Research Report

ICICI Bank Limited



Prepared By-

ANUJ SHARMA
EQUITY RESEARCH ANALYST

About

ICICI Bank is the second-largest private sector bank in India offering a diversified portfolio of financial products and services to retail, SME and corporate customers. The Bank has an extensive network of branches, ATMs and other touch-points.The ICICI group has presence in businesses like life and general insurance, housing finance, primary dealership, etc, through its subsidiaries and associates.

Branch Network Q2 FY27[6]

The bank operates 7,656 branches and 12,143 ATMs and Cash Recycling Machines across India.
Branch mix:
Metro - 31.6%,Urban - 19.9%, Semi Urban - 25.8%
Rural - 22.7%

Key Points

Deposit Base Q2 FY27[2][5]

Total deposits stood at Rs 20,498.74 bn, up 27.1% YoY (17% excluding FCNR(B) deposits). CASA deposits formed 36.1% of total deposits and term deposits the remaining 63.9%. Average CASA ratio stood at 35.8%.

Loan Book Q2 FY27[7]

Total advances stood at Rs 18,315.80 bn, up 30% YoY (24.1% excluding international branch loans against FCNR(B) deposits). Segment mix:
Retail & Rural - 51.6%
Business Banking - 21.2%
Domestic Corporate - 19.4%
Overseas Book - 7.8%

Synopsis of Financials

Q2 FY27: Core earnings strength;

Core profitability delivered:

- Core operating profit +21.8% YoY to ₹208.05bn.
- Core op profit ex-subsidiary dividends +25% YoY to ₹203.42bn.
- PAT +20.1% YoY to ₹148.43bn; consolidated PAT +22.3% YoY to ₹163.33bn.
- PBT ex-treasury +23.4% YoY to ₹199.54bn; treasury swung to loss ₹2.3bn (vs gain prior quarter), “reflecting market movements.”

Source: Company Annual Report

Stock data (as 04th October 2026)

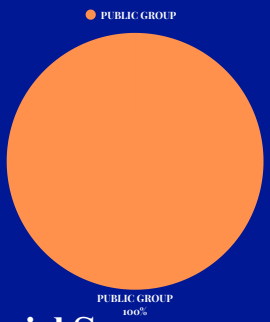
Nifty Price	: 23,860.75
52 week High (in Rs.)	: 1,480.00
52 week Low (in Rs.)	: 1,187.60
Market Cap. (in Crore)	: 10,23,233.28
NSE Code	: INE090A01021

Stock data

-NIFTY-50
-ICICI Bank Limited



Shareholding Pattern (Sep. 2026)



-PUBLIC GROUP
-PROMOTER GROUP

Financial Summary

Particular	Mar-22	Mar-23	Mar-24	Mar-25	Mar-26
Revenue -	95,407	1,21,067	1,59,516	1,86,331	1,95,218
Revenue growth %	7%	27%	32%	17%	5%
Interest	41,167	50,543	74,108	89,028	89,029
Expenses +	80,798	87,864	99,560	1,30,078	1,42,971
Financing Profit	-26,558	-17,341	-14,152	-32,775	-36,782
Financing Margin %	-28%	-14%	-9%	-18%	-19%
Net Profit +	26,538	35,461	46,081	54,569	57,936
EPS in Rs	36.14	48.74	63.02	71.65	75.71
Dividend Payout %	14%	16%	16%	15%	16%

Quaterly Results

Particular	Jun-25	Sep-25	Dec-25	Mar-26	Jun-26	Sep-26
Revenue -	49,080	48,181	48,364	49,594	52,241	55,992
YOY Revenue Growth %	10%	4%	3%	2%	6%	16%
Interest	23,090	22,017	21,874	22,047	23,064	25,656
Expenses -	31,991	35,065	37,154	41,823	35,318	39,390
Employee Cost %	14%	13%	13%	13%	13%	12%
Financing Profit	-6,002	-8,901	-10,664	-14,276	-6,141	-9,055
Financing Margin %	-12%	-18%	-22%	-29%	-12%	-16%
Other Income -	25,496	27,966	28,418	35,020	27,448	32,169
Other income normal	25,496	27,966	28,418	35,020	27,448	32,169
Depreciation	0	0	0	0	0	0
Profit before tax	19,494	19,065	17,754	20,744	21,307	23,115
Tax %	26%	25%	24%	25%	24%	25%
Net Profit +	14,456	14,318	13,481	15,681	16,276	17,389

Source: Screener

Key Ratios

The following table sets forth, for the periods indicated, the key financial ratios.

