

# Stock Analysis Report

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## Strategic Trading Analysis

Based on the comprehensive analysis of the attached report (Dated: 2026-02-14), here is the assessment for **BHARATFORG.NS**.

### Step 1: Audit the Data

- **Data Present:**
  - **Price Action:** Daily, Weekly, and 15-minute charts.
  - **Trend Indicators:** EMA (20, 50, 200), Supertrend, MACD, Bollinger Bands.
  - **Momentum/Oscillators:** RSI (14), RS Score relative to Index (^CNXAUTO).
  - **Volume:** Volume bars, Moving Averages, and Volume/Divergence signals.
  - **Fundamentals:** Snapshot of Revenue/EPS growth, Analyst Ratings, and Valuation scores.
- **Data Missing:**
  - **Specific Sector News:** While relative strength against the Auto sector is provided, specific news catalysts driving the recent vertical spike are not detailed in the text.
- **Confidence Level: High.** The technical data is extensive and multi-timeframe, allowing for a precise evaluation of the current structure.

### Step 2: Analyze the Setup

- **Price Structure & Trend:** The stock is in a **hyper-strong uptrend**. It has engaged in a parabolic move, breaking out of the 1300-1400 range and shooting vertically to INR 1738. All EMAs are stacked bullishly (20 > 50 > 200).
- **Momentum & Extension:**
  - **RSI is at 79.31** (Page 16). This is heavily overbought. While strong momentum is good, an RSI near 80 usually precedes a consolidation or a pullback.
  - **Mean Reversion Risk:** The current price (1738) is significantly detached from the 20-day EMA (1557). Stocks rarely sustain a gap of >10% above their 20 EMA for long periods without mean reversion.
- **Volume & Signals:**
  - Page 18 warns of "**Buying Exhaustion**" and recent "Distribution Days."
  - Page 20 identifies the latest candlestick classification as "**Seller Control**," suggesting the immediate buying pressure is fading at these highs.
- **Valuation & Targets:**
  - Trendlyne Forecaster (Page 25) shows a consensus target of **INR 1569**, implying a potential **-10% downside** from current levels. The valuation score is low (expensive).

**Conclusion of Setup:** The train has left the station. While the trend is bullish, the risk/reward ratio for a *new* entry here is very poor. You would be buying a climax run. The probability of a pullback (5-10%) is higher than an immediate further 15% upside without a rest.

### Step 3: Formulate the Recommendation

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

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**Reasoning:** Entering a positional trade with an RSI of 79, price extended far above the 20 EMA, and analyst targets significantly below the current price is chasing performance. This is a high-risk entry point prone to a "bull trap" or sharp correction.

## Conditional Plan (Wait for the Pullback):

Since the intermediate trend is strong, we want to buy the dip, not the rip.

- **Condition to Buy:** Wait for the stock to cool off and retrace towards the 20-day EMA or the Supertrend support line. Look for a bullish reversal candle (Hammer or **Bullish** Engulfing) on the daily chart near support.
- **Entry Price:** INR 1,560 - INR 1,580 range. (This aligns with the current 20 EMA at 1557 and Supertrend support at 1563).
- **Stop Loss:** INR 1,475 (Daily Close). (This places risk below the 50-day EMA and the psychological 1500 breakout level).
- **Take Profit:** INR 1,750 - INR 1,800. (Retesting the current highs after a healthy consolidation).

**Summary for Trader:** Put this on your **Watchlist**. Do not FOMO (Fear Of Missing Out) into the vertical spike. Let the RSI reset to 50-60 before deploying capital.

## Candlestick Classification Analysis

Based on the **Candlestick Classification methodology** provided and the visual evidence from **Page 20 (Summary)** and **Page 21 (Chart)** of the report, here is the detailed price action analysis for **BHARATFORG.NS**.

### 1. Current Classification Analysis

- **Latest Signal: Seller Control (-1)**
- **Definition:** This classification implies a moderate bearish candle. According to the algorithm, this candle likely had a body size between 0.8-1.5 ATR (volatility-adjusted) closing in the lower half of the daily range, or it was a stronger bearish body but lacked the "High Volume" multiplier (Step 4 of the logic) to push it to "Strong Control."
- **Immediate Sentiment: Short-Term Bearish / Profit Taking.** The sellers have stepped in to defend higher prices, likely initiating a pullback after a strong run-up.

### 2. Chart Pattern Interpretation (Page 21)

Looking at the far right of the chart on Page 21, we see a distinct sequence:

1. **The Setup:** A massive, vertical run-up in price over the last few weeks.
2. **The Impulse (Buyer Strong Control):** Just prior to the current candle, there is a large green candle with significant volume (visible in the volume pane below). This corresponds to a **+2 (Buyer Strong Control)** signal, showing high conviction and institutional participation.
3. **The Rejection (Current Candle):** The most recent candle is red (Seller Control). Crucially, this candle appears **after a new high**. \* **Shape:** It has a noticeable upper wick. Per **Step 3** of your logic, a long upper wick triggers a bearish adjustment because "price tried to go higher but got rejected." \* **Volume:** The volume on this red candle is elevated but seemingly lower than the preceding massive green breakout candle. This

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suggests that while sellers are active, they are not yet overpowering the buyers with "institutional" force-it looks more like retail profit-taking or a pause.

## 3. Statistical Context (Page 20)

- **Recent Trend Score (10-day avg): 0.20**
  - This score is **Neutral to Slightly Bullish**.
  - **Interpretation:** A score of 0.20 in a 10-day window means the tug-of-war has been very tight. Despite the visual uptrend, the *quality* of the daily closes has been mixed. The dominance of **122 "No Control"** days in the distribution stats tells us this stock spends a lot of time in indecision (dojis/spinning tops).
  - The recent breakout (Buyer Strong Control) was the anomaly that broke this indecision, but the score hasn't ramped up high enough to declare a stable, smooth trend yet. It is a volatile breakout.

## 4. Psychological Narrative

The "Seller Control" classification at an All-Time High (or local swing high) is a classic "**Check**".\* Buyers expended a lot of energy (Volume) pushing the price into the INR 1700+ zone.\* The "Seller Control" signal indicates that at these levels, supply is finally emerging to meet demand.\* However, because it is only "Seller Control" (-1) and not "Seller Strong Control" (-2), this is not yet a panic sell-off. It is an orderly retreat.

## Prediction & Future Price Direction

### Primary View: Short-Term Pullback followed by Trend Continuation

The combination of a **Buyer Strong Control (+2)** followed immediately by a **Seller Control (-1)** usually creates an "Inside Bar" or "Harami" type setup.

1. **Short Term (1-3 Days): Bearish/Correction.** Expect the price to drift lower or consolidate. The "Seller Control" candle has likely trapped some late bulls who bought at the very top. The price needs to cool off to digest the recent vertical move.
2. **Key Level to Watch:** Look at the low of the "Buyer Strong Control" candle (approx INR 1600-1650 range). As long as the price stays above the midpoint of that massive green candle, the bulls are still in charge.
3. **The Pivot:** If a future candle prints as **Buyer Control (+1)** or **No Control (0)** with a long lower wick (Step 3: buyers defending), that is the entry signal for the next leg up.

**Alternative Scenario (Reversal Risk):** If the next candle is **Seller Strong Control (-2)** (Large red body, close near low, high volume), it confirms that the breakout was a "Climax Top," and a deeper correction to INR 1500 is likely.

