

Editorial
Vol -1, No-I, 10 June 23, 08 pages

Bhel has given a signal of massive rally. Last few days it has bog big accumulation between 79 and 83 and most of the traders have reduced position getting frustrated. By 86 every one will be out and above 90 stock is will be new territory. Those who have entered BHEL have a track record of doing 5x minimum. The one who entered ITC had entered BHEL now. With Rs 1 lac crs order book position and 250 new vande bharat kind train order BHEL has to be next JAGGANATH PURI.

Nasdaq at 14560 though in cash it is 13326 something which suggest traders have given higher premium at 13 year High Nasdaq. Technology shares will make killing. INFY WIPRO INSPIRISYS ONDC and BSE will fall in this category. Zomato valuations are rising means ONDC too. 13% combined stake in ONDC means BSE at minus cost.

AKAR METAL Coating have given fresh buy signals now.

ARCHIES we have released note. This is new ARCHIES like NAYA BHARAT. The co which have decided to expand but not at the cost of debt. Debt is getting reduced simultaneously. Interest cost is almost Rs 6 crs and if they become debt free co will report Rs 10 EPS without doing anything. Additional paper printing bags is rare as there is competition in the organized sector. They have 60% market share. This is how we show that we are not good investors and we will chase ARCHIES when it became Rs 60 70 80 100. Archies is looking for good investors. Current assets size is Rs 150 crs market value could be more than Rs 1000 crs. It is upto us how much we want to add. Today there is supply and we can get even 1 lac shares. But once the supply is absorbed it is difficult. Can you get even 25000 Metal coating now? Can you get 25000 Alpine now? No way.

18900 is level I see this week. But I will avoid buying Nifty at 18900 19000 and wait till 16th June for taking fresh view on Nifty

Change of the week

	10-June-23	Rise /Gain
Sensex	62625	81 ↑
Nifty	18563	29 ↑

Net Investments (` Cr)

	FII	DII
05-06-2023	(512.8)	1195.9
06-06-2023	1111.4	(489.0)
07-06-2023	1443.9	392.3
08-06-2023	612.9	(405.0)
09-06-2023	(308.9)	1245.5
Total	2345	1938

Turnover (` Cr)

	FII	DII	Combined
10-June-23	94,861	60,104	1,53965

10-June-23	Advances	Declines	Ratio
BSE	1735	1801	0.96

One of CNI research recommendation though not moved at all is trading at Rs 85 and co has reported Rs 20 EPS for the quarter. Now you decide what should be the price. This is how CNI research work in each and every stock. Akar will report Rs 16 EPS for 24 means price has to be Rs 320 if we take 20 pe.

UBS downgraded TAMO to 326 and stock became 550. Now Nomura downgraded Bhel with 61 target it will cross 52 week high. Rs 1 lac order book is good enough to downgrade as they want to buy by downgrading stock.

No rate hike by RBI. Nifty will blast.

Micro caps stocks on BSE NSE are not affected. The new guidelines is for SME stocks.

Add ALPINE HOUSING as another FIRUNG broker has downgraded real estate particularly road projects. Demand is very high as per ground checks. Alpine inventory has crossed 145 crs and will be booked in current year. May we see results like GTV and BETEX ? All your call and I am bullish. Will suggest to add around Rs 125 any quantity. We saw GTV price suppressions and after results it was 52 week high with very high volumes. Almost all CNI investors have got 50% exit hence GTV is cost free for them.

Alpine will be in driver's seat. ALPINE will be like AKAR. AKAR moved from 60 to 90 Inspirisys moved from 50 to 80 (can book 50% to reduce your cost and now enter ALPINE again as co may post Rs 35 crs Profit in they book inventory this Q.) Clear BUY from my side. All efforts will fail and stock will become another GTV Engg.

Also look at Metal Coating.

If you are in love with large caps then TAMO TAPO INDUS TACO and METALS space is my bet. Bhel is rocket stock now.

