


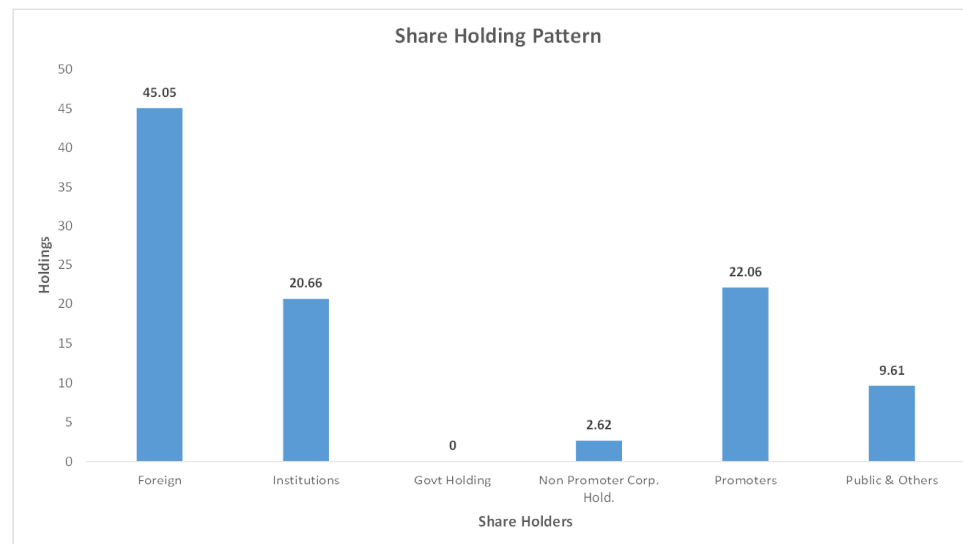
Research Report			
Yes Bank		<b>Recommendation</b> <b>Accumulate</b> <b>Current Market Price</b> <b>827</b> <b>Target</b> <b>1018</b> <b>Accumulation Price Band</b> <b>827-840</b> <b>Time Frame</b> <b>6 Months</b> <b>Derivatives Segment</b> <b>Yes</b>	
Industry :Banking			
Company Overview		Quick Glance	
<ul style="list-style-type: none"> <li>Incorporated in the year 2004 ,Yes Bank is fifth largest private sector Bank, which is an outcome of the professional entrepreneurship of its founder, Rana Kapoor.</li> <li>Yes Bank has steadily built a Corporate, Retail &amp; SME Banking franchise, Financial Markets, Investment Banking, Corporate Finance, Branch Banking, Business and Transaction Banking, and Wealth Management business lines across the country.</li> <li>Yes Bank has about 600 branches and about 1100 ATM's spread across the country.</li> </ul>		Share Capital ( Rs Cr ) 360.63 Market Cap ( Rs Cr ) 34,536.95 Face Value ( in Rs ) 10.00 52 Week High/ Low ( in Rs ) 908.95/433.50	
Industry Overview		Financials	
<ul style="list-style-type: none"> <li>The Indian banking sector assets has reached USD1.8 trillion in FY13 from USD1.3 trillion in FY10, with 72.7 per cent of it being accounted by the public sector.</li> <li>Total lending and deposits have increased at CAGR of 20.7 per cent and 19.7 per cent, respectively, during FY07-14 and are further poised for growth, backed by demand for housing and personal finance.</li> <li>Deposits have grown at a CAGR of about 19.7% to USD 1312 Billion in FY14 as against USD 489 Billion in FY06 mainly driven by strong growth in savings amid rising disposable income levels.</li> <li>The net NPA levels increased to 1.68 per cent in FY13 from 1.28 per cent in FY12, while private banks have maintained the ratio relatively stable at 0.52 per cent in FY13, compared to 0.46 per cent in FY12.</li> </ul>		EPS ( Rs ) 44.35 Book Value ( Rs ) 197.48 P/E 18.65 P/BV 4.19 ROE(%) 22.71 CAR ( % ) 14.40 Dividend Yeild ( % ) 1.09 Credit/Deposit Ratio(%) 74.98	
Key Highlights		Highlights	
<ul style="list-style-type: none"> <li>YES Bank has tied up with Payworld to distribute co-branded open loop prepaid cards to customers.</li> <li>Yes Bank intends to raise equity capital of US\$ 1 Bn,mostly via the sponsored ADR route as it looks to tap long term investors.</li> </ul>		Debt ( Rs Cr ) 21,314.29 Reserves ( Rs Crs ) 6,761.11 FII Holdings ( % ) 45.05 MF Holdings ( % ) 8.06 Free Float Market Capitaliation ( Rs Cr ) 26,888.52 Beta 1.94 Net NPA ( % ) 0.12 Avg Volume Per day ( no. of shares ) 3,415,406 Avg Volume Per Month ( no. of shares ) 83,276,448	
Key Risks			
<ul style="list-style-type: none"> <li>Lower than anticipated CASA movement can have an impact on NIM's.</li> <li>Deterioration in economic environment could result in lower than expected credit growth, which could hamper the growth prospect of the bank.</li> </ul>			

