

Gemini Stock Analysis Report

Based on the detailed analysis report generated on 2026-01-24, here is my assessment of TCS.NS.

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, and Moving Average convergence/divergence.
 - **Volatility:** Bollinger Bands (width and %B), ATR, and Volatility Squeeze analysis.
 - **Relative Strength:** Comparison against ^{^CNXIT} (IT Sector), RS score, and RS ratio trends.
 - **Fundamentals:** 4-year historical view and recent quarterly comparisons (Revenue, Net Income, EPS).
 - **Volume:** Volume moving averages, distribution/accumulation analysis.
 - **Data Missing:**
 - **Specific News Catalysts:** The report identifies "Distribution Days" and a drop in EPS (-16.5% QoQ), but does not specify the fundamental news driver (e.g., a specific contract loss or macro headwind).
 - **Confidence Level: High.** The technical report is exhaustive, covering momentum, trend, and volatility on multiple timeframes, allowing for a high-confidence technical determination.
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Step 2: Analyze the Setup

Price Structure & Trend:

- **Current Status:** The stock is in a **correction/consolidation phase**. It is trading at INR 3162.50.
- **Resistance:** The price is trapped below the critical **200-day EMA (INR 3204)** and the **Supertrend Resistance (INR 3267)**. This creates a significant "overhead supply" zone.
- **Support:** Immediate support is provided by the **50-day EMA (INR 3141)**. The stock is effectively compressing between the 50 EMA and 200 EMA.

Momentum & Volatility:

- **Bollinger Bands:** The bandwidth is very low (0.0418), and a **Volatility Squeeze** is active (Page 14). This usually precedes a violent move, but the direction is currently ambiguous.
- **MACD:** The Daily MACD is bearish (below signal line) with weakening momentum, though the histogram suggests the selling pressure might be stabilizing.
- **Volume:** The report notes "Buying Exhaustion" and recent "Distribution Days" (Page 18), which is a caution signal.

Relative Strength:

- TCS is showing signs of a "Turnaround" with the 1-month RS improving (1.002), but on a longer timeframe (1 year), it is still lagging the sector (0.893).

Fundamentals:

- The short-term fundamentals are a drag. A **-16.5% drop in EPS QoQ** explains the recent price weakness. However, analyst price targets (Avg INR 3617) suggest the stock is undervalued relative to long-term prospects.
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Step 3: Formulate the Recommendation

Gemini Stock Analysis Report

Recommendation: **NO**, do not enter at the current market price (INR 3162.50).

Reasoning: While the "Volatility Squeeze" suggests a big move is imminent, the trend is currently **down** on the Daily timeframe (Supertrend is Sell). Buying now implies betting against the dominant trend and substantial resistance at the 200-day EMA. The "Distribution Days" warning suggests institutions have been selling into recent rallies. You need the market to prove the reversal before risking capital.

Conditional Plan (The "Breakout" Setup): We will look to enter *only* if TCS reclaims its long-term trend line (200 EMA) and validates the reversal.

- **Condition to Buy:** A **Daily Close above INR 3,210**.
 - *Why:* This clears the 200-day EMA (INR 3204) and breaks the psychological INR 3200 barrier, signaling the "Squeeze" is resolving to the upside.
- **Entry Price:** **INR 3,215 - INR 3,220** (Limit Order once condition is met).
- **Stop Loss:** **INR 3,090** (Hard Stop).
 - *Why:* This is below the Lower Bollinger Band (INR 3101) and the psychological INR 3100 support. If it falls below this, the squeeze has resolved downward.
- **Take Profit:** **INR 3,550** (Target).
 - *Why:* This offers roughly ~10% upside. It sits just below the analyst average target (INR 3617) and historical resistance zones seen in late 2024.
- **Risk/Reward Ratio:** Approximately **1 : 2.7**. (Risking ~3.8% to make ~10.4%).

News & Analyst Targets

Investment Research Report: Tata Consultancy Services (TCS) **Date:** January 25, 2026

Here is the latest research and analysis on Tata Consultancy Services (TCS) based on market developments this week and recent institutional activity.

1) Latest News for TCS This Week (Ending Jan 25, 2026)

The news cycle this week has been dominated by market reaction to recent Q3 earnings and technical market positioning.

- **Derivatives & Market Sentiment:** As of Friday, January 23, TCS stock witnessed robust call option activity at the **INR 3,200 strike price**, signaling that traders are positioning for a potential short-term breakout above this level. The stock has outperformed the broader IT sector slightly in the last few sessions of the week.
- **Hiring & Workforce Restructuring:** Reports confirmed this week that TCS has been in a significant restructuring phase. Data shows the company reduced its headcount by approximately **25,816 employees** in the first nine months of FY26. This contraction contrasts with peers like Infosys, who have been net hirers, highlighting TCS's focus on utilization and AI-driven productivity over volume hiring.
- **Dividend Record Date Passed:** The company recently went ex-dividend for an interim dividend of **INR 57 per share** (including a special dividend of INR 46). The record date was **January 17, 2026**, meaning current buyers are no longer eligible for this specific payout, which has now been factored into the stock price.

2) Brokerage Upgrades & Downgrades

Gemini Stock Analysis Report

Following the Q3 FY26 earnings announced earlier in January, the analyst community has largely retained a bullish to neutral stance, with several raising their price targets due to strong AI deal momentum.

- **Upgrade / Target Raise:** Brokerages like **Motilal Oswal**, **JM Financial**, and **Emkay** raised their targets mid-January, citing the company's \$1.8 billion annualized AI revenue run-rate.
- **Rating Maintenance:** **JPMorgan** and **Jefferies** maintained their respective "Buy" and "Hold" ratings. JPMorgan remains optimistic about the long-term structural drivers, while Jefferies cites near-term valuation concerns.
- **Consensus View:** The general consensus is "**Buy**" to "**Accumulate**," with analysts looking past the one-time profit hit from labor code provisions, focusing instead on the strong deal pipeline (\$9.3 billion in Q3).

