

**Editorial**
**Vol -1, No-I, 01 July 23, 8 pages**

Nifty OI for June is 85 lacs on FRIDAY whereas JULY was just 21 lacs and with WED holiday only 3 sessions left for rolls. Rolls never happen unless Nifty fall 200 300 points and Friday fall was due to that. Now rolls will start and rolls never happen when Nifty is at low. Hence Nifty will bounce.

Rs 30000 crs buying seen in June hence very unlikely that FPI will start which will create volume for them for rolls.

We focus on micro caps as usual since we see 30% upside in the small caps and mid-caps.

First street accepted AMD, then Integra then INSPIRISYS, then AKA then ARTEFACT ( Dalal Street Journal came out with big article on co) and Now M K and RDB. What left are METAL COATING ALPINE AANCHAL ARCHIES and JAYASWAL and they will be adopted soon.

AANCHAL assets size 300 crs market cap Rs 30 crs Aanchal International 1200 crs and all you get at Rs 30 crs. When you buy this stock apply same rationale what you apply to SUZLON YES JP R power though in these four stocks cancellation of 95% equity risk will remain very high if they go to NCLT. AANCHAL is already out of NCLT and hence no reduction of equity. Therefore this PENNY stock will be the biggest DARK Horse. Read quote to create your confidence. AANCHAL management is investor friendly and meets investors.

Stay focused and stay invested. Stock selection is the success to key. None of CNI stocks have given negative returns

**Change of the week**

	01-July-23	Rise /Gain
Sensex	64718	1786 ↑
Nifty	19189	537 ↑

**Net Investments ( ` Cr)**

	FII	DII
26-June-2023	(349.3)	250.1
27-June-2023	1830.6	(1991)
28-June-2023	12350	(1021)
30-June-2023	6397	1197
	20,228	(1565)

**Turnover ( ` Cr)**

	FII	DII	Combined
30-June-23	97,247	74,937	1,72,184

30-June-23	Advances	Declines	Ratio
BSE	1952	1557	1.25

TATA TECHNOLOGY IPO cleared which is good news for TATA MOTORS TATA Communication and TTML.

M K hit 52 week high of 108 today. Integra touched Rs 269 and Inspirisys is ESM 2 though I am sure it will remain Rs 2000 target co.

What has been proved from above stocks? CNI stocks are at bottom and you cannot lose money for sure. Many have sent me messages saying that their RED Balance Sheet has become Green only after joining CNI and following CNI stocks.

Bhel note makes it clear that it Rs 1000 stock and sooner than later FPI and HNI will realize and start buying big. This is the biggest and largest defense story.

Now watch GTV and SUNIL AGRO where they are trying to control the same way they were doing in INTEFGRA at 60 and MK at 80. Sunil to be reach Rs 800 1000 and GTV 2500 no change in my views. GTV may report Rs 80 EPS this year whereas SUNIL Agro may report Rs 15 20 crs IBITDA with food brands getting sold to either ITC or ADANI so watch this stock's accumulation. Whenever it goes near 160 massive buying comes in. It need to cross Rs 212 for big move like what we saw in MK at 100

BETEX Industries is next call from CNI team. Earlier we had given buy at Rs 80 2 years back and now at 124 today. Co reported Rs 21 EPS for the Q4 means annualized EPS of Rs 84 means price has to be Rs 840. I had mentioned this two to three times but most of investors want to add when stock is in upper circuit. Now there is probability of even good bonus as company's equity is very small. Equity just Rs 2 crs and Book value Rs 188 means even if we take 2 as fair price to adding then also the price comes to Rs 360 and even at Rs 360 PE will be less than 5 hence clear buy from my side. Now I do not know when you would get it

Those who fear of ESM should stay away as the way 700 scripts have gone into ESM we should see except A gr shares, entire EXCHANGE in ESM. Why not they introduce ESM 3 ESM 4 ESM 5 and ESM 6. ESM 3 means once a month ESM 4 once a Quarter ESM 5 once in half month and ESM 6 once in year and re adjust the listing fees accordingly. This is what learn from some tweets and not my views.

