Ratings Monitor

One Report – to monitor stocks and identify triggers to re-evaluate ratings

Restaurant Brands Asia (RBA)

Current Market Price	Fair Value (FV)
Rs.71	Rs.81

Date: 4th August 2026

Previous Rating: REDUCE **Current Rating:** ADD **Change:** UPGRADE

Ratings Rationale

- BK India's 1Q revenue grew 24% yoy (KIE: 16%).
- Growth led by SSSG of 12.6% (KIE 7%).
- EBITDA grew 134% yoy, driven by a 365 bps expansion in EBITDA margins to 7.7% (KIE: 6.5%).
- BK's focus on value leadership, traffic-led growth and cost-efficiency initiatives is delivering results.
- SSSG has consistently outpaced peers in recent quarters.
- Q1 marked a clear acceleration, accompanied by stronger margin delivery.
- Improved execution warrants some re-rating.

Valuation

Upgrade to ADD from REDUCE based on 20X Sep-2028E EV/EBITDA (19X earlier)

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.
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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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