

Five-Star Business Finance Ltd.

Reaching the Unreached



Reco **BUY**

Onwards & Upwards

Industry	BFSI - NBFC
LTP (May 8, 2026)	Rs 462
Entry Range	Rs 455-470
Add on Dips	Rs 415-425
Base Case Target	Rs 515
Bull Case Target	Rs 565
Time Horizon	4 Quarters

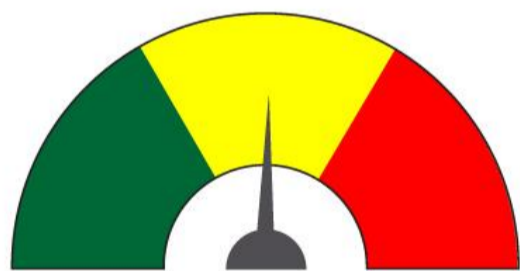
Stock Info

BSE Code	543663
NSE Code	FIVESTAR
Bloomberg	FIVESTAR IN
CMP May 8, 2026	462.3
Equity Capital (Rs Cr)	29.5
Face Value (Rs)	1
Equity Share O/S (Cr)	29.5
Market Cap (Rs Cr)	13644
Adj. Book Value (Rs)	241.2
Avg. 52 Wk Volumes	16,70,000
52 Week High	828.0
52 Week Low	338.2

Share Holding Pattern % (Mar'26)

Promoters	18.6
Institutions	66.1
Non-Institutions	15.3
Total	100.0

One Year Price Chart



* Refer at the end for explanation on Risk Ratings

Fundamental Research Analyst

Atul Karwa

atul.karwa@hdfcsec.com

Our Take

Five Star Business Finance Limited (FSBFL) is an NBFC-ND-SI registered with the RBI, and provides secured business loans to micro-entrepreneurs and self-employed individuals, and employed individuals in the informal sector, each of whom is largely excluded by traditional financing institutions. It is headquartered in Chennai, Tamil Nadu, and has two decades of experience in lending to small business customers. This long run has allowed the company to tune its underwriting and collection model in a manner that suits the nature of its business. Geographically, southern India is its stronghold, while it is taking steps to diversify to other territories. All of its loans are secured by its borrowers' property, predominantly being self-occupied residential property (only pakka houses with supporting documents).

Five Star's market opportunity in secured, small loans to the unbanked small entrepreneurs is huge at Rs 32.5tn – as per CRISIL Research. The company has deep understanding of its customer behaviour & local markets, strong underwriting & collections, well-experienced management, and has a focused branch expansion approach, that drives its best in class AUM, which has grown from Rs 30 crores as of March 2010, to over Rs 13,200 crores. While FSBFL's borrowers are at the bottom of the pyramid and have high early-bucket delinquencies, its track record of keeping GNPLs low is comforting.

Five Star has a proven track record of fast compounding AUM at 25% CAGR over FY 2021-26, while its NII compounded at 28% and PAT compounded at 25% over the same period. While most of the company's financial segments are highly competitive, Five Star's business faces less competition because it requires local knowledge, aggressive branch expansion, strong underwriting, and diligent collections. With two decades of experience and consumer data, Five Star is placed better than peers to benefit from the small-lending potential in our view.

- **FSBFL has a strong track record of growth and profitability in the highly underpenetrated small business lending segment with a potential market opportunity of Rs 32.5tn (as per research conducted by CRISIL). We reckon the company could deliver NII CAGR of 19%, PAT CAGR of 22% and advances CAGR of 20% over FY26-28E, with its RoA sustaining at the level of ~8% by FY28E.**
- **Over the last five years, FSBFL's NIM, AUM growth and earnings growth have been among the highest in the sector while its NPAs have been amongst the lowest. Although the past few quarters have been brutal for the company, we believe it has taken corrective measures and is poised for strong growth going forward.**
- **We feel that investors can buy the stock between in the band of Rs 455-470 and add more on dips in Rs 415-425 band. We expect the Base case fair value of Rs 515 (1.55x FY28E ABVPS) and the Bull case fair value of Rs 565 (1.7x FY28E ABVPS) over the next 4 quarters.**

Resilient performance in Q4FY26

FSBFL demonstrated a resilient financial performance for the quarter and financial year ended March 31, 2026 (Q4FY26 / FY26). Despite facing a challenging environment characterised by asset quality headwinds in the small-ticket loan segment, the company successfully achieved growth in both its loan portfolio and profitability.

The company reported a healthy growth trajectory, reinforcing its execution capability even during a difficult period. The loan portfolio grew by 11% YoY to reach Rs 13,225 crores. On a sequential basis, AUM saw a modest 2% increase to Rs 12,964 crores in Q3FY26. Q4FY26 disbursements stood at Rs 1,213 crores, a significant 24% increase over the previous quarter. For the full year FY26, total disbursements reached Rs 4,675.7 crores.

PAT for the quarter was Rs 269 crores, down 3% sequentially, primarily due to higher personnel expenses. For FY26, PAT grew by 2% YoY to Rs 1,099 crores. The company maintained robust return metrics, with an RoA of 8.68% and an RoE of 16.06% for FY26.

The Company navigated sector-wide asset-quality challenges by strengthening its collection infrastructure and refining its credit underwriting. GNPA remained stable at 3.37% in Q4FY26 compared to the previous quarter. Net NPA stood at 2.00%. The company achieved a unique customer collection efficiency of 98.1% in Q4FY26, one of its historical bests. Collections in the current (x-bucket) were particularly strong at 99.3%. The slippage ratio dropped sharply from 1.09% in Q3FY26 to 0.70% in Q4FY26. Credit cost for the quarter was 1.88% of average AUM. The Provision Coverage Ratio (PCR) on Stage-3 assets was 41.40%.