5 Top Gainers			
Stock	09/06/2023	05/06/2023	% Gain
EKI Energy Services	510.4	399.7	27.6
Suzlon Energy Ltd	14.0	10.9	27.4
Car trade Tech	526.8	422.5	24.6
HBL Power	139.6	112.3	24.3
Mazagon Dock	1033.9	837.2	23.4

5 Top Losers			
Stock	09/06/2023	05/06/2023	% Loss
IEX	122.6	152.7	19.7
Bhansali eng	136.7	158.55	13.7
BOM	28.3	31.5	10.1
Minda corporation	270.4	298.3	9.3
Mphasis	1849	2019.5	8.4

Top 5 Picks By CNI 'A' Group	
Company	
Tata motors	
Reliance	
Tata steel	
Vedanta	
Bajaj auto	

Top 5 Picks By CNI 'B' Group	
Company	
Zim lab	
Dream folks	
Harsha engineering	
PSP engineering	
Archies	

Read in this week's note why buy INFRA stocks. People has habit of entering on volume. At Rs 40 I had recommended Mahindra CIE and now TV analysts giving buy at Rs 500. Stock will cross 1000 but I will not buy at Rs 500 and in search of another MAHINDRA CIE and as of now AKAR MK and INSPIRSYSY are three idiots which will feel the gap and will become 10x.

Today TAMO have analyst meet at ITC and co will speak good only. At 571 street will go bullish. My target 750 intact.

Archies crossed barrier of 25.20 and now 34 in sight. No greeting card biz hence do not assign old values. New generation biz. Online platforms are partners.

Artefact 20% TTML 20% and game started. Artefact should see 80 and TTML 140 soon.

Renuka Wilmer merger possible soon.

Integra and RAILTAI largest beneficiary of accident.

Bhel downgraded means Bhel will rise. Ask FPI brokers to downgrade more.

ALPINE will be on dream run as buyers has good strategy to trap sellers buy at low and then raise the price. This I am seeing from 80 90 levels. So my target 270 is now clearly visible.

Rally has caught fire now. 30% run will happen Nifty will cross 20000. Hold stocks. Add small caps and micro caps. Archies Alpine Akar Aanchal will be best bets in given set of undervaluation's.

When AKAR hits 52 week high with volume it is indication that rally has started and I will suggest to add AKAR more.

AKAR after EICHER and LEYLAND trying to get big order from TAMO which is almost done. I was told to AKAR is now talking to TESLA and if the announce the deal market will be after AKAR till Rs 500. I will stick my neck in this co as it is still at 90% discount and safe bet. Sell some of the large stock and add AKAR. I see now AKAR at 200 very soon.

We have spotted another GEM co that is ZIMLAB. More details later. This is HNI driven co where stakes are very high. Could be better than SANDHAR.

SAIL is on break out with target 97.

Bhel has to cross 100.

ALPINE is my dream stock as more MUMBAI realtors have moved to Banglore and that too in WHITEFILED. ALPINE with 145 crs inventory and major projects under execution is capable to announce Rs 500 crs revenue in FY 24. Rest you have to calculate. Someone is still looking for big bloc and since no bloc is available it seems operators are controlling stock. Must add at Rs 130. This is in new zone. With market rally this will give good money.

TRIVENI GLASS someone buying good QTY now and with market rising this will be a super stock. Why bet on SUZLON and YES bet on this under owned stock. Penny hai but will give super gains.

One co which will stand out to market test and will become super multi bagger is ARTEFACT as there is massive order book. IGO of some HNI is hurt and hence he is trying to control the stock. This is the same man who controlled HIMADIR at 36 and all said HIMADRI is shit stock and sold and now 130. SAME guy was there in GTV ENGG and the same way I have no doubt on ARTEFACT. With just 7 crs EQ this stock will have to cross 300 in course of time. I was told it will report Rs 23 24 EPS in 2024.

Nifty is heading to 20000. Participation started rising. Money is coming which was not there in March. Those who bought in March made 50 to 100% gains.

No fear as we feel 20900 coming in 2023 itself. Massive massive re rating of India. R A says Nifty will be 80000 now though my 37800 target seems mediocre now.

