

# ICICI Bank (ICICIB)

Banks

**BUY**

CMP(₹): 1,426

Fair Value(₹): 1,700

 Sector View: **Attractive**

NIFTY-50: 24,968

July 20, 2025

## Best-in-class performance but headwinds remain

ICICI Bank delivered ~15% yoy earnings growth in 1QFY26, led by similar growth in operating profits. NIM declined ~10 bps qoq to 4.3%, loan growth stood at 12% yoy and asset quality showed fewer signs of stress. FY2026 is still a challenging year on NIM and growth, although we see the bank outperforming its private bank peers on most operating ratios. Maintain BUY rating with an FV of Rs1,700 (Rs1,600 earlier).

### Better-than-expected performance on NIM drives healthy earnings growth

ICICI Bank reported ~15% yoy earnings growth in 1QFY26, led by 17% yoy operating profits. Revenues grew ~15% yoy with NII growth of ~10% yoy, while the loan book grew 12% yoy. Slower cost growth aided operating profit growth. Deposits grew 13% yoy. NIM (revised definition) declined ~10 bps qoq to ~4.3%, which was well ahead of expectations. The fee income grew ~8% yoy. Asset quality metrics remained stable, with gross slippage at 1.9% overall (agriculture slippages). Credit cost stayed low at 0.5%. RoE was healthy at ~17%.

### A few challenges for the bank, led by macro factors

We are pleasantly surprised at the resilience of NIM print by the bank. There was a strong contribution from the reduction in interest rates of savings deposits. The liability franchise is holding up well, with healthy CASA growth keeping the headline cost of funds lower than peers. The bank is probably assessing the opportunities to grow its loan portfolio in a much more calibrated manner that gives adequate focus on NIM outcomes as well. However, there are a few challenges: (1) NIM would decline in 2Q/3QFY26 as we are still not past the peak reduction in lending yields. Further, the reduction in savings accounts would be insufficient to protect NIM at current levels. (2) Competition from public banks is a more genuine threat than before. With lower credit costs, similar cost of funds and willingness to build a portfolio at NIM that is meaningfully lower than frontline private banks, we are waiting to see the reaction from private banks, including ICICI Bank. The call is whether the bank is willing to step up growth at the expense of guiding down to a lower NIM threshold. We are not sure if there are many levers that would be available to offset this NIM compression. The bank could start growth in some pockets of higher-yielding segments, but the contribution to overall NIM is still likely to be lower in the initial periods.

### Maintain BUY: Consistent and dependable

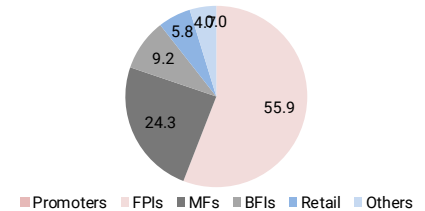
We maintain BUY rating with an FV of Rs1,700 (Rs1,600 earlier). We cut our estimates marginally to reflect the revised rate cycle. We continue to build in fairly conservative estimates, factoring in the risks mentioned above. We value the bank at ~3X book and ~20X June FY2027E EPS for RoEs comfortable at ~15% levels. We value the subsidiaries at ~Rs230/share. We continue to see ICICI Bank as the best-in-class franchise in our coverage universe. However, we don't see conditions conducive for a sharp outperformance. We see its performance broadly tracking the compounding of its earnings.

#### Company data and valuation summary

##### Stock data

CMP(Rs)/FV(Rs)/Rating	1,426/1,700/BUY
52-week range (Rs) (high-low)	1,472-1,153
Mcap (bn) (Rs/US\$)	10,175/118.1
ADTV-3M (mn) (Rs/US\$)	14,963/173.7

##### Shareholding pattern (%)



Price performance (%)	1M	3M	12M
Absolute	1	1	14
Rel. to Nifty	0	(3)	13
Rel. to MSCI India	(1)	(5)	15

Forecasts/Valuations	2025	2026E	2027E
EPS (Rs)	67.2	67.5	75.3
EPS growth (%)	15.5	0.3	11.6
P/E (X)	21.2	21.1	18.9
P/B (X)	3.5	3.1	2.8
BVPS (Rs)	404.2	453.1	509.2
RoE (%)	18.1	15.4	15.2
Div. yield (%)	0.8	0.9	1.1
NII (Rs bn)	812	857	974
PPOP (Rs bn)	673	700	799
Net profits (Rs bn)	479	480	536

Source: Bloomberg, Company data, Kotak Institutional Equities estimates

Prices in this report are based on the market close of July 18, 2025

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Exhibit 1: ICICI Bank – quarterly financial statements, March fiscal year-ends, 1QFY25-1QFY26 (Rs mn)

	1QFY26	1QFY26E	1QFY25	4QFY25	(% chg.)			Calc.			
					1QFY26E	1QFY25	4QFY25	2026E	2025	(% chg.)	2027E
Interest income	429,469	424,863	389,958	424,308	1.1	10.1	1.2	1,716,028	1,632,638	5	1,891,610
Interest on advances	325,429	330,850	301,085	328,213	(1.6)	8.1	(0.8)	1,320,718	1,264,047	4	1,473,576
Interest on investments	87,128	85,617	81,566	82,102	1.8	6.8	6.1	350,117	329,802	6	371,975
Balance with RBI	16,912	8,396	7,307	13,993	101.4	131.5	20.9	45,193	38,788	17	46,059
Interest expenses	213,125	217,758	194,429	212,379	(2.1)	9.6	0.4	858,566	820,993	5	917,745
Net interest income	216,345	207,104	195,529	211,929	4.5	10.6	2.1	857,462	811,644	6	973,865
Non-interest income	85,049	76,157	70,019	72,601	11.7	21.5	17.1	319,689	285,067	12	360,474
Commission and fees	59,000	61,488	54,900	63,060	(4.0)	7.5	(6.4)	259,013	238,700	9	297,870
Investment income	12,410	4,000	6,130	2,390	210.3	102.4	419.2	18,000	19,030	(5)	12,000
Other income	13,639	10,669	8,989	7,151	27.8	51.7	90.7	42,676	27,337	56	50,603
Total income	301,394	283,261	265,548	284,530	6.4	13.5	5.9	1,177,151	1,096,711	7	1,334,339
Total income excluding treasury	288,984	279,261	259,418	282,140	3.5	11.4	2.4	1,159,151	1,077,681	8	1,322,339
Operating expenses	113,935	111,976	105,300	107,888	1.7	8.2	5.6	477,158	423,723	13	534,943
Salary	47,431	45,453	43,705	41,052	4.4	8.5	15.5	188,660	165,409	14	213,700
Other costs	66,504	66,522	61,595	66,836	(0.0)	8.0	(0.5)	288,498	258,314	12	321,243
Provision profit	187,458	171,286	160,248	176,643	9.4	17.0	6.1	699,993	672,988	4	799,396
Provisions	18,146	10,243	13,322	8,907	77.2	36.2	103.7	71,917	46,826	54	98,276
Profit before tax	169,313	161,043	146,927	167,736	5.1	15.2	0.9	628,076	626,162	0	701,120
Tax	41,631	37,845	36,336	41,440	10.0	14.6	0.5	147,598	153,892	(4)	164,763
Profit after tax	127,682	123,198	110,591	126,296	3.6	15.5	1.1	480,478	472,270	2	536,357
Effective tax rate(%)	25	24	25	25				24	25		24
PBT-Invt income+NPL provisions	175,048	167,286	154,118	174,253	4.6	13.6	0.5	681,993	653,958	4	787,396
EPS (Rs)	17.9	17.3	15.7	17.7	3.4	13.8	0.9	67.5	66.8	1	75.3
<b>Key balance sheet items (Rs bn)</b>	13										
Deposits	16,085	16,426	14,261	16,103	(2.1)	12.8	(0.1)	18,639	16,103	16	21,114
CASA deposits	6,628		5,837	6,737		13.6	(1.6)	7,867	6,737	17	8,834
Loans	13,642	13,686	12,232	13,418	(0.3)	11.5	1.7	15,349	13,418	14	17,410
<b>Key calculated ratios (%)</b>											
Yield on loans	9.6	9.8	10.0	9.9	-14 bps	-38 bps	-26 bps	9.2	10.0	-83 bps	9.0
Yield on investment	6.9	6.7	7.0	6.7	16 bps	-8 bps	16 bps	6.8	6.8	-6 bps	6.7
Cost of funds	4.9	5.0	5.0	5.0	-5 bps	-11 bps	-10 bps	4.6	5.0	-40 bps	4.4
NIM	4.3	4.0	4.4	4.3	21 bps	-10 bps	-3 bps	4.3	4.2	13 bps	4.3
CD ratio	84.8		85.8	83.3		-96 bps	149 bps				
Cost-income	39.4	40.1	40.6	38.2	-67 bps	-116 bps	119 bps	41.2	39.3	185 bps	40.5
Cost to average assets	2.1	2.1	2.2	2.1	8 bps	-9 bps	6 bps	2.1	2.1	1 bps	2.1
Credit cost	0.5	0.3	0.4	0.3	23 bps	9 bps	27 bps	0.5	0.4	13 bps	0.6
RoA	2.4		2.4	2.4				2.1	2.4		2.1
RoE	17.1		18.0	17.9				15.4	17.8		15.2
<b>Asset quality</b>											
GNPL (Rs bn)	247		287	242		(13.9)	2.3	321.3	242	33	387
PCR (%)	75.7		80.4	76.7		-468 bps	-95 bps	67.5	76.7	-917 bps	62.7
Slippages (gross, Rs bn)	62		59	51		5.6	21.5	268	222	21	307
Slippage ratio (gross, %)	1.9		2.0	1.6		-14 bps	30 bps	2.0	1.9	12 bps	2.0
Slippages (net of R&U, Rs bn)	30		26	13		410 bps	1709 bps				
Slippage ratio (net of R&U, %)	0.9		0.9	0.4		2 bps	50 bps				
<b>Capital adequacy (%)</b>											
CAR	17.0		16.0	16.6		101 bps	42 bps				
Tier-I	16.3		15.2	15.9		107 bps	37 bps				
<b>Other key parameters (#)</b>											
ATM	13,376		17,102	16,285		(21.8)	(17.9)	16,485	16,285	1	16,685
Branches+extension counters	7,066		6,587	6,983		7.3	1.2	7,333	6,983	5	7,683

