

Gemini Stock Analysis Report

Based on the detailed analysis report provided (generated on 2026-01-10), here is the assessment for a positional trade in **EICHERMOT.NS**.

Step 1: Audit the Data

- **Data Present:**
 - **Price Action:** Daily, Weekly, and 15-minute candlestick charts.
 - **Trend Indicators:** EMA (20, 50, 200), Supertrend, and MACD.
 - **Momentum/Oscillators:** RSI (with divergence analysis), Bollinger Bands.
 - **Relative Strength:** Comparison against CNXAUTO.
 - **Fundamentals:** Revenue/Net Income growth trends and Valuation data.
 - **Analyst Estimates:** Price targets and consensus recommendations.
- **Data Missing:**
 - **Detailed Order Flow:** While volume bars are present, specific delivery percentage data is missing (though less critical for this timeframe).
 - **Sector Breadth:** Broader market context (Nifty 50 correlation) is not explicitly detailed, only the Auto sector comparison.
- **Confidence Level: High.** The report is comprehensive, offering multi-timeframe technicals and fundamental context necessary for a positional trade decision.
 - *Note: The analysis treats the report date (Jan 10, 2026) as "Today."*

Step 2: Analyze the Setup

- **Trend & Structure:** The stock is in a confirmed **Strong Uptrend** on the daily and weekly timeframes. It is trading above all key moving averages (20, 50, 200 EMA). The Supertrend (Daily) is positive, providing a trailing support level at ~7254.
- **Momentum Status:**
 - **MACD:** **Bearish** divergence warning. The report notes "Weakening Momentum" (Page 12), and the histogram suggests the bullish energy is fading slightly at these highs.
 - **RSI:** Currently at 63.97. It is healthy but shows signs of bearish divergence (lower RSI peaks vs. higher price peaks recently).
 - **Relative Strength:** The stock is classified as a "Weakening Leader" (Page 4). While it has outperformed over the last year (1Y RS: 1.259), the shorter-term momentum relative to the sector is cooling.
- **Risk Factors:**
 - **Short-Term Correction:** The 15-minute timeframe is in a "DOWNTREND (Sell)" (Page 18). This implies an immediate pullback is likely underway.
 - **Valuation:** The "expensive star" rating and analyst downside targets (Page 20) suggest the stock is priced for perfection, limiting the ceiling for an immediate breakout without a consolidation phase.

Conclusion on Setup: The long-term structure is bullish, but the short-term indicators (15m trend, MACD weakening, RS cooling) suggest the stock is extended and due for a mean reversion. Entering at the current market price (CMP) of 7507 carries a poor Risk:Reward ratio.

Step 3: Formulate the Recommendation

Decision: NO (Wait for Pullback)

The setup is valid for a long position, but the *timing* is incorrect at the current price of 7507. Buying a

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"Weakening Leader" at all-time highs while the 15-minute trend is bearish violates risk-averse positional trading rules.

Conditional Plan for Entry:

- **Condition to Buy:** Wait for a retracement to the "Value Zone" between the **Daily 20 EMA (7351)** and the **Supertrend Support (7254)**. Look for a daily candle close that shows price rejection (wick) from this zone, or a reversal in the 15-minute timeframe back to "Buy".
- **Entry Price: INR 7,300 - INR 7,350** (Limit orders in this zone).
- **Stop Loss: INR 7,100** (Close basis).
 - *Rationale:* This places the stop below the Daily 50 EMA (7170) and the psychological 7150 level. If the 50 EMA breaks, the intermediate trend is compromised.
- **Take Profit: INR 7,950 - INR 8,100.**
 - *Rationale:* A bounce from the EMA 20/50 support usually targets a re-test of the high (7600) and a breakout extension. This target offers the desired ~8-10% upside.

News & Analyst Targets

As a stock research analyst at an investment firm, here is the latest research report on **Eicher Motors Ltd. (EICHERMOT)** for the week ending **January 10, 2026**.

1) Latest News for Eicher Motors (Week of Jan 4 - Jan 10, 2026)

- **Stock Hits New 52-Week High:** Eicher Motors' stock demonstrated significant momentum this week, hitting a fresh **52-week high of INR 7,610** on Friday, January 9, 2026. The stock closed the week strong at approximately **INR 7,507**, reflecting investor confidence in the auto sector.
- **Robust December Sales Data (Released Jan 2026):**
 - **Royal Enfield:** Reported total sales of **103,574 units** for December 2025, a robust growth of **30% YoY**. Domestic sales surged **37% YoY** to 93,177 units, driven by the sub-350cc segment. However, exports saw a decline of **10% YoY**.
 - **VECV (Commercial Vehicles):** The joint venture with Volvo posted strong numbers with sales of **10,384 units**, up **24.7% YoY**. Notably, exports for VECV jumped **32.7%**, contrasting with the dip in motorcycle exports.
- **GST Demand Notice:** On December 29, 2025 (impacting news flow this week), the company's subsidiary, VE Commercial Vehicles (VECV), received a GST demand order of **INR 96.18 crore** (reduced from an earlier notice of INR 168 crore) from tax authorities. The company has stated it plans to appeal the order.
- **EV Product Pipeline:** The company is on track for the launch of its first electric motorcycle under the "Flying Flea" brand, scheduled for **Q1 2026**. This anticipation is adding to the positive sentiment.

2) Brokerage Upgrades & Downgrades

- **Jefferies (Bullish):** Remains one of the most bullish voices, listing Eicher Motors as a "**Top Pick**" in the auto sector as of Jan 9, 2026. They project strong domestic volume growth (20% in FY26E) and cite the company's premium positioning as a key defensive moat.
- **MarketsMojo (Upgrade):** Upgraded the stock to "**Buy**" (from Hold) earlier in Q4 2025, and maintained this positive stance through the current week, citing the stock's technical breakout and "Momentum" qualification.
- **Prabhudas Lilladher (Cautious/Lagging):** Recent reports from Jan 4, 2026, indicate an "**Accumulate**" rating but with a target price significantly trailing the current market price (~INR 5,764), suggesting valuation concerns from conservative analysts despite the price rally.
- **Consensus View:** The consensus among analysts remains "**Buy**", though the rapid price appreciation (up ~47% in the last year) has pushed the stock price above the average target price of many domestic

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brokerages, implying a potential for consolidation or target upgrades in the coming weeks.