3) Other News Impacting TCS

- **Impact of New Labor Codes (Financial Impact):** A major talking point this month has been the "one-time" hit to TCS's bottom line. The company reported a **INR 2,128 crore impact** on Q3 profits due to provisions required by India's newly implemented labor codes (impacting gratuity and leave encashment calculations). While this dragged net profit down 14% YoY, the market views this as a non-recurring regulatory adjustment rather than an operational failure.
- **Budget 2026 Confusion (Clarification):** You may see news headlines regarding "TCS" in the context of the upcoming **Union Budget 2026**. Please note this refers to **Tax Collected at Source** on foreign remittances (LRS), *not* Tata Consultancy Services. Changes here impact investor sentiment regarding foreign investments but do not directly alter the company's fundamentals.
- **US/Global Demand:** Management commentary indicates that North American clients remain in "wait and watch" mode regarding discretionary spending, which continues to be a sector-wide headwind.

4) Latest Analyst Price Targets

The following table summarizes the most recent price targets issued by major brokerages post-Q3 earnings (Jan 2026).

| Brokerage Firm | Rating | Target Price (INR) | Upside Potential* | Date of Report |
|----------------|------------|--------------------|-------------------|----------------|
| Motilal Oswal | Buy | 4,400 | ~39% | Jan 12, 2026 |
| JPMorgan | Buy | 4,100 | ~29% | Jan 12, 2026 |
| Choice Equity | Buy | 3,950 | ~25% | Jan 14, 2026 |
| ICICI Direct | Buy | 3,800 | ~20% | Jan 13, 2026 |
| IDBI Capital | Buy | 3,733 | ~18% | Jan 13, 2026 |
| Elara Capital | Accumulate | 3,600 | ~14% | Jan 13, 2026 |
| Axis Direct | Buy | 3,565 | ~12% | Jan 13, 2026 |
| Jefferies | Hold | 3,450 | ~9% | Jan 12, 2026 |

**Upside potential is estimated based on the approximate trading price of INR 3,162 as of Jan 23, 2026.*

Analyst Summary: The street remains optimistic about TCS's ability to capture AI demand, with the majority of targets significantly above the current market price of ~INR 3,162.

