Investor's Eye

April 30, 2025

INDEX

Stock Update

MIRAE ASSET Sharekhan

Stock Update

Result Update

Bajaj Finance Ltd

Inline Q4, Guidance slightly lowered

NBFC	Sharekhan code: BAJFINANCE
Reco/View: Buy ↔	CMP: Rs. 8,636 / Price Target: Rs. 10,500 ↔

↑ Upgrade ↔ Maintain ↓ Downgrade

3R MATRIX	+	=	-
Right Sector (RS)	✓		
Right Quality (RQ)	✓		
Right Valuation (RV)		✓	

\+ Positive = Neutral – Negative

What has changed in 3R MATRIX

	Old		New
RS		↔	
RQ		↔	
RV		↔	

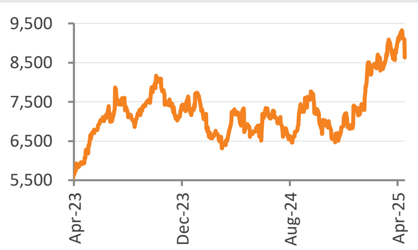
Company details

Market cap:	Rs. 5,36,200 cr
52-week high/low:	Rs. 9,708 / 6,377
NSE volume: (No of shares)	11.88 lakh
BSE code:	500034
NSE code:	BAJFINANCE
Free float: (No of shares)	26.2 cr

Shareholding (%)

Promoters	54.7
FII	21.5
DII	14.8
Others	9.0

Price chart



Source: NSE India, Mirae Asset Sharekhan Research

Price performance

(%)	1m	3m	6m	12m
Absolute	-3.5	9.3	24.2	24.7
Relative to Sensex	-9.0	5.8	23.1	19.7

Source: Mirae Asset Sharekhan Research, Bloomberg

Summary

- Net earnings were in line although adjustment to ECL model led to a higher credit cost, which was offset by reversal of tax provisions and strong AUM growth.
- Management revised guidance for FY26 slightly on the lower side with respect to return ratios and AUM growth, citing focus on improving credit costs.
- We are building a 25% loan CAGR (versus >26% earlier), marginal improvement in NIMs, credit cost at 1.9-2.0% against it guidance of 1.85-1.95% and opex/assets at 2.8%/2.7% translating into RoA/RoE of >4%/>20%.
- Stock has outperformed Bank Nifty by 20%/17% on a YTD/12-month basis. We remain assertive for medium to long-term prospective. Hence, we retain a Buy with an unchanged PT of Rs. 10,500. At CMP, the stock trades at 4.6x/3.9x/ FY2026E/FY2027E BV estimates.

Net earnings in line for Q4FY25. NII grew 22.4% y-o-y/4.5% q-o-q at Rs. 9,807 crore due to lower yield on AUM and reduction of interest rate on select unsecured products. It marginally missed our estimates. NIM at 9.42% (as a percentage of AUM), was almost in line with estimates. However, it dropped by 28/1 bps (y-o-y/q-o-q). Other income grew by 24.4% y-o-y while dropped by 7.9% q-o-q as it stopped the business of co-branded cards and moderated fee charges to customers. Opex lagged estimates by 2.5% to Rs. 3,949 crore (up by 19.6% y-o-y and 2.1% q-o-q), thus cost to income reduced by 88 bps y-o-y to 33.1%. PPoP below estimates by 3.5% to Rs. 7,968 crore. Credit cost (as % of AUM) above estimates by 21 bps to 2.24%. It was also up by 65/18 bps (y-o-y/q-o-q) as it conducted annual refresh of the ECL model, resulting in an additional ECL provision of Rs. 359 crore, primarily on stage-1 assets. Net profit grew by 18.8% y-o-y and 5.5% q-o-q to Rs. 4,546 crore. Higher credit costs affected profitability, however reversal of tax provisions of Rs. 359 crore offset it. The RoA at 4.4% (as a percentage of AUM) improved by 10 bps on q-o-q and dropped by 20 bps y-o-y. GS-3/NS-3 dropped by 10/2 bps q-o-q to 0.96%/0.44% due to stress reduction across segments except two wheelers (rising by 200 bps y-o-y and 45 bps q-o-q). It is a captive business and management is running it down, hence, improvement in asset quality and reduction in credit cost. AUM was almost in line with estimates to Rs. 416,661 crore, reporting a strong growth of 26.0%/4.7% (y-o-y/q-o-q) driven by growth in urban B2C loans, gold loans, SME loans, car loans but two-wheeler loans declined by 12% y-o-y. The company booked 10.70 million new loans and added 4.7 million customers.

Key positives

- Strong AUM growth in Urban B2C loan, Gold Loan, SME loan, car loan segments
- Cost-to-income ratio fell by 88 bps y-o-y to 33.1%, further it is expected to go down by 40-50 bps in FY26.
- GS-3/NS-3 assets dropped by 10/2 bps q-o-q to 0.96%/0.44%%. The company has started seeing improvement in early vintages across all portfolios.

Key negatives

- Management has revised guidance for FY26 slightly on the lower side with respect to the return ratio and AUM growth.
- Credit cost guidance remains slightly higher at 1.85-1.95% in FY26.
- Management has significantly revised other income growth at 13-15% (growth of 28% in FY25) on stopping branded credit business and moderation in fee/charges to the customers.

Management Commentary

- Cost-to-income ratio fell by 88 bps y-o-y to 33.1%, further it is expected to go down by 40-50 bps in FY26.
- NIM would improve marginally. The company revised pricing in select unsecured businesses, the impact is expected to be offset by lower cost of fund (10-15 bps).
- Management revised AUM growth at 24-25% for FY2026, slightly downward from earlier corridor of 25-27%.
- Other income is likely to grow by 13-15% for FY26, versus a 28% rise in FY25 as it has stopped co-branded credit card business and also reduced fee charges to customers.
- Two-wheeler finance is a captive business and the management will run it down by March/June 2026. The residual portfolio will be Rs. 4,500 crore. Hence, improvement in asset quality and reduction in credit costs.
- RoA guidance was revised to 4.3-4.7% from 4.6-4.8% earlier and RoE stood between 19-21% versus 21-23%. A slightly lower growth guidance for AUM, lower other income growth and higher credit cost are negative for profitability however lower opex growth and stable asset quality are positive.

Our Call

Valuation – Maintain Buy with unchanged PT of Rs. 10,500: Net earnings in line for Q4. We expect AUM/PAT CAGR of 25% each for FY25-27. Slight uptick in margin, improvement in cost to Income by 50 bps in FY26, stable asset quality, lower credit cost are expected to offset impact of lower growth in other income (13-15%) in FY26 from 28.3% in FY25). Overall, growth is expected to translate into the strong return ratios, RoA/RoE >4%/>20% in FY27E. The stock has outperformed Bank Nifty by 20%/17% YTD/12-month basis. We remain assertive for medium to long term prospective, hence we retain a Buy with an unchanged PT of Rs. 10,500. At CMP, the stock trades at 4.6x/3.9x/ FY2026E/FY2027E BV estimates.

Key Risks

Intensifying competition in retail lending space; asset quality risk in unsecured segments.

