

# Stock Analysis Report

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## Strategic Trading Analysis

Based on the detailed 25-page analysis report provided, here is my assessment of **FEDERALBNK.NS** as of the report date (February 7, 2026).

### Step 1: Audit the Data

- **Data Present:**
  - **Price Action:** Multi-timeframe charts (Weekly, Daily, 15-min) and candlestick classification.
  - **Trend Indicators:** Moving Averages (EMA 20/50/200), Supertrend, and MACD.
  - **Momentum & Volatility:** RSI with divergence analysis, Bollinger Bands, and Relative Strength (RS) ratios.
  - **Volume:** Volume moving averages and "Buying/Selling Exhaustion" signals.
  - **Fundamentals:** Revenue/Net Income trends (4 years & 6 quarters), Valuation, and Analyst Estimates.
- **Data Missing:**
  - **Institutional Flows:** FII/DII participation data is not explicitly detailed in the technical charts.
  - **Option Chain:** Open Interest (OI) data is missing, which would assist in pinpointing immediate resistance levels.
- **Confidence Level: High.** The report provides a comprehensive technical and fundamental view, allowing for a high-conviction decision based on trend, momentum, and volume structure.

### Step 2: Analyze the Setup

- **Price Structure (Trend):**
  - **Primary Trend: Bullish.** The stock is in a confirmed strong uptrend on Daily and Weekly timeframes (Page 22). Price (286.80) is consistently above EMA 20 (277.89) > EMA 50 (265.52) > EMA 200 (230.50).
  - **Short-Term Weakness:** The 15-minute timeframe is in a **DOWNTREND** (Page 22), indicating an active intraday/short-term correction.
- **Momentum & Divergence (The Warning Signs):**
  - **RSI Divergence:** A **Bearish Divergence** was identified on 2026-01-30 (Page 16). This is a critical warning that the recent highs were made with less momentum.
  - **MACD:** While bullish, the momentum is explicitly flagged as **"Weakening"** (Page 12), with the histogram narrowing towards the zero line.
  - **Volume:** Page 18 indicates **"Buying Exhaustion"** on 2026-01-30.
- **Relative Strength:**
  - The stock is classified as a **"Weakening Leader"** (Page 4). While it is outperforming the Benchmark (^NSEBANK), its momentum relative to the market is stalling.
- **Support & Resistance:**
  - **Immediate Support:** INR 277.89 (20 EMA).
  - **Critical Support:** INR 262-265 (Supertrend Support & 50 EMA).
  - **Resistance:** INR 300-305 (Psychological & Recent Highs/Upper Bollinger Band).

**Conclusion of Setup:** The stock is structurally bullish but currently undergoing a healthy, necessary correction. Entering exactly at the current price (CMP) is risky due to the active bearish divergences and the 15-minute downtrend. The stock needs to "digest" the recent gains.

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## Step 3: Formulate the Recommendation

**Verdict: NO** (Do not enter at Current Market Price of INR 286.80).

**Reasoning:** The combination of **Bearish RSI Divergence**, **Buying Exhaustion on Volume**, and a **15-minute Downtrend** suggests the pullback is not complete. Buying now risks suffering an immediate drawdown to the 20 EMA or 50 EMA. As a positional trader, we want to enter when the short-term correction ends and the primary uptrend resumes.

### Conditional Plan (Buy on Strength/Resumption)

Since the primary trend is strong, I recommend a conditional buy based on the resumption of momentum to avoid "catching a falling knife."

- **Condition to Buy:**
  - Wait for the daily candle to Close above **INR 292.00**.
  - *Why?* This invalidates the short-term bearish divergence and confirms that buyers have regained control above the immediate consolidation zone.
- **Entry Price: INR 292.00 - INR 294.00** (Stop-Limit Entry).
- **Stop Loss: INR 274.00** (Closing Basis).
  - *Why?* This places the risk below the critical 20-day EMA (currently INR 277) and the recent consolidation lows.
- **Take Profit: INR 325.00** (approx. 11% upside).
  - *Why?* This targets a breakout into new all-time highs, consistent with a measured move from the current consolidation.

### Alternative Plan (Aggressive "Buy the Dip")

If the stock continues to correct without breaking INR 292:

- **Condition to Buy:** Price touches the **50-day EMA** zone.
- **Entry Price: INR 266.00**
- **Stop Loss: INR 254.00** (Below Supertrend support).
- **Take Profit: INR 295.00** (Return to current highs).

## Candlestick Classification Analysis

Based on the **Candlestick Classification Analysis** found on pages 20 and 21 of the report, here is the interpretation from the perspective of a price action trader.

### Current Market State: Indecision & Exhaustion

**1. The Headline Status: "No Control" (Score: 0)** The latest candlestick is classified as **No Control**.\*

**Interpretation:** The market has entered a period of equilibrium. The spread between the open and close is narrow (small body relative to ATR), and wicks likely exist on both sides. This indicates that neither the bulls nor the bears could maintain conviction by the closing bell. After the recent run-up, this suggests the

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momentum has evaporated.

**2. The 10-Day Trend Score: -0.10 (Slight Bearish Tilt)** The 10-day rolling average score is **-0.10**.\*

**Interpretation:** This is a critical metric. While the overall long-term trend (visible on the chart) is up, the *immediate* price action (last 2 weeks) has neutralized. A negative score, even a small one, indicates that **Seller Control** days have slightly outweighed **Buyer Control** days recently. The "Conviction" has shifted from aggressive buying to profit-taking.

**3. Chart & Volume Analysis (Page 21 Visuals)** Looking at the candlestick chart and the volume bars:\*

- The Rejection at the Top:** In late January/early February (the far right of the chart), we see a transition. The chart shows a strong rally (Green/Buyer Control candles) that peaked.\*
- Shift in Control:** Following the peak, there was a visible emergence of **Seller Strong Control (-2)** candles (dark red) accompanied by high volume spikes. This fits the algorithm's criteria for a "distribution" phase-institutional sellers used the high liquidity to unload positions.\*
- Current Consolidation:** The most recent candles are gray (No Control) or light red. The volume on these recent "No Control" days appears to be tapering off (lower than the average volume line). This confirms the "No Control" logic: low volume + small body = lack of participation.

## Prediction: Which side should the price be?

**Verdict: Neutral to Slightly Bearish (Correction Mode)**

The immediate price action suggests the stock is in a **Consolidation/Pullback phase**.

- **Why not Bullish yet?** There is a complete absence of recent "Buyer Strong Control" (+2) signals. The buyers have stepped aside. Until we see a candle with a large body closing near the high on >1.3x volume, the uptrend is paused.
- **Why not strongly Bearish?** The score is only -0.10, not -1.5. This isn't a panic sell-off; it is a drift.

**Trading Outlook:** The price is likely to **drift sideways or slightly lower** in the short term as the market digests the recent gains. The "No Control" status implies volatility is compressing.

- **Watch for:** A breakout from this "No Control" range.
  - **Bullish Reversal:** Look for a **Buyer Control (+1)** or **Buyer Strong Control (+2)** candle to confirm the consolidation is over.
  - **Bearish Continuation:** If the trend score drops further below -0.50, the "No Control" phase was actually distribution, and a deeper correction is imminent.

**Summary:** The bulls are tired, and the bears are testing the waters. The immediate direction is **sideways-down**.

## News & Analyst Targets

Here is the latest stock research and information for **Federal Bank (FEDERALBNK)** as of the week ending **February 7, 2026**.

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## 1) Latest News for FEDERALBNK This Week

- **RBI Approves Blackstone Stake (Major Event):** On **February 5, 2026**, the Reserve Bank of India (RBI) officially approved the acquisition of up to **9.99% stake** in Federal Bank by **Blackstone** (via its affiliate Asia II Topco XIII Pte. Ltd.). This is a significant regulatory milestone, following the earlier CCI approval. The deal involves the issuance of convertible warrants worth approximately **INR 6,196 crore** (~\$700 million), positioning Blackstone as the largest shareholder.
- **All-Time High:** Following the positive sentiment around the deal and strong Q3 earnings, Federal Bank's stock hit a new **all-time high of INR 298.40** on **February 3, 2026**, before seeing some consolidation later in the week.
- **Brand Identity Refresh:** The bank recently unveiled its new brand identity, "The Fortuna Wave," to signal its modernization and digital-first approach.
- **Insurance Stake Increase:** The bank has completed the acquisition of an additional stake in Ageas Federal Life Insurance, increasing its holding from 26% to **30%**.

