

TECHNO-FUNDA



TECHNICAL



FUNDAMENTAL



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Sr.no	Co_Name	Sector	TTM EPS	TTM P/E Ratio	Price*	52 Week High	52 Week Low	Market Cap*	Buying Price Range	Target	Stop Loss
1	ICICI Bank	Banks	6.59	63.68	419.90	437.90	256.50	270,893	415-418	444	400
2	Marico	FMCG	8.79	41.39	363.95	397.00	286.25	46,981	359-362	384	348
3	LIC Hsg Fin	Finance	48.23	11.21	540.50	583.20	387.60	27,276	530-533	575	510
4	Bharat Elect.	Consumer Dur.	7.74	13.90	107.65	124.20	72.55	26,230	105-107	118	99
5	Federal Bank	Banks	6.63	15.72	104.20	109.60	67.05	20,692	98-100	112	95
6	K E C International	Capital Goods	19.28	16.32	314.65	361.60	229.95	8,089	308-312	337	295
7	Kalpataru Power	Capital Goods	30.42	16.64	506.05	546.00	268.50	7,766	498-502	545	480
8	Inox Leisure	Entertainment	13.30	24.44	325.15	382.60	189.65	3,344	320-323	355	305

*As on 19th June 2019

Profile

ICICI Bank is engaged in providing a range of banking and financial services, including commercial banking, retail banking, project and corporate finance, working capital finance, insurance, venture capital and private equity, investment banking, broking and treasury products and services. The Bank's business segments are Retail banking, Wholesale banking, Treasury, Other banking, Life insurance, General insurance and Others. It has a network of approximately 18,210 branches and automated teller machines (ATMs). The Bank has approximately 110 Touch Banking branches across over 30 cities.

Technical View



Stock is continuously trading in higher highs and higher lows on weekly charts and forming a bullish “Rising Wedge” pattern and has given the breakout of same, continuously trading higher. It is also forming a Pennant pattern on daily charts which also gives positive outlook for near term. Therefore, one can buy in the range of 415-418 levels for the upside target of 444 levels with SL below 400.

Fundamental View

ICICI Bank's Net interest income (NII) increased by 27% YoY to Rs. 7,620 crore in Q4FY19 from Rs.6,022 crore. Net NPA ratio decreased to 2.06% of advances as at end Q4 FY19, from 2.58% YoY. Domestic loan growth came in at 17% YoY driven by retail. Retail loans grew by 22% YoY and constituted 60% of the loan portfolio at end Q4 FY19. Total deposits and CASA (current and saving accounts) deposits witnessed an increase of 16% and 12%, respectively. CASA ratio stood at 49.6%. The focus remains on reducing the costs, improving asset quality and risk management capabilities.

Profile

Marico Limited is a consumer products company operating in the beauty and wellness space. The Company's principal products include edible oils and value added hair oils. It offers various brands in the categories of hair care, skin care, health foods, male grooming and fabric care. In India, the Company manufactures and markets products under various brands, such as Parachute, Parachute Advanced, Nihar, Nihar Naturals, Saffola, Hair & Care, Revive, Mediker, Livon, Set-wet and Code 10. Its international portfolio includes brands, such as Fiancee, Hair Code, Caivil, Hercules, Black Chic, Ingwe, X-men and Thuan Phat.

Technical View



Short term, medium term and long term bias are positive for the stock as it is consolidating in lower highs and higher lows sort of “continuation Triangle” on weekly charts, which is bullish in nature. Apart from this, it is comfortably trading above its 200WEMA which also gives positive outlook for coming days. Therefore one can buy in the range of 359-362 levels for the upside target of 384 levels with SL below 348.

Fundamental View

Management has guided for aggressive investment for innovations and a visibly strong pipeline for the next 2-3 years. Consolidated revenue for Q4 FY19 grew 8.7% YoY to Rs 1609 Cr. EBITDA for Q4 FY19 came at Rs 283 Cr a growth of 12.3% YoY. EBITDA margin increased 56 bps YoY to 17.6% for the quarter against 17% in Q4 FY18. Adjusted PAT (adjusted for one time tax write back of Rs 188 Cr) for the quarter stood at Rs 213 Cr, a growth of 18% YoY. Over the last three years, the company has systematically invested in the core international markets to strengthen both the brands and the organizational capability to handle growth. The company is confident that each of these markets is well-poised to capitalize on the market opportunities.

