

**Price:** 1,424

**Recommendation:** Buy

**Industry:** Private Sector Bank

**Sector:** Financial Services

**Report Date:** 23-Apr-2025

ICICI Bank is a leading financial institution in India, focused on risk-calibrated profitable growth and customer-centric strategies. Leveraging technology like DigiEase and iLens, it enhances banking processes and customer experience. With robust financial performance, stable asset quality, and a strong capital position, the bank drives sustainable growth across retail, business, and corporate segments.

Sales		Profit & Loss		Profitability Matrix	
Current Year	163264 Cr	Operating Profit(Year)	116209 Cr	Operating Profit Margin	71.2 %
Previous Year	142891 Cr	Operating Profit(Quarter)	30751 Cr	EBITDA Margin	88.64 %
Current Quarter	42431 Cr	PAT (Year)	47227 Cr	Net Profit Margin	28.9 %
Previous Quarter	41300 Cr	PAT (Quarter)	12630 Cr	EPS	66.3
Revenue (QYoY)	37948 Cr				
Valuation Matrix		Growth(YoY)		Growth(QoQ)	
Trailing P/E	21.5	Sales Growth	14.3 %	Sales Growth	2.74 %
PEG Ratio	0.50	PAT Growth	15.53 %	Sales Growth QYoY	11.81 %
EV/EBITDA	19.0	EPS Growth	0.0 %	PAT Growth	7.11 %
P/B	3.50	Dividend Yield	0.70	PAT Growth QYoY	17.95 %
Capital Allocation		Holdings		Leverage	
RoE	17.9 %	Promoter	0.00 %	Debt/Equity	5.98
RoA	2.37 %	FII	45.8 %	Debt	1733886 Cr
RoCE	7.62 %	DII	44.8 %	Market Cap	1014665 Cr
RoIC	7.62 %	Public	9.12 %	Enterprise value	2748552 Cr
		No of Shares	712 Cr	Cash Equivalents	0.00 Cr

source : Company filings

## Company's Overview Based on Recent Concall and Performance:

ICICI Bank's Q3 FY2025 earnings call highlighted its strategic focus on risk-calibrated profitable growth, leveraging a 360-degree customer-centric approach. The bank emphasized strengthening its franchise through governance, deepening market coverage, and enhancing delivery capabilities. Key initiatives include investments in technology, such as the DigiEase platform for streamlined business banking onboarding and ongoing upgrades to iLens for retail lending. These efforts aim to simplify processes, improve customer experience, and drive operational resilience. The bank also continues to expand its branch network, adding 129 branches in Q3, reflecting its commitment to distribution and customer outreach.

The bank reported robust financial performance, with profit before tax (excluding treasury) growing 12.8% year-on-year to 152.89 billion and profit after tax increasing 14.8% to 117.92 billion. Core operating profit rose 13.1% year-on-year to 165.16 billion, supported by a 9.1% growth in net interest income to 203.71 billion. Loan growth was strong, with the domestic portfolio expanding 15.1% year-on-year, driven by a 31.9% rise in business banking and 13.2% growth in the corporate segment. Retail loans grew 10.5%, while the credit card portfolio saw a 17.9% increase. Deposit growth remained healthy at 14.1% year-on-year, with CASA deposits growing 12.6%, supported by strong digital adoption and customer engagement.

The bank maintained stable asset quality, with a net NPA ratio of 0.42% and a provisioning coverage ratio of 78.2%. Gross NPA additions were primarily from retail and rural portfolios, with recoveries and upgrades offsetting slippages. The bank's capital position remains robust, with a CET-1 ratio of 15.93% and total capital adequacy at 16.60%. ICICI Bank continues to focus on granular, secured lending in business banking and retail, while maintaining a cautious approach to unsecured lending. The reduction in the BB and below portfolio and improved credit quality reflect its prudent risk management.

Looking ahead, ICICI Bank aims to scale its market share across key segments by leveraging its extensive franchise, technology investments, and customer-centric strategies. The bank is well-positioned to capitalize on opportunities in retail, business banking, and corporate segments while maintaining a strong balance sheet. Its focus on fee income growth, particularly in transaction banking and cards, complements its lending business. With a disciplined approach to costs and provisioning, ICICI Bank is poised to deliver consistent returns and sustainable growth, reinforcing its leadership in the banking sector.