## 2) Brokerage Upgrades & Downgrades

Most major brokerages re-rated the stock in mid-to-late January 2026 following the Q3 results. The sentiment remains largely **positive**, with analysts citing the Blackstone deal as a key confidence booster.

- **Systematix:** Upgraded from **Hold to BUY** (Jan 17) citing strong profitability and margin expansion.
- **Emkay Global:** Maintained **BUY**, raising the target price to **INR 320** (from INR 285), driven by the new MD's strategy for calibrated growth.
- **JM Financial:** Upgraded to **ADD**, raising the target to **INR 290**, noting improvements in asset quality and fee income.
- **ICICI Direct:** Maintained a **HOLD** rating but raised the target price to **INR 310**, acknowledging the strong Q3 performance but citing valuation.

## 3) Indirect News & Economic Impact

- **RBI Monetary Policy (Feb 6, 2026):** The RBI MPC decided to keep the **repo rate unchanged** (Status Quo). Governor Sanjay Malhotra emphasized "proactive liquidity management" but stated the central bank is **not looking to immediately change the Liquidity Coverage Ratio (LCR) framework**. This was slightly disappointing for banks hoping for immediate LCR relief to ease deposit pressure.
- **Sector-Wide Liquidity Pressure:** The banking sector continues to face a high **Credit-Deposit (CD) Ratio** (Federal Bank's is ~83%). The RBI's commentary on maintaining sufficient system liquidity is a positive signal for mid-sized banks like Federal Bank that rely on granular deposits.

## 4) Analyst Price Targets (2026)

Below is the summary of the latest price targets released by major brokerage firms following the Q3 FY26 earnings and the Blackstone deal announcement.

Brokerage Firm	Rating	Price Target (INR)	Outlook/Rationale
Emkay Global	BUY	320	Strong RoA improvement; Blackstone capital infusion positive.
Systematix	BUY	310	Upgraded from Hold; margins expanding and asset quality stable.
ICICI Direct	HOLD	310	Target raised; strong NII growth but valuation is fair.

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Brokerage Firm	Rating	Price Target (INR)	Outlook/Rationale
Centrum Broking	BUY	305	revised from INR 261; expects 25% earnings CAGR over FY26-28.
Motilal Oswal	BUY	310	Better-than-expected NIMs; strong growth in high-yield segments.
UBS	BUY	310	Sees improvement in operating trends accelerating.
JM Financial	ADD	290	Improving franchise durability; raised from INR 265.
Consensus	BUY	~301	Average of major analyst targets.

**Summary:** The analyst community is bullish on Federal Bank, with a consensus target price suggesting further upside from current levels (approx. INR 280-285 range). The Blackstone investment is seen as a major vote of confidence in the bank's governance and future growth trajectory.

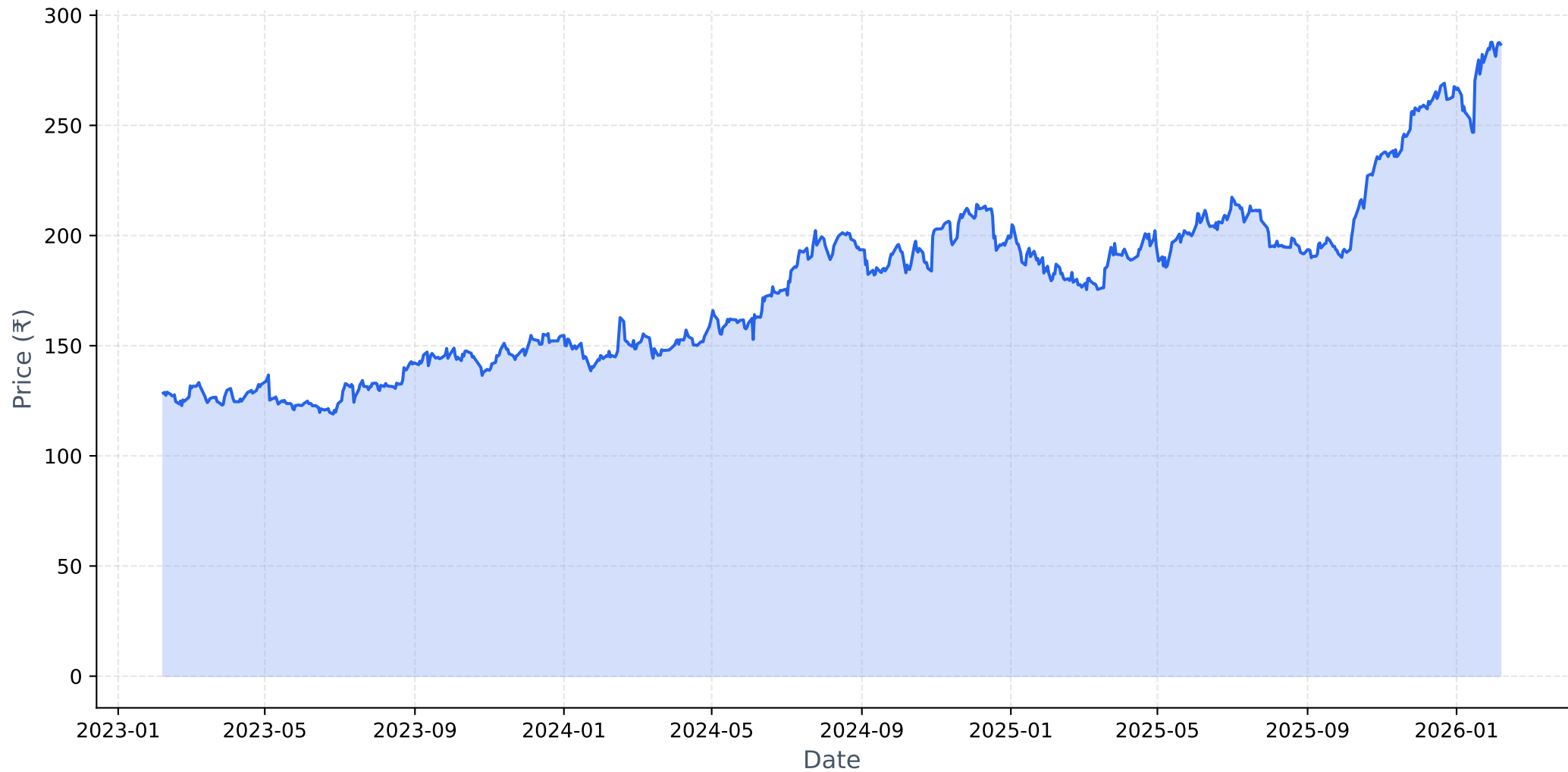
# Stock Detailed Analysis Report

**FEDERALBNK.NS**

Current Price: ₹286.80

Generated: 2026-02-07 10:19

# FEDERALBNK.NS - 3 Year Daily Price Chart



## Long-term Fundamental Analysis (4 Years)

Metric	Is Growing?	Accelerating?	1Y Growth	3Y CAGR
Revenue	Yes	No	17.46%	18.59%
Net Income	Yes	No	7.17%	28.29%
ROE	Yes	No	-6.58%	5.59%
EPS	Yes	No	1.31%	21.27%

## Short-term Fundamental Analysis (6 Quarters)

Metric	Is Growing?	Recent QoQ	Avg QoQ
Revenue	Yes	8.65%	3.26%
Net Income	Yes	19.14%	1.25%
ROE	No	-6.28%	-6.28%
EPS	Yes	18.98%	3.78%



# FEDERALBNK.NS - Relative Strength Analysis

## == OVERVIEW ==:

Benchmark Index:	^NSEBANK
Sector:	Bank
Classification:	<b>Weakening Leader</b>
RS Score:	60.5/100
:	

