

TECHNO-FUNDA



TECHNICAL



FUNDAMENTAL



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Sr.no	Co_Name	Sector	TTM EPS	TTM P/E Ratio	Price*	52 Week High	52 Week Low	Market Cap*	Buying Price Range	Target	Stop Loss
1	Reliance Inds.	Refineries	60.99	20.00	1219.75	1328.75	881.00	773158.81	1190-1200	1280	1150
2	ICICI Bank	Banks	11.97	28.29	338.55	383.35	256.50	218128.63	335-338	370	322
3	Axis Bank	Banks	1.61	429.09	692.60	734.35	477.50	178027.77	680-685	755	640
4	Tech Mahindra	IT - Software	44.70	17.98	803.60	824.00	564.05	78861.97	775-780	870	750
5	UPL	Agro Chemicals	41.40	19.80	819.70	824.60	537.90	41750.82	805-810	870	770
6	Oil India	Crude Oil & Natural Gas	24.10	7.23	174.10	247.45	166.15	19758.68	170-173	190	162
7	Exide Inds.	Auto Ancillaries	8.48	24.21	205.40	304.65	202.50	17459.00	200-202	235	190
8	Coromandel Inter	Fertilizers	24.37	18.40	448.40	578.20	340.00	13112.93	440-443	495	410

***As on 18th February 2019**

Profile

Reliance Industries Limited is engaged in refining, including manufacturing of refined petroleum products, and petrochemicals, including manufacturing of basic chemicals, fertilizers and nitrogen compounds, plastic and synthetic rubber in primary forms. The Company's segments include Refining, Petrochemicals, Oil and Gas, Retail, Telecom (Jio) and Others.

Technical View



The Stock is forming an "Inverted Head and Shoulder" pattern on weekly charts, which is bullish in nature. Apart from this, it is comfortably trading above its 100 and 200 DEMA on daily charts which also give positive outlook for coming days. Therefore, one can buy in the range of 1190-1200 levels for the upside target of 1280 levels with SL below 1150.

Fundamental View

It continues to focus on strong delivery through operational excellence in portfolio of businesses. Company's petrochemicals business generated record EBITDA with strong volumes and an upswing in polyester chain margins. Refining business performance remained steady despite the seasonal weakness in cracks. Continuing strength in global demand for oil products and implementation of more stringent environmental norms for marine fuels augurs well for refining business. In the new-age consumer businesses, the company has maintained robust growth momentum across retail and jio platforms and the share of consumer businesses is steadily increasing its contribution to the overall profitability of the company.

Profile

ICICI Bank is engaged in providing a range of banking and financial services, including commercial banking, retail banking, project and corporate finance, working capital finance, insurance, venture capital and private equity, investment banking, broking and treasury products and services. The Bank's business segments are Retail banking, Wholesale banking, Treasury, Other banking, Life insurance, General insurance and Others. It has a network of approximately 18,210 branches and automated teller machines (ATMs). The Bank has approximately 110 Touch Banking branches across over 30 cities.

Technical View



The stock has witnessed profit booking from all time high and tested 335 levels, which was the 200DEMA on daily charts. It has started moving higher and breached its 100 DEMA and trading above the same so more upside anticipate from current levels. Therefore, one can buy in the range of 335-338 levels for the upside target of 370 levels with SL below 322.

Fundamental View

The bank has posted healthy core operating performance with 21% jump in the NII and strong 16% growth in the core fee income in Q3FY2019. The bank has exhibited acceleration in business growth to 14%, with stable loan growth of 12% end December 2018. The bank has improved margins to 3.4% in Q3FY2019, while CASA deposits ratio has declined marginally to 49.3%. Overall stressed assets (Net NPA and restructured advances as a percentage of advances) dipped to 2.95% at end December 2018 from 4.32% at end June 2018 and 5.07% at end December 2017. ICICI scored better in liabilities, technology and products, while other metrics like high PCR helping normalize credit cost, recoveries from NCLT and fees will help return ratios on a gradual uptick.

Profile

Axis Bank Limited (the Bank) provides a suite of corporate and retail banking products. The Bank's segments include Treasury, Retail Banking, Corporate/Wholesale Banking and Other Banking Business. Its Treasury operations include investments in sovereign and corporate debt, equity and mutual funds, trading operations, derivative trading and foreign exchange operations on the proprietary account and for customers. Its Retail Banking constitutes lending to individuals/small businesses and activities include liability products, card services, Internet banking, mobile banking and financial advisory services, among others. Its Corporate/Wholesale Banking includes corporate relationships not included under Retail Banking, corporate advisory services, placements and syndication, project appraisals, capital market related services and cash management services.

Technical View



Short term, medium term and Long term bias are positive for the stock as it is forming a "Rising Wedge" pattern on weekly charts, which is a continuation pattern. It is currently trading on verge of breakout of pattern along with decent volumes so buying can continue for coming days. Therefore, one can buy in the range of 680-685 levels for the upside target of 755 levels with SL below 640.

Fundamental View

The bank has registered a robust and well-rounded performance on all parameters; its capital position continues to be strong and is sufficiently robust for us to pursue growth opportunities. It is executing a clear strategy based on the pillars of Growth-Profitability-Sustainability, with a goal of delivering 18% ROEs sustainably over the next 3 years. Current 9 month RoE stands at 7.3%. With the strong operating metrics, stressed asset resolution and robust return ratios, the stock is expected to move further. During the quarter slippages continue to remain at moderate levels. Gross slippages in the quarter were Rs 3,746 crore, or 0.70% of Gross Customer Assets, compared to Rs 4,428 crore in Q3FY18 and Rs 2,777 crore in Q2FY19. Slippages from the corporate segment were Rs 1,887 crore. Corporate Slippages came predominantly from previously disclosed stress book.

Profile

Tech Mahindra Limited is engaged in the business of computer programming, consultancy and related services. The Company's segments include Information Technology (IT) Services and Business Processing Outsourcing (BPO). The Company operates in various sectors, including telecom business and enterprise solutions business. The telecom business provides consulting-led integrated portfolio services to customers, which are telecom equipment manufacturers, telecom service providers and IT infrastructure services, and BPO, as well as enterprise services (banking, financial services and insurance (BFSI), retail and logistics, and manufacturing, among others) of IT and IT-enabled services delivered through a network of various locations around the world.

Technical View



On weekly charts, it was formed a "Continuation Triangle" and has given the breakout of pattern in early February and currently trading above the same. Apart from this, it is forming a "Bull Flag" on daily charts, which is also a bullish pattern so near term bias is looking positive for the stock. Therefore, one can buy in the range of 775-780 levels for the upside target of 870 levels with SL below 750.

Fundamental View

The last two quarters of the company has had exceptionally strong growth and had double-digit sequential growth of 16% in Q2 over Q1 and about 11% in Q3 over Q2 QoQ and management is confident to continuing and maintain industry leading profitability. During the quarter, its Digital revenue moved to about 33%. So it is a 10% sequential growth. According to the management of the company, December quarter has been impressive on all fronts, delivering steady growth in Enterprise and Communications business along with margin expansion. The company's Run, Change and Grow strategy has helped us deliver a strong 10% sequential growth in digital revenues and confident of continuing the growth momentum in coming quarters. Moreover, continue to improve on its operating metrics across most of its business lines, the company has clocked yet another strong quarter, in terms of revenue growth, continued EBITDA margin improvement, cash flow and robust deal wins.

Profile

UPL Limited provides crop protection solutions. The Company is engaged in the business of agrochemicals, industrial chemicals, chemical intermediates and specialty chemicals. The Company's segments include Agro activity and Non-agro activity. The Agro activity segment includes the manufacture and marketing of conventional agrochemical products, seeds and other agricultural related products. The Non-agro activity segment includes manufacture and marketing of industrial chemical and other non-agricultural related products. It offers fungicides, herbicides, insecticides, plant growth and regulators, rodenticides, industrial and specialty chemicals, and nutrifeeds. The Company sells its products in approximately 120 countries.

Technical View



Stock is in uptrend as it is trading in higher highs and higher lows on weekly chart which is bullish in nature. Moreover, it was formed an "Inverted Head and Shoulder" pattern on weekly charts and has given the breakout of same and trading higher. One can buy in the range of 805-810 levels for the upside target of 870 levels with SL below 770.

Fundamental View

The company has strong fundamentals and robust outlook. Its strong focus on brand building and customer reach is helping the company in increasing its market share in major addressable markets. Good recovery in south cone and Latin America would help the company to maintain robust performance going forward. It has completed the integration of Arysta on February 1. Management says over the next three years, it expects revenue synergy of \$350 million and cost synergy of \$250 million. The management expects 20% growth of its consolidated revenues; margins expanding 50-75 basis points (bps). A favorable monsoon should see a buoyant demand for agrochemicals in the coming Kharif season. Also, a shift in crop pattern towards cotton, rice and maize would benefit the sector. It has completed the integration of Arysta on February 1. Management says over the next three years, it expects revenue synergy of \$350 million and cost synergy of \$250 million.

Profile

Oil India Limited is engaged in providing crude oil and natural gas. The Company's segments include Crude Oil, Natural Gas, LPG, Pipeline Transportation and Others. It owns and operates approximately 10 drilling rigs and over 10 work-over rigs, besides charter hiring drilling rigs based on operational requirement. The Company is involved in crude oil transportation in Southeast Asia, and owns and operates approximately 1,430 kilometers of cross-country crude oil pipelines. It owns approximately 10 crude oil pumping stations and over 20 repeater stations.

Technical View



The stock has melted down sharply from 260 levels and made fresh yearly low of 174 levels in single downswing. Then after, it is trading in range of 165 to 175 levels from past few weeks and formed base for reversal. Recently it has given the breakout of consolidation and trading above the same. On the indicators front, RSI and MACD are suggesting buying for the stock. Therefore, one can buy in the range of 170-173 levels for the upside target of 190 levels with SL below 162.

Fundamental View

Oil India Limited's operating profit stood at Rs 1,521 crore up by 24.3% YoY, owing to lower-than-expected other operating expenses on account of a decline in provisions and lower insurance, rent & sundry expenses and higher-than-expected gas sales volume. The performance was majorly driven by a healthy uptick in natural gas and crude oil segment, even though the performance from the LPG, pipeline and renewable energy business remained largely muted. Steady oil realisation and higher gas prices are likely to improve earnings visibility. Moreover, likely freeing up of domestic gas pricing could act as a key rating trigger.

Profile

Exide Industries Limited is a storage battery company. The Company designs, manufactures, markets and sells a range of lead acid storage batteries. It operates through Storage Batteries & allied products, Life Insurance Business and Others segments. Storage batteries & allied products segment includes the holding company and some of its subsidiaries manufacture lead acid storage batteries and allied products. The Life Insurance business segment is engaged in life insurance business carried by its subsidiaries. It offers a range of products, including automotive batteries, solar batteries, submarine batteries, industrial batteries, genset batteries, inverter batteries and home uninterruptible power supply systems.

Technical View



The stock has witnessed profit booking from all time high of 304 levels and tested 205 in short span of time. Currently it is trading in the range of 205-210 levels, which was the earlier support on charts so bounce back can anticipate from current levels. On the indicators front, RSI and MACD are suggesting buying for the stock. Therefore, one can buy in the range of 200-202 levels for the upside target of 235 levels with SL below 190.

Fundamental View

Volumes in Automotive, Motorcycle, Inverter and Industrial Batteries are showing good growth. The Company is also working on Integration of electronics in storage batteries, allowing performance monitoring and remote-control access and higher storage efficiencies with recharge from empty to full in minutes. Also, government's ambitious target to shift one third of petrol and diesel vehicles to electric vehicles by 2030 augurs well for the company. The rapid growth in E-rickshaw population continues unabated and is quickly becoming a huge source of business for aftermarket sales. Going ahead, expected optimism in economic outlook should offer a healthy and profitable growth opportunity for the company.

Profile

Coromandel International Limited is engaged in the manufacture and trading of farm inputs consisting of fertilizers, crop protection, specialty nutrients and organic compost. The Company's business divisions include Fertilizers, Specialty Nutrients, Crop Protection and Retail. It offers various products in fertilizer segment, including Nitrogen, Phosphatic and Potassic in various grades. Its specialty nutrients consist of water soluble fertilizer, sulfur products, micro nutrients and organic manure. Its crop protection products consist of insecticides, fungicides and herbicides. Its retail outlets operate as Mana Gromor Centers. It manufactures a range of fertilizers and markets over 3.2 million tons.

Technical View



As we can see on chart that stock is forming an "Inverted Head and Shoulder" pattern on weekly chart, which is bullish in nature. Moreover, it was consolidating in the range of 420 to 465 levels from few weeks and formed a "Pennant" and likely to give the breakout along with good volumes. Therefore, one can buy in the range of 440-443 levels for the upside target of 495 levels with SL below 410.

Fundamental View

The company continues to invest towards infrastructure augmentation and capability development to offer differentiated solution to the farming community. Government's ambitious plan to double the farm income by 2022 & fixation of the minimum support prices for crops at 1.5 times the cost of production brings out a sizeable opportunity for the company. Also, increase in prices of higher-fertilizer-consuming crops such as paddy, soybean and sugarcane augurs well for the company. We believe that the company is well-positioned for holistic growth, led by increased volumes and higher realizations. On the developmental front, the acquisition of the bio pesticides business of EID Parry would enhance the company's market presence in North America & Europe and push incremental revenues from the crop protection segment.

E-mail: smc.care@smcindiaonline.com

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Corporate Office:

11/6B, Shanti Chamber,
Pusa Road, New Delhi - 110005
Tel: +91-11-30111000
www.smcindiaonline.com

Mumbai Office:

Lotus Corporate Park, A Wing 401 / 402 , 4th Floor ,
Graham Firth Steel Compound, Off Western
Express Highway, Jay Coach Signal, Goreagon
(East) Mumbai - 400063
Tel: 91-22-67341600, Fax: 91-22-67341697

Kolkata Office:

18, Rabindra Sarani, Poddar Court, Gate No-4,
5th Floor, Kolkata - 700001
Tel.: 033 6612 7000/033 4058 7000
Fax: 033 6612 7004/033 4058 7004

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