Research Report

Bank Of India



Prepared By-

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About

Bank of India is an India-based bank. The Bank's segments include Treasury Operations, Wholesale Banking and Retail Banking. The Treasury operations segment includes the entire investment portfolio, which is dealing in government and other securities, money market operations and foreign exchange operations. (Source : Company Web-site)

Market Position[1]

The bank ranks as the sixth-largest nationalized bank in India, with advances of Rs 6.96 lakh Cr and a total business (Advances + Deposits) of Rs 15.49 lakh Cr as of Q3 FY25.

Key Points

Revenue Mix Q3 FY26[2]

Retail Banking: 39%
Wholesale banking: 34%
Treasury: 26%
Others: 1%

Branch Network[9]

As of Q3 FY26, the bank has a network of 37,928 customer touchpoints including 5,447 branches, 7,695 ATMs, and 24,762 business correspondents.
Rural: 35%
Semi-Urban: 30%
Metro: 19%
Urban: 16%

Synopsis of Financials

Bank of India (Q2 FY27) — Earnings Call Summary (23 Oct 2026)

- Operating profit: ₹5,089 crore (+33.18% YoY)
- Net profit: ₹3,202 crore (+25.32% YoY)
- NII: ₹7,007 crore (+18.52% YoY)
- Non-interest income: ₹2,770 crore (+24.77% YoY)

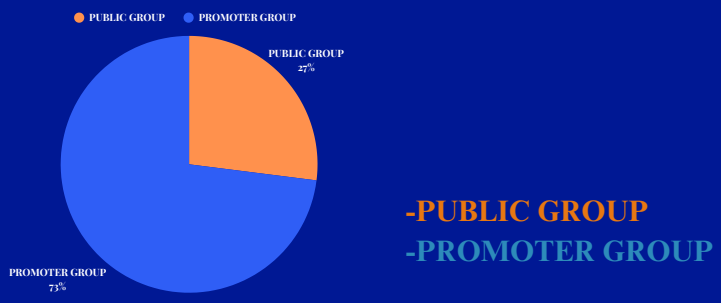
Stock data (as 19th November 2026)

Nifty Price	: 25,328.20
52 week High (in Rs.)	: 178.36
52 week Low (in Rs.)	: 123.64
Market Cap. (in Crore)	: 72,942.84
NSE Code	: INE084A01016

Stock data



Shareholding Pattern (Sep. 2026)



Financial Summary

Particular	Mar-22	Mar-23	Mar-24	Mar-25	Mar-26
Revenue -	38,281	47,932	61,073	71,308	75,613
Revenue growth %	-6%	25%	27%	17%	6%
Interest	24,083	27,441	37,757	46,594	50,139
Expenses +	16,263	21,177	18,848	20,656	20,708
Financing Profit	-2,065	-686	4,469	4,057	4,766
Financing Margin %	-5%	-1%	7%	6%	6%
Net Profit +	3,487	3,839	6,567	9,552	10,309
EPS in Rs	8.51	9.35	14.42	20.97	22.64
Dividend Payout %	24%	21%	19%	19%	21%

Source: Company Annual Report

Quaterly Results

Particular	Jun-25	Sep-25	Dec-25	Mar-26	Jun-26	Sep-26
Revenue -	18,467	18,521	19,052	19,573	20,097	21,370
YOY Revenue Growth %	8%	6%	4%	6%	9%	15%
Interest	12,321	12,530	12,504	12,785	13,156	14,263
Expenses -	5,399	4,849	5,201	5,989	5,390	5,554
Employee Cost %	13.11%	13.37%	14.21%	14.54%	13.14%	12.68%
Financing Profit	747	1,142	1,346	800	1,551	1,554
Financing Margin %	4%	6%	7%	4%	8%	7%
Other Income -	1,692	2,218	2,327	3,280	2,615	2,767
Other income normal	2,211	2,218	2,327	3,280	2,615	2,767
Depreciation	0	0	0	0	0	0
Profit before tax	2,439	3,361	3,674	4,079	4,167	4,321
Tax %	28%	25%	25%	25%	25%	25%
Net Profit +	1,831	2,576	2,814	3,089	3,304	3,310

Source: Screener

Key Ratios

Key Financial Ratios are presented below:

Particulars	Percentage (%)	
	2025-26	2024-25
Yield on Advances	7.80	8.46
Yield on Investments	6.88	7.10
Yield on Funds	6.81	7.24
Cost of Deposits	4.80	4.93
Cost of Funds	4.53	4.75
Net Interest Margin	2.52	2.82
Non-Interest Income to Operating Expenses	54.86	52.98
Other Income to Average Working Fund	0.87	0.88
Operating Expenses to Average Working Fund	1.63	1.74
Staff Expenses to Average Working Fund	0.93	1.05
Other Operating Expenses to Average Working Fund	0.70	0.68
Asset Utilization Ratio	1.55	1.68
Non-Interest Income to Total Income	11.61	11.27
Non-Interest Income to Net Income	28.17	26.94
Cost to Income Ratio	51.35	50.84

Source: Company Annual Report

Yearly Results

Particulars	March 2022	March 2023	March2024	March2025	March2026
Equity Capital	4,104	4,104	4,553	4,553	4,553
Reserves	52,418	56,329	66,028	76,172	85,405
Deposits	6,29,981	6,72,194	7,40,611	8,19,806	9,30,973
Borrowing	26,821	65,015	80,960	1,23,869	1,18,626
Other Liabilities	29,807	28,393	32,127	32,024	39,980
Total Liabilities	7,43,131	8,26,036	9,24,280	10,56,425	11,79,538
Fixed Assets +	9,570	9,950	10,178	11,865	11,670
CWIP	286	110	150	182	207
Investments	1,80,274	2,11,324	2,34,592	2,68,002	2,79,084
Other Assets +	5,53,001	6,04,652	6,79,361	7,76,376	8,88,577
Total Assets	7,43,131	8,26,036	9,24,280	10,56,425	11,79,538

Source: Screener

Synopsis Quarter Results

Concall Notes - Oct-2026: Key Highlights

Bank of India (Q2 FY27) — Earnings Call Summary (23 Oct 2026)
Profitability — operating leverage + fee/other income tailwinds
Core earnings

- Operating profit: ₹5,089 crore (+33.18% YoY)
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Margin (NIM) — drivers, offsets, and rate-hike sensitivity

- **Global NIM: 2.47%** (vs **2.41%** YoY; but **down 5 bps** sequentially from ~2.52% as cited in Q&A)
- Management attributed the ~**5 bps** sequential NIM compression largely to FCNR:
  - **FCNR raised: $2.2bn** (management equated to ~₹40,000 crore impact footprint)
  - "**This 5 basis point impact is because of the FCNR**."
- Rate hike pass-through: management stated **66% of domestic advances are external benchmark linked (repo)** and the bank passed on the hike immediately ("same day we have passed on the increase").
- Net impact expectation: **repo hike could improve NIM by ~6–7 bps**, because deposit repricing is slower (given **~60% of term deposits in 1–18 months bucket**, repricing only at maturity).

