

Bajaj Housing Finance | ADD

Weathering competitive pressures; maintain ADD



Bajaj Housing (BHFL) reported a mixed quarter, with Q4FY26 PAT edging up 1% QoQ (missing JMFe by ~5%), translating to RoA/RoE of 2.2%/12%. NII decreased 2% QoQ (-6% JMFe) impacted by ~20bps QoQ NIM compression, driven by 39bps QoQ decline in yields. Management attributed this to: i) higher competitive intensity in Q4FY26; ii) pass-through of the 15bps PLR cut undertaken in Dec'25; and iii) product mix changes. The miss on NII and other income (-8% JMFe) is partially offset by lower-than-expected opex (-7% JMFe), restricting PPOP's fall to 6% below estimate (-1% QoQ). Credit cost remained benign at 16bps. Disbursement growth moderated to 23% YoY (from 32% in Q3FY26), while AUM growth stayed strong at 23% YoY/5% QoQ. Management guided for an RoA at the upper end of 2–2.2%, with margin pressure likely offset by operating leverage and moderating credit cost. Despite a mixed Q4FY26, BHFL remains well placed to deliver ~20% EPS CAGR over FY26–28E supported by: i) its diversified portfolio, ii) a gradual improvement in the C/I ratio, and iii) disciplined credit cost management. However, the current rich valuation of 2.6x FY28E BVPS (0.6x/1.1x for LIC HF/PNB HF and 1.6–2.1x for AHFCs) might limit near-term upside potential. We reckon AUM CAGR would be 23% over FY26–28E and largely maintain EPS estimates. Maintain ADD with a revised TP of INR 95 (earlier INR 86) based on 2.7x FY28E BVPS (earlier 2.4x) for an average RoA/RoE of 2.1%/~13% over FY27–28E.

- Steady AUM growth:** Q4FY26 disbursements moderated to 23% YoY (from 32% YoY uptick in Q3FY26), though AUM growth remained broadly steady at 23% YoY. Lower-yielding HL and LAP grew 18%/44% YoY (versus 18%/39% in Q3FY26), whereas growth in higher-yielding DF/LAP moderated, weighing on margins. The share of HL in the portfolio has been trending lower while LRD mix has gradually increased over recent quarters. Within HLs, however, the share of the 'Sambhav' portfolio continued to rise and stood at ~6.4% of total AUM (versus 3.7% in Q3FY26), which could partly support margins. We estimate an AUM CAGR of ~23% over FY26–28E.
- Operating miss driven by lower NII:** BHFL reported NII of INR 9.5bn (15%/-2% YoY/QoQ, -6% JMFe) impacted by 20bps QoQ NIM compression driven by a sharper 39bps QoQ decline in yields versus a 23bps decline in CoFs. Lower-than-expected opex (+6% YoY, -7% JMFe) made for a partial offset, though PPOP still missed JMFe by 6% (-1% QoQ). Benign credit cost at 16bps (flat QoQ, -2bps JMFe) limited the PAT miss to 5% (+14% YoY). Management expects some pressure on margins; however, operating leverage and moderating credit cost should help sustain RoA at the upper end of 2–2.2%. We estimate an earnings CAGR of 20% over FY26–28E.
- Asset quality indicators largely stable:** Asset quality remained broadly stable, with GNPA/NNPA at 0.3%/0.1% (-1bps QoQ each). PCR improved to ~60% (+108bps QoQ). Overall ECL/EAD inched up to 0.59% (+2bps QoQ) supported by healthy ~29% provisioning on Stage-2 assets, reflecting higher overlays amid global uncertainties. Net slippages moderated to ~0.04% (versus 0.09% in Q3FY26), while segmental asset quality metrics remained stable-to-improving. We build in average credit cost (as a % of AUM) of 18bps over FY27–28E.
- Valuation and JMFe view:** Despite the weak quarter, we argue BHFL remains well placed to deliver an EPS CAGR of ~20% over FY26–28E supported by: i) a diversified portfolio; ii) gradual improvement in the C/I ratio; and iii) disciplined credit cost management. However, the current rich valuation of 2.6x FY28E BVPS (versus 0.6x/1.1x for LIC HF/PNB HF and 1.6–2.1x for AHFCs) limits near-term upside. We estimate an AUM CAGR of 23% over FY26–28E and largely maintain EPS estimates. Maintain ADD with a revised TP of INR 95, valuing the company at 2.7x FY28E BVPS (earlier 2.4x) for average RoA/RoE of 2.1%/13% over FY27–28E.