Valuation (Consolidated) Rs cr

Particulars	FY23	FY24	FY25	FY26E	FY27E
NII	22,990	29,584	36,393	45,492	57,226
PAT	11,508	14,451	16,780	21,191	26,434
EPS (Rs)	189.7	235.1	268.2	338.7	422.5
RoA (%)	4.7%	4.4%	4.0%	4.1%	4.1%
RoE (%)	23.5%	22.0%	19.3%	20.0%	20.9%
P/E (x)	45.5	36.7	32.2	25.5	20.4
P/BV (x)	9.6	6.9	5.5	4.6	3.9

Source: Company; Mirae Asset Sharekhan estimates

Key result highlights

- **Loan growth:** AUM was almost in line with estimates to Rs. 416,661 crore, growing by 26.0%/4.7% (y-o-y/q-o-q) driven by urban B2C loans, gold loan, SME loans, car loans but two-wheeler loans dropped by 12% y-o-y. It booked 10.70 million new loans and added 4.70 million customers. The management revised AUM growth guidance at 24-25% for FY2026, slightly downward from the earlier range of 25-27% driven by mortgage, MSME and unsecured (calibrated growth).
- **Stable NIM outlook:** NII was slightly below estimates by 0.7% at Rs. 9,807 crore (growth of 22.4% y-o-y/4.5% q-o-q) due to lower yield on AUM. NIM at 9.42% (as a percentage of AUM), was almost in line with estimates. However, it dropped by 28/1 bps (y-o-y/q-o-q). The company revised pricing in select unsecured businesses, the impact is expected to be offset by lower cost of fund (10-15 bps). We expect marginal improvement in NIMs.
- **Credit cost and asset quality outlook:** Credit cost (as % of AUM) above estimates by 21 bps to 2.24%. It was also up by 65/18 bps (y-o-y/q-o-q) as company conducted annual refresh of ECL model. The redevelopment resulted in an additional ECL provision of Rs. 359 crore, primarily on Stage 1 assets. Credit cost guidance stand at 1.85-1.95% for FY26. GS-3/NS-3 dropped by 10/2 bps q-o-q to 0.96%/0.44%. The company has started seeing improvement in early vintages across all portfolios. Asset quality outlook is stable.

Results (Consolidated) Rs cr

Particulars	Q4FY25A	QFY24	Q3FY25	Y-o-Y (%)	Q-o-Q (%)
Interest Earned	16,359	13,230	15,768	23.7	3.7
Interest Expended	6,552	5,217	6,386	25.6	2.6
NII	9,807	8,013	9,383	22.4	4.5
Other Income	2,110	1,696	2,290	24.4	-7.9
Total Income	11,917	9,709	11,673	22.7	2.1
Operating Expenditures	3,949	3,303	3,867	19.6	2.1
Pre- Prov Operating Profit	7,968	6,406	7,806	24.4	2.1
P&C	2,329	1,310	2,043	77.8	14.0
PBT	5,639	5,096	5,762	10.6	-2.1
Tax	1,102	1,281	1,457	-14.0	-24.4
Net Profit	4,546	3,825	4,308	18.8	5.5
AUM	4,16,661	3,30,615	3,98,043	26.0	4.7

Source: Company; Mirae Asset Sharekhan Research

Outlook and Valuation

■ Sector View – Large opportunity pool, improving outlook & policy tailwinds

NBFCs have become important constituents of India's financial sector and have been recording higher credit growth than scheduled commercial banks (SCBs) over the past few years. They continue to leverage their superior understanding of regional dynamics and customised products and services to expedite financial inclusion. Systemically-important NBFCs have demonstrated agility, innovation and frugality to provide formal financial services to millions of Indians. FY25 has been a tough year for NBFCs due to margin pressures, a moderation in disbursement growth and elevated credit costs. Regulatory pressures also weighed on the sector, marked by higher risk weights on unsecured personal loans & bank term loans to NBFCs. The regulator's clear focus was on ensuring long-term stability. We see the operational landscape for NBFCs improving in FY26E, which will support healthy loan growth and gradual improvement in asset quality led by a change in the monetary policy, improving system wide liquidity, stress peaking out in unsecured retail loans, relaxation in norms in terms of lowering risk weights for bank finance to NBFCs and microfinance loans. Since January 2025, the RBI has injected nearly Rs. 8.25 lakh crore into the banking system through a mix of open market bond purchases, variable rate repo operations, swaps and liquidity-enhancing measures. Some NBFCs have also asserted that the underlying environment seems to be improving. We see a lot of value in the NBFC sector, given that they will continue to offer healthy loan growth at reasonable valuations. Operating performance is expected to improve, and asset quality stress will also ease by H1FY26.

■ Company Outlook – Remain constructive on franchise

Bajaj Finance continues to derive benefits from a diverse loan portfolio, wide distribution network, effective execution and a strong management team. BAF has significantly strengthened its technology, digital platforms and product offerings. The management expects a 24-25% AUM growth driven by existing and new businesses, along with stable margin, and peaking out stress. It is leading player in the NBFC space which is expected to get benefit of policy tailwinds in the short term and of strong portfolio with wide network in the medium to long term.

■ Valuation – Maintain Buy with unchanged PT of Rs. 10,500

Net earnings in line for Q4. We expect AUM/PAT CAGR of 25% each for FY25-27. Slight uptick in margin, improvement in cost to Income by 50 bps in FY26, stable asset quality, lower credit cost are expected to offset impact of lower growth in other income (13-15%) in FY26 from 28.3% in FY25). Overall, growth is expected to translate into the strong return ratios, RoA/RoE >4%/>20% in FY27E. The stock has outperformed Bank Nifty by 20%/17% YTD/12-month basis. We remain assertive for medium to long term prospective, hence we retain a Buy with an unchanged PT of Rs. 10,500. At CMP, the stock trades at 4.6x/3.9x/ FY2026E/FY2027E BV estimates.

Peer valuation

Particulars	CMP (Rs / Share)	MCAP (Rs Cr)	P/E(x)		P/BV(x)		RoA (%)		RoE (%)	
			FY26E	FY27E	FY26E	FY27E	FY26E	FY27E	FY26E	FY27E
Bajaj Finance	8,636	536,650	25.5	20.4	4.6	3.9	4.1	4.1	20.0	20.9
Cholamandalam Investment and Finance Company	1,492	1,25,464	22.2	17.2	4.1	3.3	2.5	2.7	20.7	21.3

Source: Company; Mirae Asset Sharekhan Research

About company

BAF is one of India's largest and well-diversified NBFC. The company provides loans for two wheelers, consumer durables, housing, SME & MSME businesses etc. BAF undertook business and organisational restructuring in FY2008 and re-defined small business loans and consumer financing as its key niches. BAF has an AUM of ~Rs 4.0 lakh crore at of December 2025, serves more than 97.12 million clients and offers a wide range of lending services to retail, SME and commercial customers across urban and rural India. BAF continues to be the largest consumer durables lenders in India. As a business entity, BAF continues to deliver steady performance and superior asset-quality performance.