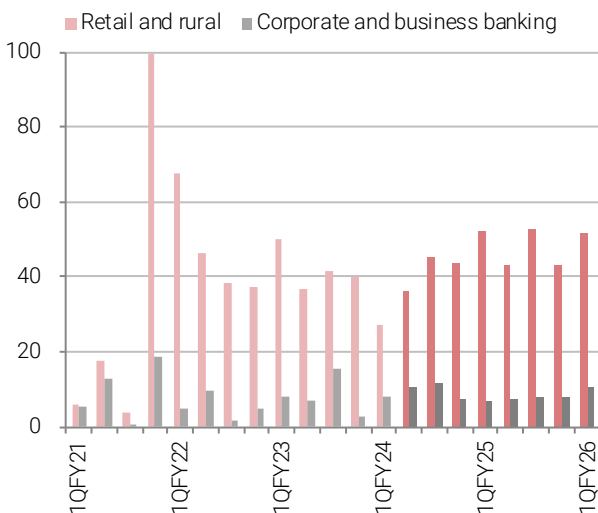
Source: Company, Kotak Institutional Equities estimates

**Asset quality holds steady; slippages rise on KCC seasonality**

- ▶ **Headline NPL ratios were stable qoq.** GNPL ratio remained flat qoq at 1.7%, while net NPL ratio was flat qoq at ~0.4%. Overall asset quality has remained healthy. Provision coverage ratio for the bank declined ~100 bps qoq to ~76%.
- ▶ **Slippages and recoveries/upgrades.** The bank reported gross slippage ratio at ~1.9% of opening loans (annualized) during 1QFY26 against 1.6% in 4QFY25 and 2.0% in 1QFY25. Slippages were higher qoq, mainly driven by the KCC portfolio because slippages there tend to be higher in the first and third quarters. Net slippage ratio stood at ~0.9% during 1QFY26 against 0.4% in 4QFY25 and 0.9% in 1QFY25.
  - **Retail and rural.** Gross slippage ratio in this set of businesses stood at ~2.6% (annualized) during 1QFY26 against 2.2% in 4QFY25 and 2.8% in 1QFY25.
  - **Corporate and business banking.** Gross slippage ratio in this set of businesses stood at ~0.8% (annualized) during 1QFY26 against ~0.6% in 4QFY25 and ~0.6% in 1QFY25.
- ▶ **Credit cost at ~0.5% of loans.** Overall credit cost for the bank stood at ~50 bps (% of average loans, annualized). The bank did not add further to the contingency provision buffer, which now stands at ~Rs131 bn, around 100 bps of total advances. Management reiterated the credit cost is currently running low because of healthy recoveries from bad loans. It is likely to normalize upwards, but does not see a reason for a dramatic increase from the current level.
- ▶ **Recoveries and upgrades** from gross NPAs, excluding write-offs and sales, were Rs32 bn in 1QFY26. Gross NPAs written-off were Rs24 bn. Sale of NPAs stood at Rs1 bn in the quarter.

**Retail accounted for a majority of slippages in the last few quarters**

Exhibit 2: Breakup of slippages across segments, March fiscal year-ends (Rs bn)

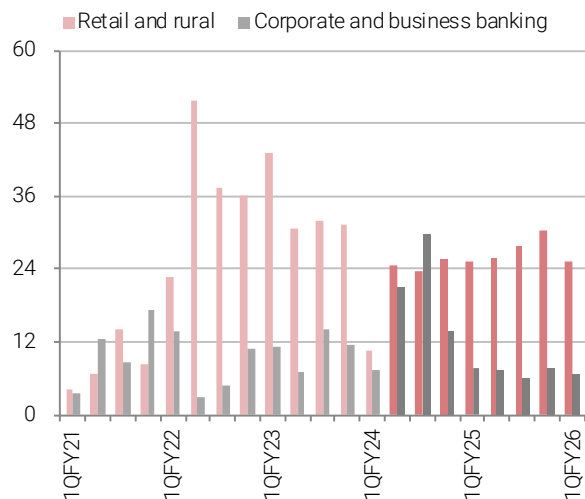


Note: The bank has reclassified business banking segment beginning 2QFY25. We have accordingly adjusted data for 1QFY24 onwards as well retrospectively.

Source: Company, Kotak Institutional Equities

**Recoveries/upgradations in the corporate/business banking set have declined sharply yoy**

Exhibit 3: Breakup of recoveries/upgradations across segments, March fiscal year-ends (Rs bn)

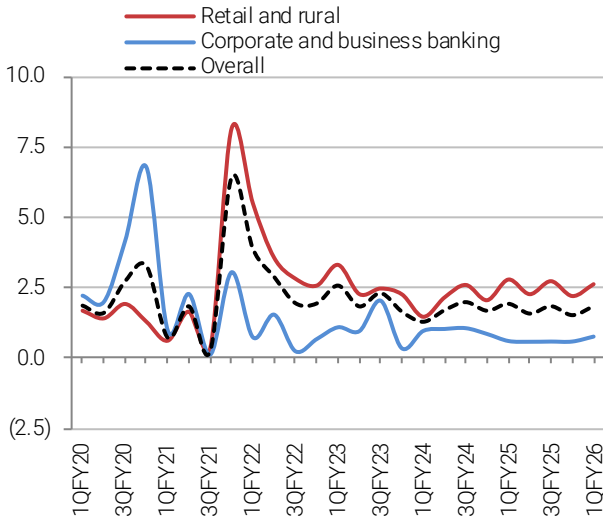


Note: The bank has reclassified business banking segment beginning 2QFY25. We have accordingly adjusted data for 1QFY24 onwards as well retrospectively.

Source: Company, Kotak Institutional Equities

**Gross slippage ratio in “retail and rural” has been broadly stable over the past few quarters**

Exhibit 4: Gross slippage ratio across segments, March fiscal year-ends (%)

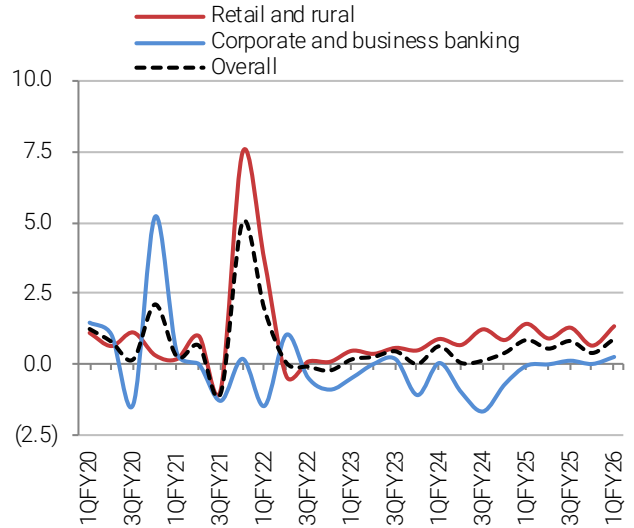


Note: The bank has reclassified business banking segment beginning 2QFY25. We have accordingly adjusted data for 1QFY24 onwards as well retrospectively.

Source: Company, Kotak Institutional Equities

**Net slippage ratio has also been quite stable over the past few quarters**

Exhibit 5: Net slippage ratio across segments, March fiscal year-ends (%)



Note: The bank has reclassified business banking segment beginning 2QFY25. We have accordingly adjusted data for 1QFY24 onwards as well retrospectively.

Source: Company, Kotak Institutional Equities

**Upgradations/recoveries stayed healthy**

Exhibit 6: Movement and break-up of NPLs for ICICI Bank, March fiscal year-ends (%)

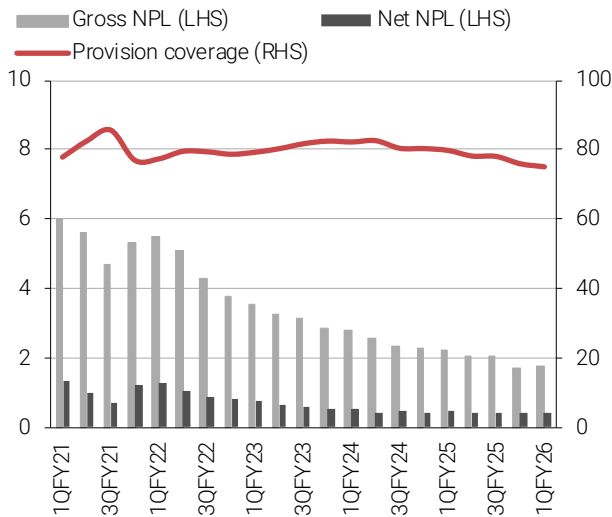
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	1QFY25	2QFY25	3QFY25	4QFY25	1QFY26
<b>Movement of gross NPLs (% of opening loans)</b>																	
Gross NPL	3.5	3.2	3.0	3.7	5.7	8.5	9.5	7.0	5.8	5.1	3.7	2.8	2.3	2.3	2.0	2.0	1.7
Slippages	1.4	1.6	2.4	4.3	7.7	6.2	2.1	2.4	2.5	2.6	2.1	1.9	1.9	1.6	1.8	1.5	1.8
Reductions	1.4	1.3	1.0	1.4	4.0	3.8	3.5	3.2	2.5	3.7	2.5	2.1	1.6	2.1	1.6	1.7	1.6
Upgradations	0.3	0.1	0.2	0.3	0.2	0.8	0.2	0.2	0.3	1.4	1.1	0.9	1.1	1.0	1.0	1.1	0.9
Recoveries	0.5	0.4	0.3	0.4	1.0	1.1	1.1	1.1	0.7	0.9	0.9	0.6					
Write-off	0.6	0.8	0.5	0.8	2.8	1.8	2.3	1.9	1.5	1.4	0.5	0.6	0.6	1.0	0.6	0.6	0.7
Closing gross NPL (% of	3.2	3.0	3.7	5.7	8.5	9.5	7.0	5.8	5.1	3.7	2.8	2.2	2.3	2.0	2.0	1.7	1.8

Note: Cash recoveries and up-gradations from NPA have been clubbed under one head in the quarterly break-up.

