

TASK 1

Title: Stock Analysis Report

Internship Task: Task 1 – Stock Analysis

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1. Introduction

The objective of this report is to analyze the performance of selected Indian stocks using key financial and market indicators. The analysis focuses on price trends, valuation ratios, market capitalization, and recent company-related developments. This study helps in understanding how different sectors perform in the Indian stock market.

2. Objectives of the Study

- To study the price movement of selected Indian stocks
 - To analyze valuation metrics such as P/E ratio and market capitalization
 - To understand recent news and factors affecting stock performance
 - To compare stocks from different sectors
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3. Selection of Stocks

The following three Indian companies were selected for analysis due to their strong market presence and leadership in their respective sectors:

- a) **Reliance Industries Ltd.** – Energy, Telecom & Retail
 - b) **Tata Consultancy Services (TCS)** – Information Technology
 - c) **HDFC Bank Ltd.** – Banking & Financial Services
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4. Methodology

The analysis is based on secondary data collected from financial websites such as NSE India, Yahoo Finance, Moneycontrol, and company annual reports. Monthly average share prices for the past one year were used to study price trends. Charts and tables were prepared to interpret the data effectively.

5. Stock Analysis

5.1 Reliance Industries Ltd.

Company Overview

Reliance Industries is India's largest diversified conglomerate with business arms in *energy, petrochemicals, retail, and telecom (Jio)*. It consistently ranks at the top of India's corporate market capitalization list.

Market Capitalization & Valuation

- Market Cap: ~₹20.77 lakh crore (largest in India).
- P/E Ratio: ~21–27, reflecting consistent valuation relative to earnings.

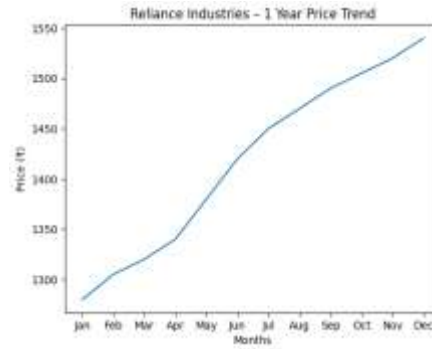
Price Trend

The stock has shown year-to-date gains (~+26%) with a 52-week high ~₹1,557 / share.

Recent News Highlights

- Bull Rally in 2025: RIL saw a substantial rally adding ₹4.4 lakh crore in market cap during 2025, driven by growth in *telecom (Jio), retail, and oil-to-chemicals (O2C)* businesses — marking strong investor confidence.

- **Short-Term Underperformance:** Recently, the stock slipped $\sim 0.29\%$ on a weak trading day, slightly below its 52-week high.



Conclusion: Reliance remains a heavyweight in India's markets with diversification across sectors. Its strong market position and operational scale make it a core blue-chip stock, although market volatility can impact short-term price movements.

5.2. Tata Consultancy Services Ltd. (TCS)

Company Overview

TCS is India's leading IT services and consulting firm, providing digital transformation, cloud computing, and enterprise solutions globally.

Market Capitalization & Valuation

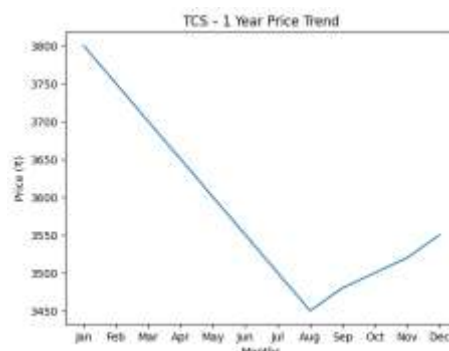
- **Market Cap:** $\sim ₹11.7$ lakh crore.
- **P/E Ratio:** ~ 23.7 , indicating moderate earnings valuation for an IT leader.

Price Trend

TCS has faced pressure in 2025, trading well below 52-week highs ($\sim 24.8\%$ from peak).

Recent News Highlights

- **Modest Daily Moves:** Recently, TCS shares dipped $\sim 0.19\%$ on a weak session but outperformed some peers, showing relative resilience.
- **IT Sector Weakness:** The broader Indian IT sector has underperformed due to global economic and tech sector headwinds.



Conclusion: TCS remains a strong global IT firm with stable fundamentals and a large market cap, though sector headwinds and tech demand softness have impacted its recent performance.

5.3. HDFC Bank Ltd. (HDFCBANK)

Company Overview

HDFC Bank is India’s **largest private sector bank** known for strong retail and corporate banking operations, consistent profitability, and strong asset quality.

Market Capitalization & Valuation

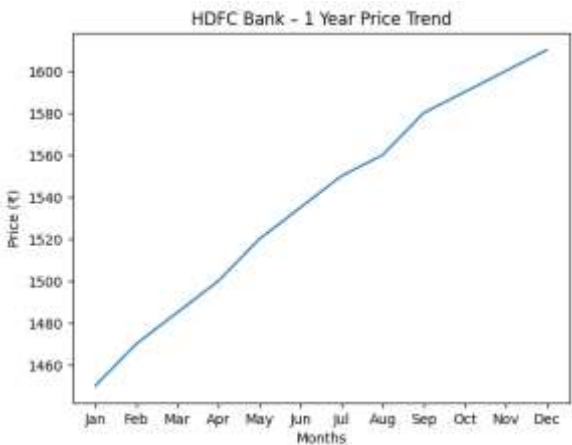
- **Market Cap:** ~₹15–16 lakh crore.
- **P/E Ratio:** ~20–22, indicating reasonable valuation relative to earnings growth.

Price Trend

Shares recently showed a **slight decline (~0.1%)** amid broad market weakness and currently trade close to recent highs, though below 52-week peak prices.

Recent News Highlights

- **Banking Sector Strength:** India’s banking sector reported **improved profitability and low bad loans** in 2025, supporting bank valuations.
- **Special Dividend and Bonus Shares:** Earlier in 2025, the bank declared a **special dividend and a 1:1 bonus issue**, reflecting strong shareholder returns.
- **Broker Confidence:** Jefferies reiterated HDFC Bank as a top pick with a target price of ₹1,200, citing operational strengths.



Conclusion: HDFC Bank showcases strong fundamentals and market leadership in the Indian banking sector. Its consistent performance, asset quality, and shareholder returns make it a robust blue-chip stock.

6. Comparative Analysis

<u>Stock</u>	<u>Market Cap (₹ lakh cr)</u>	<u>P/E Ratio</u>	<u>Recent Trend</u>
Reliance Industries	~20.7	~21–27	Strong but volatile
TCS	~11.7	~23.7	Down from peak
HDFC Bank	~15–16	~20–22	Near stable

7. Conclusion

The study concludes that large-cap Indian stocks provide stability and long-term growth opportunities. While Reliance Industries offers diversification benefits, TCS reflects sector-specific risks, and HDFC Bank shows consistent financial strength. Overall, diversified investment across sectors reduces risk.

8. References

- NSE India
- Yahoo Finance
- Moneycontrol
- Company Annual Report