Particulars	Fiscal 2025	Fiscal 2026
Net interest margin (%)	4.32	**4.32**
Cost to income (%)[3]	38.64	**39.75**
Provisions to core operating profit (%)	7.16	**7.64**
Return on average equity (%)[1]	17.95	**15.97**
Return on average assets (%)[2]	2.40	**2.32**
Earnings per share (₹)	67.01	**70.21**
Book value per share (₹)	410.11	**471.18**

1. *Return on average equity is the ratio of the net profit after tax to the quarterly average equity share capital and reserves.*
2. *Return on average assets is the ratio of net profit after tax to average assets.*
3. *Cost represents operating expenses. Income represents net interest income and non-interest income.*

Source: Company Annual Report

Yearly Results

Particulars	March 2022	March 2023	March2024	March2025	March2026
Equity Capital	1,390	1,397	1,405	1,425	1,432
Reserves	1,80,663	2,13,101	2,54,739	3,12,481	3,61,628
Deposits	10,91,366	12,10,832	14,43,580	16,41,637	18,30,020
Borrowing	1,61,603	1,89,062	2,07,428	2,18,883	2,20,264
Other Liabilities	3,17,616	3,44,099	4,56,911	4,67,815	5,01,153
Total Liabilities	17,52,637	19,58,490	23,64,063	26,42,241	29,14,498
Fixed Assets +	10,707	11,070	15,714	24,272	27,970
CWIP	0	0	0	0	0
Investments	5,67,098	6,39,552	8,27,163	8,86,377	8,70,720
Other Assets +	11,74,833	13,07,868	15,21,186	17,31,593	20,15,808
Total Assets	17,52,637	19,58,490	23,64,063	26,42,241	29,14,498

Source: Screener

Synopsis Quarter Results

Concall Notes - Oct-2026: Key Highlights

Q2 FY27: Core earnings strength; growth skewed to corporates + FCNRB-linked balance sheet expansion

- Strategic focus unchanged: Management reiterated it is optimizing "profit before tax, excluding treasury" via a "360-degree customer-centric approach… across ecosystems and micro markets."
- Core profitability delivered:
  - Core operating profit +21.8% YoY to ₹208.05bn.
  - Core op profit ex-subsidiary dividends +25% YoY to ₹203.42bn.
  - PAT +20.1% YoY to ₹148.43bn; consolidated PAT +22.3% YoY to ₹163.33bn.
  - PBT ex-treasury +23.4% YoY to ₹199.54bn; treasury swung to loss ₹2.3bn (vs gain prior quarter), "reflecting market movements."
- FCNRB swap-driven funding step-up (material business development): Bank mobilized ~$18bn gross FCNRB deposits under RBI swap facility. Management repeatedly framed this as a one-off opportunity taken for multi-period franchise/growth advantage, not quarter-to-quarter optics.

Balance sheet: Deposits surge; loan growth accelerated (corporate/business banking led):
Deposits and liquidity

- Total deposits +27.1% YoY / +11.8% QoQ (as of Sep 30, 2026).
- Avg deposits +21.2% YoY / +8% QoQ; Avg CASA +10.7% YoY / +1.4% QoQ.
- Ex-FCNRB, "total period end deposits" +17% YoY / +3.1% QoQ.
- LCR: average ~126% for the quarter.
- On softer savings growth: management cited mix shift—decline in "institutional savings… from government departments" while retail savings "continues to be quite okay." They manage to "money in bank… total… in FDs and… savings" rather than savings headline alone.

Loans: headline inflated by international/FCNRB-linked book; domestic still strong

- Total loan portfolio (incl. international branches) +30% YoY / +12% QoQ.
- Excluding international-branch loans against FCNRB deposits: loans +24.1% YoY / +7.3% QoQ.
- Domestic loans +22.8% YoY / +6.8% QoQ.

