

Pick of *the week*

Infosys

Recommendation: **Buy**

Target Price: **₹1,750**

Current Price: **₹1,434**

Time Period: **12 Months**

Date: **22th April 2024**



- Strong TCV (Total contract value) of \$450 cr led by a couple of mega deals; robust net new TCV in FY24.
- TCV up 39% qoq with 30 large deals, compared to 23 in Dec'23 & 17 in Mar'23.
- FY24 new deal TCV of US\$920 cr grew 137% on yoy basis.
- In Q4FY24, 10 bps increase in adjusted EBIT margin to 21.1% despite headwinds.
- We believe Infosys has the elements to deliver industry leading revenue growth once the demand environment improves.
- We value Infosys at unchanged medium-term multiple of 24x Jun 2026E earnings leading to fair value of Rs1,750. Maintain BUY.

Note: The above is a brief note on the company, based on the inputs of KIE research report dated 18th April 2024, which is available on our website at: <https://www.kotaksecurities.com/ksweb/ResearchCall/Fundamental>.

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