

February 04, 2021

NEUTRAL

CMP : Rs.355

BFSI

INITIAL RECO

Buy

| | |
|--------|-----------------------------|
| Price | Rs.285 |
| Target | Rs.352 |
| Date | 11 th Sept. 2019 |

We had released our initiating coverage report on State Bank of India with a Buy rating on 11th September 2019 at Rs.285. Since our initiating report, the stock has posted a high of Rs.358 today and has achieved our target price of Rs.357.

With the recent run-up in the share price, our Target Price for the stock is achieved; hence, we are now changing our rating on the stock to Neutral and recommend our investors to book profits & close the call.

| Y/E | Total Income | PAT | AEPS | NIM | P/E | P/ABV | ROE | ROA |
|-------|--------------|---------|------|-----|------|-------|-----|-----|
| Mar. | (Rs mn) | (Rs mn) | (Rs) | (%) | (x) | (%) | (%) | (%) |
| FY20 | 14,33,062 | 144,862 | 16.2 | 2.9 | 15.1 | 1.4 | 6.4 | 0.4 |
| FY21E | 15,16,261 | 157,779 | 17.7 | 3.0 | 13.8 | 1.2 | 6.6 | 0.4 |
| FY22E | 16,58,734 | 224,443 | 25.1 | 3.0 | 9.7 | 1.0 | 8.7 | 0.5 |
| FY23E | 18,34,677 | 294,075 | 33.0 | 3.0 | 7.4 | 0.9 | 9.8 | 0.6 |



Earlier Recommendation

| Date | Report Type | Reco | Price (Rs.) | Target (Rs.) |
|-----------|---------------------|------------|-------------|--------------|
| 25-Nov-20 | Q2FY21 Update | Hold | 244 | 290 |
| 05-Feb-20 | Q3FY20 Update | Accumulate | 311 | 357 |
| 11-Nov-19 | Q2FY20 Update | Hold | 316 | 352 |
| 11-Sep-19 | Initiating Coverage | Buy | 285 | 352 |

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Rating Scale :

This is a guide to the rating system used by our Institutional Research Team. Our rating system comprises of three rating categories.

| | | | |
|---|-----------------------|-------------------------|--------------------------|
| Total Expected Return Matrix (Rating and Return) | BUY : Over 20% | HOLD : 0% to 20% | SELL : 0% to -20% |
|---|-----------------------|-------------------------|--------------------------|

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| Analyst Stock Ownership | No |
| Stock Recommended to Clients | Yes |
| Remuneration/Benefits received from company in 12 months | No |
| Merchant Banking Market Making activities / projects | No |
| Sushil Financial Services Pvt. Ltd and Group Companies Holding | No |
| Sushil Financial Services Pvt. Ltd and Group Directors Holding | No |
| Broking Relationship with the company covered | No |