

January 23, 2017

Federal Bank (FEDBAN)

₹ 78

Healthy quarter; NPA accretion to improve...

- Post higher slippages in H2FY16, the pace of GNPA accretion has continued slower at ₹ 273 crore in Q3FY17, primarily led by a decline in slippages in SME segment. Absolute GNPA was at ₹ 1951.6 crore (GNPA ratio eased 1 bps QoQ at 2.77%). RA declined from ₹ 2012 crore in Q2FY17 to ₹ 1964 crore (2.8% of loans). There was no account restructuring in terms of 5/25 scheme, SDR or sale to ARCs
- PPP growth was healthy at 46% YoY to ₹ 475 crore due to 30.8% in NII at ₹ 791 crore and strong growth in other income at ₹ 263 crore
- Provision came in higher at ₹ 158.8 crore (credit cost – 0.64%), up 111% YoY. However, healthy growth in PPP led PAT growth at 26.4% YoY to ₹ 205.6 crore, higher than our estimate of ₹ 178.5 crore
- Credit growth was better than estimated 30.1% YoY to ₹ 69629 crore

Deposit growth to remain healthy; margins to stabilise around 3.2-3.3%

The bank's widespread presence in Kerala (600 out of 1252 branches) enables it to mobilise strong NRI deposits (NRE - ₹ 34547 crore, 37.5% of deposits). Besides, CASA ratio of the bank has risen from 26% to 34.7% in the last five years, among the best compared to peers. Retail deposit constitutes a staggering ~98% of total deposits, which is less sensitive to interest rate risk and poses low liquidity risk. A strong liability franchise has enabled the bank to earn relatively high NIM of ~3.2% compared to peers and manage lucrative NIM of ~4% in FY09-12 when interest rate charge on NRE deposit was ~4%. However, post NRE rate deregulation in December 2011, the bank started paying ~8%, which increased its CoF. Consequently, NIM has steadily declined from ~4% in FY12 to 3.2% now. Going ahead, NIM is expected to remain steady at ~3.2-3.3 in FY17-18E.

Loan traction improves; high rated corporate portfolio rising

Federal Bank raised capital in 2008. A slowing economy led to low growth at 13.9% CAGR in FY10-16 vs. 26.9% CAGR in FY06-08. Corporate credit growth stayed strong at 53% YoY and SME 16%, respectively. Share of AAA/AA rated has gone up to 52%, depicting rated corporate exposure. We estimate advances CAGR of 25% to ₹ 91187 crore by FY18E.

Asset quality fares better

The credit book is diversified with corporate exposure of ₹ 25531 crore (36%), SME - ₹ 16324 crore (23.2%) and agri & retail - ₹ 28084 crore (39.9%). Slippages have pared down, after remaining elevated in the past couple of quarters, at ₹ 273 crore in Q3FY17. GNPA deteriorated from ₹ 821 crore in FY10 to ₹ 1952 crore in Q3FY17. The GNPA ratio was at 2.77% while the standard RA book was at ₹ 1453 crore. We factor in GNPA at ₹ 2270 crore (GNPA ratio at 2.5%) in FY18E.

Balance sheet growth seen remaining healthy; upgrade rating to BUY

Higher slippages have been hurting earnings in the past couple of quarters. However, the pace of slippages has pared down, which remains encouraging. However, future asset quality trajectory needs to be watched, especially in the wake of increasing corporate exposure. Factoring in higher balance sheet growth, we have revised our earnings estimate and expect PAT CAGR at ~52% in FY17-18E. RoA is expected to inch up to ~1% in FY18E. Consequently, we revise our target price upwards to ₹ 87 from ₹ 80 earlier, as we assign higher multiple of 1.75x FY18E ABV. Consequently, we upgrade our rating on the stock to **BUY**.

Rating matrix

Rating	:	Buy
Target	:	₹ 87
Target Period	:	12 months
Potential Upside	:	10%

What's Changed?