Ajit Kumar

ajit.k@jmfl.com | Tel: (91 22) 66303489

Raghvesh

raghvesh@jmfl.com | Tel: (91 22) 66303099

Pratik Matkar

pratik.matkar@jmfl.com | Tel: (91 22) 66301881

Arun Nalkara

arun.nalkara@jmfl.com | Tel: (91 22) 39533640

Shubham Karvande

shubham.karvande@jmfl.com | Tel: (91 22) 66303696

Aryan Singhal

aryan.singhal@jmfl.com | Tel: (91 22) 66303253

Sunita Nayak

sunita.nayak@jmfl.com | Tel: (91 22) 66301889

Recommendation and Price Target

Current Reco.	ADD
Previous Reco.	ADD
Current Price Target (12M)	95
Upside/(Downside)	6.7%
Previous Price Target	86
Change	10.2%

Key Data – BAJAJHFL IN

Current Market Price	INR89
Market cap (bn)	INR744.7/US\$7.9
Free Float (%)	10.3
Shares in issue (mn)	8,332.3
Diluted share (mn)	8,332.3
3-mon avg daily val (mn)	INR667.4/US\$7.1
52-week range	INR129/73
Sensex/Nifty	76,887/23,996
INR/US\$	94.6

Price Performance

%	1M	6M	12M
Absolute	17.8	-18.0	-28.6
Relative*	12.8	-9.4	-25.4

*To the NSE Nifty 50

Financial Summary

	(INR mn)				
Y/E Mar	FY24A	FY25A	FY26A	FY27E	FY28E
Net Profit	17,312	21,629	25,603	30,253	37,144
Net Profit (YoY) (%)	37.6	24.9	18.4	18.2	22.8
NIM (%)	3.1	2.9	2.9	2.7	2.8
AUM (YoY) (%)	32.0	25.5	22.7	23.3	23.4
Gross NPA (%)	0.2	0.3	0.2	0.2	0.2
ROA (%)	2.4	2.3	2.2	2.1	2.2
ROE (%)	15.2	13.4	12.1	12.6	13.6
EPS	2.6	2.6	3.1	3.6	4.5
EPS (YoY) (%)	37.6	0.7	18.4	18.2	22.8
P/E (x)	34.6	34.4	29.1	24.6	20.0
BV	18	24	27	31	35
BV (YoY) (%)	16.5	31.4	12.9	13.4	14.5
P/BV (x)	4.9	3.7	3.3	2.9	2.5

Source: Company data, JM Financial. Note: Valuations as of April 28, 2026

JM Financial Research is also available on: Bloomberg - JMFR <GO>, FactSet, LSEG and S&P Capital IQ

Please see Appendix I at the end of this report for Important Disclosures and Disclaimers and Research Analyst Certification.

Q4FY26 quarterly performance

Exhibit 1: Q4FY26 result snapshot

BHFL- Earnings Table (INR bn)	4QFY25	3QFY26	4QFY26	YoY (%)	QoQ (%)	4QFY26F	A/F (%)
Interest Income	23.7	27.0	27.1	14%	0%	28.1	-4%
Finance Cost	15.5	17.3	17.6	14%	2%	18.0	-2%
NII	8.2	9.6	9.5	15%	-2%	10.1	-6%
Non-Interest income	1.3	1.9	2.0	46%	5%	2.1	-8%
Total income	9.6	11.5	11.4	19%	-1%	12.2	-6%
Employee cost	1.3	1.4	1.5	9%	3%	1.5	
Total Operating Expenses	2.1	2.2	2.2	6%	0%	2.4	-7%
Operating Profit	7.5	9.3	9.2	23%	-1%	9.8	-6%
Provisions	0.3	0.5	0.6	87%	2%	0.6	-13%
PBT	7.2	8.6	8.7	20%	0%	9.2	-6%
Tax	1.3	2.0	2.0	48%	-1%	2.1	-8%
Reported Profit	5.9	6.6	6.7	14%	1%	7.1	-5%
Balance sheet (INR bn)	4QFY25	3QFY26	4QFY26	YoY (%)	QoQ (%)	4QFY26F	A/E (%)
AUM	1,147	1,334	1,407	23%	5%	1,407	0%
Disbursements	143	165	175	23%	6%	175	0%
Borrowings	821	989	1,037	26%	5%	1,007	3%
Networth	199	218	225	13%	3%	225	0%
Ratio analysis	4QFY25	3QFY26	4QFY26	YoY (%)	QoQ (%)	4QFY26F	A/E (%)
Yield on AAUM (%)	8.52%	8.29%	7.90%	-61 bps	-39 bps	8.2%	-29 bps
Cost of borrowings (%)	7.74%	7.19%	6.96%	-78 bps	-23 bps	7.3%	-32 bps
Spread (%)	0.78%	1.11%	0.94%	17 bps	-16 bps	0.9%	3 bps
NIM (%)	2.95%	2.96%	2.76%	-19 bps	-20 bps	2.9%	-18 bps
ROA (%)	2.33%	2.24%	2.15%	-18 bps	-9 bps	2.3%	-11 bps
ROE (%)	11.95%	12.36%	12.07%	12 bps	-30 bps	12.72%	-65 bps
Credit quality	4QFY25	3QFY26	4QFY26	YoY (%)	QoQ (%)	4QFY26F	A/E (%)
Gross Stage 3 (INR bn)	2.9	3.2	3.3	15%	3%	4.1	-20%
Net stage 3 (INR bn)	1.1	1.3	1.3	17%	1%	1.7	-23%
GS3 (%)	0.29%	0.27%	0.27%	-2 bps	-1 bps	0.3%	-7 bps
NS3 (%)	0.11%	0.11%	0.11%	-1 bps	-1 bps	0.1%	-3 bps
Credit cost (%)	0.11%	0.17%	0.16%	6 bps	0 bps	0.2%	-2 bps
ECL/EAD (%)	0.58%	0.57%	0.59%	1 bps	1 bps	0.6%	0 bps

Source: Company, JM Financial

Q4FY26 conferecne call takeaways

AUM mix/growth

- Higher fee income and assignment income achieved during FY26 than initially estimated as per management.
- Sambhav book currently stands at INR 90bn.
- Assignment income is a function of home loan versus non-home loan mix. If BT-outs stabilise and HL growth picks up, then assignment income should also stabilise or moderate going forward.
- Fee income increase was driven by insurance income and foreclosure income and is expected to grow broadly in line with loan growth.
- DF AUM growth was subdued as the company continues to see higher cash flows from funded projects.

