

Gemini Stock Analysis Report

This analysis is conducted from the perspective of a positional equity trader focusing on intermediate-term (1-4 month) trends.

Step 1: Audit the Data

- **Data Present:** Daily price charts (3-year and 1-year views), Fundamental growth metrics (4-year and 6-quarter), Relative Strength (RS) vs. Benchmark (^CNXAUTO), Moving Average Crossovers (EMA 20, 50, 200), Bollinger Bands, Supertrend, MACD, Volatility Squeeze indicators, and RSI-Volume Divergence.
- **Data Missing:** Weekly charts (essential for confirming primary multi-month trends), broader market index comparison (NIFTY 50), and upcoming corporate actions or earnings dates which could act as catalysts.
- **Confidence Level: High.** The report provides a comprehensive suite of technical indicators and momentum oscillators that allow for a high-conviction assessment of the current price structure.

Step 2: Analyze the Setup

Mahindra & Mahindra (M&M.NS) is currently in a **complex consolidation phase** within a larger primary uptrend.

- **Trend & Structure:** The stock remains in a "Strong **Uptrend**" per the EMA 200 (INR 3336), but the short-term momentum has stalled. Price is currently trading below its EMA 20 (INR 3640) and is testing the support of the EMA 50 (INR 3619).
- **Volatility Squeeze:** The Bollinger Band width is very narrow (0.053), and a Volatility Squeeze is actively being signaled (Page 14-15). This indicates a significant move is imminent, but the direction is not yet confirmed.
- **Momentum & Divergence:** The MACD is currently **Bearish and Weakening** (Page 12), and the RSI has dipped to 47.08, showing a lack of immediate buying pressure.
- **Relative Strength:** While the 1-year RS shows the stock as a "Leader," the 1-month, 3-month, and 6-month RS ratios have degraded to "Neutral." This suggests M&M is no longer outperforming its sector peers in the current window.
- **Confluence:** We have a conflict between the long-term bullish trend and the short-term bearish momentum. The fundamental growth is steady but not accelerating, which aligns with the current sideways price action.

Step 3: Formulate the Recommendation

Should you enter now? NO.

Rationale: Entering now would be "anticipating" a breakout rather than "reacting" to one. With the MACD bearish and price below the EMA 20, the risk of the volatility squeeze breaking to the downside (toward the EMA 200) is too high for a risk-averse positional trader. We need to see the "squeeze" release to the upside with volume confirmation.

Conditional Plan (The "Wait-and-See" Setup):

- **Condition to Buy:** A daily close above the Upper Bollinger Band and the recent swing high, accompanied by a bullish MACD crossover.
- **Entry Price:** INR 3760 (Confirmation of breakout from the squeeze).
- **Stop Loss:** INR 3550 (Below the lower Bollinger Band and the EMA 50 support).
- **Take Profit:** INR 4200 (Representing a ~12% upside, targeting the next psychological and extension level).

Trader's Note: Patience is required here. The "Squeeze" analysis on Page 15 shows price hugging the

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middle/lower band. Until we see a "green triangle" breakout signal similar to the one seen in late September/October, the capital is better deployed elsewhere or kept in cash.

News & Analyst Targets

As a stock research analyst, I have synthesized the latest developments, brokerage actions, and industry trends for **Mahindra & Mahindra (M&M)** for the final week of December 2025.

1) Latest News for M&M (Week of Dec 22-28, 2025)

- **XUV 7XO Teasers & Launch:** Mahindra has intensified its marketing for the **XUV 7XO** (the much-anticipated mid-lifecycle refresh of the XUV700). Recent teasers (Dec 26-27) showcased a **540-degree camera system** (360-degree view + underbody visibility) and a premium interior featuring a **triple-screen dashboard** layout and an upgraded Adrenox+ infotainment system. The official unveiling is set for **January 5, 2026**.
- **M&M Financial Performance:** M&M's subsidiary, **Mahindra Finance**, has seen a strong rally this week. Analysts are highlighting its improving Net Interest Margins (NIMs) and a projected improvement in Return on Assets (RoA) to ~2.1% by FY28, driven by lower credit costs and robust auto financing demand.
- **Sustainability Leadership:** M&M remains the only Indian auto company to attain the **Dow Jones Sustainability Index (DJSI)** world leader status, a factor increasingly cited by institutional investors focusing on ESG (Environmental, Social, and Governance) mandates.
- **Technical Market Positioning:** On Dec 26, the stock showed some technical "sell signals" (moving average crossovers) leading to a minor -0.38% dip, though it remains within 3-4% of its 52-week high.

