

**Editorial**
**Vol -1, No-I, 27 August 22, 09 pages**

Its just ROLL pain. After 1 pm recovery will start and we will close above 18000 on THURSDAY. Rally will continue. Tata Communications now 1166 and heading 1600 then 3000.

Go with the winners is always the case and todays winners are TATA COMMUNICATION and ALPINE HOUSING. Add in tons.

GTV another winner though some element have tried it to bring it down. Take advantage and add more. From 193 to 209 and 219 tom it will be almost 15% which is yearly return for A gr stock. Liquidity is improved now. You can get 5000 and sell 5000 shares.

Artefact was Rs 45 now 60 plus and very soon will be 100 plus. Similarly many stocks are at losses and giving you chance to add e g R R Metals and Aanchal Ispat. After some times these stocks will be up 40% and you will cry. So you have to decide what to do. Then do not say I am robbed.

Rolls started and Nifty moving up. Will cross 18300 in Sept. India centric story started as most funds now discussing small cap stocks in their morning meetings. MK EXIM and INTEGRA 2 stocks have surfaced in FPI morning meetings in small caps. These 2 stocks are now entering in FPI radar. So you can see massive run with volumes which all traders like.

Do you know PRAVAGE Communications.? CMP 204 after hitting 220 yesterday. I had spotted at 78. Now this will become Rs 500 1000 also. This is one which have RUN OF KUCHH and STATUE liberty which is always over booked. I had shared rationale that time. We have made exit 50% at 150 and rest own in free portfolio as per our policy.

**Change of the week**

	27-Aug-22	Rise /Gain
Sensex	58833	800 ↓
Nifty	17558	196 ↓

**Net Investments ( ` Cr)**

	FII	DII
22-08-2022	(346.3)	(85.06)
23-08-2022	1057.6	(215.2)
24-08-2022	168.0	(322.3)
25-08-2022	2361.1	(334.3)
26-08-2022	(51.1)	453.5
Total	3189	(503)

**Turnover ( ` Cr)**

	FII	DII	Combined
27-Aug-22	68,482	56,863	1,25,345

27-Aug-22	Advances	Declines	Ratio
BSE	1916	1506	1.27

Why did I spot ARTEFACT again in round 2. (Disc we own more than 1%). Mind it, can you get any kind of mine in INDIA at Rs 22 crs.? Why would a co of Rs 30 crs market cap goes for mines..? Can such a small co get a mine without political connection..? If mine investment is Rs 22 crs why should not I buy this stock..? Can we say that it is just tip of the iceberg and major investments will flow later. Rest is up to you to understand.

Wheat shortage was covered in weekly report hence no need to say that GTV and Sunil will be the stocks of the decade.

It is like GTV having 350 MW which is worth of Rs 2800 crs ( Rs 8 crs is cost of 1 MW) and we are getting this stock at Rs 60 crs? I can understand that due to volatility many would question whether they should remain invested or not. ENGG and FOOD not at all discussed. I know talks are on for selling stake in FOOD division and also almost a done deal in ENGG division. Co will go for NSE listing. Please check the promoter's names from the Gr Company's details shared and you will come how big the promoter is. Sometimes back even ADANI power was trading at such miniscule valuations.

Mind it, up and down is job of operator and he can do this only till stock last. Once over, he will buy another 50000 shares till Rs 400 and try to control. You can beat him. I do not know how you trade. If I am at your place and have 5000 shares say at 100 then I will try to add 5000 more at 220 because I am betting on winner. My cost still be 160 as against market price of Rs 220 and when it cross Rs 500 my wealth will be visible. This is HNI does. You may try if you like it. Stock corrected from 218 to 191 and you thought all is over. Stock now moved to 216 and will hit new high this week. Selling depth has come down to 300 shares. What more? If you want sell 5000 shares you can sell easily what more depth you want. At least I can see this.

Small caps and micro-cap rally has started. You can see from many stocks hitting new highs. At this juncture you must hold or ADD stocks at will and not sell. Rest is your call.