5 Top Gainers			
Stock	1-07-2023	27-06-2023	% Gain
JBM AUTO	1335.6	1011.0	32.1
KTK BANK	189.2	151.6	24.8
JK TYRE	236.8	193.5	22.4
GENUS POWER	126.8	108.8	16.5
KALYAN JEWEL	147	126.7	16.0

5 Top Losers			
Stock	1-07-2023	27-06-2023	% Loss
CREDIT ACCESS	1248.5	1382.2	9.67
DHAMPUR	269.9	289.5	6.79
PSP PROJECT	719.1	767.6	6.32
RESTAURANT	107.9	114.2	5.52
SHREE CEMENT	23913	25144.8	4.9

Top 5 Picks By CNI 'A' Group	
Company	
BHEL LTD	
SBI	
TECH MAHINDRA	
TCS	
INFY	

Top 5 Picks By CNI 'B' Group	
Company	
ALPINE HOUSING	
MK EXIM	
DREAM FOLKS	
HARSHA ENG	
AKAR AUTO	

Anyways my call is clear whether ESM or no ESM I will hold if the co is good. Inspirisys if post Rs 100 crs IBITDA this year what will you do ? Will you try to exit or buy more.. Yesterday we gave a buy call in PRAXIS a KISHOR BIYANI gr company and there were 12 lac buyers in ESM 2 why ? No one could get shares though volume was there almost 10 lac share in both exchanges. Tell me why did HNI buying this stock when it is in ESM 2 and they know now next trading will happen on next Monday..? Same guys who had bought C G at Rs 7 have entered and now C G is at Rs 300 so even this stock could be suggesting similar stories. They must have taken calculated gamble or knows insider. I would suggest follow big people only when stock is a distress price now when stock become 100x.

Olectra classical case where promoter is shady and changed many businesses and typically a HYDRABAD flavour yet stock making news and new height and now doing QIP. Once QIP done stock will fall. Once AB and other HNI exit no one even which will this stock. If you feel EV is the only business you must see then enter only TRUSTED brand that either TATA or MAHINDRA for that matter. God has given opportunity convert OLECTRA To TAMO. Rest is your call. I remember a co known as ICSA similar hype, similar city, similar investors and stock was in F and O with 63% FPI holding and it crashed to zero with de listing and CNI had occasion to downgrade this stock. Read the quote at the end of the note.

Trade to trade does not stop stock from going up. ARCHIES is a classical case. Stock getting massively accumulated. Rs 26 seems the new bottom of the stock. If need to cross Rs 30 which it will very soon.

Aanchal International started in the year 2004 has positioned itself to be the market leader in its Distribution portfolio businesses focusing on large scale infrastructure development in India with OEM practices benchmarked to global standards with top brands in its bag such as "RUNGTA Steel TMT" and Relicon Structural . Aanchal International is headquartered in Kolkata, in the state of West Bengal. Over the years the company has made its presence all across West Bengal and its neighbouring states. This is extract of their website which give enough evidence that they are biggest distributor of RUNGATA. You all know about RUNGATA.

OI till now is 44 lacs in JULY means rolls happening. Yesterday mentioned. Rolls never happen at lower price. They have to reach 95 lacs till tom as THURSDAY is shifted holiday. For us only 1 day is anxiety day and at 18700 massive put writing done hence risk reward ratio is very favorable for longs. Now see our tweets where we had re tweeted some US tweets on DOW. Some expert says this is exactly same data which was seen in 2019 and markets were up 20% and he is indicating Dow rally. Now he is saying 20% though I am sure of 36000 and probably new high. This means we are also read for 20000 soon.

Yet we follow same model. We sold 50% Integra and now enjoying at 270 because we have zero cost. This keep doing with every stock.

TATA MOTORS HDFB Bank and INDUS Bank all will be in action due to events. HDFC bank has to cross 2000 2200 post merger so keep the fingers crossed and allow short sellers to hold their short position.

Maha Apex hit upper at 142 and this stock was recommended by me at 80. Today Sheila Foam another CNI research stock announced to acquire KURLON for 3250 crs which was never known to market. Now When I am suggesting ARCHIES no one knows what is coming in it. I cannot disclose each and every factor to you though if you trust and buy you will be helping yourself to create wealth for you.

A leading broker issued report a month back and media tossed up that report and HDFC crashed to 1585 on the fake news that SEBI will not permit DII to hold excess holdings in HDFC twins which was circumspect as no one can step in the shoes of SEBI to announce such things.