Source: Company, Kotak Institutional Equities

**Provision coverage ratio has remained healthy**

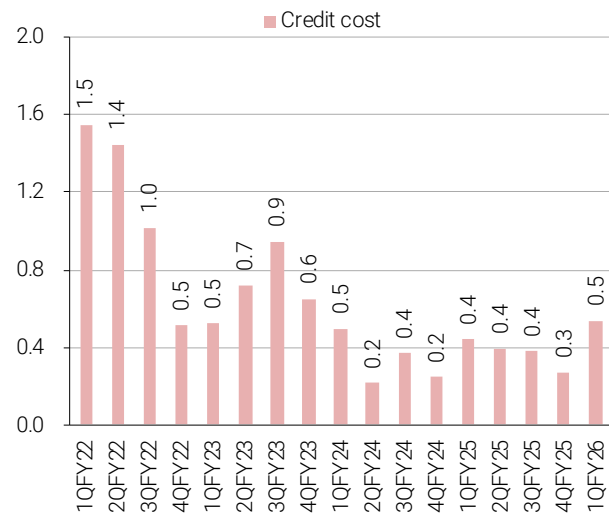
Exhibit 7: NPLs and coverage for ICICI Bank, March fiscal year-ends (%)



Source: Company, Kotak Institutional Equities

**Credit cost has remained fairly rangebound below 50 bps**

Exhibit 8: Credit cost for ICICI Bank, March fiscal year-ends (% of average loans, net of recoveries from written-off a/c)



Source: Company, Kotak Institutional Equities

**Coverage on wholesale NPAs stood at 86%, while provision on retail NPAs was at ~67%**

Exhibit 9: Break-up of NPL for ICICI Bank, March fiscal year-ends (%)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	1QFY26
Gross NPL (Rs br)	99	96	101	96	96	106	152	267	426	541	463	414	414	339	312	280	242	247
Retail	71	65	66	60	42	41	34	38	37	47	60	83	151	128	121	139	127	133
Wholesale	28	32	35	36	55	64	119	229	389	494	403	331	262	211	191	140	115	114
Gross NPL (%)	4.5	5.3	4.7	3.8	3.3	3.1	3.9	5.2	7.9	8.8	6.7	5.5	5.0	3.6	2.8	2.2	1.7	1.7
Retail	6.5	7.8	7.4	5.9	3.8	3.0	2.0	1.9	1.5	1.6	1.7	2.0	3.0	2.2	1.7	1.6	1.6	1.7
Non retail	2.5	3.0	2.6	2.2	2.9	3.1	5.2	9.4	16.3	20.1	15.3	12.5	9.8	7.2	6.0	4.2	1.8	1.8
Net NPL (Rs bn)	46	39	25	19	22	33	63	133	255	279	136	101	92	70	52	54	56	60
Retail	31	24	12	7	5	8	10	12	12	19	25	37	63	53	42	49	42	44
Wholesale	15	15	12	12	17	25	53	121	242	260	110	64	29	17	10	5	14	16
Net NPL (%)	2.1	2.2	1.1	0.7	0.8	1.0	1.6	3.1	5.5	5.4	2.3	1.6	1.3	0.8	0.5	0.5	0.4	0.4
Retail	2.9	3.1	1.5	0.8	0.5	0.6	0.6	0.6	0.5	0.7	0.7	0.9	1.3	0.9	0.6	0.6	0.6	0.6
Wholesale	1.3	1.5	0.9	0.7	0.9	1.2	2.4	5.2	10.8	11.7	4.7	2.7	1.2	0.6	0.3	0.1	0.2	0.3
PCR (%)	53.5	59.5	75.7	80.2	76.8	68.8	58.5	50.2	40.2	48.4	70.7	75.6	77.8	79.5	83.5	80.8	76.9	75.9
Retail	56.2	62.8	81.2	87.9	87.5	80.2	70.8	67.5	66.0	60.0	57.9	55.8	58.6	58.7	65.3	64.7	66.9	67.2
Wholesale	46.4	52.7	65.2	67.4	68.7	61.5	55.0	47.4	37.8	47.3	72.6	80.5	88.9	92.2	95.0	96.7	88.0	85.9
Credit cost (%)	1.7	2.2	1.0	0.4	0.6	0.8	0.9	2.7	3.2	3.0	3.1	1.9	2.3	1.0	0.6	0.1	0.3	0.5

Source: Company, Kotak Institutional Equities

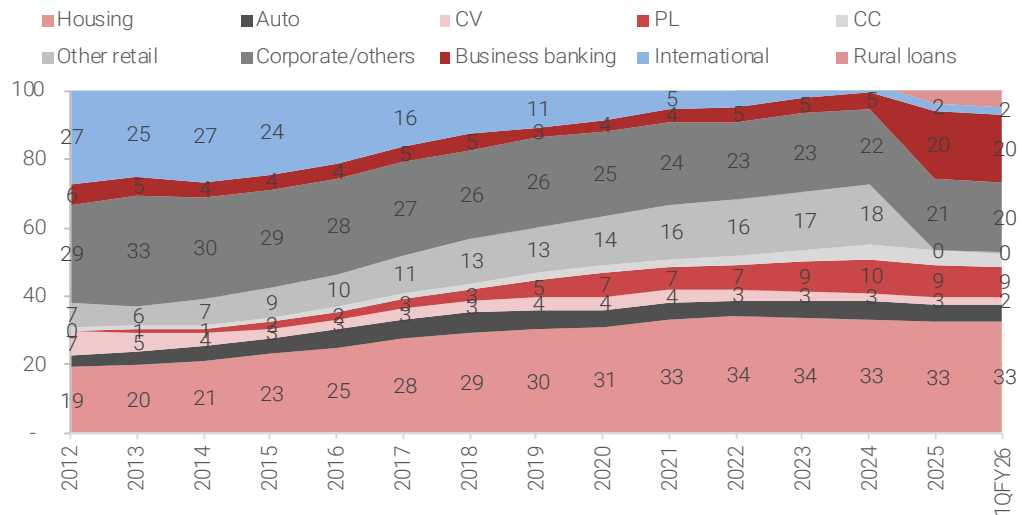
**Loan growth at 11.5% yoy; business banking leads momentum**

- ▶ Overall loan growth was at 11.5% yoy with domestic loan book growing 11-12% yoy (depending on gross or net of BRDS/IBPC). Within domestic loans—retail grew 7% yoy, rural declined 0.4% yoy, business banking grew 30% yoy and domestic corporate portfolio grew 8% yoy.
- ▶ Growth in most retail segments has slowed down. Credit cards and personal loan segments had seen sharp growth over the past few years, but those segments have slowed down. Mortgages book is also growing at a modest pace (up 10% yoy).
- ▶ Share of unsecured loans (credit cards + personal loans) stands at ~24% of the retail portfolio.
  - **Personal loans.** Management had indicated in 3QFY24 earnings call that they had taken a few portfolio actions in the unsecured loans segment (especially personal loans portfolio)—including increasing pricing, rationalizing sourcing payouts and tightening credit filters. These tweaks have resulted in some moderation in growth in the personal loans portfolio from ~40% earlier.

- **Credit cards.** At the same time, management remains keen on the credit card business. Management believes that there is still a large un-tapped base of customers, which it can target in this business.
- ▶ **Business banking.** Note that the management had recently re-classified certain segments of loans within retail, SME, agri loans and corporate loans into business banking. This remains the fastest-growing portfolio for the bank (up ~30% yoy).
- ▶ ~53% of domestic loans are repo-linked, ~15% to MCLR/legacy benchmarks, ~1% to other external benchmarks, and 31% to fixed rates.

**Share of retail loans has steadily increased over the years**

**Exhibit 10: Composition of loans, March fiscal year-ends (%)**



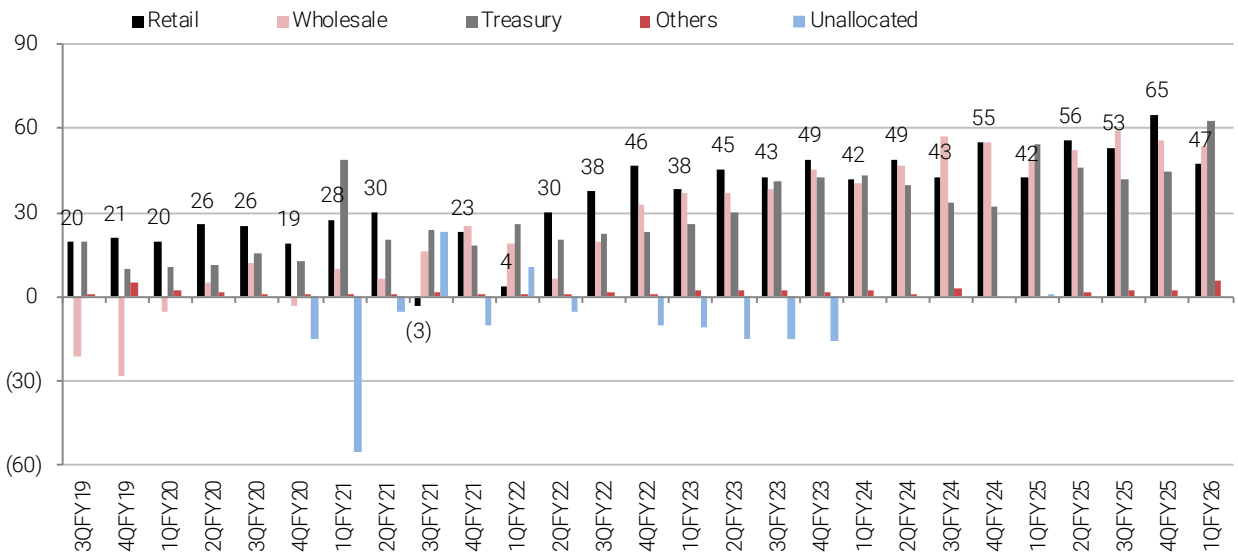
**Notes:**

- (a) "Other retail" includes rural loans, dealer funding, LAS and others.
- (b) The bank has reclassified business banking segment beginning 2QFY25. We have accordingly adjusted data for 1QFY24 onwards as well retrospectively.