Investment theme

BAF enjoys a dominant position in the retail finance space. BAF's dominance in the market is seen in its consistent growth and steady operational performance that has been maintained by the company across cycles. Superior asset quality is indicative of the company's high focus on risk management and robust credit underwriting capability and collections.

Key Risks

Intensifying competition in retail lending space; Asset quality risk; Regulatory headwinds.

Additional Data

Key management personnel

Name	Designation
Mr. Rajeev Jain	Managing Director (Vice Chairman)
Mr. Anup Saha	Deputy MD
Mr. Sandeep Jain	CFO

Source: Company Website

Top 10 shareholders

Sr. No.	Holder Name	Holding (%)
1	Bajaj Finserv Ltd	51.39
2	Maharashtra Scooters Ltd	3.05
3	Life Insurance Corp of India	2.77
4	Republic of Singapore	2.55
5	SBI Funds Management Ltd	2.37
6	Vanguard Group Inc/The	1.85
7	Blackrock Inc	1.60
7	FMR LLC	1.07
9	Axis Asset Management Co Ltd/India	1.06
10	UTI Asset Management Co Ltd	1.01

Source: Bloomberg

MIRAE ASSET Sharekhan

Cholamandalam Investment and Finance Company Ltd

Mixed bag Q4, eyeing stable outlook

NBFC	Sharekhan code: CHOLAFIN
Reco/View: Buy ↔	CMP: Rs. 1,492
	Price Target: Rs. 1,720 ↑

↑ Upgrade ↔ Maintain ↓ Downgrade

3R MATRIX	+	=	-
Right Sector (RS)	✓		
Right Quality (RQ)	✓		
Right Valuation (RV)		✓	

+ Positive = Neutral – Negative

What has changed in 3R MATRIX

	Old		New
RS		↔	
RQ		↔	
RV		↔	

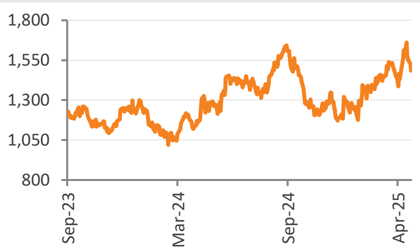
Company details

Market cap:	Rs. 1,25,712 cr
52-week high/low:	Rs. 1,683 / 1,068
NSE volume: (No of shares)	19.7 lakh
BSE code:	511243
NSE code:	CHOLAFIN
Free float: (No of shares)	42.0 cr

Shareholding (%)

Promoters	49.9
FII	28.2
DII	15.5
Others	6.4

Price chart



Source: NSE India, Mirae Asset Sharekhan Research

Price performance

(%)	1m	3m	6m	12m
Absolute	-2.0	16.5	16.9	13.7
Relative to Sensex	-8	13	16	9

Source: Mirae Asset Sharekhan Research, Bloomberg

Summary

- Net earnings beat estimates on lower opex (11.0% y-o-y /1.0% q-o-q) and strong AUM growth of 26.9% despite higher credit cost.
- However, disbursements witnessed slower growth. AUM grew by 26.9% y-o-y / 5.8% q-o-q.
- AUM is expected to grow at 20-25% in FY26 led by non-vehicle businesses (30%) and the vehicle finance (VF) business (20%). The key risk for total AUM guidance is disbursement growth of VF segment which is based on good monsoons, reported weak growth in the past 3-4 quarters.
- Asset quality improved q-o-q driven by VF and LAP businesses. However, new business witnessed deterioration. GS-3/NS-3 at 2.81%/1.54%, down by 10/11 bps q-o-q. Overall, the outlook is stable. Stock trades at 4.1x/3.3x its FY26E/FY27E BV estimates. We maintain a Buy rating with a revised PT of Rs. 1,720.

Net earnings above estimates despite higher credit cost. NII grew robustly by 29.8%/5.8% (y-o-y/q-o-q) to Rs. 3,056 crore. It was almost in line with estimates. NIMs up 15 bps y-o-y and was flat on q-o-q at 6.62% (as a percentage of AUMs). However, it lagged estimates by 7 bps due to lower-than-expected yield on the portfolio. Other income grew by 25.9%/7.5% (y-o-y/q-o-q) to Rs. 703 crore driven by upfront assignment income, also above estimates by 10.7%. Opex below estimates by 8.8% to Rs. 1,427 crore (up by 11% y-o-y and 1.0% q-o-q) driven by lower growth in other opex. Management stated that it is expected to remain elevated at ~3%-3.1% of assets for the next two-three years due to branch expansion in gold loans, investment on technologies and geographical expansion. PPOP above estimates by 8.9% to Rs. 2,332 crore due to growth in OI and lower opex. Credit cost (as % of AUM) above estimates by 22 bps to 1.35% (up by 83 bps and down by 17 bps q-o-q) driven by CSEL, SBPL and SME.. Management has guided credit cost at 1.3% for FY2026, lower by 10 bps from FY25, led by the VF business. Strong PPOP growth led for expansion in net earnings by 19.7%/16.6% (y-o-y/q-o-q) despite higher credit cost. Broadly, it was in line with our estimates at Rs. 1,267 crore. Asset quality improved on q-o-q driven by VF and LAP businesses however HL, CSEL, SBPL and SME witnessed deterioration. GS-3 at 2.81% (down by 10 bps q-o-q and up by 33 bps y-o-y) while NS-3 at 1.54%, down by 1/11 bps (y-o-y/q-o-q). Disbursement witnessed slow growth of 6.6% and 2.4% (y-o-y/q-o-q) caused by drop in new businesses, and slow growth in the VF business (11.3%). AUM was almost in line with at Rs. 184,746 crore, growing by 26.9% y-o-y and 5.8% q-o-q.

Key positives

- Opex/AUM at 3.1% dropped by 44/15 bps (y-o-y/q-o-q).
- Asset quality improved for VF and LAP business on quarterly basis.

Key negatives

- Disbursements saw a slow growth of 6.6% and 2.4% (y-o-y/q-o-q) caused by drop in new businesses (-5%), and slow growth in VF business (11.3%). The company is running down the fintech originated book in CSEL, leading to moderation in overall disbursements.
- Credit cost (as a % of AUM) above estimates by 22 bps to 1.35% (up by 83 bps and down by 17 bps q-o-q) driven by new businesses. However, the management has guided credit cost at 1.3% for FY2026, lower by 10 bps from FY25 levels.

Management Commentary

- Management revised AUM growth guidance slightly lower to ~20-25% in FY26 (from earlier guidance of 25-26%). VF business growth is expected at 20% and disbursement growth at 15% which is based on good monsoon, if any changes in the monsoon would impact growth guidance. The market share in LCV, higher growth in tractor/rural segments and two-wheelers will be the key drivers. Non-vehicle business AUM is expected to grow by 30% while disbursement would grow by 25% from a weak/muted growth reported in the recent quarter. LAP is expanded across the country, and hence, disbursement and loan growth are largely between 25-30% and likely to continue.
- The company launched gold loan products and it is likely to open 120 branches in southern and eastern India in Q1FY26. It is expected to benefit with cross selling as it has 45 mn customers. They aim to reach Rs.1,000/Rs. 2,000 crore gold AUM by FY26. Besides, they are also planning to launch a consumer durable finance business.
- Opex to AUM ratio is expected to remain at elevated level at 3.0/3.1% in FY26 due to expansion in the gold loan segment, investment in technologies and geographical expansion.
- Credit cost guidance has been lowered by 10 bps to 1.3% for FY26 from FY25 level, led by the business.