Target	Changed from ₹ 80 to ₹ 87
EPS FY17E	Unchanged
EPS FY18E	Changed from ₹ 6.3 to ₹ 6.4
Rating	Changed from Hold to Buy

Quarterly Performance

₹ Crore	Q3FY17	Q3FY16	YoY(%)	Q2FY17	QoQ (%)
NII	791	605	30.8	726	9.0
Other Income	263	183	43.7	262	0.6
PPP	475	326	45.9	475	0.0
PAT	206	163	26.4	201	2.1

Key Financials

₹ crore	FY15	FY16	FY17E	FY18E
NII	2,380	2,504	3,028	3,702
PPP	1,628	1,425	1,857	2,347
PAT	1,006	476	786	1,108

Valuation summary

	FY15	FY16	FY17E	FY18E
P/E	13.4	28.3	17.1	12.2
Target P/E	14.8	31.4	19.0	13.5
P/ABV	1.8	1.9	1.8	1.6
Target P/ABV	2.0	2.1	2.0	1.8
RoA	1.3	0.5	0.8	0.9
RoE	13.7	5.9	9.1	11.9

Stock data

Market Capitalisation	₹ 13527 crore
GNPA (Q3FY17)	₹ 1952 crore
NNPA (Q3FY17)	₹ 1102 crore
NIM (Q3FY17)	3.3%
52 week H/L	82 / 41
Net Worth	₹ 8466 Crore
Face value	₹ 2
DII Holding (%)	33.0
FII Holding (%)	37.0

Price performance (%)

Return %	1M	3M	6M	12M
South Indian Bank	2.4	-11.9	-2.6	17.0
Federal Bank	15.1	6.6	24.5	63.6
City union Bank	7.0	-2.7	17.3	78.6

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Variance analysis

	Q3FY17	Q3FY17E	Q3FY16	YoY (%)	Q2FY17	QoQ (%)	Comments
NII	791	710	605	30.8	726	9.0	Stable margins and higher-than-expected credit offtake, led to higher-than-expected NII
NIM (%)	3.32	3.25	3.04	28 bps	3.31	1 bps	
Other Income	263	211	183	43.7	262	0.6	Core fee income grew 33% YoY to ₹ 159 crore
Net Total Income	1,055	921	789	33.8	988	6.8	
Staff cost	320	286	259	23.6	292	9.6	CI ratio inched up at 55% in Q3FY17, primarily led by expense related to demonetisation
Other Operating Expenses	260	226	204	27.2	221	17.6	
PPP	475	410	326	45.9	475	0.0	
Provision	159	143	75	111.4	168	-5.7	Slippages continue to remain lower QoQ
PBT	316	267	250	26.2	307	3.1	
Tax Outgo	110	88	88	26.0	105	4.9	
PAT	206	179	163	26.4	201	2.1	Higher NII and non-interest income led to healthy PAT growth

Key Metrics

GNPA	1,952	1,782	1,684	15.9	1,820	7.2	Pace of GNPA accretion has continued slower at ₹ 273 crore in Q3FY17 compared to ₹ 386 crore in Q2FY16
NNPA	1,102	1,044	876	25.8	1,040	6.0	Provision coverage was steady QoQ at 71.01%
Total Restructured assets	1,964	1,849	2,254	-12.9	2,012	-2.4	RA constitutes ~2.8% of total advances

Source: Company, ICICIdirect.com Research

Change in estimates

(₹ Crore)	FY17E			FY18E			Comment
	Old	New	% Change	Old	New	% Change	
Net Interest Income	2,880	3,028	5.1	3,450	3,702	7.3	
Pre Provision Profit	1,784	1,857	4.1	2,200	2,347	6.7	
NIM(%) (calculated)	3.2	3.3	4 bps	3.3	3.2	-4 bps	
PAT	799	786	-1.6	1,084	1,108	2.2	
ABV per share (₹)	44.2	44.2	-0.1	49.4	49.6	0.5	

