

Dec 17, 2018

TECHNICAL PICK

PPAP AUTOMOTIVE LIMITED

BUY

CMP: Rs 350

TARGET PRICE: Rs.475-575

TIME : 6-9 months

**Overview:** PPAP is a leading manufacturer of Automotive Sealing Systems, Interior and Exterior Automotive parts in India. PPAP's core competence is in Polymer Extrusion and Injection Moulded products. The company provides a complete solution to its customers starting from the designing of products to the delivery of the finished products.

SNAPSHOT

Market Cap (Cr)	574
52 week H / L (Rs)	721/326.65
BSE Code	532934
NSE Code	PPAP



**Investment Rationale:** PPAP Automotive Limited has completed advance harmonic bat pattern and at PRZ stock has made a DOJI candlestick pattern which indicating a reversal. MACD is about to give a positive crossover with a bullish hidden divergence. Stock price bounced from the PRZ after testing its 150WMA.

**Recommendation:** We recommend a BUY on the company at current market price of Rs350 with the closing stop loss of Rs260 for a target of Rs475-575 with the perspective of 6-9 months.

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