

# Pick of *the week*

## Hindustan Unilever

Recommendation: **ADD**

Target Price: **₹2850**

Current Price: **₹2406**

Time Period: **12 Months**

Date: **06<sup>th</sup> January 2025**



- Premiumization remains on track, even with rural outpacing urban growth.
- Home care and Beauty were the bright spots in an otherwise tepid quarter of Q2FY25.
- Management indicated that rural is coming back slowly.
- HUVR has decided to separate its ice cream business, in line with its parent's decision.
- We expect earnings to grow by 11.3% in FY26E & grow by 10.6% in FY27E.
- We value HUVR using Discounted Cash Flow (DCF) methodology.

Note: The above is a brief note on the company, based on the inputs of KIE research report dated 24th October, 2024 which is available on our website at: <https://www.kotaksecurities.com/ksweb/ResearchCall/Fundamental>.

Disclaimer: <http://bit.ly/2n5AxIE>

<https://www.kotaksecurities.com/ksweb/research/kotak-research-reports/top-weekly-picks>