

Strategic Trading Analysis

Based on the detailed PDF report provided, here is the analysis and recommendation from the perspective of a positional equity trader.

Note on Timeframe: The report and charts utilize data up to **February 2026**. I am conducting this analysis treating February 7, 2026, as "today" (current market date).

Step 1: Audit the Data

* **Data Present:**

- * **Price Structure:** Daily and Weekly candlestick charts with EMA overlays (20, 50, 200).
 - * **Trend Indicators:** Supertrend (Daily/Weekly/15m), MACD, EMA Crossovers, Relative Strength (RS).
 - * **Momentum & Volatility:** RSI, Bollinger Bands, Volatility Squeeze (BB Width/ATR).
 - * **Volume:** Volume moving averages, accumulation/distribution signals, and buying/selling exhaustion indicators.
 - * **Fundamentals:** Quarterly and annual growth metrics (Revenue, Net Income, ROE, EPS) and Analyst Estimates.
- #### * **Data Missing:**
- * **Fibonacci Retracements:** No explicit Fibonacci levels provided on charts.
 - * **Sector Breadth:** While RS against `^CNXAUTO` is provided, broader market breadth (Nifty 50 correlation) is implied but not explicitly detailed.
- #### * **Confidence Level:** **High**. The report provides a comprehensive confluence of trend, momentum, volatility, and fundamental data necessary for a positional trade decision.

Step 2: Analyze the Setup

* **Price Structure & Trend:**

* **Daily Structure:** The stock (118.10) is trading above all key daily EMAs (20 @ 115.92, 50 @ 114.95, 200 @ 107.61). A "Golden Cross" occurred in Sept 2025, and the trend remains intact.

* **Weekly Context (The Risk):** The Multi-Timeframe analysis (Page 22) indicates the Weekly timeframe is still in a **DOWNTREND (Sell)** via Supertrend, though the chart (Page 23) shows price finding support at the Weekly 50 EMA. This suggests the current move is a recovery within a broader consolidation.

* **Momentum & Signals:**

* **MACD:** Daily MACD is **Bullish** (Line > Signal), but the report explicitly warns of **"Weakening Momentum"** and a **Bearish Divergence** detected on Feb 4, 2026 (Price: 122.62). The stock has already corrected slightly from this divergence.

* **Volume:** Current Volume (18.8M) is well above the 20-day average (13.9M), indicating strong institutional participation in this current price zone.

* **Supertrend:** Daily Supertrend is **BUY** with support at 110.16.

* **Confluence:**

* **Bull Case:** Strong EPS growth (37% YoY), increasing Net Income (60% QoQ), trading above all Daily EMAs, and recent Analyst targets averaging 130 (approx 10% upside).

* **Bear Case:** "Buying Exhaustion" signaled on Feb 4, combined with a "Weakening Leader" RS status. The stock is sandwiched between support (115) and recent resistance (122.6).

Synthesis: The setup is a **Trend Continuation / Recovery Play**. The daily trend is strong enough to support a long position, but the weekly overhead resistance and recent bearish divergence require a tight stop-loss. The volatility is expanding (Band Width increasing), which usually precedes a larger move.

Step 3: Formulate the Recommendation

****Recommendation:**** YES, but with strict risk management.

The stock is in a "Sweet Spot" buying zone where it has pulled back slightly to the EMA 20/50 cluster after a divergence signal. This offers a favorable Risk:Reward ratio for a push toward the analyst target of 130.

* ****Entry Price:**** ****118.10**** (Current Market Price). *Ideal accumulation zone is 116.00 - 118.50.*

* ****Stop Loss:**** ****113.50**** (Daily Closing Basis).

* ***Reasoning:** This places the stop just below the confluence of the 20 EMA (115.92) and 50 EMA (114.95). If the price closes below the 50 EMA, the short-term bullish momentum is invalidated.

* ****Take Profit:**** ****130.00****

* ***Reasoning:** This aligns with the "Forecaster" analyst average target and a major structural resistance level visible on the 3-year chart.

* ***Upside:** ~10.1%

* ***Risk:** ~3.9%

* ***Risk/Reward Ratio:** ~2.6 (Excellent).

****Positional Trader Note:**** Monitor the ****122.60**** level closely. This was the recent "Bearish Divergence" price. The stock needs to close above this level on high volume to confirm the path to 130. If it rejects 122 again, consider exiting early.

Candlestick Classification Analysis

Based on the ****Candlestick Classification System**** provided in the report (specifically Pages 20 and 21), here is my analysis of the price action for ****MOTHERSON.NS****.

**Executive Summary: Bias is Moderately Bullish (Accumulation Phase)**

The price action suggests a ****stabilization and recovery**** phase. The sellers who drove the price down from the ~INR 125 highs have lost control, and buyers are stepping in to defend the INR 115 support level. While we do not yet see "institutional explosion" (Strong Control), the shift to ****Buyer Control**** indicates a shift in momentum favoring the long side.

**1. Current Candlestick Analysis: "Buyer Control" (+1)**

* ****Classification:**** The latest candle is classified as ****Buyer Control**** (Light Green).

* ****Interpretation based on your Logic:****

* ****Body Strength:**** The candle likely has a ****Moderate Bullish Body**** (0.8 - 1.5 ATR). It shows the price managed to close significantly higher than it opened, indicating intraday buying pressure.

* ****Volume Validator (Step 4):**** Since it is classified as "Buyer Control" (+1) and not "Buyer Strong Control" (+2), the volume was likely ****average or low**** (below the 1.3x threshold).

* ****The Narrative:**** This represents "Retail Confidence" or "Smart Money Accumulation" rather than a frantic breakout. Buyers are comfortable holding overnight, but the crowd hasn't rushed in yet.

**2. Trend Score Analysis (10-Day Avg: 0.30)**

* ****The Score:**** A score of ****0.30**** is positive but low.

* ****What this tells us:**** Over the last two weeks, the battle between buyers and sellers has been relatively even, slightly favoring buyers.

* ****Visual Check (Page 21):**** Looking at the far right of the chart, we see a mix of Grey ("No Control") and Light Red ("Seller Control") candles transitioning into Light Green ("Buyer Control"). This sequence-****Red ? Grey ? Light Green****-is a classic ****Round Bottom**** or ****Support Defense**** pattern. The volatility is contracting (smaller bodies),

which often precedes a larger expansion move.

3. Distribution Analysis (The "No Control" Dominance)

- * **Stat:** "No Control" is the dominant historical state (115 occurrences).
- * **Implication:** This stock spends a lot of time in choppy consolidation (dojis, small bodies, long wicks).
- * **Trading Strategy:** Because "Strong Control" candles are rare (only 3 **Bullish**, 2 **Bearish** in the dataset), you cannot wait for a +2 signal to enter, or you will miss the move. You must enter on **Buyer Control (+1)** signals that occur at key support levels, which is exactly where we are now (bouncing off ~INR 115).

**4. Price Prediction & Key Levels

Direction: **UP** (**Bullish** Continuation)

- * **Immediate Price Action:** The shift to "Buyer Control" at the bottom of a pullback suggests the correction is over. I expect the price to drift upward to test the recent resistance.
- * **The Setup:**
 - * **Support** (**Stop Loss** Zone): The recent lows around **INR 114 - INR 115**. If a "Seller Strong Control" (-2) candle appears below this, the thesis is invalid.
 - * **Target 1:** The moving average cluster and recent breakdown level around **INR 120**.
 - * **Target 2:** The recent swing high at **INR 125**.

**Verdict

The Candlestick Classification suggests entering a **Long Position** here.

The market has moved from **Correction** (Red) to **Indecision** (Grey) and now to **accumulation** (Light Green). Without the "Strong Control" volume spike, this is a **gradual grinder trade**, not a rocket ship yet. Watch for a high-volume day (Step 4 of your logic) to convert this from "Buyer Control" to "Buyer Strong Control" to confirm a breakout above INR 120.

News & Analyst Targets

As a stock research analyst, here is the latest research and information on **Motherson** (covering both the flagship **Samvardhana Motherson International Ltd - SAMIL** and its domestic wiring harness arm **Motherson Sumi Wiring India Ltd - MSUMI**) for the week ending February 7, 2026.