Profile

LIC Housing Finance Limited provides loans for purchase, construction, repairs and renovation of houses/flats to individuals, corporate bodies, builders and co-operative housing societies. It operates through its subsidiaries, which include LICHFL Care Homes Limited, which is engaged in the business of setting up, running and maintaining assisted living community center/care homes for senior citizens; LICHFL Financial Services Limited, which is engaged in the business of marketing financial products and services; LICHFL Asset Management Company Limited, which is engaged in business of managing, advising, administering mutual funds, unit trusts, investment trusts and to act as financial and investment advisors, and LICHFL Trustee Company Private Limited, which acts as a trustee to venture capital trusts and funds.

Technical View



Stock is forming an “Inverted Head and Shoulder” pattern on weekly charts which is bullish in nature. Apart from this, it is also forming a “Bull Flag” pattern on daily charts and likely to give the breakout of same, overall momentum for the stock is positive so one can buy in the range of 530-533 levels for the upside target of 575 levels with SL below 510.

Fundamental View

LIC Housing Finance Ltd reported a 17% YoY increase in net profit at Rs. 694 crore in Q4 FY19. Net interest income was up 21% at Rs. 1,201 crore. Total disbursements recorded a growth of 7% from Rs. 17,402 crore to Rs. 18,649 crore. Total outstanding portfolio stood at Rs. 1,94,646 crore, a growth of 16% YoY. The individual loan portfolio stood at Rs. 1,81,569 crore, up 14% YoY. Net Interest Margin for Q4 FY19 improved to 2.54% as against 2.44% YoY. The Company has witnessed growth coming in from different sectors across the country and the management seems confident of further improvement on all operational areas in FY20

Profile

Bharat Electronics Limited is engaged in design, manufacture and supply of electronics products/systems for the defense requirements, as well as for nondefense markets. The Company's principal products/services include weapon systems, radar and fire control systems, and communication. Its defense products include defense communication; radars; naval systems; command, control, communications, computers, and intelligence systems; weapon systems; telecom and broadcast systems; electronic warfare; electro optics, and solar photovoltaic systems. Its nondefense products include turnkey system solutions; civilian radars; e-governance systems, and homeland security.

Technical View



As we can see on charts that stock is forming an “Inverted Head and Shoulder” pattern on weekly charts and has given the breakout of same with huge volume. Apart from this, it is forming a bull Pennant pattern on daily charts which is considered to be bullish. Overall momentum of the stock is looking positive so one can buy in the range of 105-107 levels for the upside target of 118 levels with SL below 99.

Fundamental View

BEL is well positioned to benefit from the rising defense expenditure, supported by strong manufacturing base and execution track record, relationship with defense and government agencies, strategic collaboration with foreign technology partners for new product development, in-house R&D capabilities and increased focus on exports to friendly countries. Q4 FY19 revenue was up 7.7% YoY at Rs 3884.64 Crores. EBITDA margin expanded 185 bps YoY to 23.9% led by 485 bps YoY expansion in gross margin. Other income was up 362% YoY at Rs Rs. 128.79 Crores. Net profit grew by 9% to Rs 642.26 Crores. EVM/VVPAT, IACCS, WLR, Tropo upgrade, Land based EW, Schilka upgrade were the key orders executed in FY19. The management has guided for revenue growth at 13-15% for FY20 and at a similar level for FY21.

Profile

Federal Bank operates through four segments: Treasury, Corporate or Wholesale Banking, Retail Banking and other banking operations. The Treasury operations include trading and investments in government and corporate debt instruments, equity and mutual funds, derivative trading and foreign exchange operations on account and for customers. The Corporate/Wholesale Banking segment provides loans and other banking services to corporate and other clients. The Retail banking segment provides lending and other banking services to individuals/small business customers, other than corporate/wholesale banking customers. It operates over 1,250 branches and over 1,520 automatic teller machines (ATMs).

Technical View



After giving the breakout of 200WEMA, Stock is trading in higher highs and higher lows on weekly charts which is bullish in nature. From past few weeks, it is consolidating in narrow range with positive, that should be consider as buying opportunity for near term. Therefore, one can buy in the range of 98-100 levels for the upside target of 112 levels with SL below 95.

Fundamental View

The bank of the business grew strongly and management of the bank has focused in wholesale banking which would continue to give strong, balanced credit growth and improvement in asset quality. The bank has empanelled in 15 states and catering 200 government entities. New partnerships in General Insurance with Tata AIG and HDFC Ergo shall augment fee income and Cross Selling products like Credit Card, Insurance and to extend exclusive support to Ultra HNI and NR Customers would help to increase other income. In Q4 FY19 the total business of the Bank grew by 20.28% YoY from Rs. 2,05,165.09 Cr to Rs. 2,46,783.61 Cr. Deposits recorded a growth of 20.50% to reach Rs. 1,34,954.34 Cr. Overall Business growth remained healthy. While the bank has an absolute share of 1.1% in system's advances and deposits, its share of the incremental market is higher, implying market share gain.

