

HSIE Results Daily

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Results Reviews

- JK Cement:** We maintain our REDUCE rating on JK Cement (JKCE), with a lower TP of INR 2,485 (11.5x Mar-23E consolidated EBITDA). In Q4FY22, while grey cement volume picked up QoQ, white/putty volume declined. Overall margin contracted in both the segments on rising energy costs. White profitability is additionally hit and continues to slide at a faster pace on increased competition (from paint companies). Consolidated revenue rose 10% YoY on higher grey NSR. However, EBITDA/APAT fell 21% each YoY.
- The Ramco Cements:** We maintain ADD on The Ramco Cements (TRCL), with a revised target price of INR 745/share (13x Mar-24E EBITDA). We continue to like the company for its strong retail presence in the south and growth oriented strategy. TRCL delivered flattish volume YoY but surprised with healthy realisation, +4% QoQ, leading to 5% EBITDA beat (on our estimate). While standalone revenue rose 5% YoY, higher input cost, other expenses, and capital charges pulled down EBITDA/APAT by 34/42% YoY. Net debt/EBITDA increased to 2.9x in Mar-22 on account of expansion-led debt pile-up.
- Nuvoco Vistas:** We maintain BUY on Nuvoco Vistas, with an unchanged TP of INR 620/share (11x its consolidated Mar-24E EBITDA). We continue to like it for its leadership presence in the east, large retail focus, and various margin initiatives. Nuvoco is also working to reduce leverage on its books (Mar-22 net debt/EBITDA at 3.5x, vs 4.7x YoY). In Q4FY22, Nuvoco delivered healthy volume recovery (+30% QoQ) on demand uptick. Even unitary EBITDA rebounded 43% QoQ to INR 792/MT on healthy pricing and stable input costs. On a YoY basis, while consolidated revenue went up 11%, input cost spike pulled down EBITDA/APAT by 19/22% YoY. The company tightened its working capital, which had bloated in Sep-21, further boosting its debt reduction efforts.
- Heidelberg Cement:** We maintain our REDUCE rating on Heidelberg Cement (HEIM), with a revised target price of INR 190/share (8.5x Mar-24E EBITDA). In the absence of any major planned expansion for the next three years, we expect subdued volume growth and loss in market share, as other players expand in HEIM's core markets. In Q4FY22, the company's QoQ volume recovery in the peak quarter remained muted at 9% (-1% YoY). Adjusted for prior-period incentives, unitary EBITDA recovered 24% QoQ to INR 751/MT. Since there was no major Capex outgo, the balance sheet continues to be firm: net cash on the books almost doubled YoY in Mar-22 to INR 1.5bn.
- Karur Vysya Bank:** Karur Vysya Bank (KVB) reported a significant beat on our estimates, led by better NIMs and lower credit cost (1.1% annualised). Asset quality improved, with GNPA at ~6%, led by negative net slippages, while the restructured pool remained largely steady at ~2.8% of loans. Overall loan growth (+9% YoY) was driven by commercial (+12%), agri (+13%) and home loans (+9%). KVB is incrementally focused on driving granular growth (LAP, commercial banking, and other retail) and has guided for a 12% loan growth in FY23. With a steady NIM trajectory and improving line of sight on lower credit costs, KVB is well-placed to inch closer to its ~1% RoA target. We trim our FY23/FY24E earnings estimates by 1%/3% to factor in lower loan growth, partly offset by lower credit costs. Maintain ADD with a revised TP of INR63.

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JK Cement

Margin dips QoQ in both segments

We maintain our REDUCE rating on JK Cement (JKCE), with a lower TP of INR 2,485 (11.5x Mar-23E consolidated EBITDA). In Q4FY22, while grey cement volume picked up QoQ, white/putty volume declined. Overall margin contracted in both the segments on rising energy costs. White profitability is additionally hit and continues to slide at a faster pace on increased competition (from paint companies). Consolidated revenue rose 10% YoY on higher grey NSR. However, EBITDA/APAT fell 21% each YoY.