## == RS RATIOS ==:

1M RS:	<b>1.109 [Leader]</b>
3M RS:	<b>1.163 [Leader]</b>
6M RS:	<b>1.362 [Strong]</b>
1Y RS:	<b>1.253 [Strong]</b>
:	

## == TURNAROUND ANALYSIS ==:

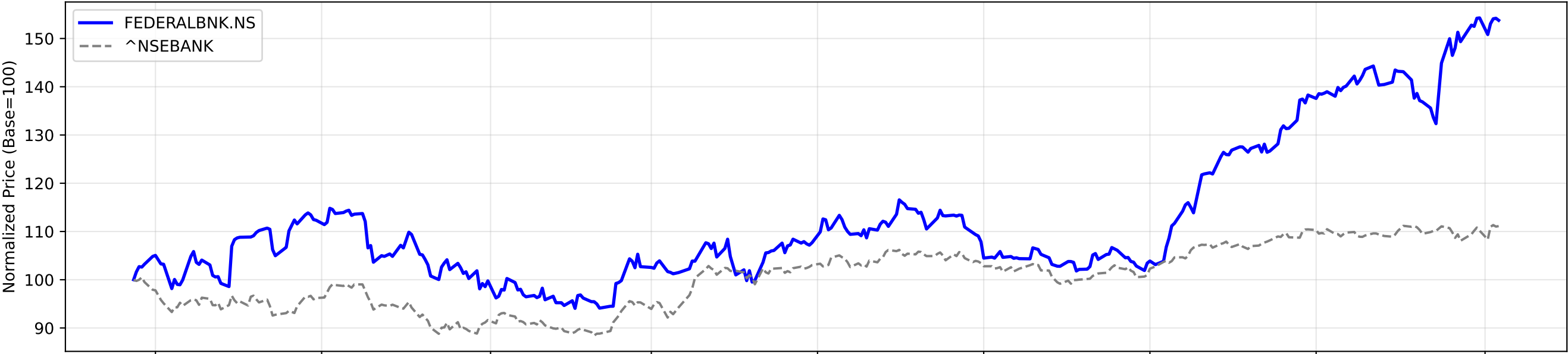
Turnaround Status:	<b>Not Detected</b>
:	

## SIGNAL CRITERIA::

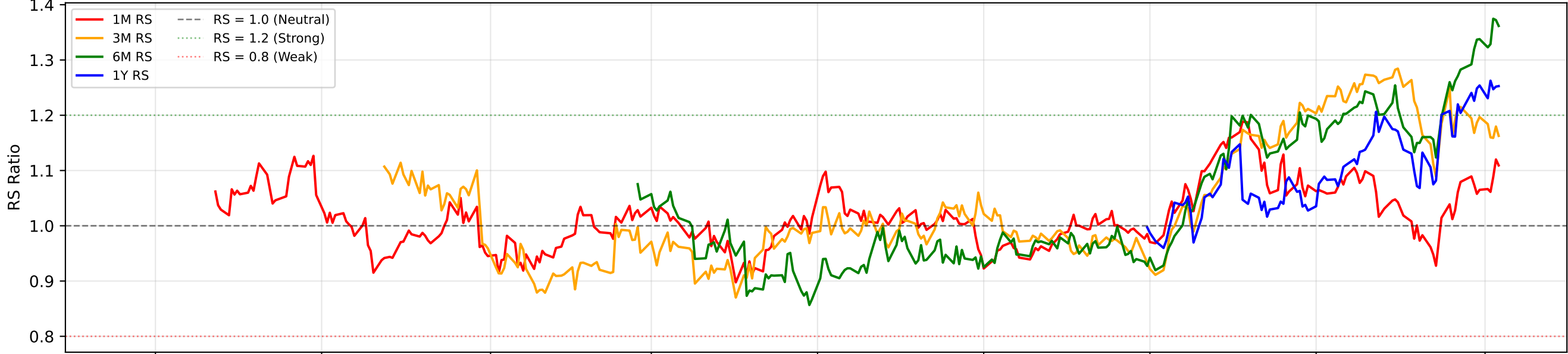
× Emerging RS:	<b>Not accelerating</b>
× Medium-term Lagging:	<b>Not lagging</b>
× Performance Improving:	<b>Not improving</b>

Relative Strength Analysis: FEDERALBNK.NS vs ^NSEBANK  
Classification: Weakening Leader

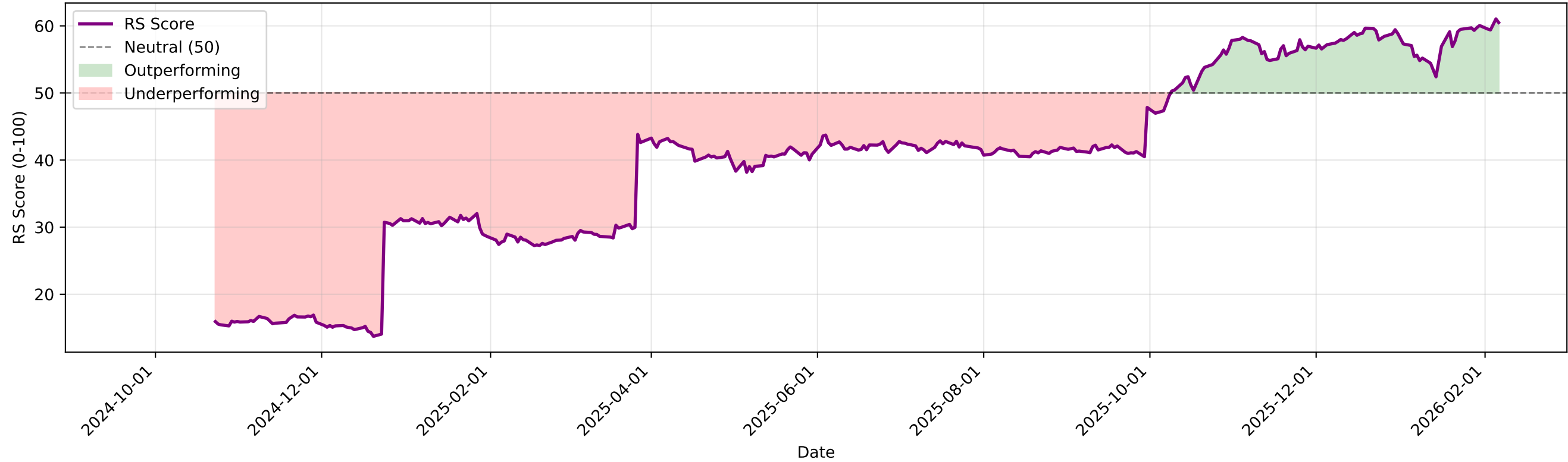
Price Performance Comparison (Normalized)



RS Ratio Trends (Multiple Timeframes)