**Final Verdict:** The classification suggests the stock is **Overextended**. Do not chase longs immediately. Wait for the "Seller Control" phase to resolve into "No Control" (stabilization) before betting on the resumption of the uptrend.

## News & Analyst Targets

As of **February 14, 2026**, here is the latest research and information on Bharat Forge (BHARATFORG).

# Stock Analysis Report

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## 1) Latest News for Bharat Forge (Week of Feb 8 - Feb 14, 2026)

- **Q3 FY26 Earnings Results:** On February 12, Bharat Forge reported its Q3 results.
  - **Consolidated Net Profit:** Rose **28% YoY** to **INR 273 crore**, driven by strong defense execution.
  - **Revenue:** Grew **25% YoY** to **INR 4,343 crore**.
  - **Standalone Performance:** Net profit fell **17% YoY** to **INR 288 crore** due to exceptional costs related to labor code implementation, while standalone revenue dipped marginally by 0.6%.
- **Dividend Declaration:** The Board declared an interim dividend of **INR 2 per share**. The record date is set for **Wednesday, February 18, 2026**.
- **Record Defense Order Book:** The company's defense order book currently stands at a robust **INR 11,130 crore**. In Q3 alone, it secured new orders worth **INR 2,388 crore**, largely driven by a major contract for 250,000 CQB Carbines for the Indian Armed Forces.
- **Management Outlook:** Management indicated that the "worst is behind" regarding the destocking in the North American Class 8 truck market. They expect **high double-digit top-line growth** in FY27, aided by the defense segment and a recovery in exports.

## 2) Brokerage Upgrades & Downgrades

The Q3 results have triggered a "rift" in analyst opinions, with a clear divide between those focusing on defense growth versus those worried about export valuations.

- **Upgrades:**
  - **Jefferies:** Upgraded to **BUY** (from Hold/Underperform), citing the bottoming out of the US truck cycle and strong defense traction.
  - **JM Financial:** Upgraded from 'Add' to **BUY**.
  - **Emkay Global:** Upgraded from 'Add' to **BUY**.
- **Neutral / Maintain:**
  - **Nomura:** Maintained **Neutral** but raised its target price, acknowledging the defense ramp-up.
  - **Motilal Oswal:** Maintained **Neutral** rating, citing that positives are largely priced in, though they raised their target price.
  - **Morgan Stanley:** Maintained **Equal-weight** rating.
- **Bearish:**
  - **Citi:** Maintained **SELL** rating, expressing concerns over weak export revenues and rich valuations (trading at ~74x P/E).

## 3) Other Impacting News

- **North American Truck Market Recovery:** The destocking phase in the US Class 8 truck market (a key revenue driver) is reportedly nearing its end. This is a major positive pivot point for the company's traditional commercial vehicle business.
- **Defense Sector Boom:** The massive order wins in the defense space (artillery, small arms) are directly reducing the company's reliance on the cyclical auto sector, leading to a potential re-rating of the stock by some analysts.
- **Tariff Risks (Indirect):** Earlier in the month, concerns regarding potential US import tariffs (linked to US administration policies) were flagged by some brokerages as a risk to margins, given Bharat Forge's significant export exposure.

## 4) Latest Analyst & Brokerage Targets

The following table summarizes the revised targets released after the Q3 FY26 results (Feb 12-13, 2026):

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Brokerage Firm	Rating	Target Price (INR)	Outlook / Key Rationale
Jefferies	BUY (Upgrade)	INR 2,150	Strong defense order book & US truck cycle recovery.
JM Financial	BUY (Upgrade)	INR 2,040	Upgraded from 'Add'; sees robust growth in FY27.
HDFC Sky	BUY	INR 2,031	Increased target multiple; cites defense & restocking opportunity.
Emkay Global	BUY (Upgrade)	INR 2,000	Target raised from INR 1,450; strong Q3 revenue & defense wins.
Nomura	Neutral	INR 1,844	Target raised from INR 1,727; values defense ramp-up but finds valuation fair.
Motilal Oswal	Neutral	INR 1,597	Target raised from INR 1,342; growth outlook improved but stock is expensive.
Morgan Stanley	Equal-Weight	INR 1,341	Maintained rating; sees balanced risk-reward at current levels.
Citi	SELL	INR 930	Concerns over weak export data and excessive valuation premium.

*Note: The stock was trading near the INR 1,730 - INR 1,750 levels following the result announcement.*

# Stock Detailed Analysis Report

**BHARATFORG.NS**

Current Price: ₹1738.80

Generated: 2026-02-14 09:59

# BHARATFORG.NS - 3 Year Daily Price Chart



# Long-term Fundamental Analysis (4 Years)

Metric	Is Growing?	Accelerating?	1Y Growth	3Y CAGR
Revenue	Yes	No	-3.41%	13.65%
Net Income	No	Yes	-1.05%	-4.54%
ROE	No	No	-23.33%	-14.83%
EPS	No	Yes	-1.86%	-4.79%

# Short-term Fundamental Analysis (6 Quarters)

Metric	Is Growing?	Recent QoQ	Avg QoQ
Revenue	Yes	7.71%	6.14%
Net Income	Yes	-11.69%	6.73%
ROE	Yes	4.89%	4.89%
EPS	No	-11.66%	-6.43%



# BHARATFORG.NS - Relative Strength Analysis

## == OVERVIEW ==:

Benchmark Index:	^CNXAUTO
Sector:	Auto
Classification:	<b>Weakening Leader</b>
RS Score:	60.9/100
:	

## == RS RATIOS ==:

1M RS:	<b>1.177 [Leader]</b>
3M RS:	<b>1.219 [Strong]</b>
6M RS:	<b>1.240 [Strong]</b>
1Y RS:	<b>1.262 [Strong]</b>
:	

## == TURNAROUND ANALYSIS ==:

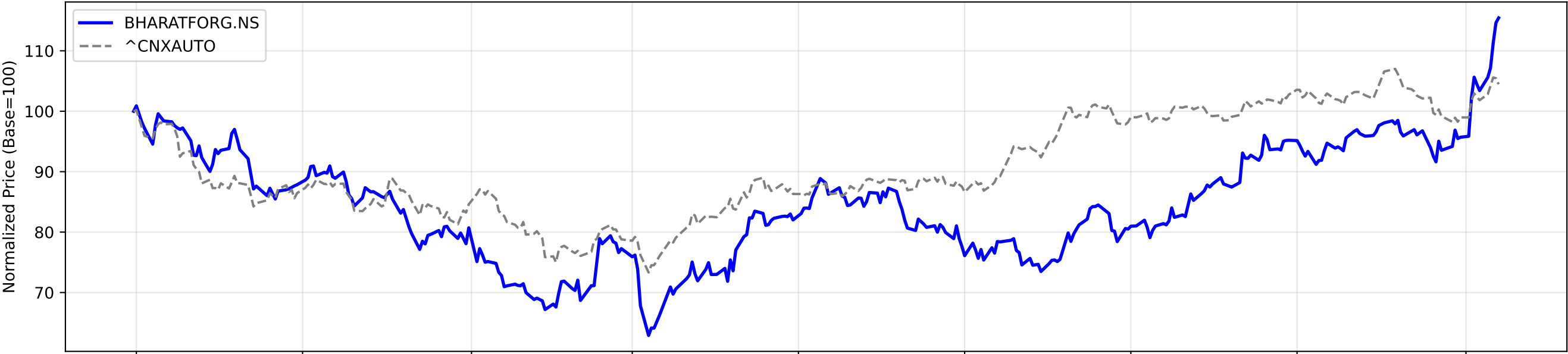
Turnaround Status:	<b>Not Detected</b>
:	