Our Call

Valuation – Maintain BUY with a revised PT of Rs. 1,720: CIFC delivered above-estimate growth in net earnings for Q4FY25. We expect NIM expansion in a declining rate environment led by vehicle finance in FY26E. Overall, NIM is expected to improve by 10-15 bps along with reduction in credit cost by 10 bps in FY26. Asset quality outlook is improving for the VF business, and we have a cautious view for new businesses. However, we take comfort from the company's historic execution track record on the asset-quality front. In past business cycles, it has performed well. The company remains the best play on execution of a multi-product model with strength in one segment/matrix offsetting weakness in the other one besides launching gold loan and consumer durable loans. Overall, we expect AUM/PAT CAGR of 22.5/30.0% for FY25-27 and RoA/RoE of 21.3%/2.7% in FY27. The stock trades at 4.1x/3.3x its FY2026E/FY2027E BV estimates. We maintain a Buy rating with a revised PT of Rs. 1,720.

Key Risks

Asset quality challenges in new businesses may put continued pressure on credit cost, slow disbursement growth in VF business may impact on overall AUM guidance.

Valuation (Standalone) Rs cr

Particulars	FY23	FY24	FY25	FY26E	FY27E
NII	6,334	8,383	11,229	14,390	17,798
PAT	2,666	3,423	4,259	5,658	7,322
EPS (Rs.)	32.5	40.7	50.5	67.1	86.9
P/E (x)	46.0	36.6	29.5	22.2	17.2
P/BV (x)	8.6	6.4	5.3	4.1	3.3
RoA	2.7	2.5	2.4	2.5	2.7
RoE	20.5	20.2	19.7	20.7	21.3

Source: Company; Mirae Asset Sharekhan estimates

Key result highlights

- **AUM Growth:** It grew 26.9%/5.8% (y-o-y/q-o-q) to Rs. 184,746 crore driven by new businesses. Disbursements witnessed slow growth of 6.6% and 2.4% (y-o-y/q-o-q) caused by drop in newer businesses, and slow growth in the VF business (11.3%). However, LAP witnessed robust growth of 28.7%/31.7% (y-o-y/q-o-q) to Rs. 5,539 crore. Management revised AUM growth guidance at ~20-25% in FY26 from earlier guidance of 25%. VF business growth is expected at 20% and disbursement growth at 15% which is based on good monsoon, if any changes in the monsoon would impact growth guidance. The market share in LCVs, higher growth in tractor/rural segments and two-wheelers will be the key drivers. Now vehicle business is expected to drive AUM growth guidance with expected growth of 30% in FY26.
- **Margin outlook:** NII grew ~29.8%/~5.8% (y-o-y/q-o-q) due to AUM growth and rise of yield on AUM. NIM (calculated as a percentage of average AUM) stood at 6.62% up by 14.6 bps (y-o-y) due to higher expansion in yield on portfolio than cost of funds. Bulk of CIFC's portfolio is fixed, and a repo rate cut would drive up NIM. We expect NIM at 7.0% for FY2026 and 7.1% for FY2027.
- **Opex outlook:** Opex was below estimates by 8.8% to Rs. 1,427 crore (up by 11.0% y-o-y and 1.0% q-o-q) driven by lower growth in other opex. Management stated that it is expected to remain elevated at ~3%-3.1% of assets for the next two-three years due to branch expansion in the gold loan, investment on technology and geographical expansion. The company launched gold loan products and expects to open 120 branches in Q1FY26. Hence, it needs investment for expansion.
- **Asset quality improved q-o-q, yet still elevated y-o-y:** Credit cost (as % of AUM) was up by 83 bps and down by 17 bps q-o-q at 1.35% driven by CSEL, SBPL and SME (new businesses). Management has guided credit cost at 1.3% for FY2026, lower by 10 bps from FY25 level driven by vehicle finance business. Asset quality improved on q-o-q driven by VF and LAP businesses however the home loan, CSEL, SBPL and SME witnessed deterioration. GS-3 at 2.81% (down by 10 bps q-o-q and up by 33 bps y-o-y) while NS-3 at 1.54%, down by 1/11 bps (y-o-y/q-o-q).

Results (Standalone) Rs cr

Particulars	Q4FY24	Q3FY25	Q4FY25	Y-o-Y (%)	Q-o-Q (%)
Interest Earned	4,934	6,159	6,418	30.1	4.2
Interest Expended	2,579	3,272	3,362	30.4	2.8
NII	**2,355**	**2,887**	**3,056**	**29.8**	**5.8**
Other Income	558	654	703	25.9	7.5
Total Income	**2,913**	**3,541**	**3,758**	**29.0**	**6.2**
Operating Expenditures	1,285	1,413	1,427	11.0	1.0
PPOP	**1,628**	**2,128**	**2,332**	**43.2**	**9.6**
P&C	191	664	625	227.7	-5.8
PBT	1,437	1,464	1,706	18.7	16.6
Tax	379	377	440	16.0	16.6
Net Profit	**1,058**	**1,087**	**1,267**	**19.7**	**16.6**
AUM	**1,45,572**	**1,74,566**	**1,84,746**	**26.9**	**5.8**
Disbursements	24,785	25,806	26,417	6.6	2.4

Source: Company; Mirae Asset Sharekhan Research

Outlook and Valuation

■ Sector Outlook – Large opportunity, policy tailwinds benefits to the sector in the short term

NBFCs continue to leverage their superior understanding of regional dynamics and customised products and services to expedite financial inclusion. Systemically important NBFCs have demonstrated agility, innovation and frugality to provide formal financial services to millions of Indians. FY25 has been a tough year for NBFCs due to margin pressure, moderation in disbursement growth and elevated credit costs. Regulatory pressures also weighed on the sector, marked by higher risk weights on unsecured personal loans & bank term loans to NBFCs. The regulator's clear focus was on ensuring long-term stability. We see the operational landscape for NBFCs improving in FY26E, which will support healthy loan growth and gradual improvements in asset quality led by a change in the monetary policy, improving system wide liquidity, stress peaking out in unsecured retail loans, relaxation in norms in terms of lowering risk weights for bank finance to NBFCs and microfinance loans. Since January 2025, the RBI has injected nearly Rs. 8.25 lakh crore into the banking system through a mix of open market bond purchases, variable rate repo operations, swaps and liquidity-enhancing measures. Some NBFCs have also asserted that the underlying environment seems to be improving. We see a lot of value in the NBFC sector, given that they will continue to offer healthy loan growth at reasonable valuations. Operating performance is expected to improve, and asset quality stress will also ease by H1FY26. NBFCs with a diverse product offering, strong asset-liability management, robust liquidity buffers, strong risk management framework, and healthy liability franchises have ample growth opportunities and are well placed.

