

**Editorial**
**Vol -1, No-I, 08 Jan, 2022, 10 pages**

No match to our Nifty calls. You have seen all. We do not work on charts but purely data reading which you all can too do it. He have a derivatives page on the home page where you can see all call and put.

INSPIRISYS GLOBAL OFFSHORE AMD will be on the same page of TTML and M K EXIM sooner than later.

My this year resolution will be with RDB RASAYAN the stock which never performed in 2021 and will be a star performer in 2022. Will repeat the fundamentals for your quick reference...

**RDB Rasayan Ltd cmp 95 target 600**

Book value Rs 80 Fy 21 Eps 13 Fy 22 Eps E 24 crs Fy 23 Eps E 40 crs segment : Fibc 500 to 2000 kg carbon quoted packaging bags promoters holding 73 pc

Even though co is cash positive with 28 crs cash earnings and 19 crs net profit the potential value is under estimated. For F y 22 co will end with cash earnings of over 38 crs and net profit of Rs 25 crs. Eq is 17.7 crs EPS of Rs 15 and p e of 6.4 x 22. The book value is Rs 80 and stock is trading at 1.2 x b v which is at fair discount. Normally 2.5 is well accepted norms for investment.

Debt is just Rs 3 crs that too working capital. Cash and equivalent lying in books is Rs 88 crs.

Co is on growth trajectory with expansion of capacities at HALDIA and KHARAGPUR. Also looking for inorganic growth. The facilities at Haldia and kharagpur are green plants as they work mostly on solar.

**Change of the week**

	08-Jan-22	Rise /Gain
Sensex	59744	1529 
Nifty	17812	470 

**Net Investments ( ` Cr)**

	FII	DII
3-01-2022	803.11	2316.5
4-01-2022	532.97	1356.5
5-01-2022	1271.9	591.5
6-01-2022	800.91	(1697.0)
7-01-2022	(115.6)	496.2
Total	3293.8	3062

**Turnover ( ` Cr)**

	FII	DII	Combined
07-Jan-22	61,655	55,596	1,17,251

07-Jan-22	Advances	Declines	Ratio
BSE	2089	1314	1.58

## AND SECOND stock will be BSE ...

BSE Cmp 1910 Market cap Rs 8630 crs CDSL market cap 15673 crs almost double than BSE parent

Bse can be a star performer for a 5 x 10x kind returns? Answer is Yes. Only because it ran too fast from Rs 900 to 2340 investors are sensing that one should exit this stock. We had shared detailed note on BSE which was 1st time I INDIA and market responded to the same.

Now we believe following triggers are for BSE re rating for 1st target of Rs 3000 and second of Rs 5000.

1 Industry grew from Rs 16 lac crs to 38 lac crs in just 5 years and all set to cross Rs 60 70 lac crs in next 5 years. Which also means MF volumes will also cross from Rs 1500 crs a day to Rs 10000 crs a day easily which will not only balance FPI out but will raise the BSE base higher. Hence BSE will get more fees from MF biz.

Bse has recently announced intention to give Bonus shares. The board meeting will be on 8th Feb 2021 which is after Budget. It seems a strategic move to keep meeting after 37 days. I believe minimum 1 for 1 bonus is certain (IEX announced 2 for 1 bonus) . Bse action is dependent on Budget provision on CRYPTO. If crypto comes in Budget ratio will be 2 for 1. Bse is ready with crypto launch at Gift City. Once crypto starts BSE will see additional trading volume of 70k in a day which may even go beyond 100 k as many investors still shy from crypto because of no legal status. This is the biggest driver of BSE.

IEX gave 2 for 1 bonus because they want to make EQ Rs 100 crs. How can BSE trade at Rs 9 crs equity for long..? If BSE is in the big game then even BSE will have EQ of Rs 100 crs. With current Rs 4.5 crs shares of Rs 2 paid up EQ is just Rs 9 crs. With 1 : 1 bonus it will become Rs 18 crs and 2:1 will become Rs 27 crs. It means there will be more room for at least 2 more bonus issues in coming years to make the EQ Rs 100 crs.

