

Capital Small Finance Bank Limited

COMPANY HIGHLIGHTS

ISIN Number: INE646H01017
Face Value (INR) : 10
Authorised Share Capital: INR 50 Cr
Paid Up Capital: INR 34.25 Cr
Outstanding Shares: 3,42,52,454
Status: Unlisted
Industry: Banking
Business Divisions: Banking & Financial Services
HQ: Jalandhar, Punjab
CEO & MD: Mr. Sarvjit Singh Samra

KEY FINANCIAL METRICS (in ₹ Cr.)

Particulars	FY23	FY22	FY21
Net int. inc.	321.99	255.28	198.61
Pre-prov. Profit	148.71	113.21	71.48
Net Profit	93.60	62.57	40.78
EPS (in ₹)	27.21	18.38	12.03
ROA (%)	1.17%	0.87%	0.70%
ROE (%)	15.33%	12.13%	9.05%
Gross NPA(%)	2.77%	2.50%	2.08%
Net NPA(%)	1.36%	1.36%	1.13%

SHAREHOLDING PATTERN

Name of Shareholder	Holding %
Promoter's shareholding	80.37%
Others	19.63%
TOTAL	100%

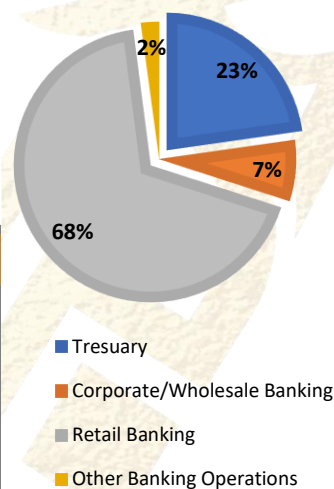
Price Movement (In INR)



EXECUTIVE SUMMARY

Capital Small Finance Bank Limited commenced its activities as India's premier Small Finance Bank on April 24, 2016, subsequent to transforming from Capital Local Area Bank. Before its evolution into a Small Finance Bank, Capital Local Area Bank had been functioning as the most extensive local area bank in India since January 14, 2000.

REVENUE SEGMENTS



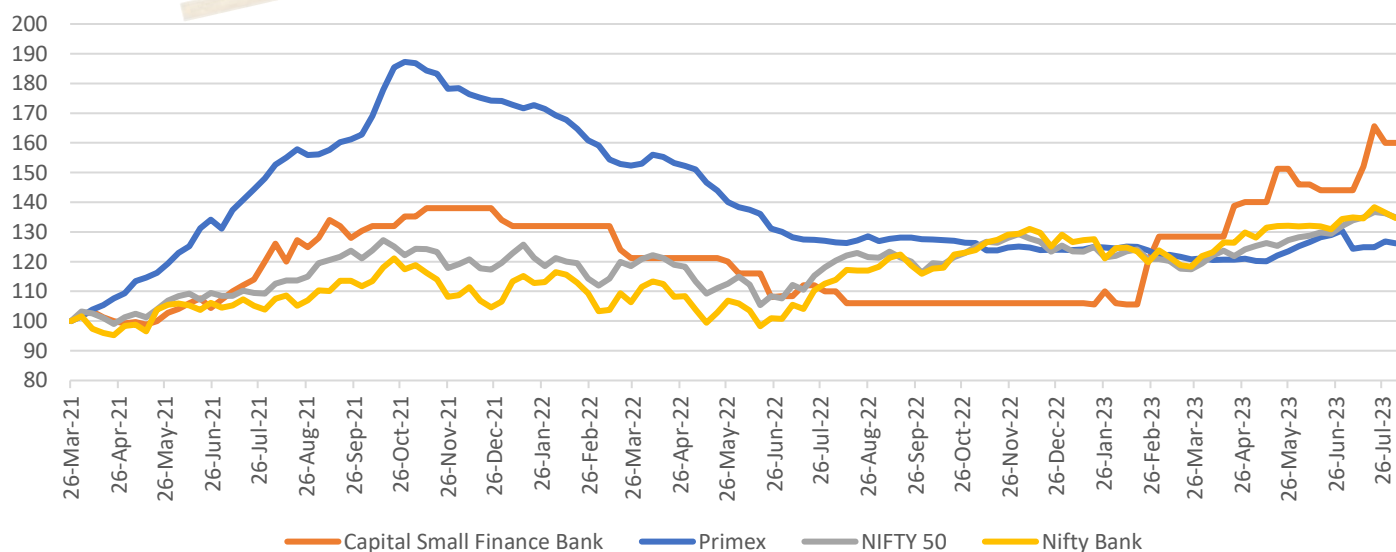
ACHIEVEMENTS

- Leader in introducing modern banking facilities in rural regions at an affordable expense.
- Advancing Financial Inclusivity by reaching remote and semi-urban zones .
- Average branch business of INR 48 Crores.
- Recognized with 'ICAI Award for Exceptional Financial Reporting' for consecutive two years.
- Consistently listed amid India's top 100 companies to work for over 5 years.
- RuPay Debit Card accepted across 2.49 Lac+ ATMs, 50 Lac+ POS Terminals, and all e-commerce platforms.