Source: Company, ICICIdirect.com Research

Assumptions

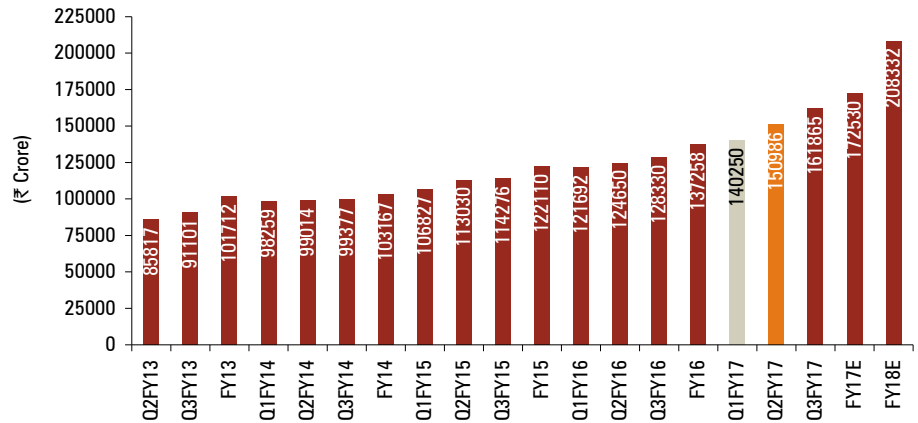
	FY15	FY16	Current		Earlier		Comment
			FY17E	FY18E	FY18E	FY18E	
Credit growth (%)	18.1	13.3	28.8	21.9	18.2	17.8	Healthy growth in Q3FY17 led to increased credit growth estimate
Deposit Growth (%)	18.6	11.8	23.4	19.9	15.5	15.2	
CASA ratio (%)	30.8	32.5	33.3	33.3	33.7	35.2	
NIM Calculated (%)	3.3	3.2	3.3	3.2	3.2	3.3	
Cost to income ratio (%)	50.0	56.7	53.9	51.1	53.0	50.6	
GNPA (₹ crore)	1,058	1,668	2,042	2,270	2,011	2,213	
NNPA (₹ crore)	218	1,081	1,307	1,249	1,307	1,281	
Slippage ratio (%)	1.9	3.6	2.3	1.9	2.1	1.8	
Credit cost (%)	0.5	1.2	0.9	0.7	0.8	0.7	

Source: Company, ICICIdirect.com Research

Company Analysis

We expect the business to grow at a CAGR of 25.3% in FY17-18E. The bank is adequately capitalised to grow its credit with tier 1 ratio of 11.63%

Exhibit 1: Business traction expected to stay above industry, going ahead



Source: Company quarterly presentation and annual report, ICICIdirect.com Research

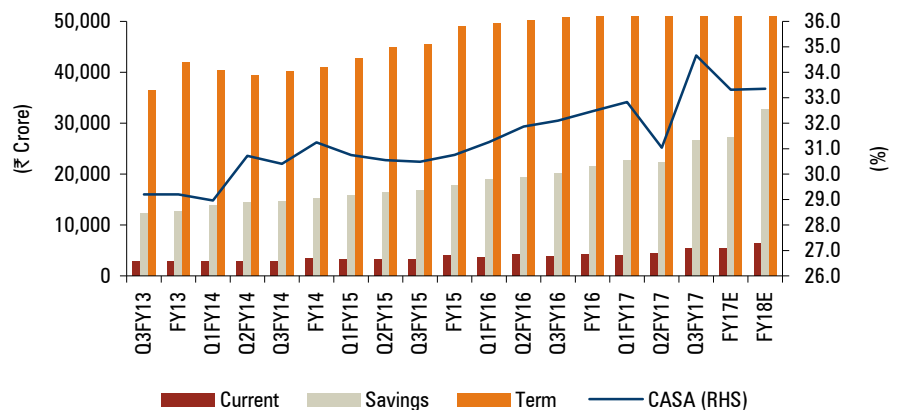
a) Credit growth - The bank has grown its credit at a modest pace of 13.9% CAGR in FY10-16. All sectors including corporate, retail, SME and agri have contributed to overall credit growth.

Despite demonetisation, credit growth witnessed an improvement in Q3FY17 at 30% vs. 27% in Q2FY17. On a YoY basis, the corporate segment surged ~53% while SME grew at 16.3% YoY. Agri and retail grew in the range of 17-18% YoY.

Going ahead, we estimate 25% credit CAGR in F17-18E to ₹ 91187 crore.

b) Deposit growth – The bank has a strong deposit franchise, with ~34.6% CASA. Deposit growth was higher than estimate at 23% YoY to ₹ 92236 crore. Amid demonetisation, CASA growth remained robust at 33% YoY. NRI deposits constitute 37.5%, sliding down from ~38% of total deposits on a QoQ basis.

