kotak Securities

Dated: 19th January 2026

ANGEL ONE (ANGELONE) - ADD

Result Update

Current Market Price (CMP)	Target Price
Rs. 2,752	**Rs. 3,150**

Rationale:

- Angel One’s Q3FY26 headline results were better than expected, with earnings growing ~25% qoq, reflecting 5% qoq growth in net broking revenue, 10% qoq Net Interest growth and 30% qoq growth in distribution income.
- The risk reward remains attractive, given the valuations and recovery in business metrics.
- We Maintain ADD with revision in Fair Value to Rs. 3,150/- (from Rs. 2,800/-).

Company update:

Positives:

- Angel’s Q3FY26 revenues were up 4% yoy and 9% qoq versus expectations of 5% growth, supported by higher net interest income.
- Net Interest Income (“NII”) growth is supported by higher client balances and growth in the Magin Trading Fund book (“MTF”) (45% yoy, 10% qoq).
- Net broking revenue up 8% qoq, while cash revenue growth was aided by price hikes and commodity revenues remained buoyant (40% yoy; 11% qoq).
- Net revenue per order increased to Rs. 15.6 per order from 15.2 in Q2FY26, while Number of orders increased from 36 crores in Q2FY26 to 38 crores in Q3FY26.

Negatives:

- Interest costs jumped higher than interest income due to higher borrowings led by regulatory changes
- The share of F&O declined to 44% in gross income compared with ~52% in Q3FY25.

Holding Period: 12 months

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.

RS – **Rating Suspended.** Kotak Securities has suspended the investment rating and price target for this stock, either because there is not a sufficient fundamental basis for determining, or there are legal, regulatory or policy constraints around publishing, an investment rating or target. The previous investment rating and price target, if any, are no longer in effect for this stock and should not be relied upon.

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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