## Financial Highlights

Income Statement ( Annual )					
Particulars ( Rs Cr )	2014	2013	2012	2011	2010
Interest Earned	9981.35	8294	6307.35	4041.74	2369.71
Interest Expended	7265.09	6075.21	4691.72	2794.82	1581.76
<b>Net Interest Income</b>	<b>2,716.26</b>	<b>2,218.79</b>	<b>1,615.63</b>	<b>1,246.92</b>	<b>787.95</b>
Other Income	1721.58	1257.43	857.12	623.27	575.53
Operating Income	4,437.84	3,476.22	2,472.75	1,870.19	1363.48
Operating Expenses	1749.87	1334.54	932.53	679.81	500.15
<b>Pre Provision Profit</b>	<b>2,687.97</b>	<b>2,141.68</b>	<b>1,540.22</b>	<b>1,190.38</b>	<b>863.33</b>
Provisions and contingencies	361.69	215.95	90.21	98.21	136.84
<b>PBT</b>	<b>2326.28</b>	<b>1925.73</b>	<b>1450.01</b>	<b>1092.17</b>	<b>726.49</b>
<b>PAT</b>	<b>1617.78</b>	<b>1300.68</b>	<b>976.99</b>	<b>727.13</b>	<b>477.74</b>

Balance Sheet					
Particulars ( Rs Cr )	2014	2013	2012	2011	2010
Capital	360.63	358.62	352.99	347.15	339.67
Reserves	6761.11	5449.05	4323.65	3446.93	2749.88
Deposits	74192.02	66955.59	49151.7	45938.93	26798.56
Borrowings	21314.29	20922.15	14156.49	6690.91	4749.08
Other Liabilities and Provisions	6387.75	5418.72	5640.85	2583.07	1745.32
<b>Total Liabilities</b>	<b>109015.8</b>	<b>99104.13</b>	<b>73625.68</b>	<b>59006.99</b>	<b>36382.51</b>
Cash and Bank Balances with RBI	4541.57	3338.76	2332.54	3076.01	1995.31
Balances with Bank & Money at Call	1350.1	727	1253	419.96	677.94
Investments	40950.36	42976.04	27757.35	18828.84	10209.94
Advances	55632.96	46999.57	37988.64	34363.64	22193.12
Fixed Assets	293.47	229.55	177.1	132.43	115.47
Other Assets	6247.33	4833.21	4117.05	2186.11	1190.73
<b>Total Assets</b>	<b>109015.8</b>	<b>99104.13</b>	<b>73625.68</b>	<b>59006.99</b>	<b>36382.51</b>
<b>Contingent Liability</b>	<b>200992.98</b>	<b>247778.79</b>	<b>164125.51</b>	<b>136207.72</b>	<b>105778.93</b>