The cost of funds dropped to 8.95% in Q4FY26 from 9.12% in the previous quarter. For the full year, the cost of funds improved from 9.64% in FY25 to 9.21% in FY26. During Q4FY26, the company raised Rs 928.3 crores

at an all-inclusive cost of 8.53%. A notable highlight was raising \$100 million from the Asian Development Bank (ADB), a strong reinforcement of lender confidence.

The company added 96 branches during the year, bringing its total network to 844 branches across 11 states/UTs as of March 31, 2026. A key structural change effective April 1, 2026, involved fully operationalising the split between business and collection teams, which is expected to drive both growth and better asset quality. The Board recommended a final dividend of Rs 2 per equity share (200% of face value) for FY26.

Management Outlook and Guidance

The management expressed high confidence that "the worst is behind" the company.

- For FY27, the company is well-poised to achieve an AUM growth of approximately 20%.
- Management anticipates a steady-state credit cost of 1.5% to 1.6% over the next few years and aims to operate at a Return on Average AUM of 8.25% to 8.5% for FY27.
- The company remains focused on its "sweet spot" of Rs 3 lakhs to Rs 10 lakhs ticket size loans to small business owners and self-employed individuals with informal incomes.

Financial Summary

Particulars (Rs Cr)	Q4FY26	Q4FY25	YoY-%	Q3FY26	QoQ-%	FY24	FY25	FY26P	FY27E	FY28E
NII	614	559	9.8%	607	1.1%	1648	2098	2392	2838	3370
PPOP	418	396	5.3%	426	-2.0%	1171	1520	1679	2005	2366
PAT	269	279	-3.5%	277	-2.8%	836	1072	1099	1343	1608
EPS (Rs)	9.1	9.5	-3.7%	9.4	-2.9%	28.6	36.4	37.2	45.5	54.5
ABV (Rs)						175.6	210.6	241.2	281.3	331.8
P/E (x)						16.2	12.7	12.4	10.2	8.5
P/ABV (x)						2.6	2.2	1.9	1.6	1.4
RoAA (%)						8.2	8.2	7.3	7.8	7.9
RoAE (%)						17.5	18.7	16.1	16.8	17.2

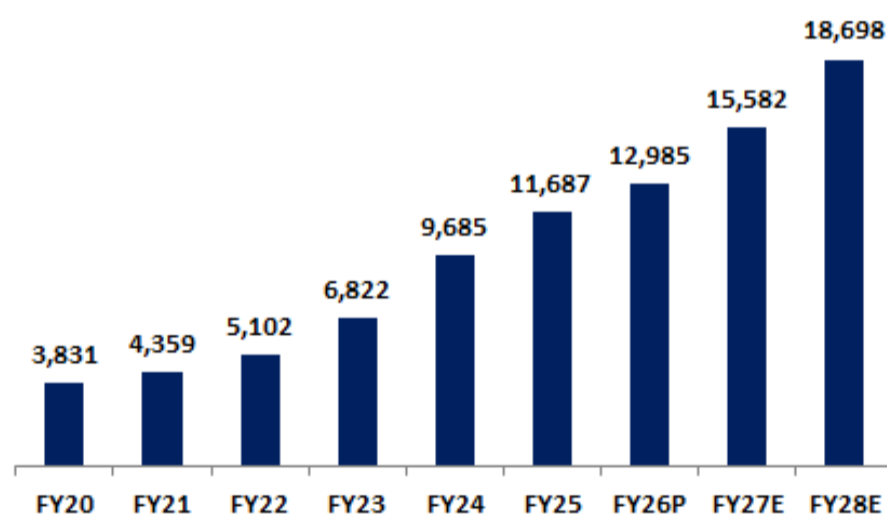
(Source: Company, HDFC sec)

Valuation & Recommendation:

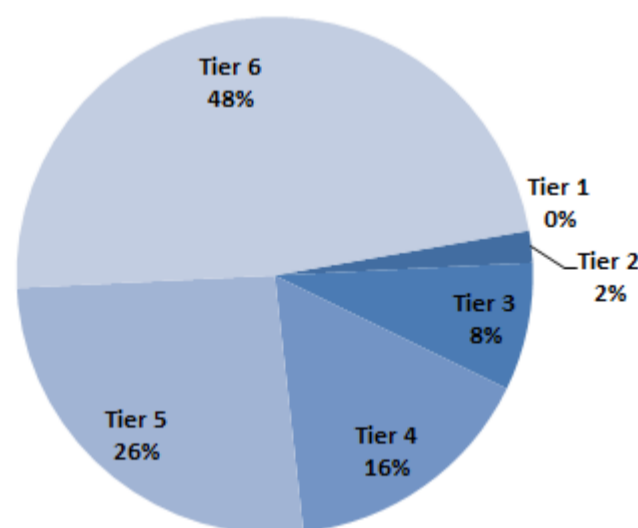
We feel that investors can buy the stock between in the band of Rs 455-470 and add more on dips in Rs 415-425 band. We expect the Base case fair value of Rs 515 (1.55x FY28E ABVPS) and the Bull case fair value of Rs 565 (1.7x FY28E ABVPS) over the next 4 quarters.

