

Editorial
Vol -1, No-I, 27 Nov, 2021, 08 pages

Everyone is scratching head to analyze that will Nifty ever rally now or it's all over. Please be brave and add what you like and see what happens in next 2 weeks. Nifty has come all the way from 18650 to 17590 and I do not think much pain is left. No one can time the market. Start buying at will. If feel fear they buy in 2 lots 3 lots but start buying.

Nifty 18800 view is intact. Such markets are goldmine for buyers. ABAN hits upper on hiring so also GLOBAL will also rise when we here first renewal which is done.

Buy TATA STEEL BPCL Vedanta SBI INDUS and RIL in large caps. Next 3 day will be absolutely upside seen as market is too much oversold state ahead of expiry. There is fear over the city. The moment Nifty cross 17630 you see magic buying.

AANCHAL ISPAT is suspended for no listing fees payment. It could be by oversight or intentional as some big operators are in the co. Co can do any gimmick with the help of operators and this could be one. A co which can take Rs 119 crs loan can pay Rs 3 lac listing fees.

It will be re listed. Investors should call up co and find out. We had initiated buy call at Rs 5.5 cmp was Rs 14. No change in my view. Target 85 intact. When done intentionally my conviction has gone up. We should fall to this cheap gimmicks of promoters. Now when VEDANTA RIL can play dirty games why can't AANCHAL ISPAT.

Vedanta announced buyback at Rs 350. My view is that is the parked shares which co bought back. This happens with every big co where stock collection is given to FPI. They sell at higher price and price difference is the real profit.

Change of the week

	26-Nov-21	Rise /Gain
Sensex	57100	2421 ↓
Nifty	17026	707 ↓

Net Investments (` Cr)

	FII	DII
22-Nov-21	(2109.7)	2051.1
23-Nov-21	(4659.6)	1412.0
24-Nov-21	(8054)	3809.6
25-Nov-21	(172.0)	1367.8
26-Nov-21	(5785)	2294.1
Total	(20779)	10933

Turnover (` Cr)

	FII	DII	Combined
26-Nov-21	1,15,164	68,869	1,84,033

26-Nov-21	Advances	Declines	Ratio
BSE	1023	2290	0.44

Nifty made a bottom of 17301 today which is exactly the level which I had predicted. The fall was engineered rather it was machined as there was not a moment where Nifty was allowed to bounce. If Nifty bounced 20 points hit came for 40 points bringing further down by 20 points. This once again was coincidentally was in the expiry week. Rightly so the talks of 16500 15500 14200 has taken center stage most of the day. Nifty bounced 150 points in last 20 minutes. Today also they broke 17300 but with volume of just 4 lacs. It was seen on screen the kind of control of market...

We assign multiple reasons which are used to break the back of market are as under...

1 The marriage of RIL ARMACO done with. Normally this should have affected only RIL. But some brokers upgraded Ril with no impact. Trap no 1. Market did not resort to Mukesh Ambani's health issues this time.

2 The crash of PAYTM. Generally 1 to 100 is the funding ratio and even 1 come from stocks. So when PAYTM crashed on THURSDAY margins got triggered. Major trap no 2. Well even in this case we saw firing broker downgrading PAYTM to Rs 1200 which is almost done. HNI were target. The same broker had no view before IPO. Classic case.

3 Scappage of farm bills. There was note in circulation that it will affect many industries. Fact remains, there can't be any impact. Msp still remains same.

4 There was note in circulation that astrologically market is in correction mode. The so called astrologer is from the financial market and proved wrong most of times.

5 Global lockdown considered another reason though India outperformed in this regard too and in fact leading the world.

6 FPI and HNI preferred to stay away simultaneously from buying which is part of strategy. After 3 days at 18000+ same hni and fpi will buy in tons simultaneously. This suggest there is some influence on FPI and HNI.

7 A leading figure from a leading broking house pre market with large following issued statement that Nifty will become 18200. Misguiding millions and those got crushed under stop loss.

5 Top Gainers			
Stock	26-11-2021	22-11-2021	% Gain
AURUM PROPTECH	212.6	153.6	38.44
JP ASSOCIATE	11.29	8.21	37.5
R SYSTEM	320.0	239.3	33.7
TRIDENT LTD	57.55	45.2	27.3
ELGI EQUIPMENT	260	213.1	22.0

5 Top Losers			
Stock	26-11-2021	22-11-2021	% Loss
PVR LTD	1390.5	1695.1	17.9
INDIGO	1888.7	2250.7	16.0
LEMON TREE	46.8	55.1	15.0
INDIA HOTEL	182.5	210.5	13.3
CHOLAMANDALAM	544.4	618.2	11.9

Top 5 Picks By CNI 'A' Group
Company
RIL
SBI
TATA STEEL
SAIL
HDFC LTD

Top 5 Picks By CNI 'B' Group
Company
ARTIFACT
KPIT
IEX
SFL
PRAVEG COMMUNICATION

8 Even when Nifty was at 17301 the o l at 17400 17450 was rising. They will have to make another attempt to break 17400 tom.

