

RESEARCH REPORT ON HDFC BANK



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HDFC Bank Limited is an Indian banking and financial services company headquartered in Mumbai. It is India's largest private sector bank by assets and world's 10th largest bank by market capitalization as of April 2021. It is the third largest company by market capitalization of \$122.50 billion on the Indian stock exchanges. It is also the fifteenth largest employer in India with nearly 150,000 employees.

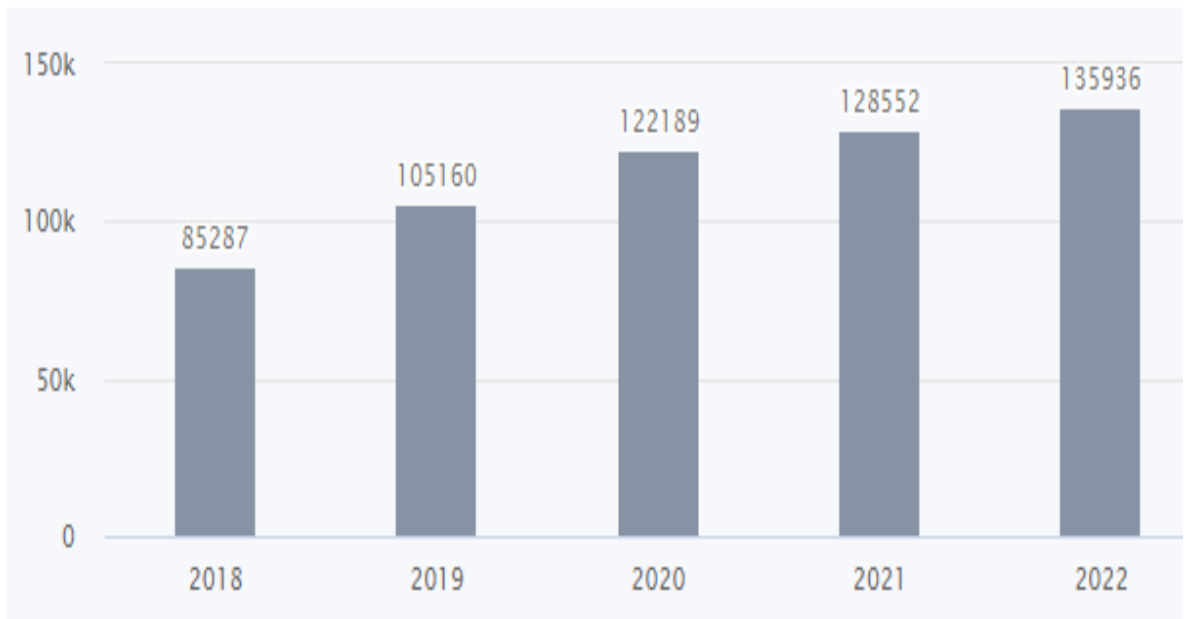
COMPANY PROFILE

<u>Particulars</u>	<u>Details</u>
Name	HDFC BANK
Type	Public
Traded as	NSE: HDFCBANK BSE: 500180 NYSE: HDB (ADS) BSE SENSEX Constituent NSE NIFTY 50 Constituent
Industry	Financial services
Founded	August 1994 (28 years ago)
Headquarters	Mumbai, Maharashtra India
Key people	Atanu Chakraborty (Chairman) Sashidhar Jagdishan (CEO)
Products	Credit cards Consumer banking Commercial banking Finance and insurance Investment banking Mortgage loans Private banking Private equity Wealth management