Story in Charts

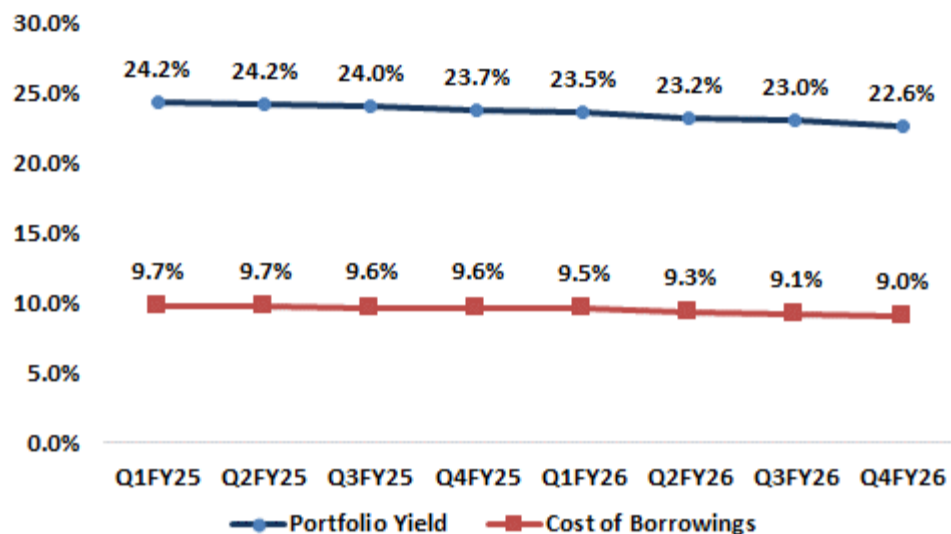
AUM trend



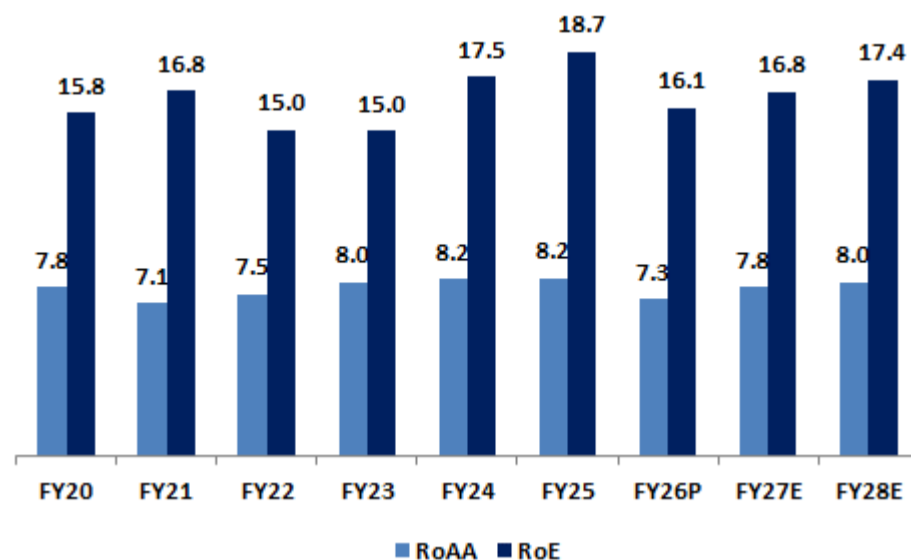
Focus on Tier 3 to Tier 6 locations



Yield and Borrowing trend



Return ratios (%)



(Source: Company, HDFC sec)

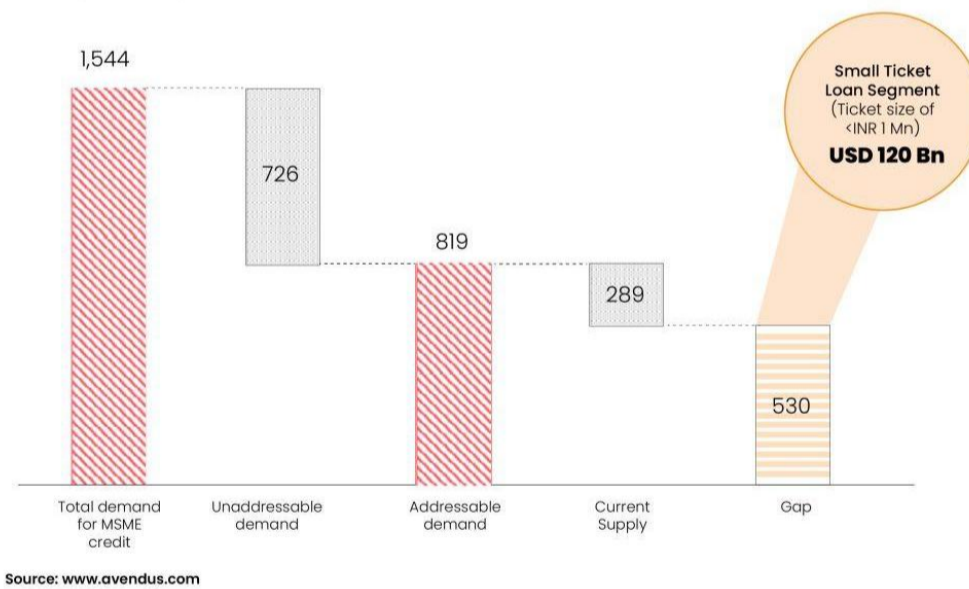
Key Drivers

Wide credit gap in industry

Micro, Small, and Medium Enterprises (MSMEs), play a central role throughout the global economy and represent a massive untapped source of growth opportunities. In India, MSMEs are expected to grow from 6.3 crore to 7.5 crore in the coming years. On the cusp of becoming the world's third-largest economy, India has demonstrated an impressive growth trajectory. The MSME sector is a leading contributor to the nation's employment and Gross Domestic Product (GDP). According to a report by EY, compared to global averages—the MSME sector in India lags behind when it comes to formal credit penetration. To put things in perspective, MSMEs are currently battling monumental challenges with a credit gap of \$530 Bn. Among the 64 million MSMEs in the country, only 14% have access to credit. The overall finance demand in the MSME market is around \$1,955 billion with a 3.8x debt-to-equity ratio. FSBF, with a focus on financing the MSME sector, has ample growth opportunities.