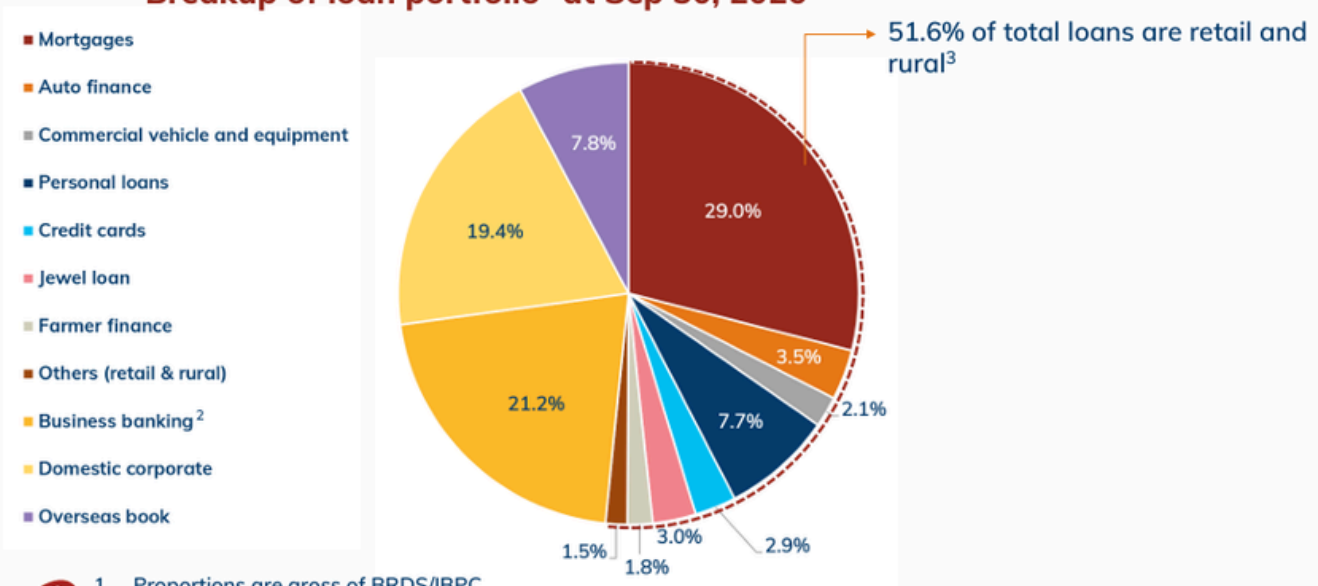
Mix / segment momentum

- Retail & rural +14.8% YoY / +3.2% QoQ; 43% of total portfolio including NFB outstanding.
- Business banking +33.8% YoY / +11.1% QoQ (management also flagged ECLGS drawdowns as a contributor over last two quarters, plus "new customer acquisition" and "working capital… expansion").
- Domestic corporate +30.6% YoY / +10.4% QoQ.

Highlights

Diversified and granular loan book

Breakup of loan portfolio[1] at Sep 30, 2026



1. Proportions are gross of BRDS/IBPC
2. This portfolio comprises borrowers with turnover of upto ₹ 7.50 bn
3. Including non-fund based outstanding, the share of retail and rural portfolio was 43.0% of the total portfolio at Sep 30, 2026

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Standalone segment-wise PBT

Profit before tax (₹ billion)	FY2026	Q2-2026	H1-2026	Q1-2027	Q2-2027	H1-2027
Retail	232.44	63.18	110.53	62.39	77.17	139.56
Wholesale	244.89	57.60	111.47	74.79	79.11	153.90
Treasury	172.30	41.42	104.03	48.22	40.15	88.38
Others	12.56	1.64	7.12	5.86	0.81	6.66
Total	**662.19**	**163.84**	**333.15**	**191.26**	**197.24**	**388.50**

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 %
ICICI Bank	1,422.50	17.00	1,018,996.0	1.00	17,389.00	22.28	55991.91	16.21	7.18
HDFC Bank	733.00	14.15	1129652.55	1.75	21537.09	5.55	95131.63	9.35	7.02
Kotak Mah. Bank	459.10	21.44	454717.67	0.14	5645.38	26.34	19855.87	15.45	6.98

Source: Screener

Final Outlook

ICICIBANK : HOLD| LTP: 1422.50

Summary

ICICI Bank continues to demonstrate strong business momentum, supported by rising deposits, loan growth and improving core operating profitability.
Q2 FY27 was encouraging, with core operating profit increasing 21.8% and reported quarterly revenue growing 16.21%. Business banking and domestic corporate lending were the key growth drivers.
However, investors should carefully monitor the impact of FCNR(B)-linked funding on headline growth, the CASA ratio, treasury volatility and retail loan growth.
Compared with its selected peers, ICICI Bank has delivered strong quarterly growth, but its valuation still requires sustained earnings performance to justify the current market price.

Recent Performance – Q2 FY27

- Strong revenue growth: Revenue increased 16% year-on-year to ₹55,992 crore.
- Healthy profit growth: Net profit reached ₹17,389 crore, showing a 22.28% increase.
- Core operating performance improved: Core operating profit grew 21.8% to ₹20,805 crore.
- Consolidated profitability improved: Consolidated PAT increased 22.3% to ₹16,333 crore.

Strong Core Earnings, but Monitor Growth Quality

ICICI Bank has a strong banking franchise, a diversified loan portfolio and an expanding deposit base. Its Q2 FY27 performance reflects healthy core operating profit and earnings growth.
However, some of the headline balance-sheet expansion is linked to FCNR(B) deposits, while treasury volatility and relatively slower retail loan growth require attention.
The bank's valuation is reasonable relative to Kotak Mahindra Bank but remains above HDFC Bank in the report's peer comparison.

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