2) Brokerage Upgrades & Downgrades

- **Religare Broking (Upgrade/Initiation):** On **December 25**, Religare initiated coverage on M&M with a '**Buy**' rating, citing its robust medium-to-long-term outlook, product innovation, and diversified portfolio across SUVs and tractors.
- **Motilal Oswal (Top Pick):** In their **December 24** report, Motilal Oswal named M&M as one of their **Top Large-Cap Picks for 2026**, projecting that the intensity of earnings cuts has bottomed out and forecasting steady growth.
- **JM Financial (Reminder/Context):** While most recent reports are bullish, JM Financial maintains a more cautious '**Hold**' stance (from an earlier 2025 note), citing high valuations and potentially softening demand in certain PV segments.

3) Indirect News & Impacting Factors

- **Tractor Industry Growth Revision:** On **December 26**, **ICRA** upgraded the tractor industry's wholesale volume growth forecast to **15-17%** (up from 8-10%). This is a massive positive for M&M, the market leader in tractors, and is driven by GST reductions (down to 5%) and healthy farm cash flows.
- **GST 2.0 Reforms:** Wider industry reports (Dec 25) suggest that the "**GST 2.0**" overhaul has been a primary driver for a "supercharged" recovery in the Indian auto sector, reducing ownership costs for commercial vehicles (LCVs/MHCVs) and aiding M&M's market share gains in the LCV segment against Tata Motors.
- **Competitor Strategy: Tata Motors** recently shared a detailed EV roadmap (Dec 27) for the Sierra EV and Avinya. While this increases competition, M&M's aggressive **INGLO platform** rollout is seen by analysts as a strong counter-measure to maintain its SUV dominance.

4) Latest Analyst Targets & Recommendations

Brokerage / Firm	Recommendation	Target Price (INR)	Date (Dec 2025)
Jefferies	Buy	4,500	Recent (Dec)

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Brokerage / Firm	Recommendation	Target Price (INR)	Date (Dec 2025)
CLSA	Outperform	4,417	Late Nov/Dec
Motilal Oswal	Buy (Top Pick)	4,275	Dec 24
Citi	Buy	4,230	Late Nov/Dec
Nuvama	Buy	4,200	Dec 20
Religare Broking	Buy	4,161	Dec 25
Emkay Global	Add	3,800	Dec 20
ICICI Securities	Add	3,200	Dec 26
Consensus Average	Strong Buy	4,132	Dec 28

Analyst Summary: The consensus remains a "**Strong Buy**" with 35 out of 36 tracked analysts recommending a Buy or Hold. The primary thesis revolves around M&M's "**Growth Gems**" strategy-targeting an 8x revenue jump in the auto business and 3x in farm equipment by FY30.

Stock Detailed Analysis Report

M&M.NS

Current Price: ₹3623.10

Generated: 2025-12-28 10:31

M&M.NS - 3 Year Daily Price Chart



Long-term Fundamental Analysis (4 Years)

Metric	Is Growing?	Accelerating?	1Y Growth	3Y CAGR
Revenue	Yes	No	14.61%	20.73%
Net Income	Yes	No	14.74%	25.27%
ROE	Yes	No	-1.42%	6.34%
EPS	Yes	No	14.60%	25.10%

Short-term Fundamental Analysis (6 Quarters)

Metric	Is Growing?	Recent QoQ	Avg QoQ
Revenue	Yes	15.08%	5.54%
Net Income	Yes	23.92%	6.11%
ROE	No	-4.89%	-4.89%
EPS	No	0.28%	-1.57%

M&M.NS - Relative Strength Analysis

== OVERVIEW ==:

Benchmark Index: ^CNXAUTO

Sector: Auto

Classification: Neutral

RS Score: 49.6/100

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== RS RATIOS ==:

1M RS: 0.981 [Neutral]

3M RS: 0.999 [Neutral]

6M RS: 0.968 [Neutral]

1Y RS: 1.043 [Leader]

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== TURNAROUND ANALYSIS ==:

Turnaround Status: Not Detected

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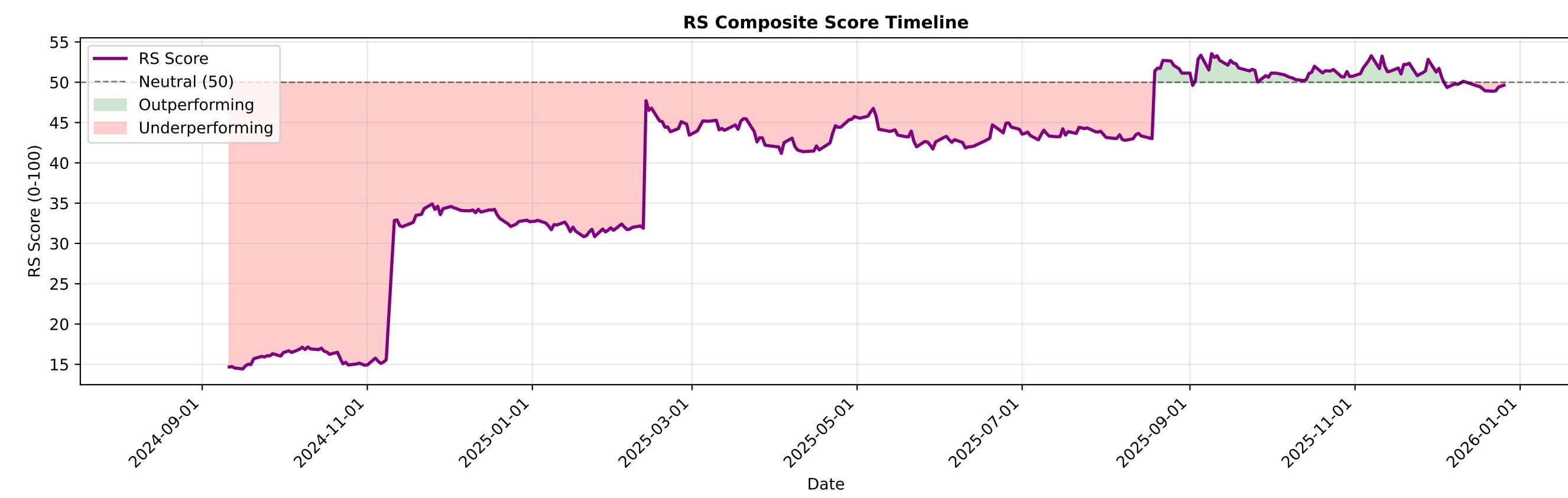
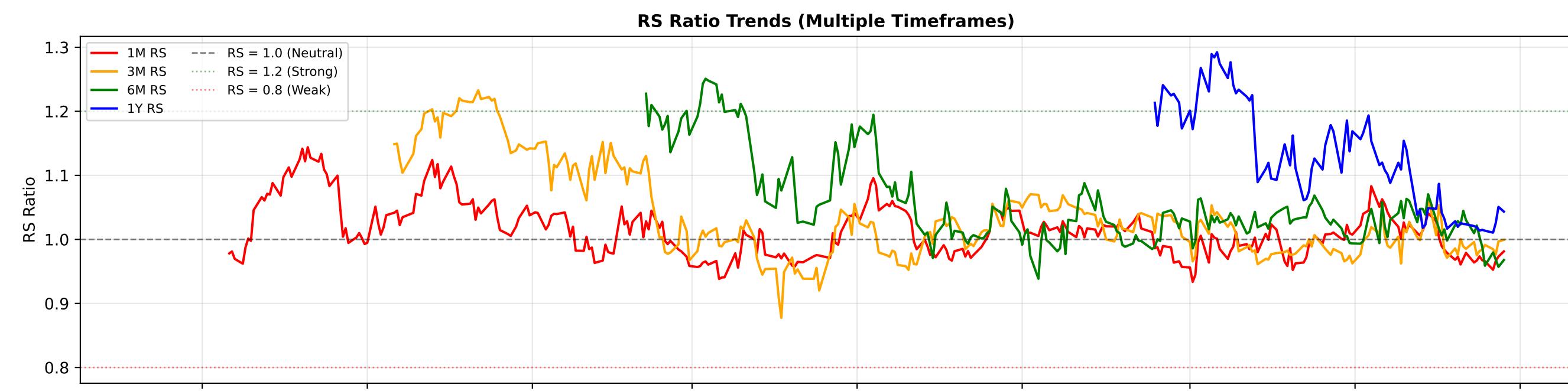
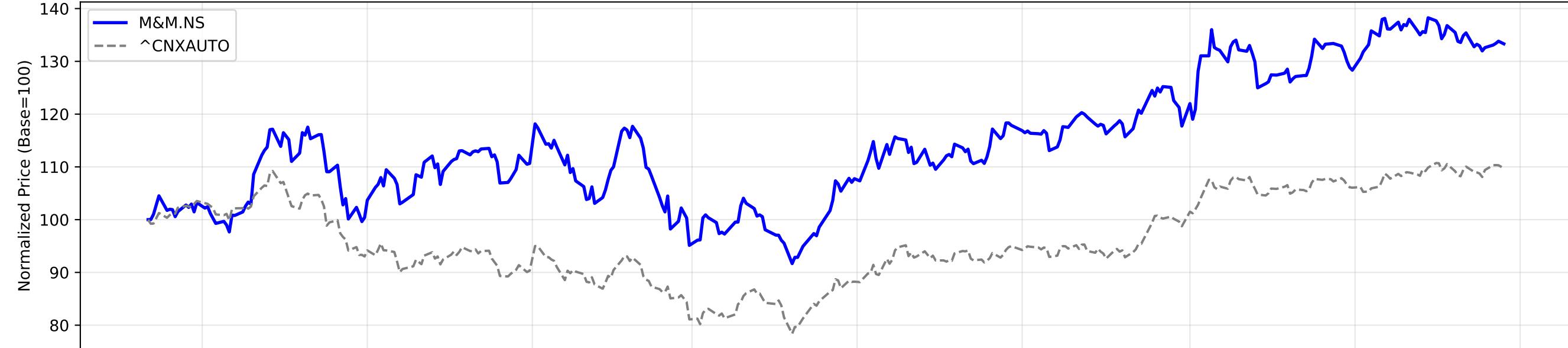
SIGNAL CRITERIA::