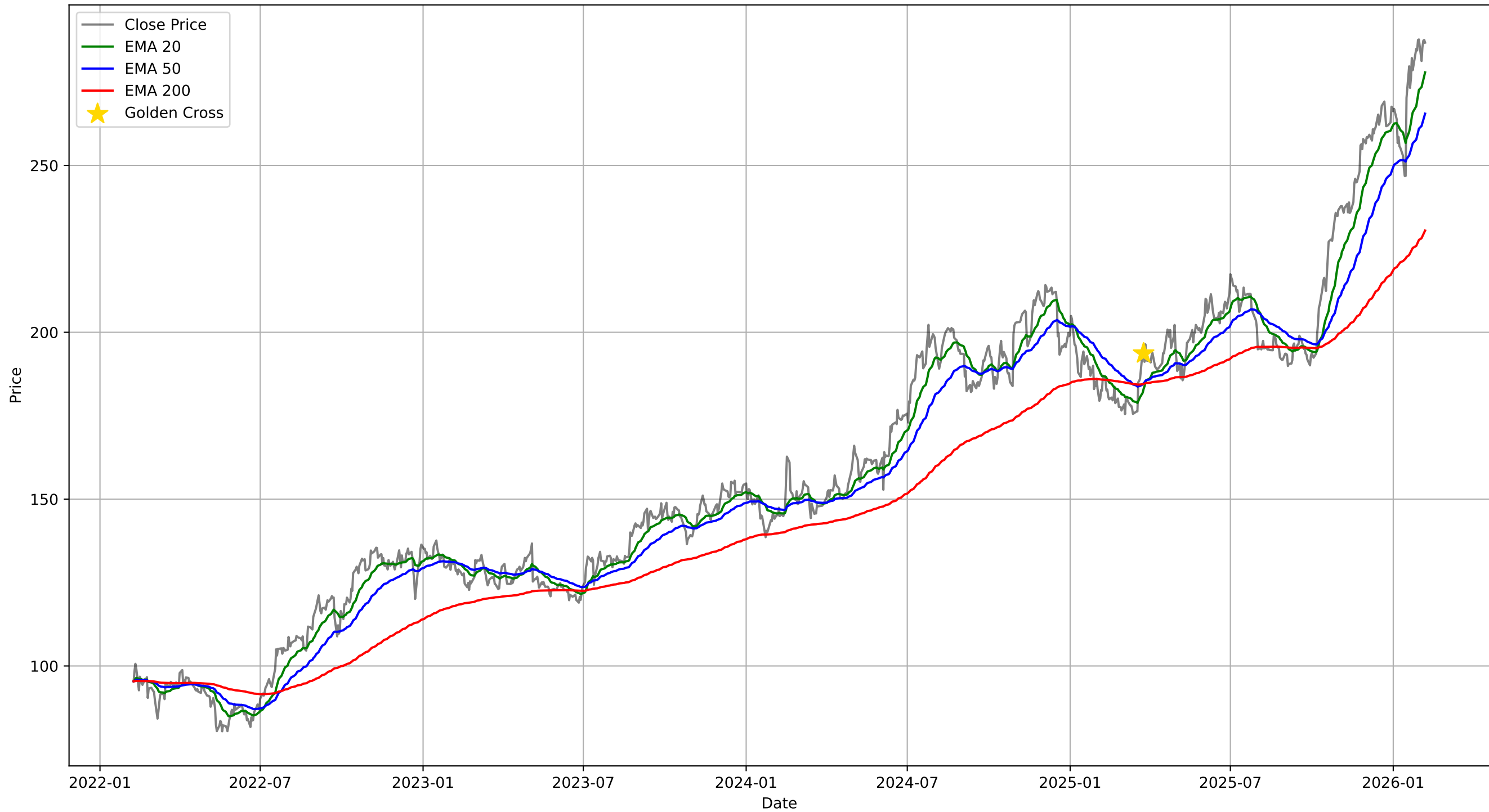
RS Composite Score Timeline



## FEDERALBNK.NS - EMA Crossover Summary

EMA 20:	277.89
EMA 50:	265.52
EMA 200:	230.50
Trend Status:	<b>Strong Uptrend</b>
Golden Cross Date:	2025-03-25 00:00:00+05:30
Golden Cross Price:	193.68

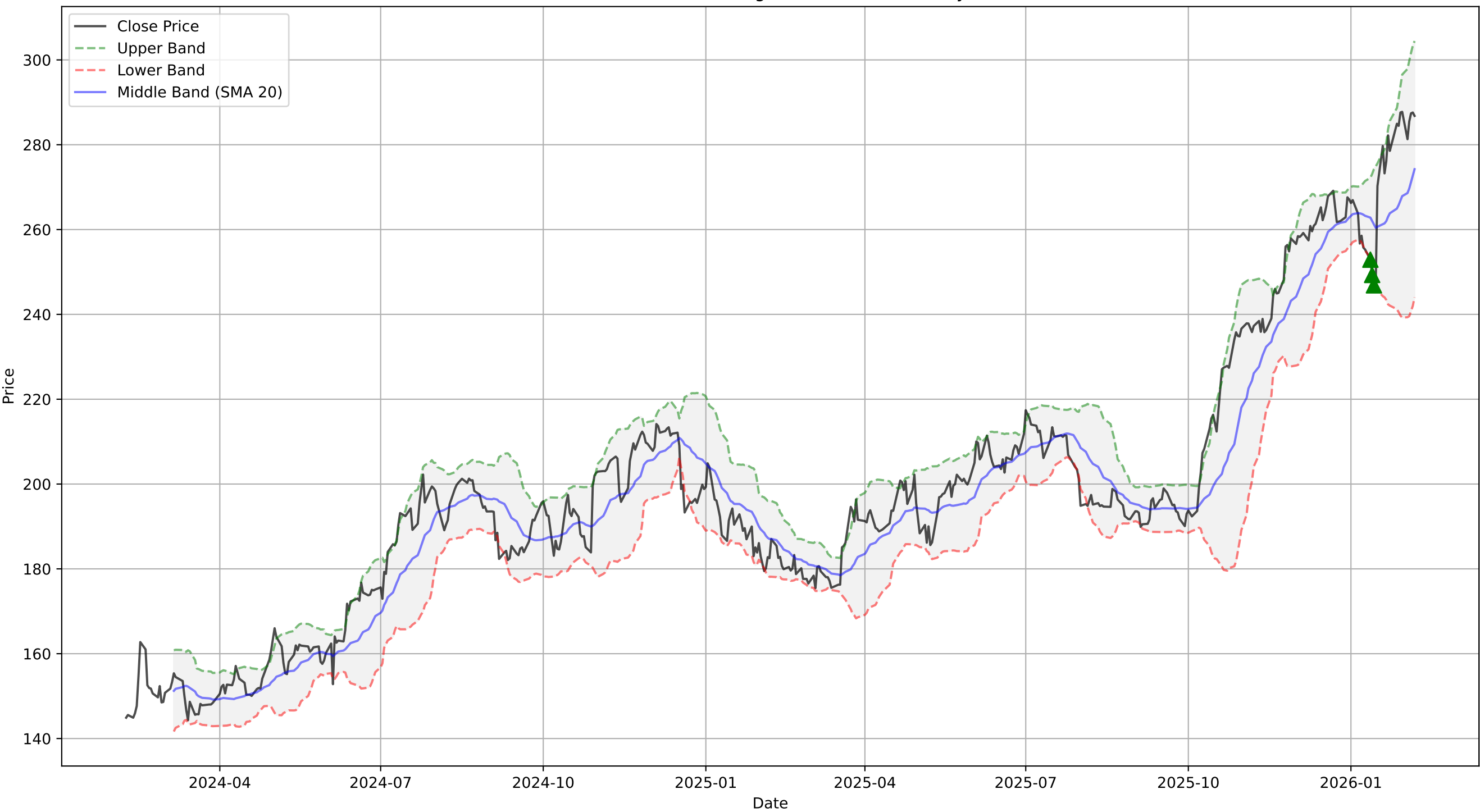
FEDERALBNK.NS EMA Crossover Analysis



## FEDERALBNK.NS - Bollinger Bands Summary

Current Price:	286.80
Upper Band:	304.44
Middle Band (SMA 20):	274.23
Lower Band:	244.02
%B:	0.7081
Band Width:	0.2203
Status:	Upper Half
Signal:	None
Recent Signal 1:	Buy Signal at 2026-01-12 00:00:00+05:30
Recent Signal 2:	Buy Signal at 2026-01-13 00:00:00+05:30
Recent Signal 3:	Buy Signal at 2026-01-14 00:00:00+05:30