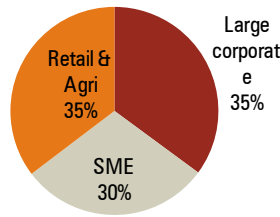
Exhibit 2: Deposit growth maintained above industry



Source: Company quarterly presentation, ICICIdirect.com Research

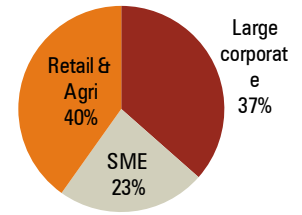
With term deposit growth surpassing CASA accretion, CASA ratio has dipped to 31% in Q2FY17 compared to 32.8% in Q1FY17. However, CASA ratio surged to ~34.7%, owing to faster accretion of low cost deposit led by demonetisation. Going ahead, we expect 22% CAGR in deposits to ₹ 117145 crore by FY18E.

Exhibit 3: Q3FY16 - break-up of loan book



Source: Company quarterly presentation, ICICIdirect.com Research

Exhibit 4: Q3FY17 - break-up of loan book

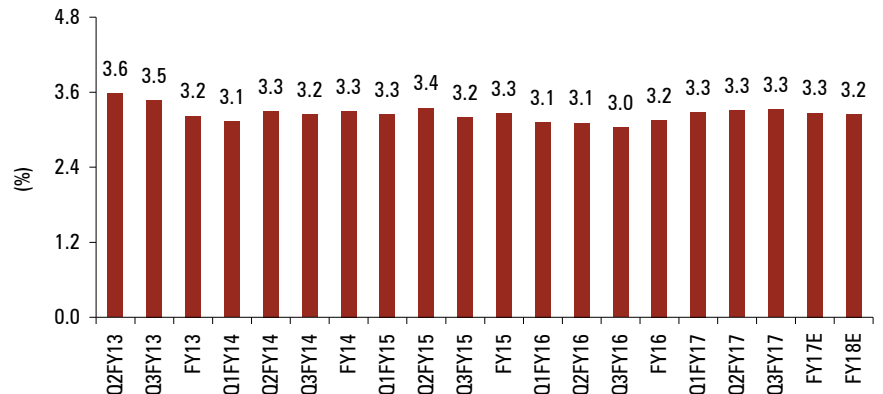


Source: Company quarterly presentation, ICICIdirect.com Research

The loan book of Federal Bank has remained well-diversified over the years

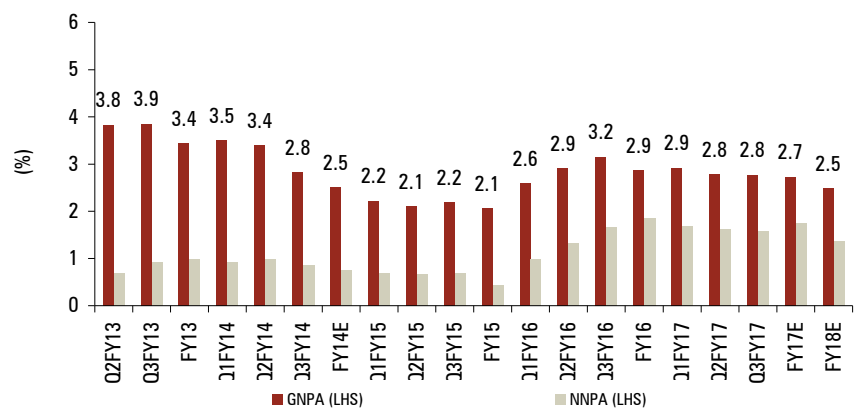
The management has guided at maintaining NIM near ~3.2-3.3% ahead

