



Action:
BUY

CMP:
₹392.85

TGT1/TGT2:
₹443/₹481.60

Stop Loss:
₹347.30

Time frame: 7-8
WEEKS

Profile:

Tata Motors Group is a global automobile manufacturer. Part of the multi-national conglomerate, the Tata group, it offers a wide and diverse portfolio of cars, sports utility vehicles, etc. It has operations in India, the UK, South Korea, South Africa, China, Brazil, Austria and Slovakia through a strong global network of subsidiaries, associate companies and Joint Ventures (JVs), including Jaguar Land Rover in the UK and Tata Daewoo in South Korea.

Management anticipates the domestic industry will grow by around 10% and is targeting industry-beating growth for TMPV, alongside a 70% to 100% increase in exports aided by their re-entry into South Africa. To offset commodity cost headwinds caused by geopolitical tensions, management plans to protect profit margins through structural cost reductions, improved product mix, operating leverage, and measured price increases. Anticipating that FY27 will be defined by supply challenges rather than demand constraints, management's primary priority is to ramp up production capacity and build supply chain resilience to support new launches and clear their healthy order book.

Company 5-year revenue increase from ₹249,795Cr (FY21) to ₹335,582Cr (FY26) at 6.08% CAGR. Company YOY revenue decrease from ₹439,695 Cr (FY25) to ₹335,582 Cr (FY26) at -23.68%. The Company operating margin has been stable at 6% for (FY26). Company Net Profit has increased from ₹28,149Cr (FY25) to ₹82,645Cr (FY26) at 193.6% CAGR.

Key Data	
Nifty 50	23929.05
Sector	Automobile and Auto Components
52 Week H/L(Rs)	459/294
Market Cap (Rs Cr)	144609.00
Face Value (Rs)	2.00
Daily Oscillator Direction	
20 DEMA	+ve
50 DEMA	+ve
100 DEMA	-ve
200 DEMA	+ve



TECHNICAL RATIONALE

- The chart is showing a bullish trendline breakout from a long-term Downward sloping trendline.
- Price has again moved above most of the major moving averages, indicating improving momentum and strengthening trend structure.
- RSI is near the bullish zone around 60, reflecting strong momentum, which can further move upwards in the short term. Volume expansion during the breakout phase adds credibility to the move. On sustaining above ₹350 can keep the momentum intact towards ₹443 and potentially higher levels, while immediate support now shifts to ₹363.
- We recommend to buy at current market price ₹392.85 with short-term targets of ₹ 443-481.60 and keep a stop-loss at ₹347.30.

TECHNICAL GLOSSARY:

- **Symmetrical Triangle Breakout:** A chart pattern where the price consolidates within converging trendlines, forming lower highs and higher lows. A breakout above the upper trendline signals bullish momentum, while a breakdown below the lower trendline indicates bearish movement. Volume expansion during the breakout strengthens confirmation.
- **Channel/trendline Breakout:** A technical event where the price moves above the resistance or below the support line of a price channel/trendline, signaling a potential trend continuation or reversal.
- **Retest:** The price action where the stock revisits a previously broken resistance (now acting as support) to confirm the breakout's validity.
- **MACD (Moving Average Convergence Divergence):** A trend-following momentum indicator that shows the relationship between two moving averages of the stock price. Used to identify bullish or bearish signals.
- **Positive Crossover (MACD):** Occurs when the MACD line crosses above the signal line, often interpreted as a buy signal or bullish momentum.
- **RSI (Relative Strength Index):** A momentum oscillator that measures the magnitude of recent price changes to evaluate whether a stock is overbought (above 70) or oversold (below 30).
- **DEMA (Daily Exponential Moving Average):** A type of moving average that places a higher weight on recent prices, making it more responsive to recent price changes compared to a simple moving average (SMA). It is widely used in technical analysis to identify trends, support/resistance levels, and momentum.
- **A higher high occurs** when the price reaches a new peak above the previous high, indicating strong buying pressure and an ongoing uptrend in the market.
- **A higher low forms** when the price pulls back but remains above the previous low, signaling sustained buying interest and confirming the continuation of an uptrend.
- **The signal line in technical analysis** is a smoothed moving average of an indicator, such as the MACD, used to generate buy or sell signals by identifying crossovers, confirming trends, and enhancing decision-making for traders and investors.



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