Credit deficit of \$530 bn for MSME

MSMEs face a Credit Deficit of US\$ 530 billion



Source: www.avendus.com

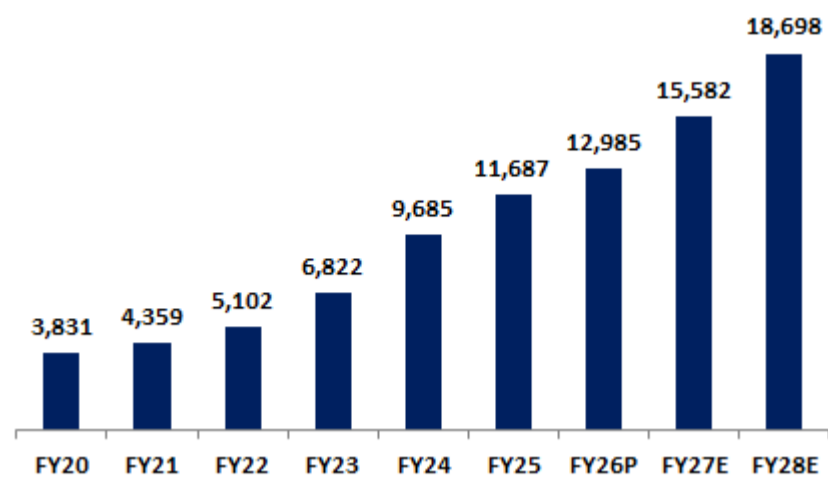
(Source: Company)

AUM growth remains strong despite slowdown in industry

FSBF is involved in providing business loans to micro-entrepreneurs and self-employed individuals, and employed individuals in the informal sector, each of whom is largely excluded by traditional financing institutions. Bank credit growth to Micro, Small and Medium Enterprises (MSMEs) has decelerated year-on-year in the first three months of the current fiscal, according to Reserve Bank data. Players in the MSME sector, the backbone of the domestic industry and the largest employer, said risk aversion makes banks reluctant to provide loans to small units, leading to a deceleration in bank credit growth. FSBF witnessed a slowdown in growth in FY26 due to rising NPAs. However, it has taken corrective measures and disbursements have started to pick up. Considering the current environment, management is going slow on lending. We envisage ~20% CAGR over the next two years, driven by new customer acquisitions, branch additions, improvement in existing branch vintage, and gradually increasing the average ticket size.

Advances growth of 25% CAGR over FY21-FY26

Advances have grown at CAGR of ~25% over last 5 years

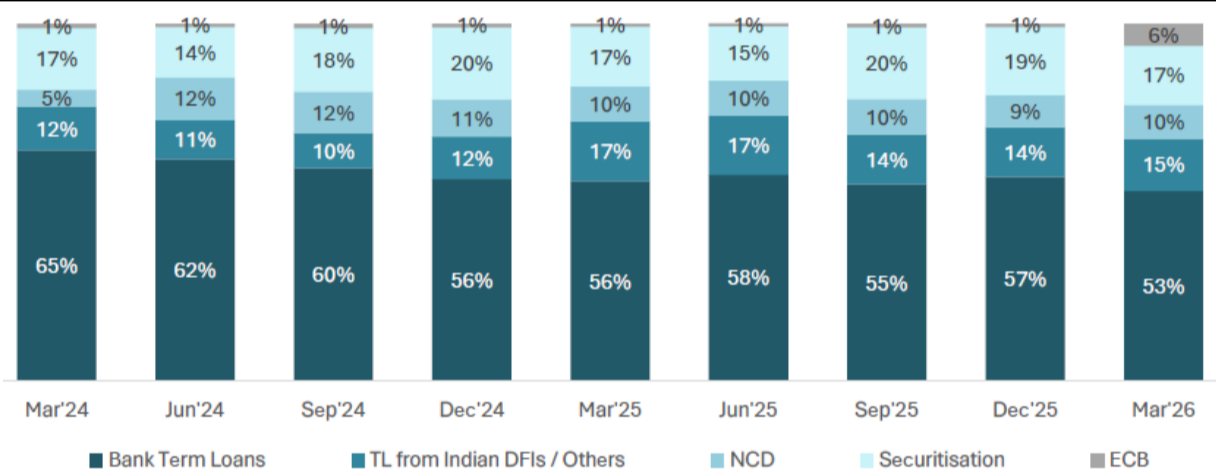


(Source: Company)

Well blended funding profile

The company has a diversified liability profile, having borrowing relationships with 45 lending partners. Total borrowings as of Mar'26 stood at Rs 8600 crores, up 4% YoY. In Q4FY26 the company raised incremental borrowing of Rs 928 crore at an incremental cost of 8.53%. The cost of borrowing has been coming down for the company gradually and is likely to result in an increased spread in the coming years. Further, the company has a comfortable liquidity position of Rs 2745 crores as of Mar'26, which includes unavailed sanctioned loans from banks and financial institutions worth Rs 450 crores. Approximately 33% of the company's borrowings were fixed-rate in nature and would lead to lower borrowing costs when these get rolled over. The loans obtained from banks by the company are linked to MCLR with 6-month and 1-year reset intervals and not directly to repo rates. Further, the company has no asset-liability mismatch in any time bucket.

