

01.11.23

CDSL = 1501



ABOUT THE COMPANY

Central Depository Services Limited is a Market Infrastructure Institution (MII), part of the capital market structure, providing services to all market participants - exchanges, clearing corporations, depository participants (DPs), issuers and investors. It is a facilitator for holding of securities in the dematerialised form and an enabler for securities transactions.

TECHNICAL VIEW

- On the daily chart, we observe the “Cup & Handle” formation
- We also observed a long six-month consolidation
- On The weekly chart, we observe a breakout of the “Trend line”.
- On the daily chart, prices continue trading above its 200 & 50-day SMA.
- Further, the momentum indicator viz RSI also shows strength.
- The stock is showing higher Relative strength i.e. it is outperforming the benchmark indices.
- However, looking at the current price action it is evident that momentum on the upside is likely to continue.
- Hence, one can initiate a long at CMP = 1501 or can add on a decline up to 1450 with a stop loss of 1390 for a target of 1700 –1780 in a couple of weeks.