KEY PERFORMANCE

- The increase in CSFB Profit After Tax (PAT) from Rs. 62.57 Cr in FY22 to Rs. 93.60 Cr in FY23, along with a rise in Earnings Per Share (EPS) from 18.38 to 27.21, indicates a robust positive trend in profitability.
- Total Revenue has risen by 14.72% to Rs. 725.48 Cr in FY 2023 from Rs. 632.39 Cr in FY 2022.
- PAT has grown at a 3-year CAGR of 31.91%.
- Assets have increased at a 3-year CAGR of 7.84%.
- Operating profit before provisions and contingencies has increased at a 3-year CAGR of 27.66%.
- The provision coverage ratio improved from 46.02% in FY 22 to 51.48% in FY 23, indicating an improvement in the financial health and risk management practices.

PRICE MOVEMENT



***Primex-40** is India's first live private market equity Index crafted by WWIPL to track the performance of companies in unlisted markets.

FINANCIAL HIGHLIGHTS

Particulars	Financial Year					3 - Yr. CAGR
	2022-23	Y-o-Y Growth	2021-22	Y-o-Y Growth	2020-21	
Interest Earned	676.01	16.91%	578.21	13.06%	511.44	9.75%
Interest expense	354.02	9.63%	322.93	3.23%	312.83	4.21%
Net interest Income	321.99	26.13%	255.28	28.53%	198.61	17.48%
Other income	49.47	-8.69%	54.18	18.22%	45.83	2.58%
Net total income	371.46	20.03%	309.46	26.60%	244.44	14.97%
Operating Expenses	222.75	13.50%	196.25	13.47%	172.96	8.80%
Operating profit before provisions	148.71	31.36%	113.21	58.38%	71.48	27.66%
PBT	124.16	46.95%	84.49	57.25%	53.73	32.21%
Tax Expenses	30.56	39.42%	21.92	69.27%	12.95	33.14%
PAT	93.60	49.59%	62.57	53.43%	40.78	31.91%
EPS	27.21	48.03%	18.38	52.85%	12.03	31.28%
Number of equity share outstanding	3,42,52,454	0.62%	3,40,40,000	0.38%	3,39,10,000	0.34%
Equity share capital	34.25	0.62%	34.04	0.38%	33.91	0.33%
Total Networth	610.61	18.39%	515.78	14.42%	450.79	10.64%
Total Asset	7,990.77	11.70%	7,153.92	12.28%	6,371.24	7.84%
Total Debt	7,282.00	11.26%	6,544.79	12.11%	5,837.79	7.65%

VALUATION RATIOS

Particulars	FY23	FY22	FY21
Price (in ₹)	321.00	303.00	250.00
Price Growth (%)	5.94%	21.20%	12.61%
EPS (in ₹)	27.21	18.38	12.03
EPS Growth %	48.03%	52.85%	60.20%
Price- Earnings (x)	11.80	16.48	20.79
BVPS (in ₹)	178.27	151.52	132.94
BV Growth (%)	17.65%	13.98%	10.49%
Price -BV (x)	1.80	2.00	1.88
Dividend	1.20	1.00	0.80
Dividend yield (%)	0.37%	0.33%	0.32%

