

WEALTH WEEKLY

Weekly Alerts You Can Use!

Weekly View: Nifty, Bank Nifty:

Indices	CMP	Support	Resistance	50 DMA	200 DMA	Range	Preferred Trade
NIFTY	17828	17551	18351	17508	17558	17621-18188	Buy at CMP. Targets at 18188/18351/18888. Stop at 17551.
BANK NIFTY	42133	40990	43651	40616	40089	41201-43351	Buy at CMP. Targets at 43101/44120. Stop at 40990.

Medium Term Pick:

Stocks	CMP	Support	Resistance	50 DMA	200 DMA	Bias	Preferred Trade
TATASTEEL	107.50	85	123	109	106	Positive	TATA STEEL is a steel manufacturing company based in Jamshedpur, Jharkhand and headquartered in Mumbai, India and now amongst the top global steel companies with an annual crude steel capacity of 34 million tons per annum. Tata steel primarily caters to customers in automotive, construction, engineering, energy and power sectors. The firm commands a market cap of Rs. 147107 crores. The firm benefits from an improvement in global steel demand, higher steel prices, diversified product mix and new product launches that should drive healthy topline growth in future. Re-opening of China should also act as positive trigger. Buy at CMP, and on dips between 93-95 zone, targeting 123 and then at its all-time-high at 153.45 mark. Stop at 85. Holding period 3-5 Months.

CMP	107.50
Target Price	123
52 Week H/L	138.67/82.70
P/E	7.82
EPS	13.75
P/BV	0.11
Book Value	958.50
Market Cap (in crores)	131,438

Daily Chart of TATASTEEL:



TATASTEEL (CMP 107.50):

Incorporated in the year 1907, **Tata Steel** is a steel manufacturing company based in Jamshedpur, Jharkhand and headquartered in Mumbai, India and now amongst the top global steel companies with an annual crude steel capacity of 34 million tons per annum.

It is one of the world's most geographically diversified steel producers and one of the few steel operations that are fully integrated – from mining to the manufacturing and marketing of finished products with operations spanning over 26 countries with key operations in India, Netherlands and United Kingdom with operations and commercial presence across the world. Amongst its key products are: Hot-rolled (HR), cold-rolled (CR), coated coils and sheets, coated steel coils and sheets, precision tubes, tire bead wires, spring wires, bearings, galvanized iron (GI), wires, agricultural and garden tools, and conveyance tubes. It is often considered one of the best metal sector shares to invest.

Tata steel primarily caters to customers in automotive, construction, engineering, energy and power sectors. The firm commands a market cap of Rs. 147107 crores.

The firm benefits from an improvement in global steel demand, higher steel prices, diversified product mix and new product launches that should drive healthy topline growth in future. Re-opening of China should also act as positive trigger.

Technically, brace yourselves for a breakout play on the daily and weekly time frames with recent sequence of higher high/low is intact on all time-frames. An impulse uptrend is seen forming on the weekly time scale too, with positive SAR series.

Add to that a bullish divergence and a rising stochastic signal (on daily charts) with recent increase in volumes signaling a larger rebound. The 200 days Exponential Moving Average (EMA) of the stock on the daily chart is currently at 107.50 zone. The level of 108-110 zone will act as a strong resistance zone on closing basis and any move above these levels offer opportunities to initiate long positions.

Buy at CMP, and on dips between 93-95 zone, targeting 123 and then at its all-time-high at 153.45 mark. Stop at 85. Holding period 3-5 Months.

Mehta Equities

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