

ANNUAL REPORT

2021-22



NOTE FROM THE TEAM

As members of Caf-Fin, the Finance Club of SIBM Pune, we are firm believers in the above lines. Hence, we aspire to keep every student at SIBM well informed about the happenings around the world, especially in the world of finance and economics. We hope to inspire students to dig deeper and analyse the world around them without any bias through our endeavour. The Finance SIG of SIBM, Caf-Fin, an initiative driven by the students, is committed to catering to finance-related interests of our students. Our mission is not only limited to enriching the knowledge and equipping the students with the necessary armour to build a successful career in the world of Finance, we also strive to keep the students well informed regarding the impact of the current happenings on their lives. In this regard, we have undertaken several initiatives such as providing weekly newsletters, collaborating with other councils, organizing workshops, organizing competitions and tried to keep our students engaged through various social media activities as well.



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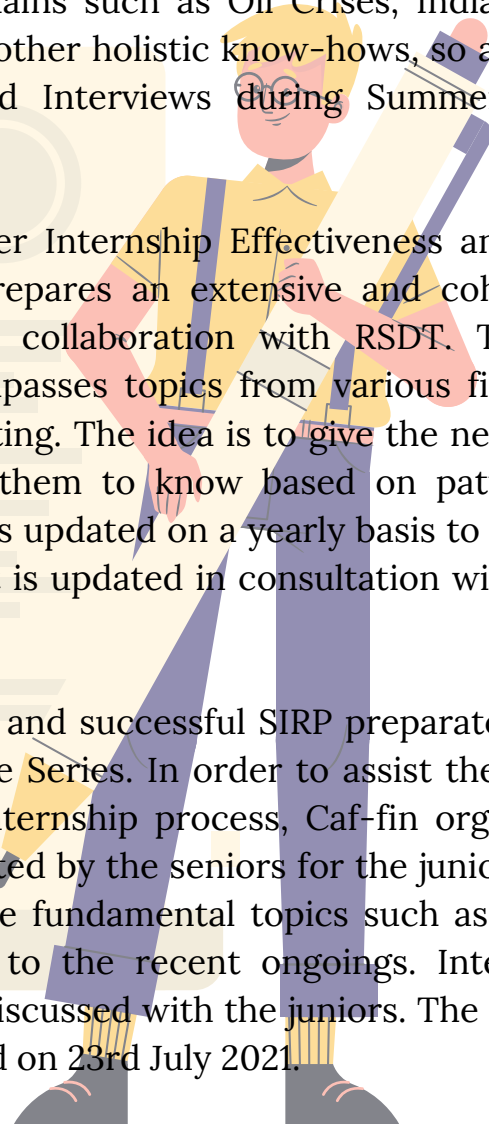
TEAM INTRODUCTION



S-Team 2021-22	S-Team 2022-23
Tanushree Todi	Anubhav Kumar
Sarthak Mehta	Srishti Khosla
Sneha Sikaria	Prashant Wali
Aakash Gupta	Reeya Suri
	Kanishka Agarwal

