

SML Mahindra- Second Target Achieved - Maintain Hold

Dear Investors,

We are pleased to inform investors that **Bajaj Capital's Research Team**—recommended stock, **SML Mahindra**, has **successfully achieved its second target price of 4,242 on 6 January 2026**. The stock has delivered a robust **55.75% return within approximately one and a half months** from our initial recommendation and an additional **~21% return within three weeks** since the target price revision. The stock has further strengthened to **4,431 as on 7 January 2026**, significantly outperforming our original 12-month investment horizon.

We had initially recommended SML Mahindra as BUY on 18 November 2025 with a target price of 3,665, implying an upside potential of ~29% from the recommended buy price of 2,845. Subsequently, on 16 December 2025, in view of improving fundamentals and strong demand visibility, we revised our target price upward to 4,242, indicating an additional upside potential of ~16% from the then prevailing market price of 3,656 over the next 12 months.

Given the company's healthy balance sheet, improving demand outlook for the CV industry and a favourable monetary and policy environment supported by the RBI and the Government of India, we continue to maintain a constructive short- to medium-term view on the stock. **Accordingly, we advise investors to HOLD SML Mahindra at current levels. Our updated outlook and revised investment strategy will be shared in the coming days, awaiting Q3FY26 results.**

Company-specific updates and ongoing commentary continue to be shared regularly on the BCML Official WhatsApp Group (JT Team) for the benefit of investors.

Happy Investing!

Thank you and best regards,

On behalf of Bajaj Capital's Research Team