

Suryoday Small Finance Bank

Resilient Performance in a Challenging Environment

Suryoday has delivered a resilient set of numbers despite a challenging macro backdrop. While NIM compression was visible—mirroring trends across the sector—it remained within our expectations. Notably, the beat on operating expenses was encouraging, especially in light of strong sequential growth in the Loan and Deposit book. However, slippages were higher than anticipated, and the management has guided for a recovery trajectory skewed towards the second half of the fiscal year. Accordingly, we have revised our provisioning estimates upwards. That said, stress in asset quality has been a sector-wide phenomenon, and commentary from peers remains constructive on improving credit metrics going forward. We view Suryoday as a compelling investment proposition on multiple fronts 1) **Attractive Valuation:** Assigning a just 0.8x our FY28E ABV, the stock offers a significant upside potential. With RoE expected to improve to 13% by FY27, we see an attractive ~35% upside from current levels; 2) **CGFMU Cover:** The reported PCR of 35% appears optically low due to timing differences of CGFMU claim. We expect this to normalize as Suryoday starts receiving CGFMU claim recoveries (notably, a ~Rs2.5bn inflow anticipated in 2HFY26), which implies that the actual uncovered NPAs are minimal. Rolling forward our estimates to 1HFY28E, we revise our target price to Rs178 and maintain a BUY rating. We believe the stock is well-positioned for a valuation multiple re-rating as operational performance continues to strengthen.

Lower opex and higher non-interest income aids earnings growth

Interest Income came in at Rs5.0bn (1.4%/5.2% YoY/ QoQ). Interest expenses grew by ~27%/10% on YoY/QoQ. Resultantly, NII at Rs2.47bn, (-15.7%/up 1.0% YoY/QoQ), below our estimated NII of Rs2.6bn. Non-interest income came in higher at Rs1,087mn. Resultantly, CTI for the quarter came in at 69.4%, which decreased sequentially by 1,530bps. PPOP came in at Rs1,089mn in 1QFY26 (-24.5% YoY /133.5% QoQ). Advances and Deposits continue to growth at a healthy pace – 5%+ QoQ. Further, Advances Mix (IF: RA) - 48.0%: 52.0% with RoA in positive territory with aspiration to clock 1.5% in 18months.

GNPA print rises and will come down from 3Q onwards

GNPA rises to 8.4% vs 7.2% in 4QFY25. NNPA rises 5.8% vs 4.7% in 4QFY25. Provision cost came in line with our estimates at Rs621mn vs. Rs934mn in 4QFY25. Further, PCR came in at ~35% from 38% in 4QFY25. Management has indicated that going ahead they would like to provide for 27% (balance part) of unsecured portfolio as it crosses 90days indicating the bank would be ~100% provided for unsecured book including CGFMU cover. On secured book which forms now 52% the bank's performance in terms of asset quality has been stable (GNPA 1%) with robust growth. Further, management indicates there are no signs of stress in the book.

PAR Book analysis indicate Stage 2 improvement

The Stage 2 (31–90 DPD) bucket has eased across both the unsecured (IF – down 110bps QoQ) and secured (RA – down 90bps QoQ) books, even as the stock of PAR90+ continues to rise for the bank (up 110bps QoQ). This means collections in the early delinquency buckets have improved sequentially, but the back-book that already slipped past 90 DPD is still swelling. Management has indicated that CGFMU claim would aid decline in GNPA numbers in 2HFY26.

Financial and valuation summary

YE Mar (Rs mn)	1QFY26A	1QFY25A	YoY (%)	4QFY25A	QoQ (%)	FY26E	FY27E	FY28E
NII	2,471	2,932	(15.7)	2,447	1.0	11,440	15,159	18,176
PPoP	1,089	1,443	(24.5)	466	133.5	4,375	5,895	6,887
Provisions	621	516	20.4	934	(33.5)	2,076	1,823	2,279
Net profit	353	701	(49.6)	(338)	(204.4)	1,720	2,862	3,455
Loan growth (%)	27.0	34.0	(20.7)	23.5	15.0	25.0	25.0	25.0
NIM (%)	6.6	9.7	(32.6)	7.0	(5.8)	6.9	7.4	7.2
Cost/income (%)	69.4	60.3	15.1	84.7	(18.1)	70.7	69.0	69.9
GNPA (%)	8.4	2.7	116.5	7.2	17.9	7.4	6.1	6.5
RoA (%)	1.0	2.4	(59.9)	(1.0)	(201.5)	1.0	1.3	1.3
RoE (%)	7.4	16.0	(53.9)	(7.2)	(201.5)	8.5	12.8	13.5
P/ABV (x)	0.0	0.0	0.0	0.0	0.0	0.9	0.6	0.6