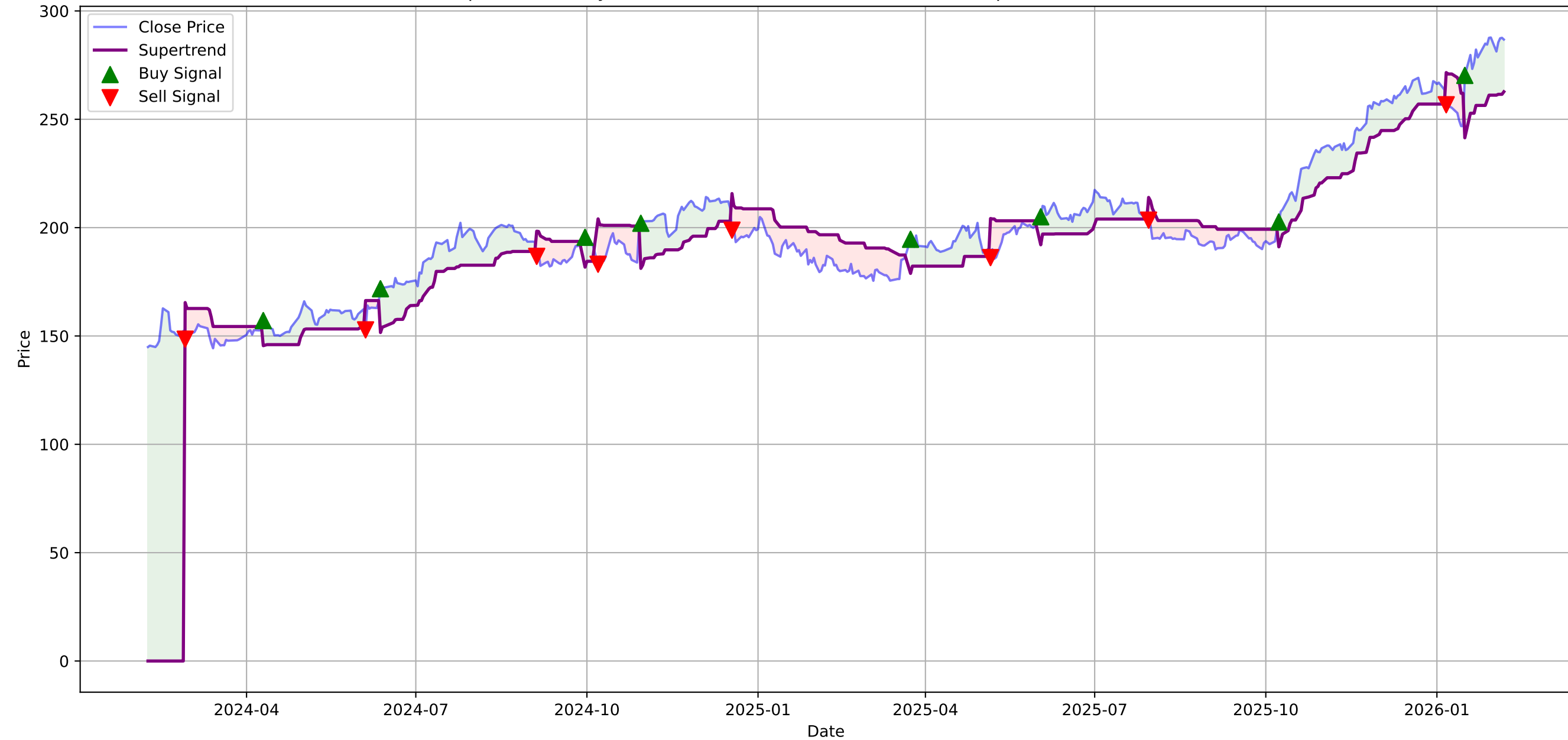
FEDERALBNK.NS Bollinger Bands (20, 2) Analysis



## FEDERALBNK.NS - Supertrend Summary

Status:	UPTREND (Buy)
Supertrend Value:	262.71
Signal Identified On:	2026-01-16

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





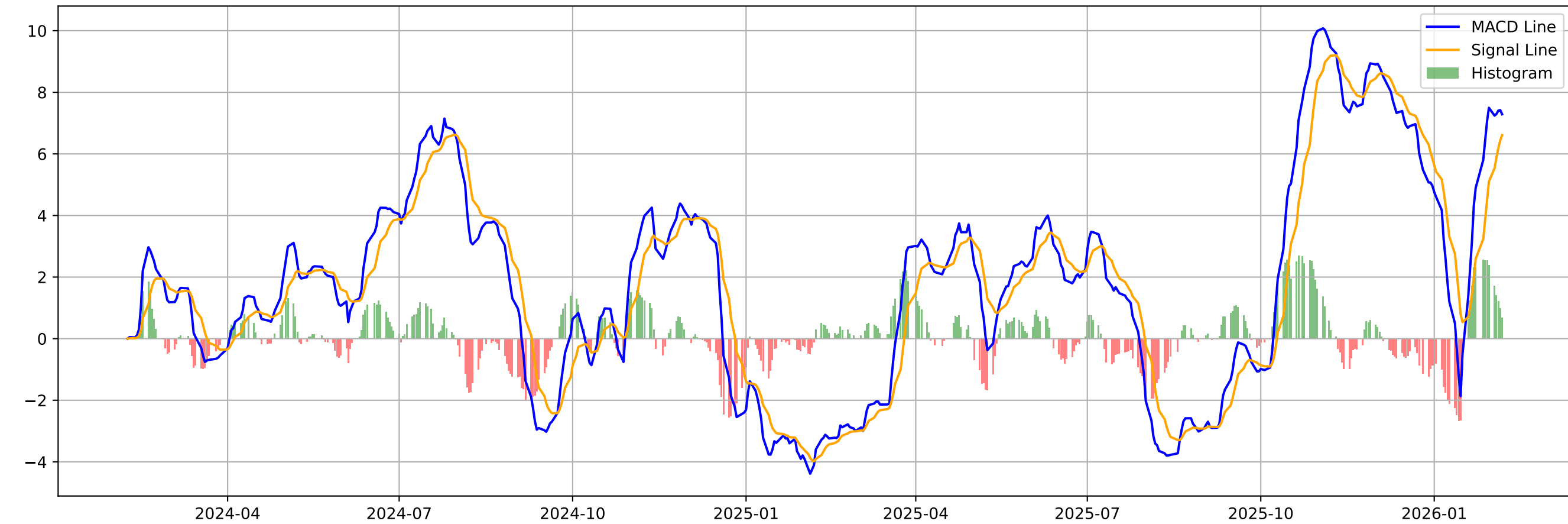
## FEDERALBNK.NS - MACD Summary

MACD Line:	7.29
Signal Line:	6.61
Histogram:	0.68
Trend:	<b>Bullish</b>
Momentum:	<b>Weakening</b>
Signal:	None

FEDERALBNK.NS Price



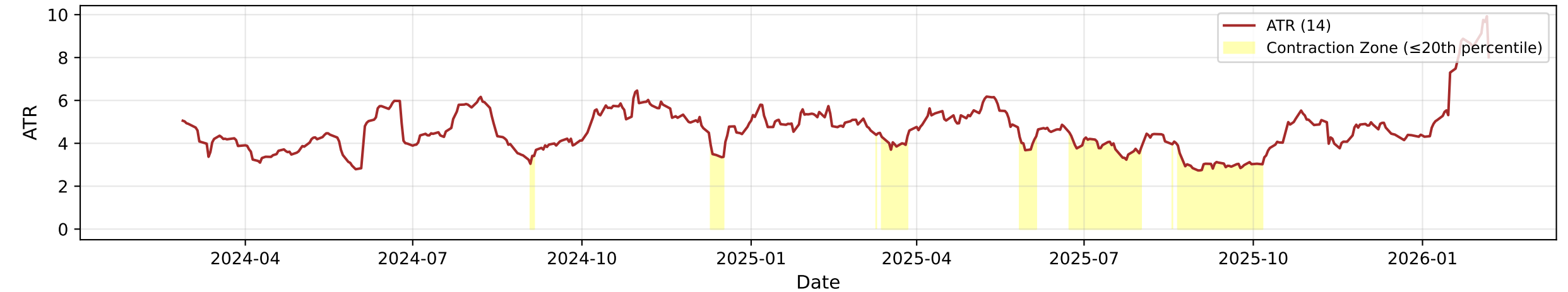
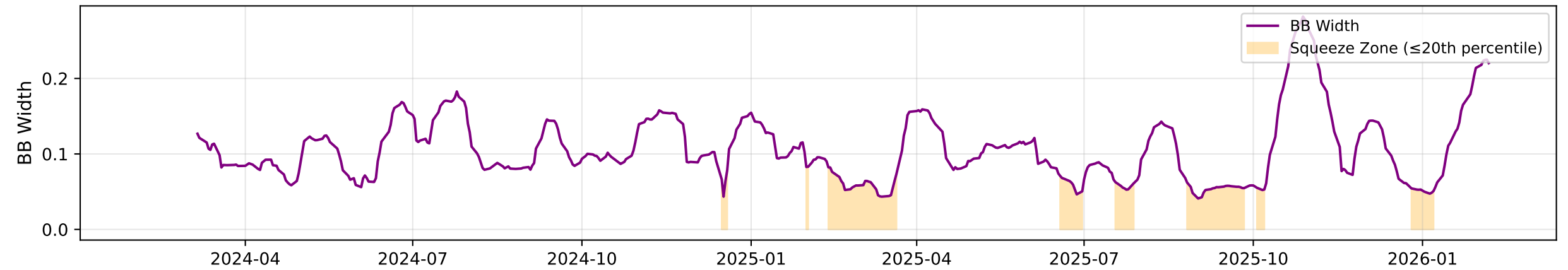
FEDERALBNK.NS MACD (12, 26, 9)



