

TECHNICAL PICK OF THE WEEK

BLACK ROSE INDUSTRIES LIMITED

MARCH 15, 2021

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TECHNICAL PICK

BLACK ROSE INDUSTRIES LTD

BUY

CMP: Rs155

TARGET PRICE: Rs185 & Rs215

TIME :3-6 months

Overview: Black Rose Industries Ltd is a specialty chemicals distribution and manufacturing company established in 1990 as Asia Fab Limited. The chemicals distribution division is engaged in the import, distribution, and export of a wide range of specialty and performance chemicals. The manufacturing division operates India's first acrylamide manufacturing plant as well as a polyacrylamide manufacturing plant. The company also manufactures fabrics and made-ups for industrial applications and has a wholly owned subsidiary in Japan, B.R. Chemicals Co. Ltd.

SNAPSHOT	
Market Cap (Cr)	790.50
52 week H / L (Rs)	158.50 / 60.50
BSE Code	514183
NSE Code	-



Investment Rationale:

- Black Rose Industries Ltd has given a breakout from a continuation pattern i.e **Pennant and Pole**.
- Trendline breakout was witnessed in RSI.
- MACD has given a positive crossover; Stochastic oscillator has also given a positive crossover.
- Spike in volume was observed at the time of pattern breakout which confirms price activity.

Recommendation: We recommend a BUY on the company at current market price of Rs155 or decline upto Rs150 with the closing stop loss of Rs115 for a target of Rs185-Rs215 with a horizon of 3–6months.

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