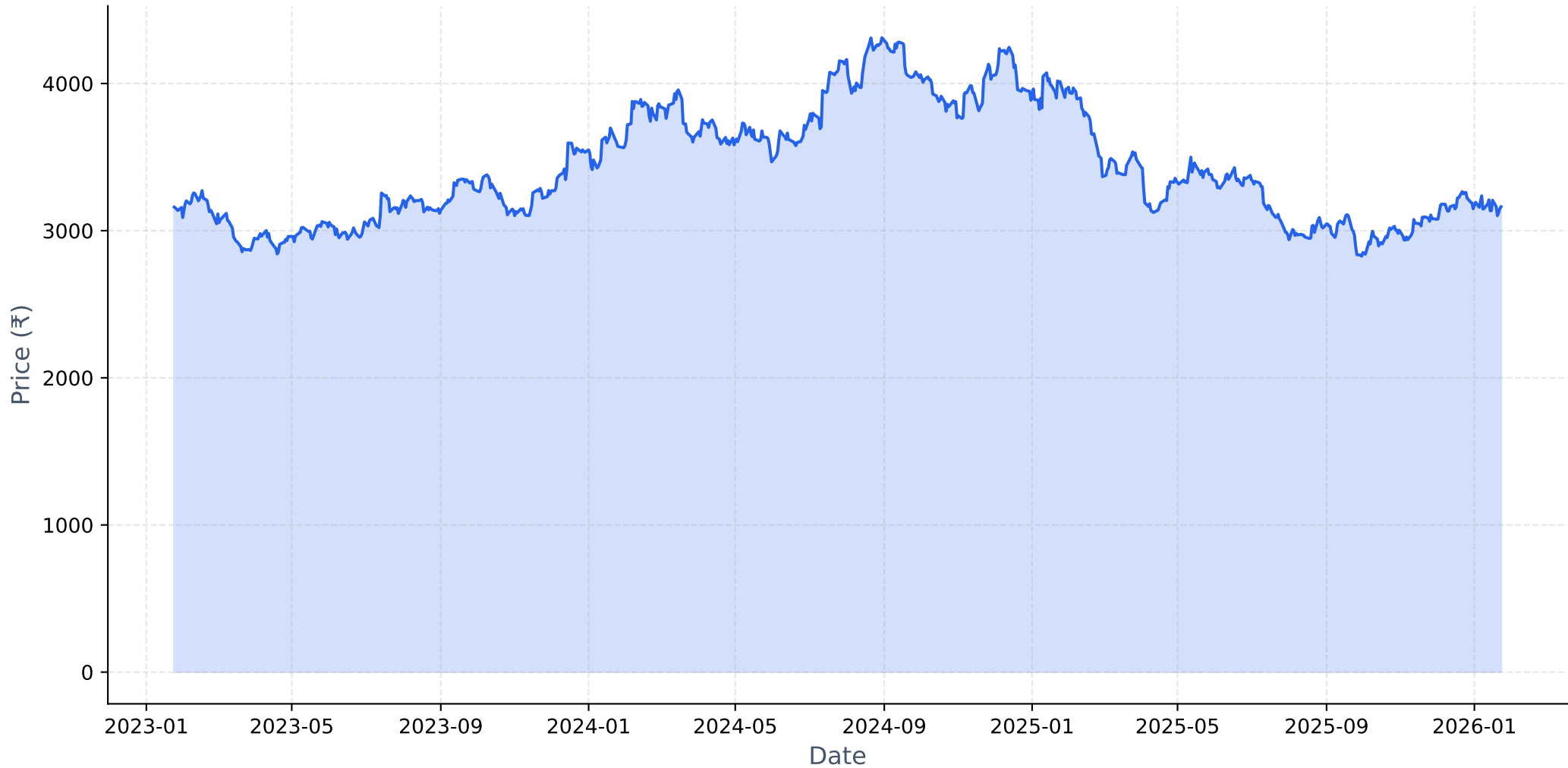
Stock Detailed Analysis Report

TCS.NS

Current Price: ₹3162.50

Generated: 2026-01-24 18:23

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: | Emerging Leader |
| RS Score: | 48.8/100 |
| : | |

== RS RATIOS ==:

| | |
|--------|-----------------|
| 1M RS: | 1.002 [Leader] |
| 3M RS: | 0.972 [Neutral] |
| 6M RS: | 0.998 [Neutral] |
| 1Y RS: | 0.893 [Neutral] |
| : | |

== TURNAROUND ANALYSIS ==:

| | |
|--------------------|----------------|
| Turnaround Status: | !! DETECTED !! |
| : | |

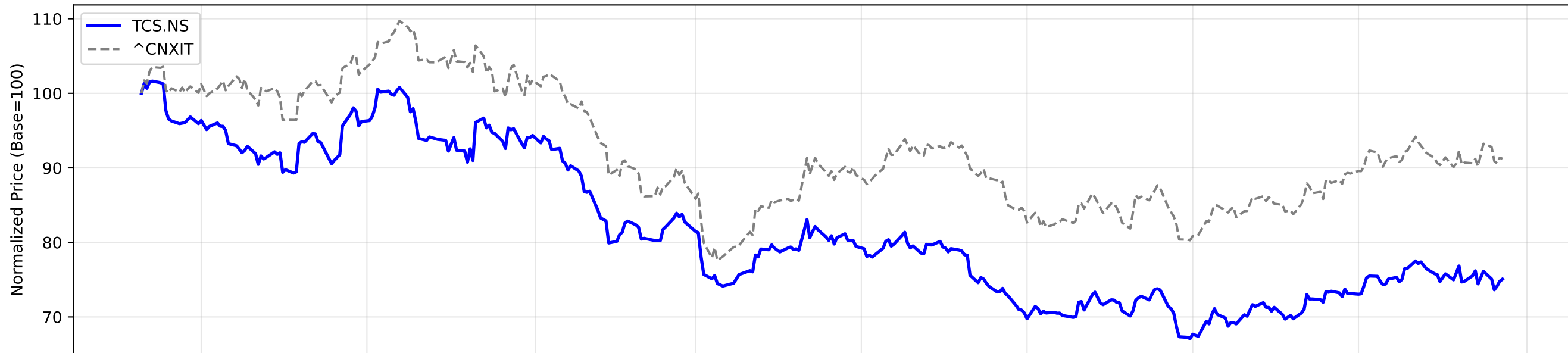
SIGNAL CRITERIA::

| | |
|--------------------------|-----------------------------------|
| ✓ Emerging RS: | 1M (1.002) > 3M (0.972) |
| ✓ Medium-term Lagging: | 6M=0.998, 1Y=0.893 (≤ 1.0) |
| ✓ Performance Improving: | 3M (+4.8%) > 6M (+2.3%) |

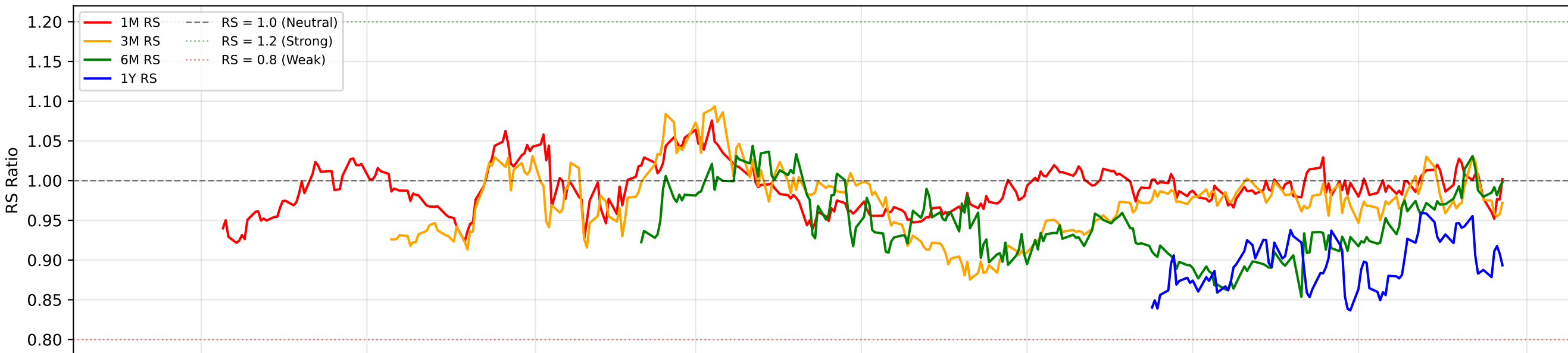
Relative Strength Analysis: TCS.NS vs ^CNXIT

