

# TECH EDGE



18-04-2024

**CMP : 305**

**Stop Loss : 250**

**Target: 390**

**Up side : 31%**

**Timeframe : 6 Months**



Over the past year, HIKAL has established a robust support level within the range of 250-260, undergoing multiple tests that have demonstrated its resilience in the face of downward pressure. Recently, there has been a significant development as HIKAL broke above a bearish trendline that had constrained its movement for the past 3-4 years, and notably, it has sustained this breakout. This suggests a fundamental shift in market sentiment towards the stock. Furthermore, on the indicator front, the weekly Relative Strength Index (RSI) has surpassed its own multi-year bearish trendline, signaling bullish momentum in the short to medium term. Considering these technical indicators, we have advised traders and investors to initiate long positions in HIKAL within the range of 285 - 310. We have set an upside target of 390, indicating our bullish outlook on the stock's potential for appreciation. To manage risk, we recommend placing a stop-loss order near 250 on a daily closing basis, aiming to protect against adverse movements in the market.

## Stock Data

<b>NSE Code</b>	<b>HIKAL</b>
<b>BSE Code</b>	<b>524735</b>
<b>Sector</b>	<b>PHARMA</b>
<b>Face Value(Rs.)</b>	<b>2.00</b>
<b>Price / BV (x)</b>	<b>3.28</b>
<b>52 week H/L (Rs.)</b>	<b>250.00/329.00</b>
<b>Market Cap (Rs In Cr)</b>	<b>3,847 Cr</b>

## Company Background

- Hikal is a partner to companies in the Pharmaceuticals, Crop Protection, and Specialty Chemicals industry. The company is in the business of supplying research services, active ingredients and intermediates for its customers.
- Hikal's manufacturing facilities have been inspected and approved by leading multinational companies in the Crop protection and Pharmaceutical sectors. The Crop protection facilities are located at Taloja and Mahad {Maharashtra). The Pharmaceutical manufacturing facilities are situated in Jigani (Bengaluru) and Panoli (Gujarat). Hikal's R & D facilities are located in Pune.

# Thank You

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