Source: Company, Centrum Broking

Result Update

India I BFSI

26 July, 2025

BUY

Price: Rs133

Target Price: Rs178

Forecast return: 34%

Institutional Research

Market Data

Bloomberg:	SURYODAY IN
52 week H/L:	206/90
Market cap:	Rs14.2bn
Shares Outstanding:	106.3mn
Free float:	56.1%
Avg. daily vol. 3mth:	3,18,106

Source: Bloomberg

Changes in the report

Rating:	BUY; Un-Changed
Target price:	Changed to 178 from 168
ABV:	FY26E Rs153.3 FY27E Rs206.7

Source: Centrum Broking

Shareholding pattern

	Jun-25	Mar-25	Dec-24	Sep-24
Promoter	22.4	22.4	22.3	22.3
FII	4.7	4.7	4.8	3.5
DII	5.9	5.7	5.9	8.0
Public/other	67.0	67.2	67.0	66.2

Source: BSE

Centrum estimates vs Actual results

YE Mar (Rs mn)	Centrum Q1FY26	Actual Q1FY26	Variance (%)
NII	2,586	2,471	-4.5
PPOP	1,003	1,089	8.6
Provision	636	621	-2.4
PAT	275	353	28.4

Source: Bloomberg, Centrum Broking



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BFSI

Thesis Snapshot

Estimate revision

YE Mar (Rs mn)	FY26E New	FY26E Old	% chg	FY27E New	FY27E Old	% chg
NII	11,440	12,397	-7.7	15,159	15,787	-4.0
PPoP	4,375	3,944	10.9	5,895	5,271	11.8
PAT	1,720	1,691	1.7	2,862	3,077	-7.0

Source: Centrum Broking

SURYODAY versus NIFTY Mid Cap 100

	1m	6m	1 year
SURYODAY IN	(2.0)	11.2	(22.8)
NIFTY 50	(1.5)	8.9	2.2

Source: Bloomberg, NSE

Key assumptions

Y/E Mar	FY26E	FY27E
AUM Growth	24.0%	25.0%
NII growth	3.4%	32.5%
Other Inc./Assets	2.0%	1.8%
Opex/Assets	5.5%	5.6%
Provision Cost	1.9%	1.3%

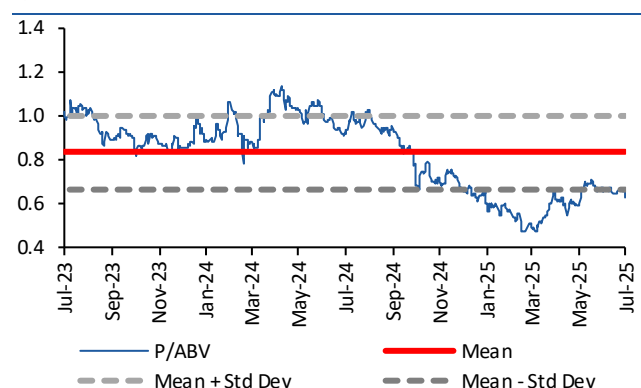
Source: Centrum Broking

Valuations

Given the presence of near-term catalysts and attractive valuations, we retain our BUY rating on the stock with a revised TP of Rs178/share (earlier Rs168), valuing it at 0.8x FY27E ABV.

Valuations	Rs/share
ABV/share (1HFY28E)	222
Ascribed P/BV (x)	0.80
Target Price (Rs)	178
Upside to CMP	34%

