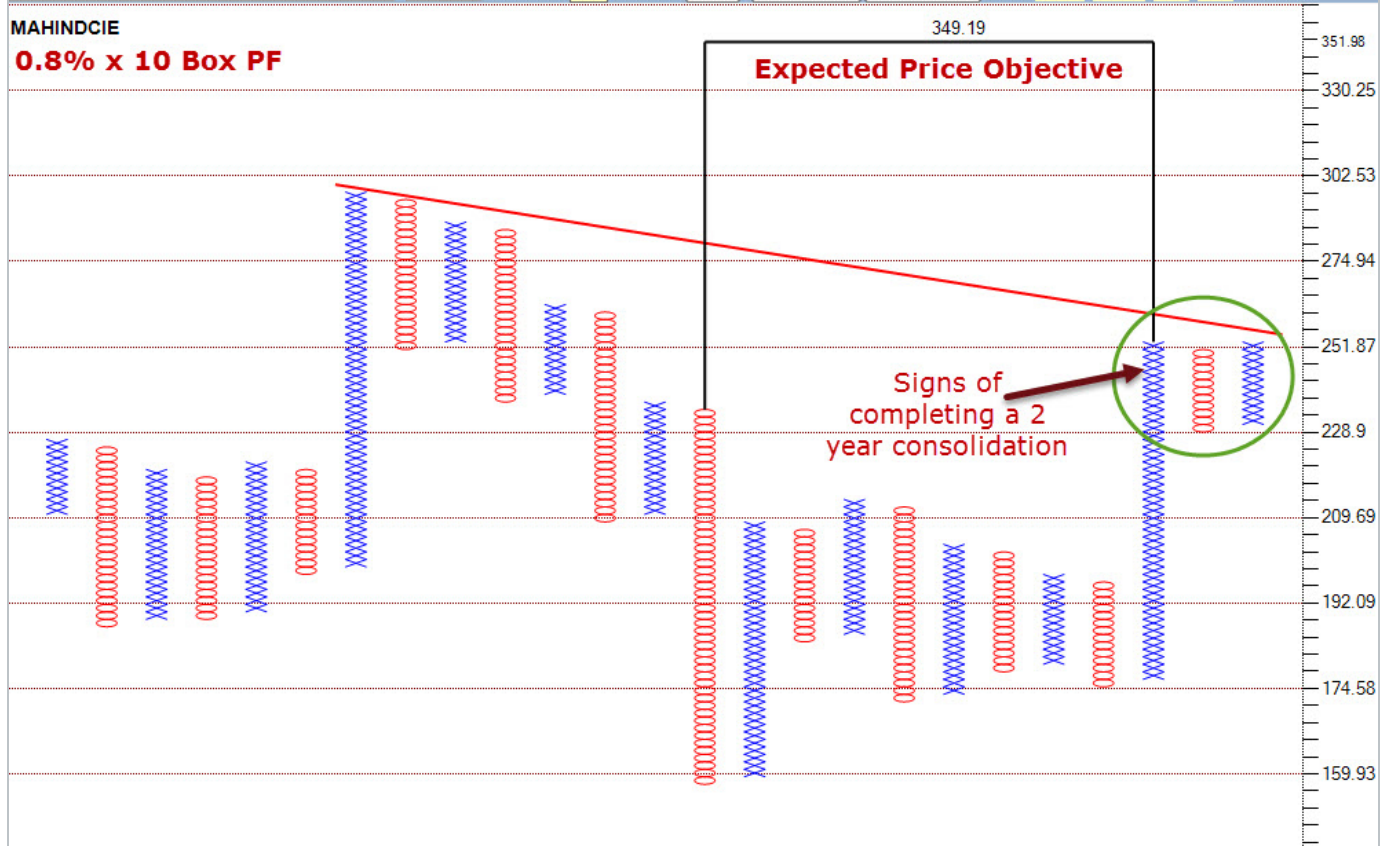


## The Story so far....

MAHINDRA CIE Automotive has delivered good returns in the past 5 years to the investors. The initial rally in MAHINDRA CIE Automotive started in Apr'13 when prices bottomed out around lows of Rs.34.65/- on the weekly bar charts.

The bull market then saw the prices of MAHINDRA CIE Automotive surging to as high as Rs. 313/- in Aug'15 and thereafter entered into a 24 month of sideways congestion between Rs.156-313/-.

*Presently, we believe that the stock is coming out of a 24 month consolidation which started in Aug'15 and finally appears to be ending in Jul'17 and we expect the stock price to appreciate significantly from current levels of Rs.250/-.*



## What is changing?

The consolidation which started in Aug'15 appears to have completed as prices trade pretty close to the 45 degree resistance trend line and that caught our attention and we expect the prices to trade higher.

The **0.8% x 10 Box PF**, indicating nascent signs of breakout after 24 months of sideways congestion as prices refuse to trade below Rs.175/-.

The latest up move has only strengthened the breakout in **MAHINDRA CIE Automotive** and we expect the stock to do well in the next 6 months or so.

## What is in store?

We applied "**horizontal count method**", to ascertain the probable target for the uptrend in the stock and based on that, we expect the stock to trade around Rs.349/- or above in the next 6 months or more.

The stock has delivered approximately 1.21% CAGR since listing on NSE in 2007 but a 35% CAGR in the past 5 years. We expect the stock to continue its uptrend after having traded sideways between Aug'15-Jul'17 before breaking out and it appears to be a good time initiate longs in **MAHINDRA CIE Automotive** at current levels of Rs.250/-

A good way of accumulating the stock would be spread the purchases evenly between Rs.240-256 and keep a stop loss around 216 on a closing basis.

Price	Value	Date	CAGR	Percentage	Years
All time High	384.10	08-Jan-2008	Since Inception -NSE	1.21	9.92
All time Low	34.65	12-Apr-2013	May-12	35.04	5.00
52 Week High	260.80	28-Jul-2017	<b>Details Recommendation</b>		
52 Week Low	170.50	10-Aug-2016	Recommendation	Buy	
Latest Close	250.35	31-Jul-2017	Closing Price	250.35	
Average Closing CY 2017	221.61	31-Jul-2017	Range	240-256	
<b>EMA</b>			Expected Target Price	349.00	
	<b>Value</b>	<b>Date</b>	Expected Return	39.40%	
Short Term	243.63	31-Jul-2017	Stop Loss	216.00	
Medium Term	234.42	31-Jul-2017	Expected Risk	-13.72%	
Long Term	218.54	31-Jul-2017	Minimum Holding Period	6 months	

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## Disclosures Appendix

### Analyst certification

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