Source: Company, Kotak Institutional Equities

**Healthy profitability growth across both retail and wholesale**

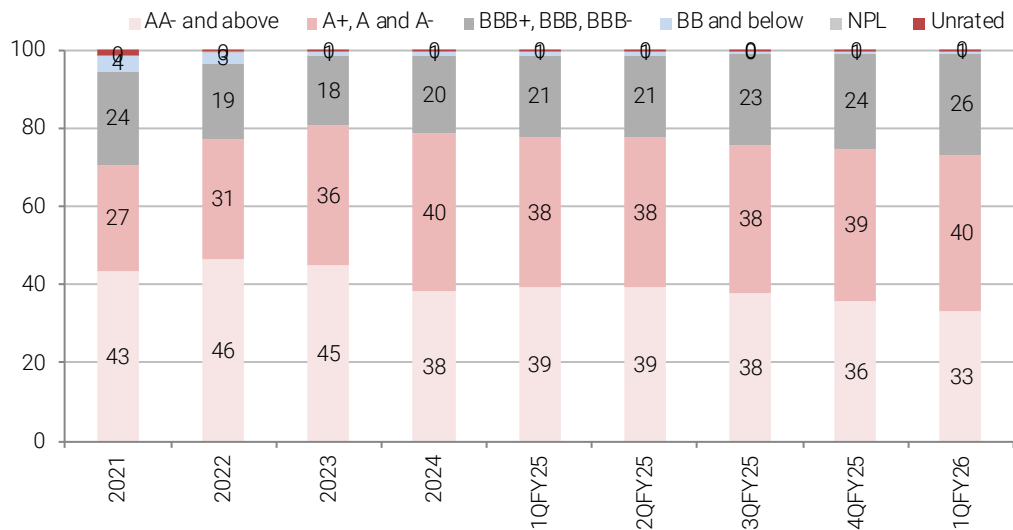
**Exhibit 11: Breakup of unconsolidated PBT across business segments, March fiscal year-ends (Rs bn)**



Source: Company, Kotak Institutional Equities

**Share of A- and above rated loans in the overall portfolio has declined a bit due to the growth in business banking segment where exposures are typically rated lower; management has indicated that credit quality remains intact**

**Exhibit 12: Rating wise breakup of non-retail loan portfolio, March fiscal year-ends (%)**



Source: Company, Kotak Institutional Equities

**Deposit growth outpaces advances**

- ▶ Total deposits grew 13.8% yoy (ahead of advances growth of ~11.5% yoy). Deposit growth was led by healthy growth across term deposits (12.3% yoy) as well as CASA deposits (13.6% yoy).
- ▶ Growth in average quarterly deposits: Average total deposits grew 11.2% yoy. Average SA deposits grew ~12% yoy and average CA deposits grew ~13% yoy.
- ▶ CASA ratio for the bank was broadly flat qoq at ~41%.

- ▶ Overall CD ratio stood at ~85% (up ~150 bps qoq). Management had earlier indicated that it is comfortable with CD ratio in the range of low-to-mid 80s.

Average LCR for the bank stood at ~128%. Management indicated that it remains focused on increasing wallet share with its customer rather than acquiring any specific type of deposits.

**ICICI Bank has reported a steady decline in total deposit growth over the past few quarters**

Exhibit 13: Comparison of quarterly average deposit growth for select private banks, March fiscal year-ends (Rs bn)

	1QFY24	2QFY24	3QFY24	4QFY24	1QFY25	2QFY25	3QFY25	4QFY25	1QFY26
<b>Quarterly average of total deposits (Rs bn)</b>									
HDFCB	18,200	20,400	21,171	21,836	22,831	23,540	24,528	25,280	26,576
ICICIBC	11,705	12,349	12,832	13,343	13,787	14,281	14,585	14,866	15,332
AXSB	9,002	9,111	9,467	9,924	10,245	10,372	10,664	10,839	11,048
<b>Growth (% yoy)</b>									
HDFCB	21	28	29	27	25	15	16	16	16
ICICIBC					18	16	14	11	11
AXSB	15	16	18	16	14	14	13	9	8
<b>Growth (% qoq)</b>									
HDFCB		12.1	3.8	3.1	4.6	3.1	4.2	3.1	5.1
ICICIBC		5.5	3.9	4.0	3.3	3.6	2.1	1.9	3.1
AXSB	5.6	1.2	3.9	4.8	3.2	1.2	2.8	1.6	1.9

Source: Company, Kotak Institutional Equities

**Growth in CASA deposits has held up much better for ICICI Bank than peers**

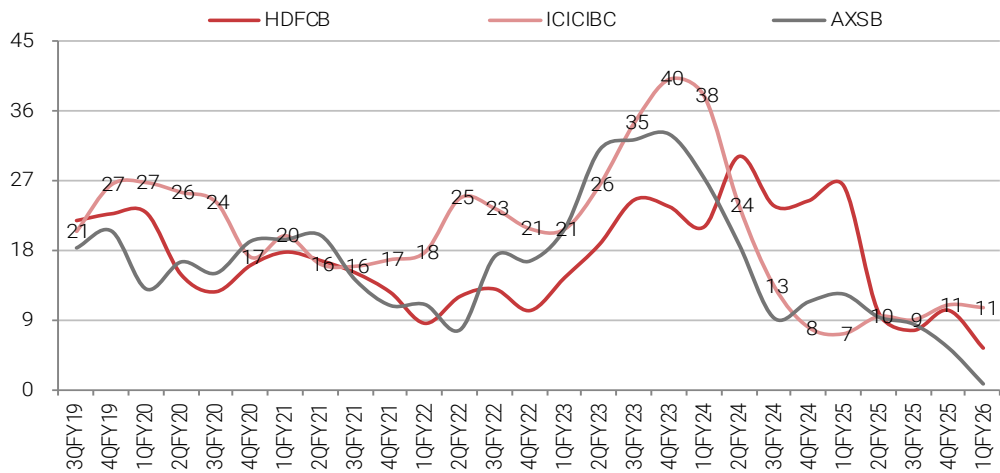
Exhibit 14: Comparison of quarterly average CASA deposit growth for select private banks, March fiscal year-ends (Rs bn)

	1QFY24	2QFY24	3QFY24	4QFY24	1QFY25	2QFY25	3QFY25	4QFY25	1QFY26
<b>Quarterly average of CASA deposits (Rs bn)</b>									
HDFCB	7,495	7,535	7,711	7,844	8,106	8,084	8,176	8,289	8,604
ICICIBC	4,983	5,039	5,051	5,197	5,464	5,560	5,686	5,715	5,939
AXSB	3,979	3,946	3,986	4,043	4,146	4,127	4,115	4,149	4,242
<b>Growth (% yoy)</b>									
HDFCB					8	7	6	6	6
ICICIBC					10	10	13	10	9
AXSB	19	15	13	8	4	5	3	3	2
<b>Growth (% qoq)</b>									
HDFCB		0.5	2.3	1.7	3.3	(0.3)	1.1	1.4	3.8
ICICIBC		1.1	0.2	2.9	5.1	1.8	2.3	0.5	3.9
AXSB	6.4	(0.8)	1.0	1.4	2.5	(0.5)	(0.3)	0.8	2.2

Source: Company, Kotak Institutional Equities

**NII growth of ICICIBC ahead of HDFC Bank and Axis Bank**

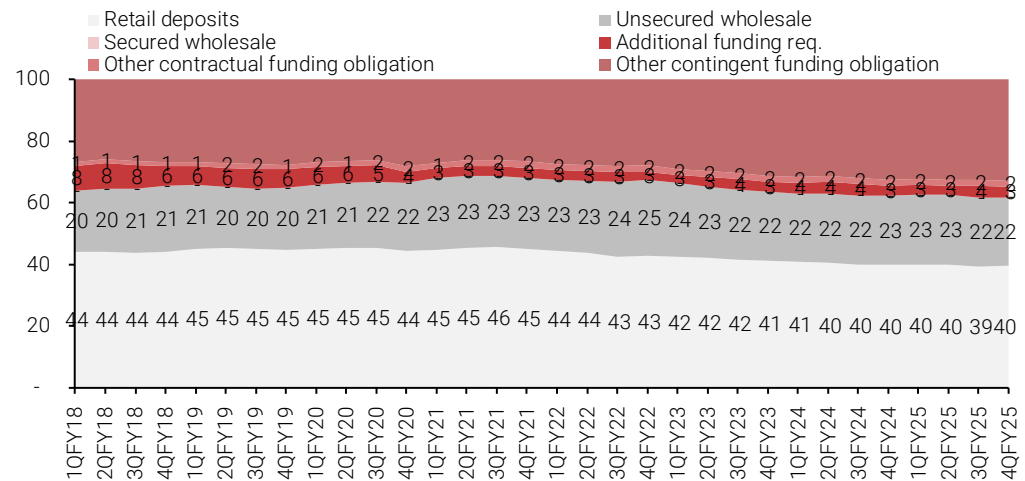
**Exhibit 15: NII growth for frontline private banks, March fiscal year-ends (% yoy)**



Source: Company, Kotak Institutional Equities

**Share of retail deposits in potential gross cash outflows has been broadly flat in last few quarters**

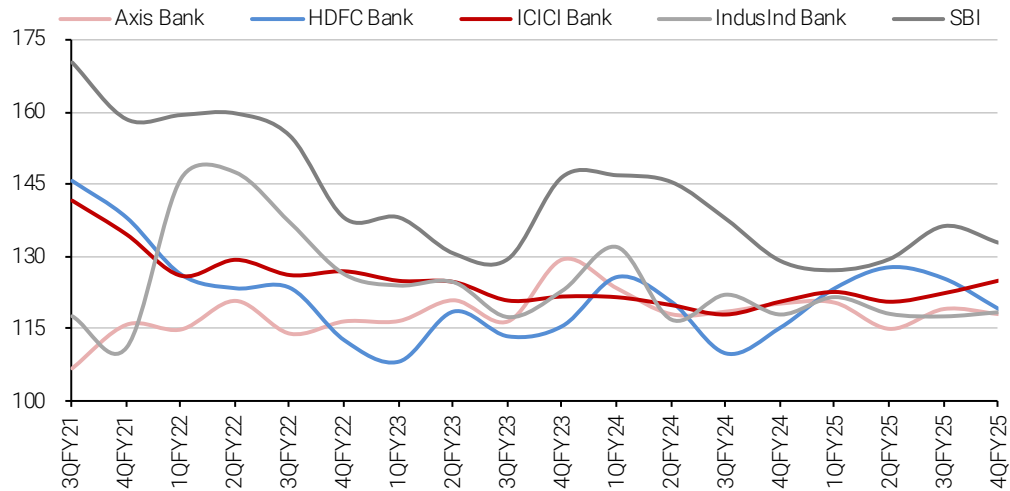
**Exhibit 16: LCR disclosure on break-up of potential gross cash outflows (un-weighted) over a 30-day stress period for ICICI Bank, March fiscal year-ends (%)**



Source: Company, Kotak Institutional Equities

**ICICI Bank continues to carry a modest liquidity buffer**

**Exhibit 17: Liquidity coverage ratio for select large banks (end-of-period), March fiscal year-ends (%)**



Source: Company, Kotak Institutional Equities

**NIM (calc.) flat qoq at ~4.3%; term deposit repricing underway**

Overall reported NIM declined 5 bps qoq at 4.36%. NIM (calc.) was broadly flat qoq at ~4.3%. Yield on advances (calc.) was down 26 bps qoq and yield on investments increased by 16 bps qoq while cost of funds declined by 10 bps qoq.