Well, read in YMV which sectors which should stay invested.

ARTEFACT is becoming new life line after A B got trapped in the counter as he borrowed stocks and sold in market to control the price. Promoter at 39% cannot dare to sell more as he may lose co. He had bought at 111. Now we may see 70 odd lac shares buying in this co in next few months as per my knowledge which will set this co on fire with expected EPS of Rs 24 on 500 crs projects size. They are LI bidders and hence manipulating Balance Sheet is also not possible. Very soon street will accept this.

India is 3.5 tr \$ economy and all set to cross 7 trillion \$. With economy size doubling major contribution has to be from steel cement and infrastructure. I believe with small base of just 7 Crs equity ARTEFACT with order size of 500 crs will be a surprise pack. A leading House Has taken sizable stake though not yet reflected in SHP. Management in one to one investor meeting told that eps for fy 24 will be 24 + and they are in process of bidding some big tenders. This infra co looks set to play key role in road projects which can be seen from their website. Looks like a dark horse. Make your due diligence.

Selling till 31 was part of bear strategy to cover his shorts but seems got trapped. When told about TTML no one believed and it became Rs 85 from 53. Renuka will cross 90 soon before becoming rs 150 200. Likewise once cross 88 no one on eath cans tock ARTEFACT from reaching Rs 300 and we will hear tips from market then.

Akar in new range and my job done as street has accepted AKAR as their baby.

ARCHIES is new technology co hence look it from different angel. Read our not carefully. Rarely see a company with debt reduction and expansion simultaneously. I feel it could in 3 digit soon. Need to cross 29 as major blocs happened at 29 in 2021. Can see bloc deals. Once they exit then there is road blocs in this co.

I rest my writing here as dealt with sectors in YMV with stocks also

Special feature

"Debt ceiling issue is over, but a new ghost is ready, which is the tsunami of debt selling post-debt ceiling extension, estimated to be around 1 trillion dollars. This too will pass as the US markets are headed UP, UP, and UP until the US elections. The real test that generally bothers me is on June 16th. But this time it could be different, just like what we saw in Nifty in the May expiry. Since the debt ceiling had created massive shorts in Dow and Nasdaq, we may see it ending higher on expiry day. However, a cautious approach is required this week. We have entered a bullish phase, though we haven't seen the euphoria yet. But volumes are rising massively in the cash market, indicating a smart rally in B-gr shares going forward until Nifty tries to reach 20,000. The best part is that 99% of investors say that Nifty has run 10% and valuations are expensive, and they are waiting for a correction. However, a correction never comes when desired. I do not know how much is currently short due to various ghosts, but one thing is sure: no one is long as of now except smart HNIs. HNIs are an indispensable part of the market. I can explain the market in a nutshell: Integra, no one was willing to write a cheque at 55, and at 200, the stock is showing strength. Why do I say add when the 52-week high crosses? This is possible only when all old hands exit."

"A big crash is ruled out for five reasons, even though Street desires a crash to buy more. This is like a cake that you do not want to eat and take home also. Corrections, when they come, you do not have money; when the market rallies, you say it is near an all-time high.

FPIs are in buying mode.

DII mutual funds' cash chest is above 5% due to fresh inflows.

Retail participation, though started, is still miles away from having liquidity.

Earnings and P/E ratios make the market still at a massive discount.

Stringent margining in F&O, as well as in the cash market, has killed the leverage."

"If Dow does not correct by June 16th, even by 500 points, then Dow will cross 36,000, and this is a clear writing on the wall. JPM this week said (information in the public domain) that S&P will crash 16%. Last time they had issued a statement of a 25% crash in Dow, which never happened, and Dow, in fact, went up by 10%. So effectively, they should have said Dow will crash 36% if they want to reiterate their short call. Instead, they said 16%, which means they are now restricting themselves to a 6% crash, which is less than the recovery of 10%. In other words, the picture shown to the world is not real but something else. We will discuss this again at 35,000-36,000 as, in my opinion, markets are oversold and there is no room to fall big."