Exhibit 5: Margins to remain near 3.2-3.3% ahead



Source: Company, ICICIdirect.com Research, calculated NIM for FY15E and 16E

Exhibit 6: NPA seen remaining steady with GNPA below ~3% in FY17-18E



Source: Company quarterly presentation, ICICIdirect.com Research

We have factored in GNPA of ₹ 2011 crore and NNPA of ₹ 1307 crore in FY17E

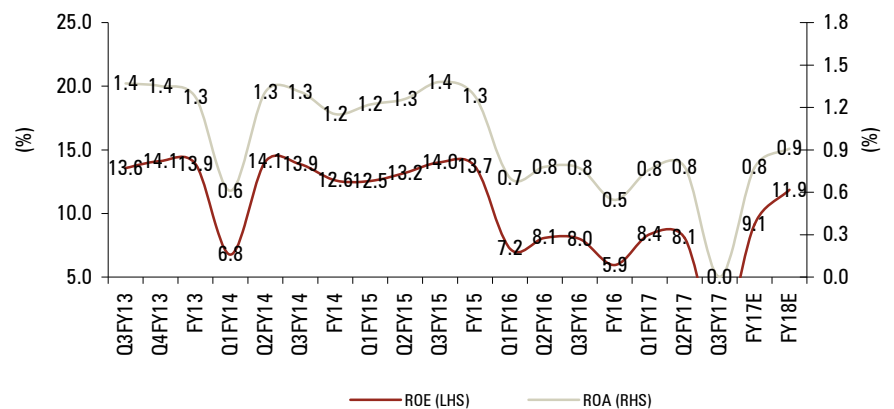
Asset quality over the years has remained stable until the past three or four quarters. On the asset quality front, post higher slippages in H2FY16, the pace of GNPA accretion has slowed at ₹ 273 crore in Q3FY17 compared to ₹ 571 crore in Q3FY16 and ₹ 266 crore in Q2FY17. On a sequential basis, SME segment has witnessed a decline in slippages at ₹ 119 crore vs. ₹ 135 crore in Q2FY17 while a marginal increase was seen in slippage in the corporate and retail book. Absolute GNPA was at

₹ 1951.6 crore (GNPA ratio eased 1 bps QoQ at 2.77%) while NNPA was at ₹ 1102.4 crore (NNPA ratio – 1.58%). The restructured book declined from ₹ 2012 crore in Q2FY17 to ₹ 1964 crore (2.8% of loans). There was no account restructuring in terms of 5/25 scheme, SDR or sale to ARCs.

The management indicated that the worst of asset quality fears are behind. No major account has been left to be considered as NPA from RBI's AQR review. NPA addition to the tune of ~₹ 100-200 crore, related to a few accounts that are set to end their moratorium in coming quarters, remains on the cards. We would watch out for the next quarter on the NPA front.

Exhibit 7: Gradual improvement in return ratios ahead

We expect RoA at ~1% and RoE of ~12% by FY18E



Source: Company quarterly presentation and annual report, ICICIdirect.com Research

Exhibit 8: RoE and RoA to improve

	FY12	FY13	FY14	FY15	FY16	FY17E	FY18E
Net interest income/ avg total assets	3.5	3.0	3.1	3.0	2.9	3.0	3.0
Non-interest income/ avg total assets	0.9	1.0	1.0	1.1	0.9	1.0	0.9
Net total income/ avg total assets	4.4	4.0	4.0	4.1	3.8	4.0	3.9
Operating expenses/ avg total assets	1.7	1.8	2.0	2.1	2.1	2.1	2.0
Operating profit/ avg total assets	2.7	2.2	2.0	2.1	1.6	1.8	1.9
Provisions/ avg total assets	0.6	0.4	0.4	0.1	0.8	0.7	0.5
Return on avg assets	1.4	1.3	1.2	1.3	0.5	0.8	0.9
Leverage (avg assets/ avg equity) (x)	10.4	10.9	10.9	10.7	10.9	11.8	13.0
Return on equity	14.4	13.9	12.6	13.7	5.9	9.1	11.9

