	3.9	8.9
Advances - Total	5,60,086	5,81,410	6,00,218	6,02,700	6,29,417	6,66,840	5.9	14.7
Investments	2,17,727	2,29,830	2,22,744	2,75,370	2,58,132	2,67,770	3.7	16.5
Total Assets	10,44,741	10,19,035	10,62,086	10,77,320	10,74,017	10,95,550	2.0	7.5
RoA (%)	0.12	0.61	0.77	0.75	0.77	0.78	1	17
Deposits	7,55,877	7,36,390	7,90,065	7,92,160	7,94,045	8,17,460	2.9	11.0
CASA Deposits	2,67,340	2,53,318	2,78,893	2,85,178	2,87,444	2,99,190	4.1	18.1
CASA Ratio (%)	35.4	34.4	35.3	36.0	36.2	36.6	40	220
Interest Bearing Liabilities - Total	8,85,268	8,56,130	9,00,996	9,10,870	9,01,802	9,23,690	2.4	7.9

Source: Company, LKP Research

**Exhibit 4: Funding Profile Analysis**

(₹ mn)	2Q FY22	3Q FY22	4Q FY22	1Q FY23	2Q FY23	3Q FY23	QoQ % / bps	YoY % / bps
Interest Bearing Liabilities - Total	8,85,268	8,56,130	9,00,996	9,10,870	9,01,802	9,23,690	2.4	7.9
Deposits	7,55,877	7,36,390	7,90,065	7,92,160	7,94,045	8,17,460	2.9	11.0
CASA Deposits	2,67,340	2,53,318	2,78,893	2,85,178	2,87,444	2,99,190	4.1	18.1
Saving Deposit	1,70,828	1,45,069	1,63,544	1,63,185	1,69,926	1,70,849	0.5	17.8
Current Deposit	96,512	1,08,249	1,15,350	1,21,993	1,17,519	1,28,341	9.2	18.6
Term Deposits	4,88,537	4,83,072	5,11,172	5,06,982	5,06,601	5,18,270	2.3	7.3
Borrowings	1,29,391	1,19,740	1,10,930	1,18,710	1,07,757	1,06,230	(1.4)	(11.3)
<b>Interest Bearing Liabilities - Total</b>	<b>8,85,268</b>	<b>8,56,130</b>	<b>9,00,996</b>	<b>9,10,870</b>	<b>9,01,802</b>	<b>9,23,690</b>	<b>2.4</b>	<b>7.9</b>

Source: Company, LKP Research

**Exhibit 5: Funding mix and Incremental Contribution**

	As on (₹ mn)				As % of Total Working Fund	YoY/ YTD growth			Incremental Contribution YoY/ YTD Growth (%)		
	FY19	FY20	FY21	3Q FY23		FY20	FY21	3Q FY23	FY20	FY21	3Q FY23
Deposits	5,83,944	5,78,122	7,31,213	8,17,460	77.4	(1.0)	26.5	11.8	(7.6)	131.9	99.7
Saving Deposit	82,448	96,066	1,35,525	1,70,849	16.2	16.5	41.1	26.1	17.9	34.0	40.8
Current Deposit	63,427	75,090	97,118	1,28,341	12.1	18.4	29.3	32.2	15.3	19.0	36.1
CASA Deposits	1,45,875	1,71,156	2,32,642	2,99,190	28.3	17.3	35.9	28.6	33.1	53.0	76.9
Term Deposits	4,38,069	4,06,967	4,98,571	5,18,270	49.0	(7.1)	22.5	4.0	(40.8)	78.9	22.8
Borrowings	1,18,321	1,70,067	1,12,259	1,06,230	10.1	43.7	(34.0)	(5.4)	67.8	(49.8)	(7.0)
Interest Bearing Liabilities - Total	7,02,265	7,48,190	8,43,472	9,23,690	87.4	6.5	12.7	9.5	60.2	82.1	92.7
Net Worth	75,473	1,05,829	1,26,626	1,32,950	12.6	40.2	19.7	5.0	39.8	17.9	7.3
Working Fund	7,77,738	8,54,019	9,70,097	10,56,640	100.0	9.8	13.6	8.9	100.0	100.0	100.0
Interest Exp. / Assets	5.29	5.77	4.67	4.5		48	(110)	(14)			