FINANCIAL METRICS

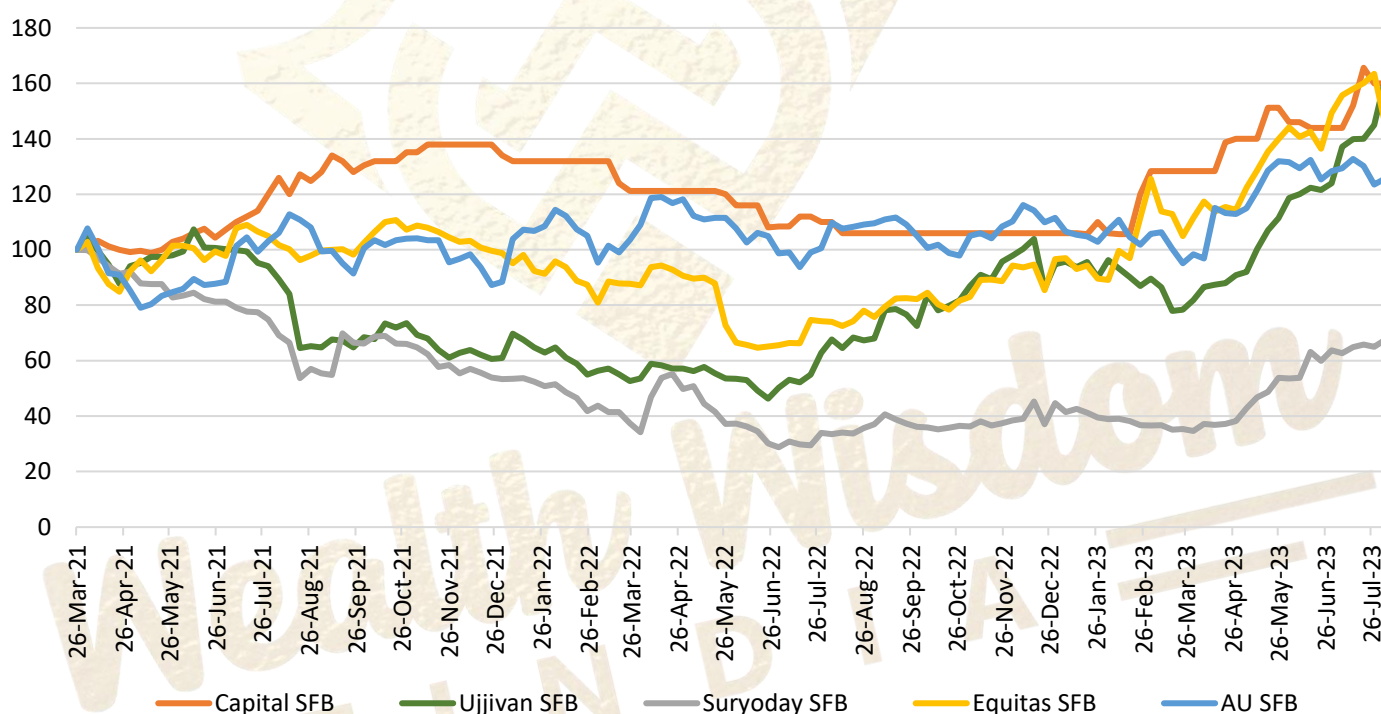
Particulars	FY23	FY22	FY21
Asset Quality Ratio			
GNPA	2.77%	2.50%	2.08%
NNPA	1.36%	1.36%	1.13%
CRAR	18.87%	18.63%	19.80%
PCR	51.48%	46.02%	46.14%
Profitablity & Efficiency Ratio			
ROE	15.33%	12.13%	9.05%
ROA	1.17%	0.87%	0.64%
Net interest Margin	4.19%	3.74%	3.40%
Cost to Income	87.10%	90.11%	92.68%
Balance sheet structure Ratio			
Deposit Growth (in%)	8.51%	15.81%	17.42%
Equity/ Asset (in%)	7.64%	7.21%	7.08%
Loan to Deposit (in%)	82.75%	76.65%	71.38%
Capital Adequacy ratio (in%)	18.87%	18.63%	19.80%
Spread Analysis			
Yield on advances	12.45%	12.48%	13.72%
cost of deposit	5.40%	9.56%	9.80%
Spread	7.06%	2.91%	3.93%
Liquidity Ratio			
CASA	41.88%	42.16%	40.07%
Loan to asset Ratio	67.94%	64.79%	58.50%

PEER COMPARISON (CMP Dated Aug 09, 2023)

Particulars	Capital SFB	Ujjivan SFB	Suryoday SFB	Equitas SFB	AU SFB
CMP (in ₹)	400.00	48.30	180.35	91.15	717.40
Price Growth CAGR*	22.05%	22.30%	-15.39%	17.42%	10.15%
Market Cap (in Cr.)	1,370.10	9,441.23	1,914.60	10,122.74	47,126.65
Total Income (in Cr.)	725.48	4,754.18	1,281.10	4,831.46	17,445.28
3-Year CAGR Total Income	9.19%	15.22%	14.56%	10.19%	13.19%
Adjusted EBITDA (in Cr.)	146.16	1,557.52	144.19	896.27	2,204.90
PAT (in Cr.)	93.59	1,099.92	77.70	573.59	1,428.00
3-Year CAGR Net Profit	31.91%	416.14%	86.63%	14.34%	6.84%
Net Profit Margin (%)	12.90%	23.14%	6.07%	11.87%	8.19%
EPS (in ₹)	27.21	5.81	7.32	4.67	21.74
P/E	14.70	8.31	24.64	19.52	33.00
BVPS (in ₹)	178.27	21.53	149.28	46.44	167.10
P/BV	2.24	2.24	1.21	1.96	4.29
ROA (%)	1.17%	3.30%	0.79%	1.64%	1.58%
ROE (%)	15.33%	26.13%	4.90%	11.12%	13.01%
Capital adequacy ratio (%)	18.87%	25.81%	36.40%	23.80%	23.60%
Gross NPA (%)	2.77%	2.60%	3.13%	2.76%	1.66%
Net NPA (%)	1.36%	0.04%	1.55%	1.21%	0.42%
Net Interest Margin (%)	4.19%	9.48%	7.57%	9.00%	6.10%
Debt/Equity Ratio	11.93	6.69	4.25	5.50	6.89
EV/EBITDA	53.17	22.67	62.51	41.54	51.42

*Price growth CAGR is calculated from the date 26 March 2021.

RELATIVE PRICE MOVEMENT



DISCLAIMER

The figures as on 31 March 2023 have been taken from the Company's annual report.

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