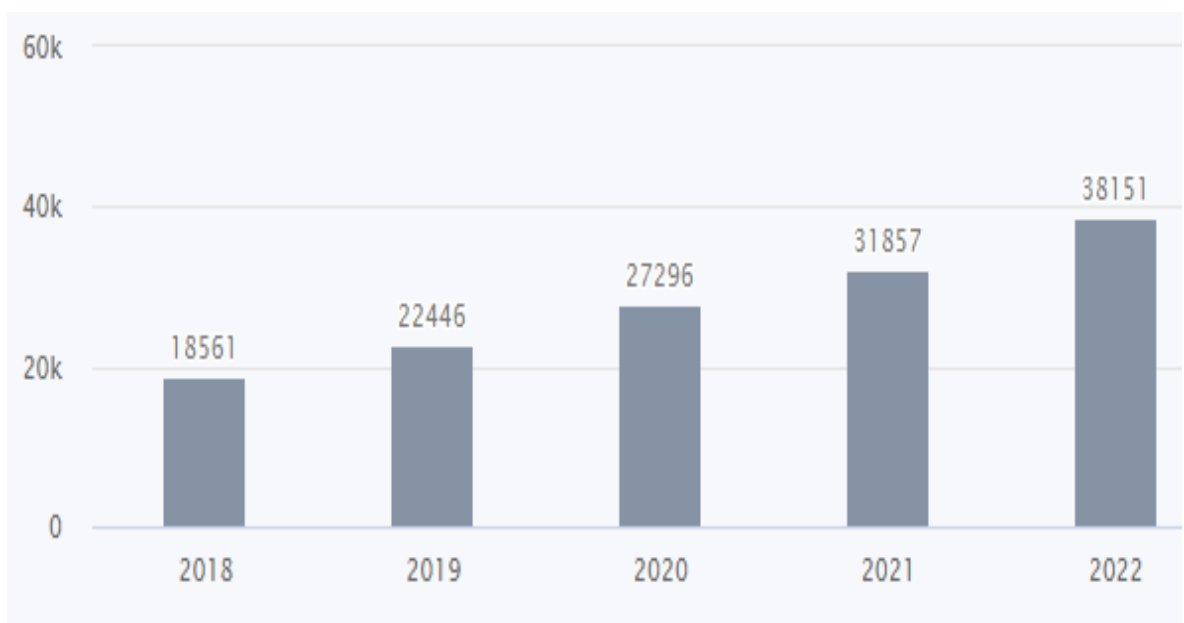
Revenue	▲ □359,695 crore (US\$45 billion) (2022)
Net income	▲ □53,150 crore (US\$6.7 billion) (2022)
Total assets	▲ □1,422,934 crore (US\$180 billion) (2022)
Total equity	▲ □246,771 crore (US\$31 billion) (2021)
Number of employees	1,52,511 (2022)
Subsidiaries	HDFC Securities HDB Financial Services