ICICIBANK Daily Closing One Year Price Chart



Name	Mar Cap (Rs. Cr.)	P/E	ROE	Sales(G) QoQ	Sales(G) QYoY	PAT(G) QoQ	PAT(G) QYoY
IDBI Bank	90001.85	12.49	11.77%	5.03%	19.40%	4.69%	29.14%
IndusInd Bank	61837.35	8.56	15.25%	0.90%	10.62%	5.72%	-39.02%
Yes Bank	57723.39	23.59	5.44%	-2.68%	2.22%	20.21%	59.33%
Kotak Mah. Bank	442961.66	22.53	15.06%	1.26%	14.75%	-6.80%	10.23%
Axis Bank	373612.24	13.26	18.40%	1.78%	11.42%	-8.90%	3.86%

Aspect	Commentary
Revenue	ICICI Bank's revenue grew 14.3% YoY to Rs.163,264 Cr, driven by strong loan growth across retail, business banking, and corporate segments. Quarterly revenue growth was 2.74%, reflecting steady performance. CASA deposits grew 12.6%, showcasing healthy deposit traction and digital adoption.
Profit & Loss	Operating profit rose 13.1% YoY to Rs.165.16 billion, supported by 9.1% growth in net interest income. PAT grew 14.8% YoY to Rs.117.92 billion, reflecting robust profitability. Quarterly PAT growth of 7.11% highlights consistent earnings momentum.
Profitability Matrix	Operating profit margin stands at 71.2%, showcasing efficiency in operations. Net profit margin of 28.9% reflects strong profitability. EBITDA margin of 88.64% highlights robust earnings quality, supported by disciplined cost management.
Valuation Matrix	Trailing P/E of 21.5 and PEG ratio of 0.50 indicate reasonable valuation given growth prospects. EV/EBITDA of 19.0 reflects efficient capital utilization. Dividend yield of 0.70% provides moderate income potential for investors.
Growth (YoY)	Sales grew 14.3% YoY, driven by loan growth across segments. PAT growth of 15.53% reflects strong earnings expansion. EPS growth remained flat, indicating stable profitability. Deposit growth of 14.1% supports balance sheet strength.
Growth (QoQ)	Quarterly sales growth of 2.74% reflects steady performance. PAT grew 7.11% QoQ, showcasing consistent profitability. Sales growth QYoY of 11.81% and PAT growth QYoY of 17.95% highlight strong operational resilience.
Capital Allocation	RoE of 17.9% and RoA of 2.37% reflect efficient capital deployment. CET-1 ratio of 15.93% and total capital adequacy of 16.60% indicate a strong capital position. Focus on secured lending ensures prudent risk management.
Holdings	FII holdings at 45.8% and DII holdings at 44.8% reflect strong institutional confidence. Promoter holdings are nil, aligning with governance norms. Public holdings at 9.12% indicate broad investor participation.
Leverage	Debt/Equity ratio of 5.98 reflects high leverage typical of banking operations. Net NPA ratio of 0.42% and provisioning coverage of 78.2% highlight stable asset quality. Robust market cap of Rs.1,014,665 Cr underscores strong investor confidence.

**Analyst viewpoint:** ICICI Bank has demonstrated robust financial performance, with revenue growing 14.3% year-on-year to Rs. 163,264 Cr, driven by strong loan growth across retail, business banking, and corporate segments. Quarterly revenue growth of 2.74% and PAT growth of 7.11% reflect consistent operational resilience. The bank's focus on technology investments, such as DigiEase and iLens, has streamlined processes and enhanced customer experience, while its expansion of 129 branches in Q3 underscores its commitment to distribution and outreach. Stable asset quality, with a net NPA ratio of 0.42% and provisioning coverage of 78.2%, coupled with a CET-1 ratio of 15.93%, highlights prudent risk management and a strong capital position. ICICI Bank's valuation metrics, including a trailing P/E of 21.5 and PEG ratio of 0.50, suggest reasonable pricing given its growth trajectory, while its dividend yield of 0.70% offers moderate income potential for investors.

The bank's strategic focus on granular, secured lending and fee income growth in transaction banking and cards positions it well for sustainable growth in the short to mid-term. Its ability to leverage technology and deepen market coverage gives it a competitive edge over peers like Axis Bank and Kotak Mahindra Bank, which have shown slower PAT growth QoQ. However, the high leverage with a debt/equity ratio of 5.98, typical of banking operations, warrants close monitoring. Overall, ICICI Bank's disciplined approach to costs, provisioning, and governance, combined with its strong balance sheet and operational efficiency, makes it a compelling buy recommendation for investors seeking consistent returns and growth.

Please read detailed disclosure on next page.