3) Other News Impacting EICHERMOT

- **Sector-Wide Rally:** The Nifty Auto index has been outperforming, partly fueled by the **GST rate reduction** on select auto segments announced in late 2025, which continues to drive replacement demand.
- **Competitive Landscape:**
 - **Hero MotoCorp** reported a 40% YoY jump in December sales, keeping competitive intensity high in the entry-level premium segment.
 - **Upcoming Launches:** New models from competitors (Triumph 400 series updates and Suzuki's expected Gixxer revamp) are being monitored for impact on Royal Enfield's market share.
- **Raw Material Costs:** Steel and aluminum prices have remained relatively stable in early 2026, supporting operating margins which are expected to hover around the **25-26%** range.

4) Latest Analyst Targets (January 2026)

The following table summarizes the most recent available targets. Note that the stock's recent rally to **INR 7,610** has surpassed several consensus targets.

Brokerage / Source	Rating	Target Price (INR)	Potential Upside/Downside	Comments
Jefferies	Buy	8,000	+5.2%	Top pick; expects strong FY26 volume growth. Average of ~37 analysts. Stock is currently trading above consensus. Valuation concern; target likely due for revision post-rally. Cautious on margins; awaiting sustained export recovery. Technical "Buy" based on momentum and 52-week high breakout.
Consensus (Trendlyne)	Buy	7,160	-5.8%	
Prabhudas Lilladher	Accumulate	5,764	-24.0%	
ICICI Securities	Hold	5,500	-27.7%	
MarketsMojo	Buy	N/A	Positive	

Note: Prices and targets are based on data available as of January 10, 2026. "Potential Upside/Downside" is calculated relative to the closing price of ~INR 7,600.

Analyst Summary: The stock is currently in a strong momentum phase, trading at all-time highs. While "Buy" ratings persist due to strong sales numbers, the current market price has outpaced the fundamental targets of conservative brokerages, suggesting a possible re-rating or consolidation is imminent.

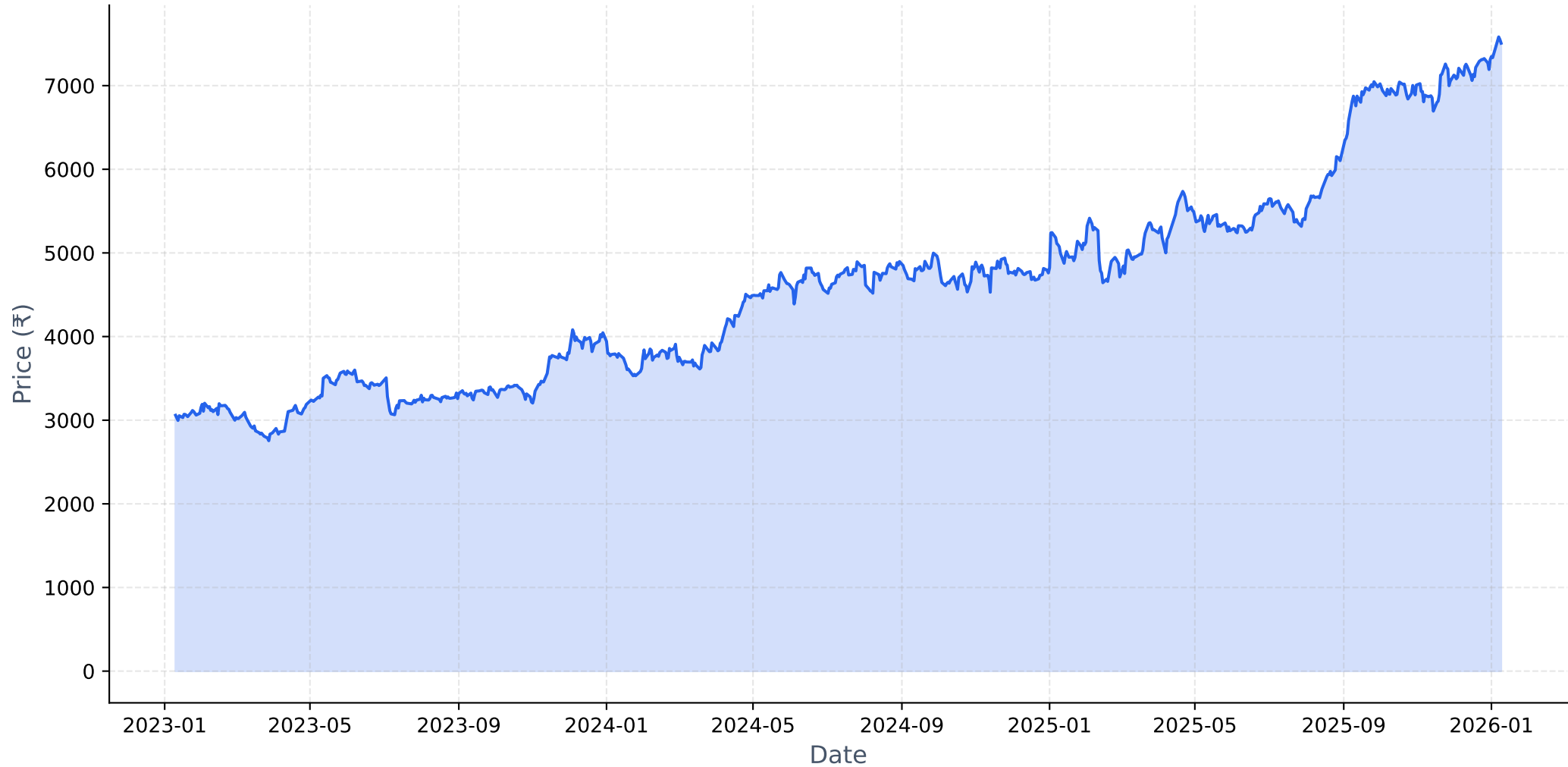
Stock Detailed Analysis Report

EICHERMOT.NS

Current Price: ₹7507.00

Generated: 2026-01-10 10:08

EICHERMOT.NS - 3 Year Daily Price Chart



Long-term Fundamental Analysis (4 Years)