P/ABV mean and standard deviation



Source: Bloomberg, Centrum Broking

Peer comparison

	EPS (Rs)				ABVPS (Rs)				RoAA (%)				RoAE (%)			
Company	FY24A	FY25A	FY26E	FY27E	FY24A	FY25A	FY26E	FY27E	FY24A	FY25A	FY26E	FY27E	FY24A	FY25A	FY26E	FY27E
AUBANK	22.9	28.3	34.4	50.6	187.7	230.6	257.7	307.3	1.5	1.6	1.5	1.8	13.0	14.2	14.1	17.9
EQSFB	7.0	1.3	5.5	8.6	49.4	50.2	53.7	63.1	2.0	0.3	1.1	1.5	14.4	2.4	9.8	14.0
UJJIVANS	6.6	3.8	3.8	4.9	28.4	30.8	34.3	37.5	3.5	1.6	1.4	1.6	26.1	12.4	11.3	13.2
Average	12.2	11.1	16.8	22.8	86.5	103.2	117.8	138.8	2.3	1.2	1.5	1.7	17.8	9.7	13.2	16.0
SURYODAY	20.3	10.8	15.9	29.0	165.0	148.4	153.3	206.7	1.9	0.8	1.5	1.6	12.7	6.2	11.6	13.4

Source: Company, Centrum Broking

Company	CMP (Rs)	Rating	TP (Rs)	Mcap (Rsbn)	CAGR (FY25-27E)				P/E (x)				P/BV (x)			
					AUM	NII	Opex	PPoP	FY24A	FY25A	FY26E	FY27E	FY24A	FY25A	FY26E	FY27E
AUBANK	733	Add	784	546.7	21.8	21.8	19.0	24.8	32.8	24.1	16.8	12.6	3.6	3.0	2.5	2.1
EQSFB	61	Buy	81	69.8	19.8	19.4	16.2	22.6	8.8	48.2	11.4	7.2	1.2	1.2	1.1	1.0
UJJIVANS	40	Buy	53	8.4	18.0	12.6	16.6	6.1	6.9	12.2	12.1	9.3	1.6	1.5	1.3	1.2
Average					23.1	23.3	24.3	21.1	13.5	15.2	10.1	8.1	1.9	1.6	1.5	1.4
SURYODAY	133	Buy	178	1.4	24.5	17.1	18.4	23.1	6.5	12.3	8.2	4.9	0.7	0.7	0.6	0.5

Source: Company, Centrum Broking

Exhibit 1: Key parameters

Reported				Calculated		
CoF	4QFY25	1QFY26	QoQ change (bps)	4QFY25	1QFY26	QoQ change (bps)
Suryoday	8.1	7.9	(14bps)	7.2	7.4	13bps
Ujjivan	7.6	7.6	Nm	7.2	7.4	22bps
AUSFB	7.1	7.1	Nm	6.7	6.8	10bps
Reported				Calculated		
NIMs	4QFY25	1QFY26	QoQ change (bps)	4QFY25	1QFY26	QoQ change (bps)
Suryoday	7.8	7.2	(59bps)	7.00	6.60	(40bps)
Ujjivan	8.3	7.7	(60bps)	8.6	8.2	(36bps)
AUSFB	5.8	5.4	(40bps)	5.7	5.3	(40bps)
B/S	LD Ratio	Dep. Growth	Borr/Liab			
Suryoday	93.0	39.0	14.2			
Ujjivan	84.2	18.8	6.3			
AUSFB	86	31.3	6.6			

Source: Company, Centrum Broking

Exhibit 2: Key conference call takeaways and metrics

Centrum Quarterly Monitor	Q4FY25	Q1FY26	Our Comments
Margins and Profitability	<ul style="list-style-type: none"> J/F/M CE was high. April CE has dipped vs. March CE but better than seasonal performance. NIMs are expected to compress. 	<ul style="list-style-type: none"> Secured book RoA in positive territory with aspiration to clock 1.5% in 18months. 	<ul style="list-style-type: none"> We factor in higher slippages in 1H FY26. NIMs compression have been factored.
Asset quality	<ul style="list-style-type: none"> FY26 provision would depend upon new NNPA formation. Expect Rs2.8bn in FY26. 	<ul style="list-style-type: none"> GNPA to be lower in 2H due to CGFMU claim. Slippages would decrease from 2Q onwards. 	<ul style="list-style-type: none"> Credit cost to be lower YoY. CGFMU claim to strengthen BS and expect lower GNPA/NNPA by year end.
Outlook and guidance	<ul style="list-style-type: none"> FY26 Guidance Growth to be +30%. Credit Cost ~1.0-1.1% (Rs125cr). RoA – 1.5-1.6% RoE – 11-12% 	<ul style="list-style-type: none"> FY26 guidance broadly maintained Credit cost may be slightly higher 	<ul style="list-style-type: none"> We bake in similar growth in line with guidance. We expect bank to miss on its guidance of RoA/RoE.

