

WEALTH WEEKLY

Weekly Alerts You Can Use!

Weekly View: Nifty, Bank Nifty:

Indices	CMP	Support	Resistance	50 DMA	200 DMA	Range	Preferred Trade
NIFTY	22327	21711	23001	21954	20403	22101-22761	Buy at CMP. Targets at 23001/23501. Aggressive targets at 24001 zone. Stop at 21701.
BANK NIFTY	47125	46421	48636	46354	45396	45244-47301	Buy at CMP. Targets at 48636/49001/49751. Stop at 46421

Medium Term Pick:

Stocks	CMP	Support	Resistance	50 DMA	200 DMA	Bias	Preferred Trade
HINDUSTAN COPPER	278	171	389	270	189	Positive	Hindustan Copper Limited (HCL) was established as a Govt. of India Enterprise to take over all plants, projects, schemes and studies pertaining to the exploration and exploitation of copper deposits from National Mineral Development Corporation Ltd. HCL is the only company in India engaged in mining of copper ore and owns all the operating mining lease of Copper ore and also the only integrated producer of refined copper (vertically integrated company). Greater demand for Copper is quite likely in domestic market on backdrop of the Government's increased focus on infrastructure, construction and manufacturing sectors and renewal energy. Look to accumulate at CMP, and on dips between 200-215 zone, targeting 307/389 and then aggressive targets at 450 with stop below 171. Holding Period: 12-15 months.

BUY HINDCOPPER at CMP 278. Target 389

CMP	278
Target Price	389
52 Week H/L	306.85/96.90
P/E	88.67
EPS (TTM)	3.14
Promoter Holding/DIIs/FIIs	66.14/6.2/15.8
Book Value	23.28
Market Cap (INR)	26,888.10 crores

Hindustan Copper Limited (HCL), a Miniratna Category-I, Government of India (GoI) Enterprise under the administrative control of the Ministry of Mines, was incorporated on 9th November 1967 under the Companies Act., 1956. It was established as a Govt. of India Enterprise to take over all plants, projects, schemes and studies pertaining to the exploration and exploitation of copper deposits from National Mineral Development Corporation Ltd.

HCL's mines and plants are spread across five operating Units, one each in the States of Rajasthan, Madhya Pradesh, Jharkhand, Maharashtra and Gujarat as named below:

- Malanjkhand Copper Project (MCP) at Malanjkhand, Madhya Pradesh
- Indian Copper Complex (ICC) at Ghatsila, Jharkhand
- Gujarat Copper Project (GCP) at Jhagadia, Gujarat
- Khetri Copper Complex (KCC) at Khetrinagar, Rajasthan
- Taloja Copper Project (TCP) at Taloja, Maharashtra

The key positive catalysts for Hindustan Copper Limited (HCL):

- HCL is the only company in India engaged in mining of copper ore and owns all the operating mining lease of Copper ore and also the only integrated producer of refined copper (vertically integrated company).
- The Company has the facilities for production & marketing of copper concentrate, copper cathodes, continuous cast copper rod and by-products, such as anode slime (containing gold, silver, etc.), copper sulphate and sulphuric acid. Presently, company is focusing on mining & beneficiation operation and is primarily selling copper concentrate as the main product.
- Greater demand for Copper is quite likely in domestic market on backdrop of the Government's increased focus on infrastructure, construction and manufacturing sectors and renewal energy.
- HCL has reduced debt.
- Company has delivered good profit growth of 29.9% CAGR over last 5 years
- Company has been maintaining a healthy dividend payout of 29.9%
- The Profit Before Tax achieved during the quarter ending December 2023 was Rs 82.18 crore on a turnover of Rs 394.26 crore.
- The turnover was around 6% higher than the immediate preceding quarter. Similarly, the PBT achieved in nine months ending Dec 2023 was Rs 227.14 crore on a Turnover of Rs 1132.14 crore. This is despite the fact that the company paid a land tax arrear of Rs 15 crore and increased Royalty on account of renewal of mining lease for 20 years at its flagship project at Malanjkhand, Madhya Pradesh.
- Taloja Copper Project (TCP) at Taloja, Maharashtra On the production front, the growth momentum has been maintained. During the nine months ended December 2023, mine production in terms of Copper ore and Metal-in-concentrate has increased by around 21% and 5% respectively as compared to the corresponding period of the last year.

The stock has scaled a new 52-week-high at 306.80, which suggests strong bullish indicator and most importantly, is on backdrop of stock price potentially breaking out of previous trading ranges. Several indicators like the Keltner Channel, High Low Band, and MA Channel are showing strong bullish signals, indicating positive breakouts.

The ADX (Average Directional Index) is at 23, indicating an improving robust trend. An ADX value over 25 would typically indicate a stronger trend. Rate of Change and RSI (21) indicators are positive, suggesting upward price momentum.

The big long-term supports are placed at 221/163 area.

Look to accumulate at CMP, and on dips between 200-215 zone, targeting 307/389 and then aggressive targets at 450 with stop below 171. Holding Period: 12-15 months.

Daily Chart of Hindustan Copper :



Mehta Equities

903 Lodha Supremus, Dr. E Moses Road, Worli Naka, Mumbai - 400 018 Board: +91-22-61507100/101 Fax: +91-22-61507102