

New recommendations

Date	Scrip	I-Direct Code	Buying Range	Target	Stoploss	Upside (%)	Duration
26-Apr-22	Bandhan Bank	BANBAN	337-343	390.00	310.00	15.00	3 Months

Open recommendations

Date	Scrip	Avg Rec Price	Target	Stoploss	CMP	Return till date (%)	Duration
20-Apr-22	Genus Power	102.50	121.00	93.00	104.00	1%	3 Months
13-Apr-22	Bank of Baroda	119.50	138.00	109.00	113.30	-5%	3 Months
5-Apr-22	Gujarat Piavav Port	91.00	105.00	82.00	86.50	-5%	3 Months

All the recommendations are in Cash segment

April 26, 2022

Open Recommendations

Momentum Picks

Redington India	14 Days
Gujarat Gas	14 Days

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Bandhan Bank (BANBAN): Breakout above last 15 month's falling channel signals resumption of up move...

Rec. Price

337.00-343.00

Target

390.00

Stop loss

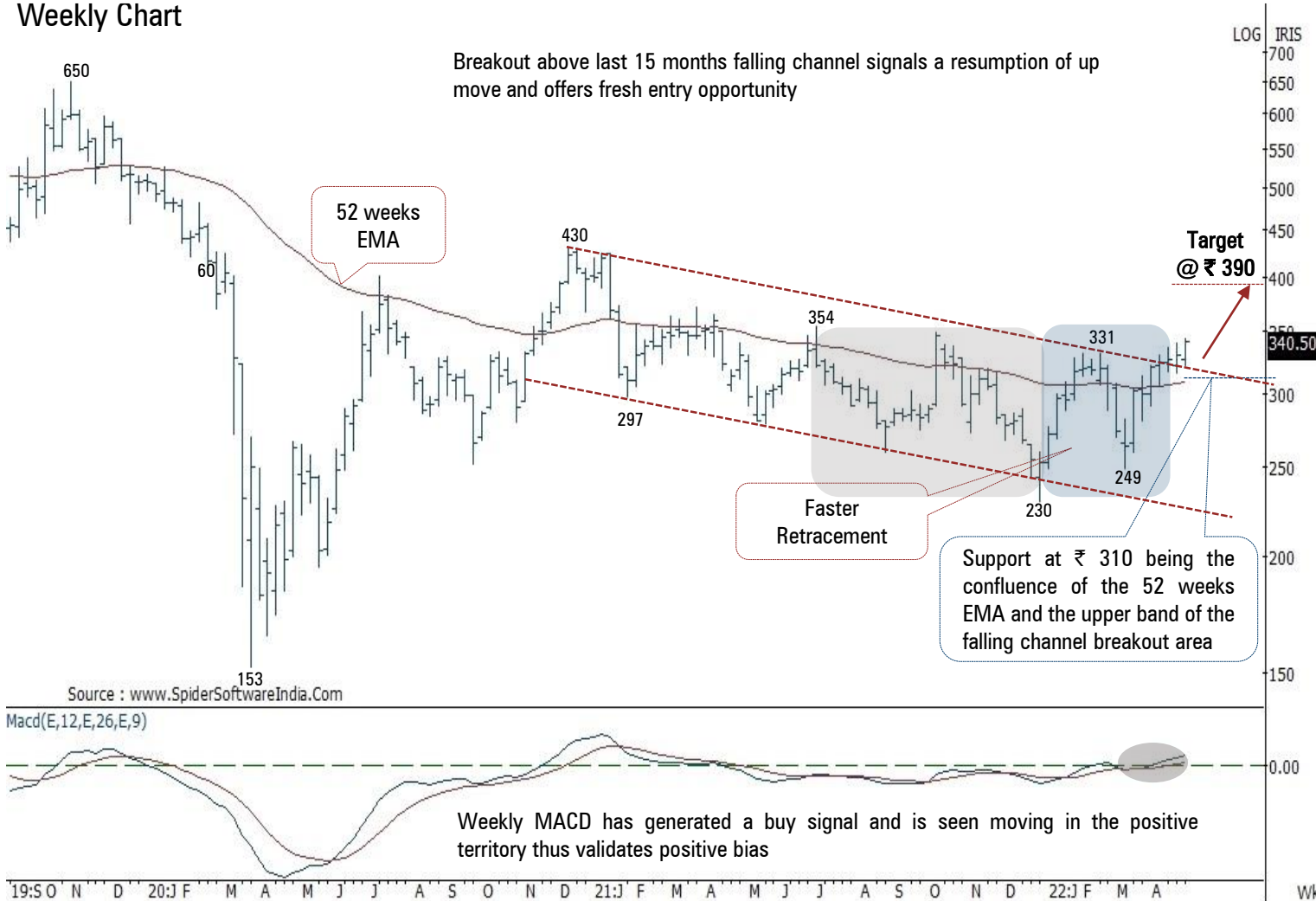
310.00

Upside

15%

Weekly Chart

Breakout above last 15 months falling channel signals a resumption of up move and offers fresh entry opportunity



- The Bank Nifty has relatively outperformed the Nifty during the recent corrective phase within which Bandhan Bank has been resilient and has been outperforming the Bank Nifty since the beginning of CY22. The stock has generated a breakout above the last 15 month's falling channel and is seen sustaining above the same signalling resumption of up move and offers a fresh entry opportunity