**1) Latest News for MOTHERSON This Week

- * **Strategic Acquisition (SAMIL):** Samvardhana Motherson International has announced a **tender offer** to acquire an **81% stake** in the Japanese auto component maker **Yutaka Giken Co., Ltd.** and an **11% stake** in its subsidiary **Shinnichi Kogyo Co., Ltd.** The tender offer is scheduled to commence on **February 9, 2026**. This move is part of the company's strategy to expand its global footprint and technological capabilities.
- * **Earnings Announcement (SAMIL):** The company has confirmed its Board Meeting is scheduled for **Tuesday, February 10, 2026**, to consider and approve the un-audited financial results for the quarter ended December 31, 2025 (Q3 FY26).
- * **Q3 Earnings Miss (MSUMI):** The domestic entity, Motherson Sumi Wiring India, reported its Q3 FY26 results earlier this week (Jan 30/Feb 2). The numbers **missed street estimates**, with Profit After Tax (PAT) impacted by **higher copper prices** and costs related to the ramp-up of new greenfield plants. EBITDA margins contracted year-on-year.
- * **Stock Performance:** SAMIL stock recently hit a **new 52-week high**, driven by acquisition news and sector optimism, though it has seen some consolidation in the last few sessions. Conversely, MSUMI stock faced selling pressure following its weak Q3 earnings report.

2) Upgrades or Downgrades from Brokerages

- * **Motherson Sumi Wiring (MSUMI):**
 - * **Downgrade in Targets:** Following the Q3 earnings miss, multiple brokerages have trimmed their price targets while maintaining their long-term positive ratings.
 - * **Nomura:** Maintained a **"Buy"** rating but **cut the target price to INR 58** (from INR 59) on Feb 1, 2026, citing near-term margin pressure.
 - * **Motilal Oswal:** Maintained a **"Buy"** rating but **lowered the target price to INR 52** (from INR 55) on Jan 30, 2026.
- * **Samvardhana Motherson International (SAMIL):**
 - * **Mixed Sentiment:** While the consensus remains positive ("Buy"), some cautious views persist regarding the complexity of integrating recent acquisitions.
 - * **Kotak Institutional Equities:** Maintained a **"Sell"** rating with a target of **INR 95** (as of late Dec 2025/early 2026), citing "integration complexity" and "muted global auto demand" as key risks.

**3) Other News Impacting MOTHERSON

- * **Global Auto Demand:** The company faces headwinds from **muted demand in Europe**, a key market for SAMIL. However, this is partially offset by strong order books and a diversification strategy into non-auto segments like aerospace and consumer electronics.
- * **Raw Material Costs:** **Copper inflation** remains a critical monitorable for the wiring harness business. While pass-through mechanisms exist with customers, there is a "lag effect" (typically a quarter) which is currently hurting margins.
- * **Trade Deals:** Recent progress in **India-US and India-EU trade discussions** (reported Feb 2026) is viewed positively for auto ancillary exporters like Motherson, potentially opening up better access to Western markets.

**4) Latest Analyst Targets

Below is the summary of the latest price targets from the analyst community for both entities.

Samvardhana Motherson International Ltd (SAMIL)

Current Market Price (approx): INR 118 - INR 121

Brokerage Firm	Rating	Target Price (INR)	Date / Status
:--	:--	:--	:--
Consensus Estimate	Buy	131.40	Jan 30, 2026 (Avg. of 5 Brokers)
TradingView Consensus	Buy	126.50	Feb 2026
Motilal Oswal	Buy	160	Maintain Buy (Reported late 2025)
Kotak Inst. Equities	Sell	95	Maintained (Dec 2025)

Motherson Sumi Wiring India Ltd (MSUMI)

Current Market Price (approx): INR 43 - INR 45

Brokerage Firm	Rating	Target Price (INR)	Date / Note
:--	:--	:--	:--
Nomura	Buy	58	Feb 01, 2026 (Cut from 59)
ICICI Securities	Buy	60	Nov 2025 (Review Pending)
Motilal Oswal	Buy	52	Jan 30, 2026 (Cut from 55)
Trendlyne Consensus	Buy	52.70	Feb 07, 2026

Note: Targets are subject to change rapidly during earnings season. Please verify with your official trading terminal before execution.

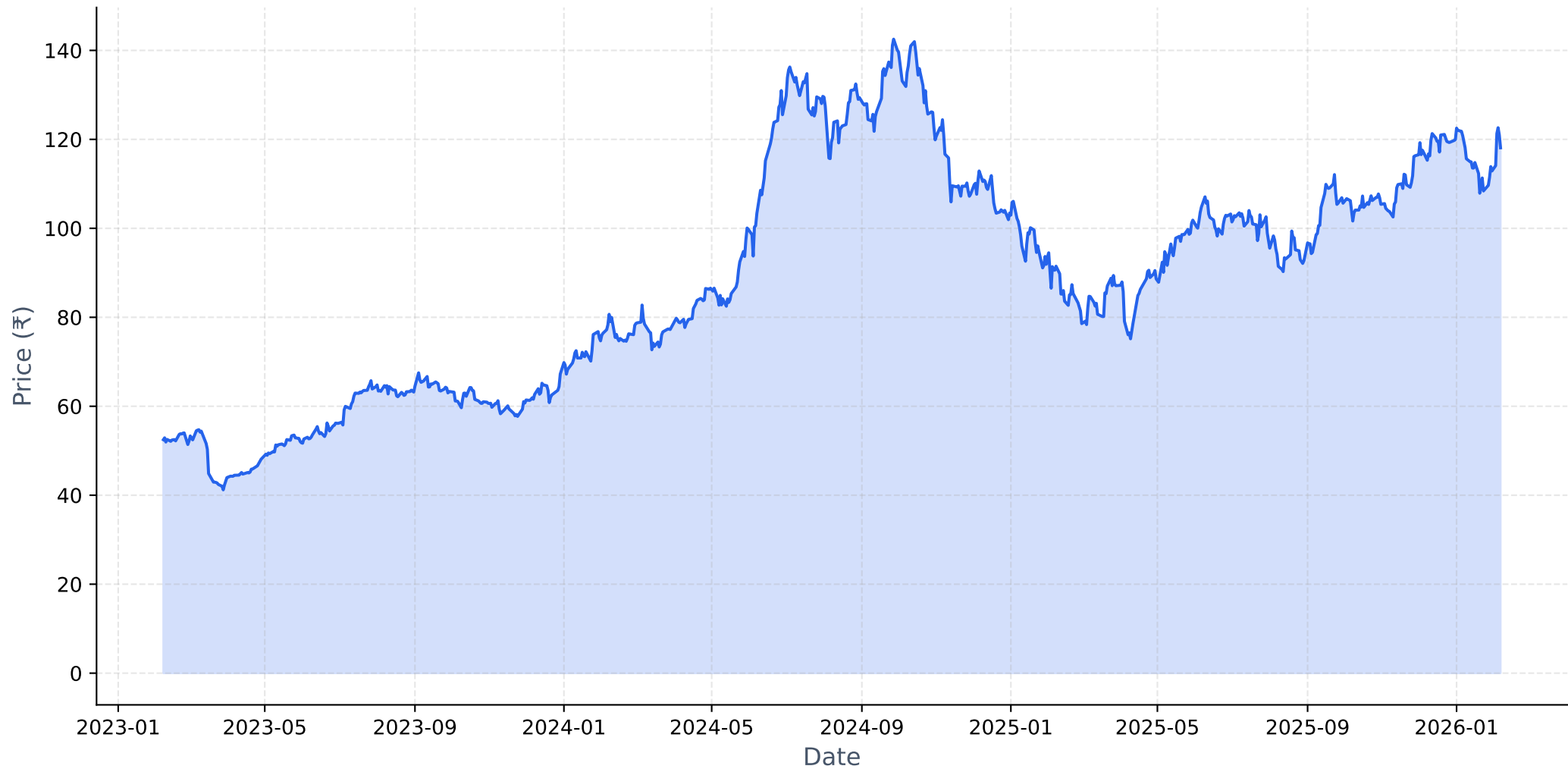
Stock Detailed Analysis Report

MOTHERSON.NS

Current Price: ₹118.10

Generated: 2026-02-07 10:35

MOTHERSON.NS - 3 Year Daily Price Chart



Long-term Fundamental Analysis (4 Years)

Metric	Is Growing?	Accelerating?	1Y Growth	3Y CAGR
Revenue	Yes	No	15.10%	21.38%
Net Income	Yes	No	40.01%	63.27%
ROE	Yes	No	4.99%	36.95%
EPS	Yes	No	37.16%	48.78%

Short-term Fundamental Analysis (6 Quarters)