UK inflation if anything to do with, FPI will have to invest in INDIA which is the lowest inflation as compared to JAPAN and CHINA which both are not investment destinations. India will become a force to reckon with. India GDP is at 7% and inflation is at 6% which will give signals to FPI to invest in INDIA that is the reason 7 bn \$ has come in INDIA and 30 bn \$ will come more.

Only small caps and micro caps can create massive wealth for you. GLOBAL OFFSHORE and TRIVENI GLASS could

be future stocks and I see minimum 100x and 50x in these 2 stocks. Add only if you patience because these stocks are based on events

5 Top Gainers			
Stock	26/07/2022	22/07/2022	% Gain
DHANI SERVICES	68.7	54.1	26.8
SURYA ROSHNI	457.3	362.2	26.2
RBL LTD	124.3	99.8	24.5
UFLEX LTD	805.1	669.4	20.2
KIRLOSKAR OIL	220.7	184.2	19.8

5 Top Losers			
Stock	26/07/2022	22/07/2022	% Loss
TTML	93.8	105.6	11.1
HATSUN AGRO	1011	1123.3	10.0
MPHASIS LTD	2169.7	2393.5	9.35
ADANI POWER	374.0	412.2	9.26
GUJ MINERAL	166.7	182.2	8.53

Top 5 Picks By CNI 'A' Group
Company
RIL
HDFC BANK
ORACLE
SAIL
TATA MOTORS

Top 5 Picks By CNI 'B' Group
Company
MK EXIM
AAIL AUTO
INTEGRA ENG
PATANJALI FOOD
ON MOBILE

Leave the world aside and if you miss INDIA story you will miss last chance of wealth creation. RBI is on record says that inflation will come to 4% soon.

I am extremely bullish on INDIA microcap story.

Can you tell why the hell INTEGRA ENGG came up to Rs 64 when there were lacs of sellers at Rs 53. It means that was an attempt to distort like SUBEX and YAARII. YAARII can come to Rs 57 from low of Rs 24 then why can't INTEGRA see 108+. You have to think..? What was your loss as you were not sellers...? But those who added at 53 and now adding even at 64 will enjoy life as co will report Rs 25 27 crs IBITDA in current year on Eq of just Rs 3 crs. Where in the world you will get such quality stock at such valuations..?

Our job is to find research stocks. Vishnu at Rs 70 now 1700. Cera at 90 now 30000 VIP at 34 now 3700 and so on. So out of current batch many stocks will become like this and you can enjoy only if you have position. Follow CNI principle at 100 200% rise sell 50% and rest keep in portfolio e g AMD and PRAVAGE we hold at free for long term. We will count the value after 2 years.

CCD SUBEX YARRII 3 I all are great stories but ownership too is also high hence have some selling pressure. But this is not the case with following stocks.

ALPINE SOLIMAC and ARTEFACT falls in this category. AKAR will be the KING in AUTO ANC and not run up stock hence big commitments can be made. ALPINE with 130 acre land bank much better than B Dyeing and PURVANKARA and with Bangalore rates rising by 15% this stock has to do well. We will realize this when stock cross Rs 200 250.

GTV is super story. ROHTYN a PE fund sold DB power to ADANI at Rs 7000 crs. ROHTYN is PE fund. Now imagine the value of GTV ENGG. I still suggest everyone to have at least 1000 shares. This will be next VISHNU in making for sure. GTV is my biggest research of this decade. Cut and paste this and remind me after next 3 years. I get to know only when some of you send me message.

Nifty 17700 has 54 lac OI which has come down from 84 lacs. If cross and sustain 17700 we may see 17800 + tomorrow but for sure we will see 18300 in next month.

Though air is spread about Fed raising rates by 75 BPS I do not think so this will happen on 20th Sept. Before that we may see cool off inflation again. Fed statements are speculative and they too have vested interest in market volatility. Why the hell Dow crossed 34000 from 30000 when Fed was giving all negative statements. With Nifty RSI at 60 and DOW at 50 market has to rally as there is no option.

Every bearish statement is to trap more short positions.

Market heading for 21000 Nifty and 45000 Bank Nifty. You decide your strategy accordingly.

