

May 10, 2024



भारतीय स्टेट बैंक
State Bank of India

Current Price: ₹ 819.65

STOCK DATA

BSE Code	500112
NSE Symbol	SBIN
Reuters	SBI.BO
Bloomberg	SBIN IN

VALUE PARAMETERS

52 W H/L(Rs)	839.60/543.15
Mkt. Cap.(Rs Cr)	731505.81
Latest Equity(Subscribed)	892.46
Latest Reserve (cons.)	348597.81
Latest EPS (cons.) -Unit Curr.	74.38
Latest P/E Ratio -cons	11.02
Latest Bookvalue (cons.) -Unit Curr.	391.60
Latest P/BV - cons	2.09
Dividend Yield -%	1.67
Face Value	1.00

SHARE HOLDING PATTERN (%)

Description as on	% of Holding 31/03/2024
Foreign	11.28
Institutions	23.70
Govt Holding	0.03
Non Promoter Corp. Hold.	0.57
Promoters	56.92
Public & Others	7.50

Consolidated Financial Results

Particulars	Qtr Ending	Qtr Ending	In Cr.
	Mar. 24	Mar. 23	VAR %
Interest Earned	111042.63	92951.06	19
Interest Expended	69387.44	52558.55	32
Net Interest Income	41655.19	40392.51	3
Other Income	17369.25	13961.4	24
Net Total Income	59024.44	54353.91	9
Operating Expenses	30276.89	29732.8	2
Operating Profits	28747.55	24621.11	17
Provisions & Contingencies	1609.78	3315.71	-51
Profit Before Tax	27137.77	21305.4	27
Provision for tax	6439.42	4610.89	40
PAT	20698.35	16694.51	24
EPS (Rs.)	23.19	18.71	

State Bank Of India Q4 Results, Robust performance; beats street estimates

State Bank of India has reported robust 24% growth in net profit at Rs 20698.35 crore for the quarter ended March 2024 (Q4FY2024). The bank has posted 3% growth in net interest income (NII), while the core fee income of the bank improved 9% in Q4FY2024. The Net Interest Margin (NIM) of the bank was stable sequentially at 3.28% in Q4FY2024, while eased from 3.37% in the corresponding quarter of previous year.

On business front, the bank as has posted 13% growth in business with strong 15% surge in loan book. The asset quality of the bank has continued to improve in Q4FY2024. Bank has raised the credit to deposit ratio to 76.6% at end March 2024 from 73.9% at end March 2023. The CASA ratio of the bank has declined to 39.5% at end March 2024 from 42.1% at end March 2023.

Asset quality improves: The bank has continued to improve asset quality in Q4FY2024.

- The fresh slippages of loans stood at Rs 3984 crore in Q4FY2024 compared with 5046 crore in previous quarter and Rs 3458 crore in the corresponding quarter last year.
- The recoveries and upgrades of NPAs was at Rs 2052 crore and the write-off of loans was at Rs 4404 crore in Q4FY2024.
- The standard restructured loan book of the bank stood at Rs 17279 crore end March 2024 compared to Rs 18880 crore a quarter ago.
- Provision coverage ratio was steady at 91.89% at end March 2024 compared to 91.49% a quarter ago and 91.91% a year ago.
- The capital adequacy ratio of the bank stood at 14.3% with Tier I ratio at 11.9% at end March 2024.
- The risk weighted assets of the bank has increased 16% YoY to Rs 3222092 crore end March 2024,

Asset Quality Indicators: State Bank of India

In Cr.

	Qtr Ending	Qtr Ending	Qtr Ending	Qtr Ending	Qtr Ending	Variation	
	24-Mar	23-Dec	23-Sep	23-Jun	23-Mar	QoQ	YoY
Gross NPA (Rs Crore)	84276.33	86748.81	86974.08	91327.84	90927.78	-3	-7
Net NPA (Rs Crore)	21051.08	22408.38	21352.40	22995.37	21466.64	-6	-2
% Gross NPA	2.24	2.42	2.55	2.76	2.78	-18	-54
% Net NPA	0.57	0.64	0.64	0.71	0.67	-7	-10
% PCR	91.89	91.49	91.93	91.41	91.91	40	-2
% CRAR - Basel III	14.28	13.05	14.28	14.56	14.68	123	-40
% CRAR - Tier I - Basel III	11.93	10.58	11.78	11.97	12.06	135	-13

Variation in basis points for figures given in percentages and in % for figures in Rs crore

Business Highlights:

Healthy business growth: The business of the bank has increased 13% YoY to Rs 8683612 crore end March 2024, driven by 15% surge in advances to Rs 3767535 crore. Deposits rose 11% to Rs 4916077 crore at end March 2024.

