

Pick of the Week

ADD – Cummins India (KKC)

CMP: ₹4292 as on 10th Nov 2025

Fair Value (FV): ₹4600 | Time Period: 12 months

Why Invest?

- Cummins India continues to leverage market growth and defy competition.
- The sharp beat on Q2FY26 results was largely driven by lumpy datacenter sales, with most other businesses growing at a strong.
- Powergen revenues grew at healthy pace with industry volumes come back to pre-CPCB IV+ levels.
- Management guided for double-digit revenue growth yoy in FY26.
- We assume 14-16% CAGR in revenue/EBITDA/PAT over FY25-28.
- Remains our preferred pick in the capital goods coverage, given its diversified exposure across growth markets & strong positioning across key segments.

Maintain ADD with FV Rs-4600

RATING SCALE (PRIVATE CLIENT GROUP)

Definitions of ratings

BUY	- We expect the stock to deliver more than 15% returns over the next 12 months
ADD	- We expect the stock to deliver 5% - 15% returns over the next 12 months
REDUCE	- We expect the stock to deliver -5% - +5% returns over the next 12 months
SELL	- We expect the stock to deliver < -5% returns over the next 12 months
NR	- Not Rated. Kotak Securities is not assigning any rating or price target to the stock. The report has been prepared for information purposes only.
SUBSCRIBE	- We advise investor to subscribe to the IPO.
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NA	- Not Available or Not Applicable. The information is not available for display or is not applicable
NM	- Not Meaningful. The information is not meaningful and is therefore excluded.
NOTE	- Our target prices are with a 12-month perspective. Returns stated in the rating scale are our internal benchmark.

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