Well what it means was say A DII was holding 10% of their permissible corpus in HDFC as well HDFC Bank then this report said that they will have to sell 10% as they cannot hold more than 10% even in the combined company. First of all this is presumption. NO such announcement came in. Second is that they will be given time to offload. Third is that they will find out way to park excess holding somewhere. And fourth do not forget which CNI presented that there will be 14% gap in FPI current limit and post-merger limit in HDFC and the FPI holding will fall from 74% to 61%. Rs 15 lac crs is market cap and hence we can expect Rs 1.5 lac crs inflow as every fund is willing to write HDFC shares. Thus I am clear it will cross Rs 2500. Now what this report has done is colossal loss of bears as they were short trapped around rs 1600 and now stock is at Rs 1670. By 17th July when trading resume stock price will be 1800 + for sure.

Windsor heard buyout case by their GERMAN partners. Make due diligence.

If you do not want to miss out story like MAHA Apex I will suggest add ARCHIES as much as you can. *See out tweet. Earlier PM had tweeted. Must understand that INDIA and the world is in COLD WAR with CHINA and US has already stopped buying toys from CHINA. There is no country to match CHINA cost hence all the world enquiries are diverted to INDIAN toys and ARCHIES have 64% market share. No one is seller but they are creating artificial market like they created in INTEGRA at 53 and MK at 80 and AKAR at 60 and all these three stocks have exposed the pattern of the operators. Same thing is happening in ARCHIES. Mind it let it cross 30 operators will not only buy out your holding at 34 but also create stock valuation at 50 60 65.*

I have proved this in N of stocks. Even in AMD when we were buying at Rs 27 there was tons of selling and then at 105 there was volume of 50 60 70 lacs and they bought anything and everything and stock though came back to 50 60 never came to 30 40 levels. I am seeing repeat story in ARCHIES. They will sell max another 4 to 5 lac shares what thereafter? 40 lac shares have changed hands and another 20 might change. Once done free float will be less than million shares that is one day job.

CCD second innings started. Undoubtedly they have enough assets. They may sell some of the assets to TATA. Fact remains DK is father in law of late SIDDHARTH and he is now helping her daughter to revive the co and roped in some big HNI. If true then stock has to cross new high with massive volumes and yesterday was the first day. Watch it.

Global Offshore M D Mr Aditya Garware from GARWARE group is in MUMBAI. With just 3 crs debt left and 4 vessels there is value. I had given comparison of SEAMEC many times now give you comparison of another co in this field where big investors are holding sizable stake which you can see from SHP. Co name is KMEW cmp 1150 revenue just Rs 195 crs. Now compare with global decide the future. No change in my view. In India DII does not sell such companies unless someone approach them and that someone approach then only when he sees 10x 20x 50x kind returns and incur cost accordingly. Here we saw selling from a Insurance co till Rs 20 from 50 for same reasons. I had entered SANDUR at rs 70 when IDBI was selling and sold those shares at 4000 in few years. One insurance co sold and another cannot sell as they had gone in SAT and S C against SEBI order of open offer at Rs 234 which is still pending in SAT after SC directions. If you bank on open offer you may have to wait for few more years as matter will go to SC again as there was clear injustice to this insurance co.

With the invention of ESM and ESM I will stick my neck only in undervalued stocks where I am not keen to sell even if it goes to ESM 2. What matters? Praxis Home retail were seen 2 mn shares buyers and this trades only on Monday to Monday yet there will be buyers only why? Inspirisys another case very soon we will see LC opening and stock will become buyers only then will you sell this stock knowing that this will become Rs 2000 at least ? If yes, please proceed.

We may see ALPINE participating like RDB Rasayan very soon. GTV Engg and Betex has created history and LOYAL dominance through strategy.

Nifty at 19050 in July futures trading at ATH and now 20000 21000 is in sight. I will hold positions till 20800 at least.

It's important not to short the market, even if it corrects by 100 to 200 points, as it creates a false market for the July settlement. We anticipate the fastest rally of 1000 points since 2017. There are wealth creation opportunities in the following stocks:

Bhel: Next FACT in the making. When I recommended FACT at Rs 40, could you have imagined that this PSU would become a 10-bagger? The current market price (CMP) is Rs 465. PSUs cannot remain stagnant forever. Subscribing to BPCL rights is advisable because the government is investing 54% of the rights. The government knows how to create value, and although the market may initially ignore the government, eventually, it will have to recognize its influence.