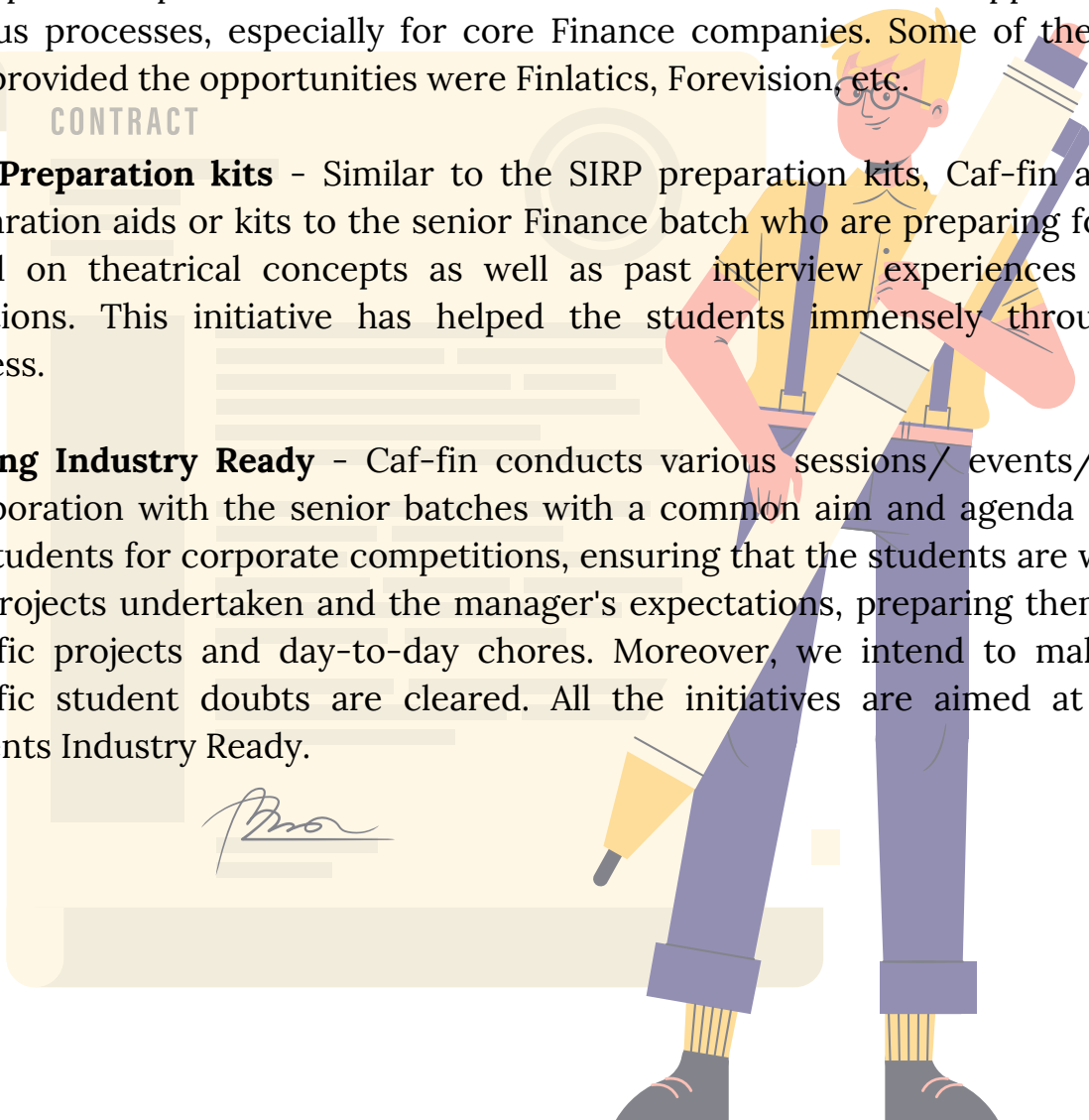
INTERNSHIP AND SUPPORT ACTIVITIES

- **Weekly Finance Newsletters** - Reading newspapers and staying informed are essential parts of an MBA student's life. Hence, in order to ensure that the students are aware with respect to the recent happenings in the financial world and well-prepared for the internship season, we intend to ease the process for our fellow SIBMians by compiling an abridged and a comprehensive weekly newsletter entailing the latest happenings in the various aspects of Business, Economic, Industry and International affairs.
- **Current Affairs Modules** - Finance students are often judged upon knowledge in plethora of fields which includes Economics and Basic Finance knowledge. When there are multiple things to keep under check and time is running fast, Caf-fin aims at providing the students with brief yet to-the-point Current Affairs modules which cover the latest topics from various domains such as Oil Crises, Indian Economic slowdown, Mergers and Acquisitions, and other holistic know-hows, so as to prepare the students for Group Discussions and Interviews during Summer Internship Recruitment Program.
- **SEED Material** - To augment the Summer Internship Effectiveness and Efficiency Development (SEED) Program, Caf-fin prepares an extensive and coherent SEED preparatory kit for the junior batch in collaboration with RSDT. The kit is a comprehensive study module that encompasses topics from various fields such as Economics, Finance, Banking, and Accounting. The idea is to give the newcomers, an insight into what the recruiters expect them to know based on patterns of the previous years. The SEED preparatory kit is updated on a yearly basis to adjust to the dynamic trends. The SEED preparatory kit is updated in consultation with the junior batch for its strengths and weaknesses.
- **Finspire Series** - One of the most fruitful and successful SIRP preparatory activities for the Junior Batch would be our Finspire Series. In order to assist the students in coping with the speed of the Summer Internship process, Caf-fin organizes SEED series which are basically sessions conducted by the seniors for the junior batch. The key topics in consideration are usually the fundamental topics such as Accounting, Corporate Finance, and matters related to the recent ongoings. Interesting and essential internship experiences are also discussed with the juniors. The first Finspire session for the year 2021-22 was conducted on 23rd July 2021.



