



Bank of Maharashtra – Q3FY25

“Excellent Performance on profitability front, but the growth momentum slowed down”

Ajcon Global's observations & views

1. In spite of pressure on deposits growth, the bank has maintained its CASA at 49.28%, which has helped it to achieve the higher NIM of 3.98% during the quarter.
2. The bank management is confident of meeting both the growth and the profitability targets for FY25.
3. The bank has achieved an important milestone of crossing total business over Rs. 5.00 Lakh crores.

Q3FY25 Result Analysis

- 1) **Net Interest Income** up by 4.85% QoQ at Rs. 2,943 crores in Q3FY25 against Rs. 2,807 crores in Q2FY25. It rose by 19.37% YoY against Rs. 2,466 crores in Q3FY24.
- 2) **Operating profit** increased by 4.59% sequentially at Rs. 2,303 crores in Q3FY25 against Rs. 2,202 crores in Q2FY25 and up by 14.46% YoY at Rs. 2,012 Crores in Q3FY24.
- 3) **Net Profit** rose by 5.95% sequentially and 35.82% YoY at Rs. 1,406 crores in Q3FY25 against Rs. 1,327 crores in Q2FY25 and Rs. 1,036 crores in Q3FY24.
- 4) **Net Interest Margin (NIM)** remained steady in Q3FY25 at 3.98%.
- 5) **Cost of Deposits** increased to 4.75% in Q3FY25 (4.43% in Q3FY24) from 4.66% in Q2FY25.
- 6) **Cost of Funds** is increased to 4.27% in Q3FY25 (4.05% in Q3FY24) and 4.20% in Q2FY24.
- 7) **Yield on Advances** increased to 9.27% in Q3FY25 (9.01% in Q3FY24) and 9.21% in Q2FY25.
- 8) **Total business** stood at Rs. 5,07,650 crores against Rs. 4,93,793 in Q3FY25 up by 2.81% QoQ and at Rs. 4,34,404 up by 16.86% YoY.
- 9) **Total Non-Interest Income** was flat at Rs. 788 crores against Rs. 792 crores in Q3FY25 down by 0.51% QoQ and up by 16% YoY from Rs. 680 crores in Q3FY24.
- 10) **Fee-based Income** decreased by 23% on YoY basis and down 5.23% on QoQ basis to Rs. 417 Crore in Q3FY25 (Rs. 341 Crore in Q3FY24) as against Rs. 440 Crore in Q2FY25.
- 11) **Treasury Income** decreased by 43.82% sequentially to Rs. 50 Crore in Q3FY25 as against Rs. 89 Crore in Q2FY25 and also down by 44% YoY at Rs. 88 Crore in Q3FY24.
- 12) **Cost/Income Ratio** decreased to 38.27% in Q3FY25 (36.04% in Q3FY24) as against 38.81% in Q2FY25.
- 13) **Gross Advances** stood at Rs. 2,28,642 crores in Q3FY25 up by 5.12% QoQ against Rs. 2,17,504 crores in Q2FY25 and up by 21.19% YoY against Rs. 1,88,670 crores in Q3FY24.
- 14) **The Total Government Guaranteed** exposure including exposure backed by Treasury Deposits of State Government stood at Rs.15,000 crores in Q3FY25 against Rs. 13,949 Crores in Q2FY25 and against Rs. 16,418 Crores in Q3FY24. Total rated plus Government Guarantee exposure stood at Rs. 96,328 crores in Q3FY25 against Rs. 92,084 Crores in Q2FY25 and against Rs.79,358 Crores in Q3FY24.

KEY FINANCIAL INDICATORS – Q3FY25

CMP (17.01.2025)	: Rs. 51.39
Face Value	: Rs. 10
Book value per share	: Rs. 32.91
Market Capitalization	: Rs. 39,534.59
Capital Adequacy Ratio	: 18.71%
C/D Ratio	: 81.95%
CASA Ratio	: 49.28%
Net Interest Margin (NIM)	: 3.98%
Cost / Income Ratio	: 38.27%
Gross NPA	: 1.80%
NNPA	: 0.20%
PCR	: 98.28%
Slippage Ratio	: 1.16%
Credit Cost	: 1.04%
Return on Assets	: 1.78%
Return on Equity	: 22.36%

Bank of Maharashtra – Q3FY25

“Strong financial performance, with notable increases in profitability, asset quality, and business growth measures”

- 15) **Total Deposits** increased marginally at Rs. 2,79,007 crores in Q3FY25 up by 0.98% QoQ against Rs. 2,76,289 crores in Q2FY25 and up by 13.54% YoY basis from Rs. 2,45,734 crores in Q3FY24.
- 16) **CASA Ratio** was maintained at 49.28% in Q3FY25 (50.19% in Q3FY24) as against 49.29% in Q2FY25.
- 17) **Credit/Deposit (C/D) Ratio** stood at 81.95% in Q3FY25 as against 78.72% in Q2FY25 & 76.78 in Q3FY24.
- 18) **Return on Assets (ROA)** increased to 1.78% in Q3FY25 against 1.74% in Q2FY25 and 1.55% in Q3FY24.
- 19) **Fresh Slippages** increased marginally to Rs. 621 Crore in Q3FY25 as against Rs. 606 Crore in Q2FY25. Recovery + Upgradation stood at Rs. 226 Crore in Q3FY25 as against Rs. 222 Crore in Q2FY25.
- 20) **Gross NPA Ratio** came at 1.80% in Q3FY25 as against 1.84% in Q2FY25 and 2.04% in Q2FY24.
- 21) **Outstanding Standard Restructured Assets** stood at Rs. 1,990 crores in Q3FY25 against Rs. 1,964 Crore in Q2FY25 as against Rs. 2,779 Crore in Q3FY24.
- 22) **Credit Cost** decreased to 1.04% in Q3FY25 from 1.10% in Q2FY25 and 1.23% in Q3FY24.
- 23) **Provision Coverage Ratio** stood at 98.28% in Q3FY25 as against 98.31% in Q2FY25 and 98.40% in Q3FY24.
- 24) **The Bank's Capital Adequacy Ratio** stood at 18.71% in Q3FY25 as against 17.26% in Q2FY25 and 16.85% in Q3FY24.

Management Comments

- 25) Mr. Nidhu Saxena, the bank's MD & CEO while answering the queries of analysts stated that, the bank is in growth trajectory, but without compromising its underwriting standards. Our goal is to use digital initiatives to improve the customer experience and operational efficiency, he further added.
- 26) On the reduction in gross non-performing assets (NPAs), Mr Saxena attributed the success in reduction to better credit monitoring and recovery mechanisms.
- 27) The Bank plans to go for another round of QIP in FY26 to support business growth and bring down the Govt holding below 75%, informed Mr Saxena.