"Tata Motors was downgraded to a Rs 326 target when it was Rs 520, and the stock, after a knee jerk, rose to Rs 572, and the company even called an analysts' meet. Thus, it seems the downgrade is used as an instrument to buy, and the fishing net can catch whatever of its kind. The same thing we noticed in Bhel. The first time it was downgraded to a Rs 35 target at Rs 41, which is not too big a difference to materially downgrade when the stock fell from Rs 60 to 41. The stock went on to hit Rs 89 before giving up some gains. Now, again, we saw another downgrade with a target of Rs 61, and the stock, after a knee jerk, was back to square one and now ready to cross ATH. With a Rs 1 lakh crore order book, Bhel, with less than Rs 30,000 crore market cap, is not a fit candidate to be downgraded. On the other hand, CNI has issued a BUY report with a target of Rs 105. Of course, we will revise targets. (The report can be seen on BLOOM REUTERS DOW, etc., or can be sought from the CNI portal for price.)"

"From 17,000 Nifty, we are at 18,800+, just 200 points away from an all-time high, and there was no participation. The fear over the city remained, and Nifty went up 10% to catch up on some lost ground. We are completing Q1 of FY24, and Nifty still trails at an 18 PE compared to the 32-year average PE of 25, which tells us where Nifty is heading. With no leverage, how can markets fall big? In B-gr, even if you sell shares today, you cannot buy 100% of other stock. You may be able to buy only 30% to 50%, and the rest the next day. Due to this, buying remains even at higher prices, which is a massive advantage for operators as they create a vacuum in the prices. Nifty has room till 25,000 based on current earnings, and I am expecting 20,000-20,900. Hence, there is no need to be afraid of the market, even though corrections will keep coming, threatening the smooth onslaught of the bull market."

"You can make money only if you know the destination and you are fearless. We at CNI are fearless and know our destination. We also know we can't make money in Reliance or SBI trading. But you made 100% in GTV in less than 3 months. Wow. With Q4 EPS of Rs 11, there is nothing more to prove in this company now. Numbers will grow in the coming years, and value unlocking in the power and food biz could be another jackpot. Another CNI research stock has reported massive numbers. The name of the company is BETEX. We had suggested this stock at Rs 90 just 18 months back, and the stock did not perform. But now, every day it is in limit up as the company reported an Rs 20 EPS for Q4. The stock at less than a 1.2 PE is amazing. This is how CNI Research is always engaged in finding hidden gems. Sometimes numbers do not show early, but the fact remains that they will show up in due course of time."

"India reached a 3.5 trillion dollar GDP and is on its way to becoming a 5 trillion dollar economy soon. The fastest growth of the capital market has come in the globe during the transition period from a 2 trillion dollar economy to a 5 trillion dollar economy, and hence, even on this criteria, I believe Nifty will test 21,000, then 25,000, and then 37,800. My target of 37,800 is based on some scientific working and not in thin air. I will review further upside, if any, only after we reach 37,800, which is a clear writing on the wall. Those who follow me will also admire my prediction on Nikkei a decade back, which is now at a 13-year high and well positioned to cross its all-time high. Even Dow will cross 50,000 for sure. Why am I repeating this? To impress upon you all where the growth is coming from and which sectors we should be investing in. Even at 18,800, we are just at a 1 ratio of market capitalization to GDP, which is being followed by Warren Buffett. Our market capitalization crossed 3.5 trillion dollars yesterday, and our current GDP is also at 3.5 trillion dollars. The 10-year average is now 0.90, and 2008 was the highest at 1.49. In recent times, we were also comfortable with a 1.20 ratio. With a growing economy, even 1.2 is fair acceptance."

The author then repeats the sectors they believe will perform well in the future:

Railways: Unparalleled creation of infrastructure is a massive advantage. Stocks to watch are Integra, Siemens, RVNL, and Railtail. They suggest avoiding IRCTC, which they consider a suspect business model and not a beneficiary of expansion.

