



IPO INSIGHTS



Bajaj Housing Finance Limited

Issue Dates - Opens: 09-09-2024 | Closes: 11-09-2024

IPO Note	<ol style="list-style-type: none"> Bajaj Housing Finance is a non-deposit-taking Housing Finance Company (HFC) registered with the National Housing Bank (NHB) since 2015 and has been offering mortgage loans since the financial year 2018. Bajaj Housing Finance provides customized financial solutions to individuals and corporates for the purchase and renovation of homes and commercial spaces.
Rating	★★★★

IPO SNAPSHOT

Issue Size	₹6560 Crores
Issue Type	Book Built Issue IPO
Fresh Issue	₹3560 Crores
Offer for Sale	₹3000 Crores
Face Value Per Share	₹10
Price Band Per Share	₹66 to ₹70
Minimum Lot Size	214 shares
Listing On	BSE, NSE
Registrar to the Issue	Kfin Technologies Limited

IPO SNAPSHOT – Bajaj Housing Finance Limited

About the Company	<ul style="list-style-type: none"> ▪ Incorporated in 2008 ▪ The Company offer financial solutions tailored to individuals and corporate entities for the purchase and renovation of homes and commercial spaces. Their mortgage product suite is comprehensive and comprises (i) home loans; (ii) loans against property (“LAP”); (iii) lease rental discounting; and (iv) developer financing. ▪ Their financial products cater to every customer segment, from individual homebuyers to large-scale developers. ▪ Bajaj Housing Finance provides customized financial solutions to individuals and corporates for the purchase and renovation of homes and commercial spaces. ▪ Bajaj Housing Finance is a non-deposit-taking Housing Finance Company (HFC) registered with the National Housing Bank (NHB) since 2015 and has been offering mortgage loans since the financial year 2018. 																														
Competitive Strengths	<ul style="list-style-type: none"> ▪ Distinguished heritage of the “Bajaj” brand, which enjoys widespread recognition as a reliable retail brand with strong brand equity. ▪ Second largest HFC in India (in terms of AUM) with a track record of strong growth driven by a diversified portfolio. ▪ Strategic presence with omni-channel sourcing strategy, driven by customer-focused digitization initiatives and technolog. ▪ Well defined credit evaluation and risk management practices resulting in lowest GNPA and NNPA among their Peers in Fiscal 2024 ▪ Access to diversified and cost-effective borrowing sources facilitated by the highest possible credit ratings from rating agencies ▪ Experienced management team supported by a team of dedicated professionals and ability to attract and retain talented employees 																														
Financials (₹ in Crores)	<table border="1"> <thead> <tr> <th>Particulars</th> <th>31-3-2022</th> <th>31-3-2023</th> <th>31-03-2024</th> <th>Y-o-Y</th> </tr> </thead> <tbody> <tr> <td>Revenue</td> <td>3766.71</td> <td>5664.73</td> <td>7617.31</td> <td>34%</td> </tr> <tr> <td>EBITDA</td> <td>3140.51</td> <td>4944.07</td> <td>6893.13</td> <td>39%</td> </tr> <tr> <td>EBITDA Margin</td> <td>83.4%</td> <td>87.3%</td> <td>90.5%</td> <td></td> </tr> <tr> <td>PAT</td> <td>709.62</td> <td>1257.80</td> <td>1731.22</td> <td>38%</td> </tr> <tr> <td>PAT Margin</td> <td>18.8%</td> <td>22.2%</td> <td>22.7%</td> <td></td> </tr> </tbody> </table>	Particulars	31-3-2022	31-3-2023	31-03-2024	Y-o-Y	Revenue	3766.71	5664.73	7617.31	34%	EBITDA	3140.51	4944.07	6893.13	39%	EBITDA Margin	83.4%	87.3%	90.5%		PAT	709.62	1257.80	1731.22	38%	PAT Margin	18.8%	22.2%	22.7%	
Particulars	31-3-2022	31-3-2023	31-03-2024	Y-o-Y																											
Revenue	3766.71	5664.73	7617.31	34%																											
EBITDA	3140.51	4944.07	6893.13	39%																											
EBITDA Margin	83.4%	87.3%	90.5%																												
PAT	709.62	1257.80	1731.22	38%																											
PAT Margin	18.8%	22.2%	22.7%																												
Valuation	<ul style="list-style-type: none"> ▪ Attributing Annualized FY23 Earnings asking P/E = 31.62 																														
Peers	<table border="1"> <thead> <tr> <th>Company Name</th> <th>P/E ratio</th> </tr> </thead> <tbody> <tr> <td>LIC Housing Finance Limited</td> <td>7.81</td> </tr> <tr> <td>PNB Housing Finance Limited</td> <td>16.69</td> </tr> <tr> <td>Can Fin Homes Limited</td> <td>15.60</td> </tr> <tr> <td>Aadhar Housing Finance</td> <td>20.51</td> </tr> <tr> <td>Avas Financiers</td> <td>27.57</td> </tr> <tr> <td>Aptus Value Housing Finance</td> <td>26.14</td> </tr> <tr> <td>Home First Finance</td> <td>32.92</td> </tr> </tbody> </table> <p>Note : P/E ratio is calculated as closing share price as on 02nd September,2024.</p>	Company Name	P/E ratio	LIC Housing Finance Limited	7.81	PNB Housing Finance Limited	16.69	Can Fin Homes Limited	15.60	Aadhar Housing Finance	20.51	Avas Financiers	27.57	Aptus Value Housing Finance	26.14	Home First Finance	32.92														
Company Name	P/E ratio																														
LIC Housing Finance Limited	7.81																														
PNB Housing Finance Limited	16.69																														
Can Fin Homes Limited	15.60																														
Aadhar Housing Finance	20.51																														
Avas Financiers	27.57																														
Aptus Value Housing Finance	26.14																														
Home First Finance	32.92																														
Promoters	<ul style="list-style-type: none"> ▪ Bajaj Finance Limited ▪ Bajaj Finserv Limited 																														
Objects of the issue	<ul style="list-style-type: none"> ▪ Augment capital base to meet future business requirements of the company towards onward lending. 																														

DISCLAIMER

The information provided by or in this newsletter is generally from the press reports, electronic media, research websites and other media. It also includes information from interviews conducted, analysis, views expressed by our research team. Investors should not rely solely on the information contained in this publication and must make their own investment decision based on their specific objectives and financial positions and using such independent advisor as they believe necessary. The material and the information provided herein are not and should not be construed as an advice to buy or sell any of the securities named in this newsletter. SIHL may or may not hold positions in any of the securities named in this newsletter as a part of its business. Past performance is not necessarily an indication of future performance. SIHL does not assure for accuracy and correctness of information of reports in this newsletter.