9 Finally the new margins of 50 % in F O from Dec 1 is used to create havoc. Please note calls and puts are 100 % paid up front. New 50 % margin will reduce retail volume to a grate extend. This is new ground of OCEAN where only large HNI FPI will play and they can drive market much higher with lower volumes. 50 % margins to bulls built vaults from 7500 to 18000 makes no difference.

10 Fpi sold 3400 crs stock in cash. This off course belong to cost of shares owned. Whereas fpi bought 4437 crs options with no underlying assets. Can be 10x game even this time means 44370 crs revenue income just in 3 days? New concept is born ALL IS FAIR IN STOCK MARKET.

11 . With PCR at .5 there is no case of big fall in market. It has to rise in V shape. We challenge it and expect a 1500 points rally in next 30 days.

It looked like we lost 2 world cup matches to throw ourselves out of system.

Summary.... Markets are extremely oversold. All the reasons assigned have some broker's role in it to substantiate it which have large following. My bottom is done. All these happens just ahead of expiry. This time there is no rbi policy or other event for their rescue. Post expiry there will be smooth sailing. I hold my target 18800 intact. 17300 is still my bottom (fo). Even if some attempts are made to break 17300 I will not get disturbed. This is just my view. End of the day you follow your own instinct. I AM BULLISH and will remain so. Scams are integral part of market. It happens in different forms though proving everything is next to impossible. See the following article....

https://www.amazon.in/gp/customer-reviews/R31D0PTH4Z8KVK/ref=cm_cr_othr_d_rvw_ttl?ie=UTF8&ASIN=B08N6PVH74

If you miss this golden opportunity you will miss one more chance. 35000 Nifty is certain. Next 5 years belong to INDIA. India will become 5 tr \$ by 2025. All this suggest we must add with conviction and confidence. Rest you the SUPREME.....

Expiry day 17510 done. Now see even when puts were written at 17400 and 17500 they broke the Nifty 17400 yesterday to create artificial market. This happens. So we have read everything from prejudice mind. RIL announced de merger. Stock will head to 2800 3000 this GR will never like ADANI to cross them. Also de merger has value. Tisco in JAN should trade at 1500. Co announced yesterday steel prices will keep on rising. This is good for entire metal sector as well.

There is not a single chartist who is giving target of 18000 18200. All for 16800 16500. They have started sell on rally. Or if tezi only intraday. PCR ratio at less than.5 I have seen only after NOV 2016. Hence I do not see market falling now. 17300 is bottom.

Tom there will be 200 points rally in Nifty. Bond rate at 1.65 % hardly matters. What happened when bond rate was at 1.2% did there was rally... No Then are the GHOSTS.

Media said 25000 crs selling in OCT and 17000 crs selling in NOV. I was shocked. Oct selling was just Rs 13500 crs where from they get these Rs 25000 crs God knows..? But mislead innocent investors for sure. Again Nov the FPI figure is rs 9700 crs plus and they are showing Rs 17000 crs minus..? Well they are ignoring the FPI money going in IPO. In NOV FPI invested Rs 27000 crs in IPO. Even OCT selling was for IPO only. Now these new economy stocks someone has to invest. Shifting stocks right is there to everyone.

When you buy shares like PAYTM for listing gains seeing GMP why blame PAYTM. It was known that they will not make profits. Why do not you buy ARTIFECT at 7 PE which is not falling..? So it is your own perception that you need high volumes.

MSTC fallen too much so need to bounce again.

BSE will remain a star performer.

After M K INTGRA ENGG will be the super stock where HNI will have to enter. TIMKEN was railway story and you know stock price. So this is right stage to buy INTEGRA in lacs. Already 2 HNI have entered and they will hit cct to cct like M K very soon. They are selling just to test the market. Once robin hood eat then they will have no option than to take to Rs 200 300 400 500 like M K started.

CCD hits upper. Hold and wait for Rs 50 to cross. Then it will be another TTML. We gave buy in TTML at Rs34 today rs 97 upper we believe 4 digit 1st then may be another ELXSI.

No need to panic. This is first day first show. If market had to top out first thing is that B gr should have been all sellers Freeze.

New variant is in Africa. I'm India people do not even wear mask. Total active cases less than 1 lac. Marriages are seeing crowd gathering of 1200 and there is outbreak. Schools even 1st standard is starting from 1 Dec.

In all the fall I'm engineered to create more and more shorts. I see Dec 16 we should be 18200.

Hold with confidence and conviction.