Metric	Is Growing?	Accelerating?	1Y Growth	3Y CAGR
Revenue	Yes	No	14.19%	22.33%
Net Income	Yes	No	18.33%	41.34%
ROE	Yes	No	0.27%	18.68%
EPS	Yes	No	18.18%	41.23%

Short-term Fundamental Analysis (6 Quarters)

Metric	Is Growing?	Recent QoQ	Avg QoQ
Revenue	Yes	22.76%	10.23%
Net Income	Yes	13.63%	6.21%
ROE	Yes	-3.06%	3.63%
EPS	Yes	13.61%	6.60%

EICHERMOT.NS - Relative Strength Analysis

== OVERVIEW ==:

Benchmark Index:	^CNXAUTO
Sector:	Auto
Classification:	Weakening Leader
RS Score:	54.3/100
:	

== RS RATIOS ==:

1M RS:	1.009 [Leader]
3M RS:	1.026 [Leader]
6M RS:	1.151 [Leader]
1Y RS:	1.259 [Strong]
:	

== TURNAROUND ANALYSIS ==:

Turnaround Status:	Not Detected
:	

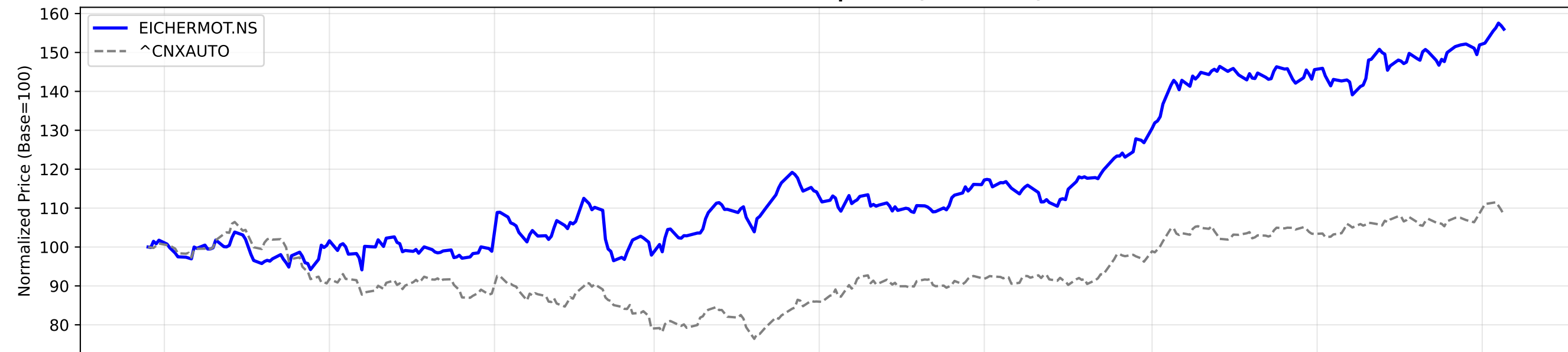
SIGNAL CRITERIA::

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

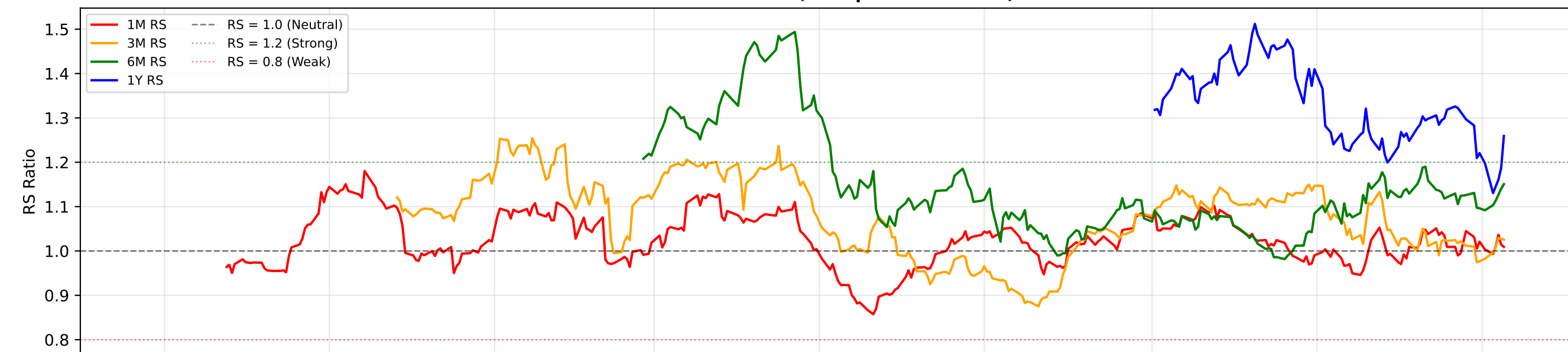
Relative Strength Analysis: EICHERMOT.NS vs ^CNXAUTO

