

Kotak Mahindra Bank

CMP: ₹ 1790.10

Date: 21 Oct, 2014

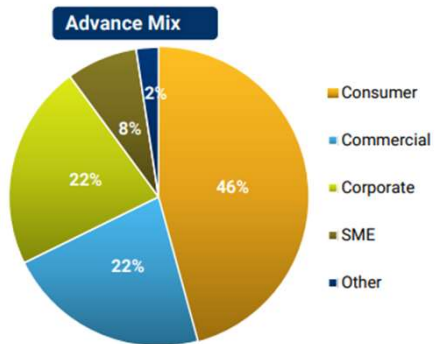


Results (Standalone)

In ₹ Cr.	Q2 FY25	Q2 FY24	YOY	Q1 FY25	QOQ
NII	7,020	6,297	11.5%	6,842	2.6%
NIM (%)	4.91	5.22	(31)bps	5.02	(11)bps
Operating Profit	5,099	4,610	10.6%	5,254	-3.0%
Net Profit	3,344	3,191	4.8%	3,520	-5.0%
Book Value (₹)	1,10,646	89,956	23.0%	1,06,308	4.1%
GNPA (%)	1.49	1.72	(23)bps	1.39	10bps
NNPA (%)	0.43	0.37	6 bps	0.35	8 bps

Result Highlights

- ✓ Net interest income rose 11.5% to ₹7020 cr, well within the estimated range. NIM down by 31 bps qoq, and fell 11 bps yoy.
- ✓ PAT registered 4.8% yoy growth to ₹5,099 cr, unable to beat street estimate of ₹3,513cr.
- ✓ Asset quality continues to remain stable; GNPA ratio decreased by 23 basis points to 1.49% yoy.
- ✓ Advances grew 17% YoY to ₹4,19,108 crores, while CASA ratio slightly improved to 43.6% from 43.4%, in the previous quarter.
- ✓ The bank noted a slowdown in rural segment of the business reflected in commercial vehicle, tractor loans, and microfinance initiatives.



Disclaimer



Analyst:

Sourav Sinha

Research Team:

Partha Mazumder (partha@easternfin.com)

Sanjukta Majumdar (research@easternfin.com ; sanjukta@eflmail.com)

Sourav Sinha (sourav@easternfin.com)

Disclaimer

Eastern Financiers Limited (hereinafter referred to as 'EFL') is a Member registered with SEBI having membership of NSE, BSE, MCX. It is also registered as a Depository Participant with NSDL. It is also having AMFI certificate for Mutual Fund Distribution. The associate of EFL is engaged in activities relating to Insurance Broking. No disciplinary action has been taken against EFL by any of the regulatory authorities. EFL/its associates/research analysts do not have any financial interest/beneficial interest of more than one percent/material conflict of interest in the subject company(s). EFL/its associates/research analysts have not received any compensation from the subject company(s) during the past twelve months. EFL/its research analysts has not served as an officer, director or employee of company covered by analysts and has not been engaged in market making activity of the company covered by analysts. This document is solely for the personal information of the recipient, and must not be singularly used as the basis of any investment decision. Nothing in this document should be construed as investment or financial advice. Each recipient of this document should make such investigations as they deem necessary to arrive at an independent evaluation of an investment in the securities of the companies referred to in this document (including the merits and risks involved), and should consult their own advisors to determine the merits and risks of such an investment. Reports based on technical and derivative analysis center on studying charts of a stock's price movement, outstanding positions and trading volume, as opposed to focusing on a company's fundamentals and, as such, may not match with a report on a company's fundamentals. The information in this document has been printed on the basis of publicly available information, internal data and other reliable sources believed to be true, but we do not represent that it is accurate or complete and it should not be relied on as such, as this document is for general guidance only. EFL or any of its affiliates/group companies shall not be in any way responsible for any loss or damage that may arise to any person from any inadvertent error in the information contained in this report. EFL has not independently verified all the information contained within this document. Accordingly, we cannot testify, nor make any representation or warranty, express or implied, to the accuracy, contents or data contained within this document. While EFL endeavors to update on a reasonable basis the information discussed in this material, there may be regulatory compliance or other reasons that prevent us from doing so.