

Gemini Stock Analysis Report

Based on the detailed analysis of the attached **TCS.NS** report, here is the positional trading assessment.

Step 1: Audit the Data

- **Data Present:**
 - **Price Structure:** Daily and 3-Year price charts (Pages 1, 2, 21).
 - **Trend Indicators:** Moving Averages (EMA 20, 50, 200), Supertrend, Bollinger Bands (Pages 6-11).
 - **Momentum & Oscillators:** RSI, MACD, Relative Strength (RS) Analysis (Pages 4, 12, 16).
 - **Volume Analysis:** Volume trends, Distribution days, and Volatility Squeeze metrics (Pages 14, 18).
 - **Fundamentals:** Revenue, Net Income, ROE (Page 3).
 - **Data Missing:**
 - Sector-specific peer comparison performance charts (though sector classification is listed as IT).
 - Detailed Fibonacci retracement levels for the recent correction.
 - **Confidence Level: High.** The report provides a comprehensive technical and fundamental overview sufficient for a positional trade decision. Note: The report date is generated as **2026-01-31**, so the analysis is performed treating this as the current date.
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Step 2: Analyze the Setup

Price Structure & Trend:

- **Bearish Alignment:** The stock is currently trading at **3123.90**, which is below the EMA 20 (3159), EMA 50 (3141), and the critical EMA 200 (3203). This "death cross" alignment where Price < Short Term < Long Term Averages indicates a prevailing downtrend on the daily timeframe.
- **Supertrend:** The daily Supertrend is in a **DOWNTREND (Sell)** state with a resistance level at 3267.20.
- **Weekly Context:** The multi-timeframe analysis (Page 20) indicates the Weekly trend is still technically an "**Uptrend**," suggesting the current daily weakness may be a deep retracement within a larger structure.

Momentum & Strength:

- **RSI:** At **45.80**, the RSI is in "No Man's Land." It is not oversold enough to trigger a mean-reversion bounce, nor strong enough (>60) to indicate bullish momentum.
- **MACD:** The histogram shows improving momentum (rising towards zero), but the trend remains **Bearish** (Line < Signal). This suggests selling pressure is exhausting, but buying pressure has not yet taken control.
- **Relative Strength:** RS Score is mediocre at **48.4/100**. While the report flags a "Turnaround Detected," the stock is currently lagging the broader index (CNXIT).

Volume & Volatility:

- **Distribution:** 49 signals detected, with recent "Distribution Days" in late Jan 2026. This indicates institutional selling on up-days.
- **Bollinger Bands:** The price is hugging the Lower Band with a low bandwidth (Squeeze). This often precedes a violent move, but direction is currently ambiguous.

Confluence Check: There is **negative confluence** for a long entry at this specific moment. The price is trapped beneath a heavy layer of resistance (the cluster of EMAs between 3140 and 3205).

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Step 3: Formulate the Recommendation

Decision: NO. Do not enter this trade at the current market price (CMP 3123.90).

Reasoning: Entering now is fighting the trend. The stock faces a "wall of resistance" immediately overhead. You would be buying into a daily downtrend with a Sell signal on the Supertrend and weak recent quarterly fundamentals (Net Income -16.48% QoQ).

However, the improving MACD histogram and the proximity to the weekly support suggest a bottom might be forming. Therefore, a **Conditional Buy** plan is recommended to catch the reversal *after* it is confirmed.

Conditional Plan (Wait for Confirmation)

- **Condition to Buy:** The stock must clear the overhead supply zone to prove trend reversal. Wait for a **Daily Close above the EMA 200**.
- **Entry Price:** INR 3,210 - INR 3,220 (This clears the EMA 50 @ 3141, EMA 20 @ 3159, and EMA 200 @ 3203).
- **Stop Loss:** INR 3,040 (Daily Close basis). This is below the recent consolidation support and the lower Bollinger Band.
- **Take Profit:** INR 3,550 (Intermediate swing high and psychological resistance).
- **Risk/Reward Calculation:**
 - Upside: ~10.5%
 - Risk: ~5.3%
 - Ratio: ~1:2 (Acceptable for positional trading).

News & Analyst Targets

As a stock research analyst, I have compiled the latest research on Tata Consultancy Services (TCS) for the week ending January 31, 2026.

1) Latest News for TCS (Week of Jan 25 - Jan 31, 2026)

- **New Brazil Technology Campus:** On January 28, TCS announced a **\$37 million investment** to establish a new technology campus in Londrina, Parana, Brazil. This move is part of its strategy to expand its nearshore delivery capabilities and tap into Latin American talent.
- **Global Retail Outlook Study:** On January 29, TCS released its "Global Retail Outlook 2026" study. Key findings reveal that while AI is a top priority, **85% of retailers** have not yet begun implementing multi-agent AI systems, indicating a significant future growth runway for TCS's AI consulting services.
- **Derivatives & Technical Action:** The stock witnessed a significant surge in Open Interest (OI) (~12.5% increase) on January 30, accompanied by a slight price dip. Analysts interpret this as a mix of fresh short positioning and hedging activity. Technically, the stock recently crossed above its 100-day Exponential Moving Average (EMA), showing resilience despite broader sector volatility.
- **Dividend Status:** Note that TCS is currently trading **ex-dividend** for its third interim dividend (Record date was Jan 17, 2026). The focus has now shifted to the final dividend expectations for the fiscal year end.

2) Brokerage Upgrades/Downgrades

The analyst community remains **divided** following the Q3 FY26 results released mid-January. While long-term optimism regarding AI exists, near-term demand caution is the dominant theme.

