

WEALTH WEEKLY

Weekly Alerts You Can Use!

Weekly View: Nifty, Bank Nifty:

Indices	CMP	Support	Resistance	50 DMA	200 DMA	Range	Preferred Trade
NIFTY	23644	23242	24100	23799	25034	23345-23977	Sell at CMP. Targets at 23242/22850. Aggressive targets at 22300-22400. Stop at 24100.
BANK NIFTY	53710	51500	55000	55122	57117	51800-54900	Sell at CMP. Targets 51500/50201. Aggressive targets at 49751. Stop at 55100.

Medium Term Pick:

Stocks	CMP	Support	Resistance	50 DMA	200 DMA	Bias	Preferred Trade
AB CAPITAL	357	313	401	332	323	Positive	<p>ABCAPITAL is the financial services arm of the Aditya Birla Group, offering a diversified portfolio across lending, asset management, life insurance, health insurance, stock broking, and wealth management. It is one of India's large non-bank diversified financial services platforms, serving retail, HNI, corporate and institutional clients. For investors seeking exposure to India's broad financial services growth theme (beyond just lending), AB Capital remains a compelling diversified play. Aditya Birla Capital remains well-positioned to benefit from India's expanding financialization trend, supported by strong growth in lending, insurance and asset management businesses. Its diversified business model, improving profitability, and scalable digital platform provide strong earnings visibility. The stock continues to remain a favorable medium- to long-term financial sector play. Buy AB CAPITAL (357). Buy at CMP and on dips between 325-330 zone. Targets 376/401. Aggressive targets at 421-425. Stop at 313. Holding Period: 9-12 Months.</p>

Aditya Birla Capital	BUY
CMP	357
Target Price	401
Stop	321
52 Week H/L	376/213
P/E	24.6
EPS (TTM)	11.87
Promoter Holding/FIIs/DIIs/Public	68.51%/7.01%/13.71%/10.64%
Book Value	131
Market Cap (INR)	93593

Aditya Birla Capital Ltd (ABCAPITAL): Technically Massive Breakout Play on Cards.

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Daily Chart of AB CAPITAL :



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Its major businesses include:

- NBFC lending (retail, SME, corporate)
- Housing finance
- Mutual fund business through Aditya Birla Sun Life AMC
- Life insurance through Aditya Birla Sun Life Insurance
- Health insurance
- Wealth management and digital financial services

Investment Thesis

- Diversified Financial Conglomerate: AB Capital is not dependent on one single revenue stream. Its business mix spans:
 - Credit growth
 - Insurance premium expansion
 - Asset management fee income
 - Wealth management

This diversification lowers earnings volatility compared with pure-play NBFCs.

- Strong Retail Financialization Play. India's rising household participation in:
 - Mutual funds
 - Insurance
 - Consumer lending
 - Wealth products

e) creates a structural long-term opportunity for AB Capital.

- Digital Growth Engine: The company has been scaling its digital platform "ABCD" (Aditya Birla Capital Digital), strengthening customer acquisition and cross-selling capabilities. Management highlights strong traction from this omnichannel platform.

Q4 FY26 Highlights: AB Capital delivered a strong Q4 FY26 performance with consolidated PAT rising 30% YoY to ₹1,124 crore, driven by robust growth in lending, insurance and asset management businesses.

Revenue up 30% YoY to ₹14,181 crore | PAT up 41% YoY to ₹983 crore | Lending portfolio up 30% YoY | Insurance and AMC businesses continued steady traction.

Financial Highlights

Consolidated revenue rose 12% YoY to ₹15,877 crore. | Consolidated PAT increased 30% YoY to ₹1,124 crore (reported in some media as ~₹1,129 crore due to rounding/attribution adjustments). | FY26 full-year PAT stood at ₹3,797 crore, up 21% YoY.

Business Operating Metrics

Overall lending portfolio (NBFC + housing finance) crossed ₹2.07 lakh crore, up 32% YoY.

Total AUM (AMC + life insurance + health insurance) rose 16% YoY to ₹5.91 lakh crore.

The company also completed a ₹2,750 crore equity raise in its housing finance subsidiary from Advent International in April 2026, strengthening growth capital.

Key Positives: Strong Growth Drivers: Retail lending growth, Insurance penetration tailwind, AUM expansion, Digital adoption, Group parentage and strong brand trust

Valuation Comfort: Compared with many standalone financial players, AB Capital often trades at a valuation discount despite having a diversified business franchise, making it attractive for medium-term investors.

Key Risks

Asset Quality Risk

As a lender, AB Capital remains exposed to: Credit cycle deterioration | Rising NPAs | Economic slowdown | Interest Rate Risk

Higher rates can pressure:

Borrowing costs | Credit demand | Net interest margins | Competitive Intensity

Competition from: Bajaj Finance, L&T Finance, HDFC Bank, ICICI Bank remains strong across lending and financial distribution.

Technical View (Medium-Term)

The stock has shown strong momentum over the past year and has been among outperformers in the NBFC pack. The stock is signaling a massive breakout on the long-term charts with recent sequence of higher high/low is intact on all time frames.

Preferred Strategy: Buy AB CAPITAL (357). Buy at CMP and on dips between 325-330 zone. Targets 376/401. Aggressive targets at 421-425. Stop at 313. Holding Period: 9-12 Months. Rationale: Signalling a massive breakout from a higher consolidation zone on the daily/weekly charts. Key intermonth support 321 and then intermonth support at 287. Major hurdles only at 376 mark. 200-DMA at 323.

Mehta Equities

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