Source: Company, LKP Research

**Exhibit 6: Asset Quality Analysis**

(₹ mn)	2Q FY22	3Q FY22	4Q FY22	1Q FY23	2Q FY23	3Q FY23	QoQ % / bps	YoY % / bps
Total Slippages	12,170	7,660	6,190	6,530	8,120	6,080	(25.1)	(20.6)
Slippages Ratio (%)	2.08	1.31	1.06	1.09	1.35	1.01	(34)	(29)
Gross NPA	31,309	29,019	27,284	25,369	24,566	24,687	0.5	(14.9)
Gross NPAs Ratio (%)	5.40	4.84	4.40	4.08	3.80	3.61	(19)	(123)
PCR - Calculated (%)	61.7	62.9	70.4	72.5	67.8	68.0	17	507
Net NPA	12,004	10,755	8,066	6,971	7,902	7,899	(0.0)	(26.6)
Net NPAs Ratio (%)	2.14	1.85	1.34	1.16	1.26	1.18	(8)	(67)
Standard Restructured	20,531	19,980	19,640	17,390	13,940	11,160	(19.9)	(44.1)
Std. Rest. Adv. as % of Advances	3.7	3.4	3.26	2.89	2.21	1.67	(54)	(176)

Source: Company, LKP Research

## Annual Projections

### Exhibit 7: Profit and Loss Statement

(₹ mn)	FY20	FY21	FY22	FY23E	FY24E
Interest Income	85,144	82,145	81,758	89,102	1,01,433
Interest Expenses	48,847	44,270	41,491	43,823	48,612
Net Interest Income	36,296	37,876	40,267	45,280	52,820
NIM (%)	4.46	4.20	4.13	4.42	4.63
Other Income - Total	19,102	20,578	23,405	26,621	30,277
Net Operating Revenue	55,398	58,454	63,673	71,900	83,098
Employee Exp.	7,684	8,454	10,015	11,818	13,236
Other Opex	20,198	19,092	26,204	32,755	36,031
Total Opex	27,883	27,546	36,220	44,573	49,267
C/I Ratio	50.33	47.12	56.88	61.99	59.29
Pre Provision Profits	27,516	30,908	27,453	27,327	33,831
PPP Growth (yoy %)	41.8	12.3	(11.2)	(0.5)	23.8
Provisions & Contingencies - Total	19,989	24,017	28,604	10,792	11,639
Credit Cost (As % of Op. AUM)	3.62	4.11	4.84	1.75	1.65
Profit Before Tax	7,527	6,891	(1,151)	16,535	22,191
Tax	2,471	1,813	(404)	4,134	5,548
Effective Tax Rate	32.8	26.3	35.1	25.0	25.0
Reported Profits	5,056	5,078	(747)	12,401	16,644
PAT Growth (yoy %)	(41.7)	0.4	(114.7)	(1,759.2)	34.2