Source: Centrum Broking

Earnings concall KTAs

Opening remarks:

- Asset Mix (IF : RA) - 48.0% : 52.0%
- 98% CGFMU coverage of unsecured loans since FY23. As of 1QFY26, total amount of Rs584cr is receivable from various cohorts (FY23 to FY25).
- Digital Retail FD sourcing has crossed Rs10bn with run rate of Rs3cr/day.

Guidance for FY26 - Maintained

- Advances growth to 30-35%. FY26 – 55% secured vs earlier guidance of 50%. IF book to be 10% growth.
- Deposits growth higher than Advances at 40%-45%.
- GNPA/NNPA <5%/3%.
- FY26 – credit cost 1.2%, Steady state basis – 1%.
- RoA – 1.5-1.6%.
- RoE – 11-12%.

Asset quality and margins

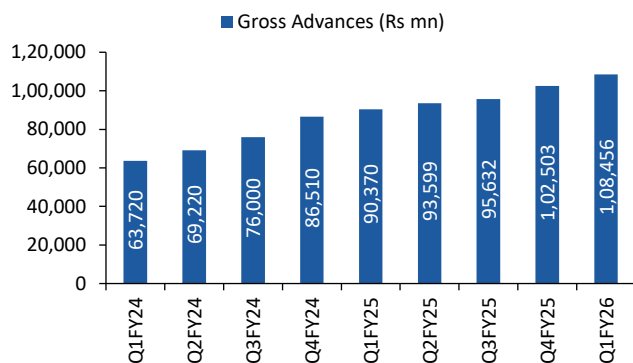
- Q3 onwards slippages to come down substantially.
- Non-interest – PSLC – Rs30cr. Treasury gains – Rs13cr.
- CGFMU would be PnL Neutral in 3Q and Rs320cr would directly improve Balance sheet.

- NIMs – 7.5%-8%.
- Secured to Unsecured mix – 55%:45%.
- Secured RoA are already higher than breakeven levels and 18months from now the secured portfolio is expected to fetch RoA 1.5%.
- Out of Overall slippages – Rs240cr came from MFI.

Others

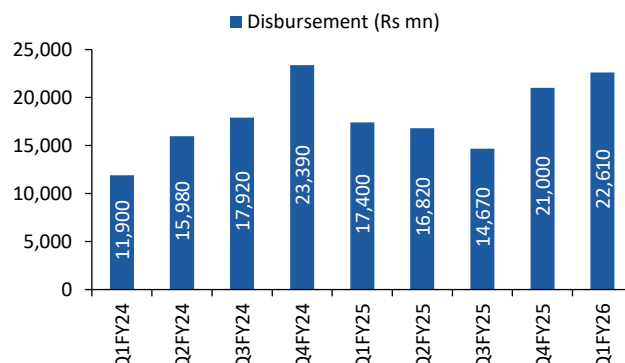
- Growth to continue in RA driven CV/Mortgages.
- NTB – VL portfolio has low bounce rates and now has reached the size of Rs200cr.