- Key observations is that the stock has almost completely retraced its five month's decline (₹ 354-230) in just three months. A faster retracement signal positive price structure

- We expect the stock to maintain positive bias and head towards ₹ 390 levels in the coming months as it is the 80% retracement of the entire major decline (₹430-230)

- We expect buying demand to emerge around ₹ 320-310 in case of any corrective decline being the confluence of the 52 week's EMA and upper band of the recent falling channel breakout area

Source: Spider Software,, ICICI Direct Research

Recommended on I-click to gain on 26th April 2022 at 09:36

April 26, 2022

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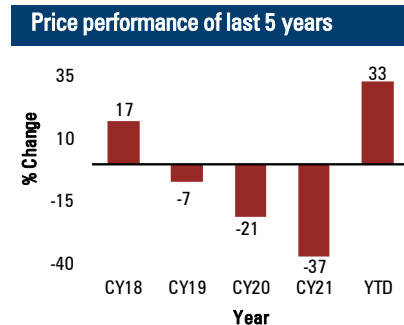
Fundamental View: Bandhan Bank (BANBAN)

- Bandhan Bank was incorporated in 2015 as RBI granted a universal banking license. The bank has a strong presence in eastern and northeastern India with MFI loans being its forte. Total 65% of loans are from emerging enterprise business (EEB). The bank has 1176 branches in 34 states, UTs and total customer base of 2.5 crore
- Bandhan Bank has underperformed in the past year as challenges pertaining to asset quality have emerged with the micro loan segment being most impacted by the pandemic. The recent quarter's performance was mixed as provisions fell sharply QoQ. Asset quality (in percentage terms) stayed largely steady. Business growth showed a better traction led by uptick in EEB loans (which forms ~65% of loan book). Earnings recovery was led by lower credit cost
- We believe materialisation of estimated recoveries of ~₹ 5000 crore in coming quarters could bolster profitability. We expect RoA of 3.1% and RoE of 23.1% by FY24E while earnings are projected to grow at CAGR of ~32% in FY21-24E

Particulars	
Particulars	Values
Market Capitalisation	₹ 54363 crore
Networth	₹ 15477 crore
52 week H/L (₹)	354 / 229
Face Value (₹)	10.0
DII Holding (%)	4.6
FII Holding (%)	34.3

Financials				
	FY21	FY22E	FY23E	FY24E
NII	7563	8443	9675	11428
PPP	6855	7410	8536	10052
PAT	2205	-813	3406	5042
ABV (₹)	90.3	83.6	105.2	135.0
P/E	24.6	-66.8	16.0	10.8
P/ABV	3.7	4.0	3.2	2.5
RoE (%)	13.5	-4.8	19.0	23.1
RoA (%)	2.1	-0.7	2.5	3.1

Valuation				
	FY21	FY22E	FY23E	FY24E
ABV (₹)	90.3	83.6	105.2	135.0
P/E	24.6	-66.8	16.0	10.8
P/ABV	3.7	4.0	3.2	2.5
RoE (%)	13.5	-4.8	19.0	23.1
RoA (%)	2.1	-0.7	2.5	3.1



Summary Performance - Recommendations till date

Total Recommendations	746	Open	3
Closed Recommendations	743	Yield on Positive recommendations	16.0%
Positive Recommendations	555	Yield on Negative recommendations	-8.0%
Closed at cost	21		
Strike Rate	77%		

Momentum Picks open recommendations

Date	Scrip Name	Strategy	Recommendations Price	Target	Stoploss	Time Frame
6-Apr-22	Gujarat gas	Buy	523-532	575.00	508.00	14 Days
22-Apr-22	Redington India	Buy	162.00-165.50	178.00	156.00	14 Days

All recommendations are in cash market

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Price history of past three years

Bandhan Bank

BANDHANBNK [N2263] 340.40, 3.07%
Price



- It is recommended to enter in a staggered manner within the prescribed range provided in the report
- Once the recommendation is executed, it is advisable to keep strict stop loss as provided in the report on closing basis
- The recommendations are valid for three to six months as specified on first page of report and in case we intend to carry forward the position, it will be communicated through separate mail

Trading portfolio allocation

- It is recommended to spread out the trading corpus in a proportionate manner between the various technical research products
- Please avoid allocating the entire trading corpus to a single stock or a single product segment
- Within each product segment it is advisable to allocate equal amount to each recommendation
- For example: The 'Momentum Picks' product carries 2 intraday recommendations. It is advisable to allocate equal amount to each recommendation

Recommended product wise trading portfolio allocation

Product	Allocations		Number of Calls	Return Objective	Duration
	Product wise allocation	Max allocation In 1 Stock			
Momentum Picks-Intraday	10%	30-50%	2 Stocks	1-2%	Intraday
Momentum Picks-Positional	25%	8-10%	8-10 Per Month	5-8%	14 Days
Gladiator Stocks	35%	10-13%	Opportunity Based	15-20%	6 Months
Yearly Technical	25%	12-15%	7-9 Per Year	20-30%	1 Year
Cash	5%				
	100%				



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