

April 24, 2023



Current Price: ₹ 884.20

STOCK DATA

BSE Code	532174
NSE Symbol	ICICIBANK
Reuters	ICBK.BO
Bloomberg	ICICIBC IN

VALUE PARAMETERS

52 W H/L(Rs)	958.00/670.35
Mkt. Cap.(Rs Cr)	617477.44
Latest Equity(Subscribed)	1396.69
Latest Reserve (cons.)	186041.77
Latest EPS (cons.) -Unit Curr.	42.66
Latest P/E Ratio -cons	20.73
Latest Bookvalue (cons.) -Unit Curr.	268.40
Latest P/BV - cons	3.29
Dividend Yield -%	0.56
Face Value	2

SHARE HOLDING PATTERN (%)

Description as on	% of Holding 31/03/2023
Foreign	55.35
Institutions	36.69
Govt Holding	0.20
Non Promoter Corp. Hold.	1.03
Public & Others	6.74

Financial Results

Particulars	Qtr Ending	Qtr Ending	In Cr.
	Mar.23	Mar. 22	Var. (%)
Interest Earned	31021.13	22674.90	37
Interest Expended	13354.34	10070.34	33
Net Interest Income	17666.79	12604.56	40
Other Income	5087.75	4737.42	7
Net Total Income	22754.54	17341.98	31
Operating Expenses	8928.16	7049.04	27
Operating Profits	13826.38	10292.94	34
Provisions & Contingencies	1619.80	1068.95	52
Profit Before Tax	12206.58	9223.99	32
Provision for tax	3084.71	2205.28	40
Net Profit	9121.87	7018.71	30
EPS (Rs)	52.20	40.20	

ICICI Bank beats the Street with 30% rise in Q4 bottomline on higher net interest income

ICICI Bank reported robust 30% surge in net profit at Rs 9121.87 crore for the quarter ended March 2023 (Q4FY2023). Bank has sharply improved margins, while exhibited improvement in cost-to-income ratio in Q4FY2023. Bank has showed strong business growth, while CASA ratio has improved on sequential basis in Q4FY2023.

Asset quality continues to improve: Bank has exhibited strong improvement in asset quality in Q4FY2023. The fresh slippages of loans declined, while restructured advances book eased end March 2023.

Fresh slippages declined to Rs 4297 crore in Q4FY2023 from Rs 5723 crore a quarter ago and remained steady from Rs 4204 crore in the corresponding quarter last year.

Fresh slippages ratio eased to 1.69% (annualized percentage of advance) against 2.35% a quarter ago 1.96% in the corresponding quarter last year.

The recovery, upgradations and write-offs remained above fresh slippages ratio at to 2.13% (annualized percentage of advance) in the quarter ended March 2023 from 2.37% in Q4FY2022.

Net restructured assets fell to Rs 4508 crore from Rs 4987 crore on sequential basis.

Overall stressed assets (Net NPA and restructured advances as a percentage of advances) declined to 0.95% at end March 2023 from 1.09% a quarter ago and 1.77% a year ago.

Retail NPA `s dipped 6% yoy and 1% qoq to Rs 12113 crore at end March 2023.

Risk weighted assets (on balance sheet) stood at Rs 1070515 crore at end March 2023, showing an increase of 21% over March 2022.

Business performance:

Healthy business growth: Business of the bank increased at strong pace of 14% yoy to Rs 2200479 crore at end March 2023, supported by loans book rising to 19% at Rs 1019638 crore. Meanwhile, the deposits growth eased to 11% at Rs 1180841 crore at end March 2023.

Asset Quality Indicators: ICICI Bank

Particulars	Qtr Ended	Qtr Ended	Qtr Ended	Qtr Ended	Qtr Ended	Variation	
	Mar.23	Dec. 22	Sept. 22	Jun. 22	Mar. 22	QoQ	YoY
Gross NPA (Rs Crore)	31183.70	32528.24	32570.86	33163.15	33919.52	-4	-8
Net NPA (Rs Crore)	5155.07	5651.22	6099.29	6656.15	6960.89	-9	-26
% Gross NPA	2.81	3.07	3.19	3.41	3.60	-26	-79
% Net NPA	0.48	0.55	0.61	0.7	0.76	-7	-28
% Provision Coverage Ratio	82.80	82	80.60	79.6	79.20	80	360
% CRAR - Basel III	18.34	16.26	16.93	18.04	19.16	208	-82
% CRAR - Tier I Basel III	17.60	15.51	16.17	17.25	18.35	209	-75

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

Strong Domestic loan growth: Domestic advance book grew at a strong pace of 21% yoy to Rs 985529 crore, while the overseas advance book declined 17% at Rs 34110 crore at end March 2023.

Growth in the domestic advance book was led by corporate book rising 21% yoy to Rs 234818 crore. SME loan book jumped 19% yoy at Rs 48221 crore at end March 2023. Further, the retail loan book continued to expand at strong pace of 23% yoy to Rs 557817 crore at end March 2023.

With the healthy growth, the share of retail book in the overall advance book improved on sequential basis to 54.7% at end March 2023, while moved up from 52.92% at end March 2022.

CASA ratio improves on sequential basis: CASA deposits increased 4% yoy to Rs 541262 crore, while the term deposits moved up 17% to Rs 639579 crore at end March 2023.

CASA ratio of the bank improved to 45.84% at end March 2023 from 45.35% a quarter ago, while eased from 48.70% at end March 2022.

