



BANK OF BARODA– Q4FY25/FY25

“The Bank has achieved highest ever operating profit of 32,435 Crores for FY25”

Ajcon Global's observations & views

1. In spite of pressure on NIM, the bank has still improved its profitability due to higher Non-Interest Income.
2. The asset quality of the bank improved with Gross NPA coming down at 2.26 % and Net NPA at 0.58 % with the PCR of 93.29%.
3. Total business of the bank crossed 27 lakh Crores to 27.02 lakh Crores , maintaining the position of the 2nd largest PSB after SBI.

Q4FY25 Result Analysis:

- 1) **Net Interest Income** was decreased by 3.48% QoQ at Rs. 11020 crores in Q4FY25 against Rs. 11417 crores in Q3FY25 and it was down 6.6% YoY against Rs. 11793 crores in Q4FY24.
- 2) **Operating Profit** was increased by 6.11% QoQ and up 0.3% YoY at Rs. 8132 Crores in Q4FY25 against Rs. 7664 crores in Q3FY25 and Rs. 8106 crores in Q4FY24.
- 3) **Net Profit** was increased by 4.36% sequentially and also up 3.3% YoY at Rs. 5048 crores in Q4FY25 against Rs. 4837 crores in Q3FY25 and Rs. 4886 crores in Q4FY24.
- 4) **Net Interest Margin (NIM)** decreased to 2.86% in Q4FY25 against 2.94% in Q3FY25 and 3.27% Q4FY24.
- 5) **Global Cost of Deposit** increased to 5.12% in Q4FY25 (5.06% in Q4FY24) against 5.08% in Q3FY25. The global yield on Advances decreased to 8.21% in Q4FY25 against 8.35% in Q3FY25.
- 6) **Total Business** rose by 11.4% YoY at Rs. 2702496 crores in Q4FY25 against Rs. 2425642 crores in Q4FY24.
- 7) **Total Non- Interest Income** rose by 24.3% YoY and 38.23% QoQ at Rs. 5210 crores in Q4FY25 against Rs. 3769 crores in Q3FY25 and Rs. 4191 crores in Q4FY24.
- 8) **Fee-Based Income** up by 2.31% QoQ at Rs. 2176 crores in Q4FY25 against Rs. 1732 crores in Q3FY25 and it was up by 13.7% at Rs. 1915 crores in Q4FY24.
- 9) **Treasury Income** rose by 66.56% QoQ and 107.00% YoY at Rs. 1559 crores in Q4FY25 against Rs. 936 crores in Q3FY25 and Rs. 753 crores in Q4FY24.
- 10) **Cost/Income Ratio** increased to 49.89% in Q4FY25 against 49.53% in Q3FY25 and 49.29% in Q4FY24.
- 11) **Global Advances** rose by 12.8% YoY at Rs. 1230461 crores in Q4FY25 against Rs. 1090506 crores in Q4FY24.
- 12) **Total Deposits** rose by 10.3% YoY at Rs. 1472035 crores in Q4FY25 against Rs. 1335136 crores in Q4FY24.
- 13) **CASA ratio** slightly increased to 39.97% in Q4FY25 against 41.03% in Q4FY24.
- 14) **Return on assets (ROA)** increased to 1.16% in Q4FY25 against 1.15% in Q3FY25 and 1.25% in Q4FY24.
- 15) **Fresh Slippages** increased to Rs. 2873 Crores in Q4FY25 (Rs. 2855 Crores in Q4FY24) and also up from Rs. 2855 Crores in Q3FY25. Recovery + Upgradation decreased at Rs. 1943 Crores in Q4FY25 against Rs. 1821 Crores in Q3FY25.

KEY FINANCIAL INDICATORS – Q4FY25

CMP (08.05.2025)	: Rs. 217.27
Face Value	: Rs. 2
Book value per share	: Rs. 223.0
Market Capitalisation	: Rs. 1,11,810.02
Capital Adequacy Ratio	: 17.19%
CASA Ratio	: 39.97%
Net Interest Margin (NIM)	: 2.86%
Cost / Income Ratio	: 49.89%
GNPA	: 2.26%
Net NPA	: 0.58%
PCR	: 93.29%
Slippage Ratio	: 1.00%
Credit Cost	: 0.44%
Return on Assets	: 1.16%
Return on Equity	: 17.49%



“The Bank has achieved highest ever operating profit of 32,435 Crores for FY25”

- 16) **Gross NPA Ratio** decreased to 2.26% in Q4FY25 against 2.43% in Q3FY25 and 2.92% in Q4FY24. Net NPA ratio decreased to 0.58% in Q4FY25 against 0.59% in Q3FY25 and 0.68% in Q4FY24.
- 17) **Credit Cost** increased to 0.44% in Q4FY25 against 0.30% in Q3FY25, it was decreased YoY to 0.57% in Q4FY24.
- 18) **Provision Coverage Ratio** decreased to 93.29% in Q4FY25 against 93.51% in Q3FY25 and 93.30% in Q4FY24.

Management Comments

- 19) In an opening remarks the management reported that FY 2024-25 was a stable and robust year, with total business topping 27 trillion and the highest ever profit on both consolidated and standalone basis.
- 20) Mr. Debadatta Chand, MD & CEO of the bank gave credit growth target of 11-13% and deposit growth target of 9-11% for FY26, Commenting on NIM, Mr Chand stated that the expected Policy Rate cuts will impact NIM in Q1FY26 due to sticky deposit rates, although the goal is to attain more than 3% for the whole of FY26, he further added.
- 21) The bank's focus will be on MSME areas keeping in mind the high asset quality and profits, through supply chain finance, cash flow-based lending, and smart overdraft limits for which the bank has established strong capabilities over last three / four years, stated Mr Chand.
- 22) According to Mr. Chand, on the whole the bank is in very strong position as the loan book is totally stress free and the bank has increased its digital capabilities tremendously.
- 23) The bank has declared a dividend payout of Rs 8.35 per equity, which is the biggest dividend announcement since the stock split, with a record date of June 6, 2025.