FINANCIALS

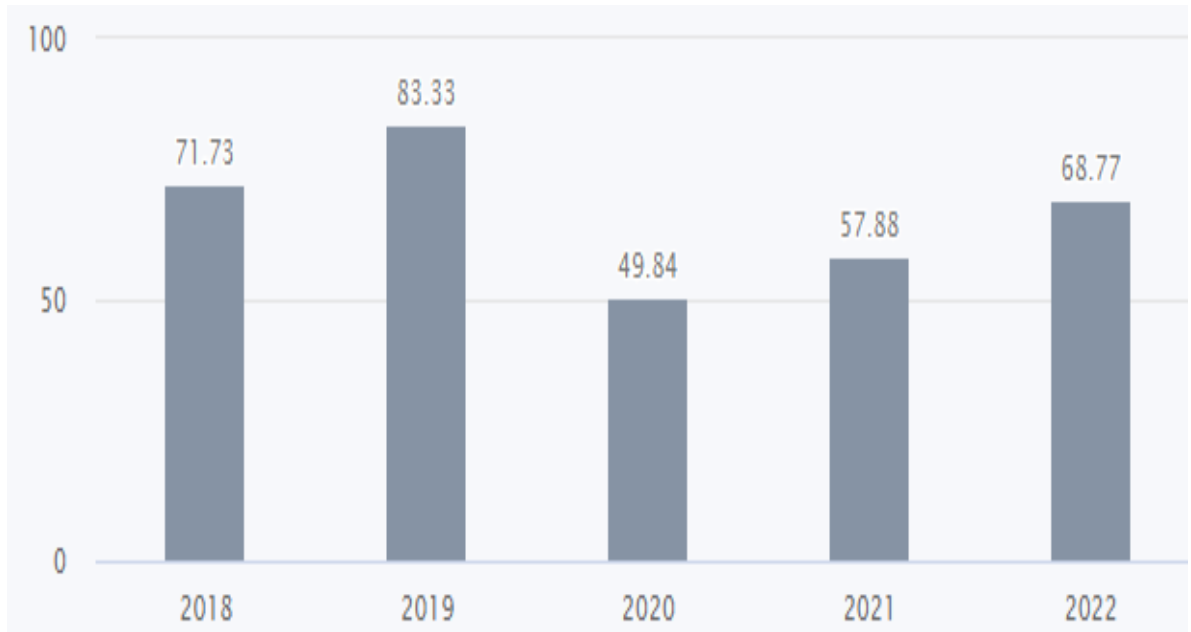
➤ REVENUE



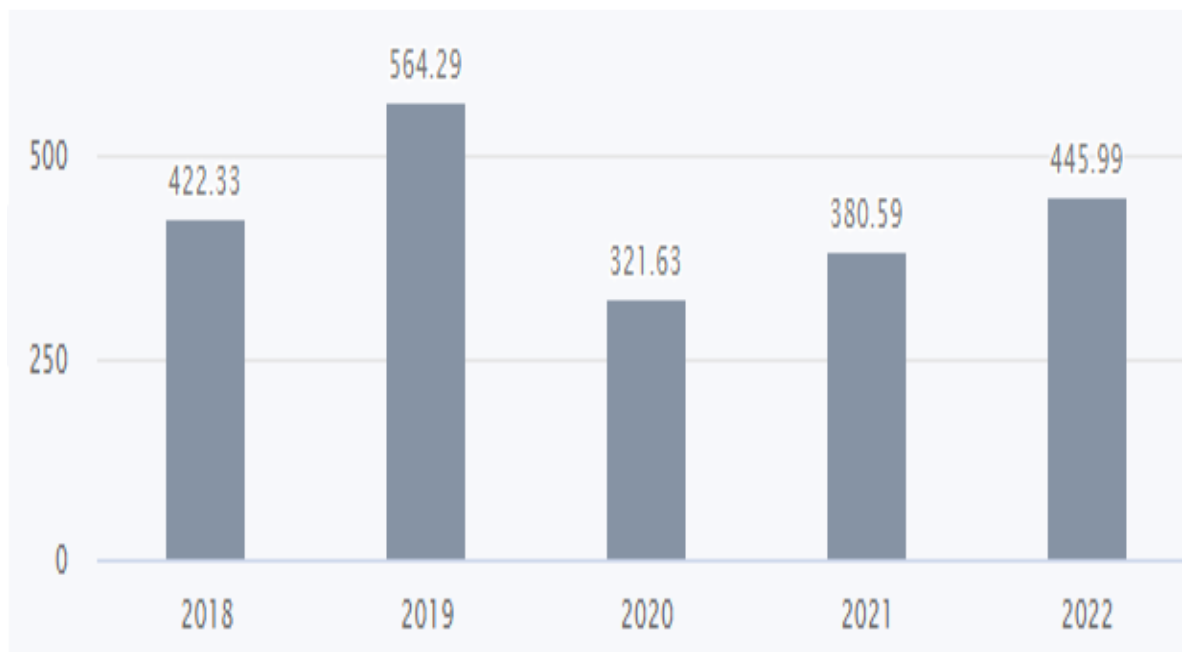
➤ NET PROFIT



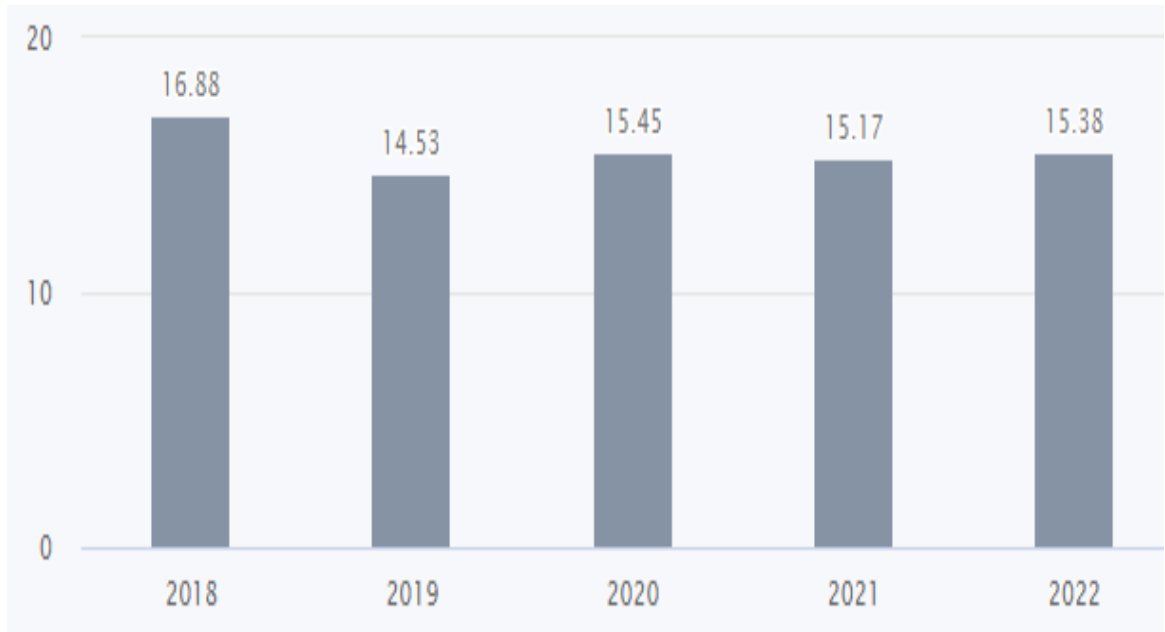
➤ **EPS**



➤ **BVPS**
















➤ **ROE**



➤ **NIM**



INCOME STATEMENT

Annual	Mar 2022	Mar 2021	Mar 2020	Mar 2019	Mar 2018	Trend Mar 18 - Mar 22
Interest Earned	135,936	128,552	122,189	105,160	85,287	
Other Income	31,758	27,332	24,878	18,947	16,056	
Total Income	167,695	155,885	147,068	124,107	101,344	
Total Expenditure	98,896	94,248	95,173	81,407	66,308	
Operating Profit	68,798	61,636	51,894	42,700	35,035	
Provisions & Contingencies	17,925	18,840	13,699	8,382	6,571	
PBT	50,873	42,796	38,194	34,318	28,463	
Tax	12,722	10,939	10,898	11,872	9,903	
Net Profit	38,151	31,857	27,296	22,446	18,561	
NPA						
Gross NPA	16,140	15,086	12,649	11,224	8,606	
Gross NPA (%)	1.00	1.00	1.00	1.00	1.00	
Net NPA	4,407	4,554	3,542	3,214	2,601	
Net NPA (%)	0.32	0.40	0.36	0.00	0.00	

TECHNICAL VIEW

- HDFC Bank Ltd, part of the private banking space, has not done much so far in 2022 but recent price action suggests that bulls are trying to take control. The stock is still down by over 17 per cent from its October 2021 high of Rs 1724.
- The private sector bank with a market capitalization of more than Rs 8 lakh cr rose more than 12 per cent from its 52-week low of Rs 1271 recorded on 17 June 2022. It rallied more than 8 per cent in a month.



BUY HDFC BANK BETWEEN 1430-1450,
TARGET 1600, SL 1330

- The recent price action helped the stock to breakout from a rectangle pattern on the daily charts for the first time since April 2021 which is a bullish sign.