Real Estate: India has become the largest populated state, and per capita income is also rising. There is massive demand from white-collared citizens. In large caps, DLF and Century are mentioned, and in micro caps, Alpine Housing and Triveni Glass are suggested.

FMCG Cosmetic: The power of women in Indian society is increasing day by day at grassroots levels, which will bolster international cosmetic brands. They mention M K Exim as the only stock that stands the test in this sector.

Chemical and API: India is fast replacing China globally and becoming a chemical hub. Indian companies are finding new routes of chemistry at a massive scale, making them competitive in costs and increasing volumes. Camlin Fine and Vipul Organics are mentioned as preferred plays.

Auto and Auto Ancillary: Electric vehicles (EVs) are the game-changer, and Tata Motors is considered the Hobson's choice now. If the company reports an EPS of 30-35 this year, the stock could skyrocket to Rs 1,000+ easily (Rs 1,475 possible). Sandhar and AKAR are mentioned as preferred discounted stocks for ancillary.

Metals: China is struggling and doing quantitative easing to keep its economy kicking. However, the massive spending on infrastructure in India is catching up very fast. Government spending is close to Rs 30 lakh crore, but for the first time, private spending is crossing government spending. TISCO, NMDC, SAIL, Metal Coating, Aanchal Ispat, and Jayaswal Neco are mentioned as preferred stocks in this sector.

Artificial Intelligence: This sector is considered the next generation story. Inspirisys is mentioned as the only stock to pick, as it has been awarded FR contracts against big names by the Government of India.

Infrastructure: This sector is expected to be GDP-linked and a big surprise for the stock market. The author mentions only one company in this segment, ARTEACT, which is involved in project consultancy and has a 50% IBITDA margin.

The author suggests staying away from F&O and saving one's skin by using margin money to buy cash stocks that provide fast returns. They emphasize efficiency in cash stocks, advising against becoming too involved in F&O trading.

Global Indices

Country	Indices	Date	Index	Net Change	Change %
Hong Kong	Hang Seng	10/06	19,389.95	+90.77	+0.47
Singapore	Straits Times	10/06	3,186.97	+0.36	+0.01
United States	NASDAQ	10/06	13,259.14	+20.62	+0.16
United States	DJIA	10/06	33,876.78	+43.17	+0.13
United States	S&P 500	10/06	4,298.86	+4.93	+0.11
Japan	Nikkei 225	10/06	32,265.17	+623.90	+1.97
United Kingdom	FTSE 100	10/06	7,562.36	-37.38	-0.49
Malaysia	KLSE Composite	10/06	1,376.08	+1.44	+0.10
Indonesia	Jakarta Composite	10/06	6,694.02	+27.69	+0.42
Thailand	SET	10/06	1,555.11	-4.39	-0.28
France	CAC 40	10/06	7,213.14	-9.01	-0.12
Germany	DAX	10/06	15,949.84	-40.12	-0.25
Argentina	MerVal	10/06	381,763.88	+856.41	+0.22
Brazil	Bovespa	10/06	117,019.48	+1,531.32	+1.33
Mexico	IPC	10/06	54,512.14	+173.96	+0.32
Austria	ATX	10/06	3,160.73	+0.51	+0.02
Belgium	BEL-20	10/06	3,639.40	-1.99	-0.05
Netherlands	AEX General	10/06	759.32	-1.62	-0.21
Spain	Madrid General	10/06	921.78	-2.49	-0.27
Switzerland	Swiss Market	10/06	11,254.42	-54.48	-0.48
Australia	All Ordinaries	10/06	7,312.30	+24.02	+0.33
China	Shanghai Composite	10/06	3,231.41	+17.82	+0.55
Philippines	PSE Composite	10/06	6,507.15	-32.21	-0.49
Sri Lanka	All Share	10/06	8,818.39	+51.05	+0.58
Taiwan	Taiwan Weighted	10/06	16,886.40	+152.71	+0.91
South Korei	KOSPI	10/06	1,801.02	+10.51	+0.59

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