

Editorial
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At 20 crs market cap even if promoter sell the co there will be buyers in AANCHAL ISPAT for the fact they hold capacity of 1 lac tons TMT bar this is better than USHA martin capacities. 5.77 lac shares volume suggest buyers can absorb any selling.

GMDC fresh research call with target of 450 to 1000 Rs in next 2 years. Reason co expanded mining capacity 6 times as per A R and assured to reach GUJ supplies from current 15% to 50% and due to ADANI presence in GUJRAT this co will get favour. Cash rich PSU not participated in the rally and when facts come in public domain stock will blast.

We had mentioned LOYAL EQUIPMENT will open in upper cct in YMV and it did. Volume 50000 and buyers 62000. This is a blue chip company in making. Instead of me writing you must see the website to understand how good this co is and who are the clients. LINDE AG is the single biggest trigger. I had seen the vehicle carrying the EQUIPMENT of this co. The vehicle has 264 tyres and now imagine how big could be the equipment and what could be the value. I feel the fair price is Rs 450 and with rising earnings and profits it can be 2500 easily. It is repeat class story of GTV Engg. At Rs 370 GTV ENGG also is dirt free. Please do not write to me if stock fall to 350 360 with thin volume instead try to add stock for super gains. Understand those who have bought till 425 is not for time pass. Rest is your call.

SUNIL AGRO all efforts to control the stock price will fail for 3 reasons. Massive shortage of food. ITC SUNIL merger case study in IIM Kolkata can't be without reason. And inventory adjustment will get converted to good numbers.

Alpine also we should see inventory adjustment numbers this quarter.

Bhel have written BHEL III must read. On Thursday I expect massive short covering in BHEL and can see 104+

Change of the week

	29-July-23	Rise /Gain
Sensex	66160	522 ↓
Nifty	19646	98 ↓

Net Investments (` Cr)

	FII	DII
24-July-2023	230.5	934.8
25-July-2023	2854.8	(333.7)
26-July-2023	1130.9	470
27-July-2023	(1249.8)	2528
28-July-2023	(1023.9)	1634
	1942	5233

Turnover (` Cr)

	FII	DII	Combined
28-July-23	102670	78,909	1,81,579

28-July-23	Advances	Declines	Ratio
BSE	1755	1788	0.98

Ashapura now in new price. If cross 180 next target is 270. After that it will travel to 4 digit.

Ispirisys came out of ESM 2 and stock seen volume and will hit upper circuit now. The threat of ESM is gone. One must add good stock even if it is in ESM2. Stock will be hitting upper with volume. RKD likes MNC stock.

Betex is another stock in ESM 2 and stock will keep rising 2% every day as fair price is Rs 800 plus and cmp 140. And trust me if co give repeat performance then stock price can be 2000.

Large caps like RIL SBI LARSEN can give 10 20% upside but micro caps like Loyal, Betex, GTV can give 500% upside in the same period. You have to wait and watch.

Today is FED meeting and after good run from 33000 to 35500 we may see good profit booking in DOW tonight and tomorrow is expiry where we may see Nifty below 19600.

It seems ITC run is over for next 6 months. It will go in consolidation due to de merger. Whenever corporate action is pending stock stops rallying and that is why we saw massive profit booking yesterday as F R were aware of de merger and long from 215. At the same merger deck of SUNIL Agro merger deck is cleared which now should be kept on radar. Today preopen HIGH of 190 is good indication. On low side it will not go below 160 so one can take risk and add around 180

GMDC I am coming out detailed note like BHEL. Bhel was the worst stock but after my note visibility was at its best and stock moved from 79 to 99. Above 100 next target is 200. We may see fastest 20% rally in BHEL as more than 5 cr shares have been added by strong hands.

Metal coating is silent because operator are waiting for it to come out of trade to trade. Can be added here.

Ashapura is heading for 1000. Keep eye. Also Hercules heading for 1000 keep eye. GTV will be super class though I know you will not add here. Very soon One HNI will enter and try to add 3 to 4% stake. Keep watch.

HDFC major run will start from FRIDAY in the new settlement. We should add this or add Rs 1800 call. Read YMV of last week where we shared rationale of why HDFC should rally 15%.