Classification: Weakening Leader

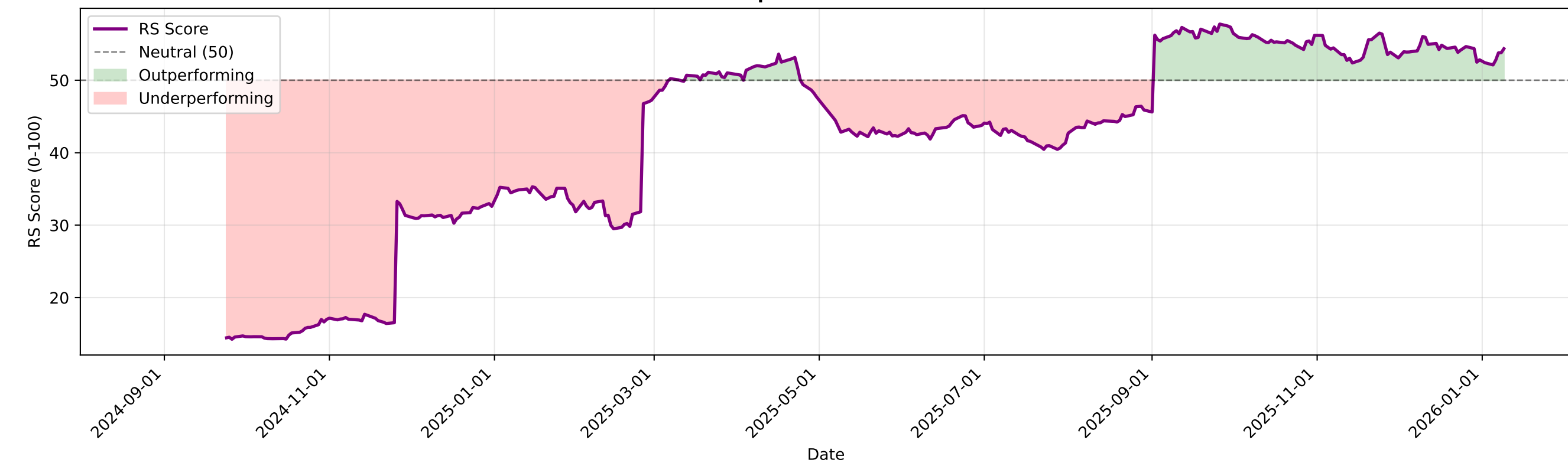
Price Performance Comparison (Normalized)



RS Ratio Trends (Multiple Timeframes)



RS Composite Score Timeline



EICHERMOT.NS - EMA Crossover Summary

EMA 20:	7351.45
EMA 50:	7170.18
EMA 200:	6356.58
Trend Status:	Strong Uptrend
Golden Cross Date:	2023-05-05 00:00:00+05:30
Golden Cross Price:	3240.09

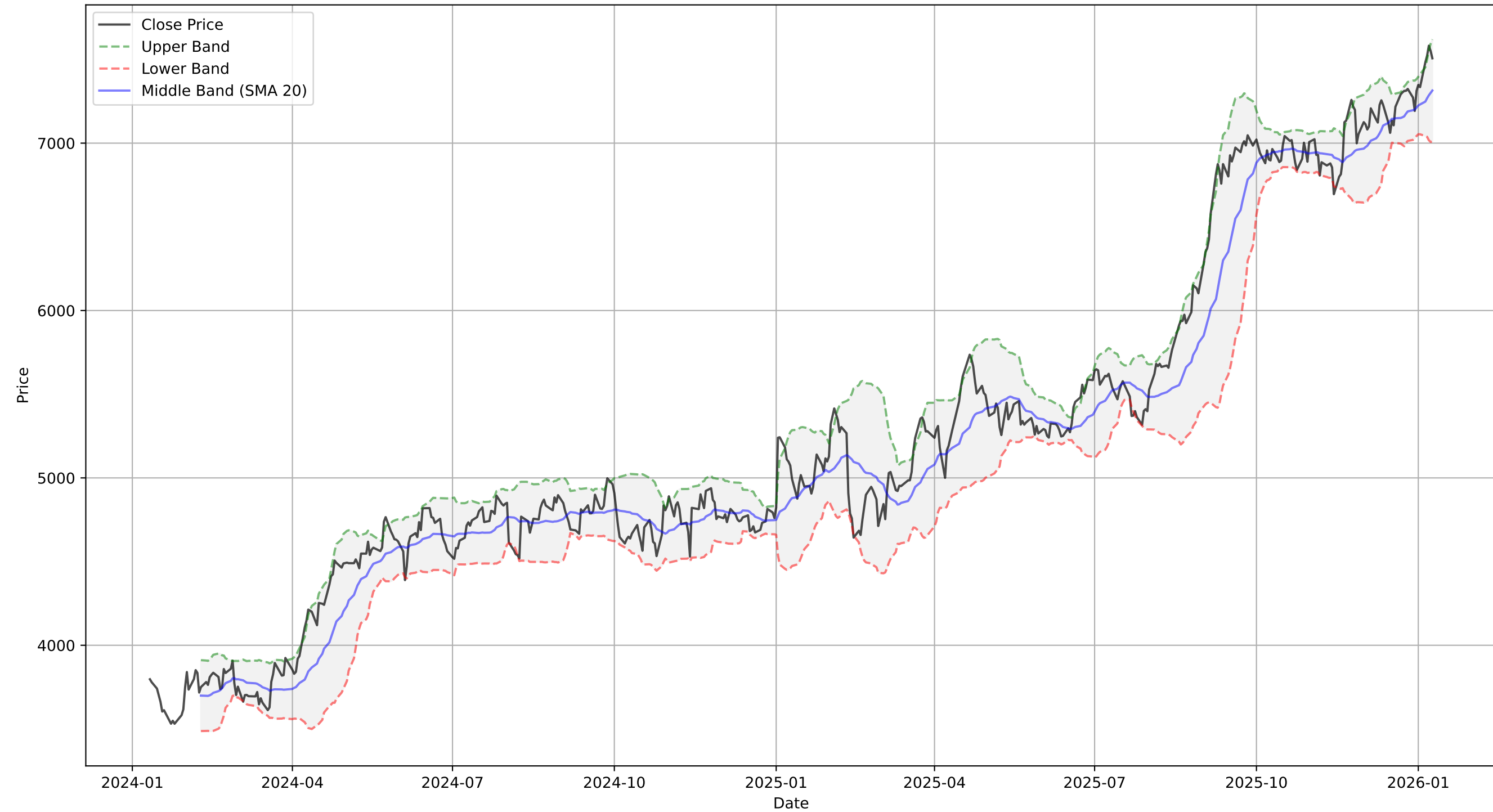
EICHERMOT.NS EMA Crossover Analysis



EICHERMOT.NS - Bollinger Bands Summary

Current Price:	7507.00
Upper Band:	7619.42
Middle Band (SMA 20):	7314.48
Lower Band:	7009.53
%B:	0.8157
Band Width:	0.0834
Status:	Upper Half
Signal:	None