5 Top Gainers			
Stock	07-01-2022	03-01-2022	% Gain
Greaves Cotton	174.5	138	26.5
India Cement Ltd	239.9	192.2	24.8
Omaxe Ltd	94.1	76.1	23.6
Jp Associate	12.2	9.97	22.7
Dwarikesh Sugar	86.75	71.4	21.5

5 Top Losers			
Stock	07-01-2022	03-01-2022	% Loss
Hinduja Global	2855.4	3303	13.5
Spandana Sphooti	400.9	459.7	12.7
Surya Roshni Ltd	516.6	583.9	11.5
Dhanush Agritech Ltd	750.5	834.6	10.08
Brigade Enterprise	441.2	490.2	9.99

Top 5 Picks By CNI 'A' Group
Company
RIL
HERO HONDA
CDSL
IEX
TATA COMMUNICATION

Top 5 Picks By CNI 'B' Group
Company
AMD IND
GLOBAL OFFSHORE
ARTEFACT
SFL
ZYDUS WELLNESS

Bse has also received approval for power trading and gold trading. Which suggest that BSE will be superior co to both IEX and MCX. IEX is in monopoly for power trading whereas MCX is the market leader in commodities. With BSE entering in these field with massive infrastructure will overtake both IEX and MCX. IEX market cap is Rs 23000 crs whereas MCX market cap is Rs 8139 crs whereas BSE is Rs 8600 crs which has CDSL stake into it. BSE has to cross IEX as well MCX and BSE is moving in that direction.

#### 4 Gujarat International Financial Tech City (Gift City)

There is India International Exchange Limited (INX) and India International Clearing Corporation (IICC) which are mini BSE and CDSL for comparison purpose. Both are 100% owned by BSE.

First see what is GIFT CITY ...

Promoted by Gujarat Urban Development Company Limited (GUDCL) and IL&FS, 12 km from Ahmedabad International airport and 8 KM from Gandhinagar.

Integrated township, International Financial Services Centre and Multi-Specialty SEZ - together in 886 acres at Gandhinagar, Gujarat

Key focus - financial services and allied activity

Designed to be at or above par with global IFSCs like Shinjuku (Tokyo), Lujiazui (Shanghai), La Défense (Paris), London Docklands, Dubai, Singapore, etc.

Smart city with state of the art infrastructure on town design and planning, utility services, residential accommodation and services

Current valuation of BSE is miniscule as it mainly represent CDSL value. A recent development where BSE sold 10% stake in IICC (India international clearing Corporation) to SBI ( 10% for Rs 34 crs ) could be game changer for BSE. Knowing that BSE has major role in Gift City the largest TAX FREE zone created ( la MAURITIUS ) yet this has not even entered on the mainframe of valuation. The purpose of setting up the GIFT City is to develop a world class smart city that becomes a global financial hub with the development of an International Financial Services Centre (IFSC). GIFT City is central business hub with state-of-the-art infrastructure and a first of its kind development in India. As of April 2021, 190,000 m2 (2,000,000 sq ft) of commercial space is operational and another 280,000 m2 (3,000,000 sq ft) is under development. As of April 2021, an investment of ₹10,500 crore has already been committed for GIFT City. If INDIA has to reach 5 tr size FPI will have double their exposure and this will happen through GIFT CITY now.

In last 3 years NSE valuation rose 7x even before IPO means this is well accepted by investors. In next 3 years even INX and IICC will see a valuation of 3000 to 5000 crs each which will add more value to BSE. Dilutions will keep coming.

The India International Exchange Limited (India INX) is India's first international stock exchange and subsidiary of Bombay Stock Exchange. It is located at the International Financial Services Centre, GIFT City in Gujarat. It is a subsidiary of BSE Limited.

5 With rise D MAT nos ( 9 crs ) CDSL Will keep rising and BSE holds 26% stake. I expect D mat nos to rise to 20 crs in next months and hence even CDSL should double in valuation.