## SIGNAL CRITERIA::

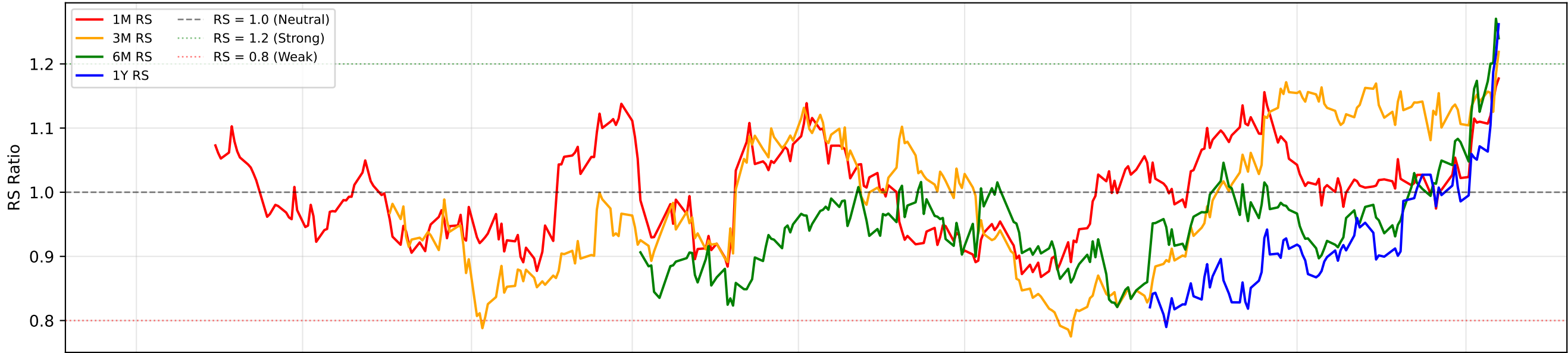
× Emerging RS:	<b>Not accelerating</b>
× Medium-term Lagging:	<b>Not lagging</b>
× Performance Improving:	<b>Not improving</b>

Relative Strength Analysis: BHARATFORG.NS vs ^CNXAUTO  
Classification: Weakening Leader

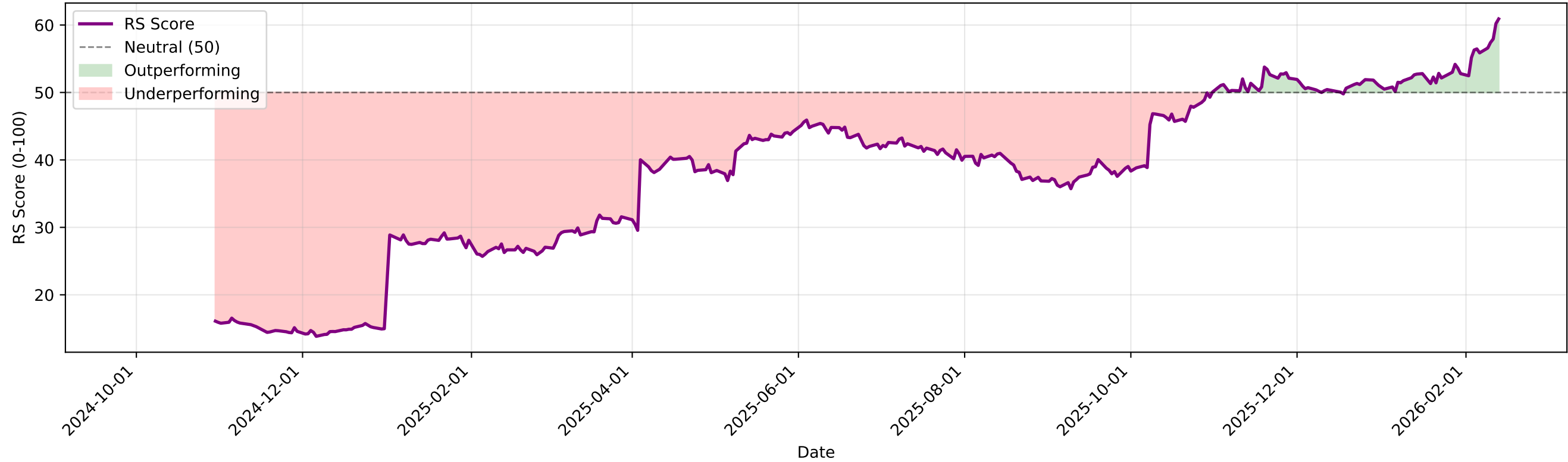
Price Performance Comparison (Normalized)



RS Ratio Trends (Multiple Timeframes)