Bhel: With multiple catalysts, it is poised to cross Rs 91.55, after which it will be the next Tata Motors. My target for Bhel is Rs 500, then Rs 1000. The government is not going to dilute its stake as they hold only 54%, and they will not sell for less than Rs 3 lakh crores, which is a sure 10x return.

Tata Motors: We will review it at Rs 720-750, where we expect more upgrades following Tata Technology listing.

Apollo Tyres, KTK, KVB, and BOB: We recommended these stocks at lower prices, and their current prices have increased significantly. Bhel is heading towards joining this category soon.

Archies: Currently, my top pick.

Betex and GTV: These companies will remain strong performers based on proven numbers. Don't be quick to exit stocks simply because they are going into the ESM and ESM 2, as it hardly matters if the stock is truly good and has the potential to rise 10x.

ALPINE: We are now entering the final round. We have been informed that inventory has been sold this quarter, causing a shortage of flats. Additional projects are being pursued, and there has been an 80% increase in new bookings at 25% higher prices. The numbers speak for themselves, making it an opportune time to invest in this stock. Soon, we may witness a 20% upper circuit, similar to AKAR. Enquiries for blocks are in full swing, and there are hardly any sellers except for a few thousand shares. On 5th July, one month will be completed for the ESM, which means this stock will be out of the 30% range for the past month. The next levels to watch are 100% and six months. Starting from a base of 130, we may see 260 in the coming months, providing a sufficient opportunity for a partial exit. Once we partially exit at 200-250, we won't need to sell this share in our lifetime.

Please note that my analysis is based on screen reading. Investors were not satisfied at Rs 68 and even at Rs 100. The stock has moved from 60 to 136, and yet I hear skepticism about ALPINE. The issue is that we desire movement like VAKRANGI, not like ALPINE. However, quality stocks tend to move like ALPINE, not like VAKRANGEE. Many of us have already booked profits, although insiders continue to accumulate shares. Whenever there is significant accumulation, a breakout with high volumes usually follows, and we believe that stage is due now.

I usually don't recommend companies with market capitalizations between 50K to 1 lakh crores, except for a few cases like TAMO. The reason is that the journey from 50K to 100K may take years, and we may lack the required patience. Additionally, we can only purchase fractional shares. On the other hand, a company with a market capitalization below 100 crores can rise to 500 crores in no time, providing 5 to 10x returns. ALPINE falls into this category.

## **Special feature**

Nifty crossed the 19,000 mark on Expiry day, although I had a feeling it could happen on Friday. However, the change in holiday schedule made a difference as there was a surge in short covering combined with rollover for the July 23 series. It took nearly 21 months for Nifty to climb from 18,000 to 19,000, which was one of the slowest and painstaking processes due to various market factors, whether in the US or India. Prior to this, I recall the slowest 1,000 point rally was in 2017 when Nifty moved from 9,000 to 10,000, thanks to the MF classification circular. However, if we look at the pace at which it rose in 2020 after the pandemic crash below 7,500, it not only fully recovered but also reached a new high of 14,000. Based on the data and past behavior, I sense that Nifty may now experience another rapid 1,000 point rise due to frustrated traders and investors. A scenario similar to August 2021 could occur again.

The Nifty milestones are as follows:

12,000: May 2019

13,000: November 2020

14,000: December 2020

15,000: May 2021

16,000: August 2021 (3rd August)

17,000: August 2021 (31st August)

18,000: October 2021 (11th October)

19,000: June 2023

Today, instead of me providing you with predictions on where, why, and how Nifty is heading, I invite you to make your own assessment. The important question is whether the Euphoria has started or not. I heard a leading anchor on TV saying that the rally for mid-caps and small-caps is over. I don't know whether he was instructed to say that or paid to say it, as I believe the rally has just begun. Yes, the ESM (enhanced surveillance measure) is a setback for the short term, but investors are familiar with measures like ASM (additional surveillance measure) and GSM (graded surveillance measure). The main issue is margin-related. In my opinion, this policy is discriminatory, as 99% of investors are restricted from buying and selling, while 1% can still make purchases. This allows for more manipulation in the absence of restricted trades. Anyways, this matter is to be decided by the policy makers. However, I am fine with ESM as well, as nothing can stop a good stock if you are a long-term investor. For example, if INSPIRISYS reports over Rs 100 crore in EBITDA, will we see buyers or sellers? In my view, there is still plenty of potential in mid-caps and small-caps, as the indices can rise another 20-25%.