Many HNI investors are in the process of adding BSE shares and this clearly suggest demand is much higher than supply. HOLD BSE for 5000 10000 and may be Rs 25000 yet not last stop.

Saw 83 and believe we are same HARANA NAHIE hai. TRIPLE WITCHING was nothing less than comparable to SANDHU in swinger which GRINIGHE could not play. This was first in swinger to all bears and they got cleaned bold from 17670 till 16431. Then came MADAN, asking extra over saying that SIR RICHARD is over confident and he has set up a nice trap and begged 1 more over even at massive risk which KAPIL agreed hesitantly. His trap worked and SIR gone. This was a perfect trap for bears in the market and they were caged.

Nifty at 17760 17770 means the MANDI PICHU CHHUT gayi. Enjoy one way Budget rally. Let us focus on stocks which will benefit from Budget. INTEGRA ENGG SWISS MNC will be my only choice as coach making is no more a profitable biz. Modernization as well new lines will require state of art LED signals. Now Siemens and ABB are in railway signaling but that is not their core biz and for their size it hardly matters whereas a small co getting massive order means a lot. It is like GDP rising from minus 10 to plus 10 which is due to base effect. Many will recommend many stocks in RAILWAY but I will only INTEGRA and waiting for this stock to turn into another hostile pitch like M K which it will. Only time that matters. Above 111 no one can stop this share.

INSPIRIYS another JAPANESE MNC is in the frame of M K Exim kind run as valuations of parent that is Rs 2 lac crs and INDIAN ARM at Rs 260 270

Next stock which will benefit from INFRA space is ARTIFECT. Here there may be 100 companies but do not know which clean debt free are and which are saddled with debt and in pump and dump game. Hence I will stick my neck only in ARTEFACT. Some 1 called me and asked then why is the promoter selling. My judgment was promoter must be hands in glove with operator. He must be selling to operator on screen. That had to happen before 31st. Now the window is closed. Operator lost good quantity to Robin Hood shareholders in heist to control the price. Stock made a new high. We had set a note which suggest stock is worth Rs 190.

AANCHAL ISPAT corrected from 22 to 17.4 who sold..? Those who bought at Rs 10 sold at 18 which is seen in volumes. Also those who want to control price must have sold as the pattern is very typical. Sell 1000 shares at below LTP (last traded price) to create artificial price. But to my mind stock is reversed and next stop is Rs 30 34 50.

AMD is purely a value case and may see change of hands. Stock is very cheap as no one recognized the importance of bottle caps whereas everyone is in mad love with what is there is the bottle.

Yesterday there was huge volume in RDB RASAYAN and stock almost hit 20%. From sources it came to know that a broking house of B B has bought close to 2.5 lac shares. Please re check from your sources. I am firm on my target as stock trade at 7 PE.

Now word of caution. Many bogus co's operators and promoters are doing pump and dump and due to bogus volume artificial break outs are seen on charts. Be careful. ONE CNI team constantly keeping watch on such stocks which we cannot put in here but will always suggest you all to check from CNI team so that you can be saved. Seeing bogus volumes and false break out can trap you e g MANPASAND, QUALITY and so on. We have many co's on our list and can check the credentials on request but without guarantee as there may be possibility of fraud stocks also rising and hence we cannot take blame of exit on us. Our philosophy is not go such profits instead go for sure bets even the profit is less. Capital protection first. AAREY DRUG is one such co where allotment were made to dummy FPI in QIP and stock is in the hands of AHD operator. Promoters raised money in QIP which never used in expansion one must avoid or try to exit and convert to INTEGRA kind share.

We do agree the risk in small cap is very high. But if you trade in small caps with similar weight one of them will become multi bagger that is 100x. That is enough. HCC for that matter will suggest to hold till 100 plus. AANCHAL again for 100 plus but make your cost zero at appropriate level. Sriram EPC and MSPL take some profits and exit as ownership lies with banks and they can open purse any time. JP Associates may rise to 14 18 on charts yet I will recommend you to buy as promoters were found seller.