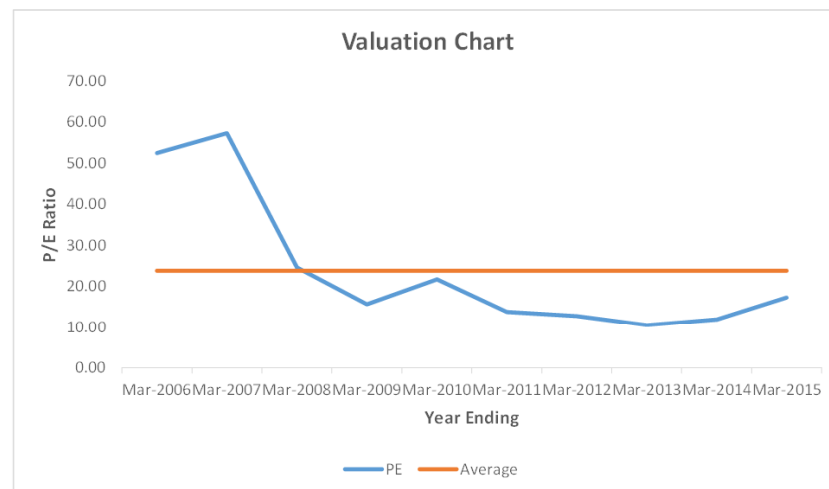
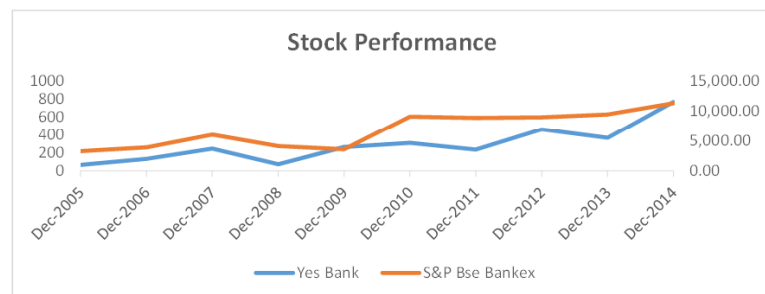
Income Statement ( Quarterly )								
Particulars ( Rs Cr )	2015				2014			
	Q4	Q3	Q2	Q1	Q4	Q3	Q2	Q1
Interest Earned	3088.39	2971.66	2832.35	2679.6	2568.05	2514.12	2501.27	2397.91
Interest Expended	2111.32	2062.64	1975.95	1934.26	1848.46	1848.67	1829.16	1738.8
<b>Net Interest Income</b>	<b>977.07</b>	<b>909.02</b>	<b>856.40</b>	<b>745.34</b>	<b>719.59</b>	<b>665.45</b>	<b>672.11</b>	<b>659.11</b>
Other Income	590.44	536.81	505.62	425.61	445.52	387.88	446.12	442.06
Operating Income	1,567.51	1,445.83	1,362.02	1,170.95	1,165.11	1,053.33	1,118.23	1,101.17
Operating Expenses	630.01	583.1	544.88	526.72	484.67	438.65	405.34	421.21
<b>Pre Provision Profit</b>	<b>937.50</b>	<b>862.73</b>	<b>817.14</b>	<b>644.23</b>	<b>680.44</b>	<b>614.68</b>	<b>712.89</b>	<b>679.96</b>
Provisions and contingencies	126.36	69.86	119.51	23.74	72.29	13.29	179.12	96.99
<b>PBT</b>	<b>811.14</b>	<b>792.87</b>	<b>697.63</b>	<b>620.49</b>	<b>608.15</b>	<b>601.39</b>	<b>533.77</b>	<b>582.97</b>
<b>PAT</b>	<b>550.99</b>	<b>540.29</b>	<b>482.54</b>	<b>439.48</b>	<b>430.21</b>	<b>415.6</b>	<b>371.13</b>	<b>400.84</b>