- A rectangle is a continuation pattern. When a parallel pattern is formed horizontally, it is called a rectangle. A breakout is recorded when the prices go outside of the rectangle. A breakout occurs in the direction of the existing trend.
- On the price front, the stock is trading well above the short- and long-term moving averages placed around 5,10,34,55,100 and 200-DMA.
- With over 20 per cent decline from the top, the stock has reached to role reversal level. It has formed base at support level which tilt towards equilibrium between buyers and sellers.
- Stock has formed multiple bullish candles like twizzer bottom, Hammer and bullish engulfing pattern. It denotes the presence of buyers at key support level.
- On weekly Chart, Stock has breached falling channel. It denotes positive movement. The stock has formed a rectangle pattern on daily chart, it implies a strong base. It has given a breakout followed by a retest.
- Based on the rationale, the stock is looking positive. It can be accumulated in the range of 1450 to 1430 with a stop loss of 1330 on a closing basis. On the higher side, the stock has potential up to 1600 level in the next 1-2 months.

➤ KEY METRICS

PE Ratio (x)

20.41

EPS - TTM (₹)

71.63

MCap (₹ Cr.)

8,12,103

Sectoral MCap Rank

1

PB Ratio (x)

3.20

Div Yield (%)

1.06

Face Value (₹)

1.00

Beta

1.09

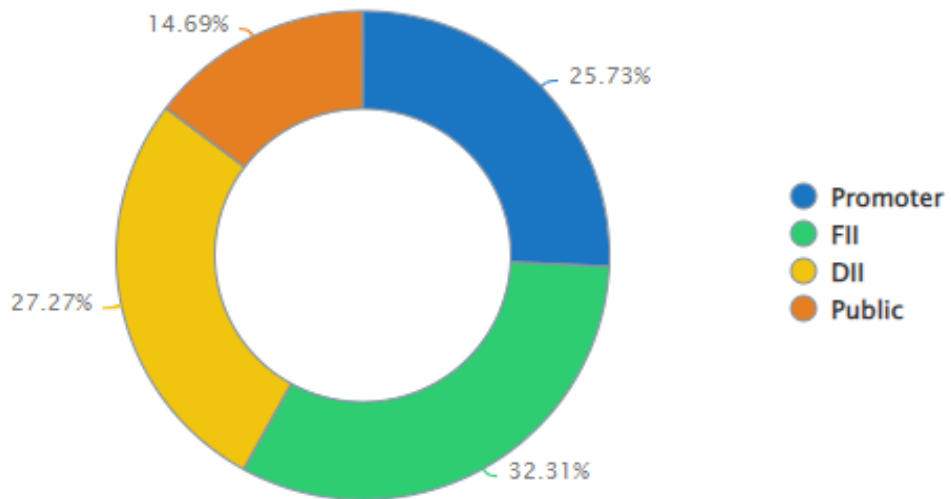
VWAP (₹)

1,454.57

52W H/L (₹) ▼

1,725.00 / 1,271.60

➤ SHAREHOLDING



➤ MOVING AVERAGES

Days	SMA
5	1,436.97
10	1,428.02
20	1,397.67
50	1,371.23
100	1,388.38
200	1,447.95