Profile

KEC International Limited is engaged in the construction of utility projects. Its geographical segments include India and Outside India. Its Power Transmission and Distribution business includes providing end-to-end solutions in power transmission and distribution. Its Cables service offerings include extra-high voltage (EHV) cabling solutions provided through Cable Selection and Cabling System, and manufacturing of a range of power (high tension and EHV cables), control, telecommunication and instrumentation cables. It offers services in all the functional segments of railways infrastructure, including construction of civil infrastructure, including bridges, tunnels, platforms, station buildings, along with workshop modernization.

Technical View



Stock was formed an “Inverted Head and Shoulder” pattern on weekly charts and has given the breakout of same, continuously trading higher. Apart from this, stock is trading above its 200WEMA on weekly charts, also gives positive outlook for coming days. Therefore, one can buy in the range of 308-312 levels for the upside target of 337 levels with SL below 295.

Fundamental View

KEC’s foray into railways and civil construction, along with greater focus on international markets for power T&D, may help deal with challenges of a slowdown in the domestic power segment. KEC has also been getting orders from overseas. The SAARC region has emerged as the new growth engine. It’s total order book today is around Rs 20,300 crore. The company is looking at the growth of around 15% for T&D and overall would be between 15-20% in FY20. The company reported 7.7% increase in PAT to Rs 496 crore during 2018-19 from Rs 460 crore YoY. While revenue jumped by 9 per cent to Rs 11,000 crore from Rs 10,091 crore and EBITDA moved up over 14% to Rs 1,150 crore from Rs 1,006 crore. The EBITDA margin increased from 10 to 10.5%.

Profile

Kalpataru Power Transmission Limited is an engineering, procurement and construction (EPC) contracting company. The Company manufactures metal frameworks or skeletons for construction and parts, such as towers, masts, trusses and bridges. Its segments include Transmission & Distribution, Infrastructure EPC and Others. Its transmission and distribution business consists of transmission domestic, transmission international and power distribution. Its Infrastructure EPC segment includes cross country oil and gas pipeline laying, and railway EPC business of the Company. Its other segment is engaged in the generation and sale of power produced from over two biomass-based power generation plants in Rajasthan.

Technical View



Short term, Medium term and long term bias are positive for the stock as it is trading in rising channel on weekly charts. From past few days, it was consolidating in narrow range with positive bias and has given the breakout of same on daily charts so follow up buying can continue for coming days. Therefore, one can buy in the range of 498-502 levels for the upside target of 545 levels with SL below 480.

Fundamental View

Strong traction is expected to continue from SEB (state electricity boards)'s, private players along with Power Grid (PGCIL) in domestic T&D segment. It has participated in tenders worth Rs. 8,000- 9,000 crore till date in T&D space both global and local. Currently around 15% of total revenues come from the railways and pipeline (R&P) segment. The order book of the company stands at Rs 14068 crore as at Q4 FY19. The company has guided for sales growth of 15-20%, and EBITDA margin of 10.5-11% in FY20. Also, it has identified key areas in automation and digitization in the areas of supply chain and delivery to improve the profitability and profitability.

Profile

INOX Leisure Limited is engaged in operating multiplex cinema theatres. The Company is engaged in the business of film exhibition. The Company operates through theatrical exhibition segment. The Company is engaged in booking, providing a range of movies, reviewing movie schedules and offering a range of cinema food. The Company is engaged in the business of setting up, operating and managing a national chain of multiplexes under the brand name INOX. The Company has a portfolio of approximately 110 multiplexes and over 420 screens in approximately 60 cities.

Technical View



After testing all time high of 380 levels, stock witnessed some profit booking from high and test 320 levels in short span of time. As per the charts, stock is giving a buying opportunity as it is comfortably trading above the breakout levels of Flag pattern. Therefore, one can buy in the range of 320-323 levels for the upside target of 355 levels with SL 305

Fundamental View

The management has indicated that the pace of screen addition would continue in FY2020, expect addition of 80 screens (85 screens added in FY2019) with a capex of Rs. 300-330 crore. Recently, it has partnered with popular American professions basketball league, the National Basketball Association (NBA), to integrate the NBA into select cinemas across Delhi, Hyderabad, Kolkata, Mumbai and Pune. With the consistency in performance and a healthy pipeline signal strong growth, the company is expected to see good growth going forward. It continues to impress with industry leading growth across all parameters. In addition, strong market position reflected in ability to consistently raise ticket prices and strong screen pipeline, will help in increasing average footfalls and consumer spending.

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