

**Ideal Price for Investment: 750-850**

**Ideal Portfolio Weightage: 9 %**

**Ideal Holding Period: 6-12M**

**Target: EST 21-22 (Growth 16 %) CEPS Rs 70.69\* CPE 14/15 = Rs 989-1060**

**Result Publish Date: 22-1-22, Report Publish: 3-2-22**

**(Future Growth Rate & Price Target Revised downward because of slightly lower growth rate in Dec 21 Q & expected higher inflation could lead high interest rate possibility)**



**ICICI Bank @ 813**

**❖ Continuous Quarterly Result:**

**(Consolidated)**

<b>Quarters</b>	<b>Dec 20</b>	<b>Mar 21</b>	<b>June 21</b>	<b>Sep 21</b>	<b>Dec 21</b>
Sales(cr)	40454.45	43621.29	35351.97	39484.49	39865.80
<b>Sales Growth % (YoY)</b>	<b>5.42%</b>	<b>8.72%</b>	<b>2.40%</b>	<b>0.43%</b>	<b>-1.45%</b>
<b>Sales Growth % (QoQ)</b>	<b>2.88%</b>	<b>7.82%</b>	<b>-10.93%</b>	<b>11.68%</b>	<b>0.96%</b>
EBITDA (Cr)	10258.28	9932.90	9413.32	11,124.92	11,151.64
<b>EBITDA Growth % (YoY)</b>	<b>15.30%</b>	<b>15.82%</b>	<b>-21.75%</b>	<b>12.47%</b>	<b>8.70%</b>
<b>EBITDA Growth % (QoQ)</b>	<b>3.38%</b>	<b>-3.17%</b>	<b>-3.17%</b>	<b>18.18%</b>	<b>0.24%</b>
<b>EBITDA %</b>	<b>25.35 %</b>	<b>22.77 %</b>	<b>26.62 %</b>	<b>28.17 %</b>	<b>27.97 %</b>
E.P.S. (Rs.)	7.97	7.07	6.86	8.79	9.42
Net NPA %	0.63 %	1.14 %	1.16 %	0.99 %	0.85 %

**❖ ICICI Bank Result Update: Dec 20 (Q-3) V/S Dec 21 (Q-3):**

Sales Decreased by 1.45 % to Rs. 39865.80 Cr, EBITDA Increased by 8.70 % to Rs. 11,151.64 Cr and EBITDA Margin Increased to 27.97 %.

**❖ Valuation:**

PE on TTM= 813 CMP/ 40.11 EPS = PE 20.26

## ❖ Segment Result

Quarters	Dec 20	Mar 21	June 21	Sep 21	Dec 21
Retail Banking	-329.50	2298.47	389.41	2606.16	3761.58
<b>Growth%(YoY)</b>	<b>NA</b>	<b>21.05%</b>	<b>-85.88%</b>	<b>-13.48%</b>	<b>NA</b>
Wholesale Banking	1595.87	2524.49	1908.46	1876.17	1990.64
<b>Growth%(YoY)</b>	<b>29.65%</b>	<b>NA</b>	<b>87.89%</b>	<b>174.34%</b>	<b>24.73%</b>
Treasury	2374.95	1867.56	2702.56	2632.13	2050.81
<b>Growth%(YoY)</b>	<b>48.63%</b>	<b>42.80%</b>	<b>-40.93%</b>	<b>35.57%</b>	<b>-13.64%</b>
Other banking	207.35	77.86	145.32	156.55	265.58
<b>Growth%(YoY)</b>	<b>-41.01%</b>	<b>NA</b>	<b>-4.42%</b>	<b>14.84%</b>	<b>28.08%</b>
Life Insurance	<b>326.46</b>	<b>113.66</b>	<b>-215.82</b>	<b>474.66</b>	<b>310.63</b>
<b>Growth%(YoY)</b>	<b>7.56%</b>	<b>-33.78%</b>	<b>NA</b>	<b>43.89%</b>	<b>-4.84%</b>
General Insurance	<b>418.23</b>	<b>450.11</b>	<b>201.50</b>	<b>NA</b>	<b>NA</b>
<b>Growth%(YoY)</b>	<b>7.26%</b>	<b>21.44%</b>	<b>-62.05%</b>	<b>NA</b>	<b>NA</b>

## ❖ Business Highlights:

- The Bank's total capital adequacy at December 31, 2021 was 19.79% and Tier-1 capital adequacy (including profits for 9M-2022) was 18.81% compared to the minimum regulatory requirements of 11.70% and 9.70% respectively.
- The value of mobile banking transactions increased by 50% year-on-year to ₹ 4,55,326 crore (US\$ 61.3 billion) in Q3-2022. Digital channels like internet, mobile banking, PoS and others accounted for over 90% of the savings account transactions in 9M-2022.
- The Bank had a market share of 39% by value in electronic toll collections through FASTag in Q3-2022, with a 42% year-on-year growth in collections.
- The Bank had launched ICICI STACK for corporates and has created more than 20 industry specific STACKs which provide bespoke and purpose based digital solutions to corporate clients and their ecosystems.
- The value of transactions on the Bank's Trade Online platform, which allows customers to carry out most of their trade finance and foreign exchange related transactions digitally, grew by about 90% year-on-year in Q3-2022.
- The Bank recently launched Trade Emerge for importers and exporters across India, offering banking as well as value added services.
- The retail loan portfolio grew by 19% year-on-year and 5% sequentially, and comprised 61.3% of the total loan portfolio at December 31, 2021.
- The business banking portfolio grew by 39% year-on-year and 9% sequentially at December 31, 2021.
- The SME business, comprising borrowers with a turnover of less than ₹ 250 crore (US\$ 34 million), grew by 34% year-on-year and 10% sequentially at December 31, 2021.
- Total deposits increased by 16% year-on-year and 4% sequentially to ₹ 10,17,467 crore (US\$ 136.9 billion) at December 31, 2021.
- The gross NPA additions declined to ₹ 4,018 crore (US\$ 541 million) in Q3-2022 from ₹ 5,578 crore (US\$ 750 million) in Q2-2022 and ₹ 7,231 crore (US\$ 973 million) in the quarter ended June 30, 2021 (Q1-2022).
- Net interest income grew by 23% year-on-year.

## ❖ **Vansh View:**

ICICI bank has shown good growth in Dec21 Q. Retail Banking & Corporate Banking has shown good growth & profitability. Measures on digital solution to different Industry clients will boost profit. So strong value pick @ 813, 6-12 Target Rs.989-1060.

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