Liability franchise



(Source: Company)

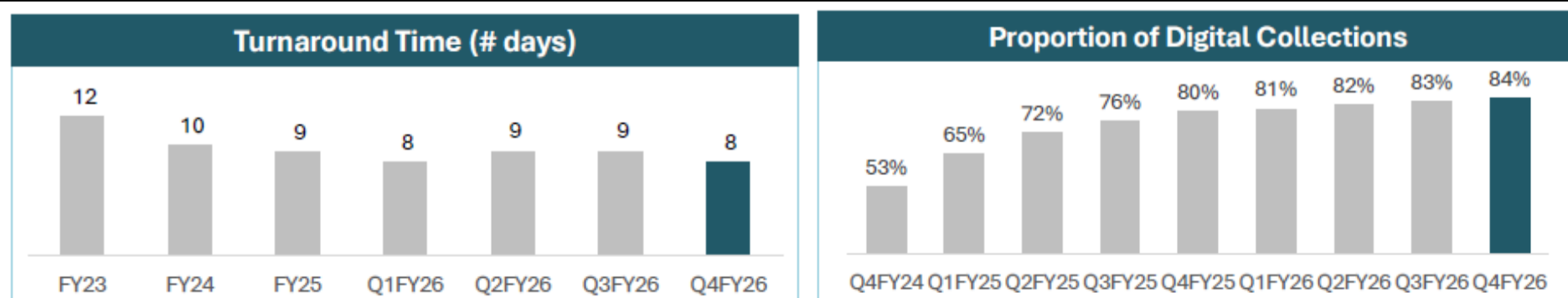
Strategic Technological Focus

Over the past few years, the company has been focusing on and investing in technology to enhance the efficiency of its operations. Though the outflow on technological initiatives have increased in the short term, it is expected to reap fruitful operational leverage in the longer term.

Some of its digital initiatives/achievements in the recent past include:

- Transition from a manual underwriting process to an ERP system-based underwriting process from FY2017 onwards, which is completely paperless and uses the cloud to store data.
- Investments in API infrastructure to leverage the strengths of third-party service providers/fintechs.
- Using data analytics and machine learning to process loan applications and analyse credit risks, leading to faster decisions and lower turnaround time from login to loan sanction.
- Tech-enabled collections utilising strategy builder integrations to maximise recovery efficiency and performance.

Strong tech support



(Source: Company)

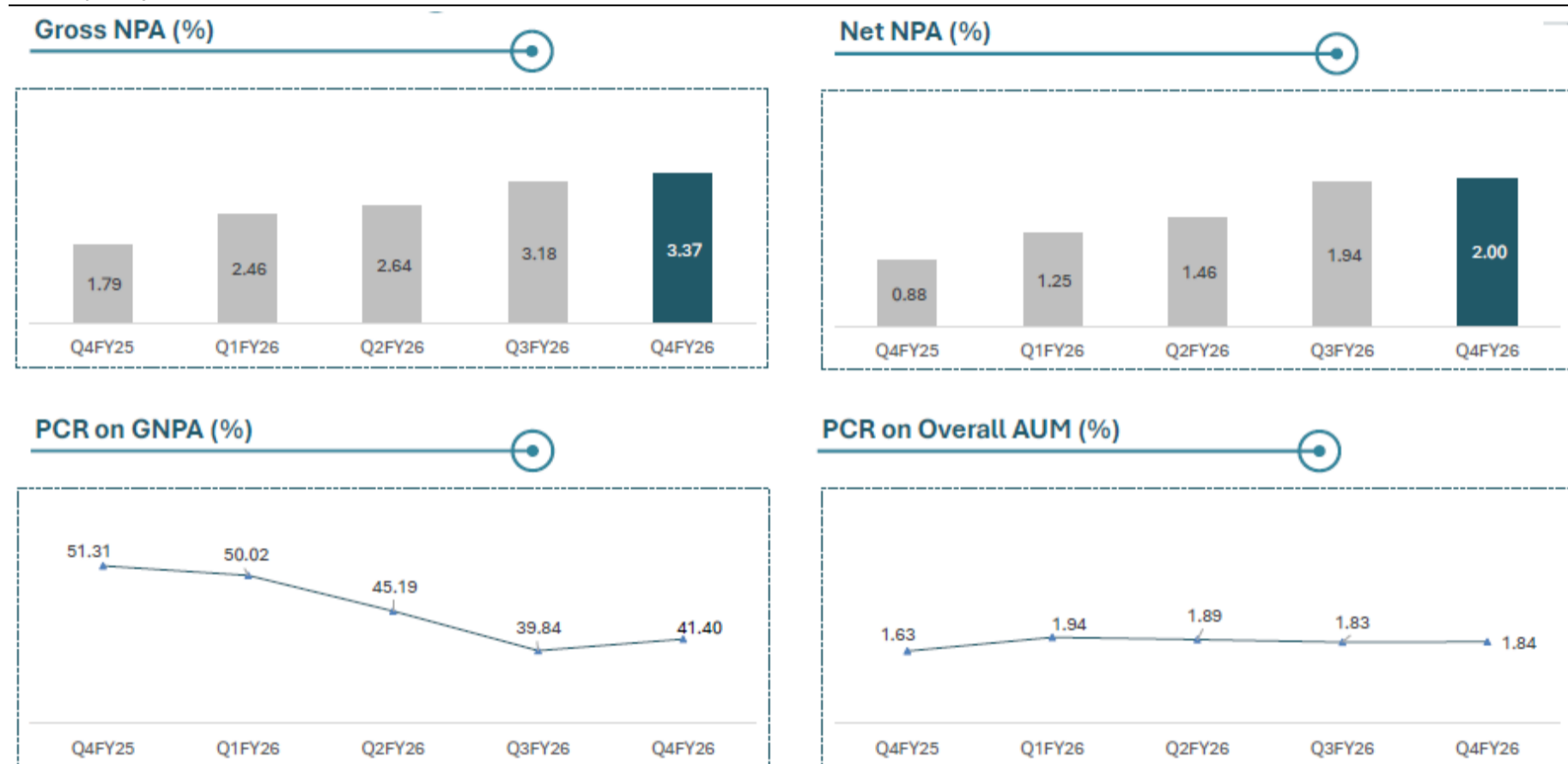
The usage of technology has led to TAT declining from ~12 days in FY23 to ~8 days currently. Digital collections now account for 84% of all collections.