Metric	Is Growing?	Recent QoQ	Avg QoQ
Revenue	Yes	-0.22%	1.99%
Net Income	Yes	61.57%	7.43%
ROE	No	-26.05%	-7.17%
EPS	Yes	62.50%	15.72%

MOTHERSON.NS - Relative Strength Analysis

== OVERVIEW ==:

Benchmark Index:	^CNXAUTO
Sector:	Auto
Classification:	Weakening Leader
RS Score:	52.7/100
:	

== RS RATIOS ==:

1M RS:	1.040 [Leader]
3M RS:	1.100 [Leader]
6M RS:	1.032 [Leader]
1Y RS:	1.021 [Leader]
:	

== TURNAROUND ANALYSIS ==:

Turnaround Status:	Not Detected
:	

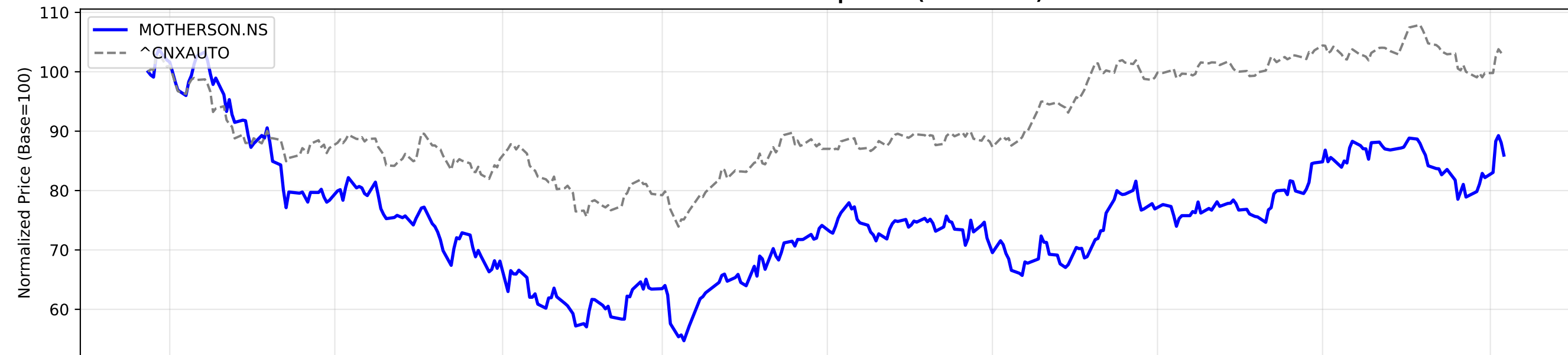
SIGNAL CRITERIA::

× Emerging RS:	Not accelerating
× Medium-term Lagging:	Not lagging
× Performance Improving:	Not improving

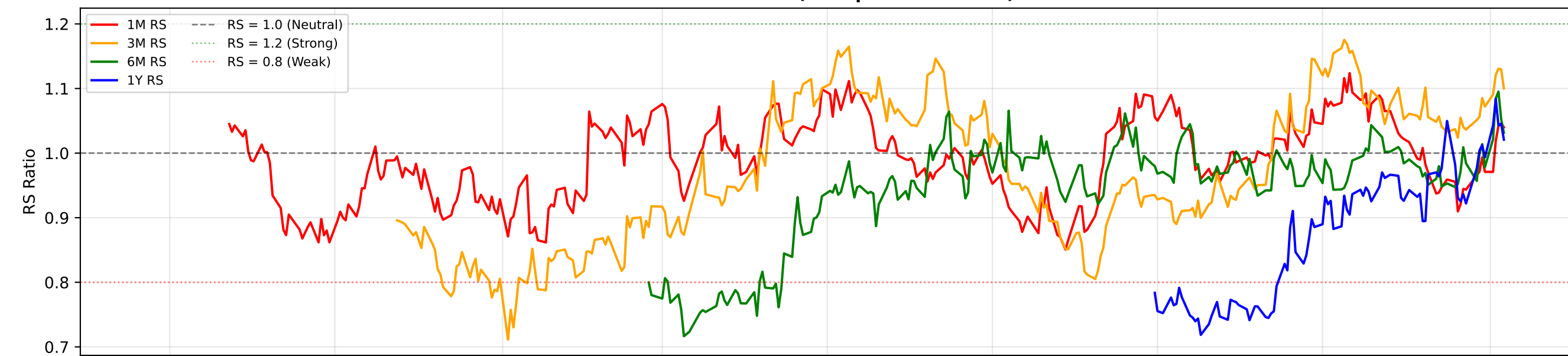
Relative Strength Analysis: MOTHERSON.NS vs ^CNXAUTO

Classification: Weakening Leader

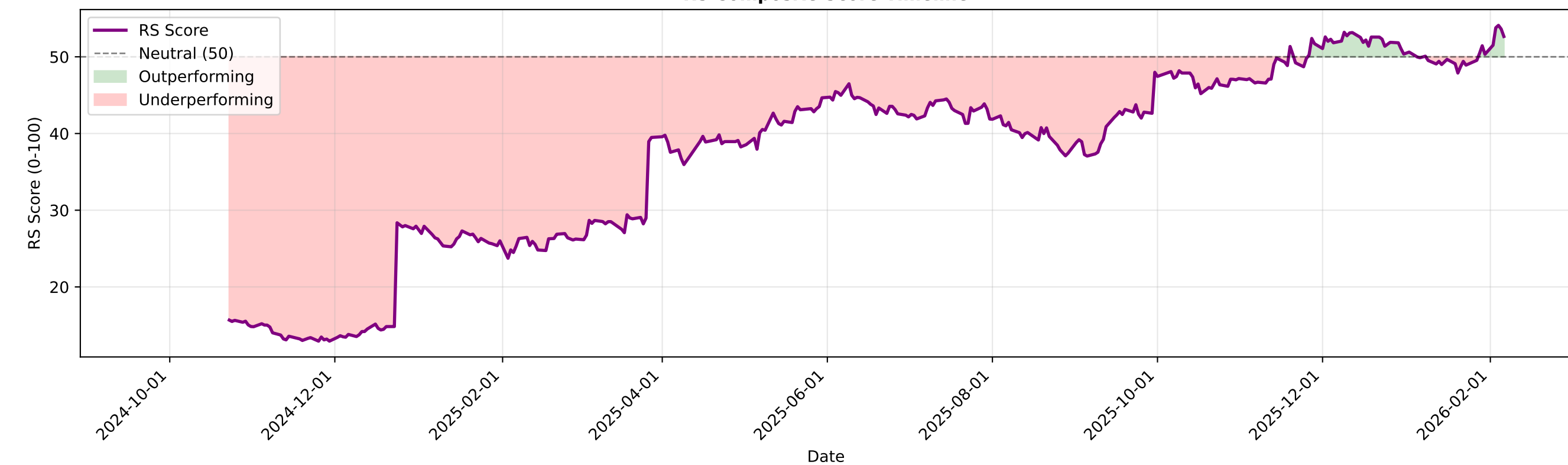
Price Performance Comparison (Normalized)



RS Ratio Trends (Multiple Timeframes)