The biggest risk in the Indian stock market is unscrupulous promoters attempting to use public money for private gains. There are hundreds of agents working for such promoters, creating an artificial market and luring investors with various tricks such as high volumes and false company announcements. I recall a company that was in the F&O segment with a price of Rs 1,160. The company claimed to have developed power theft software, but throughout the period, I observed the company involved in trading software like Tally and EX and laying pipeline businesses, which contribute to trading volumes. Some prominent names got involved, and despite having 63% FPI holding, the stock collapsed one morning and eventually got delisted. Hence, I believe that having an honest and minority shareholders-friendly management should be one of the most important criteria when selecting stocks for investment. Additionally, we should rely on core numbers and a few other criteria that we cover in our research. The best strategy would be to rely on professional paid research instead of free research aimed at generating broking income.

Conviction should not be borrowed. To have self-conviction, one needs to read the annual report, company presentations (if any), and visit the company's website to come to a conclusion about the company. Shareholding hardly matters. There may be good investors who can create value in a company, such as R.J. in TITAN, but at the same time, there may be investors who engage in pump and dump schemes. The former creates wealth for you, while the latter destroys your wealth. The basic difference between self-conviction and borrowed conviction can be summed up as follows: In the former, if you buy a stock and it starts going down, you look for opportunities to accumulate more because you understand the stock well and the reasons for the fall. For example, we seized the opportunity when Integra went down to Rs 53, and now the stock is at Rs

270 (500% upside). On the other hand, with borrowed conviction, if you buy a stock and it starts going down, you get scared and look for opportunities to exit. Well-known names like IEX and Gland Pharma have corrected 75%.

Another approach one should always follow is a bottom-up strategy to avoid getting stuck at the wrong price.

I was also reading a report from one of India's top foreign brokers, which states that they are underweight on India by 14% even today, claiming that valuations are expensive. In October 2022, the same broker had said to be underweight on India by 40%. This same broker had a track record of downgrading Tata Motors at Rs 400, but now at Rs 550, they have reversed their stance to a buy recommendation. What is the difference between this broker and a foreign broker who had predicted that the Dow would fall 25% and later said it would fall 16%? They are here to earn for themselves, not for you. They issue reports to their clients, not to you. However, thanks to the free circulation of these reports, many tend to rely on them without applying their own critical thinking. Just as the Income Tax Act specifies that an order passed under section 148 does not survive if it lacks the application of mind, investment decisions cannot survive when taken without applying critical thinking. It's important to note that no one is right all the time. Even with limited knowledge, when I try to analyze data and read market trends, I too have made mistakes in the past and may make mistakes in the future, as Mr. Market is supreme over everyone. You can take guidance from fundamentals, which are mostly reliable. You can rely on charts for breakouts, but most of the time they turn out to be false. If you want to rely on charts, please do not buy on breakouts. Let them retest a second time and rebound, and then you can buy. In short, you have to create a history of breakouts, retests, and rebounds, just like how a doctor asks you to keep a record of your diabetes daily.

The most common mistake investors make is that in a bull market, they don't hesitate to buy even at the peak because they are confident that prices will continue to rise. While this may be true, it is advisable to stagger your buying. The best time to buy stocks is in a bear market when no one is paying attention to stocks. The only challenge in a bear market is having enough liquidity to buy, as most investors are already fully invested, and selling something else to buy is generally only possible in a bull market. In a bear market, only those who know the company inside and out and have planned for such times have the opportunity to buy.

