

WEALTH WEEKLY

Weekly Alerts You Can Use!

Weekly View: Nifty, Bank Nifty:

Indices	CMP	Support	Resistance	50 DMA	200 DMA	Range	Preferred Trade
NIFTY	24011	23721	24501	22802	21440	23751-24321	Buy between 23865-23881 zone. Aggressive targets at 24751-25000 zone. Stop at 23591.
BANK NIFTY	52342	50881	53751	49223	46732	51222-53222	Buy at CMP. Targets at 53201/53751. Aggressive targets at 54000 zone. Stop at 50651

Medium Term Pick:

Stocks	CMP	Support	Resistance	50 DMA	200 DMA	Bias	Preferred Trade
COAL INDIA	473	409	495	470	397	Positive	Incorporated in 1975, COAL INDIA Limited (CIL) is the largest coal producer in the world and accounts for ~80% of the domestic coal production and 75% of total coal based generation. CIL contributes to 55% of total power generation and meets 40 % of the primary commercial energy requirements of the country. The key positive catalyst in favor of CIL is its robust business profile with stable and healthy operating margins. Also, higher international coal prices shall lead to higher e-auction coal prices. CIL, the Maharatna firm posted 25.8% growth in profit after tax (PAT) on a consolidated basis to Rs 8,640 crore in the fourth quarter of FY24. The company's PAT for the entire 2023-24 touched Rs 37,369 crore, logging a 17.8% year-on-year growth. Simply buy at CMP, and on dips between 440-450 zone, targeting 495 mark and then at 527-550 zone. Stop below 409. Holding Period: 6-9 Months

BUY COALINDIA at CMP 473. Target 525

CMP	473
Target Price	525
52 Week H/L	527.2/226.10
P/E	18.49
EPS (TTM)	25.58
Promoter Holding/DIIs/FIIs	63.1/31.7/8.4
Book Value	28.11
Market Cap (INR)	2,91,558.68 crores

Incorporated in 1975, **COAL INDIA Limited (CIL)** is the largest coal producer in the world and accounts for ~80% of the domestic coal production and 75% of total coal based generation.

CIL contributes to 55% of total power generation and meets 40 % of the primary commercial energy requirements of the country. Plays a key role in "Make in India" and making India incorporate globally competitive. During 2023-24, the state-owned mining behemoth contributed Rs 60,140 crore to the government exchequer, both central and states where it operates.

CIL was conferred the Maharatna status by the government of India (GOI) on Apr'11, which gave the company operational and financial autonomy. CIL has strategic importance in meeting India's energy requirement as ~51% (as of May'22) of the country's power generation capacity is derived from coal-based thermal power plants.

CIL is committed to playing a major role in achieving the Nation's energy security. Based on the demand projection in 'Vision 2024' for the coal sector in the country and subsequent demand projection on CIL, a roadmap has been prepared wherein CIL has envisioned 1 Billion Tonne (Bt) production in the year 2024-25 to meet the coal demand of the country.

CIL produced 241.75 million tonnes (MT) of coal in the fourth quarter of 2023-24, registering a growth of 7.8% over 224.16 MT produced during the same quarter in the previous fiscal.

The company's coal supplies increased to 201.6 MT in the fourth quarter of FY24, up 8% compared to 186.9 MTs of corresponding quarter in FY23. This gave the heft to the company's profitability.

CIL's consolidated income in the January-March period however declined to Rs 39,654.50 crore from Rs 40,371.51 crore a year ago.

Coal India missed analyst expectations regarding its topline but surpassed expectations in terms of its bottom line in the January-March quarter.

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Technically, brace yourselves for an impulse uptrend seen forming on the daily time scale, with positive SAR series, with recent sequence of higher high/low intact on the daily, weekly and monthly time frames.

Add to that a bullish divergence and a rising stochastic signal (on weekly 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 403-405 zone. Any corrective declines to 402-405 zone will be an opportunity to initiate aggressive long positions.

Simply buy at CMP, and on dips between 440-450 zone, targeting 495 mark and then at 527-550 zone. Stop below 409. Holding Period: 6-9 Months.

Aggressive 18-year targets seen at psychological 600 mark.

Daily Chart of COALINDIA :



Mehta Equities

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