

WEALTH WEEKLY

Weekly Alerts You Can Use!

Weekly View: Nifty, Bank Nifty:

Indices	CMP	Support	Resistance	50 DMA	200 DMA	Range	Preferred Trade
NIFTY	24894	24497	25337	24840	24164	24627-25201	Buy at CMP. Targets at 25337/25670. Aggressive targets at 26277. Stop at 24489.
BANK NIFTY	55589	53900	57000	55170	53225	54499-56800	Buy at CMP. Targets at 57000/58400. Aggressive targets at 59251. Stop at 53800.

Medium Term Pick:

Stocks	CMP	Support	Resistance	50 DMA	200 DMA	Bias	Preferred Trade
BEL	415	353	481	388	339	Positive	Incorporated in 1954, Bharat Electronics Ltd (BEL) is a Navratna defence electronics PSU engaged in design, development, and manufacture of electronic products for the defence sector in India (radars, communications, electronic warfare, etc.). The firm benefits immensely from strong government support, priority in defence procurement, import substitution, and "Make in India" thrust. BEL's order book is a crucial metric given long project cycles in defence. As of 1 July 2025, the order book stood at ₹ 74,859 crore. The strong order book gives reasonable visibility into future revenue flows. Rising defense spending, ease of foreign collaborations, export push, and indigenisation are positive catalysts. The topline growth is modest (~4-5 %), and the margin expansion is noteworthy—rising from ~22-23 % to ~28 % EBITDA margin. Technically, the stock is signalling a massive breakout on the upside. Look to buy at CMP, and on dips between 375-380 zone, targeting 426, and then aggressive targets at 475-481 zone. Stop below 353. Holding Period 9-12 Months.

BUY BEL CMP 415, Target 481

CMP	415
Target Price	481/525
52 Week H/L	435.95/240.15
P/E	55.02
EPS (TTM)	7.50
Promoter Holding/DIIs/FIIs (%)	51.14/20.6/18.6
Book Value	28.27
Market Cap (INR)	301601.47 crores

Theme:

Incorporated in 1954, **Bharat Electronics Ltd (BEL)** is a Navratna defence electronics PSU engaged in design, development, and manufacture of electronic products for the defence sector in India (radars, communications, electronic warfare, etc.).

It is a multi-product, multi-technology, and multi-unit conglomerate providing state-of-the-art electronic products and systems for the Army, Navy, and Air Force, as well as for non-defence sectors like homeland security, smart cities, and railways.

The firm benefits immensely from strong government support, priority in defence procurement, import substitution, and "Make in India" thrust. Rising defense spending, ease of foreign collaborations, export push, and indigenisation are positive catalysts. BEL's order book is a crucial metric given long project cycles in defence.

BEL Q1 FY26 financial highlights

Net profit: Consolidated net profit increased by 22.6% year-on-year to ₹969.05 crore, while standalone net profit grew 25% to ₹969.13 crore. This beat analyst expectations.

Revenue: Standalone revenue from operations grew 5.19% to ₹4,416.83 crore, and consolidated revenue rose 4.6% to ₹4,439.74 crore. Revenue was, however, below analyst estimates.

EBITDA: Consolidated Earnings Before Interest, Taxes, Depreciation, and Amortization (EBITDA) rose 31% to ₹1,238.27 crore, and the EBITDA margin expanded to 27.9%.

Order book: As of July 1, 2025, BEL's order book stood at ₹74,859 crore, providing strong visibility for future revenue growth.

Quarterly comparisons: Although year-on-year results were strong, the quarterly figures showed a decline from the previous quarter (Q4 Fy25), which is typical due to the seasonality of defence procurement cycles.

Growth drivers and future outlook

Large-scale orders: The company is set to benefit from large orders, including for BrahMos missiles and the Quick Reaction Surface to Air Missile (QRSAM) program.

Strategic initiatives: BEL is well-positioned to capitalize on India's push for defence modernization and self-reliance, with a continued focus on indigenization and technology.

Emerging technologies: The company is investing in new technologies like AI/ML, quantum computing, and drones to maintain its competitive edge.

Technical Outlook: The stock at the moment is witnessing massive bullish consolidation and aiming to breakout on the long-term charts and that's on backdrop of one way up move since February 2025 low at Rs 240.

Major supports are now placed at 380-385 zone. The 200 DMA is placed at 339 levels. The recent sequence of higher high/low is intact on the daily and weekly charts time frames. A move above 436 is likely to lift the stock to new uncharted territories.

Preferred Strategy: Look to buy at CMP, and on dips between 375-380 zone, targeting 426, and then aggressive targets at 475-481 zone. Stop below 353. Holding Period 9-12 Months.

Daily Chart of BEL :



Mehta Equities

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