Exhibit 3: Gross Advances trend



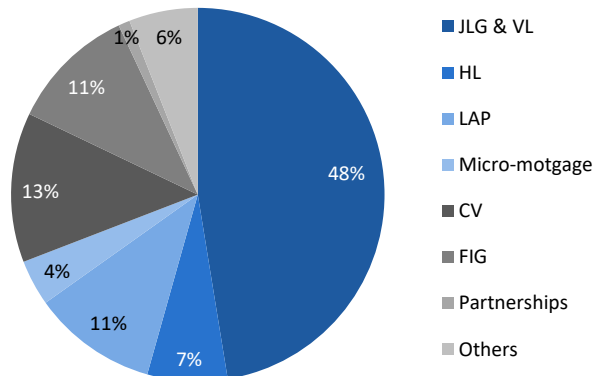
Source: Centrum Broking, Company Data

Exhibit 4: Disbursement trend



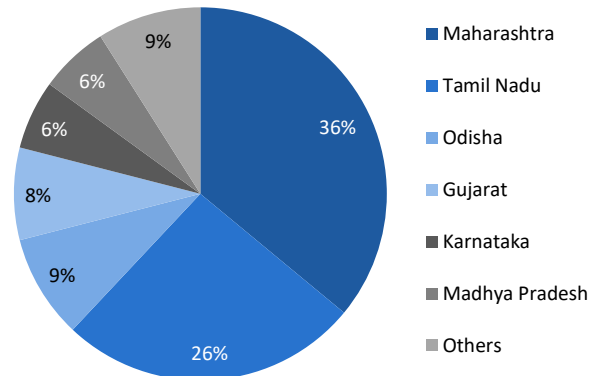
Source: Centrum Broking, Company Data

Exhibit 5: Portfolio Mix – Product Wise



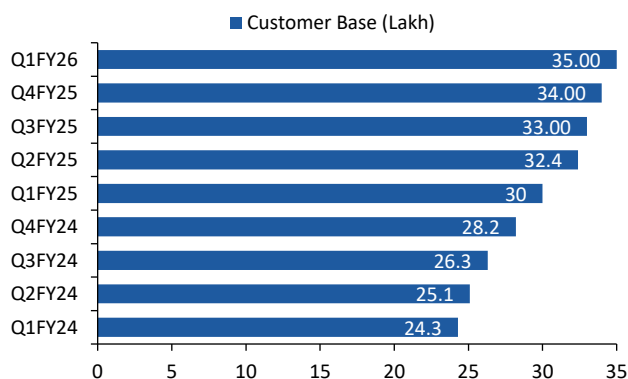
Source: Centrum Broking, Company Data

Exhibit 6: Regional Portfolio Mix (Overall)