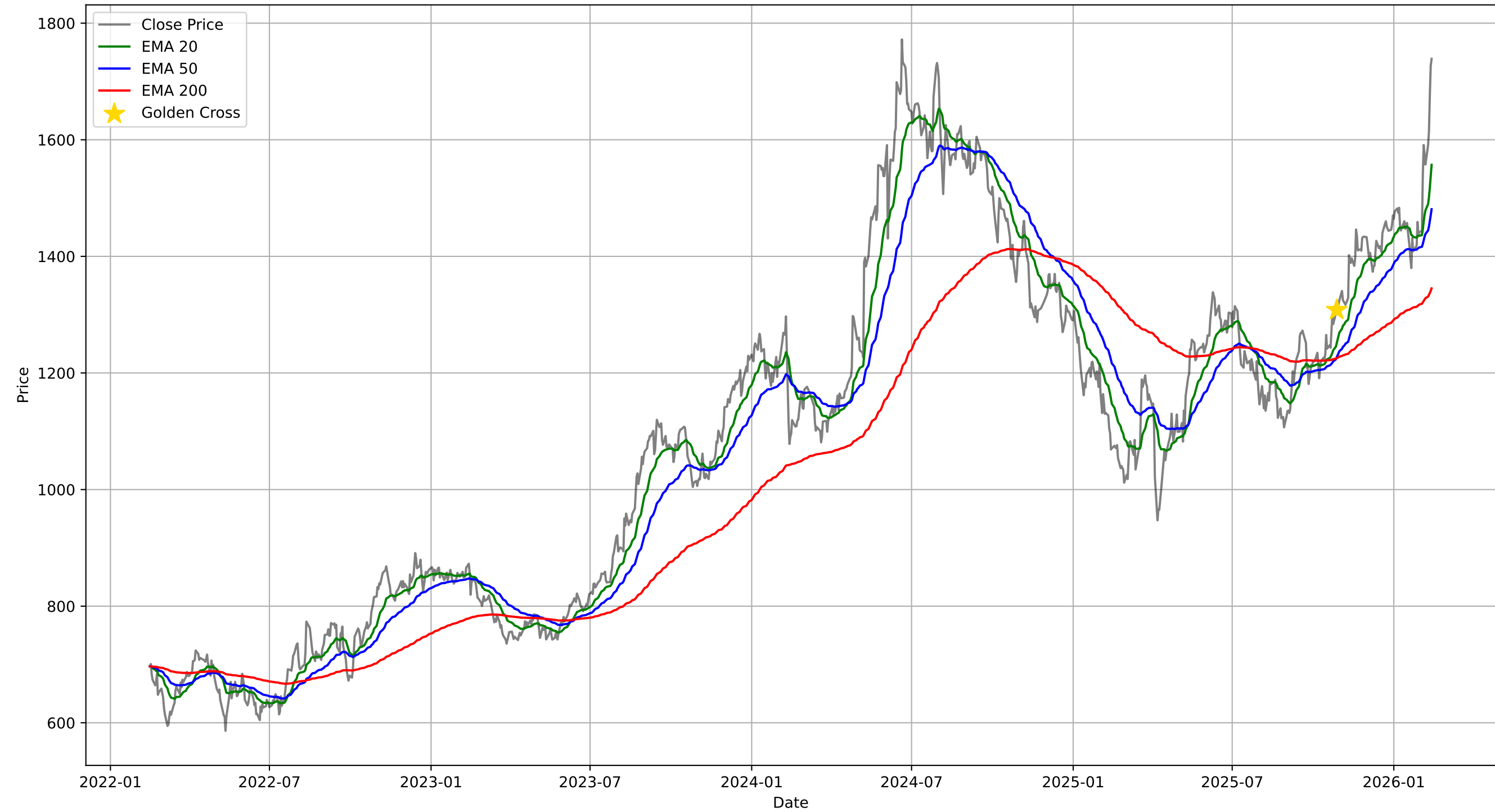
RS Composite Score Timeline



## BHARATFORG.NS - EMA Crossover Summary

EMA 20:	1557.08
EMA 50:	1480.90
EMA 200:	1344.99
Trend Status:	<b>Strong Uptrend</b>
Golden Cross Date:	2025-10-28 00:00:00+05:30
Golden Cross Price:	1308.10

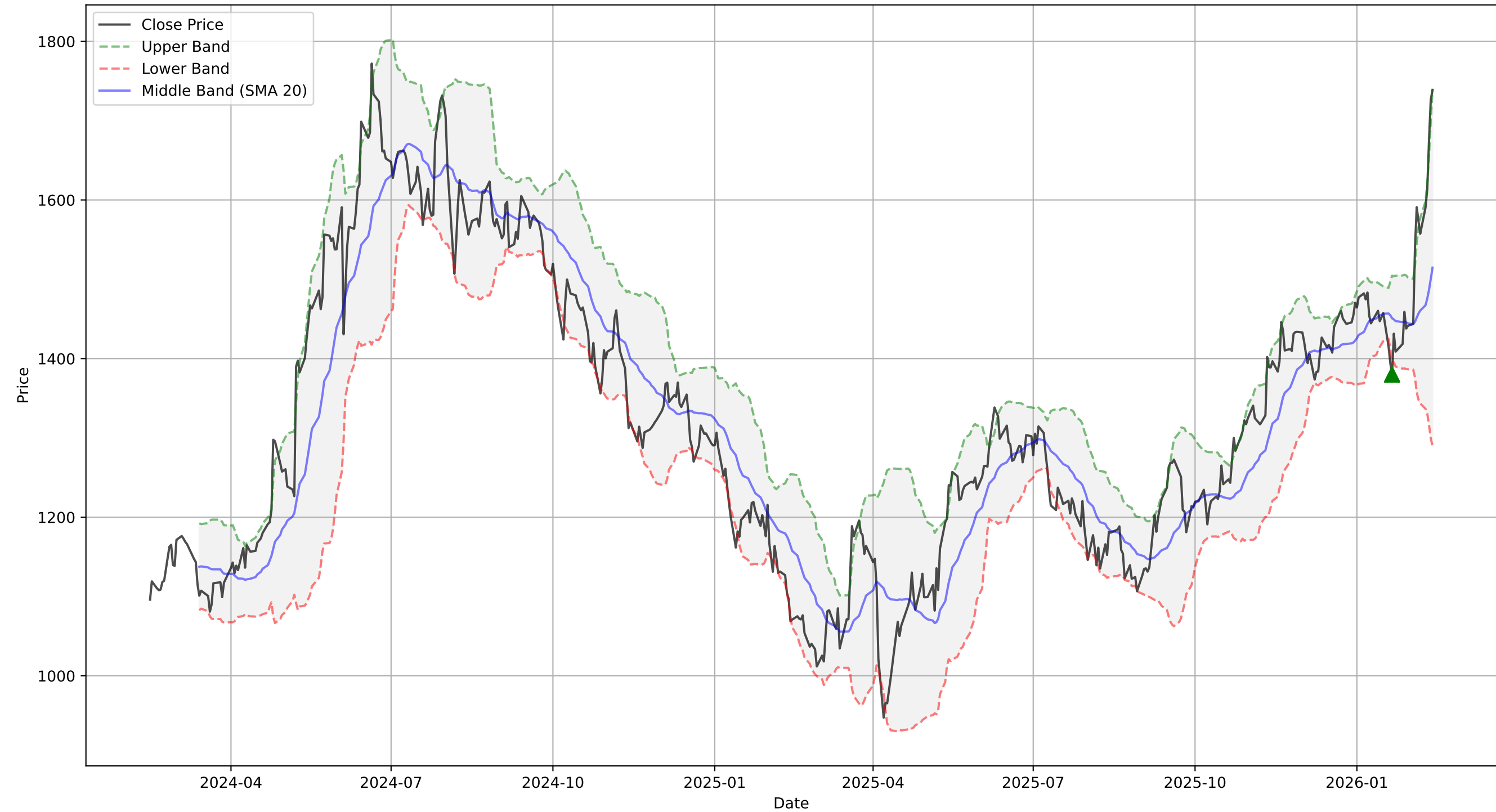
BHARATFORG.NS EMA Crossover Analysis



## BHARATFORG.NS - Bollinger Bands Summary

Current Price:	1738.80
Upper Band:	1740.09
Middle Band (SMA 20):	1514.72
Lower Band:	1289.36
%B:	0.9971
Band Width:	0.2976
Status:	Upper Half
Signal:	None
Recent Signal 1:	<b>Buy Signal at 2026-01-21 00:00:00+05:30</b>