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- **Upgrade/Bullish:** **Morgan Stanley** maintained its "Overweight" rating and raised its target, citing confidence in management's commentary on FY27 momentum. **Macquarie** holds the most bullish view, projecting a massive upside driven by a P/E re-rating.
- **Neutral/Cautious:** **Citi** maintains a "Sell" rating, flagging weak forward indicators like low headcount growth. **Nomura** and **HSBC** have retained "Neutral/Hold" ratings, suggesting that the current valuation already prices in the "slow recovery" scenario.

3) Other News Impacting TCS

- **AI Revenue Momentum:** Indirectly benefiting TCS is the confirmation that its AI pipeline is converting to revenue. TCS reported annualized AI revenue of **\$1.8 billion**, effectively silencing critics who worried about the "hype vs. reality" of GenAI in Indian IT.
- **US Tech Spending Data:** Recent data from Gartner and other industry watchers suggests that while US discretionary spending remains tight, **AI infrastructure and cloud modernization** budgets are increasing for 2026. This favors TCS's pivot toward these high-demand segments.
- **Retail Sector Gaps:** The TCS retail study highlights a "readiness gap" in the retail sector. This is indirectly positive news, as it signals a wave of necessary capex from large global retailers to upgrade their legacy systems to support agentic AI, a core competency for TCS.

4) Latest Analyst Targets & Ratings

The following table summarizes the most recent price targets and ratings issued by major brokerages post-Q3 FY26 earnings.

Brokerage Firm	Rating / Stance	Target Price (INR)	Upside/Downside Potential*
Macquarie	Buy	INR 4,810	High (+48%)
Motilal Oswal	Buy	INR 4,400	High (+36%)
Morgan Stanley	Overweight	INR 3,540	Moderate (+9%)
CLSA	Outperform	INR 3,593	Moderate (+11%)
Elara Securities	Accumulate	INR 3,600	Moderate (+11%)
Jefferies	Hold	INR 3,450	Low (+6%)
HSBC	Hold	INR 3,450	Low (+6%)
Nomura	Neutral	INR 3,300	Flat (+1.5%)
Citi	Sell	INR 3,020	Negative (-7%)

*Upside/Downside calculated based on a reference market price of approx. INR 3,250.

Analyst View:

"The street is currently pricing in a 'soft landing' for IT demand. The divergence between Macquarie's INR 4,810 target and Citi's INR 3,020 target highlights the uncertainty: bulls believe AI will trigger a massive multi-year upcycle, while bears see persistent wage pressure and slow discretionary spending in the US capping growth."

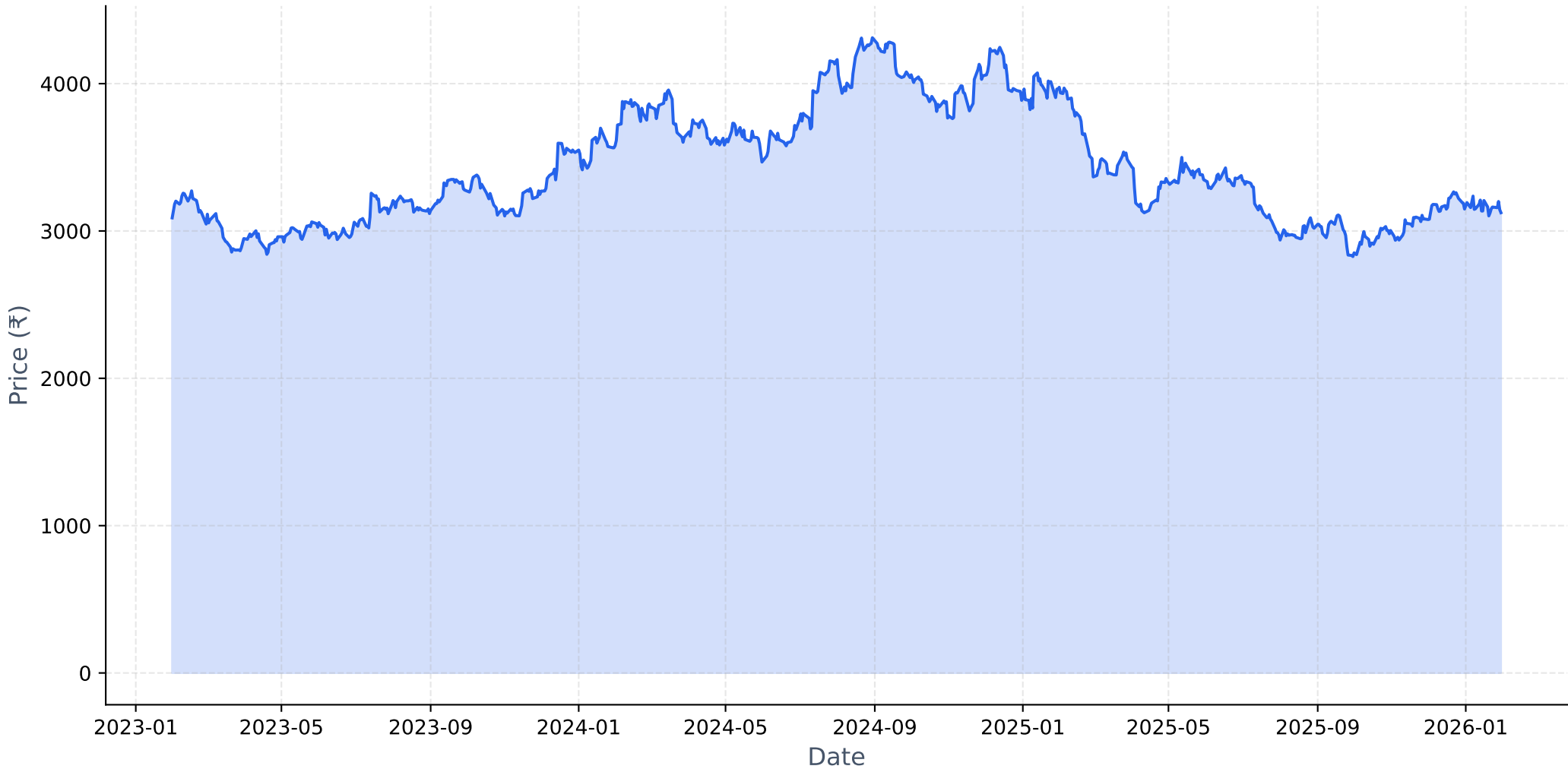
Stock Detailed Analysis Report

TCS.NS

Current Price: ₹3123.90

Generated: 2026-01-31 11:31

TCS.NS - 3 Year Daily Price Chart



Long-term Fundamental Analysis (4 Years)