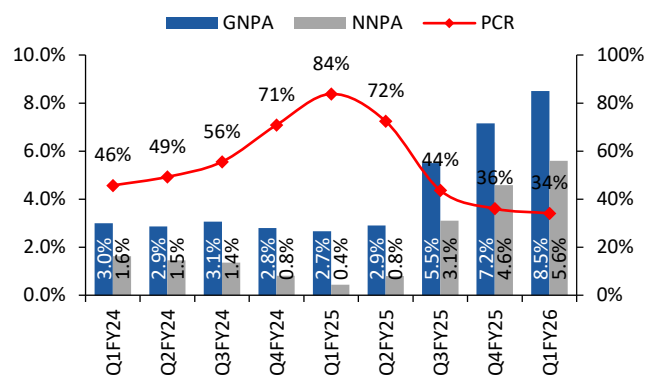
Source: Centrum Broking, Company Data

Exhibit 7: Growing customers base



Source: Centrum Broking, Company Data

Exhibit 8: GNPA and NNPA trend



Source: Centrum Broking, Company Data

Exhibit 9: Quarterly Financials

(Rs mn)	Q3FY23	Q4FY23	Q1FY24	Q2FY24	Q3FY24	Q4FY24	Q1FY25	Q2FY25	Q3FY25	Q4FY25	Q1FY26
Income statement											
Interest earned	2,918	3,294	3,581	3,752	4,107	4,447	4,881	5,072	4,879	4,706	4,952
Interest expended	1,083	1,193	1,334	1,542	1,650	1,739	1,949	2,072	2,196	2,259	2,480
Net Interest Income	1,835	2,101	2,247	2,211	2,457	2,708	2,932	3,000	2,683	2,447	2,471
Other income	257	340	510	518	519	647	702	475	396	601	1,087
Total Income	2,091	2,441	2,757	2,728	2,976	3,355	3,634	3,474	3,078	3,048	3,558
Operating Expenses	1,459	1,424	1,587	1,785	1,834	2,072	2,191	2,205	2,365	2,581	2,469
Employees	644	731	752	839	933	1,085	1,136	1,098	1,051	1,158	1,153
Others	814	693	835	946	902	987	1,055	1,107	1,314	1,424	1,315
Operating profit	633	1,017	1,171	944	1,142	1,283	1,443	1,269	714	466	1,089
Provisions	397	515	537	267	379	482	516	668	336	934	621
Profit before tax	236	502	634	677	763	802	927	602	377	-468	468
Taxes	55	113	158	174	191	193	227	148	44	-130	116
Net Profit	181	389	476	503	572	608	701	454	333	-338	353
Balance sheet											
Shareholders' Funds	15,448	15,847	16,330	16,847	17,427	18,050	18,784	19,251	19,603	19,271	19,608
Borrowings	23,615	27,654	25,485	24,799	25,630	24,430	23,405	21,785	19,560	27,103	22,845
Deposits	46,969	51,667	57,216	63,884	64,841	77,773	81,373	88,508	97,076	1,05,796	1,13,122
Other liabilities	2,971	3,444	3,047	3,040	3,320	3,525	3,882	5,454	3,026	3,974	5,010
Total liabilities	89,003	98,612	1,02,078	1,08,570	1,11,217	1,23,777	1,27,444	1,34,997	1,39,265	1,56,144	1,60,586
Cash & bank	6,665	8,331	8,480	7,259	5,879	11,801	9,214	10,729	8,523	17,094	14,308
Advances	53,269	60,151	61,812	67,210	71,786	80,780	82,849	88,070	93,266	99,744	1,05,212
Investments	24,720	25,702	27,216	29,049	28,538	25,993	30,105	28,520	30,677	31,375	33,238
Fixed assets	1,723	1,645	1,581	1,622	1,649	1,688	1,814	2,779	2,871	2,901	2,859
Other assets	2,627	2,784	2,989	3,431	3,366	3,516	3,462	4,898	3,929	5,030	4,969
Total assets	89,003	98,612	1,02,078	1,08,570	1,11,217	1,23,777	1,27,444	1,34,997	1,39,265	1,56,144	1,60,586
Balance sheet (%)											
Loan growth	11%	21%	24%	29%	41%	41%	42%	35%	26%	18.5%	20.0%
Deposit growth	48%	34%	42%	52%	38%	51%	42%	39%	50%	36%	39%
Loans / Deposits	113%	116%	108%	105%	111%	104%	102%	100%	96%	94%	93%
Investment / Deposits	53%	50%	48%	45%	44%	33%	37%	32%	32%	30%	29%
Capital Adequacy											
Tier-1	33.5	30.8	30.2	28	25.7	26.5	25.7	23.5	25.3	25.3	23.5
Tier-2	2.9	2.9	2.5	2.3	2.1	1.9	1.6	1.4	1.6	1.6	1.1
CRAR	36.35	33.72	32.65	30.23	27.8	28.4	27.3	24.90%	26.90%	25.80%	24.60%
Profitability (%)											
Yield on assets	14.8%	15.0%	15.6%	16.0%	16.8%	16.7%	16.2%	16.3%	15.0%	13.4%	13.2%
Cost of funds	6.9%	6.7%	7.1%	8.0%	8.2%	7.7%	7.5%	7.7%	7.7%	7.2%	7.4%
NIM	9.3%	9.5%	9.8%	9.4%	10.0%	10.2%	9.7%	9.6%	8.3%	7.0%	6.6%
Other income / Assets	0.3%	0.4%	0.5%	0.5%	0.5%	0.6%	0.6%	0.4%	0.3%	0.4%	0.7%
Cost / Income	69.8%	58.3%	57.5%	65.4%	61.6%	61.7%	60.3%	63.5%	76.8%	84.7%	69.4%
Employees	31%	30%	27%	31%	31%	32%	31%	32%	34%	38%	32%
Others	34%	28%	30%	35%	30%	29%	29%	32%	43%	47%	37%
Cost / Assets	1.7%	1.5%	1.6%	1.7%	1.7%	1.8%	1.7%	1.7%	1.7%	1.7%	1.6%
RoA	0.8%	1.7%	1.9%	1.9%	2.1%	2.1%	2.2%	1.4%	1.0%	-0.9%	0.9%
RoE	4.7%	9.9%	11.8%	12.1%	13.4%	13.7%	15.2%	9.5%	6.9%	-7.0%	7.3%
Asset quality (%)											
GNPA	4.2%	3.13%	3.00%	2.86%	3.06%	2.80%	2.67%	2.90%	5.50%	5.5%	8.50%
NNPA	2.8%	1.54%	1.63%	1.45%	1.36%	0.81%	0.43%	0.80%	3.10%	3%	5.60%
PCR	36.2%	51.5%	46.6%	50.5%	54.3%	71.2%	83.9%	74.3%	44.7%	37.7%	35.4%
Credit Cost	2.9%	3.6%	3.4%	1.6%	2.1%	2.4%	2.3%	2.9%	1.4%	3.8%	2.4%