NIM jumps: NIM of the bank improved on sequential basis to 4.90% in Q4FY2023, while improved from 4.00% in the corresponding quarter last year. Domestic NIM moved up to 5.02%, while international NIM galloped to 1.03% in Q4FY2023 from Q4FY2022.

Investment book increased 17% yoy to Rs 362330 crore at end March 2023, as SLR investment galloped 19% to Rs 305769 crore, while equity investments in subsidiaries rose 4% to Rs 6978 crore at end March 2023. SLR ratio of the bank rose to 25.89% at end March 2023 from 24.08% a year ago.

Network expansion: Bank has accelerated network expansion adding 182 branches and cut 155 ATMs in Q4FY2023. Bank has the network of 5900 branches and 13031 ATMs at end March 2023.

Book Value per share has increased to Rs 281.92 per share at end March 2023 and adjusted book value (net of NNPA and 10% of restructured advances) stood at Rs 273.90 per share at end March 2023.

Quarterly Performance:

NII surges on high margins: Bank has posted robust 40% increase in NII at Rs 17666.79 crore for the quarter ended March 2023. Interest income increased 37% to Rs 31021.13 crore, while interest expenses moved up 33% to Rs 13354.34 crore.

Core fee income supports overall non-interest income growth: Other income rose 7% to Rs 5087.75 crore. The core fee income of the bank increased at double digit pace of 11% to Rs 4830.00 crore. The other income also improved 18% to Rs 273.00 crore, but the treasury segment witnessed loss of Rs 40 crore in Q4FY2023.

Net total income moved up 31% to Rs 22754.54 crore in the quarter ended March 2023.

Expense ratio improves: Operating expenses of the bank rose 27% to Rs 8928.16 crore, as employee expenses moved up 40% to Rs 3401.01 crore, while other operating expenses increased 20% to Rs 5527.15 crore in Q4FY2023. Expense ratio of the bank improved to 39.2% in Q4FY2023 from 40.65% in Q4FY2022, while deteriorated from 38.24% in Q4FY2022.

Operating profit surged 34% to Rs 13826.38 crore in Q4FY2023.

Provisions jumps: Provisions and contingencies zoomed 52% to Rs 1619.80 crore in Q4FY2023 from Rs 1068.95 crore in Q4FY2022. The profit before tax increased 32% to Rs 12206.58 crore in Q4FY2023 over Q4FY2022.

Effective tax rate rose to 25.27% from 23.91%. Net Profit increased 30% to Rs 9121.87 crore for the quarter ended March 2023.

Consolidated Performance:

Consolidated profit after tax increased 28% to Rs 9853 crore for the quarter ended March 2023. The consolidated return on equity stood at 19.10% in quarter ended March 2023 compared to 17.50% in quarter ended March 2022.

Subsidiary Performance:

ICICI Home Finance PAT jumped 81% to Rs 96 crore in Q4FY2023. Capital adequacy ratio stood at 23.47% against 21.90% at end March 2022. The gross impaired loans (stage 3) of the company stood at 5.61% and net impaired loans (stage 3) at 3.56% end March 2023

ICICI Life` s profit after tax increased 27% to Rs 235 crore in Q4FY2023. AUM improved 4% yoy to Rs 251191 crore. Expense ratio has increased to 23% in Q4FY2023 against 20.60% in Q4FY2022. Indian Embedded Value increased 13% to Rs 35634 crore in Q4FY2023 over Q4FY2022.

ICICI General recorded 7% increase in the Gross premium at Rs 5340 crore, while PAT jumped 40% to Rs 437 crore for Q4FY2023 from Rs 313 crore in Q4FY2022.

Other domestic subsidiaries like ICICI securities Primary Dealership has reported 88% fall in PAT at Rs 5 crore, while the PAT of ICICI Pru AMC increased 8% to Rs 385 crore in Q4FY2023. However, ICICI Securities reported 23% drop in PAT at Rs 263 crore for Q4FY2023. ICICI Venture posted 75% dip in net profit to Rs 4 crore in Q4FY2023.

ICICI Bank Canada` s profit after tax increased 263% to Canadian Dollar 15.6 million in Q4FY2023. Loans increased 4% to Canadian Dollar 5182.1 million, while deposits moved up 11% to Canadian Dollar 3176.7 million at end March 2023. The capital adequacy ratio stood at 17.30% at end March 2023.

ICICI Bank UK` s profit after tax increased 61% to US\$ 5 million in Q4FY2023. Loans declined 20% to US\$ 997.2 million, while deposits moved up 5% to US\$ 1617.4 million at end March 2023. The capital adequacy ratio stood at 27.10% at end March 2023.

Financial Performance Fy2023:

For the year ended March 2023 (Fy2023), Bank posted 37% increase in net profit to Rs 31896.50 crore. The net interest income improved 31% to Rs 62128.60 crore, while non-interest income moved up 7% to Rs 19831.45 crore in FY2023. The expense ratio improved 41 bps yoy to 40.11% in FY2023. The operating expenses increased 23% to Rs 32873.24 crore,

while provision and contingencies declined 23% to Rs 6665.58 crore in FY2023. The profit before tax increased 39% to Rs 42421.23 crore in FY2023. The effective tax rate rose 106 bps to 24.8%. Net profit improved 37% to Rs 31896.50 crore in FY2023.

The Board has recommended a dividend of Rs 8 per share

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