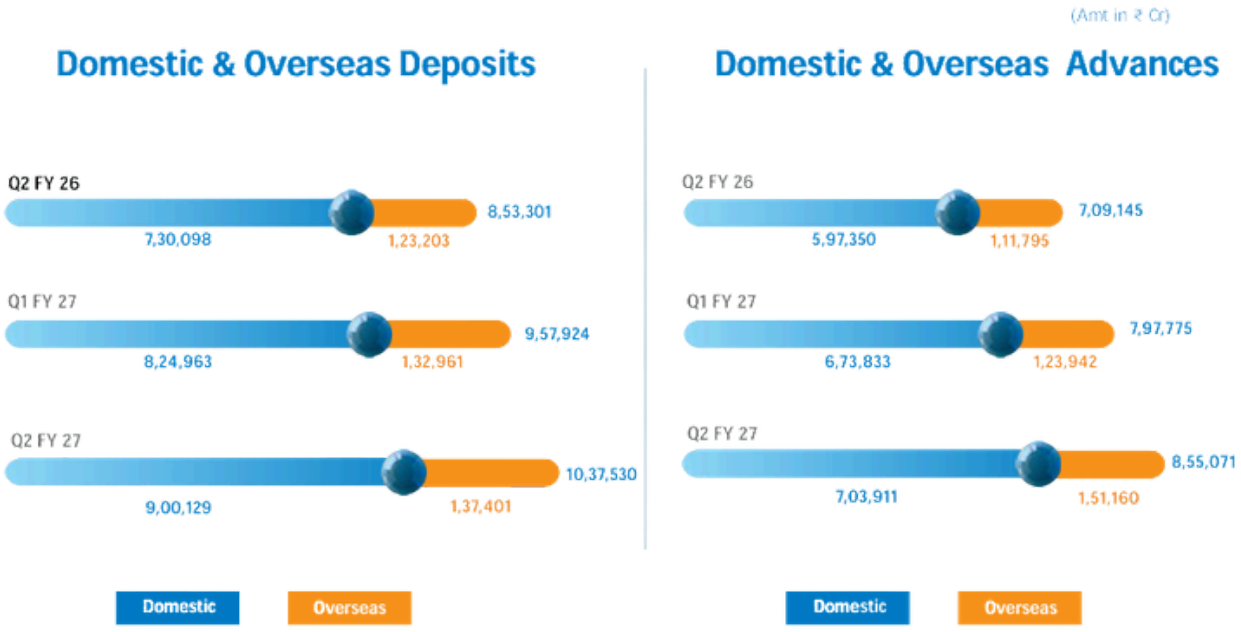
Business growth and mix — strong balance sheet momentum
Scale growth (YoY, Sept'26 vs Sept'25)

- Global business: +21.13% to ₹18.92 lakh crore (increment ₹3.30 lakh crore)
- Global deposits: +21.59% to ₹10.37 lakh crore (increment ₹1.84 lakh crore)
- Domestic deposits: +23.29% to ₹9.00 lakh crore (increment ₹1.70 lakh crore)
- Global gross advances: +20.58% to ₹8.55 lakh crore (increment ₹1.46 lakh crore)
- Domestic gross advances: +17.84% to ₹7.04 lakh crore (increment ₹1.07 lakh crore)

Highlights

Key Highlights Q2 FY 2026-27 (YoY)

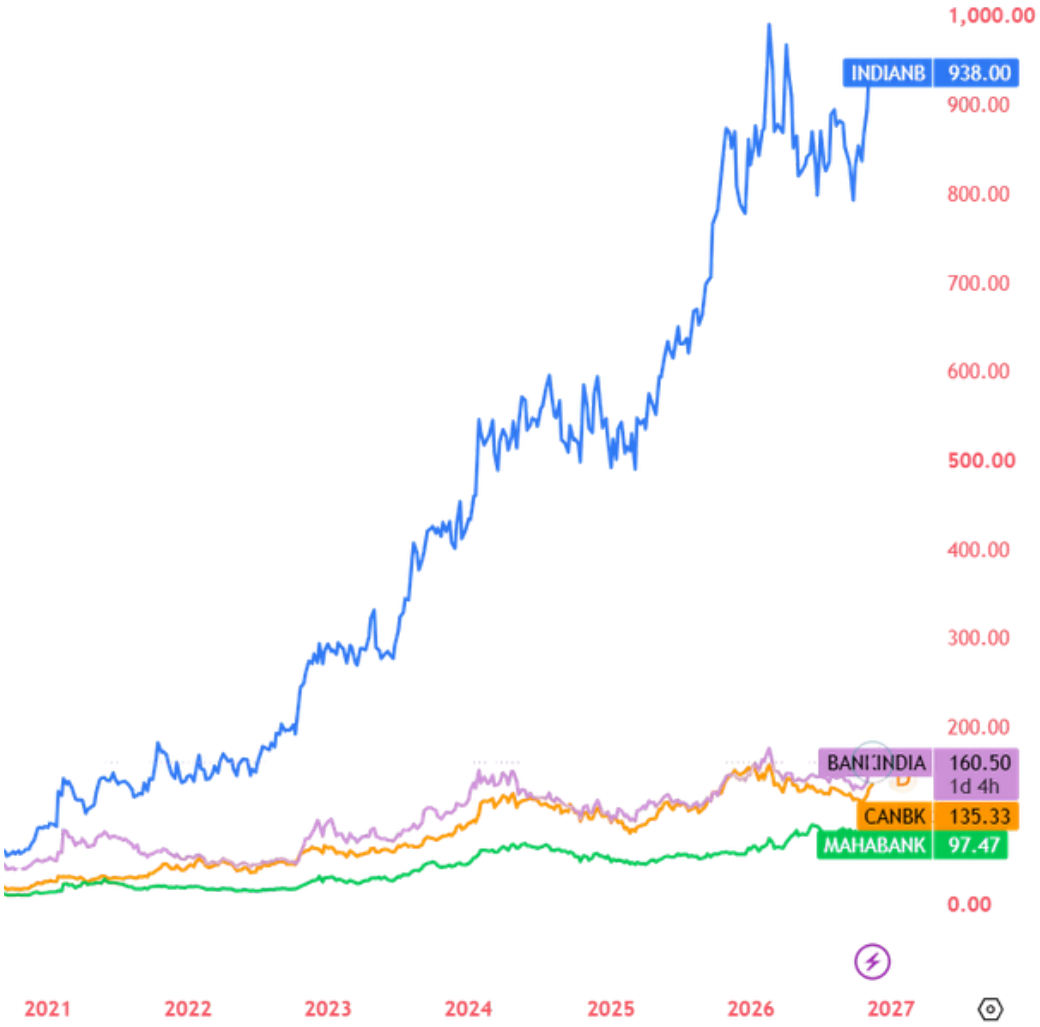
Global Business 21.13% ↑	RAM Growth 18.68% ↑	Net Profit 25.34% ↑
Global Deposits 21.59% ↑	Retail Advances 19.27% ↑	Gross NPA 94 bps ↓
Global Advances 20.58% ↑	Agriculture Advances 16.34% ↑	Net NPA 23 bps ↓
Corporate Advances 16.67% ↑	MSME Advances 20.27% ↑	CRAR 109 bps ↑