Strong underwriting process leading to stable asset quality

Recognizing the challenges of evaluating income for target borrowers, FSBF has developed a proprietary underwriting model. This model assesses cash flow backed by robust monitoring and strong recovery mechanisms, enabling the Company to meet the credit needs of the borrowers effectively. This is complemented by a strong collection and proactive recovery management system that led to robust asset quality.

The company's business model is such that early delinquencies are relatively high, but its policy to hold 100% collateral has ensured that the company faces minimal losses. The total 30+ DPD book stood at 12.69%, as against 12.81% in Q3FY26.

Asset quality indicators



(Source: Company)

Capital adequacy of 51.9% as on FY26

Healthy capital positioning

Five-Star has seen regular capital infusion over the years, and the last round of equity was raised in FY22 where the company raised equity to the tune of Rs 907 crore from the promoters and existing and new investors. Over the last nine-year period ended FY26, Five-Star has received fresh equity of about Rs 2,350 crore from promoters, investors, and other shareholders. With retention of internal accruals, the capital adequacy ratio (CAR) remained at 51.9% as on FY26.

Risks & Concerns

Geographical concentration risk

The company has its presence across 11 states. However, the four south Indian states of Tamil Nadu, Telangana, Andhra Pradesh, and Karnataka account for ~95% of the overall AUM, posing geographic concentration risk. Further, the management has clarified that 80-85% of future expansions are going to be in southern states due to the familiarity and experience they have there.

Risky nature of business

Small business lending is an inherently risky business because of the lack of income and cash flow documents of the borrower, and hence, the verifiability of the income stream is low. Further, there is a huge correlation between their repayment capacity and rural demand which is in turn dependent on monsoons.

Difficulty in repossession and sale of collaterals

In case of non-repayment of loans by the borrowers, the company might find it time-consuming and costly to repossess and sell the collateral to recover its loan amounts. Furthermore, distress sale of repossessed assets attracts a material amount of haircut to the market value of the asset.

Operational Issues may hinder scalability

As the company is targeting customers primarily in rural markets, it faces many operational issues. These customers are not well versed with using new age technologies, cash collections in interior rural areas are difficult in the absence of necessary infrastructure, finding local talent is a challenge, etc.

High Growth Expectations

So far, the company has shown healthy traction in AUM, profitability, and related metrics. If the company does not grow at the expected pace or faster, its shares might underperform. We remain watchful about the company's future results.

Highly competitive business segment

Though the segment is not tapped by traditional financial institutions and big banks, there are a number of NBFCs, SFBs, and fintech companies trying to expand their base in this segment. The company also faces competition from unorganised lenders, mainly present in rural areas. Further, FSBF offers interest rates as high as 24-26% pa. Such interest rates in this business segment would deter new entrants to the market. An increase in competition could mean downward pressure on NIMs and spreads.

Volatile interest rate environment

The management had commented that once the interest rate hike is paused and RBI starts cutting down the rates, it will also cut down its lending rates. This will put further downward pressure on spreads and NIMs.

Pressurised Return Ratios

FSBF is overcapitalized and underleveraged resulting in lower return ratios.

Company Description

Five-Star Business Finance Ltd (FSBFL) is an NBFC-ND-SI providing secured business loans to micro-entrepreneurs and self-employed individuals, each of whom are largely excluded by traditional financing institutions. It has developed a business model predicated on establishing an appropriate risk framework, with an optimal instalment-to-income ratio, to ensure that its customers have the necessary means to repay the loan after meeting their regular obligations and other event-based capital requirements. FSBFL growth is primarily volume led through increasing its customer base while keeping the ATS stable, and it expects this to continue.

The Company targets customers:

- In urban and semi-urban locations, as well as in the rural markets of India, where CRISIL expects faster growth in bank credit activity as financial awareness increases.
- Who typically derive income from "everyday" cash and carry businesses with a focus on services;
- With household net cash-flows of approximately Rs 25,000 to Rs 40,000 per month;
- Who can provide collateral (typically land and building of approximately Rs 10 lakh in value).
- Whose family will act as co-applicants on the loan.

These customers have unencumbered title to the collateral, are reasonably resistant to business cycles and macroeconomic events, and are typically more motivated to service the loan without default, primarily due to high customer equity in the collateral property. The company has a total of 844 branches and a loan portfolio of Rs 13,225cr as of March, 2026.