We had the opportunity to express ourselves when others were predicting a 25% crash in the Dow around 30,000. We firmly stated that the Dow would surpass 34,000, and it did. Now, we have come across tweets from a US analyst suggesting that the current technical factors in the US market mirror those of 2019, when the Dow rallied by 20% before the 2020 crash. Based on this analogy, the analyst predicts a 20% rally in the Dow at present. While I cannot confirm whether a 20% rally will indeed occur, as I am not proficient in analyzing charts, my target of 36,000 remains intact. I believe this will materialize once the first interest rate cut takes place in the US. A 6% rally would also have a significant impact, potentially pushing the Nifty to around 20,000. It is advisable to conduct thorough research on this matter, as the information shared is chart-based and requires due diligence. See the content of tweet for your quick ready reference.

"If we are in Nov 2019 the VIX bottomed on Wednesday 27 Nov 2019 before a 20% spike. Wednesday 28 Jun 2023 would be the same date on the charts."

Regarding the upcoming GIFT Nifty trading on July 3rd, there are several unanswered questions regarding the functioning of GIFT Nifty and SGX Nifty post that date. It is essential to clarify that SGX trading will continue even after July 3rd, albeit through an SPV at GIFT Nifty. This is because it is impractical to migrate all overseas accounts to GIFT Nifty overnight. SGX never agreed to fully close its operations. Consequently, those who trade in SGX will likely be able to continue doing so after July 3rd. It is worth noting that there have been misconceptions about all positions at SGX becoming zero and fresh positions being taken in GIFT Nifty, which is untrue. While this may not have a significant impact on the Nifty, both platforms will function concurrently for the time being. However, Indian residents may face difficulties trading on GIFT Nifty.

BSE derivatives volume reached 6.06 lakh crores last Friday and is expected to exceed 8 lakh crores this Friday, rapidly catching up to NSE volumes. NSE, fearing competition from BSE, initially moved Bank Nifty expiry to Friday but later withdrew the decision, leading to a joint press conference by BSE and NSE. The reasons behind NSE's withdrawal and the joint press conference remain unclear. It appears that the New Delhi may be behind this and could have influenced NSE's actions. If this is true, BSE's stock price may rise further with the support of New Delhi. These recent developments strengthen my perception of holding onto BSE shares, and I anticipate this will be reflected in the BSE prices. We shall wait and see when BSE hits a new high.

Regarding BSE's market capitalization of Rs 8,300 crores, do you believe it is expensive? It is important to consider that BSE holds Rs 2,800 crores in cash, Rs 2,600 crores worth of CDSL shares, and 6% of ONDC (comparable to Zomato's market capitalization of Rs 63,000 crores to understand ONDC's valuation). Surely, ONDC will fetch more than Rs 2,900 crores, implying that BSE is essentially free at the current market price. We first issued a note on BSE at Rs 900 before the bonus, and the stock quickly rose to Rs 3,100. Now, after the bonus issue, the stock is priced at Rs 615 and needs to surpass Rs

1,050 (a 70% increase) to reach a new high, which seems highly possible in 2023 itself. With IEX comfortably at Rs 110 crores equity, BSE's equity of Rs 27 crores is relatively small, making it a potential candidate for future bonuses as well. Internationally, the iconic BSE represents the Indian market in media news.

The world is currently engaged in a cold war with China. Our Prime Minister recently tweeted that India has succeeded in the toy war against China. Some US companies have already shown interest in Indian toys. While no one can currently match China's cost in the toy market globally, India has carved out a niche in this area. Archies holds a 64% market share in toys meant for gifting and other gift items. With a renewed business model in partnership with new-age companies like Amazon and Flipkart, we may witness significant vertical growth in this company, aligning with its expansion and debt reduction objectives—a rare combination. For the first time, India has become a net exporter of toys, and we have already posted a media article on our website elaborating on this development. Smart investors read between the lines and act before the market catches on. It is not too late to realize the potential of Archies, conduct proper due diligence, meet with the management, and understand the new dynamics surrounding this stock. Technically, if the stock crosses Rs 30, it will enter a new orbit, which may not be far off.

GTV Engineering has made an impressive announcement, presenting excellent numbers. Even Betex, a small equity company, reported an EPS of Rs 21 for Q4, translating to an annualized EPS of Rs 84. With the stock price currently at just Rs 136, it appears to be an undervalued stock in the textiles sector, considering its book value of Rs 190. Identifying underpriced stocks is not difficult, and one should hold onto such stocks, even if they move to the ESM stage 2. Selling such stocks may make it challenging to buy them back later on



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