Margin

- Margin decline was led by lower disbursal yield driven primarily by competitive intensity (particularly in Q4). Also, there was a PLR cut of 15bps in Dec'25. Full pass through on that came through in this quarter. Some portfolio which is repo-linked also got impacted by the 25bps rate cut. Also, there was a change in product mix, as HL, LRD, etc grew faster than DF etc. So, all these factors combined resulted in a decline in yields.
- Yields will see a further slight compression, slightly higher than that will be seen in CoFs (which could be 2–3bps QoQ). CoF could see a 2–3bps moderation in Q1FY27E compared with Q4FY26, in part due to NHB refinancing and some refinancing benefits from NCD coming in (compared to NCDs raised earlier at higher rates).
- Portfolio yield reduced by ~14bps from lower acquisition pricing as well as portfolio attrition of a higher rate book.
- Sequential CoFs reduction was due to rate cut benefits flowing in. This was somewhat offset by higher rates for money market borrowings made in Q4FY26.
- Diversified borrowing backed by relationship with 18 banks.
- In terms of yields, HLs would be 850–860bps, LAP would be about 150bps above HL yields, DF would be in the 11.5–11.75% corridor, and LRD would be in the 790–800bps corridor. Incremental yields on HLs would be 805–810bps.
- NCD yields for Mar'26 borrowing would have been in the 7.5–7.6% range. However, these fixed rate borrowings are converted to floating rate borrowings through OIS instruments and so the overall yields come down much finer to sub-7% levels.
- Interest rates (yields) on loans generally harden in the Apr–May months compared to Feb–Mar months as an industry practice.
- There will be no further PLR cuts as per current scenario as per management.
- Floating rate borrowings are currently ~63% (including the OIS portion).

Asset quality

- Overlay was released in FY25 and so credit costs for FY25 and FY26 are not comparable.
- All the bounce metrics are showing improvement on a QoQ basis, including Mar'26 and Apr'26.
- Stage-2 coverage was increased purely for prudence considering the global macroeconomic scenario.

Guidance

- RoA over the medium-term will trend towards the upper end of the medium-term guidance (2–2.2%).
- Some NIM compression will be seen, which will be offset by further operating efficiencies

and credit cost improvement. RoA for Q4 is around 2.3%, so the difference between higher guidance range of ~2.2% would be attributable to this NIM compression.

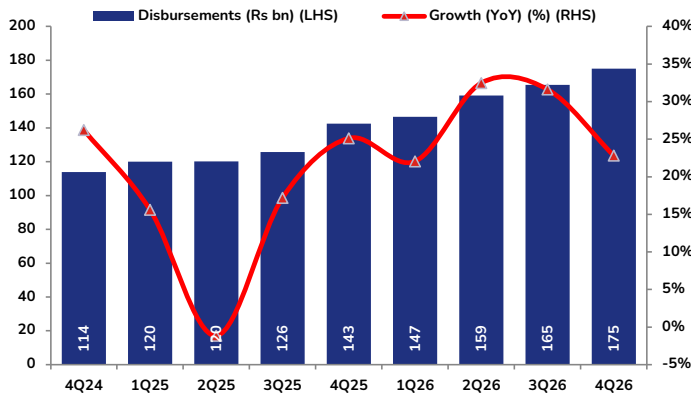
- Loan growth target has always been at 2x of what the industry is growing at.

Other highlights

- Individual home loans as per regulatory definition stood at 50.45%.
- BT-outs stand around 10% (out of total attrition of ~20%). So, the rest would be attributable to sale of property by customers, part-payments or natural attrition due to lower interest rates or foreclosures.
- In terms of BT-outs, competition is primarily PSBs, then HDFC and ICICI. BT-outs should see some moderation going forward.

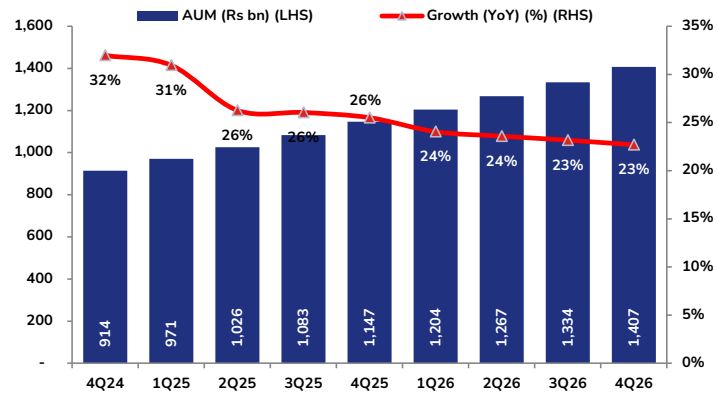
Quarterly trends

Exhibit 2: Disbursement growth moderates to ~23% versus 32% in Q3...