- Q4FY22 performance:** Grey cement volume/NSR rebounded 23/2% QoQ. However, opex rose at a faster pace of 4% on rising fuel inflation, pulling down unitary EBITDA by ~10% QoQ to ~INR 800/MT (our estimate). On YoY basis, unitary EBITDA fell ~18% on sharp fuel price rise. Consolidated white/putty volume fell 8% QoQ (flat YoY). Segmental EBITDAM contracted ~1/8pp QoQ/YoY to ~18% (owing to heightened competition in the putty segment). Blended unitary EBITDA fell 21/11% YoY/QoQ to INR 953/MT on reduction in white/putty volume in sales mix and elevated opex.
- Capex update and outlook:** JKCE's central expansion is progressing well. It has spent INR 15.4bn so far (50% of the project cost). And it expects to complete it by end-FY23, leading to grey cement capacity of 19mn MT. JKCE guided for consolidated Capex of ~INR 17/11bn for FY23/24E. We reduce our consolidated FY23/24E EBITDA estimates by 5% each, factoring in elevated energy costs. In FY22, consolidated EBITDA fell 4% YoY, which in our view is led by the ~25% fall in white/putty EBITDA, while grey EBITDA has gone up ~5% YoY. During FY22-24E, we estimate both segments would deliver ~15% EBITDA CAGR.

Consolidated quarterly/annual financial summary

YE Mar (Rs bn)	Q4 FY22	Q4 FY21	YoY (%)	Q3 FY22	QoQ (%)	FY20	FY21	FY22P	FY23E	FY24E
Sales (mn MT)	4.0	4.0	1.0	3.4	17.7	10.2	12.0	14.0	15.7	17.9
NSR (INR/MT)	5,832	5,345	9.1	5,930	(1.6)	5,666	5,507	5,715	6,084	6,036
EBITDA(INR/MT)	953	1,211	(21.3)	1,067	(10.7)	1,185	1,315	1,079	972	1,120
Net Sales	23.51	21.34	10.2	20.30	15.8	58.02	66.06	79.91	95.61	108.12
EBITDA	3.84	4.83	(20.5)	3.66	5.1	12.13	15.78	15.08	15.27	20.06
APAT	2.01	2.55	(21.0)	1.43	41.1	4.92	7.49	7.12	5.40	7.41
AEPS (INR)	24.8	6.8	267.2	33.0	(24.7)	63.7	96.9	92.1	69.9	96.0
EV/EBITDA(x)						17.1	12.8	14.0	14.4	11.2
EV/MT (INR bn)						11.4	10.3	10.8	11.3	9.6
P/E (x)						37.2	24.5	25.8	34.0	24.7
RoE (%)						17.3	22.3	17.8	12.0	14.8

Source: Company, HSIE Research; Operating trends are on blended basis (grey cement+ white/putty)

Estimates revision summary

INR bn	FY23E Old	FY23E Revised	Change %	FY24E Old	FY24E Revised	Change %
Net Sales	95.58	95.61	0.0	108.11	108.12	0.0
EBITDA	16.09	15.27	-5.1	21.01	20.06	-4.5
APAT	6.58	5.40	-18.0	8.69	7.41	-14.7

Source: Company, HSIE Research

REDUCE

CMP (as on 24 May 22)	INR 2,373
Target Price	INR 2,485
NIFTY	16,125

KEY CHANGES	OLD	NEW
Rating	REDUCE	REDUCE
Price Target	INR 2,730	INR 2,485
EBITDA revision %	FY23E (5.1)	FY24E (4.5)

KEY STOCK DATA

Bloomberg code	JKCE IN
No. of Shares (mn)	77
MCap (INR bn) / (\$ mn)	184/2,465
6m avg traded value (INR mn)	430
52 Week high / low	INR 3,863/2,135

STOCK PERFORMANCE (%)

	3M	6M	12M
Absolute (%)	(14.8)	(29.7)	(18.9)
Relative (%)	(13.9)	(22.3)	(25.6)