Metric	Is Growing?	Accelerating?	1Y Growth	3Y CAGR
Revenue	Yes	No	5.99%	10.01%
Net Income	Yes	No	5.76%	8.20%
ROE	Yes	No	1.00%	6.02%
EPS	Yes	No	6.60%	9.00%

Short-term Fundamental Analysis (6 Quarters)

Metric	Is Growing?	Recent QoQ	Avg QoQ
Revenue	Yes	5.75%	1.12%
Net Income	No	-16.48%	-2.35%
ROE	Yes	1.02%	5.48%
EPS	No	-16.50%	-4.55%

TCS.NS - Relative Strength Analysis

== OVERVIEW ==:

Benchmark Index:	^CNXIT
Sector:	IT
Classification:	Neutral
RS Score:	48.4/100
:	

== RS RATIOS ==:

1M RS:	0.998 [Neutral]
3M RS:	0.988 [Neutral]
6M RS:	0.978 [Neutral]
1Y RS:	0.853 [Neutral]
:	

== TURNAROUND ANALYSIS ==:

Turnaround Status:	!! DETECTED !!
:	

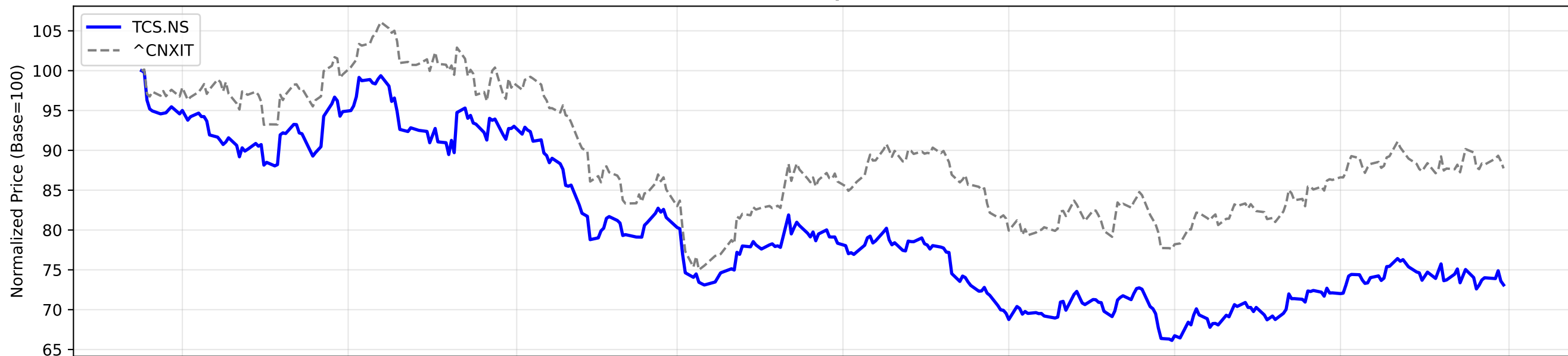
SIGNAL CRITERIA::

✓ Emerging RS:	1M (0.998) > 3M (0.988)
✓ Medium-term Lagging:	6M=0.978, 1Y=0.853 (≤ 1.0)
✓ Performance Improving:	3M (+4.0%) > 6M (+3.7%)

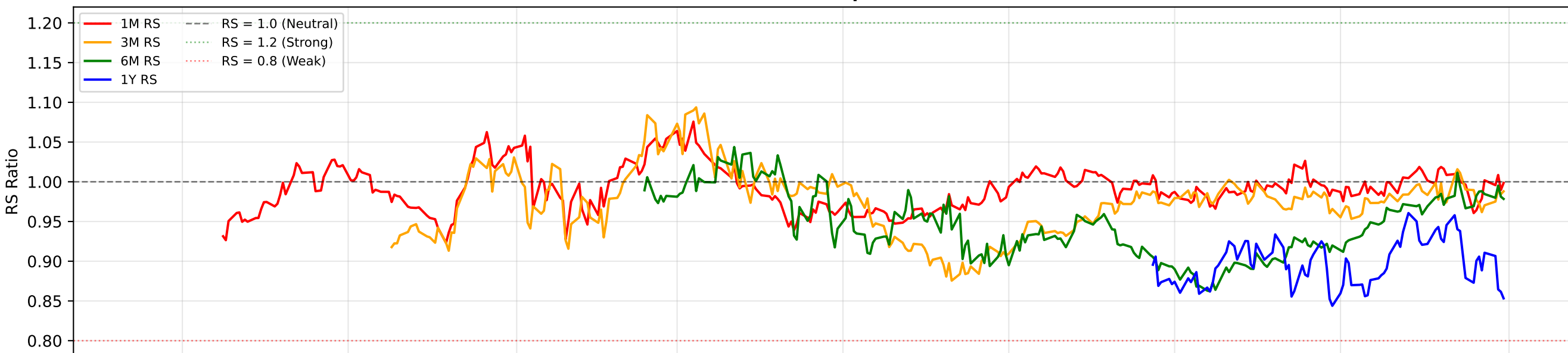
Relative Strength Analysis: TCS.NS vs ^CNXIT