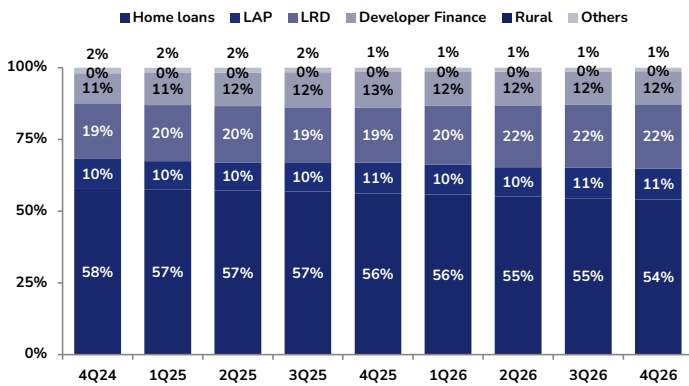
Source: Company, JM Financial

Exhibit 3: ...leading to slight moderatin in AUM growth as well



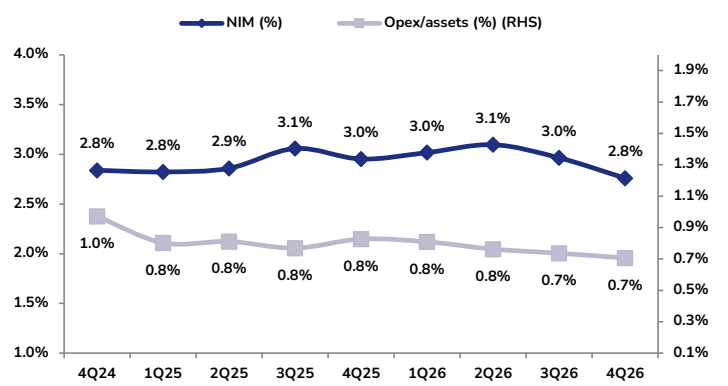
Source: Company, JM Financial

Exhibit 4: LRD share inching up slowly; HL mix has been moderating



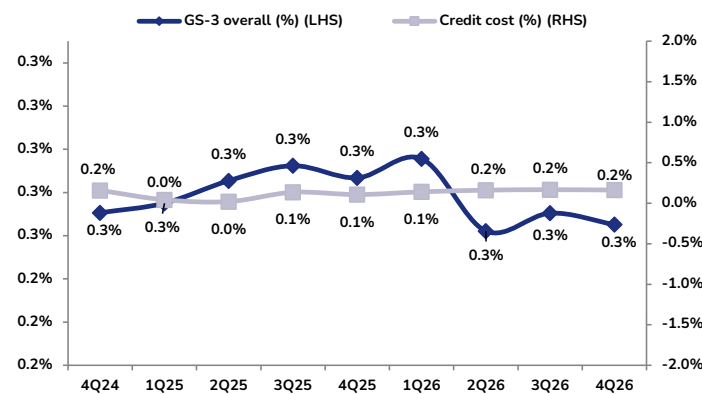
Source: Company, JM Financial

Exhibit 5: Calculated margins shoot up 20bps QoQ, courtesy lower yields



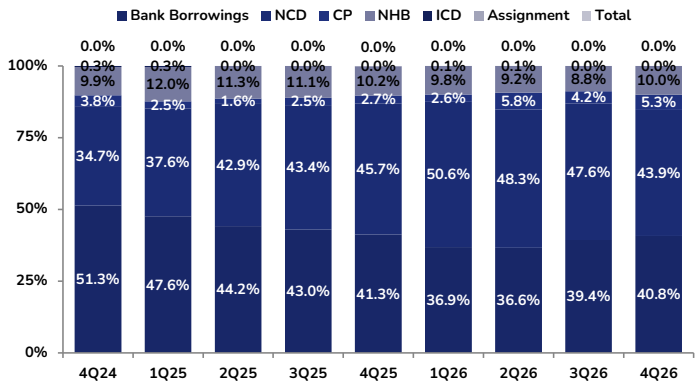
Source: Company, JM Financial

Exhibit 6: GS-3 and credit costs have been largely steady QoQ



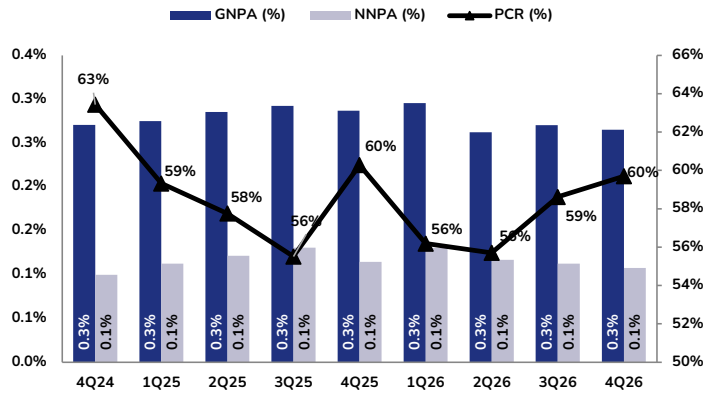
Source: Company, JM Financial

Exhibit 7: Share of NCDs moderating; share of CPs/NHB loans rising



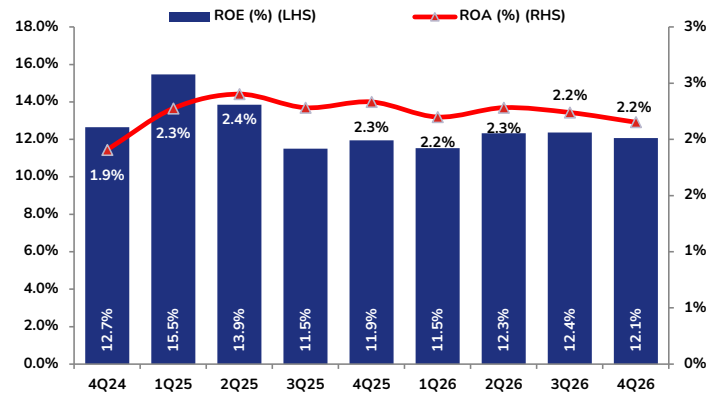
Source: Company, JM Financial

Exhibit 8: HL segment also sees steady GS-3/NS-3; PCR up



Source: Company, JM Financial

Exhibit 9: Returns' profiles moderate on a sequential basis



Source: Company, JM Financial

Exhibit 10: Changes in estimates

Particulars	New estimates		Old estimates		Change in estimates	
	FY27E	FY28E	FY27E	FY28E	FY27E	FY28E
Recommendation	ADD		ADD			
Target price (Rs)	95		86		10%	
Assumptions						
AUM (Rs bn)	1,735	2,142	1,736	2,142	0%	0%
YoY growth	23%	23%	23%	23%	-2bps	-1bps
Net interest margins (calculated) (%)	2.7%	2.8%	2.9%	2.9%	-21bps	-7bps
Opex as a % of AUM	0.6%	0.6%	0.6%	0.6%	1bps	0bps
Credit cost (%)	0.2%	0.2%	0.2%	0.3%	-5bps	-8bps
Output						
Net revenues (Rs bn)	51.99	62.98	53.61	65.29	-3%	-4%
Operating profit (Rs bn)	41.91	51.85	43.63	54.09	-4%	-4%
Profit after tax (Rs bn)	30.25	37.14	30.94	37.69	-2%	-1%
EPS (Rs)	3.6	4.5	3.7	4.5	-2%	-1%
Adjusted BVPS (Rs)	31	35	31	35	0%	0%
RoA (%)	2.1%	2.2%	2.2%	2.2%	-4bps	-3bps
RoE (%)	12.6%	13.6%	12.8%	13.7%	-26bps	-14bps

Source: Company, JM Financial