5 Top Gainers			
Stock	28-07-2023	24-07-2023	% Gain
GODFREY PHILIPS	2073.5	1633.3	26.9
JYOTHY LABS	301.9	242.6	24.4
VESUVIUS INDIA	3411.5	2745.8	24.2
TEXMACO RAIL	104.0	85.2	22.1
REC	194.3	161.8	20.0

5 Top Losers			
Stock	28-07-2023	24-07-2023	% Loss
GLOBUS SPIRIT	975.4	1190.2	18.0
CCD	33.2	39.7	16.1
JINDAL SAW	325.7	380.6	14.4
CAN FIN	732	838	12.6
SHARDA CROP	449.5	513.4	12.4

Top 5 Picks By CNI 'A' Group
Company
RELIANCE IND
SAIL
TATA POWER
BAJAJ AUTO
TATA MOTORS

Top 5 Picks By CNI 'B' Group
Company
HARSHA ENG
LOYAL EQUIPMENT
DREAM FOLKS
BF UTILITIES
CMS INFO

Operators are switching stocks. Dumping run up stocks and buying undervalued stocks. BHEL GMDC falls in this category.

Loyal Equipment yesterday volume was 68000 shares and buying not yet over. I see another 1 to 2 lac shares buying and stock will be 5x without any worry. Enjoy 2% rally every day in LOYAL and Betex. Stock opened 68K upper cct and now think can you buy..? This is why never try with circuits and rely on CNI recommendations. We will see similar case with ALPINE one fine morning all of sudden when we see either numbers or announcement. Stock is in very strong hands and anything sold get digested. With just 2000 shares selling depth do not you think this stock can hit 20% easily... They why not? They want you to sell last stock before they start operations. If he want to dump he will create 5 mn shares volume where everyone fall fray. Eg FOODS and INN at 50 no one was interested at 150 everyone because volumes were 5 mn shares. I had picked good QTY of FOODS and INN at 50 and sold 50% at 150 and now cost is minus enjoying the RUN.

Inspirisys now in 5% circuit limit and yesterday there was good buying. Earlier also we saw good buying. Learnt from sources some N Delhi guy is entering to buy big QTY. Once he enters all restrictions will go away.

CCD NCLT issue is planned one. Someone wanted to buy 100 lac shares and they did this mischief before A R is circulated. There were various circulations in social media that MALVIKA reduced debt to 500 crs though I was not sure but if debt is 500 crs then how come NCLT..? What happened to DISH NCLT..? Big players play big game. Once stock cross 40 again no one will even remember this was a NCLT case. MALVIKA is daughter of DK Dy CM hence I do not see any panic in this stock. Hold.

Narendra Modi authentically said that in next 5 year term India will be in first 3 countries of the world which means we will see 12 tr \$ economy in next 5 years which will be 300% rise and this is just not possible without steel, cement, Engg, Auto and Infra.

This matches with my call of 37800 Nifty in 2027. I had no inclining earlier now getting the clear path.

Best strategy is to buy and sit tight good multi bagger stocks with some good A gr stocks also. The ratio of A gr and multi bagger should be now 60 : 40. 40 will create wealth for you and 60 will give you steady returns. Mind it you need only 2 multi bagger to become wealthy.

ACL now a SAGAR Cement gr co was owned by Goenka's. They have cement plants plus 96 mn tons limestone which could be worth of Rs 1440 or may be 2000 crs apart from plant value. Now why I suggest buy now. We had coverage at Rs 18 20 also. With 95% equity reduction this has become Rs 1 and co came in black. Only 46 lac shares are in public. Now insider information. Through bloc deals few operators had bought 80 lac shares at Rs 22 which now became Rs 5 and hence to recover their cost and make profits they will see that stock should be Rs 500 plus. Cement is in huge demand and raw material more. This was acquired by SAGAR only for limestone mines. Price discovery was at Rs 158 and stock now 95. Rest is upto.

Fed raised 25 bps yet Dow did not fall but reached 75 RSI which is not in risk zone. At the same time Nifty RSI crashed to 53 from 80 which means Nifty is in safe zone now. Can add BHEL INFOSYS HDFC BANK NALCO etc. Hind Copper will be HERO from hereon. Ashapura and GMDC will also rise. GMDC too entering in copper mines.