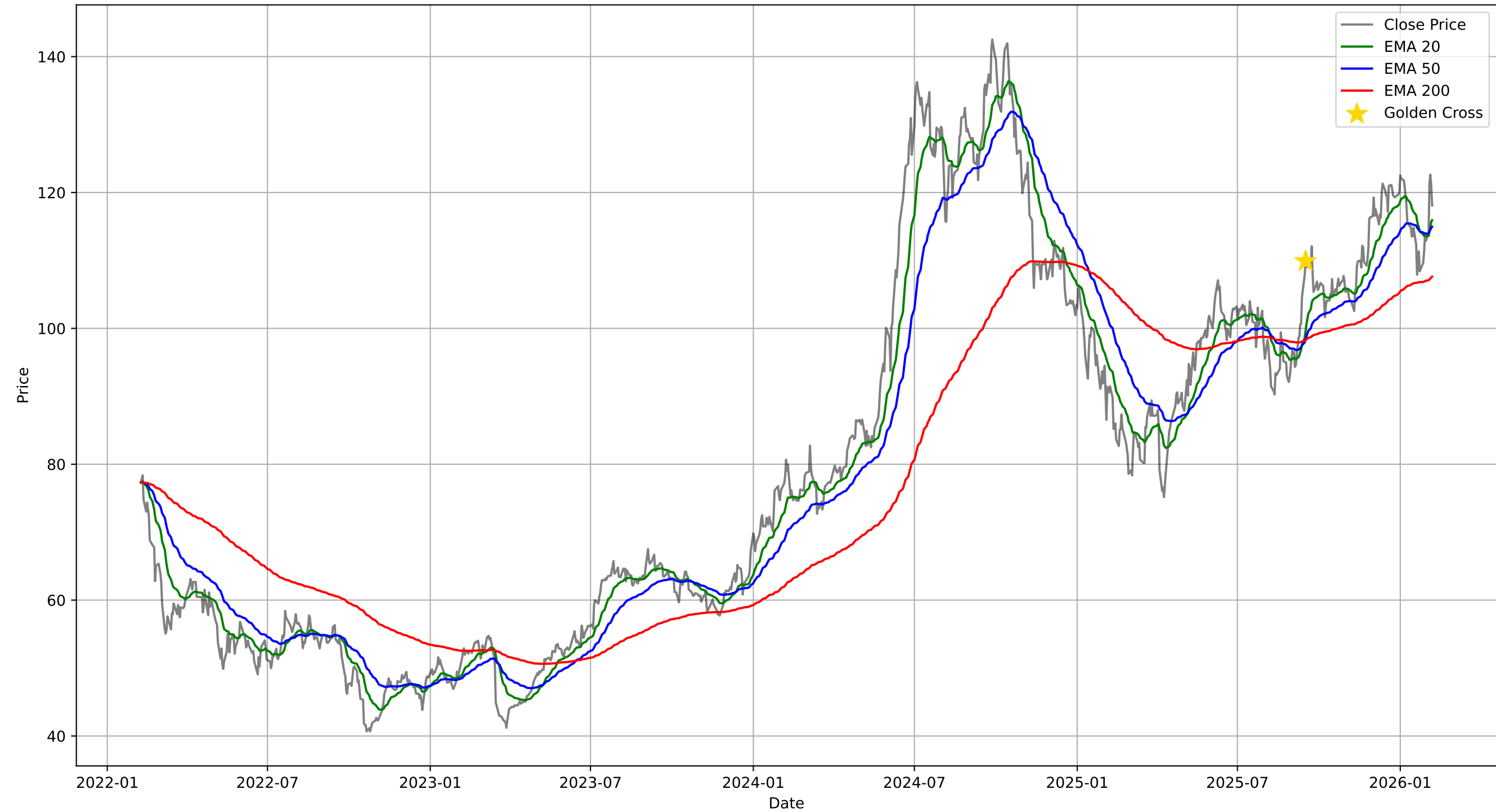
RS Composite Score Timeline



MOTHERSON.NS - EMA Crossover Summary

EMA 20:	115.92
EMA 50:	114.95
EMA 200:	107.61
Trend Status:	Strong Uptrend
Golden Cross Date:	2025-09-16 00:00:00+05:30
Golden Cross Price:	109.89

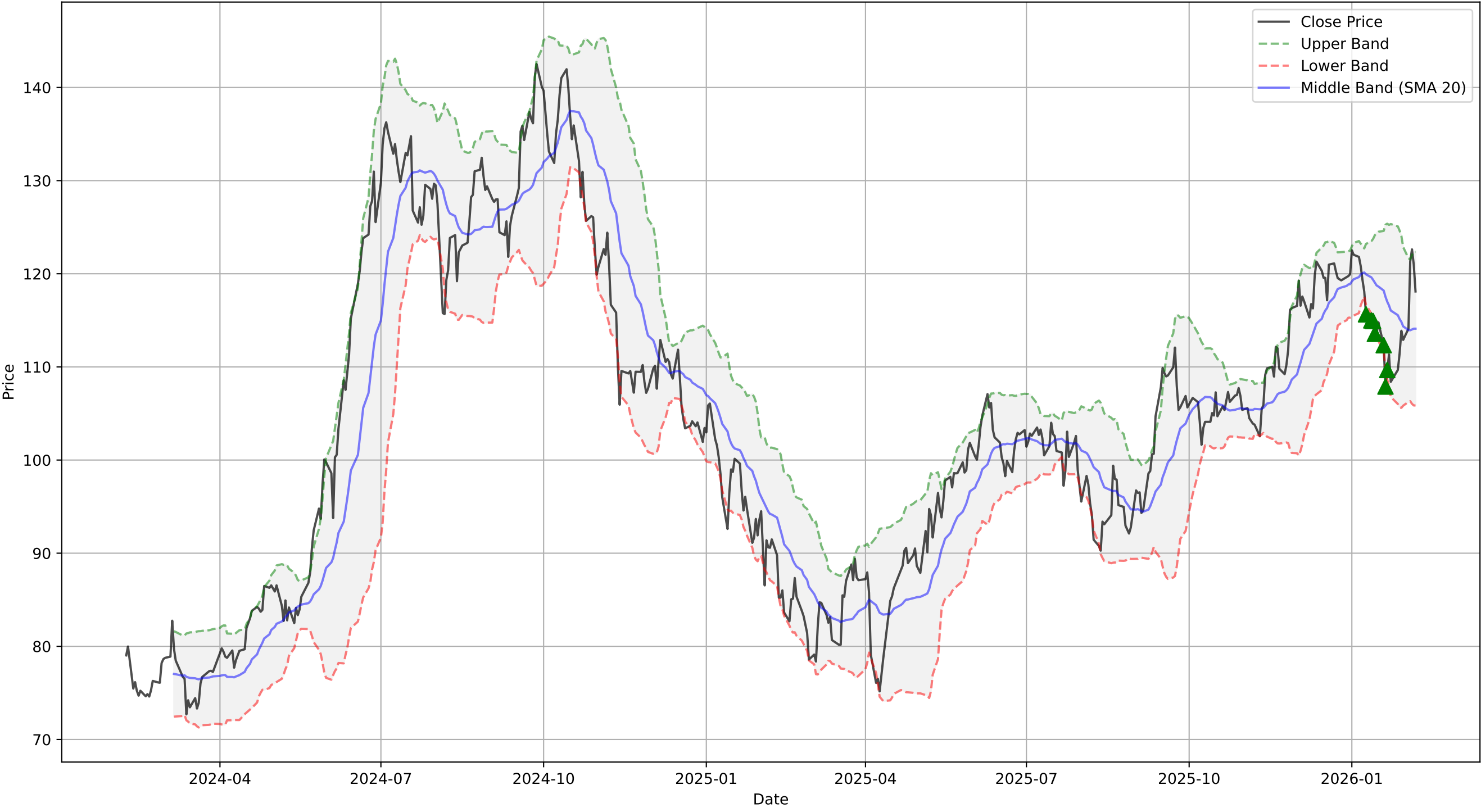
MOTHERSON.NS EMA Crossover Analysis



MOTHERSON.NS - Bollinger Bands Summary

Current Price:	118.10
Upper Band:	122.35
Middle Band (SMA 20):	114.10
Lower Band:	105.86
%B:	0.7424
Band Width:	0.1445
Status:	Upper Half
Signal:	None
Recent Signal 1:	Buy Signal at 2026-01-19 00:00:00+05:30
Recent Signal 2:	Buy Signal at 2026-01-20 00:00:00+05:30
Recent Signal 3:	Buy Signal at 2026-01-21 00:00:00+05:30