SHAREHOLDING PATTERN (%)

	Dec-21	Mar-22
Promoters	51.50	45.82
FIs & Local MFs	19.82	20.65
FPIs	17.72	16.47
Public & Others	10.96	17.06
Pledged Shares	-	-

Source : BSE

Pledged shares as % of total shares

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The Ramco Cements

Margin rebounds QoQ on healthy pricing

We maintain ADD on The Ramco Cements (TRCL), with a revised target price of INR 745/share (13x Mar-24E EBITDA). We continue to like the company for its strong retail presence in the south and growth oriented strategy. TRCL delivered flattish volume YoY but surprised with healthy realisation, +4% QoQ, leading to 5% EBITDA beat (on our estimate). While standalone revenue rose 5% YoY, higher input cost, other expenses, and capital charges pulled down EBITDA/APAT by 34/42% YoY. Net debt/EBITDA increased to 2.9x in Mar-22 on account of expansion-led debt pile-up.

- Q4FY22 performance:** TRCL delivered weak volume off-take (flattish YoY/+6% QoQ) as it reduced sales in the east on account of weak pricing in early part of Q4FY22. Increased sales share in the south (higher realisation market) drove up NSR by 4% QoQ (+5% YoY). Opex shot up 21% YoY on ~40% spike in input costs and higher fixed costs. Price recovery QoQ drove up unitary EBITDA 21% QoQ to INR 934/MT (down 34% YoY, on sharp cost inflation). Capital charges went up YoY on increase in debt and capacity.
- Capex update and outlook:** Kurnool 2.25mn MT clinker capacity is under trial production and 1mn MT GU is expected by Q1FY23 end. It will commission 6 MW WHRS in Q2 and another 6/18MW WHRS/ CPP by Q4FY23. It is also expanding its Karnataka SGU by 1mn MT GU by FY24 end. The RR Nagar modernisation is expected in FY23. In FY23, TRCL is confident of 20%+ volume growth. It also plans to increase share of premium products to ~30% in FY23 (~22/18% in FY22/21). It expects pet coke prices to rise ~18% QoQ in Q1. We cut EBITDA estimates for FY23/24E by 13/12%, factoring in rising fuel price impact.

Quarterly/annual financial summary - standalone

YE Mar (INR bn)	Q4 FY22	Q4 FY21	YoY (%)	Q3 FY22	QoQ (%)	FY20	FY21	FY22P	FY23E	FY24E
Sales (mn MT)	3.2	3.2	(0.6)	3.0	6.2	11.2	10.0	11.0	12.4	13.4
NSR (INR/MT)	5,346	5,072	5.4	5,138	4.0	4,740	5,222	5,359	5,553	5,662
Opex (INR/MT)	4,413	3,655	20.7	4,364	1.1	3,759	3,703	4,231	4,663	4,548
EBITDA (INR/MT)	934	1,417	(34.1)	774	20.7	981	1,520	1,129	891	1,114
Net Sales	17.09	16.31	4.8	15.49	10.3	53.68	52.68	59.80	69.36	76.31
EBITDA	2.95	4.49	(34.3)	2.31	27.8	11.37	15.48	12.84	11.44	15.30
APAT	1.24	2.14	(42.1)	0.83	50.3	6.01	7.61	5.91	4.11	6.31
AEPS (INR)	5.3	9.1	(42.2)	3.5	50.3	25.5	32.3	25.0	17.4	26.7
EV/EBITDA (x)						18.1	13.3	15.0	17.0	12.7
EV/MT (INR bn)						11.2	10.7	9.9	9.5	9.5
P/E (x)						29.5	23.3	26.3	37.8	24.6
RoE (%)						12.8	14.4	9.7	6.1	8.8

Source: Company, HSIE Research

Estimates revision summary

INR bn	FY23E Old	FY23E Revised	Change %	FY24E Old	FY24E Revised	Change %
Net Sales	70.2	69.4	-1.1	78.6	76.3	-2.9
EBITDA	13.1	11.4	-12.7	17.3	15.3	-11.7
APAT	4.9	4.1	-16.2	7.5	6.3	-16.4