This selling cannot be compared with ARTIFECT promoter selling. Also in SUBEX questions were raised promoters is selling. Here too I would like to tell you that when co ownership is going to change then promoter has to sell. SUBEX belong to BHAI JI as per my info and I am waiting to hear this officially. SUBEX is in big league.

My next research multi bagger idea is ALPINE HOUSING a Bangalore based real estate co. CNI team had given buy call in the morning. A detailed note will take time and by that time stock might double hence I had to mention in this column. They in the process of joining hands with DELHI's biggest real estate co which will make stock become multi bagger.

As reported earlier Budget is extremely good. In fact market reversed only after CNI flashed the research report which is read by more than 4300 FPI through our channel partners Bloomberg Dow Jones Reuters S and P Capital IQ and FACTSET. It will be proud for CNI members that all international agencies take content from CNI and that is possible only if content is world class. Just to say that you are in safe hands. We go the way where there is no PATH and we try to find out with the help of trail.

Nifty 18000 barrier will be there till tom. After that 18000 will be crossed. I had promised you in SEPT that 18800 will not cross in 2021 and 17300 was my bottom though it breached. Buy my next bottom 16431 did become bottom. Now no one can dare stop Nifty 18800 in 2022. In fact my target is 21000. Tisco management will raise stake at Rs 1200 and stock will travel to 1500 and Rs 1200 will become benchmark price.

Budget estimate suggest massive surplus from Budget deficit. This means more spending. The burning issue is CHINA border. INDIA will spend maximum on construction of roads bridges and tunnels across the border to create more civilization there which will prevent sudden intrusion by CHINESE ARMY. India already constructed 600 km national highway across Arunachal border

Defense spending to rise 50% HAL BEML BEL NELCO Astra Micro Larsen Aanchal Ispat Bharat Dynamic to benefit from this move. Aanchal Ispat which supplies RELICON TMT BAR to army will be the largest direct beneficiary of rising defense spending. Aanchal Ispat is back in mainframe as it repaid all Rs 100 crs loan and have sufficient working capital to increase production. It may scale revenues from 160 crs back to Rs 450 crs in next few year's says co sources.

Instead of searching penny stocks we suggest to add this with more conviction and truly right way of averaging. We still believe stock will do 5x from current levels.

After M K EXIM INSIRISYS INTEGRA ENGG which gave a major break out today (read detailed note in R I section) which will explain how railways doing LED signaling to prevent carbon issues.

ALPINE Housing which is hitting upper circuit every day though CNI members got chance to buy as circuits were open to accommodate operator trades. This Bangalore co has tied up with DLF as per my source for JV in their Bangalore projects. DLF name is enough to drive the stock 5x soon. This is source based and hence due diligence is must.

#### **NEW PENNY STOCK....**

If you want small and penny stock and you are prepared to take risk then can add **TRIVENI GLASS Ltd.** ( Rs 7.5) No business as of now. Co holds 72 acre land at ALLAHABAD and are developing the same. Land is touching GANGA EXPRESS. I had written enough on this stock. It is Rs 1500 crs project and EQ is just Rs 12 crs. Earlier very strong people had accumulated 4 mn shares till Rs 40 which was sold by IDBI. Nos will flow only when sizable construction is done. So one can take risk and buy. Stop loss should be Rs 5. Once again repeating there is no fundamentals except the fact that co stopped glass biz only to pursue real estate development. Lucking the Allahabad plant which is 17 km from RAILWAY STATION has come in citi limit. As such it is 100 times better than stocks like GTL infra which never performer even when they were good and get going.

WINDSOR ADOR SOLITAIRE ARTEFACT etc please do not bother too much as operator always try to suppress the prices. This is golden opportunity to add more with conviction. After some consolidation OPERATOR will do his act. E g few days back He too WINDSOR till upper circuit. In this segment you will have tolerate this. MIND IT, they do not spare F O stocks too. E g MNM FIN from Rs 206 they took it to Rs 138 what can you do. But in our research stock they will not be able to do this as they might lose their entire holding.