■ Company Outlook – Attractive franchise

CIFC is a well-placed and diversified NBFC, as demonstrated by its superior performance across economic cycles. The management has strong experience in the business. The company focused on the vehicle finance business, besides has diversified in to the home loan/LAP/SME. Further, it is planning to introduce consumer and gold loan business. The company has been expanding in the existing geographies and new geographies, adding branches and manpower. Robust collection mechanism aided by a strong credit risk assessment framework has helped it to navigate past business cycles and would enable it to navigate in the future. The company is likely to deliver a consistently sustainable RoE of ~20%. We are confident about the longevity of the franchise and best-in-class management in terms of execution capabilities and strong governance.

■ Valuation – Maintain BUY with a revised PT of Rs. 1,720

Cholamandalam Finance delivered above-estimate growth in net earnings for Q4FY25. We expect NIM expansion in a declining rate environment led by vehicle finance in FY26E. Overall, NIM is expected to improve by 10-15 bps along with reduction in credit cost by 10 bps in FY26. Asset quality outlook is improving for the VF business, and we have a cautious view for new businesses. However, we take comfort from the company's historic execution track record on the asset-quality front. In past business cycles, it has performed well. The company remains the best play on execution of a multi-product model with strength in one segment/matrix offsetting weakness in the other one besides launching gold loan and consumer durable loans. Overall, we expect AUM/PAT CAGR of 22.5/30.0% for FY25-27 and RoA/RoE of 21.3%/2.7% in FY27. The stock trades at 4.1x/3.3x its FY2026E/FY2027E BV estimates. We maintain a Buy rating with a revised PT of Rs. 1,720.

Peer valuation

Particulars	CMP (Rs / Share)	MCAP (Rs Cr)	P/E (x)		P/B (x)		RoE (%)		RoA (%)	
			FY25E	FY26E	FY25E	FY26E	FY25E	FY26E	FY25E	FY26E
Cholamandalam	1,492	1,25,712	22.2	17.2	4.1	3.3	20.7	21.3	2.5	2.7
M&M Finance	262	32,300	10.7	8.9	1.5	1.3	14.7	15.5	2.1	2.2

Source: Company; Mirae Asset Sharekhan Research

MIRAE ASSET Sharekhan

About company

CIFC was incorporated in 1978 as the financial services arm of the Murugappa Group. CIFC commenced business as an equipment financing company; and today, the company has emerged as a comprehensive financial services provider offering vehicle finance, home equity loans, home loans, consumer loans, SME loans, wealth management, stock broking, and a variety of other financial services to customers.

Investment theme

CIFC is a leading vehicle financier diversifying its product segments. The management is well experienced in the business. A strong collection mechanism and rigorous risk-management practices provide comfort, reflected in its pristine asset quality. We believe while the vehicle financing business will continue to be the mainstay for the company, home equity (LAP) has also been a significant contributor to the company's growth. The home loans segment has great potential to be built into a solid portfolio over the long term, considering the expertise of the company in handling typical customer profiles along with the new consumer and SME business.

Key Risks

Asset quality challenges in new businesses may put continued pressure on credit cost, slow disbursement growth in VF business may impact on overall AUM guidance.

Additional Data

Key management personnel

Name	Designation
Vellayan Subbiah	Chairman
Ravindra Kumar Kundu	MD
Arul Selvan	CFO

Source: Company Website

Top 10 shareholders

Sr. No.	Holder Name	Holding (%)
1	CHOLAMANDALAM FINANCIAL HOLDINGS	44.34
2	Capital Group Cos Inc/The	4.84
3	Ambadi Investments Ltd	4.01
4	Axis Asset Management Co Ltd/India	2.37
5	Vanguard Group Inc/The	2.01
6	New World Fund Inc	1.86
7	Blackrock Inc	1.77
8	Norges Bank	1.63
9	SBI Funds Management Ltd	1.62
10	SMALLCAP World Fund Inc/Fund Paren	1.31

Source: Bloomberg

Stock Update

Result Update

MIRAE ASSET Sharekhan

Federal Bank Ltd

Mixed bag Q4

Banks	Sharekhan code: FEDERALBNK
Reco/View: Buy ↔	CMP: Rs. 197
Price Target: Rs. 220 ↔	

↑ Upgrade ↔ Maintain ↓ Downgrade

Summary

- Core operating profit growth declined 3% q-o-q, led by weak NII and higher opex however earnings were better than estimates mainly led by lower credit cost driven by a lumpy recovery in corporate loans.
- Loan growth was modest at 12% y-o-y/2% q-o-q, while deposit growth improved sharply by 6% q-o-q led by some seasonal flows. Bank is expecting better loan growth in FY26E over FY25 with faster growth in mid-yielding segment and a gradual pick-up in high yielding segment.
- Asset quality improved led by higher recoveries and contained slippages. The bank guided that credit card/personal loan portfolio has stablised but MFI would stablise over the next few quarters. Credit cost guidance remains at 40-45 bps of average loans.
- We remain assertive from a medium to long-term perspective and thus maintain buy rating on the stock with an unchanged PT of Rs. 220. Stock trades at 1.3x /1.2x its FY2026E/ FY2027E BV estimates.

3R MATRIX

	+	=	-
Right Sector (RS)	✓		
Right Quality (RQ)	✓		
Right Valuation (RV)	✓		

\+ Positive = Neutral – Negative

What has changed in 3R MATRIX

	Old		New
RS		↔	
RQ		↔	
RV		↔	

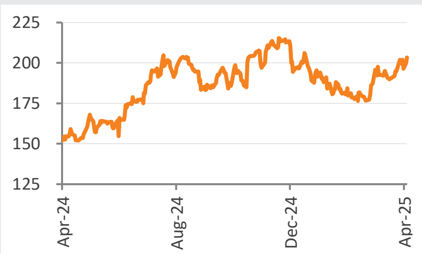
Company details

Market cap:	Rs. 48,265 cr
52-week high/low:	Rs. 217 / 148
NSE volume: (No of shares)	89.7 lakh
BSE code:	500469
NSE code:	FEDERALBNK
Free float: (No of shares)	244.3 cr

Shareholding (%)

Promoters	-
FII	26.3
DII	49.1
Others	24.7

Price chart



Source: NSE India, Mirae Asset Sharekhan Research

Price performance

(%)	1m	3m	6m	12m
Absolute	2.1	5.3	-3.4	20.9
Relative to Sensex	-3.5	0.8	-3.3	13.1

