

Bombay Dyeing (BDYN.BO)

Technical Research – Short-Term Buy (1B): CMP:581

- **Chart pattern** — Bombay Dyeing has seen a “Bullish” breakout from an Inverse Head and Shoulder Pattern. The construction of “H&S” is: Left Shoulder at 519 (low of 16 March 2007), Head at 481 (low of 2 April 2007), and Right Shoulder at 520 (low of 19 April 2007). Breakout at Neckline was at 561.
- **Price objective** — The minimum price objective has been calculated using the “Maximum Depth” technique. “Maximum depth” is the distance between the Neckline (575) and Head (481) [i.e., $575 - 481 = 94$]. Adding 94 to the breakout point at the neckline at 561 gives us the minimum price objective of 655. [$561 + 94 = 655$]
- **Moving averages** — Prices are trading above the 10 dma (558), 20 dma (553), 50 dma (535). The moving average crossover is bullish. The 10 dma has cut the 20 dma and 50 dma from below.
- **Target Price - Stop Loss Price** — Target Price 655. Stop Loss 545.
- **Recommendation**— **Short-Term Buy (1B)** with Target Price of **655** and Stop loss price of **545**.
- Recommendation expires on 17 August 2007.

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See Appendix A-1 for Analyst Certification and important disclosures.

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¹Citigroup Global Market India Private Limited

Figure 1. India Technical Research Daily: Bombay Dyeing:Daily Chart



Source: Reuters Metastock

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Appendix A-1

Analyst Certification

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