Source: Company, Centrum Broking

Exhibit 10: ROAE Tree

ROAE Tree	FY20	FY21	FY22	FY23E	FY24	FY25	FY26E	FY27E	FY28E
Total Assets	53,645	67,120	81,802	98,612	1,23,777	1,56,144	1,91,208	2,35,231	2,90,565
Average total assets	45,630	60,383	74,461	90,207	1,11,195	1,39,960	1,73,676	2,13,220	2,62,898
Equity	10,662	15,969	15,051	15,847	18,050	19,271	20,991	23,853	27,308
Average equity	9,734	13,316	15,510	15,449	16,948	18,660	20,131	22,422	25,581
Interest Income	16.8%	12.9%	12.6%	13.1%	14.3%	14.0%	12.8%	13.3%	12.9%
Interest expense	6.1%	6.1%	4.8%	4.8%	5.6%	6.1%	6.2%	6.2%	6.0%
Net Interest Income	10.7%	6.8%	7.8%	8.3%	8.7%	7.9%	6.6%	7.1%	6.9%
Other Income	1.9%	1.3%	1.3%	1.1%	2.0%	1.6%	2.0%	1.8%	1.8%
Total Income	12.7%	8.1%	9.1%	9.4%	10.6%	9.5%	8.6%	8.9%	8.7%
Opex	6.0%	5.44%	5.55%	5.62%	6.54%	6.7%	6.1%	6.1%	6.1%
PPOP	6.7%	2.6%	3.6%	3.7%	4.1%	2.8%	2.5%	2.8%	2.6%
Provisions	2.5%	2.4%	4.1%	2.6%	1.5%	1.8%	1.2%	0.9%	0.9%
PBT	4.2%	0.2%	-0.5%	1.1%	2.6%	1.0%	1.3%	1.9%	1.8%
Tax	1.8%	0.0%	0.8%	0.3%	0.6%	0.2%	0.3%	0.6%	0.4%
PAT	2.4%	0.2%	-1.2%	0.9%	1.9%	0.82%	0.99%	1.34%	1.31%
Leverage	4.69	4.53	4.80	5.84	6.56	7.50	8.63	9.51	10.28
ROE	11.4%	0.9%	-6.0%	5.0%	12.7%	6.2%	8.5%	12.8%	13.5%
Avg Advances/Avg Assets	68.1%	62.2%	58.6%	59.7%	63.4%	64.5%	64.6%	65.8%	66.7%

Source: Centrum Broking

P&L					
YE Mar (Rs mn)	FY24A	FY25A	FY26E	FY27E	FY28E
Interest earned	15,887	19,538	22,156	28,287	33,884
Interest expended	6,265	8,476	10,716	13,128	15,708
Net Interest Income	9,622	11,061	11,440	15,159	18,176
Other income	2,194	2,173	3,508	3,838	4,732
Total Income	11,816	13,234	14,948	18,997	22,908
Operating Expenses	7,277	9,342	10,573	13,102	16,022
Employees	3,608	4,442	5,077	6,347	7,822
Others	3,669	4,900	5,496	6,755	8,200
PPoP	4,539	3,892	4,375	5,895	6,887
Provisions	1,663	2,454	2,076	1,823	2,279
Profit before tax	2,876	1,438	2,299	4,072	4,607
Taxes	716	289	579	1,210	1,152
Net Profit	2,160	1,150	1,720	2,862	3,455