Source: Company, HSIE Research

ADD

CMP (as on 24 May 22)	INR 658
Target Price	INR 745
NIFTY	16,125

KEY CHANGES	OLD	NEW
Rating	ADD	ADD
Price Target	INR 860	INR 745
EBITDA revision %	FY23E (12.7)	FY24E (11.7)

KEY STOCK DATA

Bloomberg code	TRCL IN
No. of Shares (mn)	236
MCap (INR bn) / (\$ mn)	156/2,093
6m avg traded value (INR mn)	360
52 Week high / low	INR 1,133/652

STOCK PERFORMANCE (%)

	3M	6M	12M
Absolute (%)	(14.3)	(33.6)	(32.3)
Relative (%)	(13.4)	(26.2)	(39.0)

SHAREHOLDING PATTERN (%)

	Dec-21	Mar-22
Promoters	42.47	42.33
FIs & Local MFs	32.29	32.63
FPIs	8.15	7.63
Public & Others	17.09	17.42
Pledged Shares	5.85	8.73

Source : BSE

Pledged shares as % of total shares

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Nuvoco Vistas

Margin recovers QoQ; working capital tightens in H2

We maintain BUY on Nuvoco Vistas, with an unchanged TP of INR 620/share (11x its consolidated Mar-24E EBITDA). We continue to like it for its leadership presence in the east, large retail focus, and various margin initiatives. Nuvoco is also working to reduce leverage on its books (Mar-22 net debt/EBITDA at 3.5x, vs 4.7x YoY). In Q4FY22, Nuvoco delivered healthy volume recovery (+30% QoQ) on demand uptick. Even unitary EBITDA rebounded 43% QoQ to INR 792/MT on healthy pricing and stable input costs. On a YoY basis, while consolidated revenue went up 11%, input cost spike pulled down EBITDA/APAT by 19/22% YoY. The company tightened its working capital, which had bloated in Sep-21, further boosting its debt reduction efforts.

- Q4FY22 performance:** Healthy demand recovery in the eastern region helped Nuvoco deliver 30% QoQ volume rebound (still down 2% YoY on a high base). Better pricing in the east drove up NSR by 3% QoQ (11% YoY). Restoration of linkage coal availability helped keep input costs stable QoQ. Even freight cost remained stable QoQ. Op-lev gains, thus, led to opex declining by 2% QoQ, boosting unitary EBITDA by 43% QoQ to INR 792/MT (still down 16% YoY on energy cost spike). Interest cost fell 20/7% YoY/QoQ on continued debt reduction. Nuvoco also tightened its working capital, which had bloated in Sep-21. Thus, Nuvoco used its OCF and IPO proceeds to reduce net debt by ~25% YoY to INR 52.4bn in Mar-22.
- Capex and outlook:** Nuvoco expects to benefit from the ongoing margin improvement exercise. It also aims to become a zero net debt company by end-FY26. In FY23E, it expects to lower net debt by ~INR 6-7bn and spend ~INR 5-6bn on capacity enhancement. It has the flexibility to delay the INR 15bn Gulbarga project (Capex planned to start in FY24E), if its balance sheet does not support it. As we factor in slower Capex outgo, we estimate its net debt/EBITDA would cool off below 2x in FY24E (vs 3.5x in FY22).