Source: Investor Presentation

Peer Comparison

Peer Stock Performance (2021-2026) Indexed



Source: Trading View

Peer Financial Performance

Name	CMP Rs.	P/E	Mar Cap Rs.Cr.	Div Yld %	NP Qtr Rs.Cr.	Qtr Profit Var %	Sales Qtr Rs.Cr.	Qtr Sales Var %	ROCE %
Bank of India	160.3	5.8	73024.8	2.9	3309.7	28.4	21369.9	15.4	5.9
Indian Bank	938.3	9.6	126378.9	1.9	3541.3	13.9	19149.0	15.2	6.3
Canara Bank	135.3	6.0	122680.6	3.1	5382.8	11.0	35162.0	9.6	6.5
Bank of Maha	97.5	9.3	74985.0	2.3	2136.5	28.0	8606.4	20.7	6.0

Source: Screener

Final Outlook

BANKINDIA : HOLD| LTP: 160.30

Summary

Bank of India has shown a significant improvement in profitability and balance-sheet strength over the past few years.

The latest Q2 FY27 performance was particularly strong, with operating profit growing 33.18%, net profit 25.32% and NII 18.52%.

The bank also reported strong growth in deposits and advances, while the investor presentation showed improvement in Gross NPA, Net NPA and CRAR.

The main areas to watch are NIM, FCNR-related funding impact, borrowings, cost efficiency and the sustainability of the current high growth rate.

Recent Performance – Q2 FY27

- Revenue growth improved: Q2 FY27 revenue grew 15% YoY.
- Profit grew faster than revenue: Net profit increased approximately 25%.
- Operating leverage is visible: Operating profit grew 33.18%, significantly faster than revenue.
- NII remained strong: Net interest income increased 18.52%.
- Non-interest income also supported performance: It increased 24.77% to ₹2,770 crore.

Q2 FY27 was a strong quarter. Profit growth substantially exceeded revenue growth, indicating improving operating efficiency and earnings momentum.

Bank of India has demonstrated a meaningful improvement in its financial performance, supported by strong profit growth, rising deposits, expanding advances and better asset-quality indicators.

The latest quarter is encouraging, particularly because operating profit grew 33.18% and net profit grew 25.32%.

The valuation is also relatively attractive compared with the selected peer group, with the report showing a P/E of only 5.8x.

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