AANCHAL ISPAT we have unconfirmed information that JINDAL is bidding though many whatsapp groups are saying ADANI. Make your due diligence. Our valuation of 1 lac ton TMT bar plant is close to Rs 300 crs. You calculate the value of stock accordingly. Stock was kept under control for some purpose.

M K EXIM another take over getting confirmed. Expect to be a 4 digit story. Must sit tight. Let 20% cct limit happen then see the magic of this stock.

Another co under radar is ASHAPURA. Work out your own details.

GLOBAL management spoke to HNI and you may contact to them. Debt restructuring and rate hike both confirmed only timing is matter of concern.

Integra now firm buyers at 64 clearly suggest stock will be 10x like DHANI and YAARI. Yaarii from 22 to 62 and still lot of steam left as it has insurance arm.

Hercules rose from 130 to 148 and ready for batting from the front post de merger. Whenever de merger is event you have to wait. OCCL is the same case.

Artifact seen good buyers add more aggressively once stock cross ATH. Mind it, INDIA's best investment house has interest in the stock.

AKAR AUTO game is started. Add in lacs above Rs 73. Read out note on AKAR to understand how cheap this AUTO ANC stock is. You can't get assembly unit at Rs 60 crs and this Auto ANC does Rs 200 crs revenue. My biggest bet in this sector.

GTV every day hitting 52 week high. With power value stock will be 10 x 20x and I feel you should have at least 1000 and if not 1000 then at least 500 shares in your portfolio.

Tata Communication can see 1600 whereas Tata Motors 600 and Bhel 99 once cross Rs 62.

Why only smart investors make money. ? CINEVISTA was trading at 12.80 13 and I was shouting to add big. No one. Now Co in the annual returns admitted to go for JV development of 5 acre land at KANJURMARG. Land value is Rs 600 crs and if developed will get nothing less than Rs 2000 crs. Eq is just Rs 11 crs and market cap Rs 160 crs. Again co further said that are entering OTT platform. Once down comparable with Zee 5. Now you have to think where it is heading. It will be multi bagger and please remind me when cross Rs 100. I know at Rs 24 you all will be zero and stock will be one sided. We are in habit.

Aanchal Ispat from from Rs 10 to 13 and will cross 24. Promoters sold and investors want promoters to sell more. Promoter khali and stock pili. Many cases we have seen this happening. Here promoter sold on the behest of NUMERO UNO because it was their counter and ROBIN HOOD's eat their core holding. So they asked promoters to sell. But mind it, promoter will be loser as the value of the plant of 1 lac TMT Bar is Rs 300 crs and there are 3 bidders.

Triveni glass last week was Rs 20 and now 25.35. Again those who will sell to control will come and buy at Rs 34 also. Mind it, co is now growing very fast as they have confirmed to have sold 8 flats out of 80 they hold in inventory. So once revenue starts ticking market will realize the potential of 60 lac sq ft saleable FSI and stock cannot be trading at 20 25 crs market cap. It is dream to own this stock. As a special case we will make available the report of Triveni Glass at Rs 2500 which will add to your confidence. You have just make payment of Rs 2500 plus GST 18% and call up our landline no and ask for the report.

R R metals another victim of operators. Rs 200 crs revenue and market cap 15 crs. This can happen only in INDIA. I spoke to management and they are very bullish. Yes, they had set back in the form of no pharma permission. But they are doing well in metals. At Rs 35 it is no brainer. Integra was sellers at 53 lacs and now at 66 buyers. So apply same rationale and just buy R R Metals. See what happen in next 2 months. I think I should cross Rs 60 70 easily. See the last QOUTE which is apt for R R metals.

M K EXIM any day big news can come. Keep watch. All controls will fail. If someone like stocks like TATA COFFEE, TRENT, NYKAA, REVLON ( USA) etc then must add M K EXIM. M K EXIM is adding from 5 brands and now adding to 25 products. In fact I will compare M K biz model with SWISS MILITARY and PAGE INDUSTRY where these 2 companies have licensed to sell MNC companies products which is exactly the same biz model of M K. HUL and TATA did not succeed to get license for same products from US companies. And hence HUL and TATA both are selling M K products in INDIA. I have myself purchased from LAKME to understand this and you too can too by buying ARGAN OIL shampoo from LAKME or NYKAA. I believe this is 1000 2000 kind stock story and hence will be suggesting to add at every price. The day is not too far when some INSTITUTION will enter at Rs 200 300 400 500 also after the much awaited deal. Better to add now and wait.