Source: Company, LKP Research



**Exhibit 8: Balance Sheet**

(₹ mn)	FY20	FY21	FY22E	FY23E	FY24E
Equity Share Capital	5,087	5,980	5,995	5,995	5,995
Reserves (ex Revel. Reserve)	1,00,734	1,20,637	1,20,182	1,32,583	1,49,227
Net Worth - Ex Revaluation	1,05,821	1,26,617	1,26,177	1,38,578	1,55,222
Deposits	5,78,122	7,31,213	7,90,065	8,36,833	9,79,309
Borrowings	1,70,067	1,12,259	1,10,930	1,08,741	1,27,255
Interest Bearing Liabilities	7,48,190	8,43,472	9,00,996	9,45,574	11,06,564
Other Lia. & Prov.	35,759	36,409	34,908	54,102	88,589
<b>Total Liabilities</b>	<b>8,89,778</b>	<b>10,06,506</b>	<b>10,62,086</b>	<b>11,38,260</b>	<b>13,50,381</b>
<b>Assets</b>					
Cash & Cash Equivalent	88,572	1,34,242	1,75,477	95,535	1,11,796
Investments	1,81,497	2,32,304	2,22,744	2,71,101	3,31,079
Loan & Advances	5,80,190	5,86,225	6,00,218	6,84,249	7,86,886
Growth (yoy %)	6.8	1.0	2.4	14.0	15.0
Fixed Assets	4,698	4,665	5,481	5,943	6,614
Other Assets	34,820	49,070	58,166	81,433	1,14,006
<b>Total Assets</b>	<b>8,89,778</b>	<b>10,06,506</b>	<b>10,62,086</b>	<b>11,38,260</b>	<b>13,50,381</b>

Source: Company, LKP Research

**Exhibit 9: Per share data**

Y/E Mar	FY20	FY21	FY22E	FY23E	FY24E
Face Value	10	10	11	11	11
Adjusted Share O/S - For Calculation	509	598	1,090	545	545
Earnings Per Share	9.9	8.5	(0.7)	22.8	30.5
EPS (% YoY)	(51.1)	(14.6)	(108.1)	(3,418.4)	34.2
P/E (x)	16.9	19.7	(244.5)	7.4	5.5
Book Value	208.0	211.7	115.8	254.3	284.8
BVPS (% YoY)	17.6	1.8	(45.3)	119.7	12.0
P/BV (x)	0.8	0.8	1.4	0.7	0.6
Adj. BV	196.3	201.3	112.1	247.0	277.6
Adj. BV (% YoY)	11.0	2.6	(44.3)	120.4	12.4
P/ABV (x)	0.9	0.8	1.5	0.7	0.6

Source: Company, LKP Research

**Exhibit 10: Detailed ROA Tree**

Y/E Mar	FY20	FY21	FY22	FY23E	FY24E
<b>Yields / Margins</b>					
Yield on Advance	12.3	11.2	10.6	10.9	10.9
Yield on Funds	10.5	9.1	8.4	8.7	8.9
Cost of Funds (CoF)	6.7	5.6	4.8	4.7	4.7
Interest Spread	3.7	3.5	3.6	3.9	4.2
NIM's	4.5	4.2	4.1	4.4	4.6
<b>Operating Ratios</b>					
Interest Income / Assets	10.1	8.7	7.9	8.1	8.2
Interest Exp. / Assets	5.8	4.7	4.0	4.0	3.9
NII / Assets	4.3	4.0	3.9	4.1	4.2
Fee Income / Assets	2.0	1.7	1.8	1.9	1.9
Other Income / Assets	2.3	2.2	2.3	2.4	2.4
Net Operating Income / Assets	6.5	6.2	6.2	6.5	6.7
NII to Net Operative Income	65.5	64.8	63.2	63.0	63.6
Other Income to Net Operative Income	34.5	35.2	36.8	37.0	36.4
Empl. Cost/Oper. Exps.	27.6	30.7	27.7	26.5	26.9
Other Op. Exps./Oper. Exps.	72.4	69.3	72.3	73.5	73.1
C/I Ratio	50.3	47.1	56.9	62.0	59.3
Provisions as % PPP	36.1	41.1	44.9	15.0	14.0
Credit Cost (As % of Op. AUM)	3.6	4.1	4.8	1.8	1.7
Effective Tax Rate	32.8	26.3	35.1	25.0	25.0
Employee Exp. / Assets	0.9	0.9	1.0	1.1	1.1
Other Opex/ Assets	2.4	2.0	2.5	3.0	2.9
Total Opex / Assets	3.3	2.9	3.5	4.1	4.0
Operating Profits / Assets	3.2	3.3	2.7	2.5	2.7
Op Profit ex Except Items / Assets	3.2	3.3	2.7	2.5	2.7
Provisions / Assets	2.4	2.5	2.8	1.0	0.9
Profit Before Tax / Assets	0.9	0.7	(0.1)	1.5	1.8
Tax Expenses / Assets	0.3	0.2	(0.0)	0.4	0.4
RoA	0.6	0.5	(0.1)	1.1	1.3
Leverage (x)	8.4	7.9	8.4	8.2	8.7
RoE	5.6	4.4	(0.6)	9.4	11.3
Adj. RoA	0.6	0.5	(0.1)	1.1	1.3
Adj. RoE	5.6	4.4	(0.6)	9.4	11.3