Financial Tables (Standalone)

Income Statement					
	(INR mn)				
Y/E Mar	FY24A	FY25A	FY26A	FY27E	FY28E
Interest Income	72,024	89,862	105,116	125,693	157,018
Interest Expense	46,926	59,793	67,594	83,375	102,966
Net Interest Income (NII)	25,098	30,069	37,522	42,318	54,052
Non Interest Income	4,153	5,682	6,387	9,667	8,926
Total Income	29,250	35,751	43,909	51,985	62,979
Operating Expenses	7,028	7,464	8,671	10,071	11,132
Pre-provisioning Profits	22,222	28,287	35,238	41,914	51,847
Loan-Loss Provisions	609	585	1,907	2,624	3,607
Others Provisions	-	-	131	-	-
Total Provisions	609	585	2,038	2,624	3,607
PBT	21,613	27,702	33,200	39,290	48,239
Tax	4,301	6,073	7,597	9,037	11,095
PAT (Pre-Extra ordinaries)	17,312	21,629	25,603	30,253	37,144
Extra ordinaries (Net of Tax)	-	-	-	-	-
Reported Profits	17,312	21,629	25,603	30,253	37,144
Dividend	-	-	-	-	-
Retained Profits	17,312	21,629	25,603	30,253	37,144

Source: Company, JM Financial

Key Ratios

Y/E Mar	FY24A	FY25A	FY26A	FY27E	FY28E
Growth (YoY) (%)					
Borrowed funds	28.6	18.7	26.4	23.3	20.6
Advances	27.7	25.5	24.4	22.0	23.4
Total Assets	26.6	25.6	23.7	21.8	22.8
NII	22.0	19.8	24.8	12.8	27.7
Non-interest Income	4.8	36.8	12.4	51.4	-7.7
Operating Expenses	11.5	6.2	16.2	16.1	10.5
Operating Profits	21.9	27.3	24.6	18.9	23.7
Core Operating profit	28.5	26.6	29.3	12.2	31.6
Provisions	-50.7	-4.0	248.7	28.8	37.5
Reported PAT	37.6	24.9	18.4	18.2	22.8
Yields / Margins (%)					
Interest Spread	17.54	17.71	16.48	16.17	16.46
NIM	3.13	2.92	2.94	2.69	2.79
Profitability (%)					
ROA	2.36	2.34	2.23	2.15	2.15
ROE	15.2	13.4	12.1	12.6	13.6
Cost to Income	24.0	20.9	19.7	19.4	17.7
Asset Quality (%)					
Gross NPA	0.24	0.25	0.23	0.23	0.24
Credit Cost (on AUM)	0.13	0.10	0.29	0.30	0.34
Capital Adequacy (%)					
Tier I	20.7	27.7	22.0	23.7	22.2
CAR	21.3	28.2	22.5	24.2	22.6