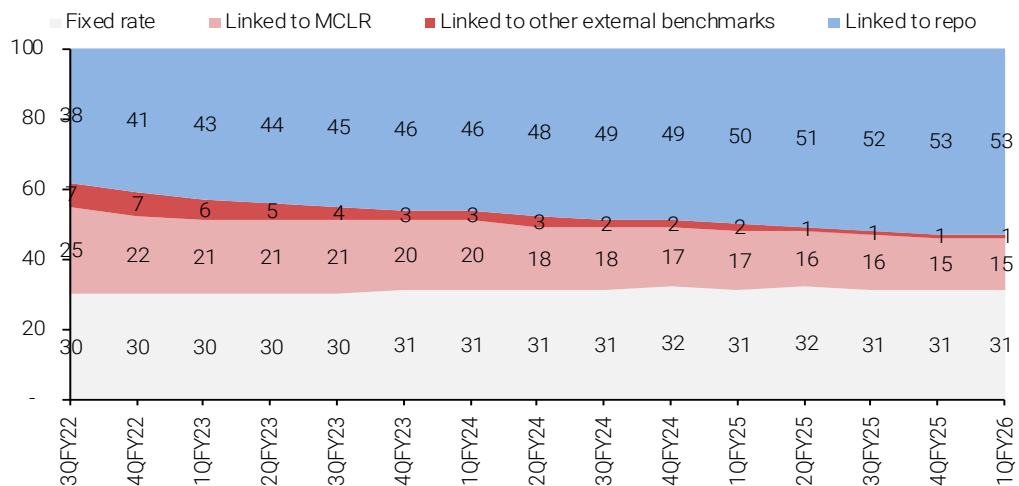
Interest on income tax refund contributed ~7 bps to margins in the current quarter.

Management indicated that the transmission impact of repo rate cuts on external benchmark-linked loans is expected to be higher in 2QFY26 versus 1QFY26. This would be partially offset by the reduction in savings account rates in May and June, and gradual repricing of term deposits.

Management indicated that 1QFY26 saw upfront benefits from the savings deposit rate cut and ~6-7 bps from interest on income tax refunds. In 2QFY26, the full impact of the 50-bps repo rate cut from June is expected to flow through, alongside continued term deposit repricing and savings rate cuts in May and June. Unless policy stance changes, CRR cut benefits are likely to kick in from 3QFY26.

**Share of repo-linked loans has steadily increased to >50%**

**Exhibit 18: Loan mix by pricing benchmark, March fiscal year-ends (%)**



Source: Company, Kotak Institutional Equities

### Subsidiary performance continues to be steady

Consolidated net profits increased ~16% yoy in 1QFY26.

#### ICICI Prudential Life

ICICI Prudential Life reported 3% VNB decline in 1QFY26 on the back of 5% decline in APE and 50 bps yoy expansion in margins to 24.5% (KIE estimate of 25%). The share of protection expanded 385 bps yoy to 21.9%, boosting margins, which were likely offset by 550 bps decline in annuity to 5.4% and 165 bps rise in the share of low-margin group business to 4.4%. The company reported 55% margin in protection business in FY2025 (75% in FY2024); it has guided for repricing of its protection products. According to management, product-level margins were almost stable yoy.

#### ICICI Lombard General Insurance

ICICI Lombard reported a PAT of Rs7.5 bn, up 29% yoy and 23% above estimates. While GWP was up 2% yoy, 14% growth in NEP and expansion in investment yield by 44 bps to 9.2% supported strong earnings. The combined ratio increased 63 bps yoy, reflecting 180 bps higher commission (reflecting shifting business mix), partially offset by 100 bps reduction in the claim's ratio.

Motor (10.5% market share and 40% of its GWP in FY2025) is challenged by weak (single-digit) sales; the competition from PSUs remains strong even as most private players are rational (see Exhibit 6). The lack of tariff hikes in motor TP has reduced profitability and prompted the company to go slow, with an 18% decline in the CV business. Group health (employer-employee, up 6% yoy) continues to see competition as players gear up to meet EOM guidelines.

### Subsidiaries have significant market share in respective businesses and generate healthy profits

Exhibit 19: Consolidated profit for ICICI Bank, March fiscal year-ends (Rs mn)

	4QFY24	1QFY25	2QFY25	3QFY25	4QFY25	1QFY26	YoY (%)	QoQ (%)	2024	Calc. 2025	YoY (%)
ICICI Bank PAT	107,075	110,591	117,459	117,924	126,296	127,682	15	1	408,883	472,270	16
Subsidiaries (profits)	9,645	6,367	12,018	10,910	8,724	7,898	24	(9)	33,685	38,019	13
ICICI Securities	5,370	5,270	5,290	5,040	3,810	3,910	(26)	3	17,010	19,410	14
ICICI Prudential Life	1,740	2,250	2,520	3,260	3,860	3,020	34	(22)	8,010	11,890	48
ICICI Lombard	5,200	5,800	6,940	7,240	5,100	7,470	29	46	18,770	25,080	34
ICICI UK	789	639	664	423	498	490	(23)	(2)	1,897	2,224	NM
ICICI Canada	1,274	1,299	1,222	1,215	775	484	(63)	(38)	3,198	4,512	41
ICICI AMC	5,290	6,330	6,940	6,320	6,920	7,820	24	13	18,810	26,510	41
ICICI PD	990	890	2,680	650	1,150	4,440	399	286	2,730	5,370	97
<b>Consolidated PAT</b>	<b>116,720</b>	<b>116,958</b>	<b>129,477</b>	<b>128,834</b>	<b>135,020</b>	<b>135,580</b>	<b>16</b>	<b>0</b>	<b>442,567</b>	<b>510,289</b>	<b>15</b>

Source: Company, Kotak Institutional Equities

#### Other highlights for the quarter

- ▶ Non-interest income was up ~22% yoy in 1QFY26 primarily supported by an increase in investment income (up 210% yoy). Fee income growth was steady at 8% yoy. Retail, rural, and business banking segments contributed ~79% to total fee income during the quarter.
- ▶ Costs increased ~8% yoy in 1QFY26 led by ~8-9% yoy growth in staff cost and non-staff cost.
- ▶ CAR remains comfortable. Capital adequacy ratio for the bank stood at 17.0 % while CET-1 ratio was at ~16.3%.

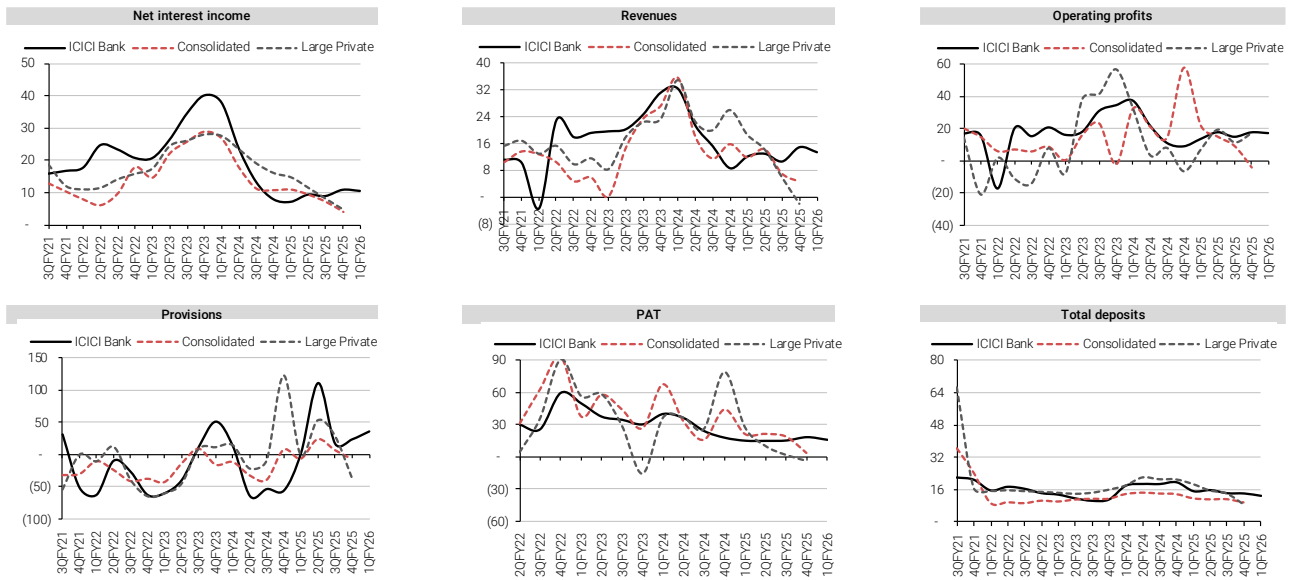
Exhibit 20: ICICI Bank – key analytical parameters, March fiscal year-ends (%)