Market looks good. We believe we may see 17900 till 13 jan and 18300 level till expiry. So stay long.

Today Windsor machine crossed 44 levels. It's ready to blast above 45. Same way Artefact looks great. We are highly bullish and we are seeing 180 plus on the stock.

Looks like lic IPO announcement is around the corner. We are expecting the announcement around end of Jan. CDSL and BSE biggest beneficiary. So stay invested.

We have today given exit call on Inspirisys as BSE has put the stock in GSM stage 2.

Aanchal ispat is also seeing buying traction and may soon cross new highs.

Market mood looks great. We believe this is just a start of midcap rally with long way to go. Stay connected to CNI to get best of stock idea like MK exim.

## Special feature

Nifty made a high of 17980 this week which was a 1500 point rally from the low of 16431. In December 2020, a similar move was seen where Sensex fell by 1800 points in a single day, which was followed by a 1500 point rally in just 15 sessions. This time too, after a fall of 1900 points in a single day, Nifty rose by 1500 points. 17th December 2021 was a triple witching day, so was 18th December 2020. CNI members were lucky as they exited from Nifty at 17670 and re-entered at 16735, enjoying this double rally. This is simply because we follow "BUY on DIPs" strategy which is thumb rule of BULL market.

Bears have lost 50% of last year's earnings in just one fall. Many large caps fell by 40-50% from their peak, affecting investors net worth whereas micro caps, more particularly, research bets of CNI RESEARCH have given super fantastic returns to investors. In fact, I have received feedback suggesting many people wanting to leave F&O and move to cash market, more particularly, B group shares. I had also mentioned in one of the earlier reports that jobbers are fed up of F&O and have moved to the cash market in a big way, which is reflected in volumes. This is a good sign for BSE as exchange. NSE is more known for derivatives. BSE star Mutual platform also a big plus for BSE. I repeat, the stocks which we had given in the Diwali picks included M K EXIM and TTML and you all know their current price. If you want to know more about CNI RESEARCH finds, please subscribe to [www.cniresearchltd.com](http://www.cniresearchltd.com)'s any product to get research notes.

There is one more reason to stay away from F&O as if it is not our cup of tea. That reason is massive expansion of F&O list. Many of them are exit getways and once trapped it will work as a dragon. Moreover, it is impossible for anyone to restrict to 2 F&O stocks at a time. You have so many sources to believe. That where it is a TRAP.

I want to touch a new topic. When I hear comments that "be careful" promoter is selling, how rash is this statement. Without promoter selling, no company will become big. There has to be a deal between promoter and operator. In other words, it is said that every stock requires a jockey. When we see promoters selling in block deal and FPIs or operators buying, we become happy and chase that stock madly. But when there is a sudden rise in share price, many micro cap companies' promoters sell shares in the open market.

Thus, what is important to understand is why do promoters sell shares. Eg: Zee promoters were compelled to sell due to their pledge issue. What happened after Sony's takeover was that this company became a strong investment candidate. At the same time, J P Associates and Anil Ambani group promoters have found sellers in the stock which cannot be taken on par. These are the cases which suggest that promoters do not have confidence in their own company. Recently some one wrote, stay away from SUBEX as promoter is selling and the CFO resigned. Absolutely true, but these reasons suggest investing in the company rather than staying away. I had already mentioned in earlier reports that SUBEX will change hands soon. But natural, the old team is expected to go and a new one will take over. Also, the promoters will sell in the open market as well but you must know who is buying. When you will come to know, you will buy this share even at a 100% premium.

Another company where promoters sold some shares is ARTEFACT. This debt free company, where promoters had put in money and issued shares even at Rs 111 on a preferential basis, has no reason justifying why promoters would have sold shares for money. Obviously, this was for accommodating some operator. ARTEFACT has given 15 years' multi-year break out yesterday. This stock's life time high is Rs 214 and I feel it will cross that level in this bull run.