Source: Company, JM Financial

Balance Sheet					
	(INR mn)				
Y/E Mar	FY24A	FY25A	FY26A	FY27E	FY28E
Equity Capital	67,122	83,282	83,287	83,287	83,287
Reserves & Surplus	55,213	116,187	141,941	172,195	209,339
Networth	122,335	199,468	225,228	255,481	292,626
Borrowed Funds	691,293	820,719	1,037,040	1,278,937	1,542,043
Other Liabilities	4,643	7,900	9,203	13,827	66,580
Total - Liabilities	818,271	1,028,088	1,271,471	1,548,245	1,901,248
Net Advances	793,010	995,129	1,237,451	1,509,682	1,863,302
Investments	19,386	25,333	25,022	27,773	25,701
Cash & Bank Balances	640	618	1,656	1,735	1,071
Fixed Assets	5,235	7,008	7,342	9,054	11,175
Total - Assets	818,271	1,028,088	1,271,471	1,548,245	1,901,248

Source: Company, JM Financial

Dupont Analysis

Y/E Mar	FY24A	FY25A	FY26A	FY27E	FY28E
NII / Assets	3.43	3.26	3.26	3.00	3.13
Other Income / Assets	0.57	0.62	0.56	0.69	0.52
Total Income / Assets	3.99	3.87	3.82	3.69	3.65
Cost / Assets	0.96	0.81	0.75	0.71	0.65
PPP / Assets	3.03	3.06	3.06	2.97	3.01
Provisions / Assets	0.08	0.06	0.18	0.19	0.21
PBT / Assets	2.95	3.00	2.89	2.79	2.80
Tax rate	19.9	21.9	22.9	23.0	23.0
ROA	2.36	2.34	2.23	2.15	2.15
Leverage	6.4	5.7	5.4	5.9	6.3
ROE	15.2	13.4	12.1	12.6	13.6

Source: Company, JM Financial

Valuations

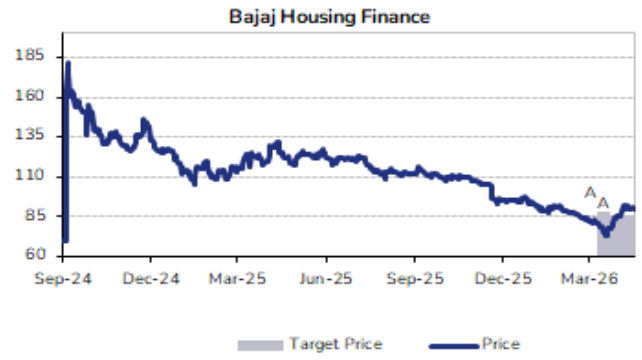
Y/E Mar	FY24A	FY25A	FY26A	FY27E	FY28E
Shares in Issue	6,712.2	8,328.2	8,328.7	8,328.7	8,328.7
EPS (INR)	2.6	2.6	3.1	3.6	4.5
EPS (YoY) (%)	37.6	0.7	18.4	18.2	22.8
P/E (x)	34.6	34.4	29.1	24.6	20.0
BV (INR)	18.2	24.0	27.0	30.7	35.1
BV (YoY) (%)	16.5	31.4	12.9	13.4	14.5
P/BV (x)	4.90	3.73	3.30	2.91	2.54
DPS (INR)	-	-	-	-	-
Div. yield (%)	-	-	-	-	-

Source: Company, JM Financial

Recommendation History Table

Date	Recommendation	Target Price	% Chg.
5-Apr-26	Add	86	-2.3
23-Mar-26	Add	88	

Recommendation History Chart



APPENDIX I

Investment in securities market are subject to market risks. Read all the related documents carefully before investing.

Research Analyst(s) Certification

The Research Analyst(s), with respect to each issuer and its securities covered by them in this research report, certify that:

All of the views expressed in this research report accurately reflect his or her or their personal views about all of the issuers and their securities; and

No part of his or her or their compensation was, is, or will be directly or indirectly related to the specific recommendations or views expressed in this research report.

Rating System: Definition of ratings	
Rating	Meaning
BUY	Expected return \geq 15% over the next twelve months.
ADD	Expected return \geq 5% and $<$ 15% over the next twelve months.
REDUCE	Expected return \geq -10% and $<$ 5% over the next twelve months.
SELL	Expected return $<$ -10% over the next twelve months.