Classification: Emerging Leader

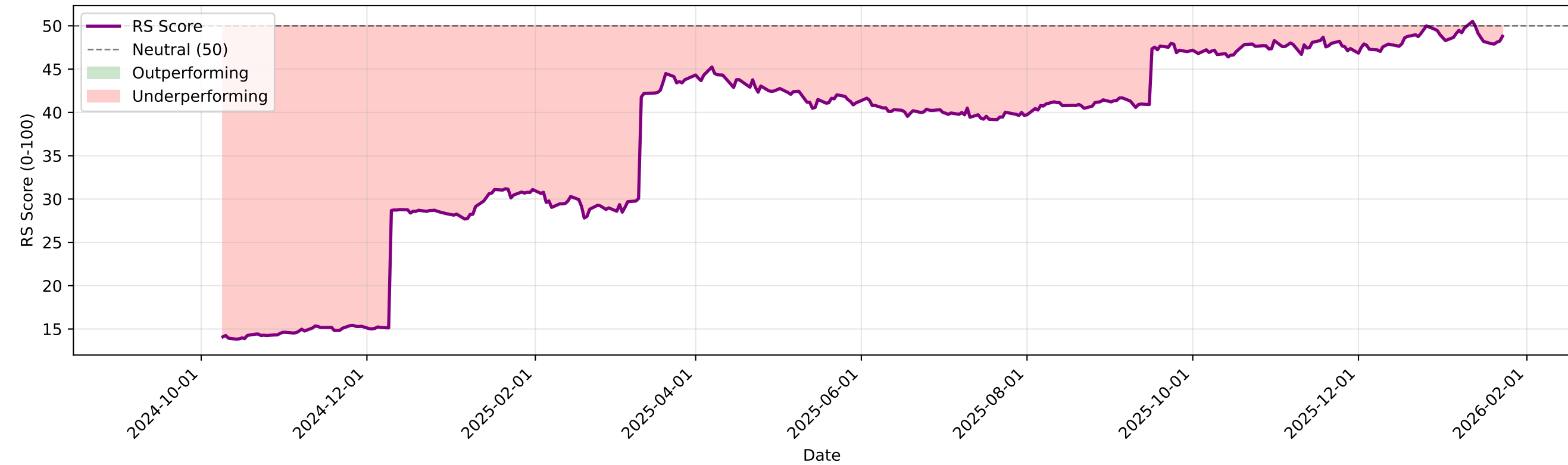
Price Performance Comparison (Normalized)



RS Ratio Trends (Multiple Timeframes)



RS Composite Score Timeline



TCS.NS - EMA Crossover Summary

| | |
|---------------|--------------------|
| EMA 20: | 3163.03 |
| EMA 50: | 3141.90 |
| EMA 200: | 3204.43 |
| Trend Status: | Short-term Uptrend |

TCS.NS EMA Crossover Analysis



TCS.NS - Bollinger Bands Summary

| | |
|------------------------------|------------|
| Current Price: | 3162.50 |
| Upper Band: | 3233.87 |
| Middle Band (SMA 20): | 3167.73 |
| Lower Band: | 3101.58 |
| %B: | 0.4605 |
| Band Width: | 0.0418 |
| Status: | Lower Half |
| Signal: | None |