X Emerging RS: Not accelerating

✓ Medium-term Lagging: 6M=0.968 (≤ 1.0)

X Performance Improving: Not improving

Relative Strength Analysis: M&M.NS vs ^CNXAUTO
Classification: Neutral
Price Performance Comparison (Normalized)



M&M.NS - EMA Crossover Summary

EMA 20:	3640.55
EMA 50:	3619.75
EMA 200:	3336.41
Trend Status:	Strong Uptrend
Golden Cross Date:	2025-04-24 00:00:00
Golden Cross Price:	2901.40

M&M.NS EMA Crossover Analysis



M&M.NS - Bollinger Bands Summary

Current Price:	3623.10
Upper Band:	3750.75
Middle Band (SMA 20):	3653.98
Lower Band:	3557.20
%B:	0.3405
Band Width:	0.0530
Status:	Lower Half
Signal:	None
Recent Signal 1:	Buy Signal at 2025-12-05 00:00:00
Recent Signal 2:	Buy Signal at 2025-12-11 00:00:00
Recent Signal 3:	Buy Signal at 2025-12-19 00:00:00

M&M.NS Bollinger Bands (20, 2) Analysis



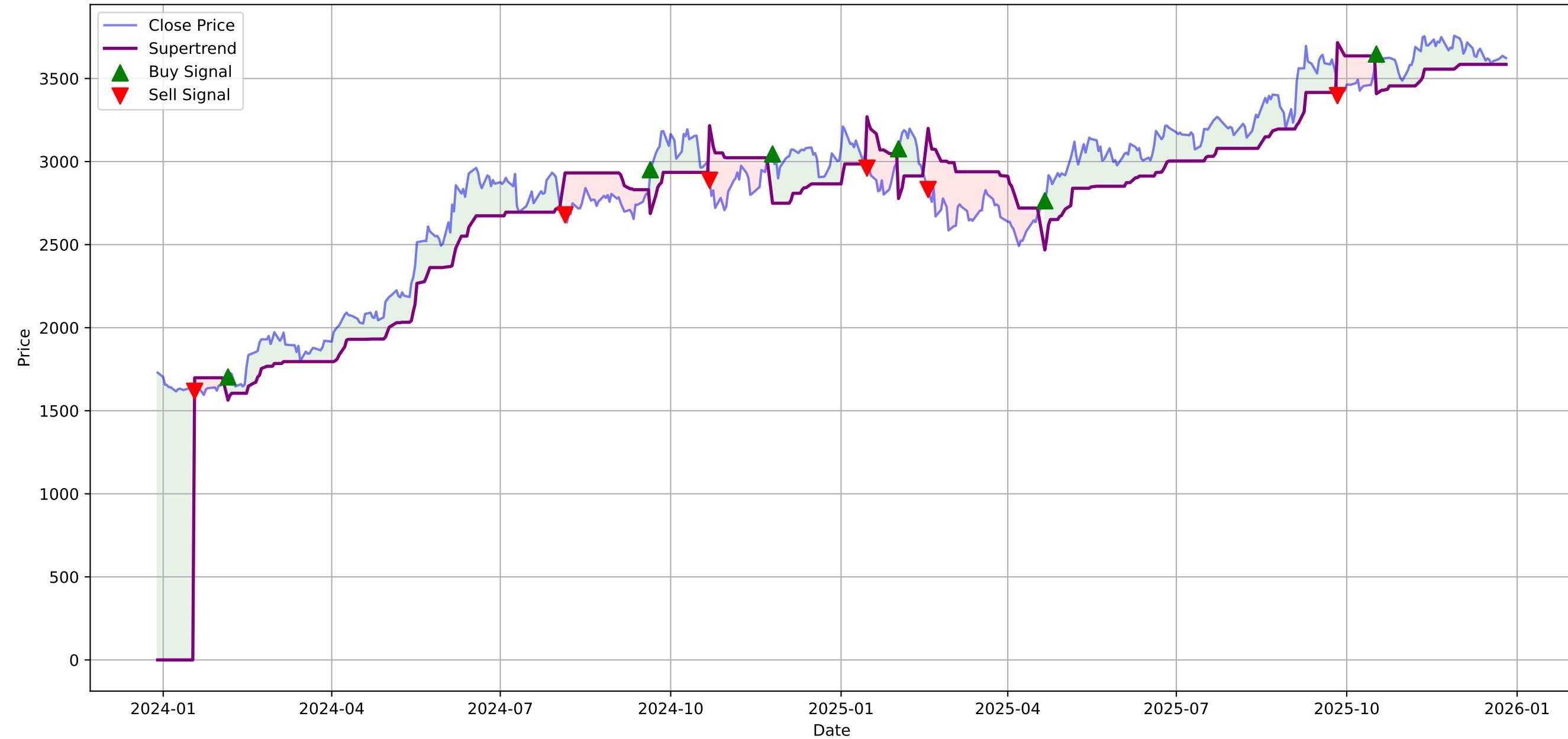
M&M.NS - Supertrend Summary

Status: UPTREND (Buy)