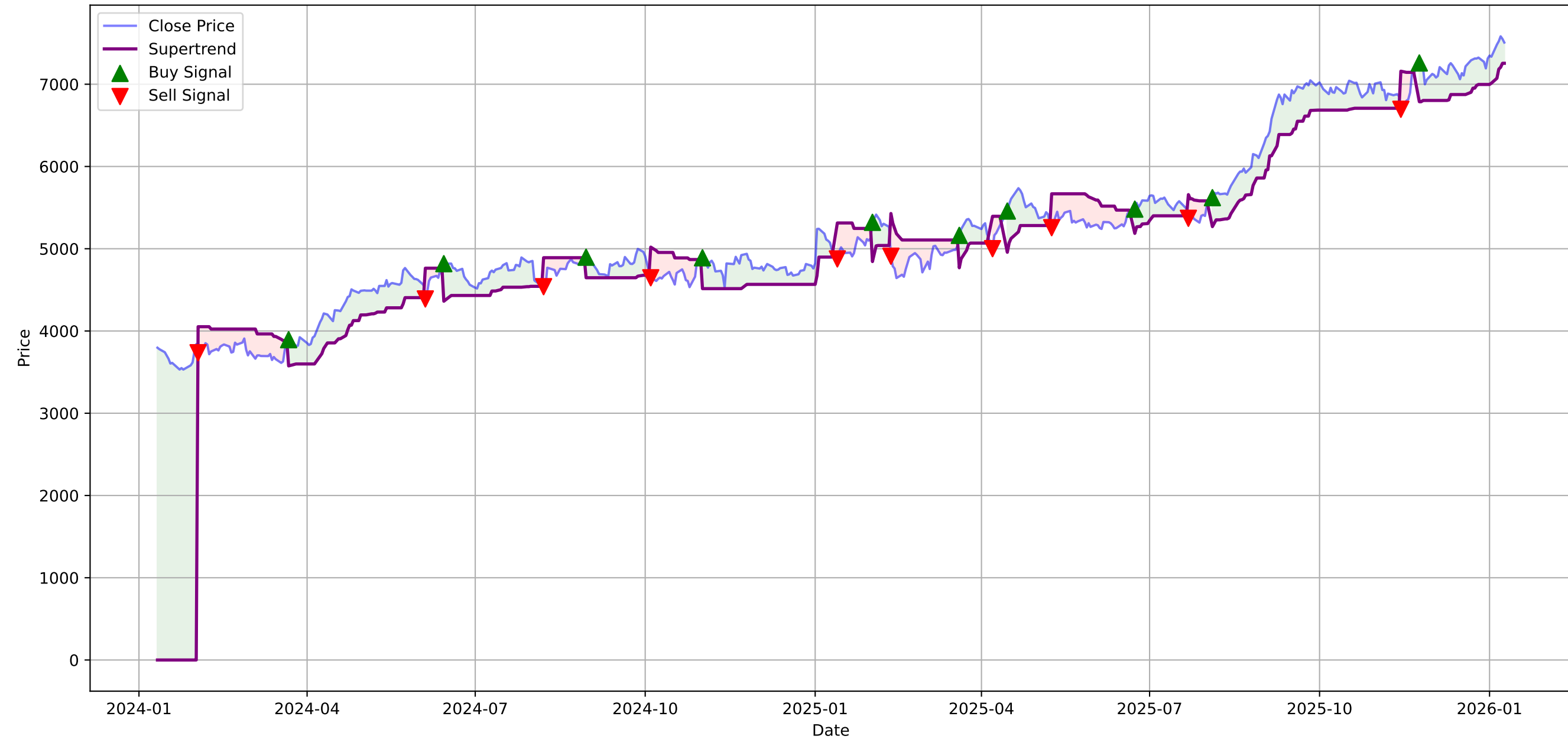
EICHERMOT.NS Bollinger Bands (20, 2) Analysis