Classification: Neutral

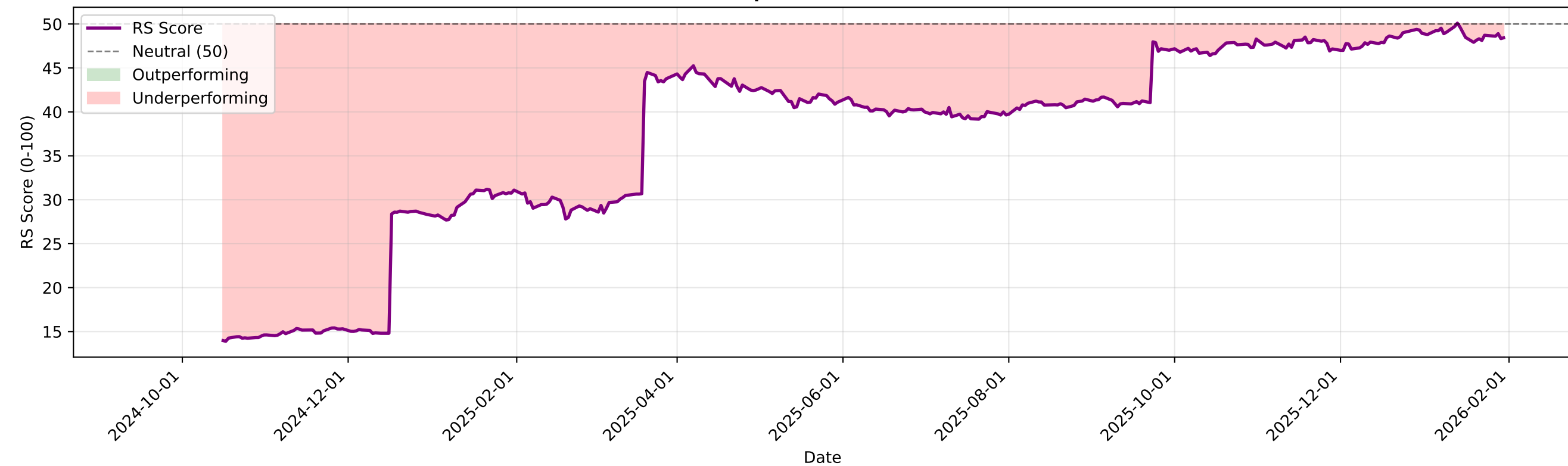
Price Performance Comparison (Normalized)



RS Ratio Trends (Multiple Timeframes)



RS Composite Score Timeline



TCS.NS - EMA Crossover Summary

EMA 20:	3159.55
EMA 50:	3141.89
EMA 200:	3203.92
Trend Status:	Short-term Uptrend