Source: Company, ICICIdirect.com Research

Outlook and valuation

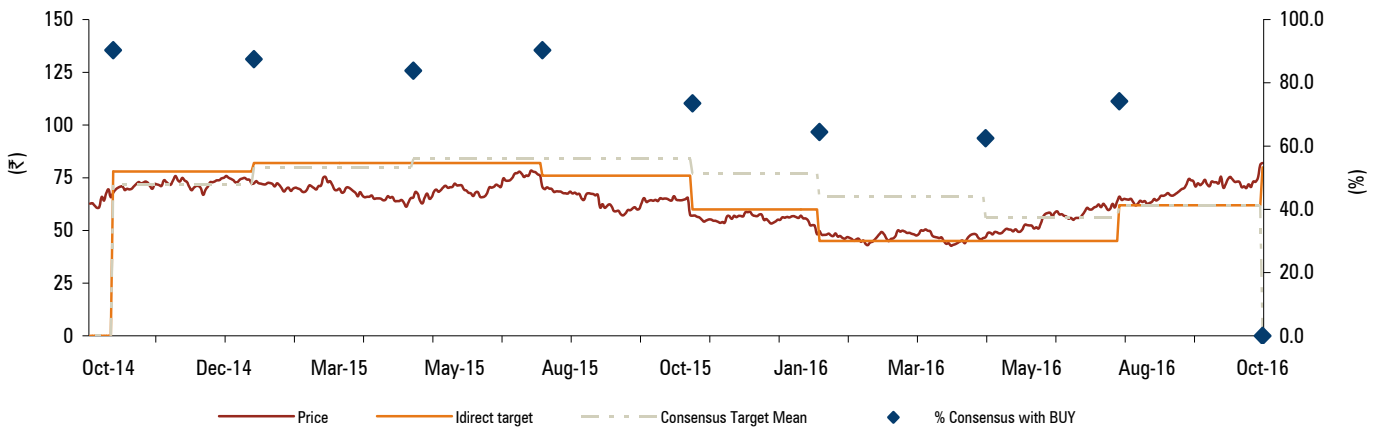
Higher slippages have been hurting earnings in the past couple of quarters. However, the pace of slippages has pared down, which remains encouraging. Still, future asset quality trajectory needs to be watched, especially in the wake of increasing corporate exposure. Factoring in higher balance sheet growth, we have revised our earnings estimate and expect PAT CAGR at ~52% in FY17-18E. RoA is expected to inch up to ~1% in FY18E. Consequently, we revise our target price upwards to ₹ 87 from ₹ 80 earlier, as we assign higher multiple of 1.75x FY18E ABV. Consequently, we upgrade our recommendation on the stock to **BUY**.

Exhibit 9: Valuation

	Nil (₹ cr)	Growth (%)	PAT (₹ cr)	Growth (%)	PE (x)	ABV (₹)	P/ABV (x)	RoA (%)	RoE (%)
FY15	2,380	6.8	1,006	19.9	13.4	43.9	1.8	1.3	13.7
FY16E	2,504	5.2	476	(52.7)	28.3	41.9	1.9	0.5	5.9
FY17E	3,028	20.9	786	65.1	17.1	44.2	1.8	0.8	9.1
FY18E	3,702	22.3	1,108	40.9	12.2	49.6	1.6	0.9	11.9

Source: Company, ICICIdirect.com Research

Recommendation history vs. Consensus



Source: Bloomberg, Company, ICICIdirect.com Research

Key events

Date	Event
Jan-06	Acquires Ganesh Bank of Kurundwad
FY07	Enters into JV agreement with IDBI Ltd and Fortis Insurance International for incorporating life insurance company
May-07	Earnings surprises positively as Federal Bank delivers 23% higher PAT than estimate
Oct-07	Issues rights in the ratio of 1:1 at a premium of ₹ 240 per share
Dec-11	Deregulation of NRE/NRO deposits leads to rise CoF for Federal Bank, leading to a decline in NIM from 4% in Q3FY12 to 3.1% in Q1FY14 as a fair portion of deposits come from same
May-13	G-sec yields spike post Fed announcement of its intention to taper QE on May 22 and tight liquidity measures by the RBI. MTM risk and CoF rise
Sep-13	Stock recovers as new governor announces measure to tackle rupee volatility, eases liquidity. Risk of further rise in CoF subsides but MTM risk stay
Sep-13	With governor's measures easing liquidity, risk of a further rise in CoF subsides while RBI swap window for FCNR deposit helps to ease liquidity and provide cheap rate deposit for Federal Bank. Also, no CRR/SLR requirement on the same. Stock split in 1:10 ratio done
Oct-13	Stock split of ₹ 10/- per share of the bank into shares of ₹ 2/- each
May-15	Bonus issued in the ratio of 1:1
Oct-16	Balance sheet size crosses ₹ 100000 crore

Source: Company, ICICIdirect.com Research

Top 10 Shareholders

Rank	Name	Latest Filing Date	% O/S	Position (m)	Change (m)
1	Templeton Asset Management Ltd.	30-Sep-2016	0.06	103.7	-14.3
2	Amansa Capital Pte Ltd.	30-Sep-2016	0.04	73.8	0.0
3	Reliance Nippon Life Asset Management Limited	30-Sep-2016	0.04	68.9	-13.3
4	Veetil (Yusuffal Musaliam AB)	30-Sep-2016	0.04	63.2	0.0
5	Birla Sun Life Asset Management Company Ltd.	30-Sep-2016	0.03	53.9	30.2
6	HDFC Asset Management Co., Ltd.	30-Sep-2016	0.03	46.3	21.3
7	East Bridge Capital Management L.P.	30-Sep-2016	0.03	44.6	0.0
8	Dimensional Fund Advisors, L.P.	31-Oct-2016	0.03	43.2	-1.6
9	ICICI Prudential Asset Management Co. Ltd.	30-Nov-2016	0.03	43.2	-0.6
10	Life Insurance Corporation of India	30-Sep-2016	0.02	40.3	-0.7