EICHERMOT.NS - Supertrend Summary

Status:	UPTREND (Buy)
Supertrend Value:	7254.57
Signal Identified On:	2025-11-24

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



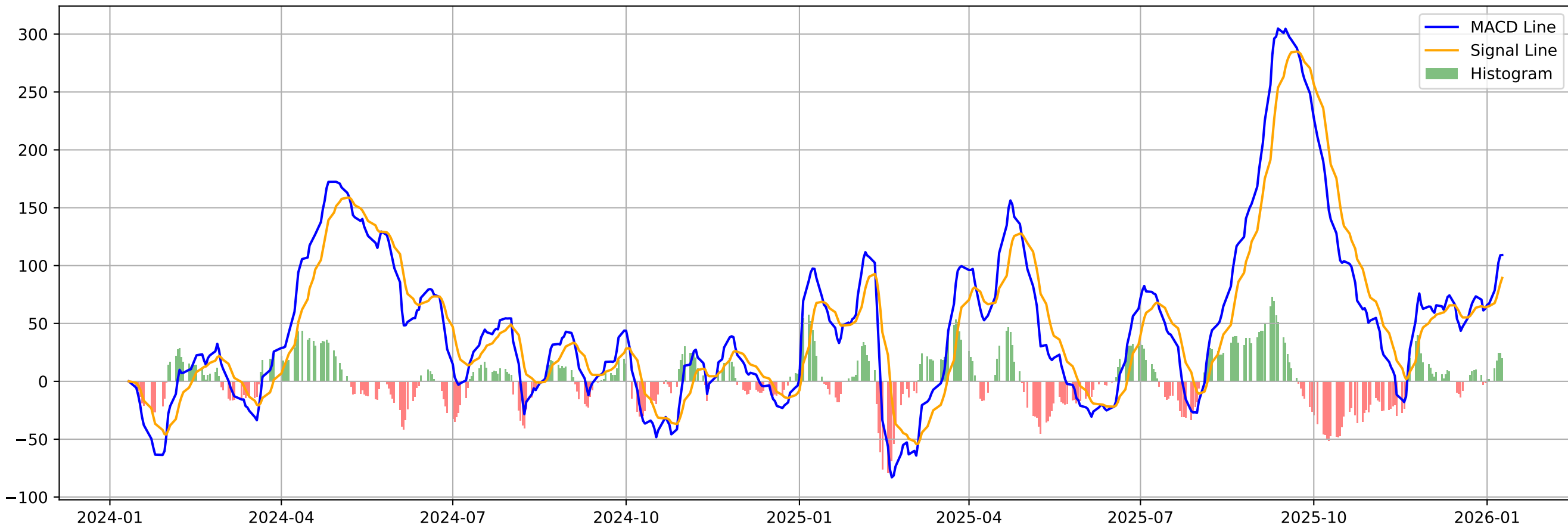
EICHERMOT.NS - MACD Summary

MACD Line:	109.12
Signal Line:	89.31
Histogram:	19.81
Trend:	Bullish
Momentum:	Weakening
Signal:	None

EICHERMOT.NS Price



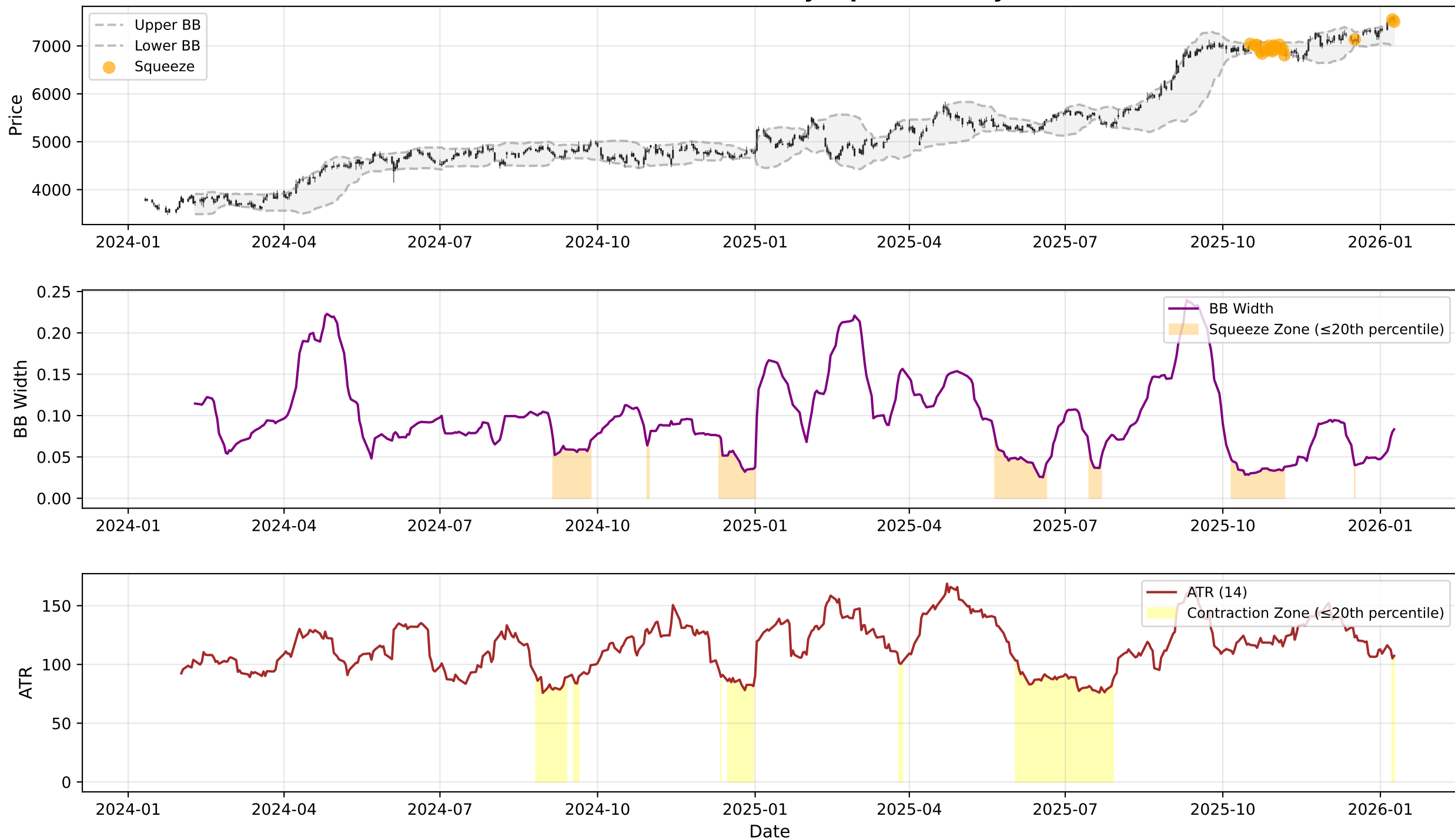
EICHERMOT.NS MACD (12, 26, 9)



EICHERMOT.NS - Volatility Squeeze Summary

BB Width:	0.0834
ATR:	107.3214
Total Signals:	17
Signal 1:	BB Squeeze at 2025-11-05 00:00:00+05:30 (Price: 6930.00)
Signal 2:	BB Squeeze at 2025-11-06 00:00:00+05:30 (Price: 6806.50)
Signal 3:	BB Squeeze at 2025-12-17 00:00:00+05:30 (Price: 7134.50)
Signal 4:	ATR Contraction at 2026-01-08 00:00:00+05:30 (Price: 7551.00)
Signal 5:	ATR Contraction at 2026-01-09 00:00:00+05:30 (Price: 7507.00)