Note: For REITs (Real Estate Investment Trust) and InvIT (Infrastructure Investment Trust) total expected returns include dividends or DPU (distribution per unit)

Important Disclosures

This research report has been prepared by JM Financial Institutional Securities Limited (JM Financial Institutional Securities) to provide information about the company(ies) and sector(s), if any, covered in the report and may be distributed by it and/or its associates solely for the purpose of information of the select recipient of this report. This report and/or any part thereof, may not be duplicated in any form and/or reproduced or redistributed without the prior written consent of JM Financial Institutional Securities. This report has been prepared independent of the companies covered herein.

JM Financial Institutional Securities is registered with the Securities and Exchange Board of India (SEBI) as a Research Analyst and a Stock Broker having trading memberships of the BSE Ltd. (BSE) and National Stock Exchange of India Ltd. (NSE). No material disciplinary action has been taken by SEBI against JM Financial Institutional Securities in the past two financial years which may impact the investment decision making of the investor. Registration granted by SEBI and certification from the National Institute of Securities Market (NISM) in no way guarantee performance of JM Financial Institutional Securities or provide any assurance of returns to investors.

JM Financial Institutional Securities renders stock broking services primarily to institutional investors and provides the research services to its institutional clients/investors. JM Financial Institutional Securities and its associates are part of a multi-service, integrated investment banking, investment management, brokerage and financing group. JM Financial Institutional Securities and/or its associates might have provided or may provide services in respect of managing offerings of securities, corporate finance, investment banking, mergers & acquisitions, broking, financing or any other advisory services to the company(ies) covered herein. JM Financial Institutional Securities and/or its associates might have received during the past twelve months or may receive compensation from the company(ies) mentioned in this report for rendering any of the above services.

JM Financial Institutional Securities and/or its associates, their directors and employees may; (a) from time to time, have a long or short position in, and buy or sell the securities of the company(ies) mentioned herein or (b) be engaged in any other transaction involving such securities and earn brokerage or other compensation or act as a market maker in the financial instruments of the company(ies) covered under this report or (c) act as an advisor or lender/borrower to, or may have any financial interest in, such company(ies) or (d) considering the nature of business/activities that JM Financial Institutional Securities is engaged in, it may have potential conflict of interest at the time of publication of this report on the subject company(ies).

Neither JM Financial Institutional Securities nor its associates or the Research Analyst(s) named in this report or his/her relatives individually own one per cent or more securities of the company(ies) covered under this report, at the relevant date as specified in the SEBI (Research Analysts) Regulations, 2014.

The Research Analyst(s) principally responsible for the preparation of this research report and their immediate relatives are prohibited from buying or selling debt or equity securities, including but not limited to any option, right, warrant, future, long or short position issued by company(ies) covered under this report. The Research Analyst(s) principally responsible for the preparation of this research report or their immediate relatives (as defined under SEBI (Research Analysts) Regulations, 2014); (a) do not have any financial interest in the company(ies) covered under this report or (b) did not receive any compensation from the company(ies) covered under this report, or from any third party, in connection with this report or (c) do not have any other material conflict of interest at the time of publication of this report. Research Analyst(s) are not serving as an officer, director or employee of the company(ies) covered under this report.

While reasonable care has been taken in the preparation of this report, it does not purport to be a complete description of the securities, markets or developments referred to herein, and JM Financial Institutional Securities does not warrant its accuracy or completeness. JM Financial Institutional Securities may 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. This report is provided for information only and is not an investment advice and must not alone be taken as the basis for an investment decision.

This research report is based on the fundamental research/analysis conducted by the Research Analyst(s) named herein. Accordingly, this report has been prepared by studying/focusing on the fundamentals of the company(ies) covered in this report and other macro-economic factors. JM Financial Institutional Securities may have also issued or may issue, research reports and/or recommendations based on the technical/quantitative analysis of the company(ies) covered in this report by studying and using charts of the stock's price movement, trading volume and/or other volatility parameters. As a result, the views/recommendations expressed in such technical research reports could be inconsistent or even contrary to the views contained in this report.

The investment discussed or views expressed or recommendations/opinions given herein may not be suitable for all investors. The user assumes the entire risk of any use made of this information. The information contained herein may be changed without notice and JM Financial Institutional Securities reserves the right to make modifications and alterations to this statement as they may deem fit from time to time.

This report is neither an offer nor solicitation of an offer to buy and/or sell any securities mentioned herein and/or not an official confirmation of any transaction.

This report is not directed or intended for distribution to, or use by any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction, where such distribution, publication, availability or use would be contrary to law, regulation or which would subject JM Financial Institutional Securities and/or its affiliated company(ies) to any registration or licensing requirement within such jurisdiction. The securities described herein may or may not be eligible for sale in all jurisdictions or to a certain category of investors. Persons in whose possession this report may come, are required to inform themselves of and to observe such restrictions. Please click [here](#) to access our detailed Terms and Conditions, including the Most Important Terms and Conditions.

Additional disclosure only for U.S. persons: JM Financial Institutional Securities has entered into an agreement with JM Financial Securities, Inc. ("JM Financial Securities"), a U.S. registered broker-dealer and member of the Financial Industry Regulatory Authority ("FINRA") in order to conduct certain business in the United States in reliance on the exemption from U.S. broker-dealer registration provided by Rule 15a-6, promulgated under the U.S. Securities Exchange Act of 1934 (the "Exchange Act"), as amended, and as interpreted by the staff of the U.S. Securities and Exchange Commission ("SEC") (together "Rule 15a-6").