Explanation of Investment Rating*	
Investment Rating	Expected Return (over 12-month)
BUY	>=15%
SELL	<-10%
NEUTRAL	>-10% to 15%
UNDER REVIEW	Rating may undergo a change
NOT RATED	We have forward looking estimates for the stock but we refrain from assigning recommendation

\*In case the recommendation given by the Research Analyst is inconsistent with the investment rating legend for a continuous period of 30 days, the Research Analyst shall within following 30 days take appropriate measures to make the recommendation consistent with the investment rating legend.

#### Disclosures:

The following Disclosures are being made in compliance with the SEBI Research Analyst Regulations 2014 (hereinafter referred to as the Regulations).

1. GOALZEN CAPITAL SERVICES PRIVATE LIMITED is a SEBI-Registered Research Analyst having SEBI registration number INH000013448. GOALZEN CAPITAL SERVICES PRIVATE LTD ("GoalFi" or "We"), the research entity, is engaged in providing research services on securities and information on personal financial products. This Research Report (called Report) is prepared and distributed by GOALZEN CAPITAL SERVICES PRIVATE LIMITED with brand name 'GoalFi' (brand name trademarked to research analyst and company director 'Robin Arya') and used by GOALZEN CAPITAL SERVICES PRIVATE LIMITED with mutual consent.

2. GOALZEN CAPITAL SERVICES PRIVATE LIMITED, its partners, employees, directors or agents, do not have any material adverse disciplinary history as on the date of publication of this report.

3. I, Robin Arya, author/s and the name/s in this report, hereby certify that all of the views expressed in this research report accurately reflect my/our views about the subject issuer(s) or securities. I/We also certify that no part of my/our compensation was, is, or will be directly or indirectly related to the specific recommendation(s) or view(s) in this report. I/we or my/our relative or GOALZEN CAPITAL SERVICES PRIVATE LIMITED do not have any financial interest in the subject company.

4. I/we or my/our relative or GOALZEN CAPITAL SERVICES PRIVATE LIMITED do not have beneficial ownership of 1% or more in the subject company at the end of the month immediately preceding the date of publication of the Research Report. I/we or my/our relative or GOALZEN CAPITAL SERVICES PRIVATE LIMITED do not have any material conflict of interest. I/we have not served as director / officer, etc. in the subject company in the last 12-month period.

5. I, Robin Arya, do not hold this stock as part of my investment portfolio at the date of recommendation. I/analysts in the Company have not traded in the subject stock thirty days preceding this research report and will not trade within five days of publication of the research report as required by regulations.

6. GOALZEN CAPITAL SERVICES PRIVATE LIMITED has not received any compensation from the subject company in the past twelve months. GOALZEN CAPITAL SERVICES PRIVATE LIMITED has not been engaged in market making activity for the subject company.

7. In the last 12-month period ending on the last day of the month immediately preceding the date of publication of this research report, GOALZEN CAPITAL SERVICES PRIVATE LIMITED has not received compensation or other benefits from the subject company of this research report or any other third-party in connection with this report.

#### Analyst Certification:

The views expressed in this research report accurately reflect the personal views of the analyst(s) about the subject securities or issues, and no part of the compensation of the research analyst(s) was, is, or will be directly or indirectly related to the specific recommendations and views expressed by research analyst(s) in this report.

**Disclaimers:**

The report and information contained herein is strictly confidential and meant solely for the selected recipient and may not be altered in any way, transmitted to, copied or distributed, in part or in whole, to any other person or to the media or reproduced in any form, without prior written consent.

This report and information herein is solely for informational purpose and may not be used or considered as an offer document or solicitation of offer to buy or sell or subscribe for securities or other financial instruments. Nothing in this report constitutes investment, legal, accounting and tax advice or a representation that any investment or strategy is suitable or appropriate to your specific circumstances. The securities discussed and opinions expressed in this report may not be suitable for all investors, who must make their own investment decisions, based on their own investment objectives, financial positions and needs of specific recipient. This may not be taken in substitution for the exercise of independent judgment by any recipient. Each recipient of this document should make such investigations as it deems necessary to arrive at an independent evaluation of an investment in the securities of companies referred to in this document (including the merits and risks involved), and should consult its own advisors to determine the merits and risks of such an investment.

The investment discussed or views expressed may not be suitable for all investors. Certain transactions - including those involving futures, options, another derivative product as well as non-investment grade securities - involve substantial risk and are not suitable for all investors. No representation or warranty, express or implied, is made as to the accuracy, completeness or fairness of the information and opinions contained in this document.

