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## Cisco Systems Inc (CSCO)

### Networking Giant Positioned for the Next AI Wave

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#### Cisco Systems Inc

##### Company profile

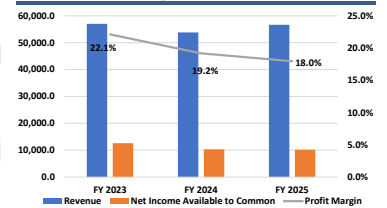
Cisco Systems Inc is a global leader in networking, security, and IT infrastructure solutions that enable secure connectivity, data management and digital collaboration across enterprises and service providers. The company offers a broad portfolio spanning networking hardware, cybersecurity, cloud-based collaboration tools (such as Webex), and AI-driven software solutions. Headquartered in San Jose, California, Cisco operates worldwide across the Americas, EMEA, and Asia Pacific, serving both commercial and government clients.

##### Technical Data

Price	70.33
R1	72.55
R2	82.08
S1	69.31
S2	66.24

M+ Research, Bloomberg

##### Financial Snapshot



M+ Research, Bloomberg



Tradingview

### Technical Outlook

Price broke above the USD69.31 resistance and is heading toward its 52-week high resistance at USD72.55, followed by its all-time-high resistance at USD82.08. A break below the USD66.24 support level will invalidate the setup.

### Trading Catalysts

- Strong AI driven orders.** CSCO has secured over USD2bn in AI infrastructure orders in FY25, doubling its initial target, underscoring its strengthening position in AI networking. With opportunities emerging in enterprise, sovereign and neo-cloud AI deployments, CSCO is well-positioned to capture the rising AI infrastructure demand.
- Shifting toward recurring revenue.** Subscription-based revenue rose to 54% of total revenue, providing improved earnings visibility and stability. This transition supports a higher-quality revenue mix and recurring cash flow generation.
- Solid financial performance.** 4Q25 revenue grew 8% YoY to USD14.7bn in 4Q, while net income rose 17.9% YoY to USD2.6bn, with Networking (+12% YoY) and Security (+9% YoY) remained as key growth drivers. The company enjoys a ROE and ROIC of 22.1% and 10.2% respectively.

### Peer Comparison

	Ticker	Price (USD)	Market Cap (USD'bn)	P/E (x)	Forward P/E (x)	ROE (%)	NP Margin (%)	RSI	ST Trend
<b>Cisco Systems Inc</b>	CSCO	70.3	278.0	24.1	17.4	22.7	18.0	Positive bias	Up
Arista Networks Inc	ANET	157.4	197.8	63.4	52.7	33.6	40.7	Positive bias	Up
Palo Alto Networks Inc	PANW	217.8	145.7	22.0	21.4	17.5	12.3	Oversold	Down
Fortinet Inc	FTNT	86.5	66.3	33.4	28.9	165.2	29.3	Oversold	Down
Hewlett Packard Enterprise Co.	HPE	26.1	34.4	33.4	28.9	4.9	8.5	Oversold	Down
<b>Avg ex-Cisco Systems Inc</b>			<b>111.0</b>	<b>38.0</b>	<b>32.9</b>	<b>55.3</b>	<b>22.7</b>		

Source: Bloomberg, M+ Research



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(a) nil.



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