Financial Statements

Income Statements

Particulars (in Rs Cr)	FY23	FY24	FY25	FY26E	FY27E	FY28E
Interest Income	1499	2117	2766	3129	3542	4190
Interest Expenses	266	468	668	737	705	819
Net Interest Income	1233	1648	2098	2392	2838	3370
Non interest income	22	66	82	89	143	171
Other Income	8	12	18	28	24	28
Operating Income	1263	1727	2198	2509	3004	3569
Operating Expenses	438	555	678	830	1000	1204
PPP	825	1171	1520	1679	2005	2366
Prov & Cont	20	55	89	216	214	222
Profit Before Tax	805	1116	1431	1463	1791	2143
Tax	201	280	358	364	448	536
PAT	603	836	1072	1099	1343	1608

(Source: Company, HDFC sec)

Balance Sheet

Particulars (in Rs Cr) - As at March	FY23	FY24	FY25	FY26E	FY27E	FY28E
Share Capital	29	29	29	30	30	30
Reserves & Surplus	4310	5167	6275	7351	8587	10036
Shareholder funds	4340	5196	6305	7380	8617	10065
Borrowings	4328	6441	8043	8338	9964	11887
Other Liab & Prov.	35	52	73	71	86	103
SOURCES OF FUNDS	8703	11688	14422	15791	18667	22056
Fixed and Other Intangible Asset	45	64	149	160	191	228
Investments	145	108	212	227	265	298
Cash & Bank Balance	1581	1671	2156	2150	2338	2608
Advances	6822	9685	11687	12985	15582	18620
Other Assets	110	160	218	269	291	302
TOTAL ASSETS	8703	11688	14422	15791	18667	22056

(Source: Company, HDFC sec)

Key Ratios

Particulars	FY23	FY24	FY25	FY26E	FY27E	FY28E
Return Ratios (%)						
Calc. Yield on adv	25.1	25.6	25.9	25.4	24.8	24.5
Calc. Cost of borr	6.2	7.3	8.3	8.8	7.1	6.9
NIM	20.7	20.0	19.6	19.4	19.9	19.7
RoAE	15.0	17.5	18.7	16.1	16.8	17.2
RoAA	8.0	8.2	8.2	7.3	7.8	7.9
Asset Quality Ratios (%)						
GNPA	1.4	1.4	1.8	3.4	3.0	2.4
NNPA	0.7	0.6	0.9	2.0	2.0	1.5
PCR	49.3	54.3	51.3	42.4	35.2	39.8
Growth Ratios (%)						
Advances	33.7	42.0	20.7	11.1	20.0	19.5
Borrowings	65.6	48.8	24.9	3.7	19.5	19.3
NII	36.5	33.7	27.3	14.0	18.6	18.8
PPP	27.0	42.0	29.7	10.5	19.4	18.0
PAT	33.1	38.5	28.3	2.4	22.2	19.7
Valuation Ratios (x)						
EPS (Rs)	20.7	28.6	36.4	37.2	45.5	54.5
P/E	22.3	16.2	12.7	12.4	10.2	8.5
Adj. BVPS (Rs)	147.3	175.6	210.6	241.2	281.3	331.8
P/ABV	3.1	2.6	2.2	1.8	1.6	1.4
Dividend per share (Rs)	0.0	0.0	0.0	2.0	3.6	5.4
Other Ratios						
Cost-Income (%)	34.7	32.2	30.9	33.1	33.3	33.7
Avg Networth/ Avg Total Assets (x)	1.7	2.0	2.2	2.3	2.1	2.2

(Source: Company, HDFC sec)

HDFC Sec Prime Research Rating description

Green Rating stocks

This rating is given to stocks that represent large and established business having track record of decades and good reputation in the industry. They are industry leaders or have significant market share. They have multiple streams of cash flows and/or strong balance sheet to withstand downturn in economic cycle. These stocks offer moderate returns and at the same time are unlikely to suffer severe drawdown in their stock prices. These stocks can be kept as a part of long term portfolio holding, if so desired. These stocks offer low risk and lower reward and are suitable for beginners. They offer stability to the portfolio.

Yellow Rating stocks

This rating is given to stocks that have strong balance sheet and are from relatively stable industries which are likely to remain relevant for long time and unlikely to be affected much by economic or technological disruptions. These stocks have emerged stronger over time but are yet to reach the level of green rating stocks. They offer medium risk, medium return opportunities. Some of these have the potential to attain green rating over time.

Red Rating stocks

This rating is given to emerging companies which are riskier than their established peers. Their share price tends to be volatile though they offer high growth potential. They are susceptible to severe downturn in their industry or in overall economy. Management of these companies need to prove their mettle in handling cyclicity of their business. If they are successful in navigating challenges, the market rewards their shareholders with handsome gains; otherwise their stock prices can take a severe beating. Overall these stocks offer high risk high return opportunities.

Rating Criteria

Buy - > 15%+ return potential
Add - +5% to +15% return potential
Reduce - -10% to +5% return potential
Sell - >10% downside return potential

Disclosure:

I, **Atul Karwa**, Research Analyst, **MMS-Finance**, author and the name subscribed to this report, hereby certify that all of the views expressed in this research report accurately reflect our views about the subject issuer(s) or securities. SEBI conducted the inspection and based on their observations have issued advise/warning. The said observations have been complied with. We also certify that no part of our compensation was, is, or will be directly or indirectly related to the specific recommendation(s) or view(s) in this report.

Research Analyst or his/her relative or HDFC Securities Ltd. **does not have** any financial interest in the subject company. Also Research Analyst or his relative or HDFC Securities Ltd. or its Associate may have beneficial ownership of 1% or more in the subject company at the end of the month immediately preceding the date of publication of the Research Report. Further Research Analyst or his relative or HDFC Securities Ltd. or its associate **does not have** any material conflict of interest.

Any holding in stock – No

HDFC Securities Limited (HSL) is a SEBI Registered Research Analyst having registration no. INH000002475.