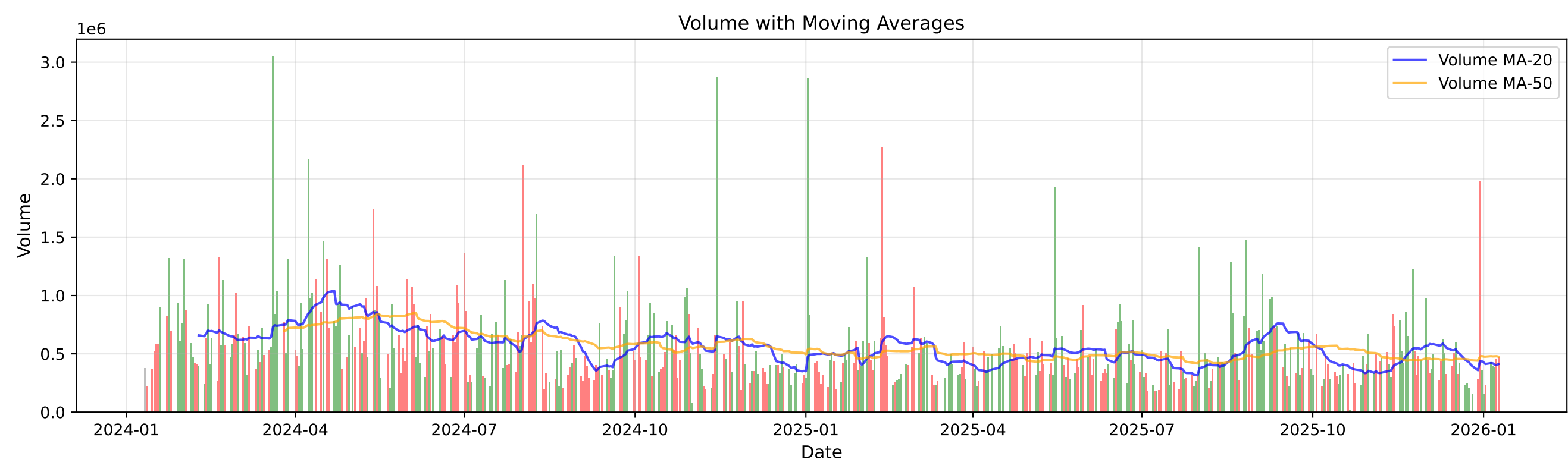
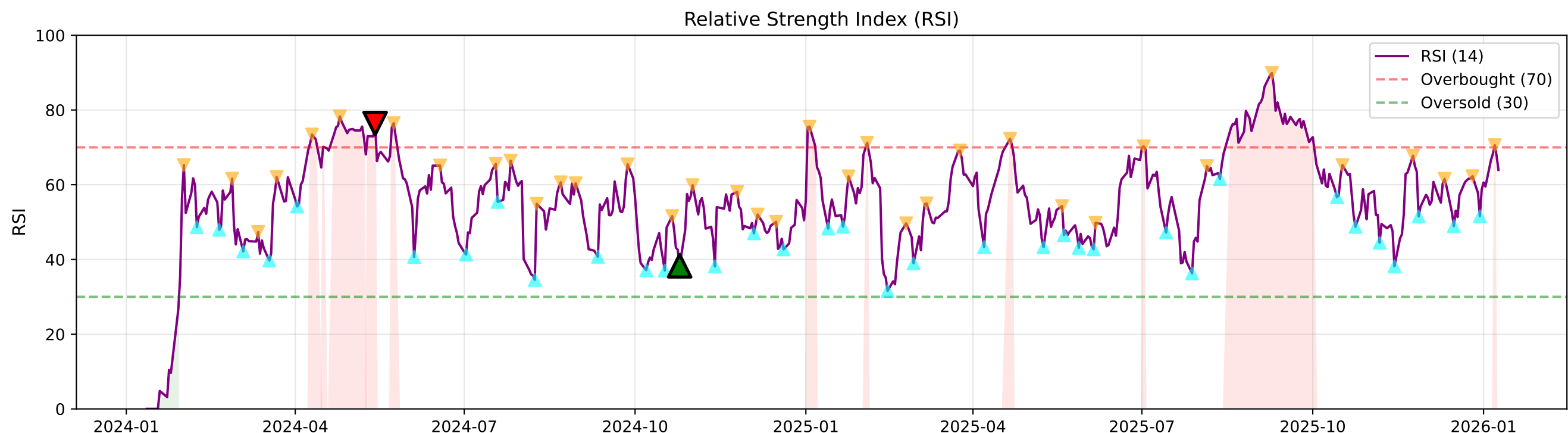
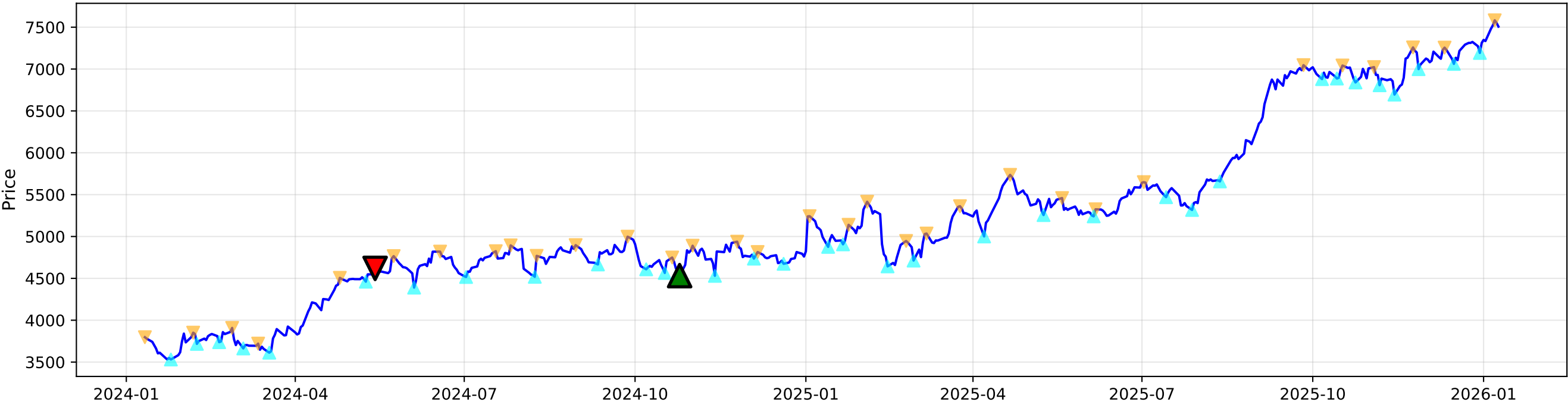
EICHERMOT.NS - Volatility Squeeze Analysis