INTEGRA I am waiting it to cross Rs 108 now. I will suggest to add more at 108 new high though public will start selling on the ground that my rate has come.

What I had seen at 15200 no one seen. All micro caps are close to ATH and which are not there will be soon there. All CNI members must have enjoyed the MARKET CALL as they have outperformed market by miles. We at CNI are committed to help members to generate wealth provided you follow some rationale and buy when no one buys. MICRO caps is the place to remain

## Special feature

After months, we had seen expiry la 2017 2018 that is in last 30 minutes Nifty crashed almost 300 points and Sensex 800 odd points but that does not lead to the conclusion that **All is Over**. Next day, Nifty bounced to 17700 + but settled at 17558. However all mid-caps and large-caps including metal stocks were closed in upper end. Metals in particular were responding to CHINA action. I am happy to see **Nifty RSI at 60** which touched high of 83 and all this happened in just 500 points fall. Well this clearly means massive shorts still exist and street lacks not only confidence but is under severe pressure of Fed move. Another positive which I have seen is that Dow and Nifty were on the same page till Thursday which bit changed on Friday. **NIFTY RSI is 60 which bullish whereas Dow at 42 is near oversold. Last 2 years Dow have reversed from 35 37 levels hence Dow is near reversal.**

**For street players grapes are always sour** yet they have no option than to trade. They all were caught on the wrong foot at 15200 thanks to Firung broker report of possible 14500 Nifty which they had issued after 31 years study. **When we go with borrowed conviction this is destination.** To explain in simple words last Thursday on weekly expiry day Nifty tested 18000 and then crashed to 17400 that is a fall of 600 points but what happened. Did you sell your investments? Have you become negative on market? Have you short sold? Then what made you to throw in towel hearing a 700 point downward target report when we were at 15200? Bears are there to distort markets and they always get trapped in the bottom. Precisely, here too, they did not short at 18000 because they too were afraid of 18650 but triggered short at 17500. That is why Nifty is bouncing now. More shorts were seen yesterday the first day of new settlement in anticipation of Jackson Hole that is why Nifty closed at 17558. Gap down opening will be God gifted opportunity as Powell did not say anything new which street is not aware of. 75 bps rate hike already factored in and that leaves scope of only 35 bps in Oct to Dec which augurs well for Market.

As reported last week, 200 DMA and EMA both are miles away hence so long as we are above these levels shorting is dangerous. This is also supported by RSI of both Nifty and Dow. Even on 1st day on new settlement the open interest of Nifty did not rise much and clearly suggest at least 25% shorts are hidden in the Nifty O I which is always seen on net basis. It has now opened the passage for fresh rally as data shows markets goes up only when shorts are built. **Though bears try to attack on every opportune moment, for bulls globally as well in India, these are ideal conditions to charge as market works on demand and supply rather than issues.** Had it been so important, neither Dow should have tested 34K from 30K nor Nifty 18K from 15K as both streets were fully aware of perils of rate hikes? In every conference, this has been a point of discussion. Every small trader and investor is convinced with media briefs, vested reports and buy puts which is one form of shorting markets. Bear market logics are easily acceptable and digestible. There is full throng machinery works, thanks to social media, which spread this like wild fire. When Ganesha drunk milk first time even I was shocked bit slowly realized about this machinery. Well that time it was new but now it's very old yet we fall fray.