## FEDERALBNK.NS - Volatility Squeeze Summary

<b>BB Width:</b>	0.2203
<b>ATR:</b>	8.0143
<b>Total Signals:</b>	9
<b>Signal 1:</b>	BB Squeeze at 2026-01-01 00:00:00+05:30 (Price: 266.25)
<b>Signal 2:</b>	BB Squeeze at 2026-01-02 00:00:00+05:30 (Price: 266.95)
<b>Signal 3:</b>	BB Squeeze at 2026-01-05 00:00:00+05:30 (Price: 263.75)
<b>Signal 4:</b>	BB Squeeze at 2026-01-06 00:00:00+05:30 (Price: 256.70)
<b>Signal 5:</b>	BB Squeeze at 2026-01-07 00:00:00+05:30 (Price: 258.55)

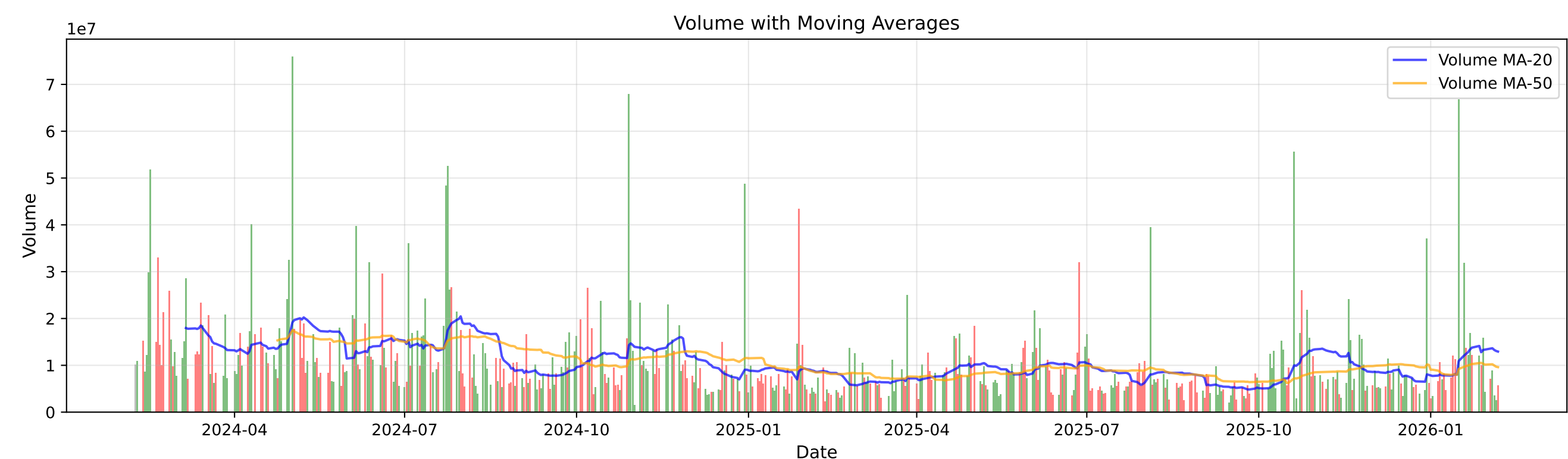
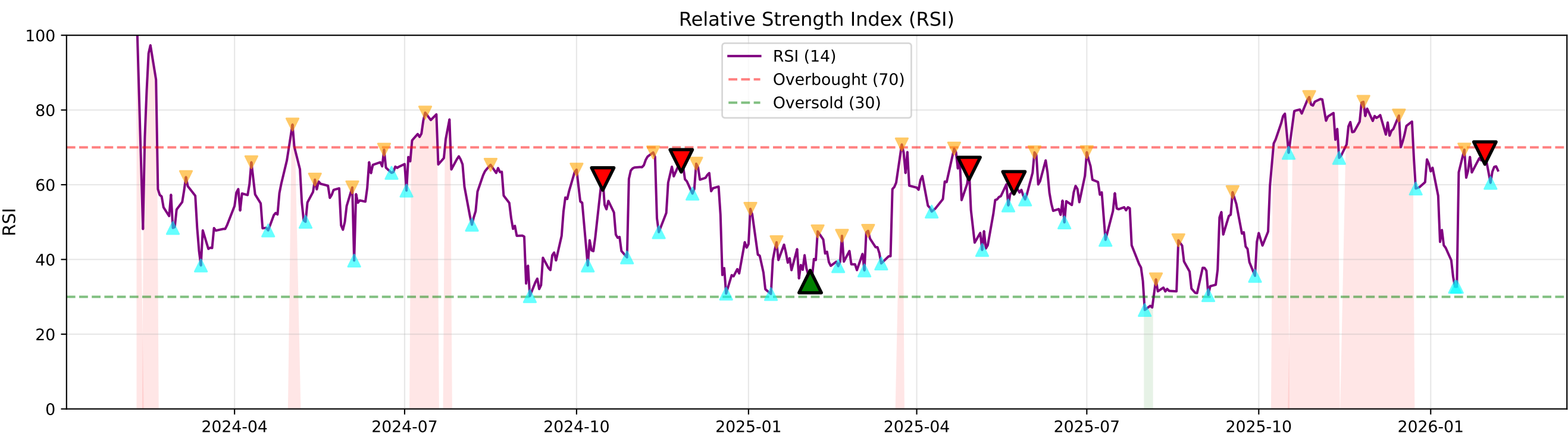
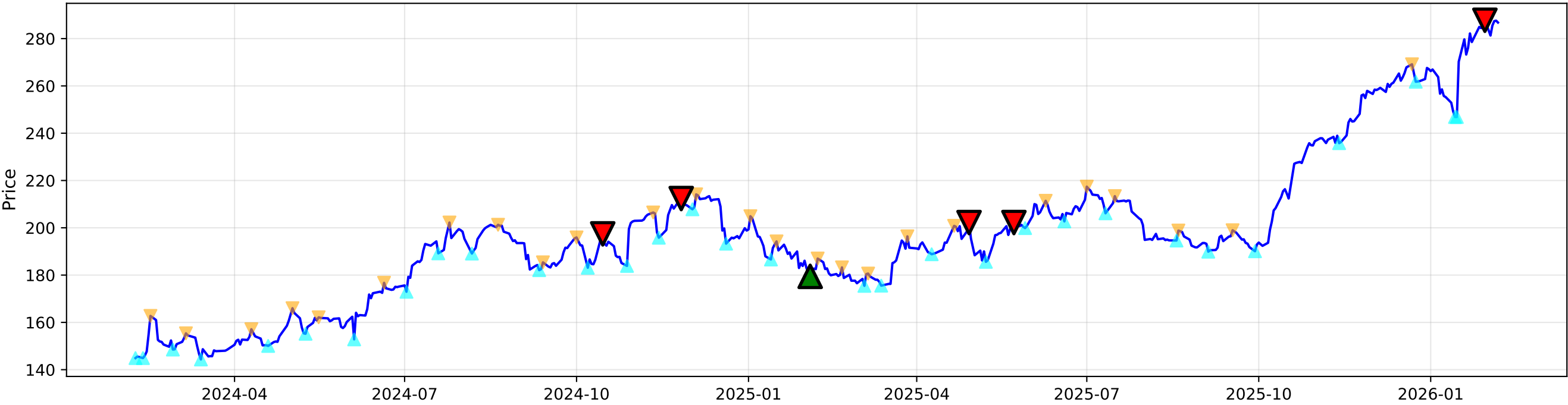
# FEDERALBNK.NS - Volatility Squeeze Analysis



## FEDERALBNK.NS - RSI-Volume Summary

<b>Current RSI:</b>	63.82
<b>Current Volume:</b>	5682140
<b>Volume MA 20:</b>	12936132
<b>Bullish Divergences:</b>	1
<b>Bearish Divergences:</b>	5
<b>Bullish Div 1:</b>	Date: 2025-02-03 00:00:00+05:30, Price: 179.47
<b>Bearish Div 1:</b>	Date: 2025-05-23 00:00:00+05:30, Price: 202.21
<b>Bearish Div 2:</b>	Date: 2026-01-30 00:00:00+05:30, Price: 287.75

# FEDERALBNK.NS RSI-Volume Divergence Analysis



# FEDERALBNK.NS - Volume Analysis

## == VOLUME ANALYSIS ==:

Status:

**30 Signals Detected**

:

**2025-10-24 [-]:**

Distribution Day

**2026-01-08 [-]:**

Distribution Day

**2026-01-13 [-]:**

Distribution Day

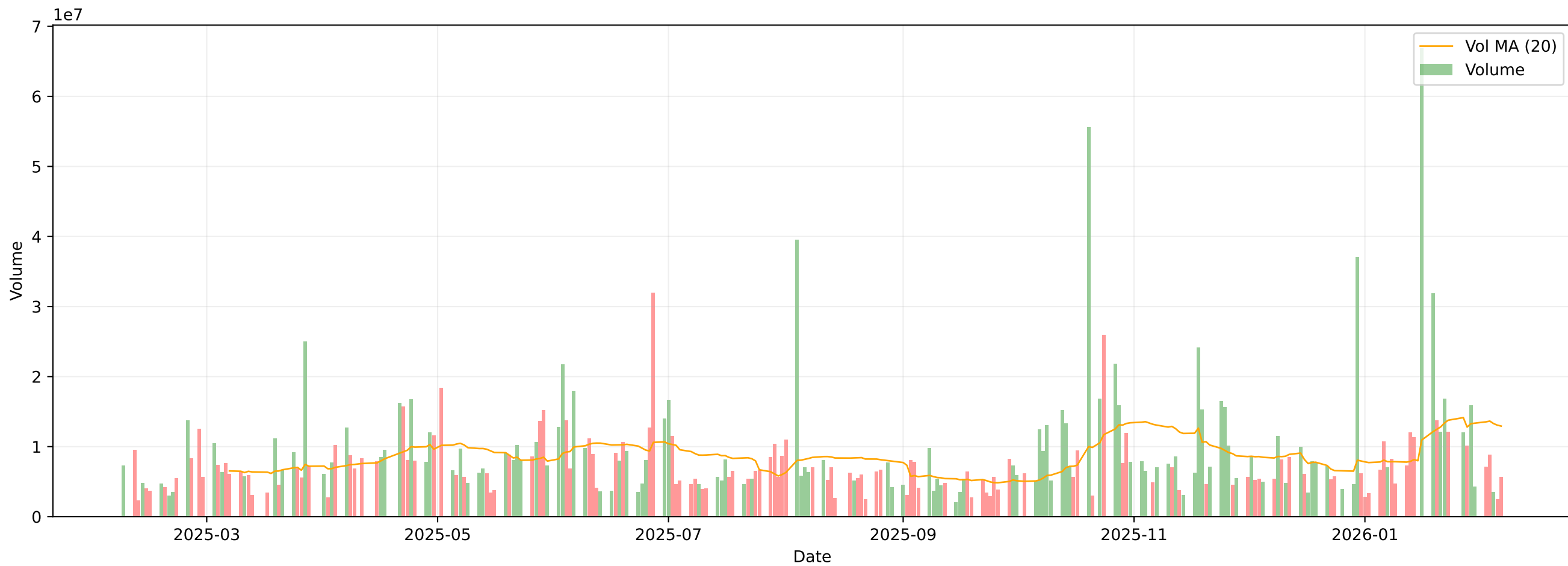
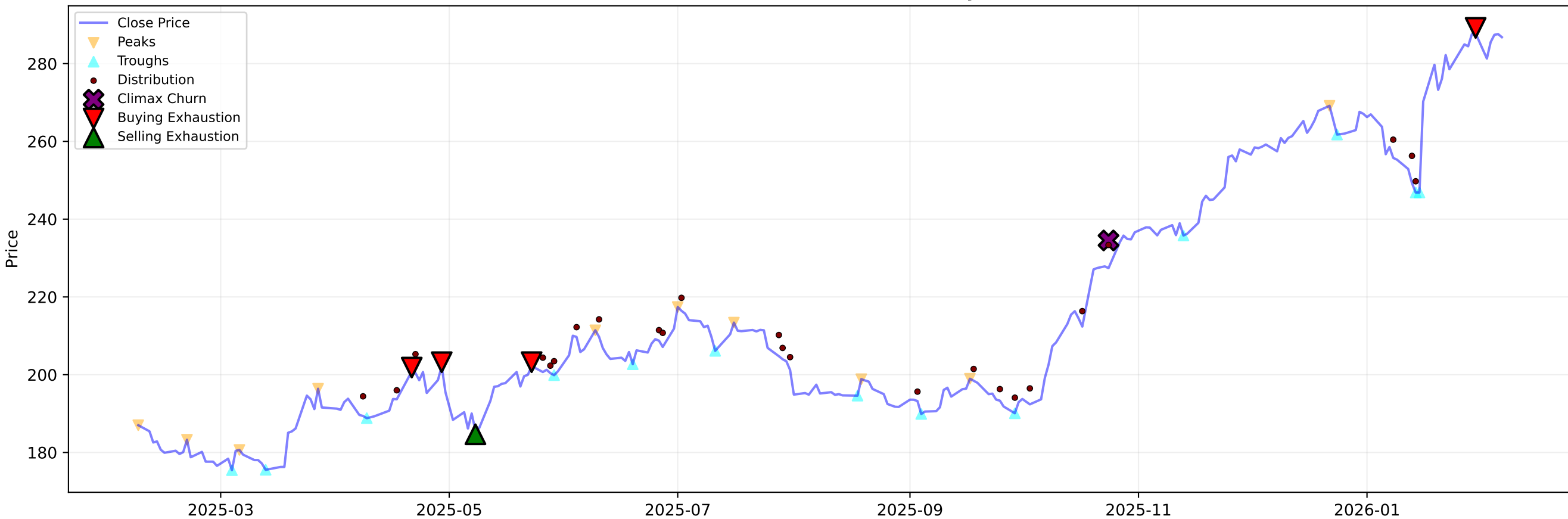
**2026-01-14 [-]:**

Distribution Day

**2026-01-30 [+]:**

**Buying Exhaustion (Bearish Div)**

# FEDERALBNK.NS - Volume Analysis





# FEDERALBNK.NS - Candlestick Classification Summary

== CANDLESTICK CLASSIFICATION ==:

Latest Classification: **No Control**

Recent Trend Score (10-day avg): -0.10

:

Distribution:

No Control: 118

Seller Control: 58

Buyer Control: 43

Buyer Strong Control: 6

Seller Strong Control: 3

# FEDERALBNK.NS - Candlestick Classification



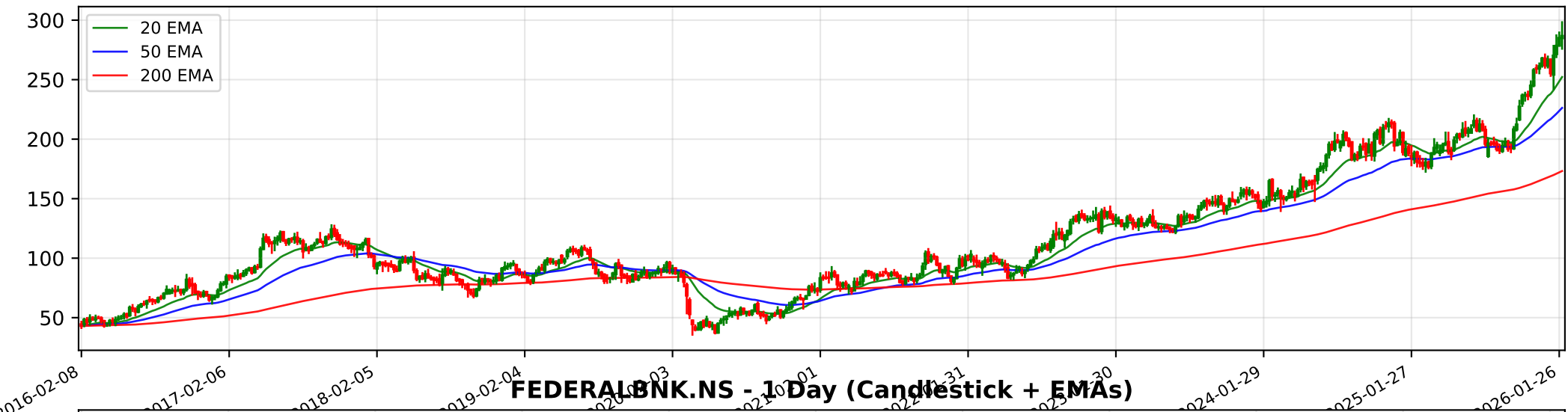
## Multi-Timeframe Supertrend Analysis

Timeframe	Status	Value	Last Price	Signal Date
1 Week	UPTREND (Buy)	253.56	286.8	2025-10-06
1 Day	UPTREND (Buy)	262.71	286.8	2026-01-16
15 Min	DOWNTREND (Sell)	287.73	286.8	2026-02-06

## Multi-Timeframe MACD Analysis

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

FEDERALBNK.NS - 1 Week (Candlestick + EMAs)



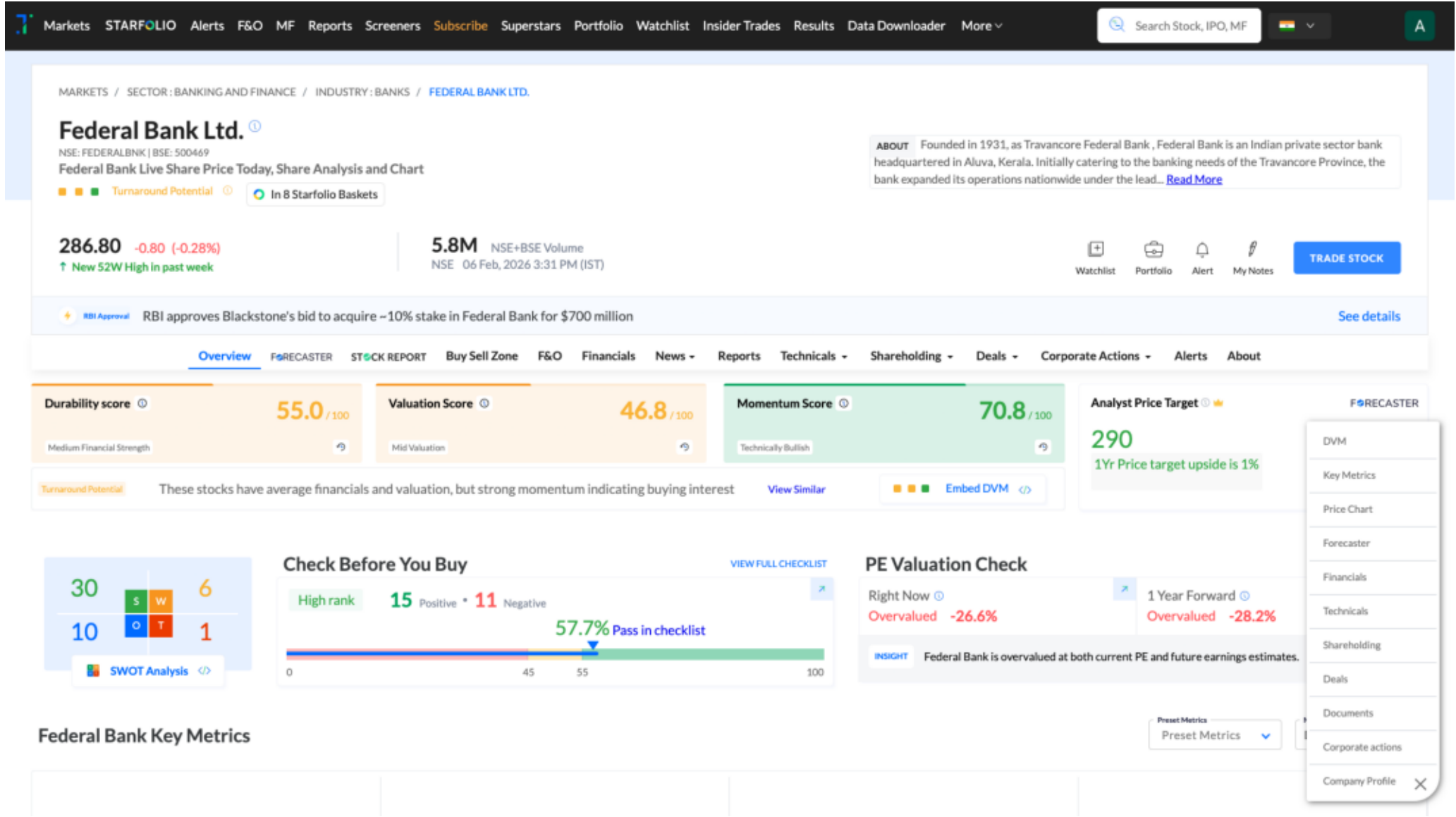
FEDERALBNK.NS - 1 Day (Candlestick + EMAs)



FEDERALBNK.NS - 15 Min (Candlestick + EMAs)



# Trendlyne Snapshot - FEDERALBNK\_main



# Trendlyne Snapshot - FEDERALBNK\_forecaster

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A

MARKETS / SECTOR: BANKING AND FINANCE / INDUSTRY: BANKS / [FEDERAL BANK LTD.](#)

## Federal Bank Ltd.

NSE: FEDERALBNK | BSE: 500469

Turnaround Potential

In 8 Starfolio Baskets

286.80

-0.80 (-0.28%)

↑ New 52W High in past week

5.8M

NSE+BSE Volume

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

Watchlist

Portfolio

Alert

My Notes

TRADE STOCK

RBI Approval

RBI approves Blackstone's bid to acquire ~10% stake in Federal Bank for \$700 million

See details

Overview

FORECASTER

STOCK REPORT

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About

## Federal Bank - FEDERALBNK - stock price prediction, stock forecast, target price, analyst ratings from 33 analysts

Federal Bank has a share price target of Rs 290, revenue growth forecast of 11.0%, and profit growth estimate of -0.9% for FY26, based on top 33 analyst calls.

## Federal Bank FORECASTER - Analyst Estimates

FORECASTER DASHBOARD

SHARE PRICE TARGET FORECAST

12 MONTH ESTIMATE

LOW ESTIMATE: 199, HIGH ESTIMATE: 325, CURRENT PRICE: 286.8, AVG. ESTIMATE: 289.7

EPS FORECAST

QUARTER: ANNUAL

ACTUAL EPS, AVG. ESTIMATE

CONSENSUS RECOMMENDATION

33 ANALYST Recommendations

BUY

20	5	6	1	Sep '25
20	4	8	1	Oct '25
20	4	8	1	Nov '25
19	4	9	1	Dec '25
20	6	7		Jan '26
20	6	7		Feb '26

STRONG BUY, BUY, HOLD, SELL, STRONG SELL