	3QFY22	4QFY22	1QFY23	2QFY23	3QFY23	4QFY23	1QFY24	2QFY24	3QFY24	4QFY24	1QFY25	2QFY25	3QFY25	4QFY25	1QFY26
<b>KS calculations</b>															
Yield on loans	8.2	8.1	8.0	8.7	9.3	9.7	10.0	10.0	10.1	10.1	10.0	10.1	9.9	9.9	9.6
Yield on investments	5.7	5.7	5.8	6.3	6.4	6.7	7.0	6.9	6.8	6.9	7.0	7.0	7.0	6.7	6.9
Yield on funds	8.2	8.0	7.9	8.4	8.8	9.2	9.4	9.4	9.4	9.4	9.3	9.4	9.3	9.3	9.2
Cost of funds	3.6	3.5	3.6	3.8	3.9	4.2	4.6	4.8	5.0	5.0	5.0	5.2	5.1	5.0	4.9
Spread	4.6	4.5	4.4	4.6	4.9	5.0	4.8	4.6	4.4	4.3	4.3	4.2	4.2	4.3	4.3
NIM	3.9	3.9	4.0	4.3	4.7	4.8	4.8	4.6	4.5	4.4	4.4	4.3	4.3	4.3	4.3
NIM (reported)	4.0	4.0	4.0	4.3	4.7	4.9	4.8	4.5	4.4	4.4	4.4	4.3	4.3	4.4	4.3
Domestic	4.1	4.1	4.1	4.5	4.8	5.0	4.9	4.6	4.5	4.5	4.4	4.3	4.3	4.5	4.4
International	0.3	0.4	0.3	0.5	0.6	1.0	1.0	1.6	1.5	1.2	1.3	1.2	1.3	1.0	1.0
<b>Asset quality details</b>															
Gross NPLs (Rs bn)	371	339	332	326	325	312	318	298	288	280	287	271	277	242	247
Gross NPLs to advances (%)	4.1	3.6	3.4	3.2	3.1	2.8	2.8	2.5	2.3	2.2	2.2	2.0	2.0	1.7	1.7
Gross NPLs in retail (Rs bn)	136	128	127	123	122	121	129	129	138	139	150	127	134	127	133
Net NPLs (Rs bn)	73	70	67	61	57	52	54	50	54	54	57	57	59	56	60
Net NPLs to advances (%)	0.9	0.8	0.7	0.6	0.6	0.5	0.5	0.5	0.5	0.5	0.5	0.4	0.4	0.4	0.4
Net NPLs in retail (Rs bn)	55.2	53.1	50.2	47.8	43.5	42.0	43.8	44.3	48.8	49.2	52.4	43.4	45.3	42.1	43.6
Provisions and w/off (Rs br)	297	270	265	265	269	260	264	248	234	226	230	214	218	186	188
Provision Coverage (%)	80.2	79.5	79.9	81.3	82.6	83.5	83.1	83.1	81.3	80.8	80.2	79.0	78.7	76.9	75.9
Additions to NPLs	40.2	42.0	58.0	43.7	57.2	43.0	53.2	46.9	57.1	51.4	59.2	50.7	60.9	51.4	62.5
Slippages (%)	2.1	2.1	2.7	1.9	2.4	1.8	2.1	1.8	2.1	1.8	2.0	1.7	1.9	1.6	1.9
Restructured assets (Rsbr)	97	83	74	67	50	45	39	35	33	31	27	25	21	20	18
Total rest. And NPLs (Rs b)	170	152	140	128	106	97	93	86	87	84	84	82	80	75	78
<b>Capital adequacy details</b>															
CAR (%)	19.8	19.2	18.7	18.3	18.3	18.3	17.5	17.6	16.7	16.3	16.0	16.7	16.6	16.6	17.0
Tier I (%)	18.8	18.4	18.0	17.4	17.6	17.6	16.8	16.9	16.0	15.6	15.2	16.0	15.9	15.9	16.3
Tier 2 (%)	1.0	0.8	0.8	0.9	0.8	0.7	0.7	0.7	0.7	0.7	0.7	0.7	0.7	0.6	0.7

Source: Company, Kotak Institutional Equities

Conversion of operating profit to net profit has improved over the past few years

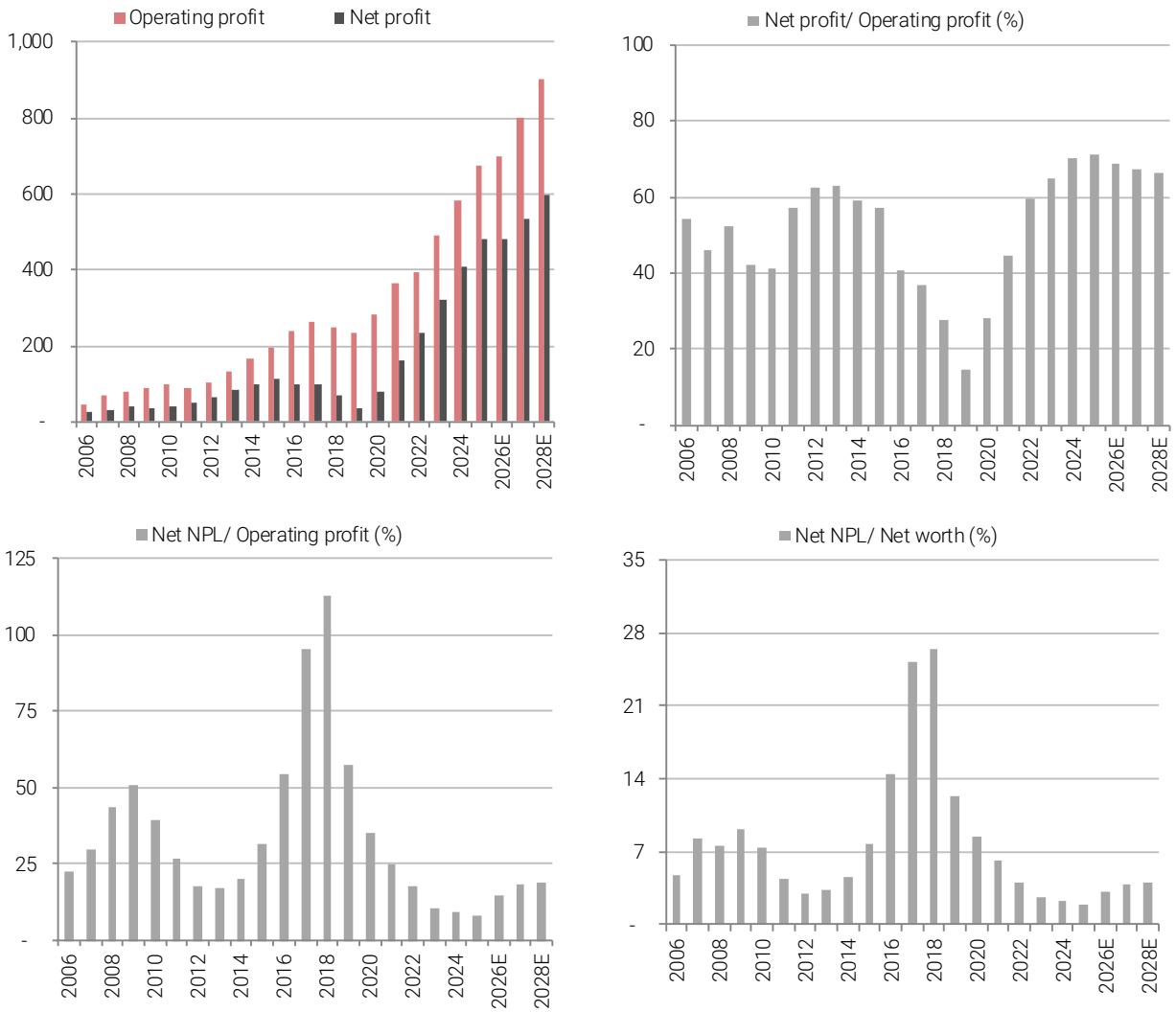
Exhibit 21: Comparison of key metrics reported by ICICI Bank and the banking industry, March fiscal year-ends (% yoy)



Source: Company, Kotak Institutional Equities

**Conversion of operating profit to net profit has improved over the past few years**

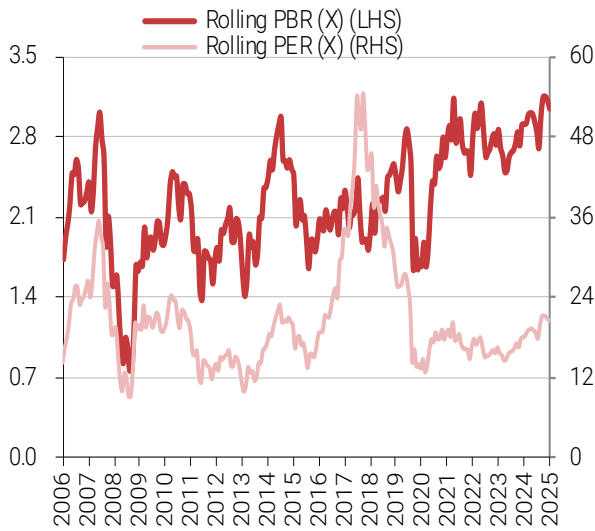
**Exhibit 22: Select metrics on profitability, asset quality and capital adequacy**



Source: Company, Kotak Institutional Equities estimates

**ICICI Bank trading at 3.1X one year forward (adj.) P/B**

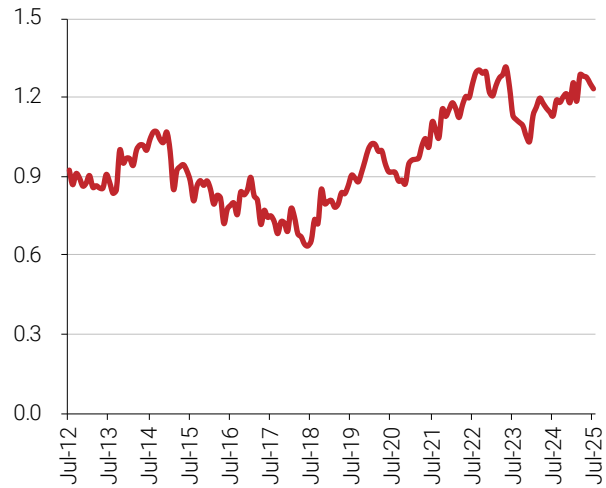
**Exhibit 23: Rolling PBR (adjusted one-year forward book) (X)**