Now we are ready to enter Sept that is summer of Europe. Sell in SEPT and go away is always the buzz. I was told come Aug last week or Sept, Russia will trip gas of Europe and markets will collapse to Nifty 14500 14000 again. Europe will die. Someone even predicted that inflation in UK will cross 18.6%. Such predictions are again misleading and we are idiots borrow such thesis without application of mind. Turkey inflation is 80%. What happened is it finished? Rather, I am seeing maximum Indians going to Turkey for vacation. Indian mathematician never followed borrowed logic or thinking hence they were successful. Similarly there are few legend investors in India who do not follow all such borrowed thinking and hence they are in top 50 in India. You all are highly educated well qualified personalities and yet you spend maximum time reading who said what? What happened does oil became 400 \$ or has it crashed to 60\$ none happened yet Nifty swiftly moved from 15200 to 18000.

## **If you want to be successful follow following as thumb rules for investments**

*Keep in mind market knows it all*

*Stop options trading*

*Stop following borrowed thinking*

*Strictly follow valuation matrix*

*Eliminate all motivated reports whosoever written*

*Do not read reports to fit your mind in it*

*Try to understand operator's psychology*

*Try to understand Fpi psychology*

*And last but not least be firm contrarian*

### **This is what the 3 idiot movies gave as us message.**

Operator psychology is sell sell and sell until you break before they start game. Fpi psychology is sell sell and sell when "Feel Good" is seen and buy buy and buy when everywhere only bad news surrounded. e.g current scenario. **We can't find any good news yet FPI bought Rs 74000 crs ( 9.4 bn \$) in just 36 days** and this will be galloping till we close the calendar year. Numbers get overlapped and after few months you will not even remember this. **It read Rs - 237000 crs till 29th July 2022 and on 26th Aug we read as only Rs - 163000 crs.** We have left with 125 days more in this calendar year and if they maintain same speed of buying then I see Rs 256000 crs more buying which if happen will see the calendar year close at + Rs 93000 crs though I know this will not happen. **Yet I fairly believe that we should be + or - 25000 / 30000 crs only means we should see more buying of Rs 150000 crs ( 20 bn \$) around in next four months.**

Do you think FPI are not aware of grave Europe crisis or Recession or Rate Hike impacts? They are fully aware. Rather know what we will come to know after 12 months. This is what makes us to **say market knows it all.**

Historically many companies that had terrible times had come back. A decline does not mean its end. If there is no fraud or default in the co fall in the prices is an opportunity to buy. Some smart investor wrote me as under with reference at TMT BAR co whose share price fell from Rs 24 to 10 for no reasons. You know from where I coming from.

*Massive M and A are due in steel sector. Yesterday Arcelor announced 2.4 bn\$ acquisition of Essar assets and Tisco announced Rs 2600 crs Greenfield project at LUDHIANA. Also Arcelor is also taking over ARAJAS at HYDERABAD. Why..? Indian demand is expected to reach 300 mn ton by 2030. As it takes 3 to 4 years to build, hence everybody is eager for Brownfield. This will be win win situation for buyer whether it is TATA, JSPL JINDAL or ADANI as the case may be. They can increase their output from day one if it is brown field. ADANI too will need steel for their infrastructure , which is today primarily focused on North East Region. In India new plant takes lot of time say 4 years, hence it's better to acquire\_. Tata ADANI Arcelor are very aggressive. **Tata want to build 50 million ton capacity, Jspl 15 mn ton, Arcelor 25 mn ton, Jsw 50mn ton and ADANI you can guess may be 50 mn tons +. Alloy steel and TMT bars are special products with massive market.** So everyone is making use of NCLT clause for expansion.*

I had covered about Alpine Housing, Gtv Engineering and Sunil Agro many times. It is time to have look on some fresh ideas after you saw success of AMD Industries and RDB Industries which both have reflected best ever quarterly numbers. **Today I will share my understanding on 3 stock M K Exim , Cinevista and Akar Auto.**

What is the business model of Page Industries, Redington, Nykaa, Swiss Military and M k Exim? The common point is all are on the same page. They have licensed with some MNC to sell their products in India. Page licensed Jockey brands, Redington Apple brand, Nykaa various cosmetic brands, Swiss Military the whole range of Switzerland brand of Swiss Military and M k Exim is with 5 MNC and all top class cosmetic Hair Oil shampoo brands which is very tough for even likes of HUL and Tata. That is why HUL and Tata too selling M K products. Yes, you cannot compare with scales of Page, Redington and M K but give them 5 years they will be similar footing. It's early identification hence least accepted by street. Allow the market cap rise to Rs 1000 + crs and see the fancy of this stock. Every second person will talk like what we are seeing in case of Oriental Aromatics and Vishnu Chemicals both CNI finds below Rs 100.