Source: Mirae Asset Sharekhan Research, Bloomberg

Q4FY25 numbers were a mixed bag. NII at Rs. 2,377 grew by 8% y-o-y/ down 2% q-o-q. Net interest margin (NIMs) were stable, improved marginally by 1 bps q-o-q to 3.12% despite spreads under pressure (down 13 bps q-o-q. Bank guided that higher yield on investment book/ other earnings assets supported the NIMs. However, the outlook on NIMs is negative, optimising asset/lability mix will partly cushion NIMs. Core fee income grew by 29% y-o-y/ 6% q-o-q. Treasury gains were at Rs. 46 crore versus Rs. 100 crore q-o-q and Rs. 42 crore y-o-y. Other income (ex-treasury gains) at Rs. 160 crore versus Rs. 92 crore q-o-q and Rs. 60 crore y-o-y. Total operating expenses grew by 4% y-o-y/ 8% q-o-q. Cost to average assets stood at 2.2% versus 2.1% q-o-q led by higher branch expansion in Q4 and marketing expenses. Operating profit (PPoP) grew by 32% y-o-y mainly aided by core fee income and other income but was down 7% q-o-q. Provisions were lower at Rs. 138 crore (versus estimates of Rs 234 crore). Core credit cost stood at 25 bps annualised versus 60 bps q-o-q. Lower credit cost was primarily attributable to a large corporate recovery. PAT at Rs. 1,030 crore (above estimates mainly led by lower credit cost and marginally lower effective tax rate) grew 14% y-o-y/ 8% q-o-q. Net advances grew by 12% y-o-y/ 2% q-o-q. Retail advances grew by 14% y-o-y/ 1% q-o-q mainly led by LAP and CV/CE loans. Commercial banking book grew by 27% y-o-y/5% q-o-q while wholesale corporate loans grew by 8% y-o-y / 3% q-o-q. Overall, deposits grew by 12% y-o-y/ 6% q-o-q. CASA grew by 16% y-o-y/ 7% q-o-q mainly led by higher year end seasonal current account flows. The bank's CASA ratio stands at 30.2% versus 29.4% y-o-y. Term deposits grew by 11% y-o-y/ 6% q-o-q. The LDR was at 82.8% versus 86.5% q-o-q. Headline GNPA/ NNPA ratio improved q-o-q by 11 bps/ 5 bps at 1.84 %/ 0.44% led by higher recoveries and contained slippages. PCR improved to 76% versus 75% q-o-q. Slippage ratio was at 0.84% annualized versus 0.86% q-o-q. Net slippages were lower at Rs. 58 crore versus Rs.163 crore q-o-q led by higher recoveries. Restructured book stood at 0.6% of net loans versus 0.7% q-o-q.

Key positives

- Net slippages were negligible at 0.1% annualised in Q4FY25 resulting in lower credit cost.

Key negatives

- Core operating profit growth was weak (down 3% q-o-q) led by weak NII and higher opex.

Management Commentary

- Bank is guiding for better loan growth in FY26E over FY25 with faster growth in mid yielding segment and gradual pick up in high yielding segment.
- Bank highlighted that delinquencies in credit card/personal loan portfolio has stablised but MFI would stablise over the next few quarters. Secured assets are showing healthy trends. Slowdown in gold loans was primarily due to revised regulatory guidelines.
- Higher yield on investment book/ other earning assets supported NIMs but the outlook on NIMs is negative. Optimising asset/lability mix will partly cushion NIMs. The bank is positioning itself for medium term NIM improvement.
- Deposit mix improved with greater granularity. Focus is on accelerating CASA growth in sustained manner.
- Lower credit cost was attributable to a large corporate recovery. Quantum of corporate recovery was Rs. 110-115 crore during Q4FY25.

Our Call

Valuation – Maintain Buy on Federal Bank with an unchanged PT of Rs. 220: We acknowledge that there are no levers for RoA improvement in FY26 versus FY25 as outlook on NIMs is negative. Opex would remain higher due to greater investments and credit cost would broadly mirror with FY25 however bank is expecting better loan growth in FY26E over FY25 with faster growth in mid yielding segment and gradual pick up in high yielding segment. The bank remains committed to improve risk adjusted returns over the medium term led by identified levers thus we remain assertive from a medium to long-term perspective. It will take few quarters for the bank to reflect the execution but as and when operating metrics starts to converge on guided path gradually, we would see a re-rating. Medium-term outlook remains positive with a focus on sustainable growth and improved profitability. At CMP, the stock trades at 1.3x / 1.2x its FY2026E/ FY2027E BV estimates.

Key Risks

An economic slowdown can lead to slower loan growth and higher-than-anticipated credit cost; slower growth in retail deposits; and lower margins.

Valuation (Standalone) Rs cr

Particulars	FY23	FY24	FY25	FY26E	FY27E
Net Interest Income	7,232	8,293	9,468	10,259	11,481
Net profit	3,011	3,721	4,052	4,183	4,701
EPS (Rs.)	14.1	15.3	16.5	16.9	18.8
P/E (x)	13.9	12.8	11.9	11.6	10.4
P/BV (x)	1.9	1.6	1.4	1.3	1.2
RoE	14.9	14.7	13.0	11.9	12.1
RoA	1.3	1.3	1.2	1.1	1.1

Source: Company; Mirae Asset Sharekhan estimates

Results (Standalone) **Rs cr**

Particulars	4QFY25	4QFY24	3QFY25	Y-o-Y (%)	Q-o-Q (%)
Interest Inc.	6,648	5,978	6,809	11%	-2%
Interest Expenses	4,271	3,783	4,377	13%	-2%
Net Interest Income	**2,377**	**2,195**	**2,431**	**8.3%**	**-2.2%**
NIM (%)	3.12	3.21	3.11		
Core Fee Income	800	620	756	29.0%	5.8%
Other Income	206	134	160	54%	29%
Net Income	**3,383**	**2,949**	**3,348**	**15%**	**1%**
Employee Expenses	784	887	783	-12%	0%
Other Opex	1,134	952	995	19%	14%
Total Opex	**1,918**	**1,839**	**1,778**	**4%**	**8%**
Cost to Income Ratio	56.7%	62.3%	53.1%		
Pre Provision Profits	**1,465**	**1,110**	**1,569**	**32%**	**-7%**
Provisions & Contingencies - Total	138	-95	292	-246%	-53%
Profit Before Tax	**1,327**	**1,205**	**1,277**	**10%**	**4%**
Tax	297	299	322	-1%	-8%
Effective Tax Rate	22%	25%	25%		
Reported Profits	**1,030**	**906**	**955**	**14%**	**8%**
Basic EPS (Rs)	4.2	3.7	3.9	13%	8%
Diluted EPS (Rs)	4.2	3.7	3.9	13%	8%
RoA (%)	1.2	1.2	1.2		
Advances	**2,34,836**	**2,09,403**	**2,30,370**	**12.1%**	**1.9%**
Deposits	**2,83,647**	**2,52,534**	**2,66,375**	**12.3%**	**6.5%**
Gross NPA	**4,376**	**4,529**	**4,553**	**-3%**	**-4%**
Gross NPA Ratio (%)	1.84	2.13	1.95		
Net NPA	**1,040**	**1,255**	**1,131**	**-17%**	**-8%**
Net NPAs Ratio (%)	0.44	0.6	0.49		
PCR - Calculated	**76.2%**	**72.3%**	**75.2%**		

Source: Company; Mirae Asset Sharekhan Research

Outlook and Valuation

■ Sector Outlook – Deposit mobilisation, NIMs and asset quality to be in focus

Deposit mobilisation and asset quality to be in focus. System credit growth is slowing and has declined to ~11.4% y-o-y from 16.4% in FY2024 as per the latest fortnight data, driven by slower deposit growth, slowdown in unsecured retail segment and a high credit-deposit ratio. Deposit growth at 10.3% is lagging loan growth and stays rangebound at 10-12%. Moreover, deposit growth is mainly led by time deposits rather than CASA deposits. Margins are expected to be under pressure due to the elevated cost of term deposits, while a lower interest rate cycle will lead to yield pressure. Overall, asset quality outlook is stable to positive for the sector, except for the unsecured retail loans and MFI segment. We believe that banks with a robust capital base, strong asset quality, and healthy retail deposit franchises are well-placed to capture growth opportunities.