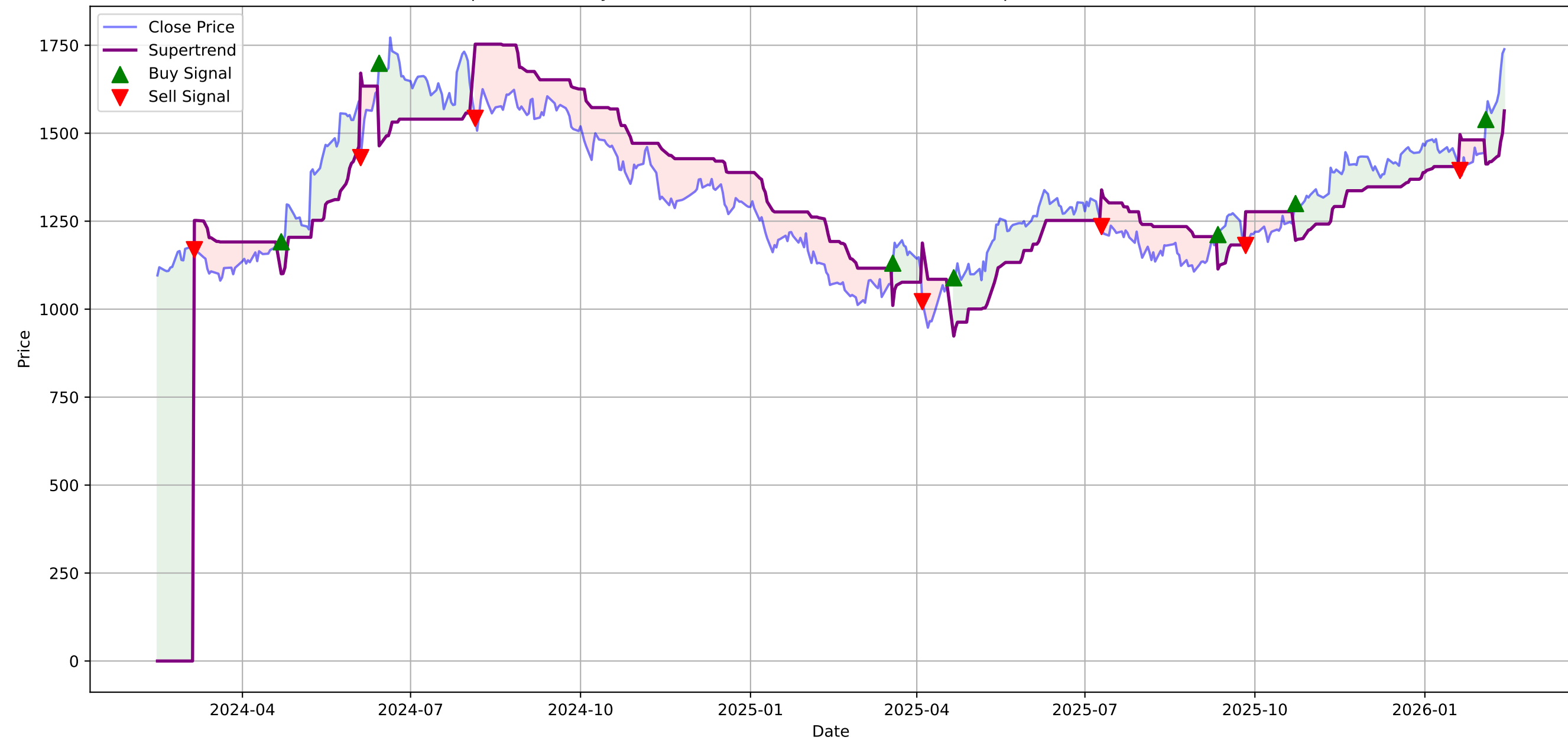
BHARATFORG.NS Bollinger Bands (20, 2) Analysis



## BHARATFORG.NS - Supertrend Summary

Status:	UPTREND (Buy)
Supertrend Value:	1563.56
Signal Identified On:	2026-02-03

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





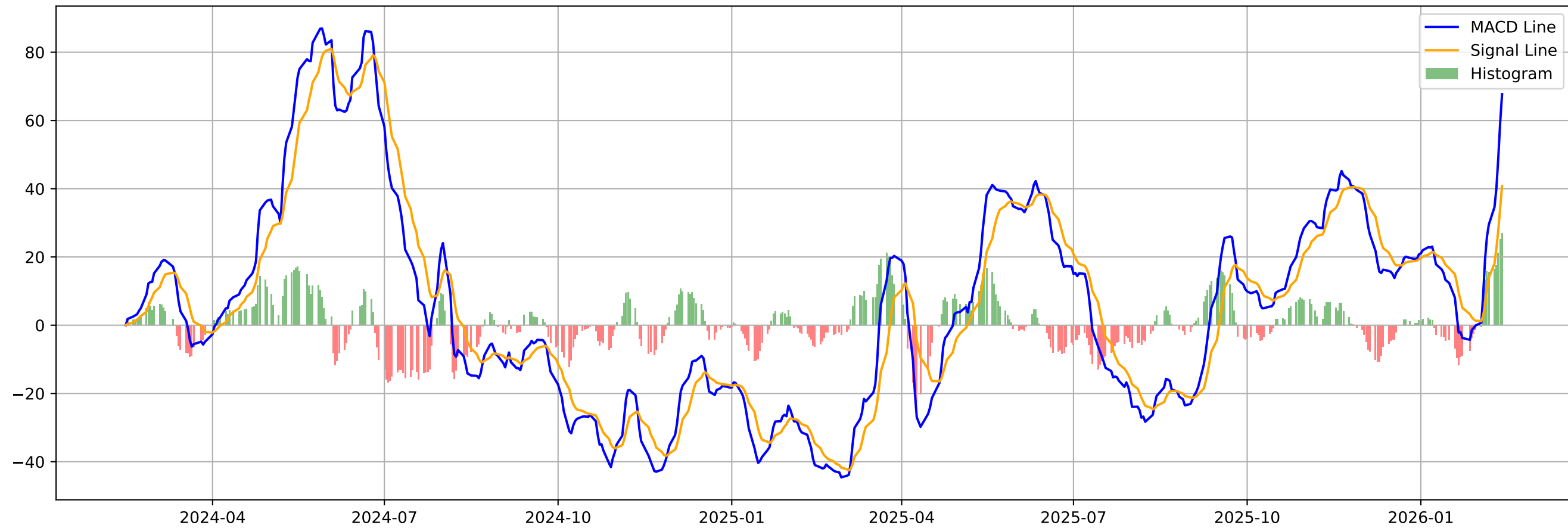
## BHARATFORG.NS - MACD Summary

MACD Line:	67.69
Signal Line:	40.79
Histogram:	26.90
Trend:	<b>Bullish</b>
Momentum:	<b>Strengthening</b>
Signal:	None

BHARATFORG.NS Price



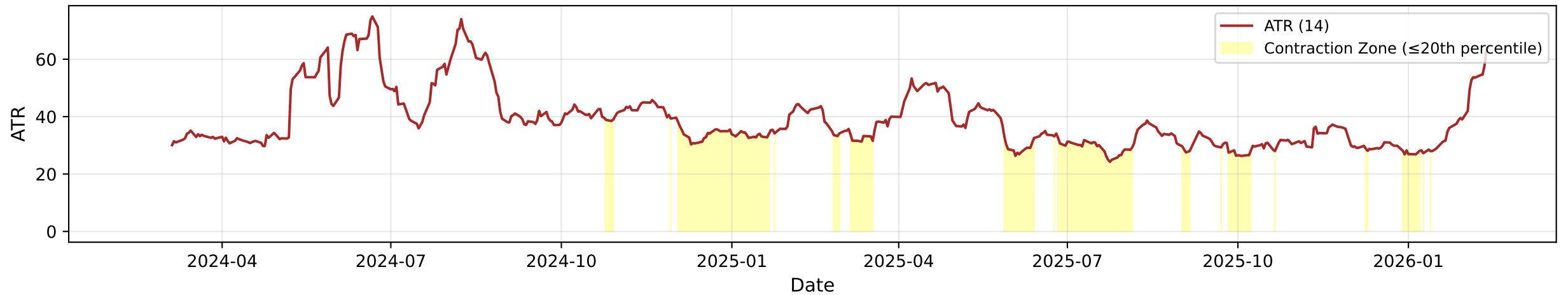
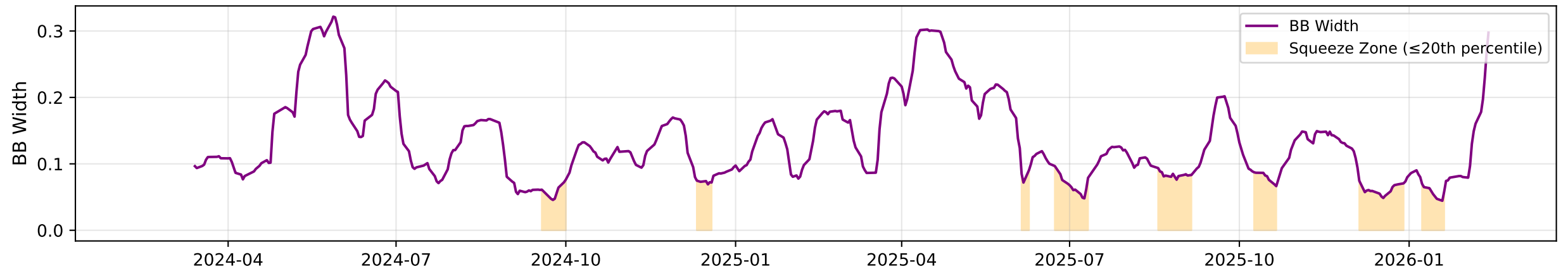
BHARATFORG.NS MACD (12, 26, 9)