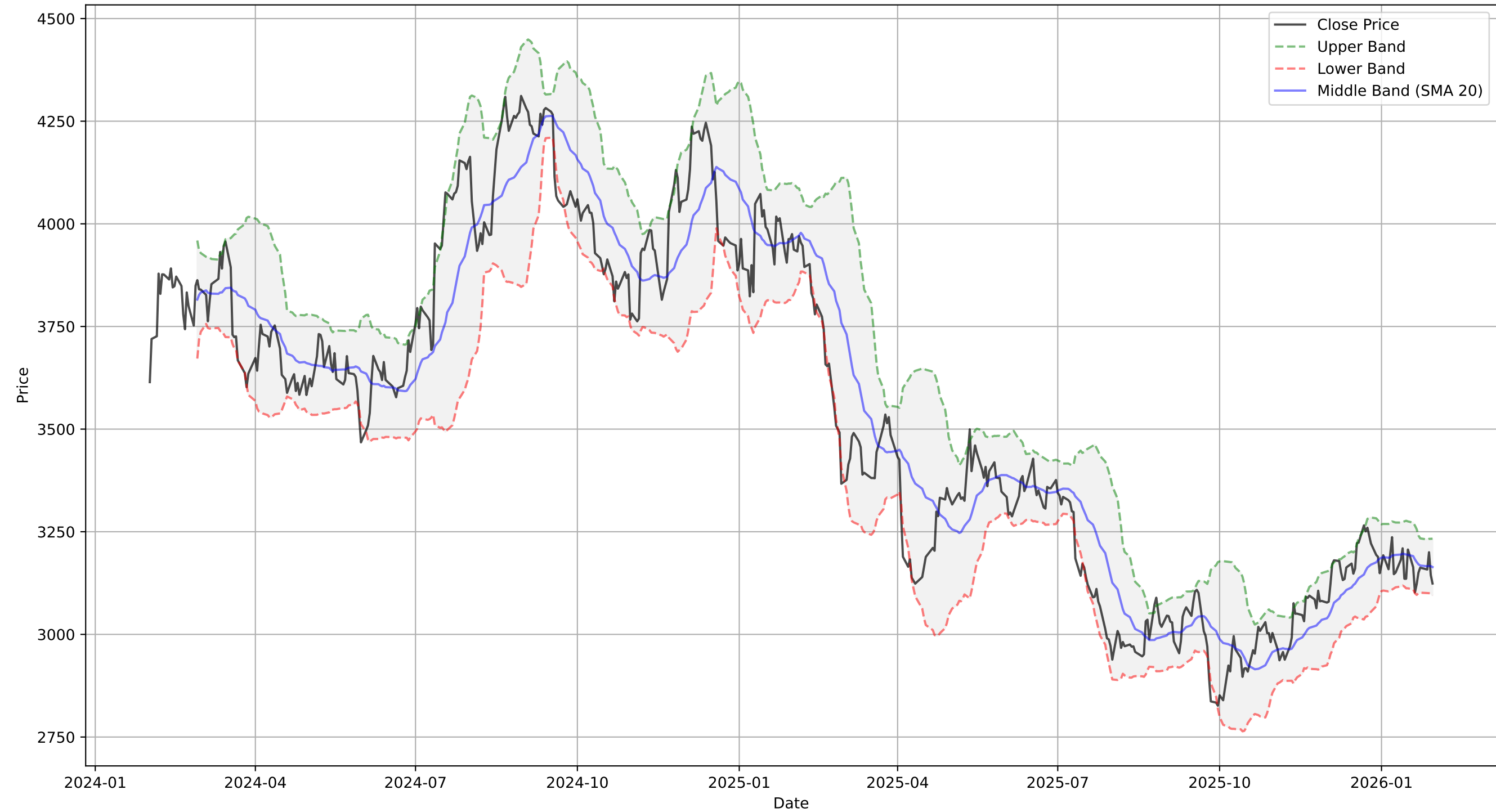
TCS.NS EMA Crossover Analysis



TCS.NS - Bollinger Bands Summary

Current Price:	3123.90
Upper Band:	3233.04
Middle Band (SMA 20):	3164.00
Lower Band:	3094.95
%B:	0.2096
Band Width:	0.0436
Status:	Lower Half
Signal:	None

TCS.NS Bollinger Bands (20, 2) Analysis



TCS.NS - Supertrend Summary

Status:	DOWNTREND (Sell)
Supertrend Value:	3267.20
Signal Identified On:	2026-01-20

Supertrend Analysis for TCS.NS (Period: 14, Multiplier: 3.0, Interval: 1d)



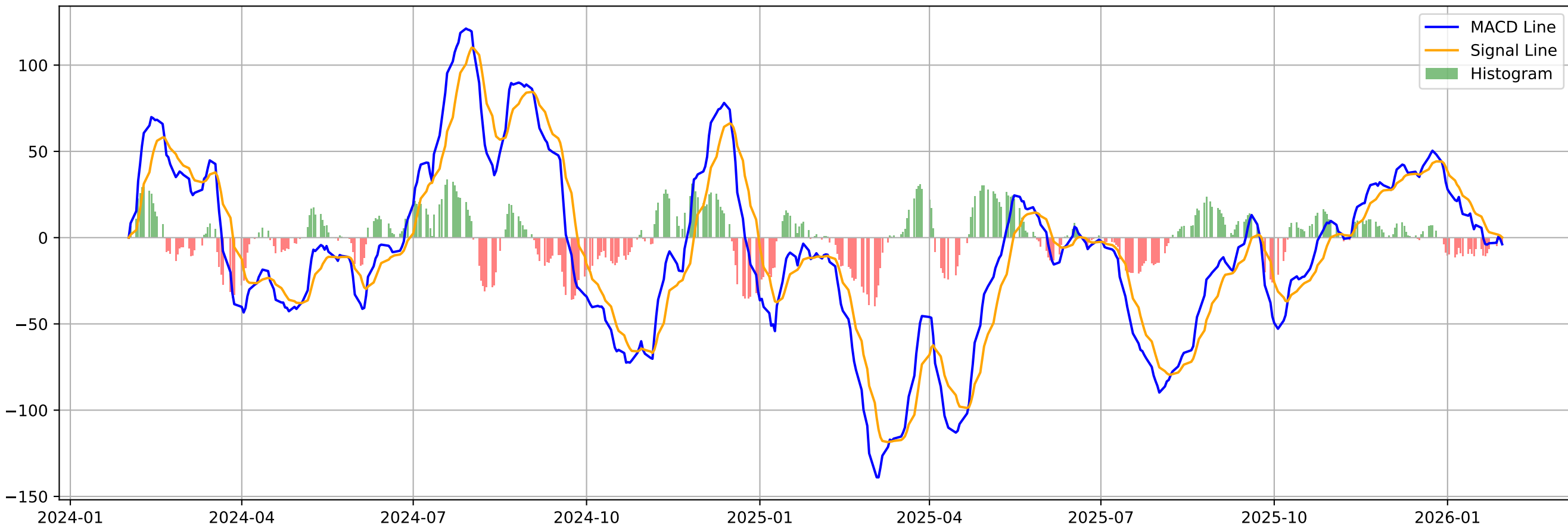
TCS.NS - MACD Summary

MACD Line:	-3.84
Signal Line:	0.15
Histogram:	-4.00
Trend:	Bearish
Momentum:	Strengthening
Signal:	None