Sometimes promoters selling indirectly is for price control, which we can see even in PSU stocks also. ONGC, SAIL, HINDUSTAN COPPER are classical examples. The whole world knows that SAIL, an almost debt free company, with massive iron ore mines should be valued nothing less than Rs 300-350. However, FPIs and operators got good quantity shares through OFS, which cannot happen without good setting. They have used these shares to keep the prices suppressed. Now, so long as that float is available, SAIL will not rise. Now for sure, the government has announced privatization and hence, there will not be any more OFS. Once the current float is absorbed, the stock will race to Rs 250 easily. In short, this is a standard practice in the stock market, which does not come in the clutch of SEBI rules and regulations.

FPI selling was Rs 19000 crs in December 2021 and from day 1 of 2022, they turned into buyers. Why? They bought Rs 3200 crs in the 1st week of January 2022. FPIs sold in April-May 2021, then in July 2021 and finally Oct-Dec 2021 but the conclusion remains the same that after every round of selling, buying has come and Indices scaled to new highs. After July 2021, Nifty rose 4000 points and after Dec 2021, I had already predicted a 4000 points rally, that is, towards 21000. Yes, 21000 by mid of 2022. Is there any reason to remain short term bearish and then bullish? It's all about bonus, switching and control. Direction never changed. Corrections are brought to create ideal platform for the next launch. This cannot be understood on charts for sure. Else we would have never seen frustration and undesirable target of 13000. I repeat bear market will come but not before we reach 5 tr \$, 37800 Nifty which should come around 2025. P E expansion has started and hence only stocks below or around 10 P E can give you at least 100% returns even without doing much. We continue with the process to identify hidden GEMS. If you have missed our Budget 2022 Estimates Vs Actuals please read.

## Global Indices

Country	Indices	Date	Index	Net Change	Change %
Hong Kong	Hang Seng	08/01	23,493.38	+420.52	+1.82
Singapore	Straits Times	08/01	3,205.26	+20.96	+0.66
United States	NASDAQ	08/01	14,935.90	-144.97	-0.96
United States	DJIA	08/01	36,231.66	-4.81	-4.80
United States	S&P 500	08/01	4,677.03	-19.02	-0.41
Japan	Nikkei 225	08/01	28,478.56	-9.31	-0.03
United Kingdom	FTSE 100	08/01	7,485.28	+34.91	+0.47
Malaysia	KLSE Composite	08/01	1,543.11	+9.75	+0.64
Indonesia	Jakarta Composite	08/01	6,701.32	+47.97	+0.72
Thailand	SET	08/01	1,658.97	+5.94	+0.36
France	CAC 40	08/01	7,219.48	-30.18	-0.42
Germany	DAX	08/01	15,947.74	-104.29	-0.65
Argentina	MerVal	08/01	84,402.06	+640.71	+0.76
Brazil	Bovespa	08/01	102,719.50	+1,158.40	+1.14
Mexico	IPC	08/01	53,202.11	+146.80	+0.28
Austria	ATX	08/01	3,971.97	+12.94	+0.33
Belgium	BEL-20	08/01	4,306.37	-2.23	-0.05
Netherlands	AEX General	08/01	788.43	+2.53	+0.32
Spain	Madrid General	08/01	869.39	-2.94	-0.34
Switzerland	Swiss Market	08/01	12,797.94	+5.66	+0.04
Australia	All Ordinaries	08/01	7,774.39	+95.12	+1.24
China	Shanghai Composite	08/01	3,579.54	-6.54	-0.18
Philippines	PSE Composite	08/01	7,011.11	-74.41	-1.05
Sri Lanka	All Share	08/01	13,280.94	+111.54	+0.85
Taiwan	Taiwan Weighted	08/01	18,169.76	-198.16	-1.08
South Korei	KOSPI	08/01	2,954.89	+34.36	+1.18

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