EICHERMOT.NS - RSI-Volume Summary

Current RSI:	63.97
Current Volume:	474627
Volume MA 20:	411308
Bullish Divergences:	1
Bearish Divergences:	1
Bullish Div 1:	Date: 2024-10-25 00:00:00+05:30, Price: 4532.83
Bearish Div 1:	Date: 2024-05-14 00:00:00+05:30, Price: 4618.82

EICHERMOT.NS RSI-Volume Divergence Analysis



Multi-Timeframe Supertrend Analysis

Timeframe	Status	Value	Last Price	Signal Date
1 Week	UPTREND (Buy)	6973.32	7507.0	2025-04-14
1 Day	UPTREND (Buy)	7254.57	7507.0	2025-11-24
15 Min	DOWNTREND (Sell)	7557.61	7510.0	2026-01-09

Multi-Timeframe MACD Analysis

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

EICHERMOT.NS - 1 Week (Candlestick + EMAs)



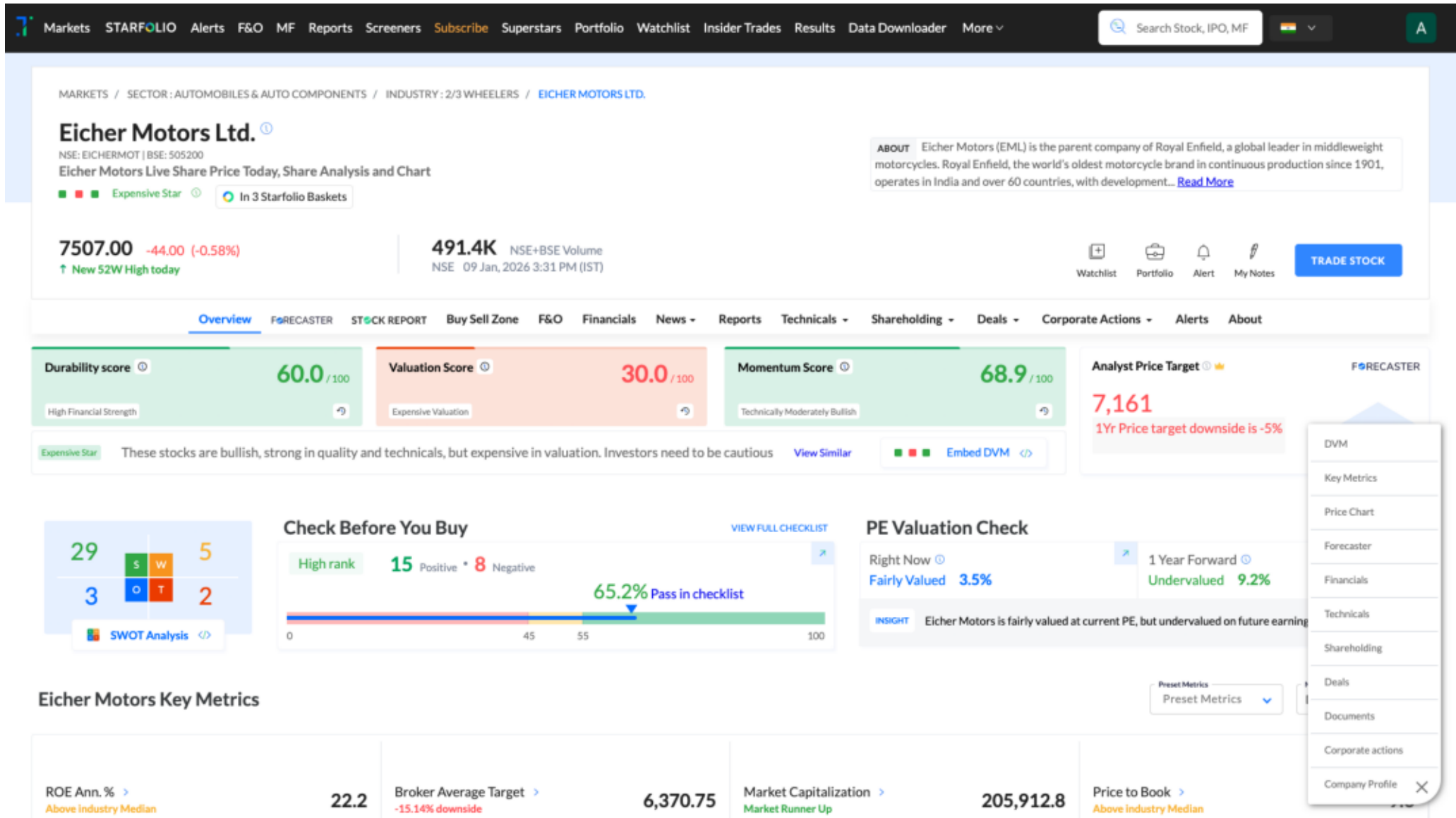
EICHERMOT.NS - 1 Day (Candlestick + EMAs)



EICHERMOT.NS - 15 Min (Candlestick + EMAs)



Trendlyne Snapshot - EICHERMOT_main



Trendlyne Snapshot - EICHERMOT_forecaster