Quarterly/annual financial summary (consolidated)

YE Mar (INR bn)	Q4 FY22	Q4 FY21	YoY (%)	Q3 FY22	QoQ (%)	FY20	FY21	FY22P	FY23E	FY24E
Sales Vol (mn MT)	5.50	5.60	(1.7)	4.23	30.0	12.24	15.91	17.81	20.30	22.33
NSR (INR/MT)	4,867	4,400	10.6	4,716	3.2	4,625	4,444	4,771	5,176	5,176
Opex (INR/MT)	4,075	3,454	18.0	4,162	(2.1)	3,579	3,503	3,940	4,388	4,167
EBITDA (INR/MT)	792	946	(16.3)	554	43.1	1,046	941	831	788	1,009
Net Sales	29.30	26.32	11.3	21.65	35.3	67.93	74.89	93.18	115.77	128.42
EBITDA	4.25	5.24	(18.9)	2.27	87.2	12.97	14.61	14.97	16.71	23.38
APAT	0.29	0.38	(22.4)	(0.86)		2.49	-0.26	0.32	2.15	6.75
AEPS (INR)	0.82	1.19	(31.6)	(2.40)		10.3	-0.8	0.9	6.0	18.9
EV/EBITDA (x)						11.2	11.9	10.6	9.2	6.2
EV/MT (INR bn)						10.40	7.82	6.64	6.42	5.74
RoE (%)						42.4	NA	329.5	49.3	15.7

Source: Company, HSIE Research

BUY

CMP (as on 24 May 22) INR 297

Target Price INR 620

NIFTY 16,125

KEY CHANGES	OLD	NEW
Rating	BUY	BUY
Price Target	INR 620	INR 620
EBITDA revision %	FY23E 0.1	FY24E -

KEY STOCK DATA

Bloomberg code	NUVOCO IN
No. of Shares (mn)	357
MCap (INR bn) / (\$ mn)	106/1,422
6m avg traded value (INR mn)	153
52 Week high / low	INR 578/292

STOCK PERFORMANCE (%)

	3M	6M	12M
Absolute (%)	(0.1)	(43.9)	-
Relative (%)	0.8	(36.5)	-

SHAREHOLDING PATTERN (%)

	Dec-21	Mar-22
Promoters	71.03	71.42
FIs & Local MFs	16.65	18.05
FPIs	7.28	5.42
Public & Others	5.04	5.11
Pledged Shares	-	-

Source : BSE

Pledged shares as % of total shares

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Heidelberg Cement

Muted volume; margin recovers QoQ

We maintain our REDUCE rating on Heidelberg Cement (HEIM), with a revised target price of INR 190/share (8.5x Mar-24E EBITDA). In the absence of any major planned expansion for the next three years, we expect subdued volume growth and loss in market share, as other players expand in HEIM's core markets. In Q4FY22, the company's QoQ volume recovery in the peak quarter remained muted at 9% (-1% YoY). Adjusted for prior-period incentives, unitary EBITDA recovered 24% QoQ to INR 751/MT. Since there was no major Capex outgo, the balance sheet continues to be firm: net cash on the books almost doubled YoY in Mar-22 to INR 1.5bn.

- Q4FY22 performance:** Sales volume fell 1% YoY, (rising a modest 9% QoQ). The share of trade sales slipped further to ~75% in Q4. Adj NSR (net of ~INR 210/MT of prior-period incentives booked in Q4FY22) remained flattish QoQ. Energy cost inflation drove up opex by 14% YoY, despite cooling off 4% QoQ (on lower other expenses and flattish input costs). Thus, adj unitary EBITDA recovered 24% QoQ to INR 751/MT.
- FY22 performance:** Volume rose 7% YoY on a low base. Adj NSR remained flattish YoY. Energy cost inflation drove up opex by 9% YoY. Thus, adj unitary EBITDA fell 23% to INR 870/MT. Lower EBITDA (-14% YoY to INR 5.07bn) and working capital stretch pulled down OCF by 31% YoY to INR 3bn. As in the past few years, HEIM continues to incur only maintenance Capex (INR 0.5bn in FY22). It paid off INR 1.8bn in dividends. Balance sheet continues to firm up as net cash doubled YoY to INR 1.5bn.
- Outlook:** HEIM expects to ramp up utilisation to maintain its market share. The company is looking to scale up its alternative fuel/green power usage over the next 2-3 years. It is also undertaking 0.3/0.5mn MT clinker/grinding expansion by FY24E. HEIM has also applied for EC for a 3.5mn MT greenfield IU in Gujarat (expected commissioning FY26). We maintain our EBITDA estimates for FY23/24E.