CASA deposits ratio declines: The CASA deposits of the bank increased 4% YoY to Rs 1942026 crore at end March 2024. The current account deposits increased 2% to Rs 287073 crore, while saving account deposits moved up 5% to Rs 1654953 crore end March 2024. The CASA ratio declined to 39.5% at end March 2024 compared to 42.1% at end March 2023, while it was steady from 39.5% a quarter ago. The term deposits have increased 9% to Rs 2782310 crore end March 2024. Overseas deposits have increased 13% to Rs 191741 crore end March 2024.

Strong loan growth: Advances growth was driven by retail loans rising 15% YoY to Rs 1352265 crore at end March 2024, while credit to agriculture increased 18% to Rs 304944 crore and MSME 21% to Rs 433037 crore at end March 2024. The corporate credit has jumped 16% to Rs 1138202 crore end March 2024. The overseas credit rose 9% to Rs 539086 crore end March 2024.

Investment book of the bank rose 6% YoY to Rs 1614852 crore at end March 2024. The SLR book moved up 10% to Rs 1365749 crore, while non SLR book declined 12% to Rs 249103 crore at end March 2024. The AFS book dipped 9% to Rs 516591 crore, while HTM book rose 14% to Rs 1091640 crore at end March 2024.

Margins steady qoq, ease yoy: The bank has showed 82 bps YoY jump in cost of deposits to 4.81%, while yield on advances increased 81 bps YoY to 8.91% in Q4FY2024. Thus, the NIM has fell 9 bps YoY, while remained steady qoq at 3.28% in Q4FY2024.

Branch expansion: The bank has added 48 branches and reduced 1143 ATMs in Q4FY2024, taking overall tally to 22542 branches and 63580 ATM`s end March 2024.

Book value of the bank stood at Rs 391.8 per share at end March 2024, while the adjusted book value (net of NNPA and 10% of restructured advances) was Rs 363.4 per share at end March 2024.

Quarterly Performance

Moderate NII growth: Bank has recorded 19% increase in the interest earned at Rs 111042.63 crore, while interest expenses increased 32% to Rs 69387.44 crore in Q4FY2024. NII improved 3% to Rs 41655.19 crore in the quarter ended March 2024.

Healthy growth in the core fee income: Bank has posted 9% growth in core fee income to Rs 8724 crore, while the recoveries and other income jumped 62% to Rs 4957 crore and the treasury income jumped 92% to Rs 3463 crore, supporting 24% jump in the overall non-interest income to Rs 17369.25 crore in the quarter ended March 2024. However, the forex income declined 79% to Rs 225 crore.

Expenses ratio improves: The operating expenses of the bank increased 2% to Rs 30276.89 crore, as other expenses moved up 15% to Rs 13928.79 crore, while employee expenses declined 7% to Rs 16348.1 crore in Q4FY2024. Cost to income ratio improved to 51.3% in Q4FY2024 compared with 54.7% in Q4FY2023, helping the Operating Profit to increase 17% to Rs 28747.55 crore.

Provisions and contingencies decline: The bank has showed 51% decline in provisions to Rs 1609.78 crore. The loan loss provisions jumped 158% to Rs 3297 crore, while the bank has written back investment provisions of Rs 8 crore, standard asset provisions of Rs 370 crore and other provisions of Rs 1306 crore.

Effective tax rate rose to 23.7% in Q4FY2024 from 21.6% in Q4FY2023. Net Profit rose by 24% YoY to Rs 20698.35 crore during quarter ended March 2024.

Financial Performance FY2024:

Bank has posted 22% increase in net profit to Rs 61076.62 crore in the year ended March 2024 (FY2024). The net interest income increased 10% to Rs 159875.83 crore, while non-interest income moved up 41% to Rs 51682.16 crore, pushing up net total income by 17% to Rs 211557.99 crore in FY2024. The operating expenses increased 20% to Rs 117760.81 crore, while provision and contingencies dipped 70% to Rs 4914.22 crore, allowing profit before tax to increase 32% to Rs 88882.96 crore in FY2024. The cost-to-income ratio rose to 55.7% in FY2024 compared to 53.9% in FY2023. An effective tax rate declined to 23.3% in FY2024 compared to 25.3% in FY2023. The net profit has increased 22% to Rs 61076.62 crore in FY2024.

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