



Persistent System Limited



Techno-Funda

RATING

MANAGEMENT	★★★★★
BUSINESS	★★★★★
FINANCIALS	★★★★★
VALUATION	★★★★★

Ranking 1 to 5, denoting lowest and 5 highest

17-11-2025

CMP: ₹6235

Rating: BUY

Range: ₹6225 - ₹6245

Target 1/2: ₹6546/₹7170

Sector: Information Technology

Expected Upside Potential: 15%



FIN2RESEARCH
Investment Advisor Pvt. Ltd.



Persistent Systems Limited

Stock Info :

Mkt Cap (₹ in Cr)	96,677
52-Weeks Low/High	₹4,148 / ₹6788
Traded Volume (lakhs)	2.1
Free float Market Cap (Cr)	66,195.13
Face Value (Rs.)	5.00
NSE Code	PERSISTENT
BSE Code	533179
Annualised Volatility	41.08

Source: NSE/BSE

About Company:

Persistent Systems: The AI Innovation Power House Dominating the IT Services Segment: Company has emerged as a dominant Pro-Player in the Global IT Services & Digital Transformation Sector, Distinguished by its Unparalleled Focus on Artificial Intelligence & Enterprise Modernization. Company has established Authentic leadership in three-High value Enterprise Segment: Software & High Tech, Banking & Financial Services & Healthcare & Lifesciences. The Company have 2800+ Salesforce Consultant. Company's 16+year strategic Partnership with Appian as a Global System integrator has delivered 350+ enterprise Applications.

Key Highlights:

Persistent's AI-Led Strategy: Leadership Through Innovation & Performance:

Persistent Systems has established itself as an AI innovation powerhouse through proprietary platforms—SASVA™, GenAI Hub, and iAURA—backed by 35+ AI patents covering Agentic AI, Repository-Level AI, AI-Core, Personalized AI, Productivity Measurement, and Tech Debt Modernization. The company achieved Q1 FY26 revenue of \$389.7 million with 18.8% Y-o-Y growth and 38.7% PAT growth, while securing Leader status in ISG Provider Lens™ 2025, Challenger position in Gartner Magic Quadrant (second consecutive year), ISG Star of Excellence award, top European rankings, and 468% brand value growth since 2020. With 24,594 employees across 19 countries maintaining 87.4% retention, 22,100 hyperscaler certifications, 20,529 GenAI certifications, and 1,300 SASVA platform certifications, Persistent has built a world-class AI workforce delivering Q1 FY26 order bookings of \$520.8 million TCV and \$385.3 million ACV, demonstrating exceptional market demand for its AI-driven solutions across healthcare, fintech, and software engineering sectors.

Consistent Growth Excellence: 20+ Consecutive Quarters of Sequential Revenue Growth:

Persistent has demonstrated remarkable business resilience through 20 consecutive quarters of sequential revenue growth, with the latest Q1 FY26 continuing this momentum at \$389.7 million (3.9% Q-o-Q) and 18.8% Y-o-Y growth. This 21-quarter streak (as of Q1 FY26) underscores the company's operational consistency and ability to navigate challenging macroeconomic conditions while scaling to \$1.409 billion in annual FY25 revenue (18.8% Y-o-Y growth) and \$10+ billion market capitalization. The company's 4-year Revenue CAGR of 25.6% (FY21-FY25) and 17.4% CAGR since IPO (April 2010) further validate this exceptional consistency, positioning Persistent as the only major IT services provider to achieve such sustained sequential growth momentum in a volatile market environment.

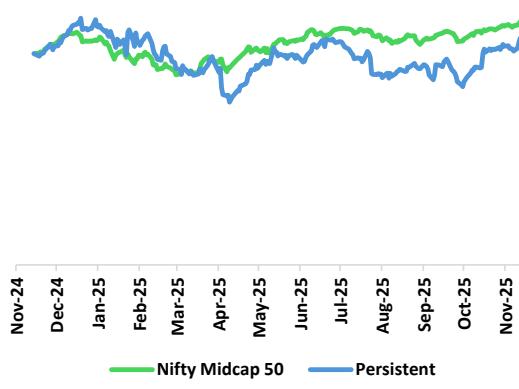
Segment Leadership Through Client Transformation: Persistent Systems has established dominant market leadership by delivering transformational AI solutions across Software & Hi-Tech, Banking & Financial Services, and Healthcare & Life Sciences sectors, leveraging proprietary SASVA™ and Agentic AI platforms to build new products, modernize legacy platforms, and eliminate technical debt for global enterprises. The company's 2,800+ Salesforce consultants holding 11,000 certifications have achieved an exceptional 5/5 CSAT score across 2,500+ client engagements, demonstrating proven capability to process 12-15 million daily transactions at enterprise scale. Complementing this, Persistent maintains a 16+ year strategic partnership with Appian as a Global Systems Integrator, delivering 350+ enterprise applications with demonstrated excellence in low-code modernization.

Key Risks:

Macroeconomic Volatility and Global Market Uncertainty

The most significant risk Persistent Systems faces is exposure to macroeconomic volatility and global market uncertainties that directly impact enterprise spending on technology and digital transformation services.

Stock Performance



Rating: BUY

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Target 1/2: ₹6546/₹7170

Expected Upside Potential: 15%



The current price of ₹6,117 is positioned above all these key moving averages, with the hierarchy showing 20-day MA < 150-day MA < 200-day MA < 50-day MA, indicating the stock is breaking above a consolidation phase. All moving averages are sloping upwards, demonstrating health and strength in the trend across short-term, medium-term, and long-term timeframes.

The RSI is at a healthy level of 61.08, indicating sustained bullish momentum without entering overbought territory (above 70). This level demonstrates that the stock still has room to run without facing immediate momentum exhaustion. The RSI has stabilized well above the neutral 50-mark, confirming that buying pressure remains constructive and intact.

The Bollinger Bands (20, 2) show bands at 4,778 (lower) and 6,155 (upper), creating a consolidation channel with ample upside potential as the stock approaches the upper band. The current price of ₹6,117 is trading near the upper Bollinger Band threshold, suggesting strong bullish momentum and breakout potential.

Trading Volume: 0.2,339M shares (noted as "Vol: 0.2339M" on the chart), indicating moderate liquidity with periodic spikes visible in the volume histogram. The volume profile shows green bars (bullish volume) outweighing red bars (bearish volume), reinforcing the bullish bias.

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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