TCS.NS Price



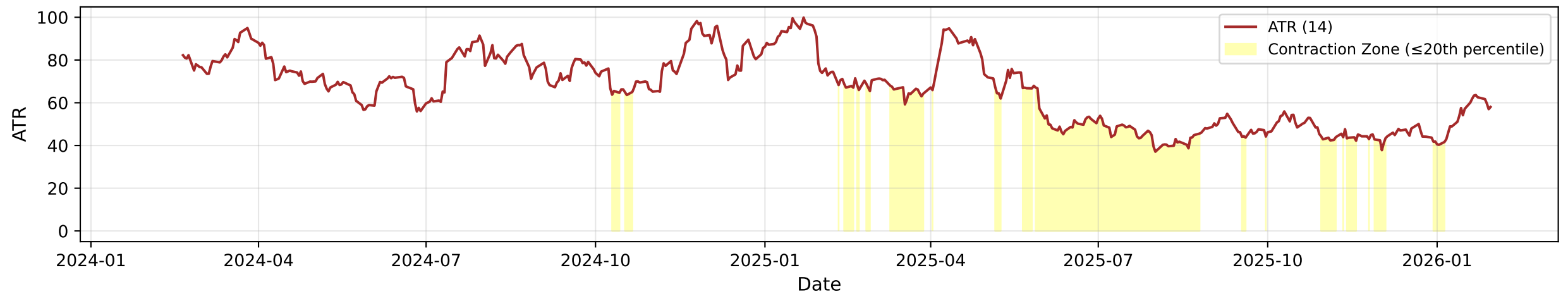
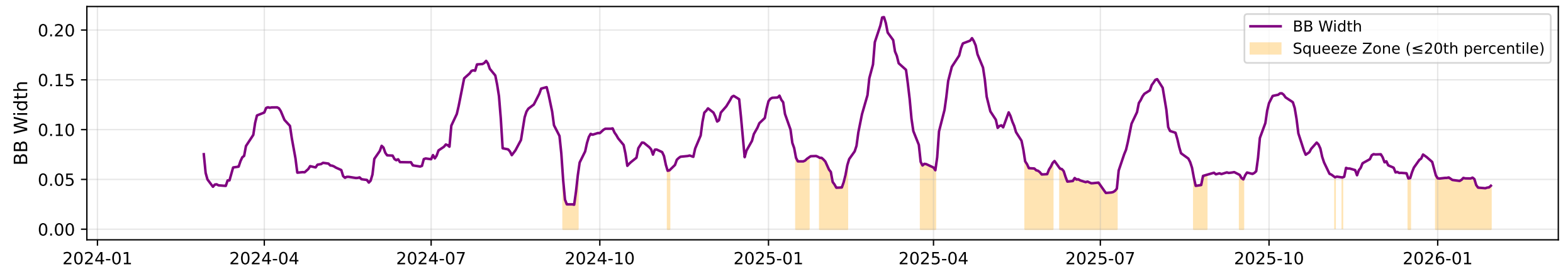
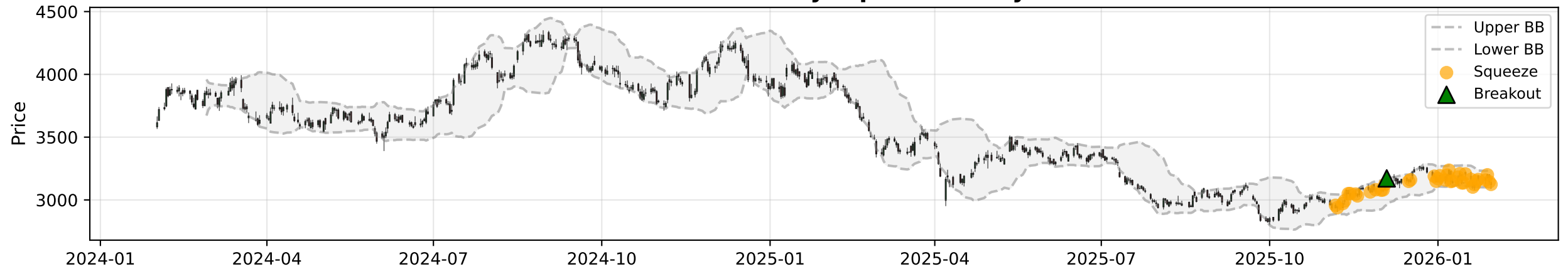
TCS.NS MACD (12, 26, 9)



TCS.NS - Volatility Squeeze Summary

BB Width:	0.0436
ATR:	58.0181
Total Signals:	39
Signal 1:	BB Squeeze at 2026-01-23 00:00:00+05:30 (Price: 3162.50)
Signal 2:	BB Squeeze at 2026-01-27 00:00:00+05:30 (Price: 3158.00)
Signal 3:	BB Squeeze at 2026-01-28 00:00:00+05:30 (Price: 3200.10)
Signal 4:	BB Squeeze at 2026-01-29 00:00:00+05:30 (Price: 3144.40)
Signal 5:	BB Squeeze at 2026-01-30 00:00:00+05:30 (Price: 3123.90)