# BHARATFORG.NS - Volatility Squeeze Summary

<b>BB Width:</b>	0.2976
<b>ATR:</b>	63.8286
<b>Total Signals:</b>	31
<b>Signal 1:</b>	BB Squeeze + ATR Contraction at 2026-01-13 00:00:00+05:30 (Pr
<b>Signal 2:</b>	BB Squeeze at 2026-01-14 00:00:00+05:30 (Price: 1447.20)
<b>Signal 3:</b>	BB Squeeze at 2026-01-16 00:00:00+05:30 (Price: 1457.40)
<b>Signal 4:</b>	BB Squeeze at 2026-01-19 00:00:00+05:30 (Price: 1415.10)
<b>Signal 5:</b>	BB Squeeze at 2026-01-20 00:00:00+05:30 (Price: 1394.10)

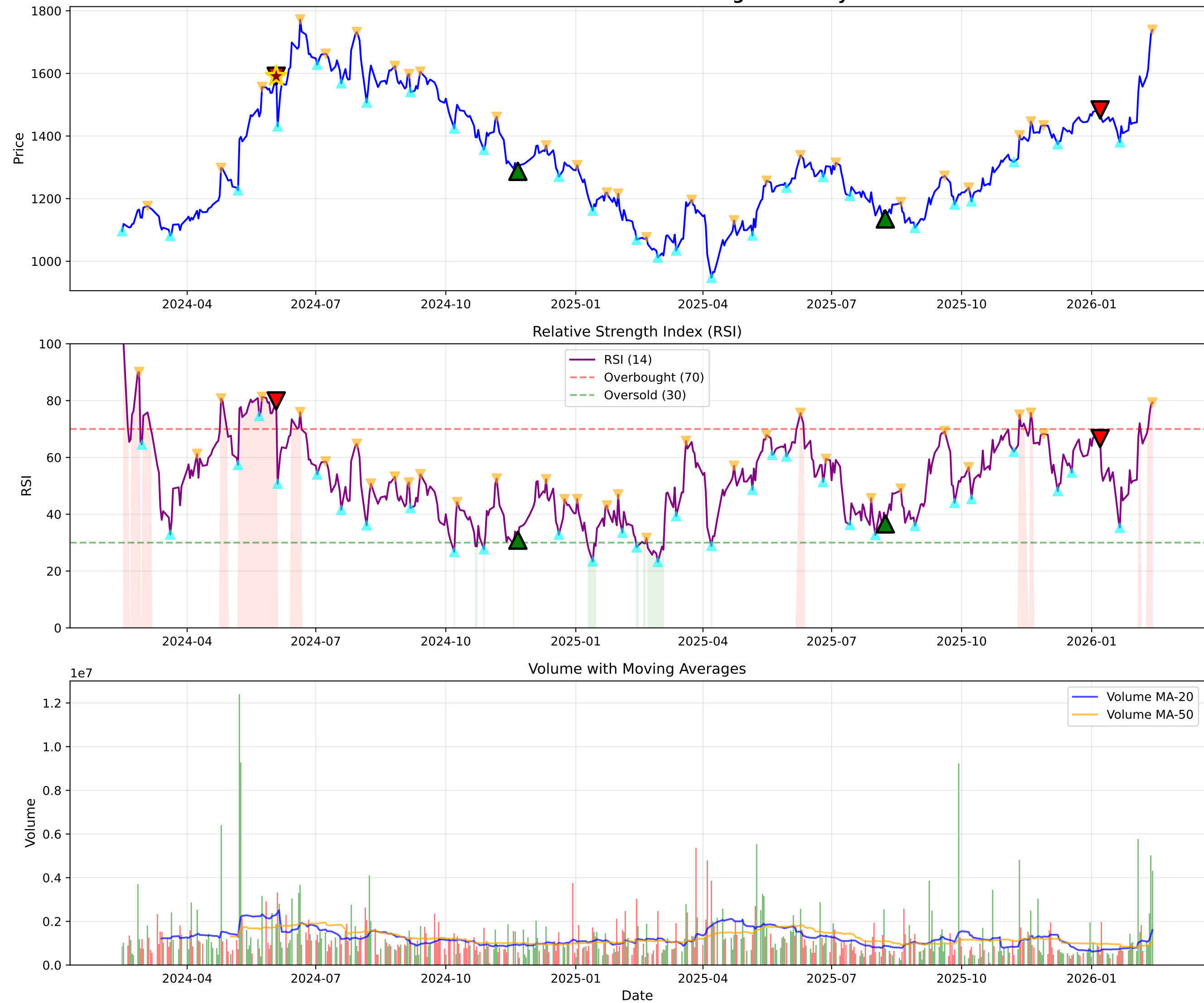
# BHARATFORG.NS - Volatility Squeeze Analysis



# BHARATFORG.NS - RSI-Volume Summary

Current RSI:	79.31
Current Volume:	4313855
Volume MA 20:	1601432
Bullish Divergences:	2
Bearish Divergences:	2
Bullish Div 1:	Date: 2024-11-21 00:00:00+05:30, Price: 1287.23
Bullish Div 2:	Date: 2025-08-08 00:00:00+05:30, Price: 1135.20
Bearish Div 1:	Date: 2024-06-03 00:00:00+05:30, Price: 1590.91
Bearish Div 2:	Date: 2026-01-07 00:00:00+05:30, Price: 1483.40

# BHARATFORG.NS RSI-Volume Divergence Analysis



# BHARATFORG.NS - Volume Analysis

## == VOLUME ANALYSIS ==:

Status:

**25 Signals Detected**

:

**2026-01-07 [+]:**

**Buying Exhaustion (Bearish Div)**

**2026-01-09 [-]:**

Distribution Day

**2026-01-21 [-]:**

Distribution Day

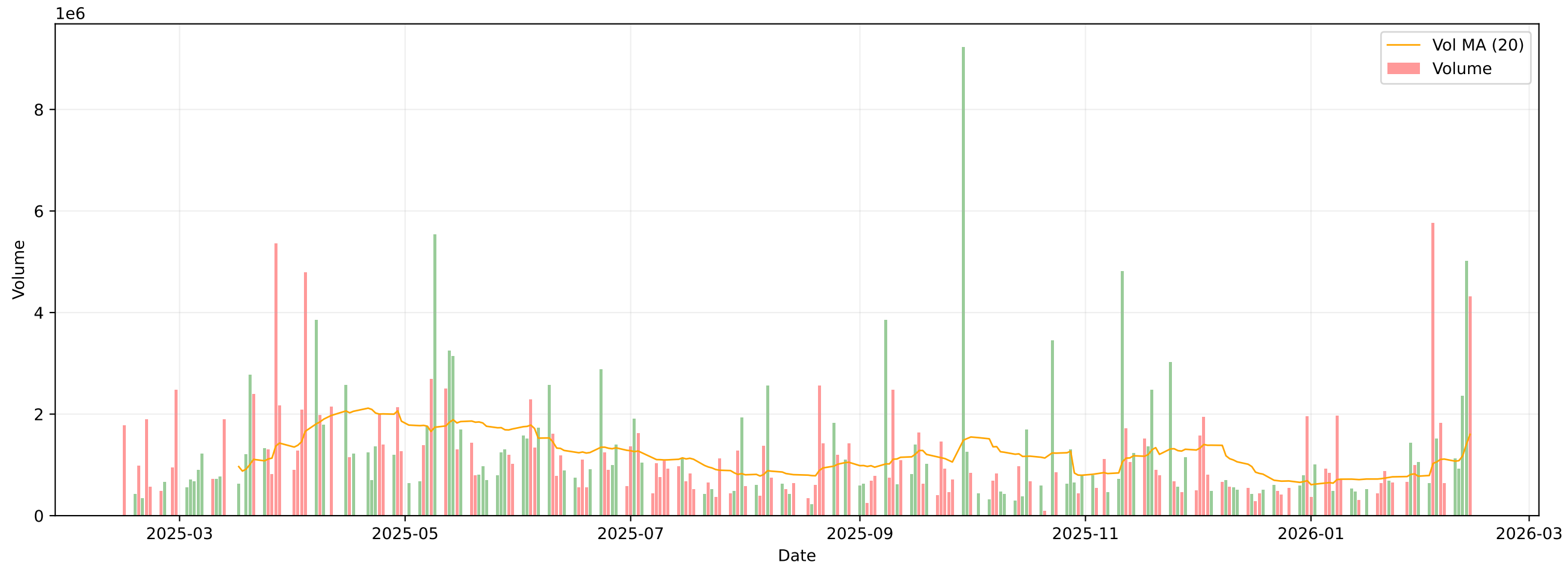
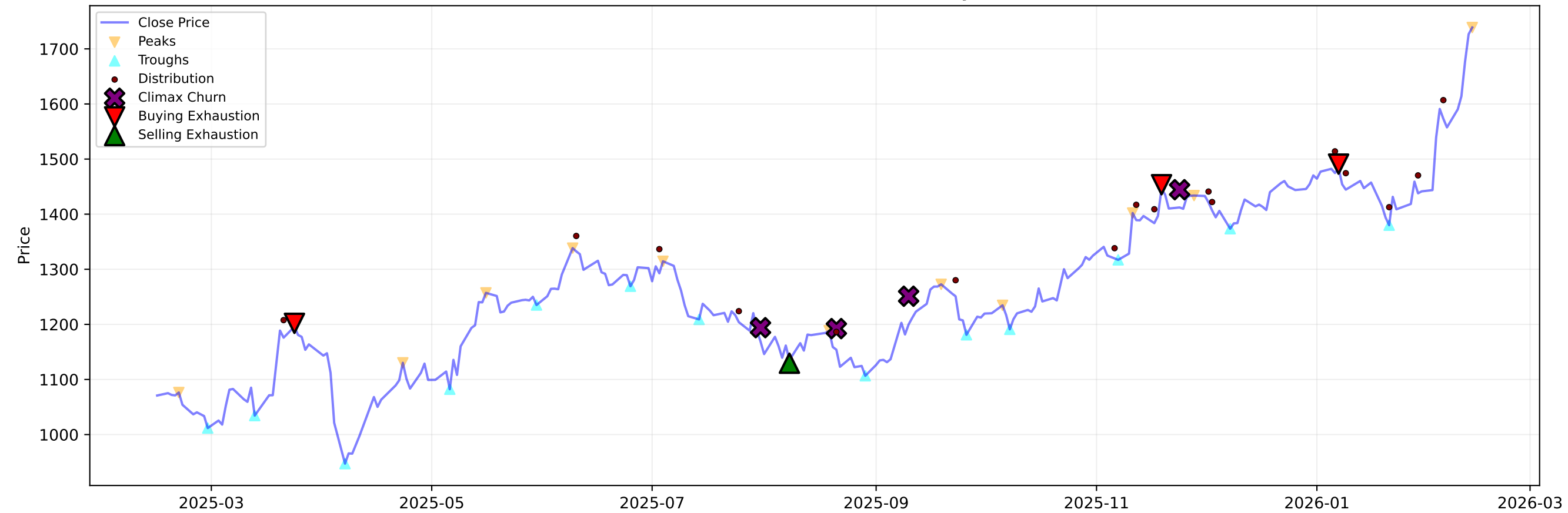
**2026-01-29 [-]:**

Distribution Day

**2026-02-05 [-]:**

Distribution Day

# BHARATFORG.NS - Volume Analysis





# BHARATFORG.NS - Candlestick Classification Summary

## == CANDLESTICK CLASSIFICATION ==:

**Latest Classification:** **Seller Control**

**Recent Trend Score (10-day avg):** 0.20

:

### **Distribution:**

**No Control:** 122

**Buyer Control:** 54

**Seller Control:** 46

**Buyer Strong Control:** 4

**Seller Strong Control:** 1

# BHARATFORG.NS - Candlestick Classification



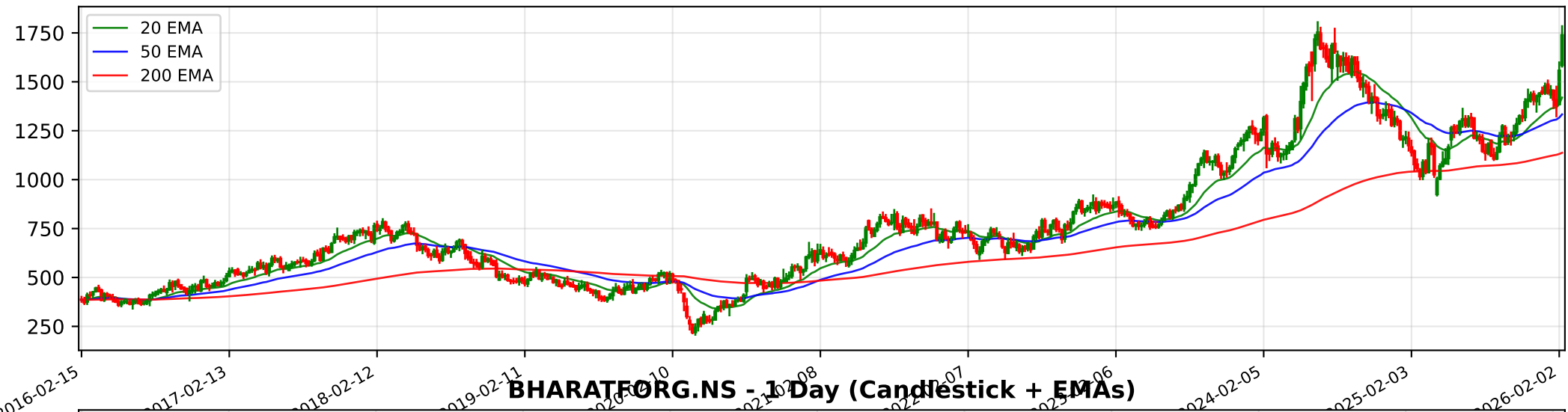
# Multi-Timeframe Supertrend Analysis

Timeframe	Status	Value	Last Price	Signal Date
1 Week	UPTREND (Buy)	1432.84	1738.8	2025-09-15
1 Day	UPTREND (Buy)	1563.56	1738.8	2026-02-03
15 Min	UPTREND (Buy)	1712.38	1738.8	2026-02-12