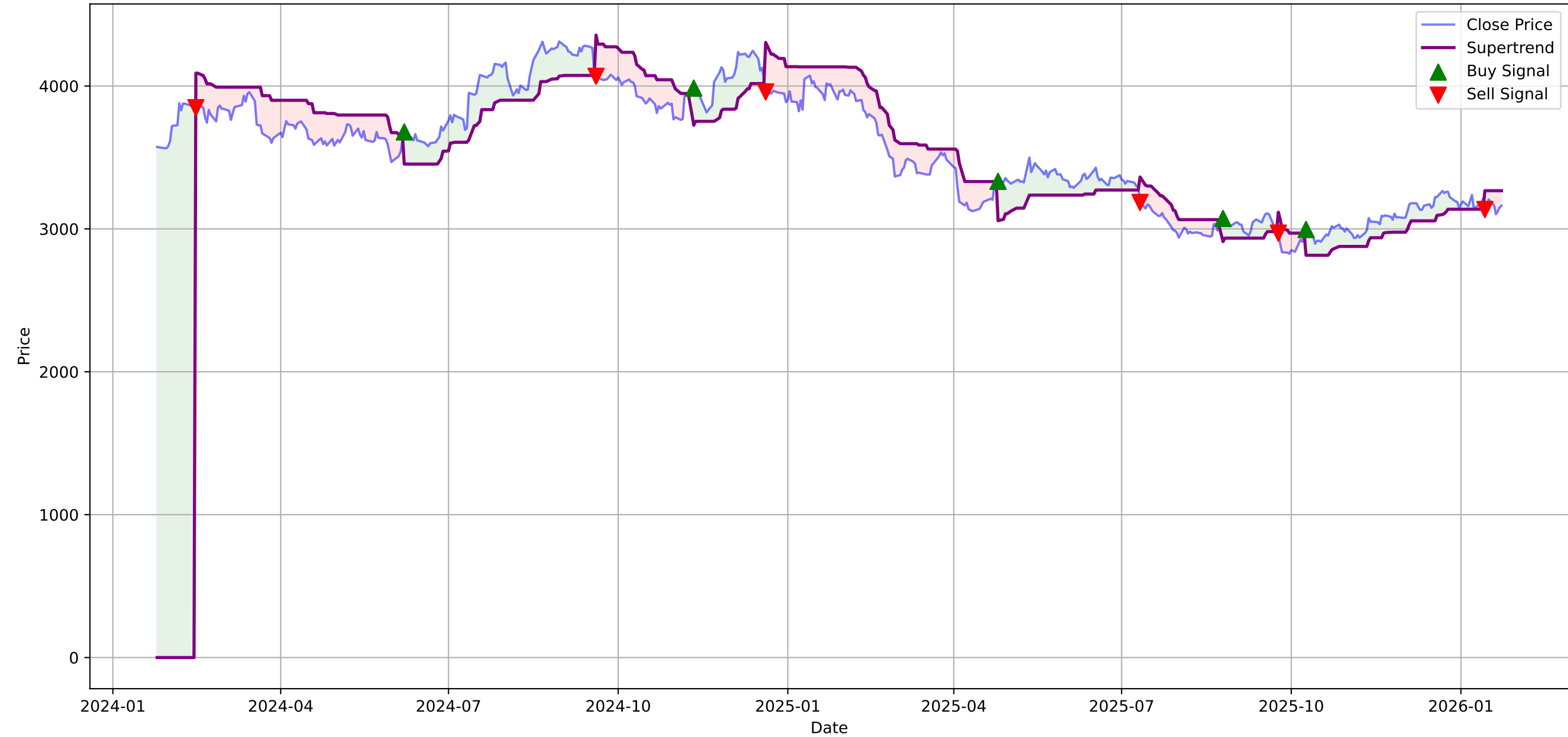
TCS.NS Bollinger Bands (20, 2) Analysis



TCS.NS - Supertrend Summary

| | |
|-----------------------|-------------------------|
| Status: | DOWNTREND (Sell) |
| Supertrend Value: | 3267.20 |
| Signal Identified On: | 2026-01-14 |

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



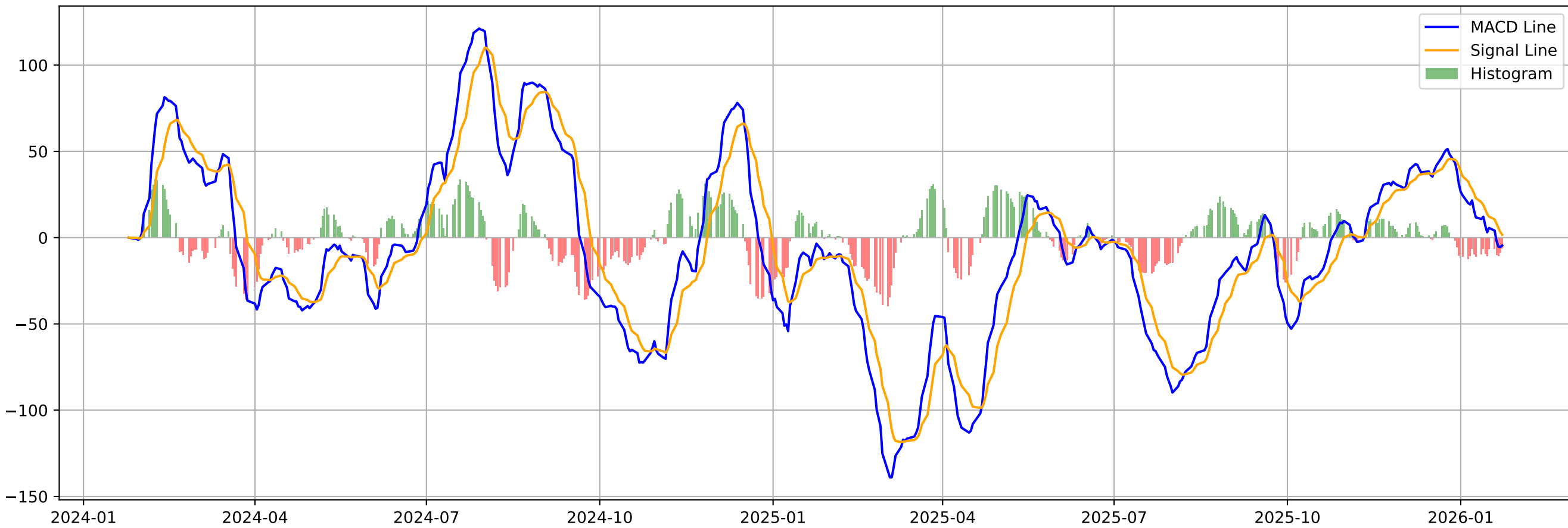
TCS.NS - MACD Summary

| | |
|--------------|------------------|
| MACD Line: | -4.56 |
| Signal Line: | 1.66 |
| Histogram: | -6.23 |
| Trend: | Bearish |
| Momentum: | Weakening |
| Signal: | None |