Supertrend Value: 3584.94

Signal Identified On: 2025-10-17

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



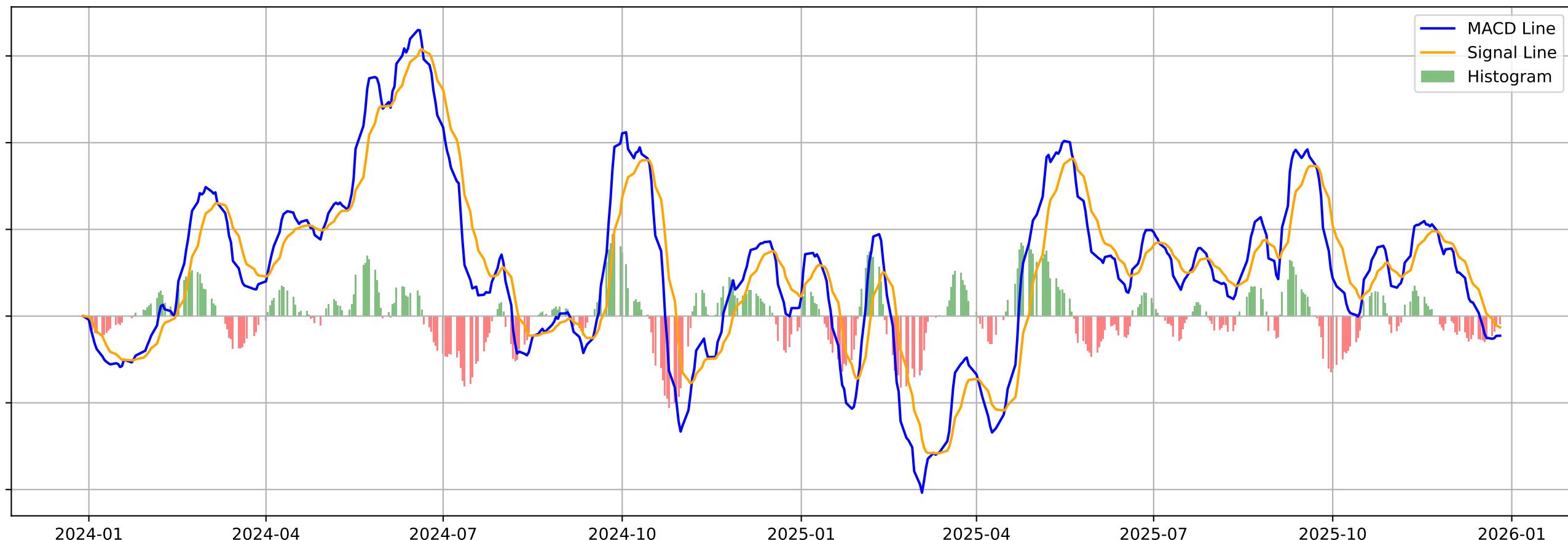
M&M.NS - MACD Summary

MACD Line:	-11.32
Signal Line:	-6.55
Histogram:	-4.77
Trend:	Bearish
Momentum:	Weakening
Signal:	None