■ Company Outlook – Focus on improving risk adjusted returns

With a change in management, the bank has identified key areas for improvement (NIMs and CASA) and is implementing strategy to address them. While short-term adjustments may be necessary, the medium-term outlook remains positive with a focus on sustainable growth and improved profitability.

■ Valuation – Maintain Buy on Federal Bank with an unchanged PT of Rs. 220

We acknowledge that there are no levers for RoA improvement in FY26 versus FY25 as outlook on NIMs is negative. Opex would remain higher due to greater investments and credit cost would broadly mirror with FY25 however bank is expecting better loan growth in FY26E over FY25 with faster growth in mid yielding segment and gradual pick up in high yielding segment. The bank remains committed to improve risk adjusted returns over the medium term led by identified levers thus we remain assertive from a medium to long-term perspective. It will take few quarters for the bank to reflect the execution but as and when operating metrics starts to converge on guided path gradually, we would see a re-rating. Medium-term outlook remains positive with a focus on sustainable growth and improved profitability. At CMP, the stock trades at 1.3x / 1.2x its FY2026E/ FY2027E BV estimates.

Peer valuation

Particulars	CMP (Rs / Share)	MCAP (Rs Cr)	P/E (x)		P/B (x)		RoE (%)		RoA (%)	
			FY26E	FY27E	FY26E	FY27E	FY26E	FY27E	FY26E	FY27E
Federal Bank	197	48,265	11.6	10.4	1.3	1.2	11.9	12.1	1.1	1.1
IndusInd Bank	833	64,895	9.1	7.0	0.9	0.8	10.1	11.7	1.2	1.4

Source: Company; Mirae Asset Sharekhan Research

About company

Federal Bank is a private-sector bank headquartered in Aluva, Kerala. The bank operates in four segments: treasury operations, wholesale banking, retail banking, and other banking operations. The bank has 1,589 branches and has its representative offices in Abu Dhabi and Dubai and an IFSC Banking Unit (IBU) in Gujarat International Finance Tec-City (GIFT City).

Investment theme

Federal Bank is evolving as a strong business franchise. Diversified loan mix and low share of unsecured book renders ability to continue grow/RoE momentum without seeing large earnings volatility. The bank has identified key areas for improvement (NIMs and CASA) and is implementing strategy to address them. While short-term adjustments may be necessary, the medium-term outlook remains positive with a focus on sustainable growth and improved profitability.

Key Risks

An economic slowdown can lead to slower loan growth and higher-than-anticipated credit cost; slower growth in retail deposits; and lower margins than expected.

Additional Data

Key management personnel

Name	Designation
KVS Manian	Managing Director and CEO
Harsh Dugar	Executive Director
V. Venkateshwaran	CFO

Source: Company Website

Top 10 shareholders

Sr. No.	Holder Name	Holding (%)
1	HDFC Asset Management Co Ltd	7.04
2	International Finance Corp	3.81
3	Life Insurance Corp of India	3.58
4	Franklin Resources Inc	3.24
5	Kader Yusuffali M V A	3.12
6	Nippon Life India Asset Management	2.79
7	Fund Rock Management Co SA	2.76
8	Mirae Asset Financial Group	2.58
9	Axis Asset Management Co Ltd/India	2.57
10	Kotak Mahindra Asset Management Co	2.35

Source: Bloomberg

Understanding the Mirae Asset Sharekhan 3R Matrix

Right Sector	
Positive	Strong industry fundamentals (favorable demand-supply scenario, consistent industry growth), increasing investments, higher entry barrier, and favorable government policies
Neutral	Stagnancy in the industry growth due to macro factors and lower incremental investments by Government/private companies
Negative	Unable to recover from low in the stable economic environment, adverse government policies affecting the business fundamentals and global challenges (currency headwinds and unfavorable policies implemented by global industrial institutions) and any significant increase in commodity prices affecting profitability.
Right Quality	
Positive	Sector leader, Strong management bandwidth, Strong financial track-record, Healthy Balance sheet/cash flows, differentiated product/service portfolio and Good corporate governance.
Neutral	Macro slowdown affecting near term growth profile, Untoward events such as natural calamities resulting in near term uncertainty, Company specific events such as factory shutdown, lack of positive triggers/events in near term, raw material price movement turning unfavourable
Negative	Weakening growth trend led by led by external/internal factors, reshuffling of key management personal, questionable corporate governance, high commodity prices/ weak realisation environment resulting in margin pressure and detoriating balance sheet
Right Valuation	
Positive	Strong earnings growth expectation and improving return ratios but valuations are trading at discount to industry leaders/historical average multiples, Expansion in valuation multiple due to expected outperformance amongst its peers and Industry up-cycle with conducive business environment.
Neutral	Trading at par to historical valuations and having limited scope of expansion in valuation multiples.
Negative	Trading at premium valuations but earnings outlook are weak; Emergence of roadblocks such as corporate governance issue, adverse government policies and bleak global macro environment etc warranting for lower than historical valuation multiple.

Source: Mirae Asset Sharekhan Research

Research Coverage/Universe (STOCKS UPDATES / VIEWPOINTS)

AUTOMOBILES
1. Alicon Castalloy Ltd
2. Amara Raja Energy & Mobility Ltd
3. Apollo Tyres Ltd
4. Ashok Leyland Ltd
5. Bajaj Auto Ltd
6. Balkrishna Industries Ltd
7. Bosch Ltd
8. Eicher Motors Ltd
9. Exide Industries Ltd
10. Gabriel India Ltd
11. Hero Motocorp Ltd
12. Lumax Auto Technologies Ltd
13. Mahindra & Mahindra Ltd
14. Maruti Suzuki India Ltd
15. Ramkrishna Forgings Ltd
16. Schaeffler India Ltd
17. Sundram Fasteners Ltd
18. Suprajit Engineering Ltd
19. Tata Motors Ltd
20. TVS Motor Ltd
21. Bharat Forge Ltd
22. Ceat Ltd
23. Cie Automotive India Ltd
24. Endurance Technologies Ltd
25. Escorts Kubota Ltd
26. Jamna Auto Industries Ltd
27. Landmark Cars Ltd
28. Rolex Rings Ltd
29. Sterling Tools Ltd
30. Subros Ltd
31. V.S.T. Tillers Tractors Ltd