Disclaimer:

This report has been prepared by HDFC Securities Ltd and is solely for information of the recipient only. The report must not be used as a singular basis of any investment decision. The views herein are of a general nature and do not consider the risk appetite or the particular circumstances of an individual investor; readers are requested to take professional advice before investing. "This report may have been refined using AI tools to enhance clarity and readability." Nothing in this document should be construed as investment advice. Each recipient of this document should make such investigations as they deem necessary to arrive at an independent evaluation of an investment in securities of the companies referred to in this document (including merits and risks) and should consult their own advisors to determine merits and risks of such investment. The information and opinions contained herein have been compiled or arrived at, based upon information obtained in good faith from sources believed to be reliable. Such information has not been independently verified and no guaranty, representation of warranty, express or implied, is made as to its accuracy, completeness or correctness. All such information and opinions are subject to change without notice. Descriptions of any company or companies or their securities mentioned herein are not intended to be complete. HSL is not obliged to update this report for such changes. HSL has the right to make changes and modifications at any time.

This report is not directed to, or intended for display, downloading, printing, reproducing or for distribution to or use by, any person or entity who is a citizen or resident or located in any locality, state, country or other jurisdiction where such distribution, publication, reproduction, availability or use would be contrary to law or regulation or what would subject HSL or its affiliates to any registration or licensing requirement within such jurisdiction.

If this report is inadvertently sent or has reached any person in such country, especially, United States of America, the same should be ignored and brought to the attention of the sender. This document may not be reproduced, distributed or published in whole or in part, directly or indirectly, for any purposes or in any manner.

Foreign currencies denominated securities, wherever mentioned, are subject to exchange rate fluctuations, which could have an adverse effect on their value or price, or the income derived from them. In addition, investors in securities such as ADRs, the values of which are influenced by foreign currencies effectively assume currency risk. It should not be considered to be taken as an offer to sell or a solicitation to buy any security.

This document is not, and should not, be construed as an offer or solicitation of an offer, to buy or sell any securities or other financial instruments. This report should not be construed as an invitation or solicitation to do business with HSL. HSL may from time to time solicit from, or perform broking, or other services for, any company mentioned in this mail and/or its attachments.

HSL and its affiliated company(ies), their directors and employees may; (a) from time to time, have a long or short position in, and buy or sell the securities of the company(ies) mentioned herein or (b) be engaged in any other transaction involving such securities and earn brokerage or other compensation or act as a market maker in the financial instruments of the company(ies) discussed herein or act as an advisor or lender/borrower to such company(ies) or may have any other potential conflict of interests with respect to any recommendation and other related information and opinions.

HSL, its directors, analysts or employees do not take any responsibility, financial or otherwise, of the losses or the damages sustained due to the investments made or any action taken on basis of this report, including but not restricted to, fluctuation in the prices of shares and bonds, changes in the currency rates, diminution in the NAVs, reduction in the dividend or income, etc.

HSL and other group companies, its directors, associates, employees may have various positions in any of the stocks, securities and financial instruments dealt in the report, or may make sell or purchase or other deals in these securities from time to time or may deal in other securities of the companies / organizations described in this report. As regards the associates of HSL please refer the website.

HSL or its associates might have managed or co-managed public offering of securities for the subject company or might have been mandated by the subject company for any other assignment in the past twelve months.

HSL or its associates might have received any compensation from the companies mentioned in the report during the period preceding twelve months from the date of this report for services in respect of managing or co-managing public offerings, corporate finance, investment banking or merchant banking, brokerage services or other advisory service in a merger or specific transaction in the normal course of business.

HSL or its analysts did not receive any compensation or other benefits from the companies mentioned in the report or third party in connection with preparation of the research report. Accordingly, neither HSL nor Research Analysts have any material conflict of interest at the time of publication of this report. Compensation of our Research Analysts is not based on any specific merchant banking, investment banking or brokerage service transactions. HSL may have issued other reports that are inconsistent with and reach different conclusion from the information presented in this report.

Research entity has not been engaged in market making activity for the subject company. Research analyst has not served as an officer, director or employee of the subject company. We have not received any compensation/benefits from the subject company or third party in connection with the Research Report.

Please note that HDFC Securities has a proprietary trading desk. This desk maintains an arm's length distance with the Research team and all its activities are segregated from Research activities. The proprietary desk operates independently, potentially leading to investment decisions that may deviate from research views.

HDFC securities Limited, I Think Techno Campus, Building - B, "Alpha", Office Floor 8, Near Kanjurmarg Station, Opp. Crompton Greaves, Kanjurmarg (East), Mumbai 400 042 Phone: (022) 3075 3400 Fax: (022) 2496 5066

Compliance Officer: Murli V Karkera Email: complianceofficer@hdfcsec.com Phone: (022) 3045 3600

For grievance redressal contact Customer Care Team Email: customercare@hdfcsec.com Phone: (022) 3901 9400

HDFC Securities Limited, SEBI Reg. No.: NSE, BSE, MSEI, MCX: INZ000186937; AMFI Reg. No. ARN: 13549; PFRDA Reg. No. POP: 11092018; IRDA Corporate Agent License No.: CA0062; SEBI Research Analyst Reg. No.: INH000002475; SEBI Investment Adviser Reg. No.: INA000011538; CIN - U67120MH2000PLC152193

Investment in securities market are subject to market risks. Read all the related documents carefully before investing.

Mutual Funds Investments are subject to market risk. Please read the offer and scheme related documents carefully before investing.

Registration granted by SEBI, membership of BASL (in case of IAs) and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors.