

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	Bajaj Auto	Automobile	155.06	18.22	2824.70	3472.60	2425.00	81737.50	2790-2800	3020	2690
2	ICICI Bank	Banks	11.97	29.41	352.10	375.25	256.50	226747.52	343-346	370	325
3	Himadri Specialt	Chemicals	5.91	23.02	136.10	197.00	103.55	5694.53	130-132	155	115
4	Coromandel Inter	Fertilizers	24.98	17.57	438.85	588.00	340.00	12832.58	425-430	470	395
5	Indian Hotels	Hotels & Restaurants	1.91	78.23	149.70	160.60	110.00	17803.20	144-146	164	135
6	L&T Technology	IT - Software	64.97	25.12	1631.95	1852.50	967.15	16967.39	1580-1600	1800	1500
7	Torrent Power	Power Generation & Distribution	22.22	11.44	254.15	306.95	212.10	12214.88	245-250	270	230
8	Trident	Textiles	5.18	12.51	64.85	94.50	51.00	3304.73	64-65	74	59

***As on 14th December 2018**

Profile

Bajaj Auto Limited is an India-based manufacturer of motorcycles, three-wheelers and parts. The Company's business segments include Automotive, Investments and Others. The Company's vehicles include two-wheelers and commercial vehicles. Some of its frontline two wheelers include Bajaj V, Bajaj V Avenger, Avenger Cruise 220, Pulsar, New Discover 125, CT 100 Ninja. The Company's geographic segments include India and Rest of the world. The Company offers troubleshooting services too. The Company's plants include Waluj plant, Chakan plant and Pantnagar plant. The Company's subsidiaries include PT. Bajaj Auto Indonesia and Bajaj Auto International Holdings BV.

Technical View



After registering 52 week low of 2420, stock has witnessed sharp upside while trading in higher highs and higher lows sort of "Rising Wedge" on weekly charts and has given the breakout of same, so further buying can anticipate from current level. Therefore, one can buy in the range of 2790-2800 levels for the upside target of 3020 levels with SL below 2690.

Fundamental View

The company has a diversified business model and strong focus on the profitable growth, widening reach in export markets and strategic alliances with global majors. The management said they would continue to focus on exports and new markets and has guided at exports of 2 million units in FY19, up from 1.6 million units sold in FY18. The management feels that the product mix in exports is deteriorating due to higher share of Africa which is currently at 45% and is expected to increase to 50%. Nigeria contributes 50% of Africa's volumes. In the export market, motorcycle growth is mainly driven by the Africa market. On the flip side, 3Ws growth is driven by new markets (contributing 25% of sales) such as the Philippines, Latin America, Iran, and Iraq. The company plans to increase annual capacity in 3Ws (including quadricycles) from 840,000 units to 1,000,000 units. FY19 capex is expected at Rs 300 crore and will be utilised towards debottlenecking, R&D, dies/tooling, etc.

Profile

ICICI Bank Limited 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. Its international banking is focused on providing solutions for the international banking requirements of its Indian corporate clients and leveraging economic corridors between India and the rest of the world.

Technical View



Short term, medium term and long term bias are looking positive for the stock. It formed an "Inverted Head and Shoulder" pattern on weekly charts and has given the breakout of same in early November and continuously trading above the breakout levels. Currently it is comfortably trading above 200DEMA on daily charts which suggests positive outlook for near term. Therefore, one can buy in the range of 343-346 levels for the upside target of 370 levels with SL below 325.

Fundamental View

The bank is focusing on further growing its core operating profit through granular and risk-calibrated business growth. The domestic loan book grew by 16% led by retail loan growth of 20.5%, while the proportion of the loan portfolio rated A- and above increased from 63.3% end June 2018 to 65.5% end September 2018. The funding profile of the bank continues to be healthy. CASA deposits increased 15% and average CASA ratio was maintained above 45%. Bank has posted healthy 12% increase in NII at Rs 6417.58 crore for the quarter ended September 2018. Interest income increased 11% to Rs 15105.63 crore, while interest expenses rose 10% to Rs 8688.05 crore. Bank has the network of 4867 branches and 14417 ATMs at end September 2018.

Profile

Himadri Specialty Chemical Ltd is a coal tar pitch manufacturing company. The Company manufactures coal tar pitch used in the manufacture of aluminum, which is used in automobiles, televisions, rockets, beverage cans, wires, cables, smartphones, furniture and foil wraps, among others. It manufactures coal tar pitch, which finds downstream use in the manufacture of graphite electrodes in electric arc furnaces; specialized coal tar pitch, which is used in long war head missiles; advanced carbon, which is used in the manufacture of lithium-ion batteries; coal tar-based thermoplastic polymeric coating, which is used as an anti-corrosive material in underground and offshore pipelines; carbon black, which is used for reinforcement of elastomeric materials, and specialty carbon black with specific applications in plastics, fiber, inks and food grade materials.

Technical View



After giving the breakout of 50 in April 2017, stock witnessed sharp upside move and rally stretched up to 195 in short span of time. Then after, some profit booking was witnessed but stock maintained to trade above 50% retracement of upside move so buying momentum can anticipate from the stock. It is comfortably trading above 100WEMA which also gives positive outlook for near term. One can initiate long in the range of 130-132 levels for the upside target of 155 levels with SL below 115.

Fundamental View

The company's efforts on various initiatives are now yielding results leading to better realizations, optimization of product mix and cost efficiencies. The management's focus on accelerating core business along with addition of newer generation product portfolio will ensure that the company continues the growth momentum. The management also believes that Innovative Products like Advance Carbon Materials which find applications in next generation Electric Vehicles and Speciality Carbon Black will take the company to next level of growth. On the developmental front, the company is planning a new manufacturing facility of Advance Carbon material with annual capacity of 20,000 MT & Specialty Carbon Black facility with an annual capacity of 60,000 MT and expects them to commission by FY20. It is also planning a de-bottlenecking exercise which would expand its current coal tar distillation capacity to 5 lakh tonnes from 4 lakh tonnes.

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 crop protection products consist of insecticides, fungicides and herbicides. It manufactures a range of fertilizers and markets over 3.2 million tons. It operates a network of over 800 rural retail outlets under its retail business across Andhra Pradesh, Telangana and Karnataka. It has manufacturing facilities in Andhra Pradesh, Tamil Nadu, Karnataka, Maharashtra, Madhya Pradesh, Uttar Pradesh, Rajasthan, Gujarat, and Jammu and Kashmir.

Technical View



The stock has melted down sharply from 570 levels to 360 levels in single downswing. From past few weeks, it has been consolidating in the range of 380-420 levels and was forming an "Inverted Head and Shoulder" pattern on weekly charts which is considered to be bullish. One can initiate long in the range of 425-430 levels for the upside target of 470 levels with SL below 395.

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. It is believed 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.

Profile

The Indian Hotels Company Limited is engaged in short-term accommodation activities, and restaurants and mobile food service activities. The Company is primarily engaged in the business of owning, operating and managing hotels, palaces and resorts. The Company's segments include Hoteliering and Others, which consists of air catering and investing activities. Its area of business includes Taj, Taj Safaris, Vivanta by Taj, The Gateway Hotel, Ginger, and Taj Trade and Transport. The Company has approximately 110 hotels in over 60 locations, including over 25 Ginger hotels across India, with an additional approximately 20 international hotels in the Maldives, Malaysia, Australia, the United Kingdom, the United States, Bhutan, Sri Lanka, Africa and the Middle East.

Technical View



After finding support around 125 levels, which was its 100 WEMA, the stock has started moving higher while trading in higher highs and higher lows sort of rising channel, which is bullish in nature. On the indicators front, RSI and MACD also suggest buying for the stock, so one can initiate long in the range of 144-146 levels for the upside target of 164 levels with SL below 135.

Fundamental View

With strong presence in the high demand, high-occupancy micro markets of Mumbai, NCR, Bangalore and Goa places it well to cater to rapid growth in the domestic market. The company's performance improved in the first six months of the ongoing financial year despite uncertainties. Indian Hotels is in the process of selling some of its non-profitable properties internationally. It sold the Boston property and leased it back. The amount was used to pare debt. Indian Hotels' debt nearly halved in the last few quarters and the company plans to reduce it further by 30 percent in the next few quarters.

Profile

L&T Technology Services Limited is an India-based engineering research and development services company. The Company is engaged in providing a range of engineering services and related technologies in the areas of embedded systems, mechanical and others. Its segments include Transportation, Process Engineering, Industrial Products, Medical devices and Telecom. It offers services, including embedded system and applications; engineering process services; mechanical engineering; product lifecycle management (PLM), and consulting services. It also offers solutions, including engineering analytics; Internet of Things and machine to machine; power electronics, and semiconductor Internet protocol (IP) solutions. The Company exports engineering and design services to North America, Europe, the Middle East, Japan, Korea and other Asia-Pacific (APAC) countries. The Company is a subsidiary of Larsen & Toubro Limited.

Technical View



The stock is maintaining its uptrend since the beginning of the year and trading in a rising channel with a formation of higher high & higher bottom pattern on short and long term charts. At current juncture, the stock has formed symmetrical triangle pattern on weekly interval and is on verge of breakout above the same. The positive divergences on secondary indicators are pointing towards more upside in coming weeks. Therefore, one can accumulate the stock in the range of 1580-1600 levels for the upside target of 1800 levels with SL below 1500.

Fundamental View

The management of the company expects a healthy deal pipeline and good traction in focus areas such as Edge computing, Smart Manufacturing, IoT, Electric & Autonomous vehicles. The company was rated as a 'Leader' in 6 market categories across 3 industries in the U.S. market by ISG. The patents portfolio of L&T Technology Services stood at 349 out of which 256 are co-authored with its customers and 93 are filed by LTTT. 12 new patents were added in the quarter with 7 being filed by LTTT and 5 co-authored with customers. LTTT's employee strength stood at 13,585, a net addition of 504 during the quarter ended September 2018.

Profile

Torrent Power Limited is an integrated utility engaged in the business of power generation, transmission and distribution with operations in the states of Gujarat, Maharashtra and Uttar Pradesh. It is also engaged in the business of cables manufacturing with operations in the state of Gujarat. It has an aggregate generating capacity of approximately 3,334 megawatts (MW). The Company's generation facilities include an approximately 1,147.5 MW SUGEN Mega Power Plant near Surat; an over 382.5 MW UNOSUGEN Power Plant near Surat; an approximately 1,200 MW DGEN Power Plant at Dahej SEZ near Bharuch; an approximately 422 MW AMGEN Power Plant at Ahmedabad; an approximately 49.6 MW Wind Power Plant at Lalpur, Jamnagar; an approximately 51 MW Solar Power Plant at Charanka, Patan, and an approximately 81 MW GENSU Solar Power Plant near Surat.

Technical View



The stock has been maintaining its uptrend and trading well above its 200 DEMA in a rising channel building a formation of higher high and higher bottom pattern on weekly charts. However on broader picture stock has formed a "CUP & HANDLE" pattern which is a bullish signal for prices. So, one can accumulate the stock in the range of 245-250 levels for the upside target of 270 levels with SL below 230.

Fundamental View

The company believes in its play of being an integrated utility. As a part of its future growth plan, it keeps on exploring opportunities in the coal based generation space – either Greenfield or brownfield, working towards expanding its renewable energy portfolio. Moreover, Government's initiatives 'Make in India' and 'Power for All' would give further accelerate to the financial growth of the company. Going forward, the company will benefit from stable cash flow, backed by regulated tariff structure, high operating efficiency, and strong operating performance from its distribution and generation businesses.

Profile

Trident Limited is a terry towel, yarn and wheat straw-based paper manufacturer. The Company's segments include Textiles, Paper and Chemical/Chemicals, and Others. The Company's geographical segments include USA and Rest of the world. The Textiles segment includes yarn, towel, bed sheets and dyed yarn manufacturing (including utility service). The Paper and Chemical/Chemicals segment includes paper and sulfuric acid (including utility service). The Others segment includes sale of software and related services. The Company's product portfolio includes solid bath ensembles, beach towels, embroidered towels, bath mats, bathrobes, printed bed linen, duvets, duvet covers, cushion covers, viscose blended yarn, core spun yarn, bamboo/cotton yarn, dyed bed linen set, micro modal/cotton blended yarn, drawing paper, and Bible and offset print paper.

Technical View



After testing 105 levels in late 2017, the stock has been trading in a downward sloping channel and has taken support at its 200 days exponential moving average on weekly charts placed around 60 levels which will act as strong support now for the stock. From last more than six months, stock has been consolidating in a range of 50-70, which has result into formation of symmetrical triangle pattern. So, one can buy the stock in the range of 64-65 levels for upside target of 74 levels with S/L below 59.

Fundamental View

The company is fundamentally sound and during the September quarter it has achieved good operating performance due to highest ever revenue growth. The management of the company, is hopeful to achieve the growth on revenue keeping its margins resilient in the coming quarters. Moreover, it would further consolidate the business by leveraging the existing customers and adding new customers to its portfolio. Over the years, it has transformed from a Pure Play Yarn Player to an Integrated Textiles and Paper Manufacturer. Currently, it has a capacity to produce 90,000 Tones of towel (49% utilization), 43.2 million meters of bed linen (58% Utilisation), 115,000 Tones of yarn (97% Utilisation) and 175,000 Tones of paper (89% Utilisation).

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