Source: Bloomberg, Company, Kotak Institutional Equities estimates

**ICICI Bank is trading at a premium to overall private banks**

**Exhibit 24: ICICI Bank trading premium to private banks (X)**



Source: Bloomberg, Company, Kotak Institutional Equities estimates

**Exhibit 25: ICICI Bank – change in estimates, March fiscal year-ends (Rs mn)**

	New estimates			Old estimates			(% change)		
	2026E	2027E	2028E	2026E	2027E	2028E	2026E	2027E	2028E
Net interest income	857,462	973,865	1,083,172	903,072	997,696	1,100,554	-5	-2	-2
Spread	3.4	3.5	3.5	3.5	3.5	3.4	-14 bps	0 bps	5 bps
NIM (%)	4.0	4.1	4.0	4.2	4.1	4.0	-17 bps	-5 bps	1 bps
Customer assets (Rs bn)	16,170	18,295	20,786	16,569	19,087	22,008	-2	-4	-6
Loan loss provisions	71,917	98,276	121,031	94,956	110,681	127,941	-24	-11	-5
Other income	319,689	360,474	414,743	323,692	371,925	427,853	-1	-3	-3
Fee income	217,257	248,598	284,500	227,260	260,049	297,610	-4	-4	-4
Treasury income	18,000	12,000	12,000	12,000	12,000	12,000	50	0	0
Operating expenses	477,158	534,943	598,546	482,203	542,744	609,722	-1	-1	-2
Employee expenses	188,660	213,700	241,249	188,660	213,700	241,249	0	0	0
PBT	628,076	701,120	778,338	649,605	716,196	790,744	-3	-2	-2
Tax	147,598	164,763	182,909	152,657	168,306	185,825	-3	-2	-2
Net profit	480,478	536,357	595,429	496,947	547,890	604,919	-3	-2	-2
PBT-treasury+provisions	681,993	787,396	887,369	732,561	814,877	906,685	-7	-3	-2
EPS (Rs)	67	75	84	70	77	85	-3	-2	-2
RoA (%)	2.1	2.1	2.1	2.2	2.2	2.1	-5 bps	-2 bps	0 bps
RoE (%)	15.4	15.2	15.0	15.9	15.5	15.1	-50 bps	-25 bps	-14 bps
Adj. BVPS (Rs)	453	509	574	457	515	580	-1	-1	-1
Slippages (%)	2.0	2.0	2.0	2.0	2.0	2.0	0 bps	0 bps	0 bps
Gross NPA (%)	2.0	2.2	2.2	2.0	2.1	2.1	6 bps	6 bps	5 bps
Credit cost (%)	0.5	0.6	0.7	0.7	0.7	0.7	-15 bps	-5 bps	0 bps
Cost-income ratio (%)	41	40	40	39	40	40	123 bps	46 bps	7 bps

Source: Company, Kotak Institutional Equities estimates

**Exhibit 26: ICICI Bank SoTP (discounted to March 2027)**

	ICICI share (%)	FY2027 (Rs)	Valuation methodology
<b>Value of ICICI standalone</b>	<b>100.0</b>	<b>1,411</b>	Based on Residual growth model
<b>Subsidiaries</b>			
<b>ICICI Financial Services</b>		<b>163</b>	
ICICI Prudential Life	51.0	62	2.1X FY2027E Embedded Value; 15% holdco disc
General insurance	51.6	62	~4X FY2027 BV; 15% holdco disc.
Mutual funds	51.0	39	25X FY2027E PAT; 20% holdco disc.
<b>Other subsidiaries/associates</b>			
ICICI Securities	74.3	41	20X FY2027E PAT; 15% holdco disc.
ICICI Securities Primary Dealer	100.0	2	1X FY2027E book
ICICI Homes	100.0	8	1.5X FY2027E book
ICICI Bank UK	100.0	3	0.6XFY2027E book
ICICI Bank Canada	100.0	4	0.6XFY2027E book
Venture capital/MF	100.0	2	10% of AUM of US\$2 bn
<b>Value of subsidiaries</b>		<b>224</b>	
<b>Value of company</b>		<b>1,635</b>	

Source: Company, Kotak Institutional Equities estimates

**Exhibit 27: ICICI Bank SoTP (discounted to March 2028)**

	ICICI share (%)	FY2028 (Rs)	Valuation methodology
<b>Value of ICICI standalone</b>	<b>100.0</b>	<b>1,602</b>	Based on residual growth model
<b>Subsidiaries</b>			
<b>ICICI Financial Services</b>		<b>192</b>	
ICICI Prudential Life	51.0	77	1.8X FY2028E Embedded Value; 15% holdco disc
General insurance	51.6	70	~4.7X FY2026E BV; 15% holdco disc.
Mutual funds	51.0	45	25X FY2026E PAT; 20% holdco disc.
<b>Other subsidiaries/associates</b>			
ICICI Securities	74.3	47	20X FY2026E PAT; 15% holdco disc.
ICICI Securities Primary Dealer	100.0	3	1X FY2026E book
ICICI Homes	100.0	9	1.5X FY2026E book
ICICI Bank UK	100.0	4	0.6XFY2026E book
ICICI Bank Canada	100.0	4	0.6XFY2026E book
Venture capital/MF	100.0	2	10% of AUM of US\$2 bn
<b>Value of subsidiaries</b>		<b>262</b>	
<b>Value of company</b>		<b>1,864</b>	

Source: Company, Kotak Institutional Equities estimates

**Exhibit 28: ICICI Bank – forecasts and valuation, March fiscal year-ends**

	PAT	EPS	P/E	BVPS	P/B	RoE	Core RoE	P/E (standalone)	ABVPS (standalone)	P/B (standalone)
	(Rs bn)	(Rs)	(X)	(Rs)	(X)	(%)	(%)	(X)	(Rs)	(X)
2017	98	15.3	93.2	156	9.1	10.3	10.0	92	108	11.2
2018	68	10.5	135.2	164	8.7	6.6	6.0	139	113	10.6
2019	34	5.2	273.4	168	8.5	3.1	2.4	339	134	9.0
2020	79	12.3	116.4	180	7.9	7.1	6.5	117	149	8.1
2021	162	23.4	60.9	213	6.7	12.3	12.2	56	185	6.5
2022	233	33.6	42.5	245	5.8	14.7	14.4	39	221	5.4
2023	319	45.7	31.2	287	5.0	17.2	17.0	28	265	4.5
2024	409	58.2	24.5	339	4.2	18.6	18.5	22	313	3.8
2025E	479	67.2	21.2	410	3.5	18.1	18.0	19	388	3.1
2026E	480	67.5	21.1	464	3.1	15.4	15.1	19	437	2.7
2027E	536	75.3	18.9	524	2.7	15.2	14.8	17	494	2.4
2028E	595	83.6	17.1	591	2.4	15.0	14.5	15	558	2.2

Source: Company, Kotak Institutional Equities estimates

Exhibit 29: ICICI Bank – key growth rates and financial ratios, March fiscal year-ends (%)

	2018	2019	2020	2021	2022	2023	2024	2025	2026E	2027E	2028E
<b>Growth rates (%)</b>											
Net loan growth	10.4	14.5	10.0	13.7	17.1	18.7	16.2	15.6	12.1	13.4	13.9
Customer assets growth	12.4	12.7	9.2	11.9	15.1	19.2	18.1	15.1	12.3	13.1	13.6
Corporate loans	(0.8)	2.9	1.9	4.4	10.2	5.5	15.1	14.0	15.7	16.1	16.4
Total retail loans	20.5	23.1	15.0	18.8	20.4	21.8	20.2	15.1	10.8	12.4	12.9
Deposits growth	14.5	16.4	18.1	21.0	14.2	10.9	19.6	15.2	14.5	13.3	13.0
Borrowings growth	49.7	(8.6)	(3.1)	(38.2)	15.8	10.3	3.6	(15.8)	(6.3)	1.0	8.0
Net interest income	5.9	17.3	23.1	17.2	21.7	30.9	19.6	9.2	5.6	13.6	11.2
Loan loss provisions	1.2	17.5	(29.7)	31.5	(47.6)	(32.1)	(83.2)	395.6	53.6	36.7	23.2
Non-interest income	(10.7)	(16.7)	13.3	15.3	(2.4)	7.1	15.8	24.2	12.1	12.8	15.1
Net fee income	9.4	16.4	13.8	(8.4)	18.5	16.9	14.2	17.7	9.4	14.4	14.4
Net capital gains	(26.9)	(78.8)	22.4	215.6	(86.4)	(93.7)	1,743.9	84.5	20.0	(33.3)	-
Total income	(1.9)	2.7	19.7	16.6	13.8	24.2	18.7	12.8	7.3	13.4	12.3
Operating expenses	6.4	15.2	19.5	(0.2)	24.0	23.0	19.0	8.3	12.6	12.1	11.9
Employee expenses	3.1	15.1	21.5	(2.2)	19.5	24.7	25.6	9.2	14.1	13.3	12.9
DMA	17.7	22.5	11.9	(5.9)	34.2	28.1	14.2	(3.8)	2.5	12.7	13.0
<b>Asset management measures (%)</b>											
Yield on average earning assets	7.6	7.7	8.0	7.4	7.0	7.8	8.8	8.6	8.0	7.9	7.8
Interest on advances	8.4	8.7	9.3	8.3	8.0	8.9	10.1	10.0	9.2	9.0	8.9
Interest on investments	6.8	6.6	6.7	6.5	5.8	6.4	7.2	7.0	6.9	6.9	6.8
Average cost of funds	4.7	4.6	4.7	4.1	3.5	3.8	4.8	5.0	4.6	4.4	4.3
Interest on deposits	4.5	4.4	4.6	3.9	3.3	3.5	4.5	4.9	4.6	4.4	4.3
Other interest	5.4	5.4	5.2	5.0	5.0	6.4	7.9	5.1	4.6	4.5	4.5
<b>Difference</b>	<b>2.9</b>	<b>3.1</b>	<b>3.3</b>	<b>3.3</b>	<b>3.5</b>	<b>4.0</b>	<b>4.0</b>	<b>3.6</b>	<b>3.4</b>	<b>3.5</b>	<b>3.5</b>
Net interest income/earning assets	3.2	3.3	3.6	3.6	3.9	4.4	4.6	4.3	4.0	4.1	4.0
New provisions/average net loans	3.0	3.1	1.9	2.3	1.0	0.6	0.1	0.4	0.5	0.6	0.7
Loans-to-deposit ratio	68.2	71.0	68.7	70.8	72.5	77.6	76.4	76.9	77.8	78.4	79.2
Share of deposits											
Current	15.9	14.7	13.3	14.6	14.9	13.7	13.7	13.6	13.2	12.8	12.5
Fixed	48.3	50.4	54.9	53.7	51.3	54.2	57.8	57.4	57.8	58.2	58.5
Savings	35.8	34.9	31.9	31.7	33.8	32.2	28.5	29.0	29.0	29.0	29.0
Tax rate	8.8	11.0	43.5	19.8	23.7	24.8	25.0	23.5	23.5	23.5	23.5
Dividend payout ratio	21.5	28.7	-	8.5	14.9	17.5	17.2	16.4	20.0	20.0	20.0
<b>Asset quality metrics (%)</b>											
Gross NPL	9.5	7.0	5.8	5.1	3.7	2.8	2.2	1.9	2.0	2.2	2.2
Net NPL	5.4	2.3	1.5	1.2	0.8	0.5	0.5	0.4	0.7	0.8	0.8
Slippages	6.2	2.1	2.4	2.5	2.6	2.1	1.9	1.9	2.0	2.0	2.0
Provision coverage (ex write-off)	42.6	67.3	73.4	75.7	77.9	82.0	79.6	78.2	66.6	61.7	61.1
<b>RoA composition - % of average assets</b>											
Net interest income	2.8	2.9	3.2	3.3	3.6	4.1	4.3	4.1	3.8	3.9	3.9
Loan loss provisions	1.8	1.9	1.2	1.4	0.6	0.4	0.1	0.2	0.3	0.4	0.4
Net other income	2.1	1.6	1.6	1.6	1.4	1.3	1.3	1.4	1.4	1.4	1.5
Operating expenses	2.0	2.2	2.2	1.9	2.0	2.2	2.4	2.1	2.1	2.1	2.1
(1- tax rate)	91.2	89.0	56.5	80.2	76.3	75.2	75.0	76.5	76.5	76.5	76.5
<b>RoA</b>	<b>0.8</b>	<b>0.4</b>	<b>0.8</b>	<b>1.4</b>	<b>1.8</b>	<b>2.1</b>	<b>2.4</b>	<b>2.4</b>	<b>2.1</b>	<b>2.1</b>	<b>2.1</b>
Average assets/average equity	7.9	8.6	9.2	8.8	8.3	8.1	7.9	7.5	7.2	7.1	7.1
<b>RoE</b>	<b>6.6</b>	<b>3.1</b>	<b>7.1</b>	<b>12.3</b>	<b>14.7</b>	<b>17.2</b>	<b>18.6</b>	<b>18.1</b>	<b>15.4</b>	<b>15.2</b>	<b>15.0</b>