TCS.NS Price



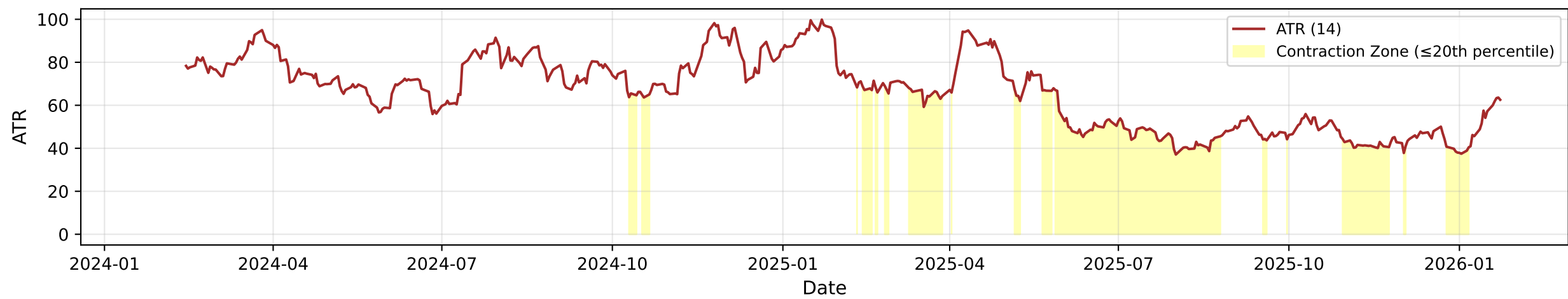
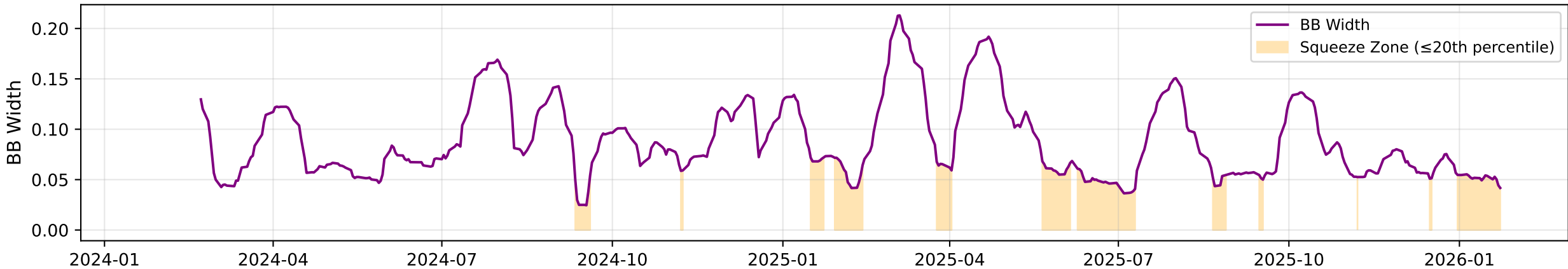
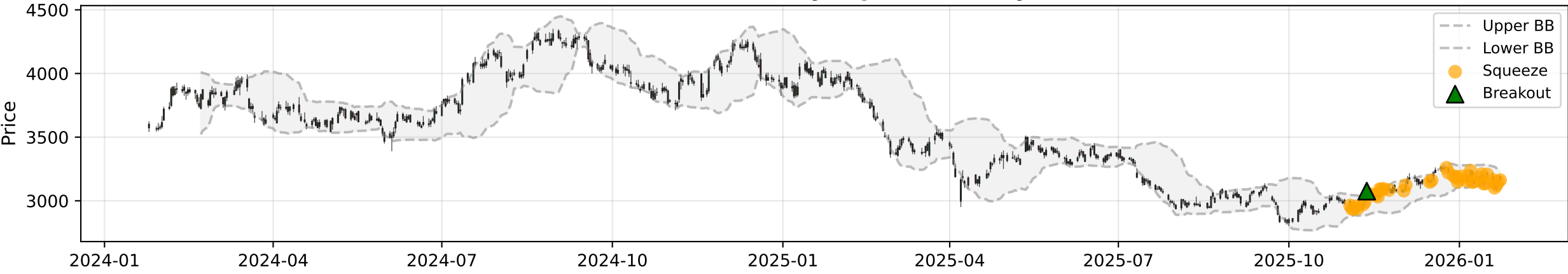
TCS.NS MACD (12, 26, 9)



TCS.NS - Volatility Squeeze Summary

| | |
|-----------------------|--|
| BB Width: | 0.0418 |
| ATR: | 62.5653 |
| Total Signals: | 42 |
| Signal 1: | BB Squeeze at 2026-01-19 00:00:00+05:30 (Price: 3163.60) |
| Signal 2: | BB Squeeze at 2026-01-20 00:00:00+05:30 (Price: 3102.30) |
| Signal 3: | BB Squeeze at 2026-01-21 00:00:00+05:30 (Price: 3122.60) |
| Signal 4: | BB Squeeze at 2026-01-22 00:00:00+05:30 (Price: 3150.40) |
| Signal 5: | BB Squeeze at 2026-01-23 00:00:00+05:30 (Price: 3162.50) |