This information is subject to change without any prior notice. The Company reserves the right to make modifications and alternations to this statement as may be required from time to time without any prior approval. This report has been prepared on the basis of information that is already available in publicly accessible media or developed through analysis of GOALZEN CAPITAL SERVICES PRIVATE LIMITED. The views expressed are those of the analyst, and the Company may or may not subscribe to all the views expressed therein. This report is not directed or intended for distribution to, or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction, where such distribution, publication, availability or use would be contrary to law, regulation or which would subject GOALZEN CAPITAL SERVICES PRIVATE LIMITED to any registration or licensing requirement within such jurisdiction. The securities described herein may or may not be eligible for sale in all jurisdictions or to certain category of investors. Persons in whose possession this document may come are required to inform themselves of and to observe such restriction.

Neither the Firm, not its directors, employees, agents or representatives shall be liable for any damages whether direct or indirect, incidental, special or consequential including lost revenue or lost profits that may arise from or in connection with the use of the information. The person accessing this information specifically agrees to exempt GOALZEN CAPITAL SERVICES PRIVATE LIMITED or any of its affiliates or employees from, any and all responsibility/liability arising from such misuse and agrees not to hold GOALZEN CAPITAL SERVICES PRIVATE LIMITED or any of its affiliates or employees responsible for any such misuse and further agrees to hold GOALZEN CAPITAL SERVICES PRIVATE LIMITED or any of its affiliates or employees free and harmless from all losses, costs, damages, expenses that may be suffered by the person accessing this information due to any errors and delays.

This report is meant for the clients of GOALZEN CAPITAL SERVICES PRIVATE LIMITED only.

GOALZEN CAPITAL SERVICES PRIVATE LIMITED has a contractual arrangement with a vendor - Smallcase Technologies Private Limited (STPL) whereby STPL provides technology solutions and related back-end infrastructure along with support for back-office related operations & processes. STPL does not provide any investment advice or recommendation nor does it make any claim of returns or performance with respect to any advice or recommendation.

Investments in securities market are subject to market risks. Read all the related documents carefully before investing. Registration granted by SEBI, membership of BASL (in case of IAs) and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors.

**Terms & Conditions:**

These Terms and Conditions govern the use of the research subscription services provided by GOALZEN CAPITAL SERVICES PRIVATE LTD ("GoalFi" or "We"). By subscribing to our services, you agree to these terms, if you disagree with any part of the terms, you must not use our services.

**Payment and Renewal:**

The subscription fee is non-refundable. No such requests over email or any other channel requesting for refund or for pro-rata refund will be acknowledged if smallcase constituents or research provided is accessed by the user. Please do not subscribe if you disagree with any part of the terms. Subscription renewals will be charged the standard rate unless otherwise notified.

**Limitation of Liability:**

GoalFi provides research based on data and analysis. The subscriber acknowledges that all investment decisions carry inherent risks, and GoalFi shall not be liable for any losses incurred based on our research.

**No Investment Advice:**

The content provided under the subscription is purely for informational purposes and should not be construed as investment advice. GoalFi, being a SEBI Registered Research Analyst (RA), provides research insights and not investment advisory services.

**Termination:**

GoalFi reserves the right to terminate the subscription at any time due to non-compliance with these terms or any other reasons deemed appropriate by us and no refund will be made.

**No Guarantee:** While we strive to provide accurate and reliable research, there is no guarantee on the returns or performance of the recommendations. Investing in securities involves risks, and there's the potential for losing money.

**Review and Update:** Our research products are reviewed and updated periodically to reflect the latest market conditions and insights. However, market conditions can change rapidly, and there's no guarantee that the conditions on which recommendations and insights are based will remain the same.

**Research Analyst Details:**

Name: Robin Arya

Email: [smallcase@goalfi.in](mailto:smallcase@goalfi.in)

Contact: +91-9394306085

GOALZEN CAPITAL SERVICES PRIVATE LIMITED

CIN: U66190TS2023PTC176030

Address: Co ikeva Office 10, Level 3, NSL Centrum, Serene Estate Pvt Ltd, Site No. Phase I and II, Opp KPHB Colony Lane Opp. Forum Mall Kukatpally, HYDERABAD, TELANGANA, 500072

Support Telephone: +91 9063309052, Support Email – [support@goalfi.in](mailto:support@goalfi.in)

Customer having any query/feedback/ clarification/ In case of grievances for any of the services rendered by GOALZEN CAPITAL SERVICES PRIVATE LIMITED, write to [hello@goalfi.app](mailto:hello@goalfi.app)

Website: [goalfiresearch.smallcase.com](http://goalfiresearch.smallcase.com)