

WEALTH WEEKLY

Weekly Alerts You Can Use!

Weekly View: Nifty, Bank Nifty:

Indices	CMP	Support	Resistance	50 DMA	200 DMA	Range	Preferred Trade
NIFTY	17466	17001	17791	17944	17368	17075-17701	Sell at CMP. Targets at 17079/16871/16665. Stop at 17791.
BANK NIFTY	39909	38451	41351	41922	39177	38651-40751	Sell at CMP. Targets at 38501/37901/37201. Stop at 41351.

Medium Term Pick:

Stocks	CMP	Support	Resistance	50 DMA	200 DMA	Bias	Preferred Trade
VEDL	294	275	327	314	287	Negative	Incorporated in the year 1965, Vedanta Ltd is one of the world's leading diversified resources producing company which include aluminum, Oil & Gas, copper, Iron Ore, zinc-lead-silver, Power and scrap. Vedanta is also one of the largest resources company in India. The recent magnificent uptick in metal prices on LME augurs well for Vedanta. The biggest headwind are fears of recession in Europe which raises concerns. Technically too, some corrective declines on cards. Establishing short positions at CMP should be the preferred trading strategy, targeting 275/259 and then aggressive targets seen at 207 zone. Stop above 327. Holding Period: 1-2 Months.

CMP	294
Target Price	259
52 Week H/L	440.75/206
P/E	7.55
EPS	38.99
P/BV	1.32
Book Value	222.49
Market Cap (in ₹ crores)	109452

Daily Chart of VEDANTA :



Incorporated in the year 1965, **Vedanta Ltd** is one of the world's leading diversified resources producing company which include aluminum, Oil & Gas, copper, Iron Ore, zinc-lead-silver, Power and scrap. Vedanta is also one of the largest resources company in India. The firm's has business operations in India, South Africa, Namibia, and Australia.

Aluminum:

- Largest aluminum capacity in India with captive power and an alumina refinery.
- 9th largest Aluminium producer globally in terms of smelting production.

Zinc & Silver:

- One of the Largest integrated zinc- lead smelter.
- 6th largest silver producer globally.
- Rampura Agucha – largest* underground mine globally.
- Gamsberg - one of the largest zinc deposits in the world.

Oil & Gas:

- India's largest private sector crude oil producer.
- Strong exploration fundamentals supports reserves and resources growth (OALP 51 blocks having >5.5 mboe with 65,000 sq km average).
- One of the lowest cost producers in the world.

Iron & Steel:

- India's largest private sector exporter of iron ore since 2003, according to the Federation of Indian Mineral Industries.
- ESL Steel is engaged in the manufacturing of steel with a total current capacity of 1.5 Mt per year and the potential to increase to 3 Mt per year.

The key negative catalyst catalyst for the stock price and the biggest headwind are fears of recession in Europe which raises concerns of global growth. Also, the Indian government has opposed Hindustan Zinc Ltd's \$2.98 billion acquisition of assets from the flagship firm of Vedanta Resources, dealing a blow to Vedanta's plans to trim down the mining giant's \$7.7 billion net debt.

Technically too, some corrective declines on cards

Technically, brace yourselves for a major down play on the daily charts from a classic 'Bearish Engulfing pattern on the monthly charts' and breakdown on the weekly charts are witnessed. An impulse down-trend is seen forming on the daily time scale, with negative SAR series, major confirmation above its December 22nd 2022 lows at 281 mark.

Add to that a negative divergence and a weakening stochastic signal (on weekly charts) with recent increase in volumes signaling a larger breakdown. The 200 days Exponential Moving Average (EMA) of the stock on the daily chart is currently at 303-305 zone which should act as major resistance zone.

A potential entrance exists at CMP, targeting 275/259 and then aggressive targets seen at 207 zone. Stop above 327. Holding Period: 1-2 Months.

Mehta Equities

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