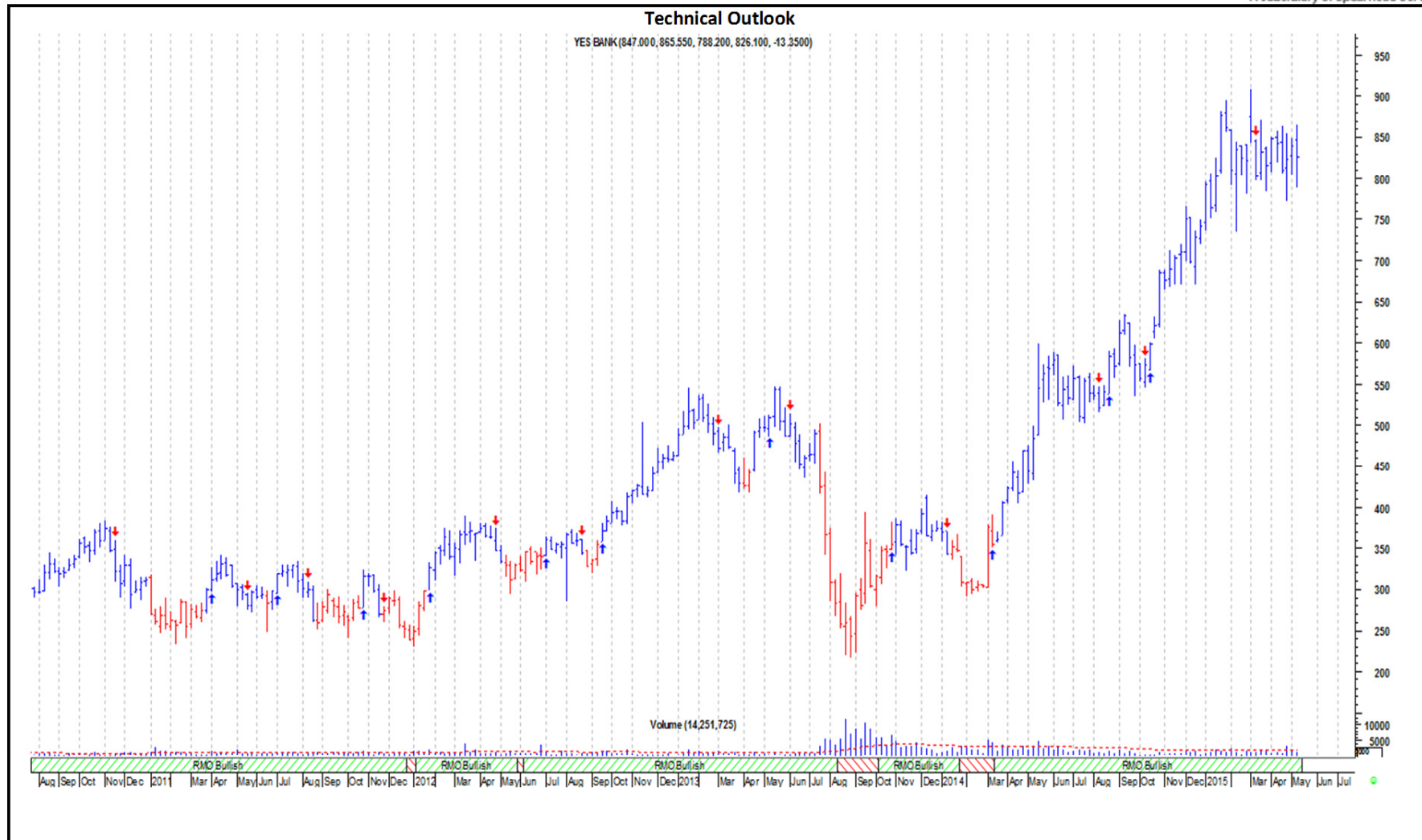


Key Financial Indicators						
Particulars	Units	2014	2013	2012	2011	2010
Net Interest Income	Crs	2,716.26	2,218.79	1,615.63	1,246.92	787.95
% Change	%	22.42	37.33	29.57	58.25	(2.78)
Net Profit	Crs	1,617.78	1,300.68	976.99	727.13	477.74
% Change	%	24.38	33.13	34.36	52.20	32.71
Net Interest Margin	%	2.65	2.36	2.33	2.20	2.25
EPS	Rs	44.35	35.55	27.13	20.25	14.06
P/E	times	18.65	23.26	30.48	40.84	58.82
P/BV	times	4.19	5.11	6.24	7.57	9.09
ROA	%	1.48	1.31	1.33	1.23	1.31
ROE	%	4.49	3.63	2.77	2.09	1.41

Peer Comparison				
Particulars	Units	Yes Bank	Lakshmi Vilas Bank	City Union Bank
Net Interest Income	Crs	2,716.26	486.01	759.39
% Change	%	22.42	23.98	21.69
Net Profit	Crs	1,617.78	59.66	347.07
% Change	%	24.38	(34.85)	7.78
Net Interest Margin	%	2.65	2.44	3.13
EPS	Rs	44.35	6.11	6.39
P/E	times	18.65	17.35	15.02
P/BV	times	4.19	0.98	2.57
ROA	%	1.48	0.29	1.39
ROE	%	4.49	5.66	17.14
NPA	%	0.12	1.85	1.23

Stock Performance vis-a-vis Index		
Particulars	Return	
	YTD	QTD
Yes Bank	6.93%	-2.55%
S&P BSE Bankex	-5.05%	-4.55%





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