This research report is distributed in the United States by JM Financial Securities in compliance with Rule 15a-6, and as a "third party research report" for purposes of FINRA Rule 2241. In compliance with Rule 15a-6(a)(3) this research report is distributed only to "major U.S. institutional investors" as defined in Rule 15a-6 and is not intended for use by any person or entity that is not a major U.S. institutional investor. If you have received a copy of this research report and are not a major U.S. institutional investor, you are instructed not to read, rely on, or reproduce the contents hereof, and to destroy this research or return it to JM Financial Institutional Securities or to JM Financial Securities.

This research report is a product of JM Financial Institutional Securities, which is the employer of the research analyst(s) solely responsible for its content. The research analyst(s) preparing this research report is/are resident outside the United States and are not associated persons or employees of any U.S. registered broker-dealer. Therefore, the analyst(s) are not subject to supervision by a U.S. broker-dealer, or otherwise required to satisfy the regulatory licensing requirements of FINRA and may not be subject to the Rule 2241 restrictions on communications with a subject company, public appearances and trading securities held by a research analyst account.

Any U.S. person who is recipient of this report that wishes further information regarding, or to effect any transaction in, any of the securities discussed in this report, must contact, and deal directly through a U.S. registered representative affiliated with a broker-dealer registered with the SEC and a member of FINRA. In the U.S., [JM Financial Institutional Securities](#) has an affiliate, JM Financial Securities, Inc. located at 1177 Avenue of the Americas, 5th Floor, Offices 5045 and 5046, New York, New York 10036. Telephone +1 (332) 900 4956 which is registered with the SEC and is a member of FINRA and SIPC.

Additional disclosure only for U.K. persons: Neither JM Financial Institutional Securities nor any of its affiliates is authorised in the United Kingdom (U.K.) by the Financial Conduct Authority. As a result, this report is for distribution only to persons who (i) have professional experience in matters relating to investments falling within Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (as amended, the "Financial Promotion Order"), (ii) are persons falling within Article 49(2)(a) to (d) ("high net worth companies, unincorporated associations etc.") of the Financial Promotion Order, (iii) are outside the United Kingdom, or (iv) are persons to whom an invitation or inducement to engage in investment activity (within the meaning of section 21 of the Financial Services and Markets Act 2000) in connection with the matters to which this report relates may otherwise lawfully be communicated or caused to be communicated (all such persons together being referred to as "relevant persons"). This report is directed only at relevant persons and must not be acted on or relied on by persons who are not relevant persons. Any investment or investment activity to which this report relates is available only to relevant persons and will be engaged in only with relevant persons.

Additional disclosure only for Canadian persons: This report is not, and under no circumstances is to be construed as, an advertisement or a public offering of the securities described herein in Canada or any province or territory thereof. Under no circumstances is this report to be construed as an offer to sell securities or as a solicitation of an offer to buy securities in any jurisdiction of Canada. Any offer or sale of the securities described herein in Canada will be made only under an exemption from the requirements to file a prospectus with the relevant Canadian securities regulators and only by a dealer properly registered under applicable securities laws or, alternatively, pursuant to an exemption from the registration requirement in the relevant province or territory of Canada in which such offer or sale is made. This report is not, and under no circumstances is it to be construed as, a prospectus or an offering memorandum. No securities commission or similar regulatory authority in Canada has reviewed or in any way passed upon these materials, the information contained herein or the merits of the securities described herein and any representation to the contrary is an offence. If you are located in Canada, this report has been made available to you based on your representation that you are an "accredited investor" as such term is defined in National Instrument 45-106 Prospectus Exemptions and a "permitted client" as such term is defined in National Instrument 31-103 Registration Requirements, Exemptions and Ongoing Registrant Obligations. Under no circumstances is the information contained herein to be construed as investment advice in any province or territory of Canada nor should it be construed as being tailored to the needs of the recipient. Canadian recipients are advised that JM Financial Securities, Inc., JM Financial Institutional Securities Limited, their affiliates and authorized agents are not responsible for, nor do they accept, any liability whatsoever for any direct or consequential loss arising from any use of this research report or the information contained herein.

JM Financial Institutional Securities Limited

Corporate Identity Number: U67100MH2017PLC296081

Member of BSE Ltd. and National Stock Exchange of India Ltd.

SEBI Registration Nos.: Stock Broker - INZ000163434, Research Analyst - INH000000610

Registered Office: 7th Floor, Cnergy, Appasaheb Marathe Marg, Prabhadevi, Mumbai 400 025, India.

Board: +91 22 6630 3030 | Fax: +91 22 6630 3488 | Email: jmfinancial.research@jmfl.com | www.jmfl.com

Compliance Officer: Ms. Ashley Johnson | Tel: +91 22 6224 1862 | Email: ashley.johnson@jmfl.com

Grievance Officer: Ms. Ashley Johnson | Tel: +91 22 6224 1862 | Email: instcompliance@jmfl.com