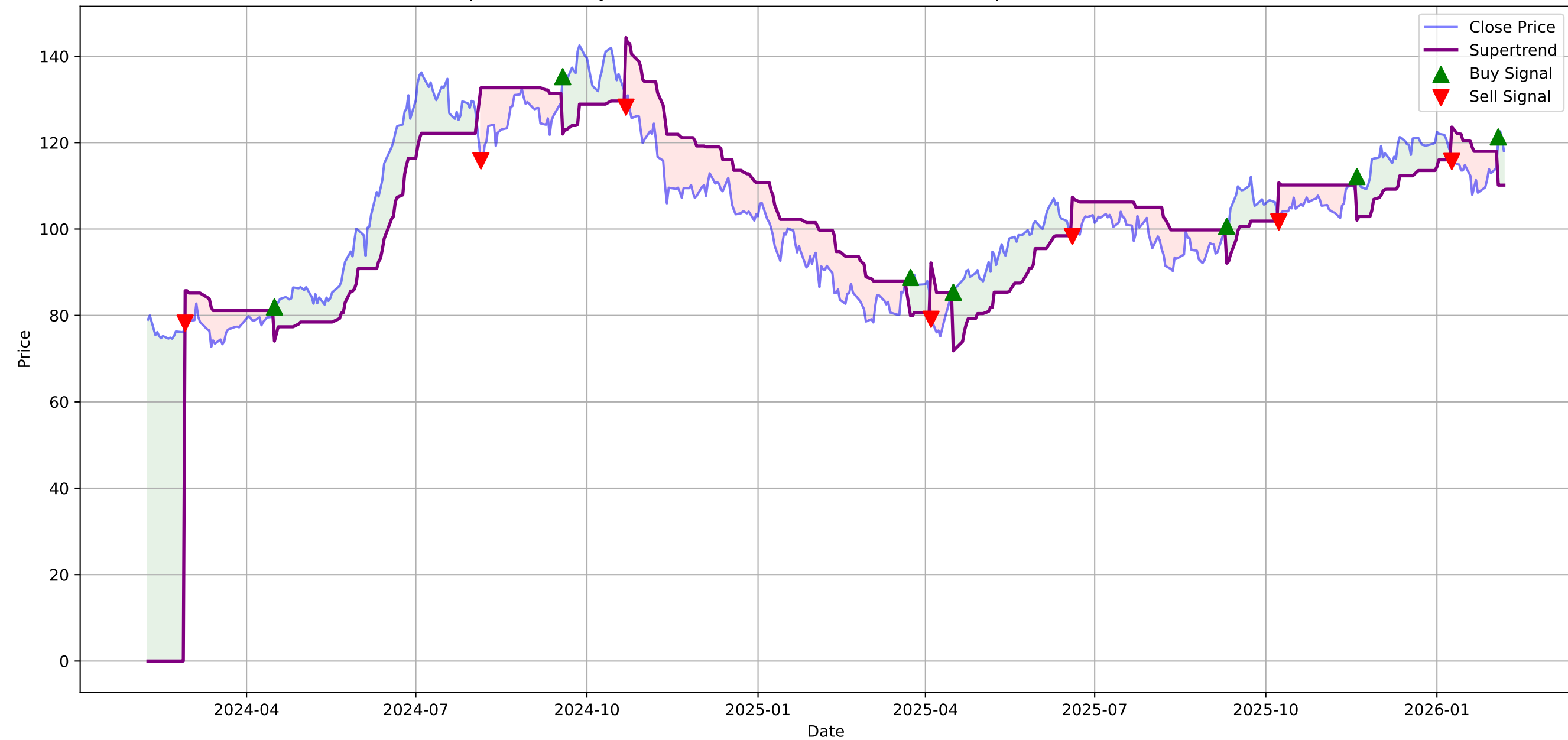
MOTHERSON.NS Bollinger Bands (20, 2) Analysis



MOTHERSON.NS - Supertrend Summary

Status:	UPTREND (Buy)
Supertrend Value:	110.16
Signal Identified On:	2026-02-03

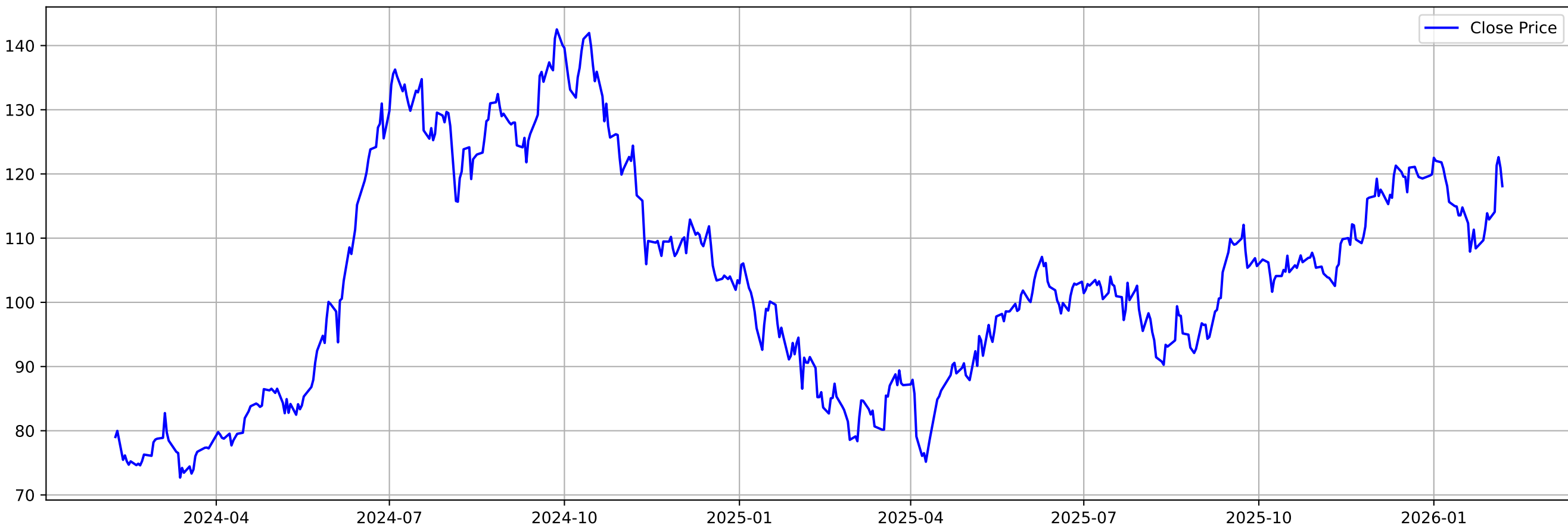
Supertrend Analysis for MOTHERSON.NS (Period: 14, Multiplier: 3.0, Interval: 1d)



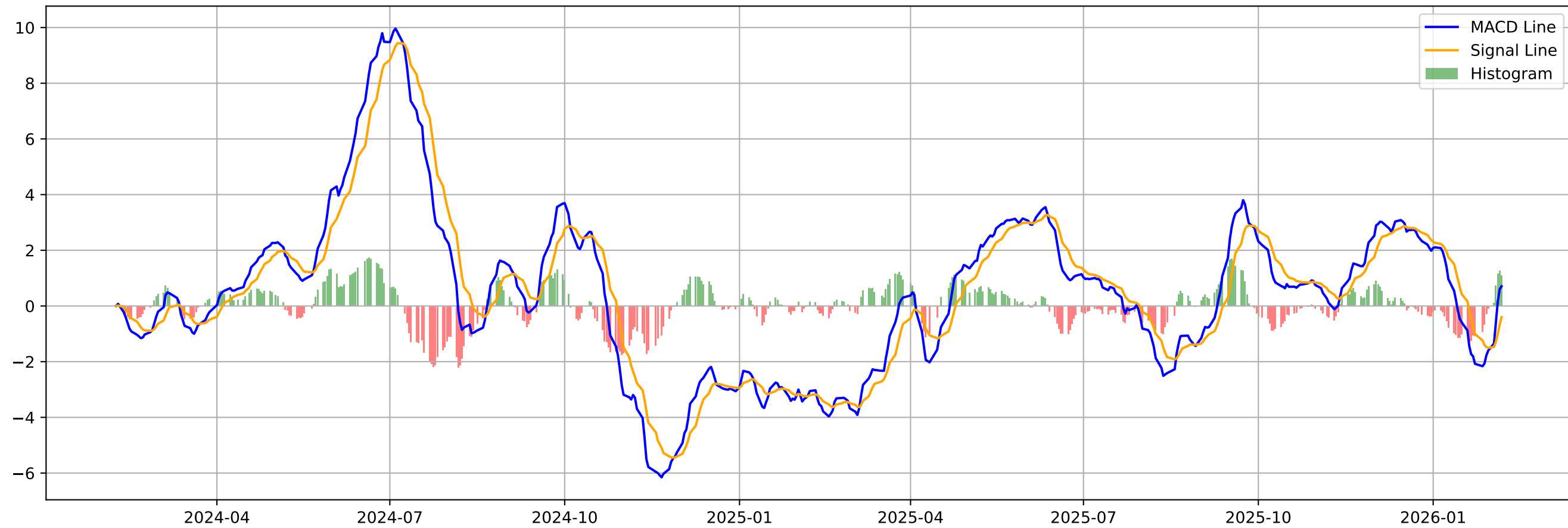
MOTHERSON.NS - MACD Summary

MACD Line:	0.71
Signal Line:	-0.40
Histogram:	1.11
Trend:	Bullish
Momentum:	Weakening
Signal:	None
Divergences Detected:	1
└ Bearish Divergence:	Date: 2026-02-04 00:00:00+05:30, Price: 122.62