Source: Company, LKP Research

**Exhibit 11: Balance Sheet Ratios**

Y/E Mar	FY20	FY21	FY22	FY23E	FY24E
Credit / Deposit Ratio	100.4	80.2	76.0	81.8	80.4
Incremental C/D Ratio	(637.4)	3.9	23.8	179.7	72.0
Investment Deposit Ratio	31.4	31.8	28.2	32.4	33.8
Dom. SLR Investment / Deposits	27.1	26.1	23.1	27.3	29.2
CASA Ratio	29.7	31.9	29.4	29.4	29.4

Source: Company, LKP Research

**Exhibit 12: Asset Quality**

Y/E Mar	FY20	FY21	FY22	FY23E	FY24E
Slippage Ratio	6.2	5.4	6.7	4.5	4.0
Gross NPA (Cl Bal)	21,365	26,015	27,284	24,529	17,669
Gross NPAs Ratio (%)	3.6	4.3	4.4	3.6	2.2
PCR (%)	44.3	52.3	70.4	68.8	66.8
Net NPA (Cl. Bal.)	11,894	12,414	8,066	7,648	5,867
Net NPAs Ratio (%)	2.1	2.1	1.3	1.1	0.7
Total Impaired Loans	21,365	26,015	27,284	24,529	17,669
Impaired Loan as % of Loan / AUM	3.5	4.2	4.3	3.4	2.1
Total Risk Reserves	9,472	13,602	19,218	16,881	11,803
Total Risk As % of Loan Book	1.6	2.2	3.0	2.3	1.4

Source: Company, LKP Research

**Exhibit 13: Key Assumptions & Forecasts**

Y/E Mar	FY20	FY21	FY22	FY23E	FY24E
Loan & Advances	5,80,190	5,86,225	6,00,218	6,84,249	7,86,886
Growth (yoy %)		1.0	2.4	14.0	15.0
Interest Bearing Liabilities	7,48,190	8,43,472	9,00,996	9,45,574	11,06,564
Growth (yoy %)		12.7	6.8	4.9	17.0
Yield on Funds	10.5	9.1	8.4	8.7	8.9
Cost of Funds (CoF)	6.7	5.6	4.8	4.7	4.7
Interest Spread	3.7	3.5	3.6	3.9	4.2
NIM's	4.5	4.2	4.1	4.4	4.6
Other Income Growth	32.4	7.7	13.7	13.7	13.7
C/I Ratio	50.3	47.1	56.9	62.0	59.3
Effective Tax Rate	32.8	26.3	35.1	25.0	25.0
Return Ratios					
Adj. RoA	0.6	0.5	(0.1)	1.1	1.3
Adj. RoE	5.6	4.4	(0.6)	9.4	11.3
Asset Quality Metrics					
Credit Cost (As % of Op. AUM)	3.6	4.1	4.8	1.8	1.7
Gross NPAs Ratio (%)	3.6	4.3	4.4	3.6	2.2
Net NPAs Ratio (%)	2.1	2.1	1.3	1.1	0.7

Source: Company, LKP Research

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