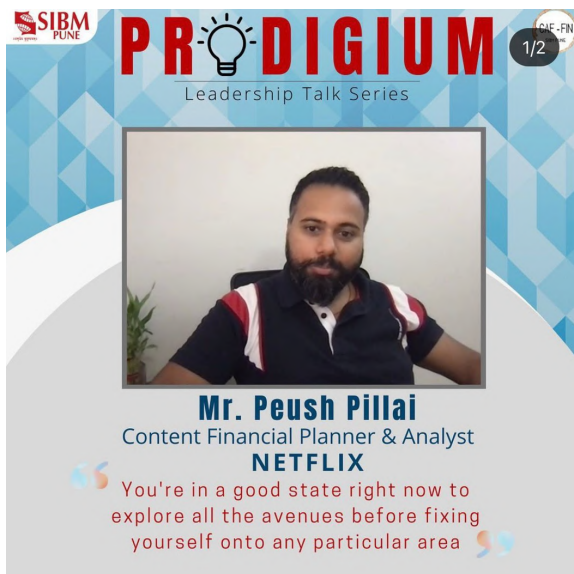
INTERNSHIP AND SUPPORT ACTIVITIES

- **Sample Interview Questions Kit** - To give the students a glimpse directly into the interview, a compendium comprising of previous years' questions are also floated within the junior batch so that they can come to terms with what all can be asked during the Summer Internship Recruitment Process. Students can prepare for various job roles that are offered by specific recruiters by going through these questions. This helps them to focus on the key topics which are required to stay up-to-date with certain roles.
- **Live Project Opportunities** - In collaboration with various reputed third party institutions to help the students have some hands-on experience in the field of Finance, Caf-fin provides significant opportunities of getting CV pointers along with appropriate exposure which would be beneficial for students appearing for their various processes, especially for core Finance companies. Some of the institutions that provided the opportunities were Finlatics, Forevision, etc.
- **CRP Preparation kits** - Similar to the SIRP preparation kits, Caf-fin also provides preparation aids or kits to the senior Finance batch who are preparing for their CRP, based on theatrical concepts as well as past interview experiences & interview questions. This initiative has helped the students immensely throughout their process.
- **Getting Industry Ready** - Caf-fin conducts various sessions/ events/ lectures in collaboration with the senior batches with a common aim and agenda of preparing the students for corporate competitions, ensuring that the students are well aware of the projects undertaken and the manager's expectations, preparing them to manage specific projects and day-to-day chores. Moreover, we intend to make sure that specific student doubts are cleared. All the initiatives are aimed at getting the students Industry Ready.



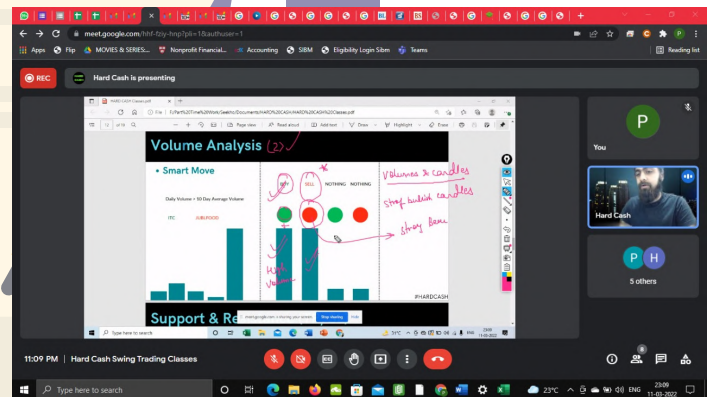
GUEST LECTURES

- **Unmukhikaran** - This was an introductory session conducted for the students in 1st year. The goal of the session was to make students aware of the finance specialization and how can they build a career in finance. Mr Abhishek Salecha founder of Forevision was the guest speaker for this session.
- **Prodigium** - A leadership talk series that was graced by Mr Peush Pillai, Content Financial Planner and Analyst at Netflix. The session was based on the topic of Finance as a specialization.
- **From the Horse's Mouth** - Caf-fin was able to get on board the 2020 winners of the IVP Finvalley competition to help students of the 2020-22 batch in preparation for the competition. The team was able to conceptualize and execute end-to-end for this guest lecture.



COMPETITION AND COLLABORATION

- **Forevision** - Caf-Fin collaborated with Forevision and provided world-class sessions on Financial Modelling for the batch. Students were provided with workshop, live projects and a certificate for the same.
- **Finlatics** - Caf-Fin in collaboration with Finlatics provided free live projects in the field of Equity Markets to the top 3 students. These live projects were also made available to the Leadership & Strategy batch.
- **Finstreet** - Caf-Fin in collaboration with Finstreet provided a course called Cryptonite to impart basic and essential knowledge about the seemingly complex world of cryptocurrency in a simple and easy-to-follow manner.
- **Hard Cash** - Caf-Fin in collaboration with Hard Cash provided a workshop on Stock Market Trading & Swing Trading. Ignorer to build a strong Swing Trading foundation and make students confident traders by getting hands-on trading practice with Indian Stocks.
- **For the Greater Greed** - Caf-fin in collaboration with CoC, organised a Transcend event, where students were invited to participate in a thrilling stock market competition. It comprised of 3 rounds and the final round was held on campus.
- **Treasure hunt: Track, Trail and Tail** - Can-fin organised the most fun-packed event- The treasure hunt. It was an on-campus event, conducted post lockdown. Students from both the years and across specialisations had participated.