MOTHERSON.NS Price



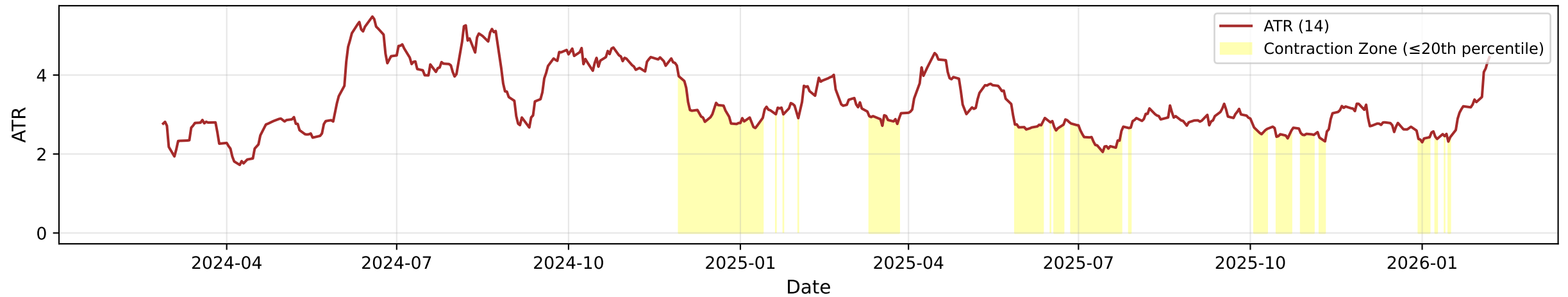
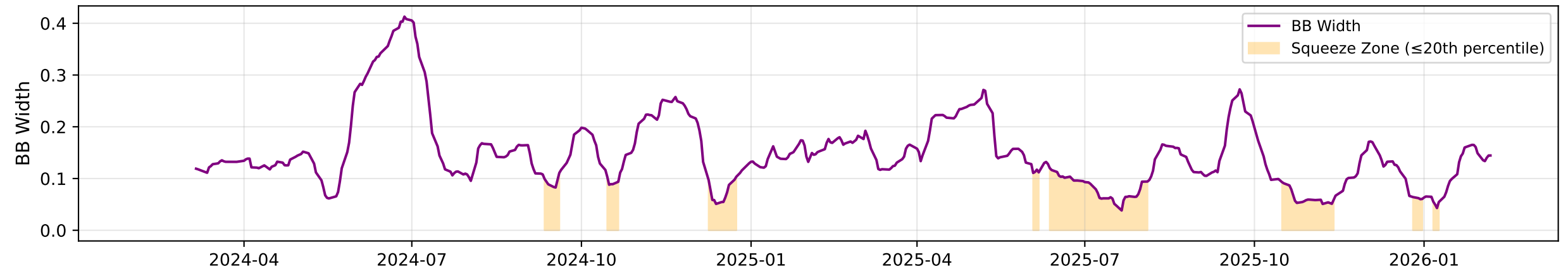
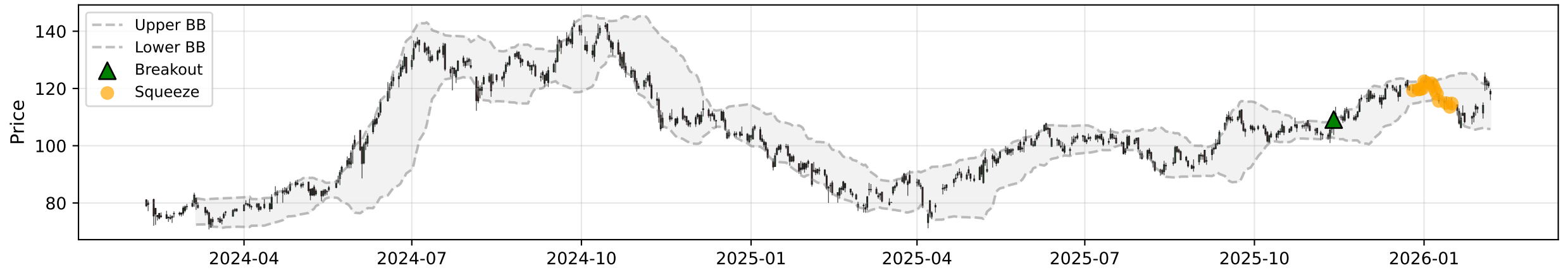
MOTHERSON.NS MACD (12, 26, 9)



MOTHERSON.NS - Volatility Squeeze Summary

BB Width:	0.1445
ATR:	4.4500
Total Signals:	15
Signal 1:	BB Squeeze + ATR Contraction at 2026-01-08 00:00:00+05:30 (Pr
Signal 2:	BB Squeeze + ATR Contraction at 2026-01-09 00:00:00+05:30 (Pr
Signal 3:	ATR Contraction at 2026-01-13 00:00:00+05:30 (Price: 114.93)
Signal 4:	ATR Contraction at 2026-01-15 00:00:00+05:30 (Price: 113.55)
Signal 5:	ATR Contraction at 2026-01-16 00:00:00+05:30 (Price: 114.79)

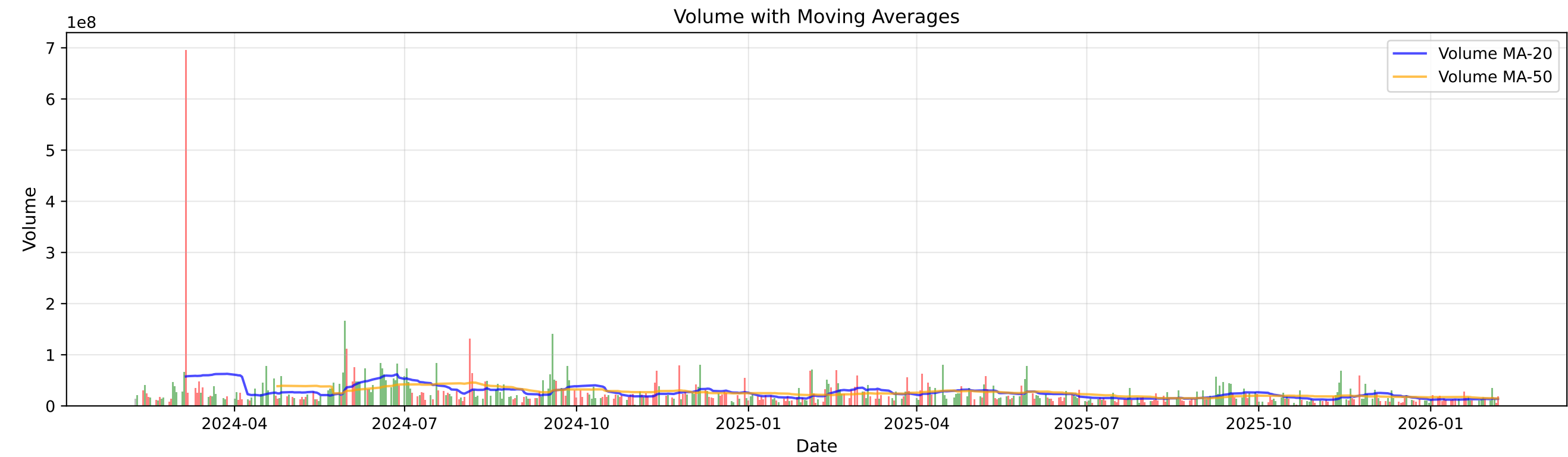
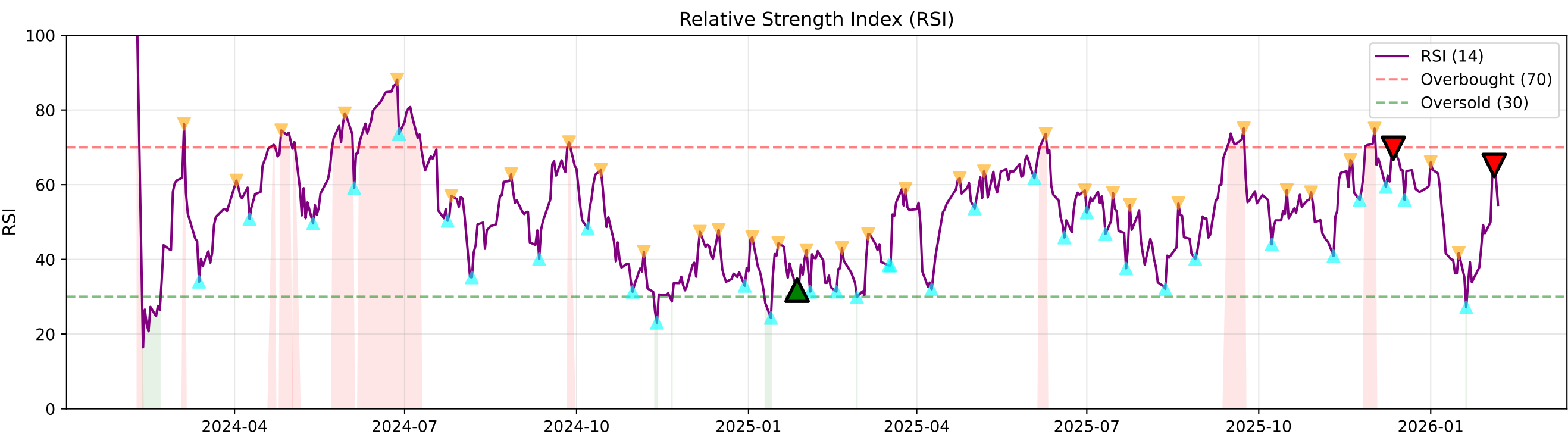
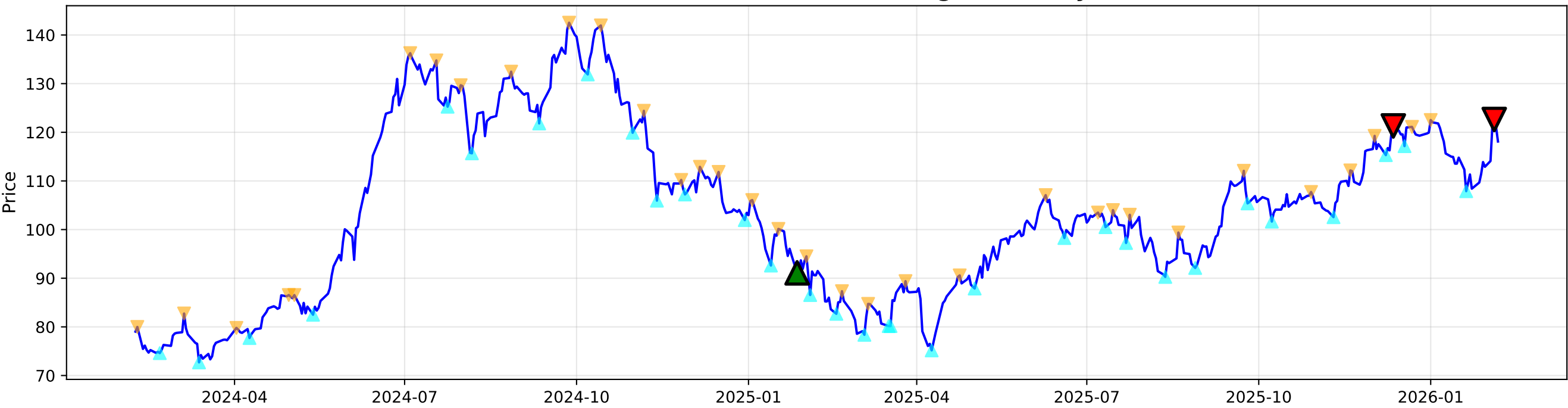
MOTHERSON.NS - Volatility Squeeze Analysis



