

Century Textiles & Industries Ltd. (CENTURYTEX)

Axis Momentum Picks

28th Mar, 2024

CMP	BUY Range	Target	Trend Reversal	Gain
1630	1590-1560	1885-1975	1430	20%-25%



BSE Code	NSE Code	Time Frame	Sector
500040	CENTURYTEX	3-4 Weeks	Diversified
Key Technical Parameters			
20 SMA	200 SMA	RSI(daily)	52High/Low
1454	1183	67.6	1617/612

CENTURYTEX has broken out of a prolonged consolidation phase of 11 weeks between 1600-1330 with a strong candle, signaling a continuation of its medium-term uptrend.

The stock is maintaining levels above short-term and medium-term key averages, including the 20-day, 50-day, 100-day, and 200-day, signaling an uptrend in both short and medium time frames..

A breakout of stock accompanied by increased volume activity highlights heightened market participation, amplifying the force of the uptrend continuation.

- The weekly strength indicator RSI is in a bullish mode, holding above its reference line indicating positive momentum
- The breach of the downward sloping trendline by the RSI suggests positive momentum in the stock
- Following the breakout, with the stock having consolidated within a 300-point range, an anticipated rally of 300 points post-breakout sets the target range at 1885-1975.

Technical Terminology:

- **Consolidation Breakout:** A consolidation breakout occurs when a financial asset moves decisively beyond a period of price consolidation, indicating a potential shift in trend direction and often accompanied by increased trading volume.
- **Key Moving Averages:** Key moving averages provide valuable insights into the trend direction and potential support/resistance levels of a financial instrument..
- **RSI:** The relative strength index (RSI) is a momentum indicator used in technical analysis. RSI measures the speed and magnitude of a security's recent price changes to evaluate overvalued or undervalued conditions in the price of that security.
- **RSI Trendline Breakout:** The RSI downward sloping trendline, when breached upwards, may indicate a potential bullish reversal or strengthening momentum in the underlying asset.

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