



MANGAL KESHAV
NURTURING WEALTH, SINCE 1939

TECHNICAL REPORT

KEC INTERNATIONAL LTD.



KEC INTERNATIONAL LIMITED



Mangal Keshav Securities Ltd.
Technical Report

KEC INTERNATIONAL LTD.: POSITIONAL CALL

OBSERVATION:

- The stock of KEC International is currently trading at 332 and its 52-week high/low stand at 354.70/233.30 given on July 25, 2018 and January 29, 2019 respectively.
- The stock of KEC International had formed a Double Bottom at the 52-week low level which is visible on the monthly time frame also. Since then the stock has rallied for almost all months with just one breather in May 2019.
- The 52-week low level also acted as the 61.8% retracement of the whole upward move from 110 in November 2016 to its all-time high at 443 in April 2018.
- Considering the weekly time frame, the stock succeeded in giving a breakout of the 38.2% retracement of the prior downward move from all-time high to 52-week at 312 during May 2019 end.
- The aforesaid level also acted as the Inverse Head & Shoulders neckline level on the weekly chart. Further, the stock consolidated for 4 weeks and has given a consolidation breakout near 325 levels in the recent week. 14-period RSI quoting at 62 suggests potential upside for now.
- Considering the daily time frame, the stock is said to have given a multiple support turned resistance breakout near 313-318 levels. Meanwhile the consolidation post breakout has resulted in a king of a prolonged Flag Pattern with a breakout at 326 levels.

ACTION:

KEC International Ltd. - Buy in the range of **INR 323-327** for a Target of **INR 362** followed by **INR 384** and a Stop Loss of **INR 302**.

CHART:



DISCLAIMER:

This Research Report (hereinafter called 'Report') is prepared and distributed by Mangal Keshav Securities Limited (MKSL) for information purposes only. The recommendations, if any, made herein are expression of views and/or opinions and should not be deemed or construed to be neither advice for the purpose of purchase or sale of any security, derivatives or any other security through MKSL nor any solicitation or offering of any investment /trading opportunity on behalf of the issuer(s) of the respective securities) referred to herein. These information / opinions / views are not meant to serve as a professional investment guide for the readers. No action is solicited based upon the information provided herein. Recipients of this Report should rely on information/data arising out of their own investigations. Readers are advised to seek independent professional advice and arrive at an informed trading/investment decision before executing any trades or making any investments. This Report has been prepared on the basis of publicly available information, internally developed data and other sources believed by MKSL to be reliable. MKSL or its directors, employees, affiliates or representatives do not assume any responsibility for, or warrant the accuracy, completeness, adequacy and reliability of such information / opinions / views. While due care has been taken to ensure that the disclosures and opinions given are fair and reasonable, none of the directors, employees, affiliates or representatives of MKSL shall be liable for any direct, indirect, special, incidental, consequential, punitive or exemplary damages, including lost profits arising in any way whatsoever from the information / opinions / views contained in this Report.

Trading and investment in securities are subject to market risks. There are no assurances or guarantees that the objectives of any of trading / investment in securities will be achieved. The trades/ investments referred to herein may not be suitable to all categories of traders/investors. The names of securities mentioned herein do not in any manner indicate their prospects or returns. The value of securities referred to herein may be adversely affected by the performance or otherwise of the respective issuer companies, changes in the market conditions, micro and macro factors and forces affecting capital markets like interest rate risk, credit risk, liquidity risk and reinvestment risk. Derivative products may also be affected by various risks including but not limited to counter party risk, market risk, valuation risk, liquidity risk and other risks. Besides the price of the underlying asset, volatility, tenor and interest rates may affect the pricing of derivatives.

The possession, circulation and/or distribution of this Report may be restricted or regulated in certain jurisdictions by appropriate laws. No action has been or will be taken by MKSL in any jurisdiction (other than India), where any action for such purpose(s) is required. Accordingly, this Report shall not be possessed, circulated and/or distributed in any such country or jurisdiction unless such action is in compliance with all applicable laws and regulations of such country or jurisdiction. MKSL requires such recipient to inform himself about and to observe any restrictions at his own expense, without any liability to MKSL. Any dispute arising out of this Report shall be subject to the exclusive jurisdiction of the Courts in India.

The Research Analyst(s) who have prepared this Report hereby certify that the views /opinions expressed in this Report are their personal independent views/opinions in respect of the securities and their respective issuers. None of MKSL, Research Analyst(s), or their relatives had any known direct /indirect material conflict of interest including any long/short position(s) in any specific security on which views/opinions have been made in this Report, during its preparation. MKSL the Research Analyst(s), or their relatives have not received any compensation or other benefits from the said issuer company(ies) in last 12 months in any respect whatsoever.