Source: Reuters, ICICIdirect.com Research

Shareholding Pattern

(in %)	Dec-15	Mar-16	Jun-16	Sep-16	Dec-16
Promoter	-	-	-	-	-
FII	30.6	11.5	25.0	42.4	37.0
DII	37.2	30.0	27.0	24.9	33.0
Others	32.2	58.5	48.0	32.7	30.0

Recent Activity

Buys			Sells		
Investor name	Value	Shares	Investor name	Value	Shares
Jhunjhunwala (Rakesh)	+42.00M	+38.82M	Nuvo ChrysCapital Advisors Pvt. Ltd.	-49.92M	-46.14M
Birla Sun Life Asset Management Company Ltd.	+32.66M	+30.18M	Templeton Asset Management Ltd.	-15.51M	-14.33M
HDFC Asset Management Co., Ltd.	+23.03M	+21.28M	Reliance Nippon Life Asset Management Limited	-14.42M	-13.33M
Norges Bank Investment Management (NBIM)	+14.49M	+13.39M	Franklin Templeton Asset Management (India) Pvt. Ltd.	-8.47M	-8.21M
BNP Paribas Investment Partners Asia Ltd.	+4.26M	+3.93M	Kotak Mahindra Asset Management Company Ltd.	-3.35M	-3.09M

Source: Reuters, ICICIdirect.com Research

Financial summary

Profit and loss statement				
	₹ Crore			
(Year-end March)	FY15	FY16	FY17E	FY18E
Interest Earned	7,419.5	7,744.6	8,891.7	10,779.6
Interest Expended	5039.1	5241.1	5863.9	7077.7
Net Interest Income	2,380.4	2,503.5	3,027.7	3,701.9
growth (%)	6.8	5.2	20.9	22.3
Non Interest Income	878.3	786.5	1003.0	1095.8
Fees and advisory	381.1	457.4	526.0	620.7
Trading Gains	255.7	127.8	255.7	230.1
Other income	241.5	201.3	221.4	245.0
Net Income	3258.7	3290.0	4030.8	4797.7
Staff cost	892.0	1053.5	1212.9	1388.3
Other operating Expense	739.0	811.9	961.2	1062.8
Operating Profit	1627.8	1424.6	1856.6	2346.6
Provisions	106.7	704.8	667.3	670.3
PBT	1521.0	719.8	1189.3	1676.3
Taxes	515.3	243.7	403.2	568.3
Net Profit	1,005.8	476.1	786.1	1,108.0
growth (%)	19.9	-52.7	65.1	40.9
EPS (₹)	5.9	2.8	4.6	6.4

Source: Company, ICICIdirect.com Research

Balance sheet				
	₹ Crore			
(Year-end March)	FY15	FY16	FY17E	FY18E
Sources of Funds				
Capital	171	344	344	344
Reserves and Surplus	7569	7943	8564	9439
Networth	7740	8287	8908	9783
Deposits	70825	79170	97729	117145
Borrowings	2308	2176	2477	2798
Other Liabilities & Provisions	1979	1939	2311	2743
Total	82852	91573	111425	132470
Application of Funds				
Fixed Assets	467	519	580	659
Investments	24409	22217	26654	31797
Advances	51285	58088	74801	91187
Other Assets	1910	5330	3525	2495
Cash with RBI & call money	4780	5419	5865	6331
Total	82850	91573	111425	132470

