

AUTOMOBILE INDUSTRY FUNDAMENTAL ANALYSIS

Fundamental analysis of Indian Automobile companies in which Five major automobile companies (Car- Indian Manufacturing) namely Maruti Suzuki.

According to data from RBI, loan disbursement by scheduled commercial banks, including regional rural banks, recorded Price Charts A chart is simply a graphical representation of a series of prices over a set time frame. So, the investment in the shares and securities of automobile companies seems to be profitable. Investors must examine a company's cash flow as it reveals exactly where the money came from how it was utilized. Volume is an important aspect of technical analysis because it is used to confirm trends and chart patterns. Technical analysis uses various kinds of charts to show the movement of prices over a period of time. The auditors are their representatives and that they are required by law to point out if the financial statements are not true and fair. The Journal, Editor and the editorial board are not entitled or liable to either justify or responsible for inaccurate and misleading data if any. Investors must check on the integrity of the managers, proven competence, rating among its peers, its performance at the time of adversity, its depth of knowledge, innovation and professionalism. Even during the economic slowdown some of the sectors including the automobile industry have recorded a positive growth while many nations had experienced a negative growth rate. Since the stock is undervalued, it is the right time to buy the stock. It helps in easy comparison. Apurva A. RSI is an extremely popular momentum indicator. Usually a price chart is presented along with the volume which is represented by volume bars. MACD turns two trend-following indicators, moving averages, into a momentum oscillator by subtracting the longer moving average from the shorter moving average. Moving Averages 2. The technical indicators can be broadly classified into leading indicators and lagging indicators. Lagging indicators are those indicators which follow price action and are commonly referred to as trend following indicators. Moving Averages: The moving averages are the most common and widely used technical indicators because of their simplicity. These ratios are generally looked into by creditors of the companies. This is also known as a golden cross. So, All of authors and contributors must check their papers before submission to making assurance of following our anti-plagiarism policies. A bearish crossover occurs when the shorter moving average crosses below the longer moving average. The performance of a company is primarily dependant on the effectiveness of the management. Activity Ratios measures the efficiency of a firm. This ratio is sometimes used as a benchmark for comparison with the Market price per share. It is most important to understand the company because ultimately the profitability depends on the business it is into. If the price rises above a resistance level, it will often become support. Conversely, it is overpriced if the current market price is above its intrinsic value. Moving averages form the building blocks for many other technical indicators including MACD. Third, calculate the exponential moving average. It is the level at which buyers take control over the markets and prevents the price from falling further. The above figure shows the line chart for the Reliance Industries Limited for 3 months period April to June Bar Chart: The chart is made up of a series of vertical lines and two small horizontal lines, one to the left and another to the right.