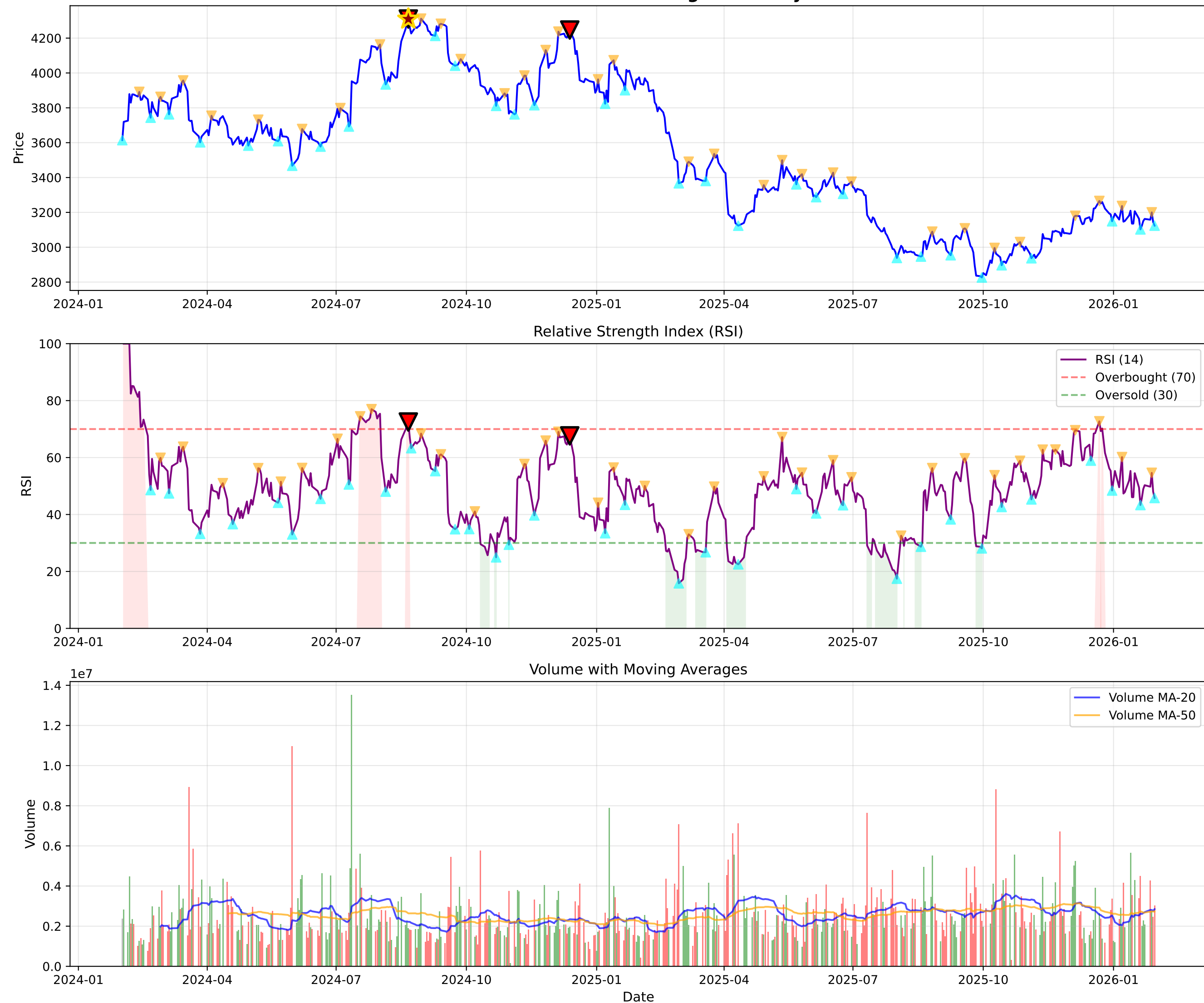
TCS.NS - Volatility Squeeze Analysis



TCS.NS - RSI-Volume Summary

Current RSI:	45.80
Current Volume:	3022068
Volume MA 20:	2849198
Bullish Divergences:	0
Bearish Divergences:	2
Bearish Div 1:	Date: 2024-08-21 00:00:00+05:30, Price: 4309.46
Bearish Div 2:	Date: 2024-12-13 00:00:00+05:30, Price: 4246.32

TCS.NS RSI-Volume Divergence Analysis



TCS.NS - Volume Analysis

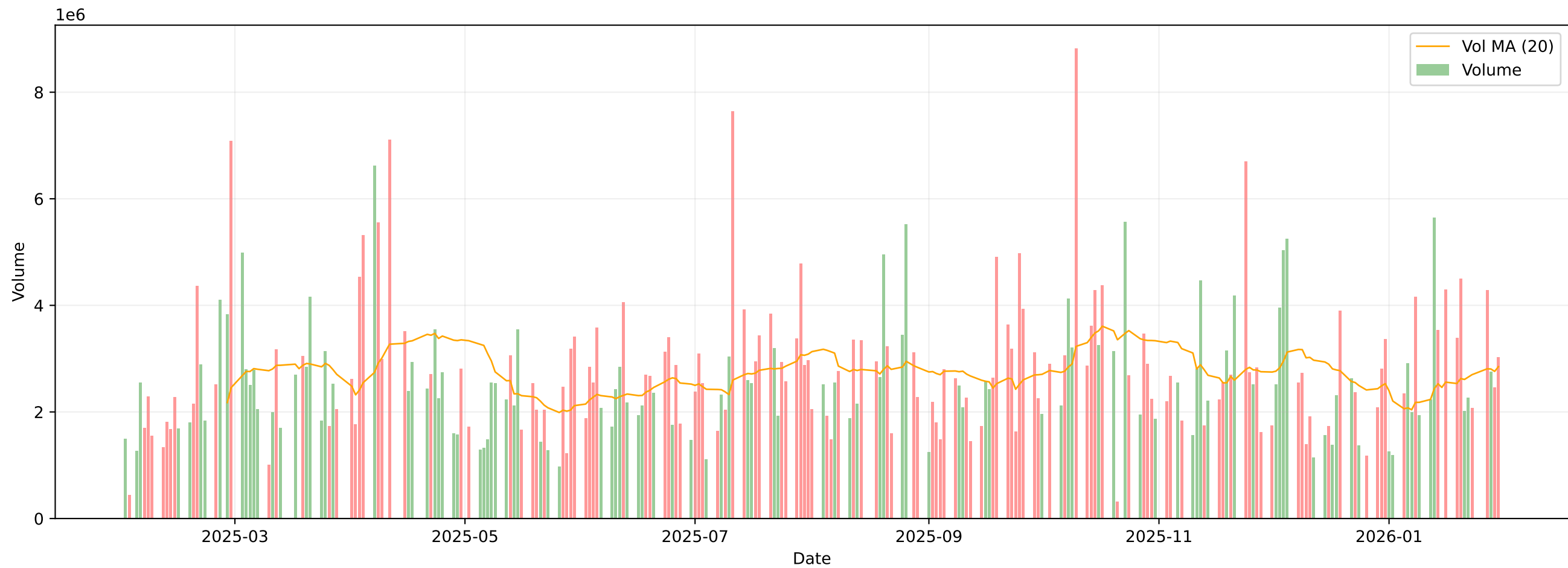
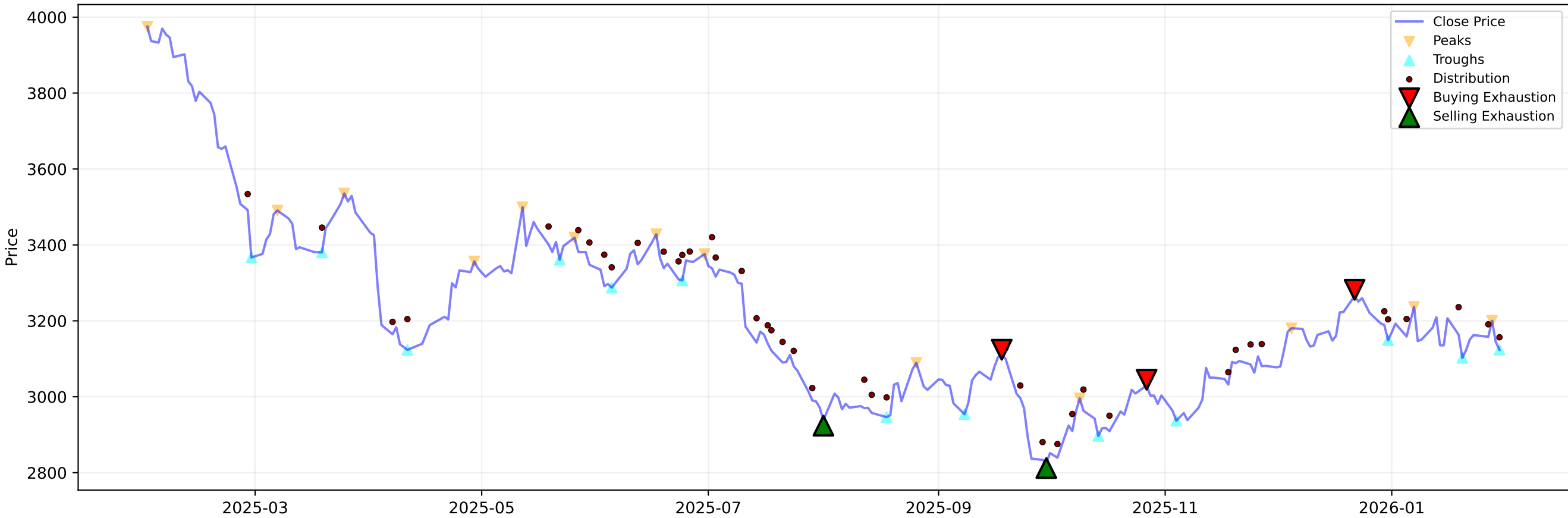
== VOLUME ANALYSIS ==:

Status: 49 Signals Detected

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2025-12-31 [-]:	Distribution Day
2026-01-05 [-]:	Distribution Day
2026-01-19 [-]:	Distribution Day
2026-01-27 [-]:	Distribution Day
2026-01-30 [-]:	Distribution Day

TCS.NS - Volume Analysis



Multi-Timeframe Supertrend Analysis

Timeframe	Status	Value	Last Price	Signal Date
1 Week	UPTREND (Buy)	3087.86	3123.9	2025-12-01
1 Day	DOWNTREND (Sell)	3283.84	3123.9	2026-01-19
15 Min	UPTREND (Buy)	3110.57	3127.0	2026-01-30

Multi-Timeframe MACD Analysis

Timeframe	Trend	Momentum	Signal
1 Week	Bullish	Weakening	No Signal
1 Day	Bearish	Strengthening	No Signal
15 Min	Bullish	Weakening	No Signal

TCS.NS - 1 Week (Candlestick + EMAs)



TCS.NS - 1 Day (Candlestick + EMAs)



TCS.NS - 15 Min (Candlestick + EMAs)



Tata Consultancy Services Ltd. ⓘ

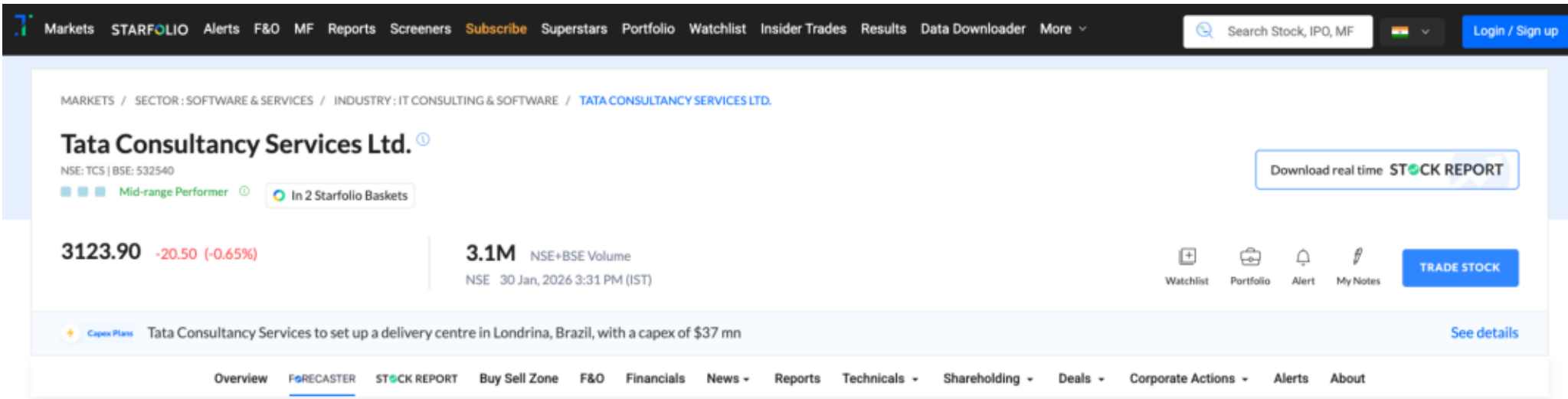
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Company Profile

Trendlyne Snapshot - TCS_forecaster



TCS - TCS - stock price prediction, stock forecast, target price, analyst ratings from 46 analysts

TCS has a share price target of Rs 3618, revenue growth forecast of 3.6%, and profit growth estimate of 4.7% for FY26, based on top 46 analyst calls.



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SAMPLE DATA BELOW

