Ratings

Ratings	
Business	★★★★☆
Financials	★★★★☆
Valuation	★★★★☆
Management	★★★★★

FIN2RESEARCH
Investment Advisor Pvt. Ltd.

Infosys

Sector: Information Technology

Rating: Buy | **Buying Range: 1650-1670** | **Target 1/2: 1810/1925** | **Potential Upside: 16%**

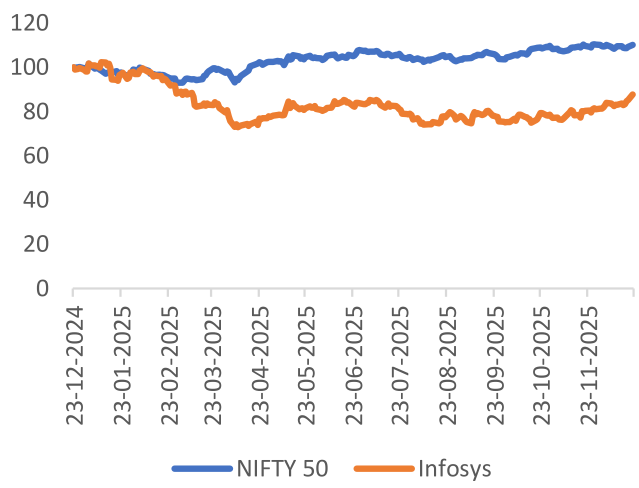
NSE Code/BSE Code	INFY/500209
Market Cap (crores)	Rs. 6,73,148
CMP (23-Dec-2025)	Rs. 1660
52W High/Low	1983/1307
Avg. Volume (lakhs)	225
Face Value	Rs. 5
Free Float (crores)	Rs. 5,82,302

Source: NSE/BSE

Particulars	FY24	FY25
P/E	23.63x	24.39x
EPS	₹63.29	₹64.34
ROCE	38.43%	37.29%
EBIT Margin	23.33%	23.72%
P/B	7.01x	6.77X
EV/EBITDA	14.86x	14.77x
EV/EBIT	16.77x	16.64x
ROE	29.67%	27.81%
Net Profit Margin	17.08%	16.41%

Source: NSE, Company Annual Report

Stock Performance



Source: NSE

Infosys Limited, headquartered in Bengaluru, India, is a premier global leader in next-generation digital services and consulting that has evolved from a small startup in 1981 into a massive multinational corporation. As of late 2025, the company has solidified its position as an "AI-first" organization, centered around its flagship Topaz platform—a suite of services using generative AI—and Cobalt, its extensive cloud services portfolio. These platforms allow Infosys to manage over 2,500 generative AI projects and hundreds of autonomous "agentic AI" workflows, helping global enterprises modernize everything from banking operations via the Finacle suite to energy sector logistics.

The company operates in over 59 countries with a workforce of more than 320,000 maintaining a significant presence in North America and Europe while hosting the world’s largest corporate university in Mysore for continuous employee reskilling. Financially, Infosys remains a stable large-cap stock on both the NSE and NYSE, characterized by steady revenue growth and a strong commitment to ethical governance, being the first IT services firm to achieve ISO 42001:2023 certification for responsible AI use.

Key Highlights:

- Total sales in Q2 FY2026 was up 8.5% to ₹44,490 crore, driven by strong growth across business segments.
- Operating performance remained resilient with EBIT up 7.4% YoY to ₹10,535 crore and margins maintained at 24%, indicating effective cost management. Net profit rose 13.2% YoY to ₹7375 crore, with margins also improved from 15.9% a year earlier to 16.5%. This showcases sustained demand momentum.
- Infosys maintains a very healthy deal pipeline, characterized by a shift toward high-value, multi-year transformations. In the first half of FY26, the company secured significant bookings, including a $3.1 billion quarter (Q2) where 67% of deals were "net new" business. A standout highlight is a $1.6 billion mega deal with the UK’s National Health Service (NHS), announced in late 2024/early 2025, which provides long-term revenue visibility. The company's Topaz (AI) and Cobalt (Cloud) suites are driving the majority of new deal wins, with over 300 active Generative AI "agents" currently deployed for clients.
- Despite the strong deal wins, the company has adopted a conservative stance for the remainder of the fiscal year.

Key Risks:

- **Revenue Concentration**: 56% of revenue comes from North America and 31% from Europe.
- **AI Cannibalization & Deflation-** There is a paradoxical risk that AI, while a growth driver, could also shrink traditional revenue streams. Generative AI automates rote tasks like basic coding, testing, and document processing, areas that have historically been "bread and butter" for Infosys. If AI allows a task to be done in 50% less time, the billable hours for that project drop.

Infosys®

FIA FIN2RESEARCH Investment Advisor Pvt. Ltd.

Techno-Funda

Rating: Buy	Buying Range: 1650-1670	Target 1/2: 1810/1925	Potential Upside: 16%

Momentum Analysis-

- **RSI Indicator**- The RSI (14) is positioned at 58.76 which is a healthy momentum zone. While the indicator has cooled off from potential overbought extremes (70+) that may have occurred during recent peaks. This positioning indicates that bullish momentum remains intact and strong, though not yet in an overheated state that would warrant caution. The RSI's current level suggests room for further upside movement before becoming overbought.

Technical Verdict - Bullish Signal for Near-Term

Current support level for the stock is 1350. Current three months candle is crossing the previous candle's higher value, confirming the bullish momentum in stock. Based on these patterns, we have arrived to the conclusion that stock is showing strong momentum and can give upside to the tune of 8% to 16% in the near-term before showing any reversal. Given this, the target for the stock is 1810-1925 .

The stock has started its uptrend with price consistently trading above all key moving averages in perfect bullish alignment. All these signal confirms sustained bullish strength across short, medium, and long-term horizons.

DISCLAIMER

RATING SCALE: DEFINITION OF RATINGS

- BUY –We expect the stock to deliver more than 10%-20% returns over the next 9 months.
- ACCUMULATE –We expect the stock to deliver 5% -12% returns over the next 9 months.
- REDUCE –We expect the stock to deliver 0% -5% returns over the next 9 months.
- SELL –We expect the stock to deliver negative returns over the next 9 months.
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- NOTE –Our target prices are with a 9-month perspective. Returns stated in the rating scale are our internal benchmark.

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