COMPETITION AND COLLABORATION

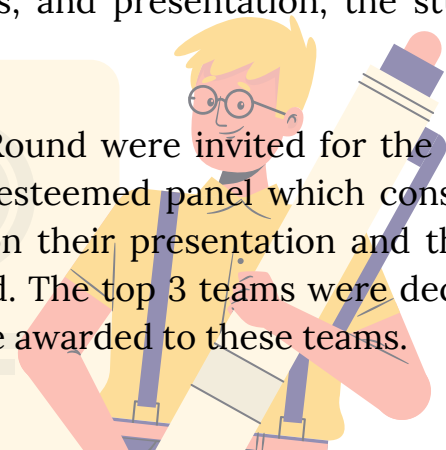
- **Finowitz 2.0** received an overwhelming response across the nation. We received a whopping 1000+ participants from all the top B-Schools.

The competition was conducted on the D2C platform with 3 rounds of screening.

- **First Round:** It started with a quiz competition. Participants were expected to make a team of 2 or 3 to attempt the quiz. The top 50 teams were selected in this round. These teams were eligible to advance to the next round.
- **Second Round:** In the second round, Caf-Fin in collaboration with Forevision designed an interesting case study on Equity Valuation.

The teams were expected to thoroughly research the company's financials. Based on originality of the solution, accuracy, estimations, and presentation, the students were short-listed for Round 3.

3. **Final Round:** Top 8 teams from the Second Round were invited for the Final Round. Here they had to present their solution to our esteemed panel which consisted of Mr. Sagar Rachh and Mr. Abhishek Salecha. Based on their presentation and the follow-up questions by the panelist, the teams were graded. The top 3 teams were declared as the winners and a total of 52000 worth of prizes were awarded to these teams.



INDUSTRY OVERVIEW

Indian Banking Industry

- 12 Public Sector Banks
- 22 Private Sector Banks
- 46 Foreign Banks
- 56 Regional Rural Banks
- 1485 Urban Cooperative Banks
- 96000 Rural Cooperative Banks

GROWTH IN DEPOSITS IN THE INDUSTRY

FY	Value
FY22	2101.93
FY20	2060.31
FY18	1347.18
FY20	1936.29

Peer Companies

- ICICI Bank
- AXIS BANK
- IndusInd Bank
- HDFC BANK
- Bandhan Bank
- IDBI BANK

SHARE IN TOTAL CREDIT EXTENDED

Bank	Share
SBI Bank	22.90%
HDFC Bank	9.80%
ICICI Bank	6.30%
Abs Bank	5.50%
Axis Bank	2.20%
Other	48.30%

SHARE OF TOTAL DEPOSITS

Bank	Share
SBI Bank	23.90%
HDFC Bank	8.50%
ICICI Bank	5.70%
Abs Bank	4.70%
Other	5.70%

RBL BANK VALUATION

P/BV Valuation:

P/BV Multiple Valuation	2020A	All figures in Rs. Crores
Fair P/BV Value Ratio	2.82	
Fair Market Value Of RBL Bank	₹ 497.50	

Relative Valuation:

Weight Assigned to Price Model	90%	₹ 119.23
Weight Assigned to EV Model	10%	₹ 1,263.17
Relative Valuation		₹ 233.62

Excess Returns Valuation:

Book Value Of Equity Invested Currently (2021)	₹ 12,662.57
P.V. of Equity Excess return for next 3 years	₹ 1,399.69
P.V. of terminal value of excess returns	₹ 8,977.30
Value Of Equity	₹ 2,285.58
No. of Shares	59.94
Value Per Share (Excess Return Model)	₹ 38.13

Weighted Net Price:

CMP RBL Bank	₹ 154.75
Price By P/BV Multiple (20% Weight)	₹ 497.50
Price By Excess Return Model (40% Weight)	₹ 38.13
Price By Relative Valuation (40% Weight)	₹ 233.62
Weighted Average Net Price	₹ 208.20

CMP

Weighted Average Value per Share	₹ 154.75
Upside/Downside	34.54%



SOCIAL MEDIA ENGAGEMENT

- **FinFairs** - The team has introduced a new series to help the batch to get better insights into the current affairs of the financial world. This has been introduced as a weekly series.
- **Witty Wednesday** - The team introduced this social media series to help the batch understand financial terms easily. The aim of this series was to increase awareness about the financial terms among the whole batch.
- **Fastest Finger First** - The team has started a weekly finance quiz and subsequent shout-outs to students who have won the quiz. This keeps the students engaged and motivated to learn financial concepts as well as general knowledge.