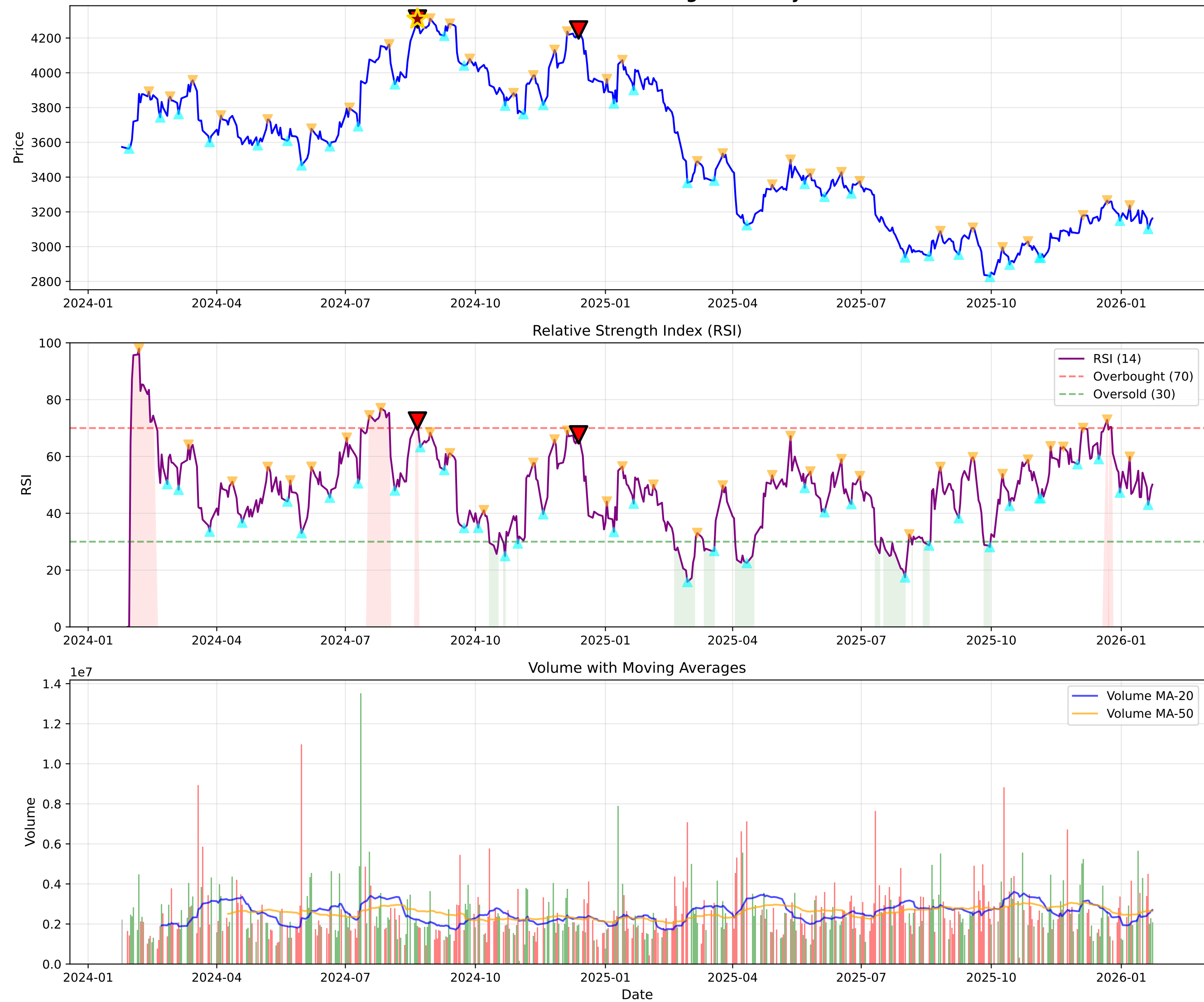
TCS.NS - Volatility Squeeze Analysis



TCS.NS - RSI-Volume Summary

| | |
|-----------------------------|---|
| Current RSI: | 50.10 |
| Current Volume: | 2068857 |
| Volume MA 20: | 2698929 |
| 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:

50 Signals Detected

:

2025-12-22 [+]:

Buying Exhaustion (Bearish Div)

2025-12-30 [-]:

Distribution Day

2025-12-31 [-]:

Distribution Day

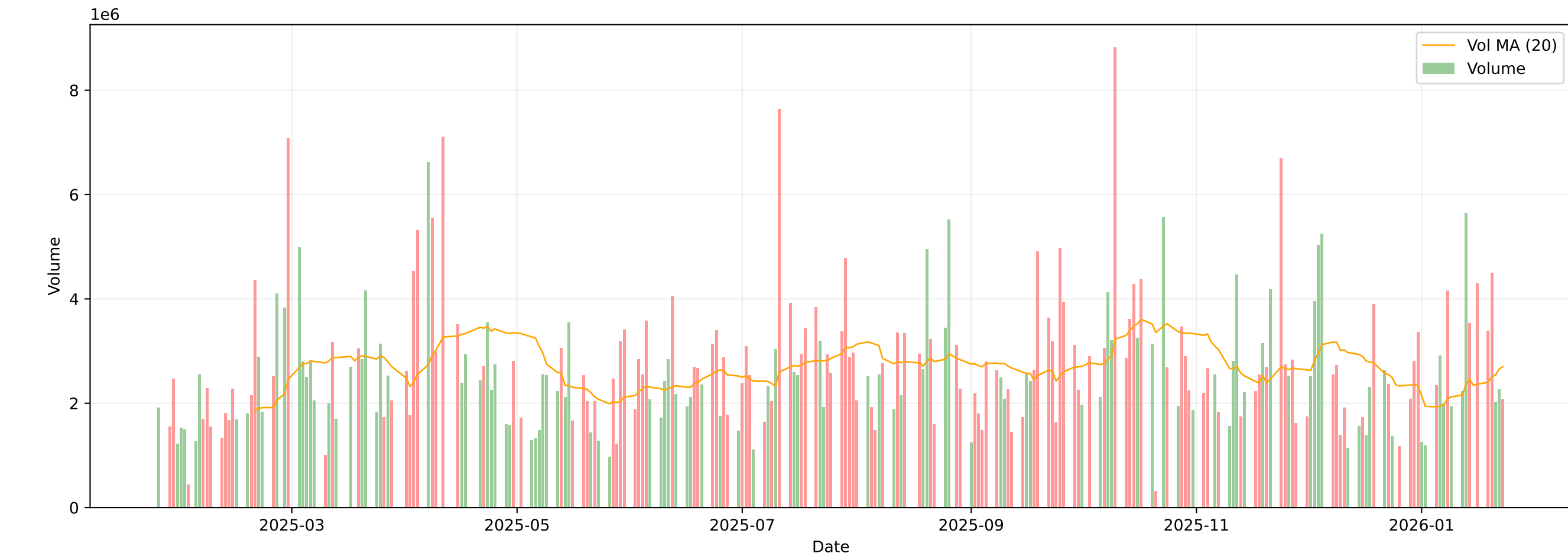
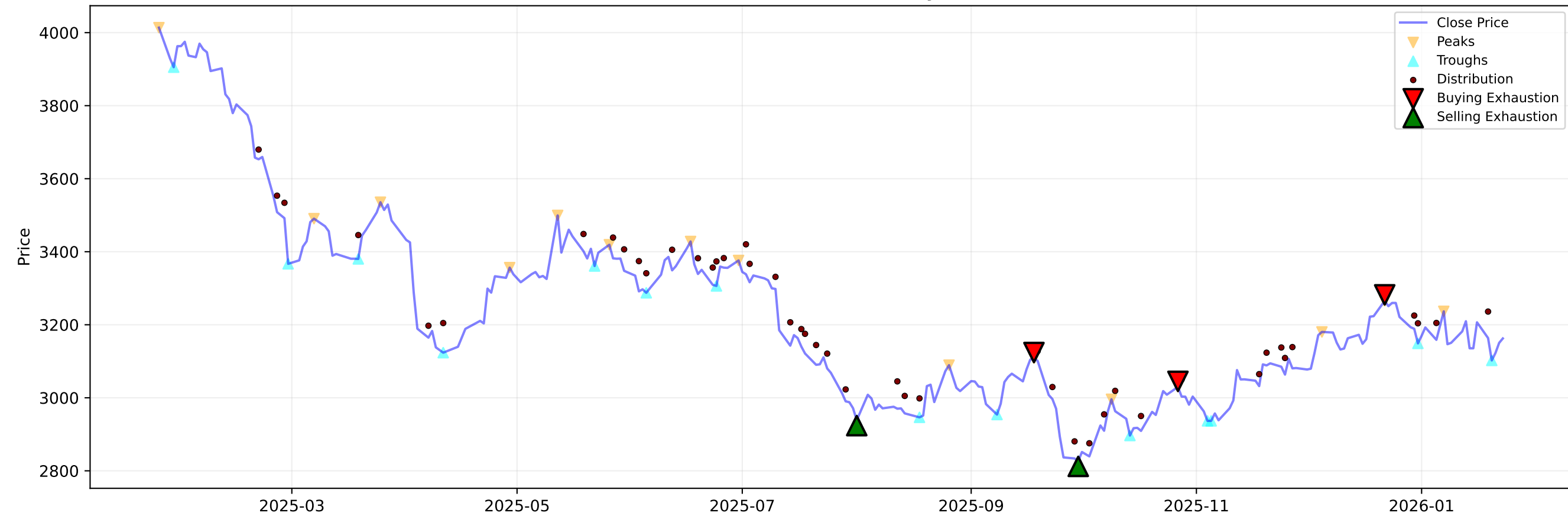
2026-01-05 [-]:

Distribution Day

2026-01-19 [-]:

Distribution Day

TCS.NS - Volume Analysis



Multi-Timeframe Supertrend Analysis

| Timeframe | Status | Value | Last Price | Signal Date |
|-----------|------------------|---------|------------|-------------|
| 1 Week | UPTREND (Buy) | 3087.86 | 3162.5 | 2025-12-01 |
| 1 Day | DOWNTREND (Sell) | 3295.05 | 3162.5 | 2026-01-14 |
| 15 Min | DOWNTREND (Sell) | 3182.84 | 3162.5 | 2026-01-23 |

Multi-Timeframe MACD Analysis

| Timeframe | Trend | Momentum | Signal |
|-----------|---------|-----------|-----------|
| 1 Week | Bullish | Weakening | No Signal |
| 1 Day | Bearish | Weakening | No Signal |
| 15 Min | Bearish | 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. ⓘ

TCS Live Share Price Today, Share Analysis and Chart

 In 2 Starfolio Baskets

2.2M NSE+BSE Volume
NSE 23 Jan, 2026 3:31 PM (IST)

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TRADE STOCK

About

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SWOT Analysis </>

INSIGHT TCS is undervalued at both current PE and future earnings estimates.

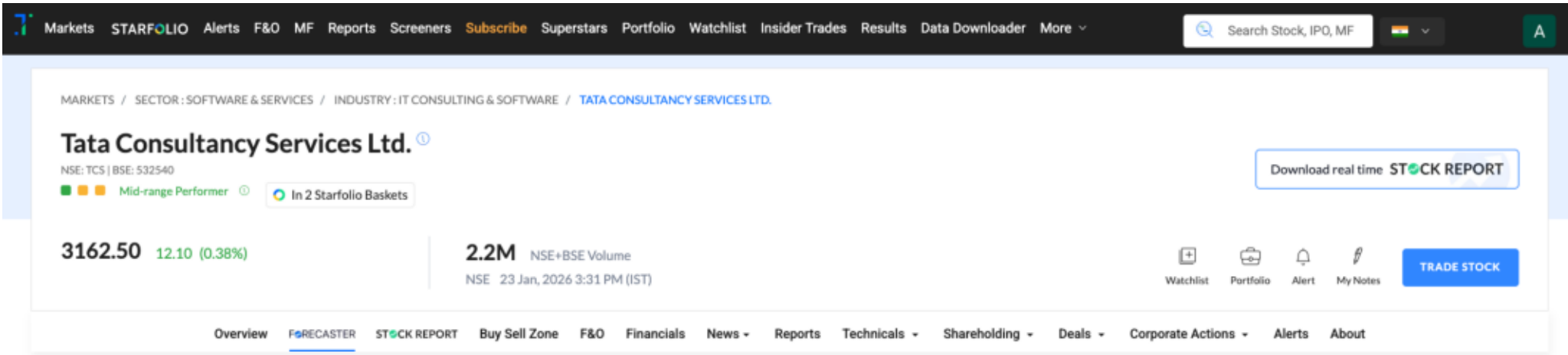
Price to Book [High in industry](#)

Preset Metrics

Company Profile

IV.0

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.

TCS **FORECASTER** - Analyst Estimates ^{NEW} ^①

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