Quarterly/annual financial summary

YE Mar (INR bn)	Q4 FY22	Q4 FY21	YoY (%)	Q3 FY21	QoQ (%)	FY20	FY21	FY22P	FY23E	FY24E
Sales (mn MT)	1.23	1.25	(1.4)	1.13	9.4	4.71	4.49	4.78	5.16	5.42
NSR (INR/MT)	5,025	4,792	4.8	4,827	4.1	4,611	4,718	4,808	5,049	5,074
Opex (INR/MT)	4,064	3,577	13.6	4,221	(3.7)	3,490	3,589	3,899	4,298	4,132
EBITDA (INR/MT)	961	1,216	(21.0)	607	58.4	1,122	1,129	910	751	942
Net Sales	6.20	6.00	3.3	5.45	13.9	21.70	21.17	22.97	26.05	27.49
EBITDA	1.19	1.52	(22.1)	0.68	73.2	5.28	5.07	4.35	3.87	5.10
APAT	0.94	1.40	(33.2)	0.30	207.5	2.68	3.15	2.52	1.76	2.99
AEPS (INR)	4.1	6.2	(33.2)	1.3	207.5	11.8	13.9	11.1	7.7	13.2
EV/EBITDA (x)						8.3	8.5	9.4	10.8	8.9
EV/MT (INR bn)						7.00	6.86	6.49	6.69	6.72
P/E (x)						16.3	13.9	16.7	24.0	14.1
RoE (%)						21.6	22.4	16.5	11.0	17.7

Source: Company, HSIE Research

REDUCE

CMP (as on 24 May 22) INR 186

Target Price INR 190

NIFTY 16,125

KEY CHANGES	OLD	NEW
Rating	REDUCE	REDUCE
Price Target	INR 195	INR 190
EBITDA revision %	FY23E 0.3	FY24E (0.2)

KEY STOCK DATA

Bloomberg code	HEIM IN
No. of Shares (mn)	227
MCap (INR bn) / (\$ mn)	42/566
6m avg traded value (INR mn)	40
52 Week high / low	INR 285/178

STOCK PERFORMANCE (%)

	3M	6M	12M
Absolute (%)	(1.4)	(21.2)	(23.7)
Relative (%)	(0.5)	(13.8)	(30.4)

SHAREHOLDING PATTERN (%)

	Dec-21	Mar-22
Promoters	69.39	69.39
FIs & Local MFs	10.91	10.65
FPIs	5.47	5.45
Public & Others	14.23	14.50
Pledged Shares	-	-

Source : BSE

Pledged shares as % of total shares

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Karur Vysya Bank

Consistent improvement across parameters

Karur Vysya Bank (KVB) reported a significant beat on our estimates, led by better NIMs and lower credit cost (1.1% annualised). Asset quality improved, with GNPA at ~6%, led by negative net slippages, while the restructured pool remained largely steady at ~2.8% of loans. Overall loan growth (+9% YoY) was driven by commercial (+12%), agri (+13%) and home loans (+9%). KVB is incrementally focused on driving granular growth (LAP, commercial banking, and other retail) and has guided for a 12% loan growth in FY23. With a steady NIM trajectory and improving line of sight on lower credit costs, KVB is well-placed to inch closer to its ~1% RoA target. We trim our FY23/FY24E earnings estimates by 1%/3% to factor in lower loan growth, partly offset by lower credit costs. Maintain ADD with a revised TP of INR63.