Fear over the City

All sorts of mischiefs seen and market too fell to a low of 17000 on the first day of the new settlement. In SGX it did 16860 and closed at 16892. Before we discuss the future of the market let us see what was wrong happening in the system..?

I read a tweet.. "SEBI is not a post office can't wash off hands by putting entire blame on the merchant bankers." Now this has to be seen in the light of laws overseas. In US there is safety net in IPO. Stock price can't fall more than 10% for at least 6 or 12 months (not sure) from the IPO price. Means either merchant banker or promoter has to give underwriting and buy if the price so fall. In other words, merchant banker has to price it so correctly that he does not fall in the shoes of buyers. Eg had this regulation in place he could have given only Rs 400 price to PAYTM who knows..? Now as regards SEBI is concerned they have tried this in 2012 and allowed 1 IPO also which failed as merchant bankers and investors did not give response so the proposal and never became regulation. Whom would you blame now..? I think it is investor who is applying without reading DRHP and just on the basis of GMP applies to the IPO.

Yet, I see lot of conspiracy in and around this IPO. Seems, it was pre planned thought process to clean the retail which had got higher allotment at lower level and then rig up the price. And see a MNC broker who do not rate the stock in IPO comes in for batting with a downgrade to Rs 1200 and stock respects their levels a low of Rs 1275 and then back to Rs 1800. Equity is all about systematic looting each other.

Vedanta announces de merger stock hit lower circuit and then Vedanta announces buyback and stocks rise to Rs 372 after 13 cr shares change hands at Rs 350. Does it also mean that the book is now empty and those who sold will stand for buying at Rs 350 and keep accumulating for next buyback at whatever price..? If Vedanta can do this then why are you crying for de listing of AANCHAL ISPAT..? May be they must have deliberately not paid listing fees..? Normally due date is 31st MAY 2021 and even if listing fees is not paid stock is traded for 1 year as per my understanding. Here was the case where no notice was given by BSE and stock was suspended. In 3 days listing fees paid and stock re listed. But what probably someone desired has happened. Stock opened in lower circuit. Your concern was listing they dealt it and now price there is no change in my view.

When it comes to media, they too are in sync with trend. They have reported Rs 25000 crs FPI selling in Oct and 37000 crs selling in Nov. However the NSDL site shows Rs 13500 crs for Oct and Rs 1400 crs buying for Nov. They have altogether kept the FPI investments in IPO which is Rs 27000 crs in Nov alone. Selling has to be followed by buying and it will come. We saw 1900 points crash in a single day in APRIL and also saw Rs 11000 crs selling in July. Yet market were in new high. If more IPO come, there will be more selling in existing stocks and money will move to IPO.

Now as regards the new covid variance which was found in AFRICA. How many of us know that there are only 82 cases in the world. And South Africa just 10. Was therefore market right, in such a bad reaction, where 1800 points fall has come in the single day...? Certainly this is not for COVID. The S A stock market went up even after this was flashed. India was weak even before this came and weak markets get hammered fast. Will discuss this in DEC end again when Nifty will be at 18000+ to just establish that these are synchronized efforts.

Yes, I do agree, that yesterday they broke my level of 17300 and that too so furiously I can say that there is no retail long positions left. From 17300 to 17000 there were multiple supports and to change the mindset of traders what required was to break the back of the market even before you realize and they have done it perfectly. Effect, I have seen all chartist in every what's up group has now reconciled for 16700 16200 and are extremely short. Even SGX gone down to 16860 and closed at 16892 after Dow closed 900 minus. (Monday before market opens may be 500 up in futures). South Africa issued a statement that only 4 cases were found and there no conditions of severity. We get 83000 cases daily in USA. Clearly fall is not for COVID.

NSE PE has come down to 23.36 on FRIDAY and this is lowest of the recent time. One year forward PE should be not more than 18 which means there is no major room for the downside. PCR is also at the lowest level. VIX is at highest level (21%). From the top of 18650 if we take 10% correction then it comes to 16785. SGS 16860 is almost close to that level. That is the reason most of the chartist has set a new target of 16700. But there are no hard rules of 10% though in the past many times 10 to 11% correction has happened which happen once a year. Having seen 17000, yesterday, I think there is nothing to fear as we can digest 200 more points fall also. This may happen as early as MONDAY morning after that what..? Market will have to reverse very fast even before ordinary traders realise. This fall of 10% is in third category of fall which is not routine. It happens once in a year and after that market travels to New high. There is no change to market cap to gdp ratio, thanks to expansion of market cap due to new listings such as NYKAA ZOMATO PWYTM etc.