MOTHERSON.NS - RSI-Volume Summary

Current RSI:	54.58
Current Volume:	18822881
Volume MA 20:	13979849
Bullish Divergences:	1
Bearish Divergences:	2
Bullish Div 1:	Date: 2025-01-27 00:00:00+05:30, Price: 91.11
Bearish Div 1:	Date: 2025-12-12 00:00:00+05:30, Price: 121.30
Bearish Div 2:	Date: 2026-02-04 00:00:00+05:30, Price: 122.62

MOTHERSON.NS RSI-Volume Divergence Analysis



MOTHERSON.NS - Volume Analysis

== VOLUME ANALYSIS ==:

Status:

28 Signals Detected

:

2026-01-06 [-]:

Distribution Day

2026-01-08 [-]:

Distribution Day

2026-01-13 [-]:

Distribution Day

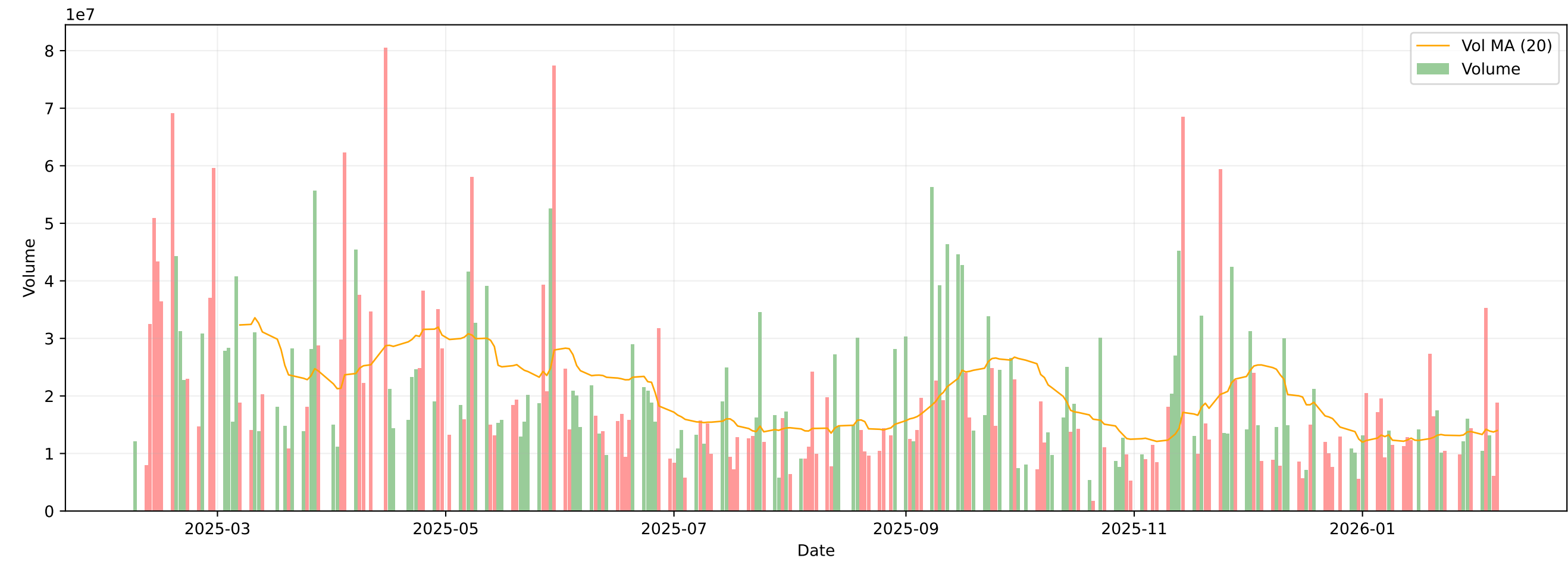
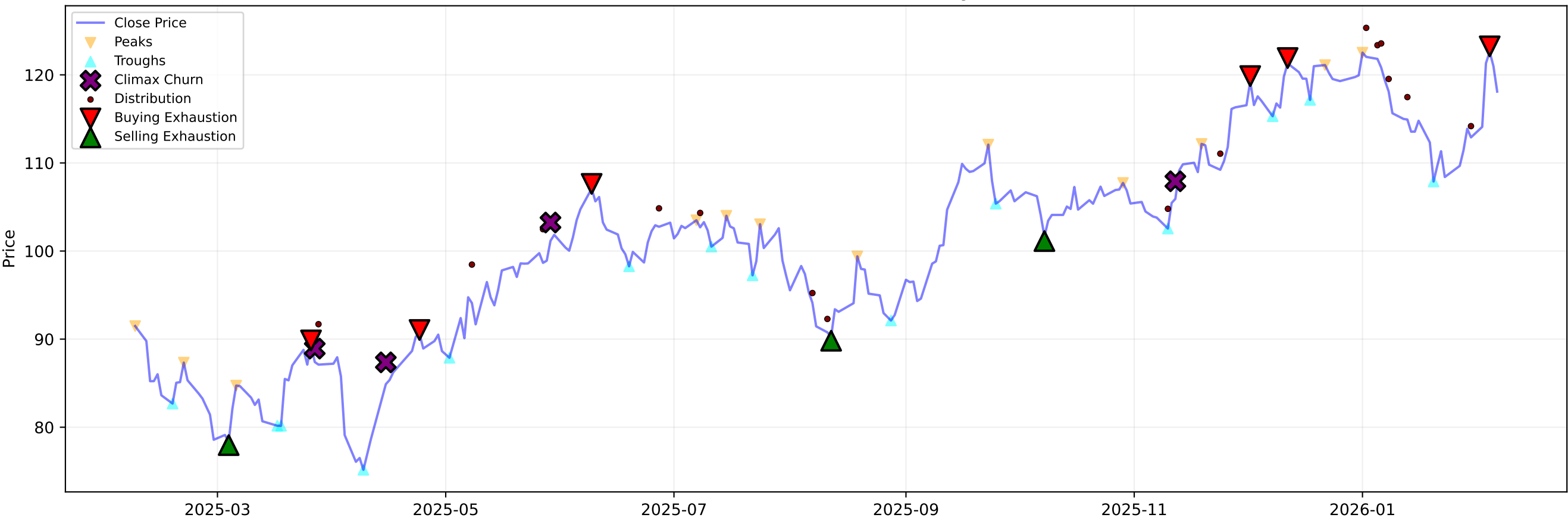
2026-01-30 [-]:

Distribution Day

2026-02-04 [+]:

Buying Exhaustion (Bearish Div)

MOTHERSON.NS - Volume Analysis



MOTHERSON.NS - Candlestick Classification Summary

== CANDLESTICK CLASSIFICATION ==:

Latest Classification: **Buyer Control**

Recent Trend Score (10-day avg): 0.30

:

Distribution:

No Control:	115
Seller Control:	55
Buyer Control:	53
Buyer Strong Control:	3
Seller Strong Control:	2

MOTHERSON.NS - Candlestick Classification



Multi-Timeframe Supertrend Analysis

Timeframe	Status	Value	Last Price	Signal Date
1 Week	DOWNTREND (Sell)	123.3	118.1	2026-01-19
1 Day	UPTREND (Buy)	110.16	118.1	2026-02-03
15 Min	DOWNTREND (Sell)	118.29	118.06	2026-02-05

Multi-Timeframe MACD Analysis

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

MOTHERSON.NS - 1 Week (Candlestick + EMAs)



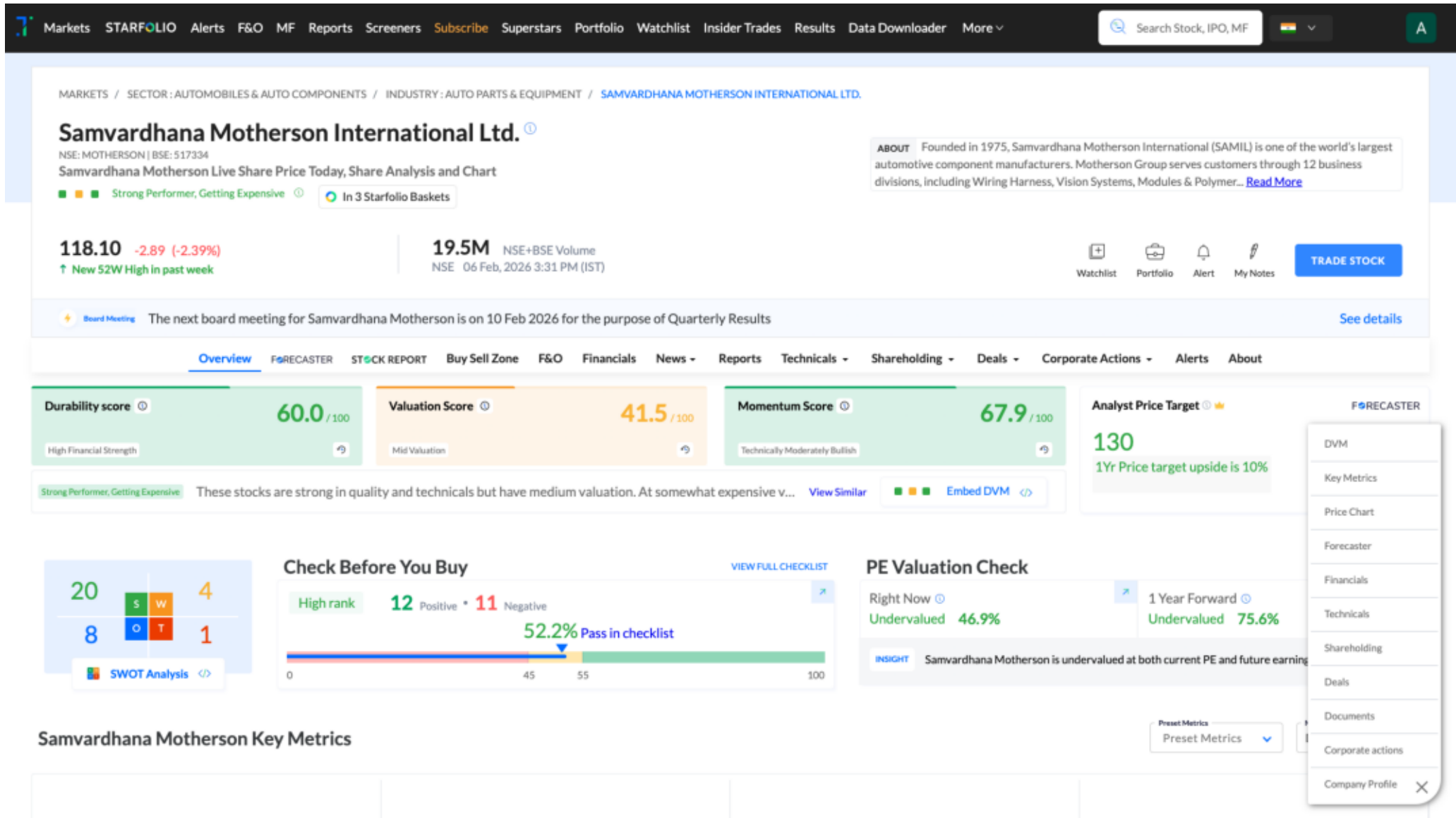
MOTHERSON.NS - 1 Day (Candlestick + EMAs)



MOTHERSON.NS - 15 Min (Candlestick + EMAs)



Trendlyne Snapshot - MOTHERSON_main



Trendlyne Snapshot - MOTHERSON_forecaster

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MARKETS / SECTOR : AUTOMOBILES & AUTO COMPONENTS / INDUSTRY : AUTO PARTS & EQUIPMENT / [SAMVARDHANA MOTHERSON INTERNATIONAL LTD.](#)

Samvardhana Motherson International Ltd. ⓘ

NSE: MOTHERSON | BSE: 517334

Strong Performer, Getting Expensive ⓘ

In 3 Starfolio Baskets

118.10

-2.89 (-2.39%)

↑ New 52W High in past week

19.5M

NSE+BSE Volume

NSE 06 Feb, 2026 3:31 PM (IST)

Watchlist

Portfolio

Alert

My Notes

TRADE STOCK

Board Meeting

The next board meeting for Samvardhana Motherson is on 10 Feb 2026 for the purpose of Quarterly Results

See details

Overview

FORECASTER

STOCK REPORT

Buy Sell Zone

F&O

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About

Samvardhana Motherson - MOTHERSON - stock price prediction, stock forecast, target price, analyst ratings from 22 analysts

Samvardhana Motherson has a share price target of Rs 130, revenue growth forecast of 9.5%, and profit growth estimate of 4.7% for FY26, based on top 22 analyst calls.

Samvardhana Motherson FORECASTER - Analyst Estimates ⓘ

FORECASTER DASHBOARD →

SHARE PRICE TARGET FORECAST

12 MONTH ESTIMATE

LOW ESTIMATE

HIGH ESTIMATE

CURRENT PRICE

AVG. ESTIMATE

85

118.1

129.6

150

● CURRENT PRICE ● AVG. ESTIMATE

EPS FORECAST

QUARTER

ANNUAL

7.5

5

2.5

0

Mar '23

Mar '24

Mar '25

Mar '26

Mar '27

◇ ACTUAL EPS ◇ AVG. ESTIMATE

CONSENSUS RECOMMENDATION

22 ANALYST Recommendations

BUY

11	7	2	2	Sep '25
12	7	1	2	Oct '25
13	6	1	2	Nov '25
13	6	1	2	Dec '25
14	6	2		Jan '26
14	6	2		Feb '26

● STRONG BUY ● BUY ● HOLD ● STRONG SELL