- **Change in loan mix to aid margins:** NII growth (+16% YoY) was led by a gradual pick-up in loan growth (+9% YoY) and 11bps QoQ improvement in NIMs to 3.8%. Lower cost of funds (-10bps QoQ), coupled with higher recoveries further supported NIM. The management has guided for steady NIMs in FY23 on the back of loan mix skewed towards granular and high-yielding commercial banking and retail segments.
- **Headline asset quality improves; credit costs to drift lower:** GNPA/NNPA improved sequentially to 6%/2.3% (Q3FY22: 7%/2.6%), driven by strong upgrades and recoveries (2.3% of loans). The aggregate stress pool (NNPA + restructured + SR), however, stands unchanged at ~6%. With PCR at 63%, sub-1% SMA-1+2 book and rising collection efficiencies, we expect credit costs to average 110bps (FY22: 160bps).
- **Loan growth and loan mix remain key monitorables:** KVB clocked an exit RoA of 1.1%, a multi-quarter high. With an improving line of sight on lower credit costs and the family pension overhang over, we expect greater cost efficiencies and stronger RoA, contingent on KVB's ability to deliver growth across its chosen asset classes.

Financial summary

(INR bn)	Q4 FY22	Q4 FY21	YoY (%)	Q3 FY22	QoQ (%)	FY21	FY22	FY23E	FY24E
NII	6.9	5.8	17.8%	6.8	1.0%	23.6	27.2	29.2	32.5
PPOP	4.0	2.7	49.4%	3.8	7.0%	14.3	16.3	18.5	21.7
PAT	1.9	0.3	435.5%	1.7	12.1%	3.6	6.7	7.8	9.3
EPS (INR)	2.3	0.4	439.5%	2.1	12.1%	4.5	8.4	9.7	11.6
ROAE (%)						5.3	9.3	9.9	10.9
ROAA (%)						0.5	0.9	0.9	1.0
ABVPS (INR)						65.6	79.2	86.4	95.0
P/ABV (x)						0.7	0.6	0.5	0.5
P/E (x)						10.2	5.4	4.7	4.0

Change in estimates

(INR bn)	FY23E			FY24E		
	Old	New	Change	Old	New	Change
Net advances	625	622	-0.5%	705	700	-0.7%
NIM (%)	3.9	3.8	-9 bps	3.9	3.8	-12 bps
NII	29.6	29.2	-1.3%	33.3	32.5	-2.5%
PPOP	19.5	18.5	-5.3%	22.4	21.7	-3.2%
PAT	7.9	7.8	-1.3%	9.6	9.3	-3.3%
Adj. BVPS (INR)	80.7	86.4	7.1%	87.3	95.0	8.7%

Source: Company, HSIE Research

ADD

CMP (as on 24 May 22)	INR 45
Target Price	INR 63
NIFTY	16,125

KEY CHANGES	OLD	NEW
Rating	ADD	ADD
Price Target	INR 58	INR 63
	FY23E	FY24E
EPS %	-1.3%	-3.3%

KEY STOCK DATA

Bloomberg code	KVB IN
No. of Shares (mn)	799
MCap (INR bn) / (\$ mn)	36/484
6m avg traded value (INR mn)	190
52 Week high / low	INR 61/38

STOCK PERFORMANCE (%)

	3M	6M	12M
Absolute (%)	3.0	(14.4)	(24.0)
Relative (%)	3.8	(7.0)	(30.7)

SHAREHOLDING PATTERN (%)

	Dec-21	Mar-22
Promoters	2.3	2.3
FIs & Local MFs	21.3	21.9
FPIs	15.5	15.4
Public & Others	61.0	60.2
Pledged Shares	0.2	0.2

Source : BSE

Pledged shares as % of total shares

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Rating Criteria

BUY: >+15% return potential

ADD: +5% to +15% return potential

REDUCE: -10% to +5% return potential

SELL: > 10% Downside return potential

Disclosure:

Analyst	Company Covered	Qualification	Any holding in the stock
Rajesh Ravi	JK Cement, The Ramco Cements, Nuvoco Vistas, Heidelberg Cement	MBA	NO
Keshav Lahoti	JK Cement, The Ramco Cements, Nuvoco Vistas, Heidelberg Cement	CA	NO
Krishnan ASV	Karur Vysya Bank	PGDM	NO
Deepak Shinde	Karur Vysya Bank	PGDM	NO
Neelam Bhatia	Karur Vysya Bank	PGDM	NO

Disclosure:

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