Source: Company, ICICIdirect.com Research

Key ratios				
(Year-end March)	FY15	FY16	FY17E	FY18E
Valuation				
No. of Equity Shares (Crores)	171.3	171.9	171.9	171.9
EPS (Rs.)	5.9	2.8	4.6	6.4
BV (Rs.)	45.2	48.2	51.8	56.9
ABV (Rs.)	43.9	41.9	44.2	49.6
P/E	13.4	28.3	17.1	12.2
P/BV	1.7	1.6	1.5	1.4
P/ABV	1.8	1.9	1.8	1.6
Yields & Margins (%)				
Net Interest Margins	3.3	3.2	3.3	3.2
Yield on assets	10.2	9.8	9.6	9.5
Avg. cost on funds	7.0	6.8	6.5	6.5
Yield on average advances	11.5	10.4	10.3	10.2
Avg. Cost of Deposits	7.1	6.7	6.4	6.3
Quality and Efficiency (%)				
Cost to income ratio	50.0	56.7	53.9	51.1
Credit/Deposit ratio	72.4	73.4	76.5	77.8
GNPA	2.1	2.9	2.7	2.5
NNPA	0.4	1.9	1.7	1.4
RoE	13.7	5.9	9.1	11.9
RoA	1.3	0.5	0.8	0.9

Source: Company, ICICIdirect.com Research

Growth ratios (%)				
(Year-end March)	FY15	FY16	FY17E	FY18E
Total assets	11.1	10.5	21.7	18.9
Advances	18.1	13.3	28.8	21.9
Deposit	18.6	11.8	23.4	19.9
Total Income	8.6	2.8	16.0	20.0
Net interest income	6.8	5.2	20.9	22.3
Operating expenses	13.1	14.4	16.5	12.7
Operating profit	10.0	-12.5	30.3	26.4
Net profit	19.9	-52.7	65.1	40.9
Net worth	11.4	7.1	7.5	9.8

Source: Company, ICICIdirect.com Research

ICICIdirect.com coverage universe (Banking)

Sector / Company	CMP		Rating	M Cap (₹ Cr)	EPS (₹)			P/E (x)			P/ABV (x)			RoA (%)			RoE (%)		
	(₹)	TP(₹)			FY16	FY17E	FY18E	FY16	FY17E	FY18E	FY16	FY17E	FY18E	FY16	FY17E	FY18E	FY16	FY17E	FY18E
Bank of Baroda (BANBAR)	156	180	Hold	36,076	-23	10	23	-6.7	15.5	6.9	1.8	1.7	1.2	-0.8	0.3	0.7	-13	6	12
Punjab National Bank (PUNBAN)	130	138	Hold	25,497	-20	15	21	-6.4	8.9	6.1	7.1	2.4	1.2	-0.6	0.4	0.6	-10	8	10
State Bank of India (STABAN)	255	310	Buy	190,227	13	13	26	19.9	19.3	9.8	2.2	1.6	1.3	0.5	0.4	0.8	7	6	11
Indian Bank (INDIBA)	251	275	Buy	12,038	15	28	34	16.9	9.1	7.4	1.2	1.2	1.0	0.4	0.6	0.7	5	8	9
Axis Bank (AXIBAN)	445	510	Hold	105,617	35	16	33	12.9	27.6	13.4	2.1	2.4	1.9	1.7	0.7	1.2	17	7	13
City Union Bank (CITUNI)	139	166	Buy	8,363	7	8	10	18.8	16.5	13.8	3.0	2.7	2.2	1.5	1.5	1.6	16	16	16
DCB Bank (DCB)	118	120	Hold	3,067	7	7	9	17.3	15.9	13.2	2.1	1.8	1.6	1.1	1.0	1.0	12	12	13
Federal Bank (FEDBAN)	78	87	Buy	13,483	3	5	6	28.3	17.1	12.2	1.9	1.8	1.6	0.5	0.8	0.9	6	9	12
HDFC Bank (HDFBAN)	1,248	1,500	Buy	312,000	49	59	72	25.7	21.3	17.4	4.4	3.8	3.4	1.9	1.9	1.9	18	19	20
IndusInd Bank (INDBA)	1,231	1,350	Buy	73,245	38	48	58	32.0	25.5	21.2	4.1	3.6	3.2	1.9	1.9	1.8	16	15	16
Jammu & Kashmir Bk(JAMKAS)	63	75	Buy	3,057	9	-10	11	7.4	-6.1	5.8	0.7	1.3	1.2	0.5	-0.6	0.6	7	-8	8
Kotak Mahindra Bank (KOTMAH)	735	810	Hold	134,491	11	17	21	64.5	42.5	35.0	5.9	5.2	4.6	1.1	1.5	1.6	9	12	13
Yes Bank (YESBAN)	1,381	1,300	Hold	57,967	48	60	68	28.8	22.9	20.4	4.3	2.9	2.5	1.6	1.7	1.7	21	20	17

Source: Company, ICICIdirect.com Research

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