BANKS & FINANCE
1. AU Small Finance Bank
2. Axis Bank Ltd
3. Bajaj Finance Ltd
4. Bajaj Finserv Ltd
5. Bajaj Holdings & Investment Ltd
6. Bank Of Baroda
7. Bank Of India
8. Can Fin Homes Ltd
9. Cholamandalam Investment And Finance Company Ltd
10. City Union Bank Ltd
11. Federal Bank Ltd
12. Hdfc Bank Ltd
13. Hdfc Life Insurance Co Ltd
14. Icici Bank Ltd
15. Icici Lombard General Insurance
16. Icici Prudential Life Insurance Company Ltd
17. Indusind Bank Ltd
18. Kotak Mahindra Bank Ltd
19. L&T Finance Holdings Ltd
20. Lic Housing Finance Ltd
21. Mahindra & Mahindra Financial Services Ltd
22. Max Financial Services Ltd
23. Nippon Life Asset Management Ltd
24. Punjab National Bank
25. State Bank Of India
26. Five Star Business Finance Ltd
27. PNB Housing Finance Ltd

BUILDING MATERIALS
1. APL Apollo Tubes Ltd
2. Astral Ltd
3. Century Plyboards India Ltd
4. Dalmia Bharat Ltd
5. Grasim Industries Ltd
6. Greenlam Industries Ltd
7. JK Lakshmi Cement Ltd
8. Kajaria Ceramics Ltd
9. Pidilite Industries Ltd
10. Ramco Cements Ltd
11. Shree Cement Ltd
12. Supreme Industries Ltd
13. Ultratech Cement Ltd
14. Hindware Home Innovation Ltd
15. Hitech Pipes Ltd

CAPITAL GOODS / POWER
1. Amber Enterprises Ltd
2. Bharat Electronics Ltd
3. Blue Star Ltd
4. Carborundum Universal Ltd
5. Cesc Ltd
6. Coal India Ltd
7. Cummins India Ltd
8. Dixon Technologies India Ltd
9. Finolex Cables Ltd
10. Honeywell Automation India Ltd
11. Kalpataru Projects International Ltd
12. Kec International Ltd
13. Kei Industries Ltd
14. Ntpc Ltd
15. Polycab India Ltd
16. Power Grid Corp Of India Ltd
17. Ratnamani Metals & Tubes Ltd
18. Tata Power Company Ltd
19. Thermax Ltd
20. Triveni Turbine Ltd
21. Va Tech Wabag Ltd
22. V-Guard Industries Ltd
23. Dee Development Engineers Ltd
24. Garware Hi-Tech Films Ltd
25. Hindustan Aeronautics Ltd
26. Inox Wind Ltd
27. Isgec Heavy Engineering Ltd
28. Kirloskar Oil Engines Ltd
29. KSB Ltd
30. Symphony Ltd

CONSUMER GOODS
1. Asian Paints Ltd
2. Britannia Industries Ltd
3. Colgate Palmolive (India)
4. Dabur India Ltd
5. Emami Ltd
6. Godrej Consumer Products Ltd
7. Hindustan Unilever Ltd
8. Indigo Paints Ltd
9. Itc Ltd
10. Jyothy Laboratories Ltd
11. Marico Ltd
12. Nestle India Ltd
13. Radico Khaitan Ltd
14. Tata Consumer Products Ltd
15. Zydus Wellness Ltd
16. Mrs. Bectors Food Specialities Ltd
17. Varun Beverages Ltd

DISCRETIONARY CONSUMPTION
1. Aditya Birla Fashion And Retail Ltd
2. Bata India Ltd
3. Devyani International Ltd
4. Gokaldas Exports
5. Indian Hotels Co Ltd
6. Jubilant Foodworks Ltd
7. KPR Mill Ltd
8. PVR Inox Ltd
9. Relaxo Footwears Ltd
10. Restaurant Brands Asia
11. Titan Co Ltd
12. Trent Ltd
13. Welspun Living Ltd
14. Wonderla Holidays Ltd
15. Allied Blenders & Distillers Ltd
16. BSE Ltd
17. Carysil Ltd
18. Chalet Hotels Ltd
19. Himatsingka Seide Ltd
20. Iris Clothings Ltd
21. Lemon Tree Hotels Ltd
22. S. P. Apparels Ltd
23. Samhi Hotels Ltd
24. Saregama India Ltd
25. V2Retail Ltd
26. Zee Entertainment Enterprises Ltd

DIVERSIFIED / MISCELLANEOUS
1. Balrampur Chini Mills Ltd
2. Gateway Distriparks Ltd
3. JSW Steel Ltd
4. Mahindra Logistics Ltd
5. Moil Ltd
6. NMDC Ltd
7. Polyplex Corporation Ltd
8. Steel Authority Of India Ltd
9. TCI Express Ltd
10. Transport Corporation Of India Ltd
11. Triveni Engineering & Industries Ltd
12. Allcargo Gati Ltd
13. Welspun Corp Ltd

INFRASTRUCTURE / REAL ESTATE
1. KNR Constructions Ltd
2. Larsen & Toubro Ltd
3. Mahindra Lifespace Developers Ltd
4. PNC Infratech Ltd
5. Arvind Smartspaces Ltd
6. DLF Ltd
7. Equinox India Developments Ltd
8. Housing And Urban Development Corporation Ltd
9. Hindustan Construction Company Ltd
10. Hubtown Ltd
11. Macrotech Developers Ltd
12. Oberoi Realty Ltd
13. Power Finance Corporation Ltd
14. Puravankara Ltd
15. REC Ltd
16. Sunteck Realty Ltd

IT / IT SERVICES
1. Birlasoft Ltd
2. Coforge Ltd
3. HCL Technologies Ltd
4. Infosys Ltd
5. Intellect Design Arena Ltd
6. L&T Technology Services Ltd
7. LTIMindtree Ltd
8. Mastek Ltd
9. Niit Learning Systems Ltd
10. Persistent Systems Ltd
11. Tata Consultancy Services
12. Tech Mahindra Ltd
13. Wipro Ltd
14. Expleo Solutions Ltd
15. Protean eGov Technologies Ltd

OIL & GAS
1. Bharat Petroleum Corp Ltd
2. Castrol India Ltd
3. Gail India Ltd
4. Gujarat Gas Ltd
5. Gujarat State Petronet Ltd
6. Hindustan Petroleum Corp
7. Indian Oil Corp Ltd
8. Indraprastha Gas Ltd
9. Mahanagar Gas Ltd
10. Oil And Natural Gas Corporation Ltd
11. Oil India Ltd
12. Petronet Lng Ltd
13. Reliance Industries Ltd
14. Asian Oilfield Services Ltd

PHARMACEUTICALS
1. Abbott India Ltd
2. Aurobindo Pharma Ltd
3. Biocon Ltd
4. Cipla Ltd
5. Divi's Laboratories Ltd
6. Dr. Reddy's Laboratories
7. Granules India Ltd
8. Ipca Laboratories Ltd
9. Laurus Labs Ltd
10. Lupin Ltd
11. Sanofi India Ltd
12. Strides Pharma Science
13. Sun Pharmaceutical Indus
14. Torrent Pharmaceuticals Ltd
15. Zydus Lifesciences Ltd
16. Artemis Medicare Services Ltd
17. Caplin Point Laboratories Ltd

TELECOM & NEW MEDIA
1. Affle India Ltd
2. Bharti Airtel Ltd
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