M&M.NS Price



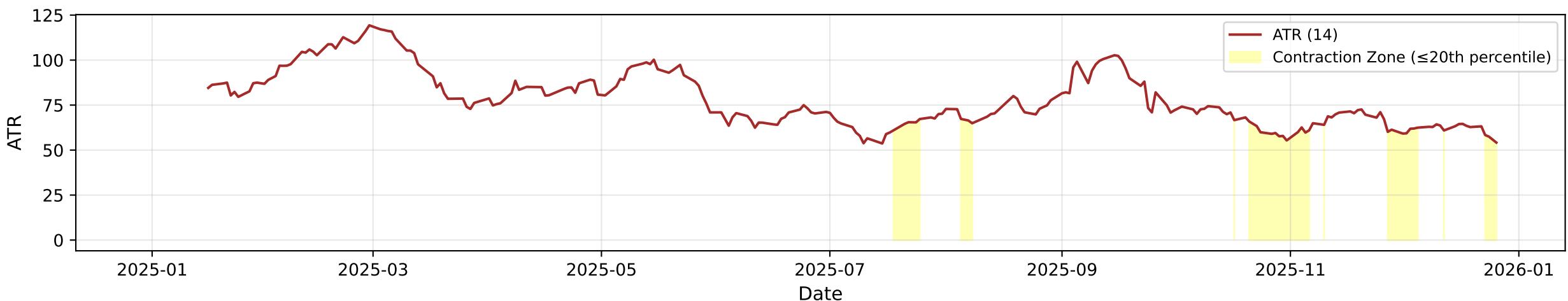
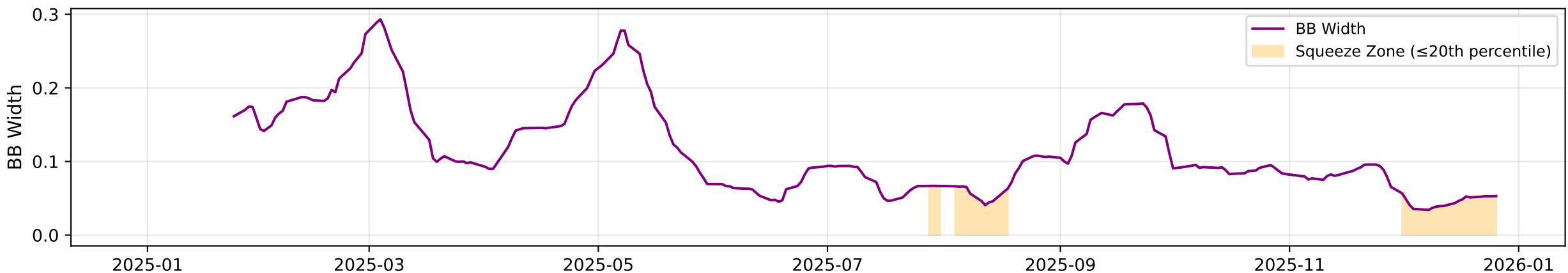
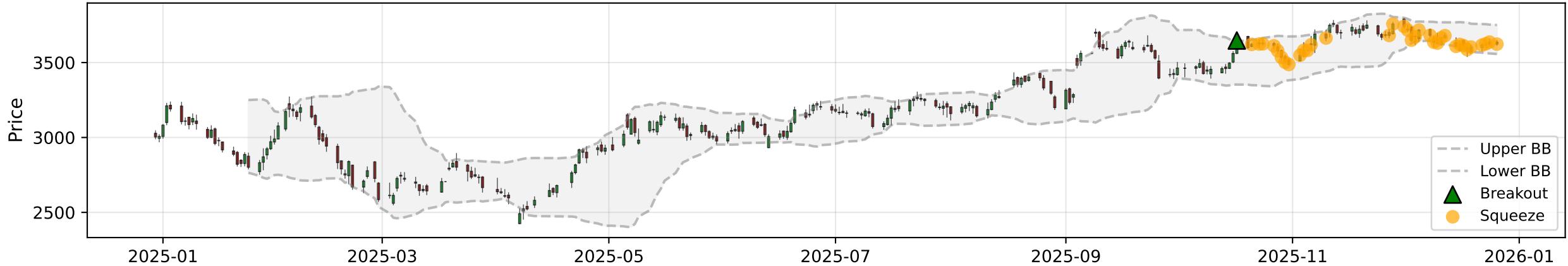
M&M.NS MACD (12, 26, 9)



M&M.NS - Volatility Squeeze Summary

BB Width:	0.0530
ATR:	54.1643
Total Signals:	35
Signal 1:	BB Squeeze at 2025-12-19 00:00:00 (Price: 3603.60)
Signal 2:	BB Squeeze at 2025-12-22 00:00:00 (Price: 3616.70)
Signal 3:	BB Squeeze + ATR Contraction at 2025-12-23 00:00:00 (Price: 3620.80)
Signal 4:	BB Squeeze + ATR Contraction at 2025-12-24 00:00:00 (Price: 3624.90)
Signal 5:	BB Squeeze + ATR Contraction at 2025-12-26 00:00:00 (Price: 3629.00)

M&M.NS - Volatility Squeeze Analysis



M&M.NS - RSI-Volume Summary

Current RSI:	47.08
Current Volume:	829910
Volume MA 20:	1769257
Bullish Divergences:	0
Bearish Divergences:	4
Bearish Div 1:	Date: 2024-07-29 00:00:00, Price: 2933.00
Bearish Div 2:	Date: 2024-10-10 00:00:00, Price: 3194.30

M&M.NS RSI-Volume Divergence Analysis