At 18300, when I was shouting from 29th floor that PE had crossed 28 and we will see some correction, no one was there to listen. Now again, I am shouting from 30th floor that correction is overdone. Let the last 200 / 300 points be left for ARJUN and EKLAVYA as we cannot time the market. Market does not give time to correct mistakes. So long as we are in BULL MARKET I will follow only BUY DIPS. From 18300 we all were waiting for our turn to become aggressive and here is this. Best part is that B gr is steady and rising instead of falling this is because as reported all major jobbers have moved from A gr to B gr. The volumes are rising in B gr and investors are making good money. TTML from Rs 34 to 102 still in upper circuit and M K Exim from Rs 80 to 115 still in upper circuit proves that you can make money in the right stocks. Artefact, could be one in INFRA space a company from NAGPUR. HCC another in INFRA space. Point taken is that FPI can sell stocks which they own that is A gr not B gr. In fact smart money is also moving to small caps which is not showing signs of troubles. DII investments in mid cap and small is as low as 7% as against multiyear average of 15%. Clear case of under ownership and our focus area. May get many penny stocks which will become multi baggers.

There are various positive factors which we need to consider. One year forward PE at 18 lowest in many years even though we are at Nifty 17000. Corporate earnings will cross 40 to 44% in FY 22. Massive funds were raised in 2021 through IPO and same kind of funds will also be raised in 2022 for which market will have to rise. Market realized the potential in B gr stocks. They are not falling. QE continues. Reforms continues (RBI accepted 26% promoters in private banks). Market cap will also rise from de mergers like Vedanta, RIL and now even JSW thinking. Inflation will be there whether you sell or buy. Earnings will not change for at least next 2 years. So there is over reaction on inflation.

In short, there is nothing bigger than FEAR (**FEAR OVER THE CITY**). Fear and Greed works. At 18500, there was greed and at 17000 there is FEAR. Those who are in fear yet wish to buy, I will advise go for staggered buying. Those who feel that market will go to 16000 15000 14000 are most welcome to exit markets. Whatever you do, do with self-conviction not borrowed.

Global Indices

Country	Indices	Date	Index	Net Change	Change %
Hong Kong	Hang Seng	27/11	24,080.52	-659.64	-2.67
Singapore	Straits Times	27/11	3,166.27	-55.25	-1.72
United States	NASDAQ	27/11	15,491.66	-353.57	-2.23
United States	DJIA	27/11	34,899.34	-905.04	-2.53
United States	S&P 500	27/11	4,594.62	-106.84	-2.27
Japan	Nikkei 225	27/11	28,751.62	-747.66	-2.53
United Kingdom	FTSE 100	27/11	7,044.03	-266.34	-3.64
Malaysia	KLSE Composite	27/11	1,512.22	-5.38	-0.35
Indonesia	Jakarta Composite	27/11	6,561.55	-137.79	-2.06
Thailand	SET	27/11	1,610.61	-37.85	-2.30
France	CAC 40	27/11	6,739.73	-336.14	-4.75
Germany	DAX	27/11	15,257.04	-660.94	-4.15
Argentina	MerVal	27/11	80,369.02	-4,587.90	-5.40
Brazil	Bovespa	27/11	102,224.30	-3,587.00	-3.39
Mexico	IPC	27/11	49,492.52	-1,132.48	-2.24
Austria	ATX	27/11	3,630.85	-158.43	-4.18
Belgium	BEL-20	27/11	4,126.73	-110.81	-2.62
Netherlands	AEX General	27/11	781.63	-25.92	-3.21
Spain	Madrid General	27/11	827.68	-43.65	-5.01
Switzerland	Swiss Market	27/11	12,199.21	-250.47	-2.01
Australia	All Ordinaries	27/11	7,599.87	-136.99	-1.77
China	Shanghai Composite	27/11	3,564.09	-20.09	-0.56
Philippines	PSE Composite	27/11	7,278.44	-90.83	-1.23
Sri Lanka	All Share	27/11	11,197.68	+171.95	+1.56
Taiwan	Taiwan Weighted	27/11	17,369.39	-284.80	-1.61
South Korea	KOSPI	27/11	2,936.44	-43.83	-1.47

Name of Editor: Minit Jhaveri

Publisher:

Mr. Kishor Ostwal
120, Gokul Arcade,
Sahar Road, Vile Parle (East),
Mumbai-400057
Tel No: 022-28220323/28383889, Fax No: +91-22-28242220
E-Mail at: chamatcar@chamatcar.com

Printer:

KOKILA GRAPHICS

Owner:

CNI Research Ltd

Place of Publication

A-120, Gokul Arcade,
1st Floor, opp Garware House,
Sahar Road, Vile Parle (E)
Mumbai- 400057

Printing Press Address:

Gala No-12, Gr. Floor,
Bliss Compound, Nivetia Road,
Malad (East),
Mumbai-400 097

CNI Publications, A/120, Gokul Arcade, Sahar Road, Vile Parle (East). Mumbai- 400 057. PH.022- 28220323 / 28383889, Fax- 022-28242220