

WEALTH WEEKLY

Weekly Alerts You Can Use!

Weekly View: Nifty, Bank Nifty:

Indices	CMP	Support	Resistance	50 DMA	200 DMA	Range	Preferred Trade
NIFTY	23203	22901	23597	23953	23967	22922-23555	Buy only above 23400. Targets at 23597/23651. Stop at 22900.
BANK NIFTY	48541	47800	49445	50208	50797	47900-49322	Sell at CMP. Targets at 47800/45880. Stop 49770.

Medium Term Pick:

Stocks	CMP	Support	Resistance	50 DMA	200 DMA	Bias	Preferred Trade
NATIONALUM	206	179	261	226	200	Positive	Incorporated in 1981, National Aluminium Company Limited (NALCO) , a 'Navratna' company is one of the country's largest bauxite, alumina, aluminium and power complex. Currently, the Indian government owns 51.28% of NALCO's equity capital. NALCO reported impressive results in the 2nd quarter ended Sept 30th for FY 2024-25 with a 415.4% year-on-year (YoY) jump in net profit at ₹1,062.2 crore for the second quarter that ended September 30, 2024. Its revenue from operations surged 31.5% to ₹4,001.5 crore against ₹3,043.8 crore in the year-ago period. Technically, the recent sequence of higher high/low is still intact in all time frames with a probable bullish Piercing Pattern on the weekly charts. Establishing long positions at CMP and on any corrective declines between 185-190 zone should be the preferred trading strategy, targeting 233/261 zone and then aggressive targets seen at 289 zone. Stop below 179. Holding Period: 9-12 Months.

BUY NATIONALUM at CMP 206, Target 261

CMP	206
Target Price	261
52 Week H/L	263.10/121.65
P/E	11.9
EPS (TTM)	17.25
Promoter Holding/DIIs/FIIs	51.28/32.1/14.1
Book Value	86.33
Market Cap (INR)	37,696.87 crores

Incorporated in 1981, **National Aluminium Company Limited (NALCO)**, a 'Navratna' company is one of the country's largest bauxite, alumina, aluminium and power complex. Currently, the Indian government owns 51.28% of NALCO's equity capital. The Company has been operating its captive Panchpatmali Bauxite Mines for the pit head Alumina refinery at Damanjodi, in the District of Koraput in Odisha and Aluminium Smelter & Captive Power Plant at Angul.

The Company has a 68.25 lakh TPA Bauxite Mine & 21.00 lakh TPA (normative capacity) Alumina Refinery located at Damanjodi in Koraput district of Odisha, and 4.60 lakh TPA Aluminium Smelter & 1200MW Captive Power Plant located at Angul, Odisha.

The Company has regional sales offices in Delhi, Kolkata, Mumbai, Chennai and 7 operating stockyards at various locations in the Country to facilitate domestic consumers. In addition, NALCO has its own bulk shipment facility for export of products.

As a part of green initiative, NALCO has installed 198 MW Wind Power Plants at various locations in India and 850 kWp roof top Solar Power Plants at its premises to join hands for carbon neutrality. From the days of first commercial operation in 1987, the Company has continuously earned profits for last 37 years. NALCO is one of the leading foreign exchange earning CPSEs of the Country. The Company continues to retain its position of lowest cost producer in Bauxite and Alumina production in the World.

NALCO posted an impressive 415% growth in net profit for the quarter ended September 2024 at Rs. 1062 crore, compared to Rs. 206 crore achieved during corresponding period of last year. The total income of the company during the quarter from operations stood at Rs.4001 crore, registering 32 percent growth over Q2 of FY 23-24, which was Rs. 3044 crore.

Driven by its corporate plan, the Company is having well carved plans for expansion programs. Presently, the Company is working in major projects like:

1. 5th stream Alumina Refinery, which will enhance the Refinery capacity from 2.1 million tonne to 3.1 million tonne.
2. To support the Alumina Refinery and raw material security, the Company is developing Pottangi bauxite Mines and for which mining leases deed already signed; the mines is expected to be opened shortly. Utkal D & E Coal Mines: Mining activities already started. It is adding to the bottom line by reduction in coal procurement cost. For Utkal-E, all clearances are in advance stage.
3. As part of backward integration, the Company has established a caustic soda plant in JV with Gujarat Alkalies & Chemicals Limited (GACL) in Gujarat. Production already started since 2022.

Technically, the sequence of higher high/low is still intact in all time frames with bullish a probable bullish Piercing pattern rebound on the weekly charts. The momentum oscillators are clearly seen on the buy side signalling further sharp up move — Immediate upside targets are at psychological 250 mark.

The 200-DMA of the stock is around 200 levels and will act as major support.

Establishing long positions at CMP and on any corrective declines between 185-190 zone should be the preferred trading strategy, targeting 233/251 zone and then aggressive targets seen at 289 zone. Stop below 179. Holding Period: 9-12 Months.

Daily Chart of NATIONALUM :