Cinevista is a production house like Zeel. They have movies, serials and 3000 hours content under their belt. Why suddenly street realized yesterday? Co in its annual report made comments on its biz model as well its real estate. Co said they are entering OTT platform soon. Secondly they said they are jointly developing their 5 acre land at Kanjurmarg. Enough to create spark. With just 160 crs market cap, I smell this could be a multi bagger if they execute what they said and we have no reasons to believe why not as they recently appointed a professional director who had expertise in these fields.

Next is AKAR AUTO, situated at Waluj near Aurangabad, Maharashtra, which is one of the major automotive clusters in India with good transport connectivity. It manufacturer's hi- quality precision engineered *forging components, Hand Tools and Leaf Springs to major Auto & Non-Auto OEM's*.

***It supplies to competitive markets like North America, both in Auto & Non-Auto OEM's where its products meet the stringent quality standards as per the given specifications.*** This is enough to explain what this co is all about. *Now the cracks of the matter is the plant value of the co is Rs 95 crs as per books but replacement price could be Rs 1000 + as it was 1989 plant. Even Income Tax recognizes inflation index which 10X.* Compare with other auto ancillary co.'s market cap and you will feel that you are getting another multi bagger at just free of cost.

**Profit, EPS and PE ratio works only in established companies** like A gr, large mid-caps and we can buy them only at premium as established companies never come cheap. **Chances can be taken only in companies which have assets yet undervalued**, available for some events due, which can change such companies to established companies and this gap is called multi bagger idea. All penny stocks are not gold but micro caps well researched are mostly Gold multi baggers.

## Global Indices

Country	Indices	Date	Index	Net Change	Change %
Hong Kong	Hang Seng	27/08	20,170.04	+201.66	+1.01
Singapore	Straits Times	27/08	3,249.53	+1.73	+0.05
United States	NASDAQ	27/08	12,141.71	-497.56	-3.94
United States	DJIA	27/08	32,283.40	-1,008.38	-3.03
United States	S&P 500	27/08	4,057.66	-141.46	-3.37
Japan	Nikkei 225	27/08	28,641.38	+162.37	+0.57
United Kingdom	FTSE 100	27/08	7,427.31	-52.43	-0.70
Malaysia	KLSE Composite	27/08	1,500.29	+4.80	+0.32
Indonesia	Jakarta Composite	27/08	7,135.25	-38.96	-0.54
Thailand	SET	27/08	1,644.78	+1.26	+0.08
France	CAC 40	27/08	6,274.26	-107.30	-1.68
Germany	DAX	27/08	12,971.47	-300.49	-2.26
Argentina	MerVal	27/08	141,459.94	-1,317.67	-0.92
Brazil	Bovespa	27/08	112,298.86	-1,232.86	-1.09
Mexico	IPC	27/08	47,272.11	-452.12	-0.95
Austria	ATX	27/08	2,949.73	-39.81	-1.33
Belgium	BEL-20	27/08	3,663.47	-68.56	-1.84
Netherlands	AEX General	27/08	705.08	-13.17	-1.83
Spain	Madrid General	27/08	802.30	-11.50	-1.41
Switzerland	Swiss Market	27/08	10,942.16	-121.72	-1.10
Australia	All Ordinaries	27/08	7,345.80	+53.85	+0.74
China	Shanghai Composite	27/08	3,236.22	-10.02	-0.31
Philippines	PSE Composite	27/08	6,752.50	+46.07	+0.69
Sri Lanka	All Share	27/08	8,793.39	-34.69	-0.39
Taiwan	Taiwan Weighted	27/08	15,278.44	+78.40	+0.52
South Korei	KOSPI	27/08	2,481.03	+3.77	+0.15



CNI Publications, A/120, Gokul Arcade, Sahar Road, Vile Parle (East). Mumbai- 400 057. PH.022- 49737861