# Multi-Timeframe MACD Analysis

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

**BHARATFORG.NS - 1 Week (Candlestick + EMAs)**



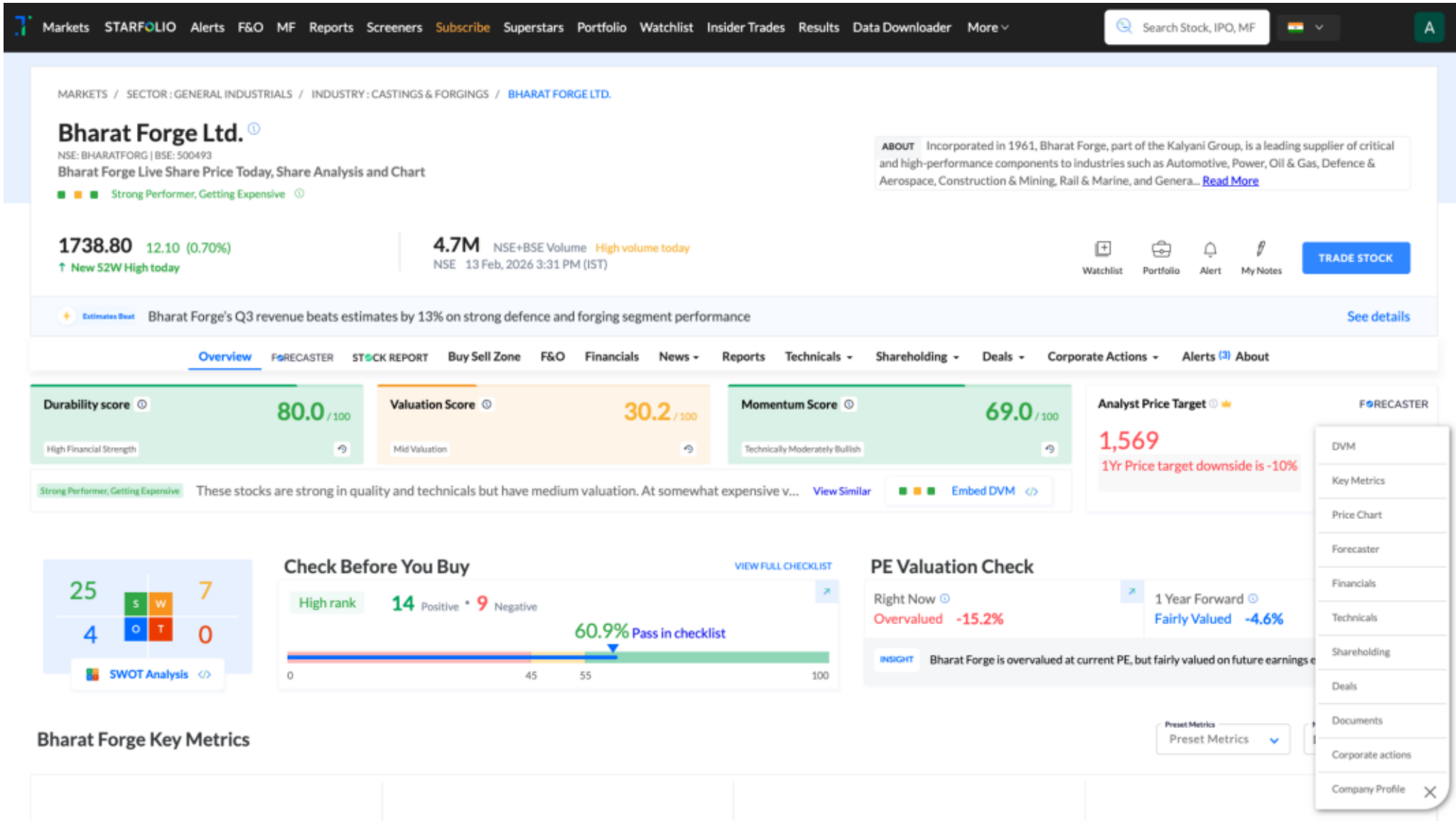
**BHARATFORG.NS - 1 Day (Candlestick + EMAs)**



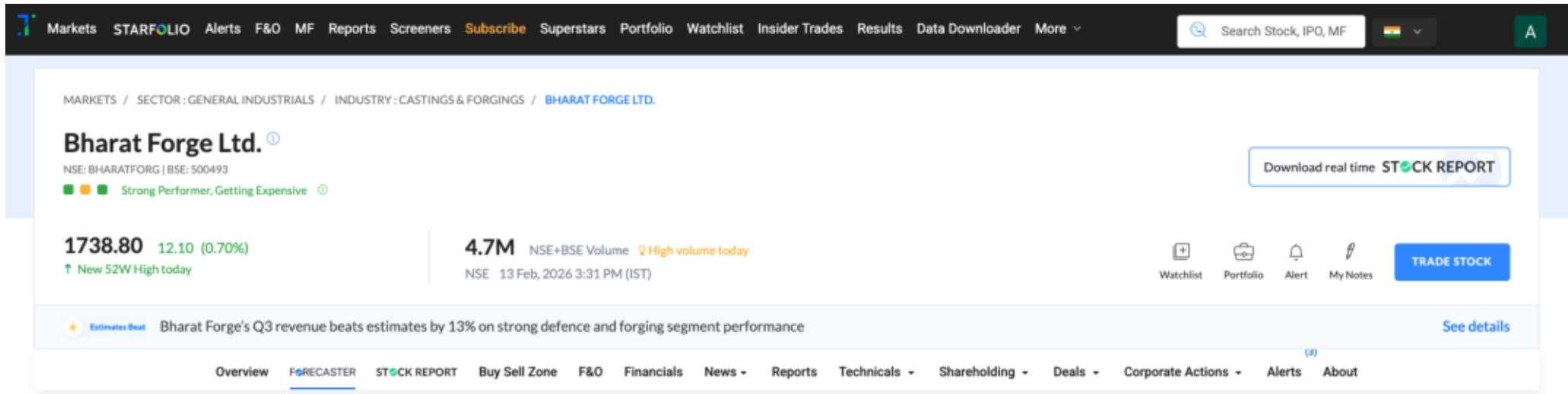
**BHARATFORG.NS - 15 Min (Candlestick + EMAs)**



## Trendlyne Snapshot - BHARATFORG\_main



# Trendlyne Snapshot - BHARATFORG\_forecaster



## Bharat Forge - BHARATFORG - stock price prediction, stock forecast, target price, analyst ratings from 24 analysts

Bharat Forge has a share price target of Rs 1569, revenue growth forecast of 9.1%, and profit growth estimate of 37.4% for FY26, based on top 24 analyst calls.

## Bharat Forge FORECASTER - Analyst Estimates <sup>NEW</sup> <sup>1</sup>

[FORECASTER DASHBOARD](#) →