Ratios					
YE Mar	FY24A	FY25A	FY26E	FY27E	FY28E
Growth (%)					
Loans	34.3	23.5	25.0	25.0	25.0
Deposits	50.5	36.0	25.0	25.0	25.0
RWA growth	35.0	36.2	26.9	23.0	23.5
NII	28.9	15.0	3.4	32.5	19.9
Other income	125.2	(1.0)	61.5	9.4	23.3
Opex	43.7	28.4	13.2	23.9	22.3
PPoP	34.5	(14.3)	12.4	34.7	16.8
Provisions	(29.7)	47.5	(15.4)	(12.2)	25.0
Net profit	177.9	(46.8)	49.6	66.4	20.7
Profitability (%)					
Yield on assets	14.9	14.6	13.4	13.9	13.4
Cost of funds	6.9	7.2	7.4	7.1	7.0
NIM	9.0	8.3	6.9	7.4	7.2
Other income / Total inc.	18.6	16.4	23.5	20.2	20.7
Other inc. / avg assets	2.0	1.6	2.0	1.8	1.8
Cost/Income	61.6	70.6	70.7	69.0	69.9
Employee	30.5	33.6	34.0	33.4	34.1
Other	31.0	37.0	36.8	35.6	35.8
Opex/ Avg assets	6.5	6.7	6.1	6.1	6.1
Provisioning cost	2.4	2.7	1.9	1.3	1.3
Tax rate	24.9	20.1	25.2	29.7	25.0
RoE	12.7	6.2	8.5	12.8	13.5
RoA	1.9	0.8	1.0	1.3	1.3
RoRWA	3.9	1.5	1.8	2.4	2.3
Du-pont (%)					
Interest income	14.3	14.0	12.8	13.3	12.9
Interest expenses	5.6	6.1	6.2	6.2	6.0
NII	8.7	7.9	6.6	7.1	6.9
Other income	2.0	1.6	2.0	1.8	1.8
Total income	10.6	9.5	8.6	8.9	8.7
Operating expenses	6.5	6.7	6.1	6.1	6.1
Employee	3.2	3.2	2.9	3.0	3.0
Other	3.3	3.5	3.2	3.2	3.1
PPoP	4.1	2.8	2.5	2.8	2.6
Provisions	1.5	1.8	1.2	0.9	0.9
PBT	2.6	1.0	1.3	1.9	1.8
Tax	0.6	0.2	0.3	0.6	0.4
RoA	1.9	0.8	1.0	1.3	1.3

Source: Company, Centrum Broking

Balance sheet					
YE Mar (Rs mn)	FY24A	FY25A	FY26E	FY27E	FY28E
Share capital	1,062	1,063	1,063	1,063	1,063
Reserves & surplus	16,988	18,208	19,928	22,790	26,246
Deposits	77,773	1,05,796	1,32,245	1,65,306	2,06,633
Borrowings	24,430	27,103	32,523	39,028	46,834
Other Liabilities	3,525	3,974	5,449	7,044	9,790
Total liabilities	1,23,777	1,56,144	1,91,208	2,35,231	2,90,565
Cash balances with RBI	8,138	14,661	14,879	15,059	15,207
Balances with banks	3,663	2,432	2,488	2,546	2,604
Investments	25,993	31,375	40,473	52,211	67,352
Advances	80,780	99,744	1,24,679	1,55,849	1,94,812
Fixed Assets	1,688	2,901	3,482	4,178	5,014
Other Assets	3,516	5,030	5,206	5,389	5,577
Total assets	1,23,777	1,56,144	1,91,208	2,35,231	2,90,565

Ratios					
YE Mar (Rs mn)	FY24A	FY25A	FY26E	FY27E	FY28E
Balance Sheet (%)					
Loans / Deposits	103.9	94.3	94.3	94.3	94.3
Investments / Deposits	33.4	29.7	29.0	29.0	29.0
CASA	20.1	16.1	19.5	19.5	19.5
Assets/equity (x)	6.9	8.1	9.1	9.9	10.6
RWA / Total assets	51.0	55.0	57.0	57.0	57.0
Capital ratios (%)					
CET-1	28.4	25.0	21.3	19.4	17.8
Tier-1	28.4	25.0	21.3	19.4	17.8
Tier-2	1.6	1.6	1.4	1.2	1.1
CRAR	30.0	26.6	22.7	20.7	18.9
Asset quality ratios (%)					
GNPA (Rs mn)	2,423	7,343	9,277	9,532	12,669
NNPA (Rs mn)	698	4,663	6,267	2,509	2,769
GNPA	3.0	7.2	7.4	6.1	6.5
NNPA	0.9	4.6	5.0	1.6	1.4
PCR	71.2	37.7	32.4	73.7	78.1
Slippage	3.6	10.6	7.5	5.0	5.0
NNPA / Equity	3.9	24.2	29.9	10.5	10.1
Per share					
EPS	20.3	10.8	16.2	26.9	32.5
BVPS	170.0	181.3	197.5	224.4	256.9
ABVPS	165.0	148.4	153.3	206.7	237.4
Valuation (x)					
P/E	6.5	12.3	8.2	4.9	4.1
P/BV	0.8	0.7	0.7	0.6	0.5
P/ABV	0.8	0.9	0.9	0.6	0.6

Source: Company, Centrum Broking

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Suryoday Small Finance Bank



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