

WEALTH WEEKLY

Weekly Alerts You Can Use!

Weekly View: Nifty, Bank Nifty:

Indices	CMP	Support	Resistance	50 DMA	200 DMA	Range	Preferred Trade
NIFTY	22125	21725	22575	23291	24073	21799-22475	Sell at CMP. Targets at 21755/21399. Stop at 22575.
BANK NIFTY	48345	47500	50377	49581	50952	47500-49851	Sell at CMP. Targets at 47500/46400/45880. Stop 50500.

Medium Term Pick:

Stocks	CMP	Support	Resistance	50 DMA	200 DMA	Bias	Preferred Trade
INDUS TOWER	323	293	367	344	370	Negative	INDUS TOWER's technical landscape looks ugly. The momentum oscillators are again signaling weakness as the stock is slipping below a higher consolidation zone on the monthly charts. Amidst deteriorating technical conditions, likely to stage massive corrective declines in near/medium term. Establishing short positions at CMP and on strength between 347-353 zone should be the preferred trading strategy, targeting 307/293 and then aggressive targets seen at 259-275 zone. Stop above 367. Holding Period: 1-2 Months.

SELL INDUSTOWER at CMP 323, Target 293

CMP	323
Target Price	293
52 Week H/L	460.7/231.35
P/E	8.53
EPS (TTM)	37.90
Promoter Holding/DIIs/FIIs	50/43.9/13.3
Book Value	122.88
Market Cap (INR)	85,232.23 crores

Incorporated in 2006, **Indus Towers Limited** is formed by the merger of Bharti Infratel Limited and Indus Towers. This combined strength makes Indus one of the largest telecom tower companies in the world, enabling communication for millions of people daily for the growing network connectivity needs of India.

Indus Towers Limited has over 234,643 towers and 386,819 co-locations (31st Dec 2024) and a nationwide presence covering all 22 telecom circles. Indus Towers caters to all wireless telecommunication service providers in India.

Indus' leading customers are Bharti Airtel (together with Bharti Hexacom), Vodafone Idea Limited and Reliance Jio Infocomm Limited, which are the leading wireless telecommunications service providers in India by revenue.

Indus Towers Q3FY25 saw its revenue from operations rise by 4.8%, reaching Rs 7,547 crore, up from Rs 7,199 crore in the corresponding quarter of the previous fiscal year while the firm reported a consolidated net profit of Rs 4,003 crore for the quarter that ended December 2024, marking a 159.9% increase from Rs 1,541 crore in the same quarter of the previous financial year on the back of significant collections of overdue from Vodafone Idea and robust tower additions.

The PE ratio of Indus Tower stands at 8.53, while the PB ratio is 3.37. Promoter holding have gone down from 53.01 (30 Sep 2024) to 50.0 (31 Dec 2024). Domestic Institutional Investors holding has gone up from 16.91 (30 Sep 2024) to 17.75 (31 Dec 2024) while Foreign Institutional Investors holding has gone up from 24.19 (30 Sep 2024) to 26.15 (31 Dec 2024).

Technically, the landscape appears ugly for Indus Towers on all-time-frames. The negative takeaway is that technical landscape still suggests overbought technical conditions.

Indus Tower has been an underperformer giving a 3-year return of 50.33% as compared to Nifty Midcap 100 which gave a return of 73%. The momentum oscillators are again signaling weakness after the stock's fall towards 13th January 2025 low at 315.55 - probable intermediate top on cards on the daily charts, confirmation of weakness below 315.55.

Technically speaking, the biggest negative catalyst is prevailing deteriorating technical conditions as the recent down trend in the stock price could trigger some more corrective declines and also on backdrop ugly looking charts, there is limited room for upside. The 200-DMA of the stock is around 369 levels. Also, the recent sequence of lower high low is intact on the daily time frames

Momentum oscillators signaling major weakness on backdrop of price approaching the lower end of the probable 'bearish Flag Pattern' formation on the weekly charts. Negative reverse divergences also appear on the daily and weekly time-frames. Amidst deteriorating technical conditions, the stock is likely to stage massive corrective declines in near/medium term.

Establishing short positions at CMP and on strength between 347-353 zone should be the preferred trading strategy, targeting 307/293 and then aggressive targets seen at 259-275 zone. Stop above 367. Holding Period: 1-2 Months.

Daily Chart of INDUSTOWER :