Source: Company, Kotak Institutional Equities estimates

**Exhibit 30: ICICI Bank – key financials, March fiscal year-ends (Rs mn)**

	2018	2019	2020	2021	2022	2023	2024	2025	2026E	2027E	2028E
Total interest income	549,659	634,012	747,983	791,183	863,745	1,092,313	1,428,909	1,632,638	1,716,028	1,891,610	2,109,683
Interest on advances	408,662	479,426	575,511	572,888	638,336	839,430	1,109,439	1,264,047	1,320,718	1,473,576	1,665,509
Interest on investments	115,682	127,969	146,732	165,398	164,093	208,885	286,310	329,802	350,117	371,975	395,256
Total interest expense	319,400	363,864	415,313	401,288	389,085	471,027	685,852	820,993	858,566	917,745	1,026,511
Deposits from customers	234,288	265,247	326,878	332,563	333,002	389,681	578,575	745,268	806,884	868,686	974,776
Net interest income	230,258	270,148	332,671	389,894	474,661	621,286	743,057	811,644	857,462	973,865	1,083,172
Loan loss provisions	145,216	170,670	120,020	157,780	82,643	56,077	9,448	46,826	71,917	98,276	121,031
Net interest income (after prov.)	85,042	99,478	212,651	232,114	392,018	565,209	733,609	764,818	785,545	875,589	962,141
Other income	174,196	145,122	164,486	189,685	185,175	198,314	229,578	285,067	319,689	360,474	414,743
Net fee income	87,894	102,319	116,451	106,707	126,397	147,766	168,753	198,633	217,257	248,598	284,500
Net capital gains	63,059	13,394	16,392	51,738	7,026	441	8,129	15,000	18,000	12,000	12,000
Miscellaneous income	834	918	848	(271)	3,831	1,984	1,978	12,209	15,262	19,077	23,846
Operating expenses	157,039	180,891	216,144	215,608	267,333	328,732	391,327	423,723	477,158	534,943	598,546
Employee expense	59,140	68,082	82,712	80,918	96,727	120,599	151,420	165,409	188,660	213,700	241,249
DMA	13,036	15,971	17,876	16,821	22,568	28,901	32,998	31,753	32,541	36,682	41,456
Pre-tax income	74,346	37,769	140,480	201,829	306,089	424,212	544,878	626,162	628,076	701,120	778,338
Tax provisions	6,570	4,140	61,172	39,900	72,694	105,247	135,996	147,148	147,598	164,763	182,909
<b>Net profit</b>	<b>67,776</b>	<b>33,629</b>	<b>79,308</b>	<b>161,929</b>	<b>233,395</b>	<b>318,965</b>	<b>408,883</b>	<b>479,014</b>	<b>480,478</b>	<b>536,357</b>	<b>595,429</b>
% growth	(30.8)	(50.4)	135.8	104.2	44.1	36.7	28.2	17.2	0.3	11.6	11.0
<b>PBT+provision-treasury gains</b>	<b>184,357</b>	<b>220,985</b>	<b>264,621</b>	<b>312,233</b>	<b>385,477</b>	<b>490,427</b>	<b>573,178</b>	<b>657,988</b>	<b>681,993</b>	<b>787,396</b>	<b>887,369</b>
% growth	3.2	19.9	19.7	18.0	23.5	27.2	16.9	14.8	3.6	15.5	12.7
<b>Balance sheet (Rs mn)</b>											
Cash and bank balance	841,694	802,963	1,191,557	1,331,283	1,678,224	1,194,383	1,399,260	1,855,620	2,074,204	2,312,325	2,579,428
Cash	80,448	87,039	99,438	70,310	71,208	85,594	87,517	100,855	115,456	130,789	147,837
Balance with RBI	250,576	291,541	253,402	390,002	1,024,020	599,667	809,600	866,943	982,144	1,107,272	1,249,899
Balance with banks	4,849	7,693	1,688	542	5,646	40,930	1,270	1,397	1,536	1,690	1,859
Outside India	289,163	313,821	173,606	518,093	577,350	453,974	374,186	886,425	975,068	1,072,574	1,179,832
Net value of investments	2,029,942	2,077,327	2,495,315	2,812,865	3,102,410	3,623,297	4,619,423	5,047,567	5,367,468	5,785,156	6,232,654
Investments in India	1,962,100	2,013,776	2,415,591	2,607,008	2,952,004	3,542,280	4,542,686	4,911,572	5,291,511	5,709,578	6,157,446
Govt. and other securities	1,391,853	1,479,231	1,883,319	2,136,208	2,563,877	3,057,773	3,755,955	4,073,774	4,343,957	4,694,825	5,069,132
Shares	23,781	18,840	24,622	28,220	24,136	21,712	26,797	26,797	29,476	32,424	35,666
Subsidiaries	61,489	61,202	61,202	60,739	66,264	68,914	97,153	97,153	97,153	97,153	97,153
Debentures and bonds	153,889	142,328	119,853	270,018	225,803	288,094	472,649	519,914	597,901	657,692	723,461
Net loans and advances	5,123,953	5,866,466	6,452,900	7,337,291	8,590,204	10,196,383	11,844,064	13,417,662	15,349,095	17,409,522	19,830,696
Corporate loans	2,184,003	2,247,106	2,290,730	2,392,381	2,637,414	2,944,723	3,127,644	3,650,224	4,224,955	4,904,016	5,707,114
Total retail loans	2,939,950	3,619,360	4,162,170	4,944,910	5,952,790	7,251,660	8,716,420	9,611,364	11,124,140	12,505,506	14,123,582
Fixed assets	79,035	79,314	84,103	88,776	93,738	95,998	108,598	128,387	88,994	76,105	62,404
Net leased assets	2,415	2,415	2,740	3,287	3,255	3,067	2,866	2,436	2,071	1,760	1,496
Net owned assets	76,620	76,900	81,363	85,489	90,483	92,932	105,732	98,594	86,923	74,345	60,908
Other assets	717,268	818,522	759,777	734,112	648,401	732,005	743,801	733,163	806,480	887,128	975,840
<b>Total assets</b>	<b>8,791,892</b>	<b>9,644,591</b>	<b>10,983,651</b>	<b>12,304,327</b>	<b>14,112,977</b>	<b>15,842,067</b>	<b>18,715,146</b>	<b>21,182,400</b>	<b>23,686,241</b>	<b>26,470,236</b>	<b>29,681,022</b>
Deposits	5,609,752	6,529,197	7,709,690	9,325,222	10,645,716	11,808,407	14,128,250	16,281,503	18,638,595	21,113,951	23,866,076
Borrowings and bills payable	1,900,311	1,736,590	1,682,446	1,040,211	1,204,473	1,328,038	1,376,407	1,158,745	1,085,389	1,096,366	1,183,822
Preference capital	3,500	-	-	-	-	-	-	-	-	-	-
Other liabilities	230,239	295,171	426,507	463,833	560,332	698,468	826,496	821,389	657,111	525,689	420,551
<b>Total liabilities</b>	<b>7,740,302</b>	<b>8,560,958</b>	<b>9,818,642</b>	<b>10,829,266</b>	<b>12,410,522</b>	<b>13,834,913</b>	<b>16,331,153</b>	<b>18,261,637</b>	<b>20,381,095</b>	<b>22,736,006</b>	<b>25,470,449</b>
Paid-up capital	12,858	12,895	12,948	13,834	13,900	13,968	14,047	14,246	14,246	14,246	14,246
Reserves & surplus	1,038,731	1,070,739	1,152,062	1,461,227	1,688,556	1,993,186	2,369,946	2,906,517	3,290,899	3,719,985	4,196,327
<b>Total shareholders' equity</b>	<b>1,051,589</b>	<b>1,083,634</b>	<b>1,165,009</b>	<b>1,475,061</b>	<b>1,702,456</b>	<b>2,007,154</b>	<b>2,383,993</b>	<b>2,920,763</b>	<b>3,305,145</b>	<b>3,734,231</b>	<b>4,210,573</b>

Source: Company, Kotak Institutional Equities estimates