Please do not on EPS and PE on many stocks which are assets base case hence wait till EPS emerges which we saw in BETEX GTV and ROYAL EQUIPEMENT. For the reasons explained above ENGG will be my biggest bet. I will not be surprised if L AND T cross 5000 in next 2 years. And in that case LOYAL and GTV will be the star performers.

No need to mention stocks again and again.

Like ACL there will be many more multi baggers.

In A gr BHEL and GMDC will my best bets like BSE and TAMO. Bhel should cross 120 130 in next 2 to 3 weeks then 200. You will be enjoying BHEL run like BEML and BEL. Bhel coal gasification can add to 6000 crs revenue and good profit in the first year itself and then the multiplication.

Yesterday mentioned Dow has entered danger zone and Dow corrected. But Nifty has come to 60 RSI which is comfortable zone hence no need to worry. Whenever RSI cross 80 one should be cautious. Major correction can come only when Nifty PE cross 28.7 which is far away as we are at 23.9 on historical basis and 19.20 on trailing basis.

Better keep focus on micro caps.

Today there is news that 70% rigs shortage seen which means OIL prices will rise. Check our tweeter handle. This is massive positive for Global Offshore. Another news came in that INDIA will now explore offshore mining which will require OSV which only GLOBAL and SEAMEC have. Combined vessels capacity is either whereas requirement will be more than 40 50. Let us see How India manage vessels requirement. In OVS also due to bad markets 70% vessels were scrapped and new waiting time is 5 to 7 years. This big vacuum will help Global in big way. One turnaround number and no one will give you chance to buy this shares. At Rs 80 all will sell like Integra and cry for rest of the life. Cut and paste this.

ACL third circuit in row. This will not go in ESM as market cap is above Rs 900 crs.

GTV will be the largest beneficiary of food shortage as no one even knows that they have big food brands. Another co will benefit from this shortages is SUNIL Agro which is shadow of ITC now. I am just waiting for the deal to be announced. Lot of patience will be required in these two stocks but both are multi baggers for sure. 425 and 212 are resistance above which can see one way.

SUNIL Agro has been making higher bottoms which clearly suggest stock is ready to blast. Volume not happening as majority of us have sold and do not own stock. This is clear indication of big big rally only thing we need to see when operator triggers this as he is the best person to know when event is happening.

Sanitaryware is big demand due consumption story. Only co which supplies clay and Bentonite are Ashapura and GMDC both have good reserves in mines. Both stocks will benefit. Tata Ceramic on record confirmed that there is massive demand in sanitarywares. Both stocks are on buy radar.

LOYAL EQUIPMENT will grow to 500 crs size in 3 years with net profit of Rs 100 crs + means Rs 100 EPS you decide what should be the price. This the pillar of INDIA that ENGG without which we cannot see 5 tr \$ economy. Today SBI economist said that India will be 5 tr \$ in 2027. I am saying we will be in 2025. In 2027 we will be 7 tr \$ and by 2030 9 to 10 tr \$. Yet will be 50% of China as China is at 19 tr \$. Read more data in YMV today.

Why you should know where India is heading. If we reach even 7 tr \$ then Nifty will be 37800 and with that our identified stocks will be 10 20 30 baggers which will create wealth for you.

Housing, Mining, Infra, Auto, Steel, Cement, Railways, Waterways, Gifting, AI, Food, Power and ENGG are the sectors which will have to participate without which 7 tr \$ is impossible. We have one stock in every sector which will become multi bagger as they are under owned. We had seen what happened in INTEGRA the same will be repeated in each of the sector and stock.

Housing : Alpine and Triveni Glass

Mining : Ashapura GMDC NMDC Tisco SAIL

Metals : Nalco Tisco NMDC JSW Jindal Steel SAIL Metal Coating AANCHAL and JAYSWAL NECO

Infra : SEPC HCC CAPACITITE ARTIFACT

Auto : TATA MOTORS AKAR AUTO

Cement : ACC SAGAR ACL

RAILWAYS : INTEGRA and RAILTAIL

Waterways : Global Offshore

Gifting and toys : ARCHIES

AI : Inspirisys

Food : SUNIL and GTV

Power : Tata Power GTV

Engg : Bhel GTV LOYAL EQUIPMENTS

Pharma : Zimlab

Textiles: Betex

Patience is required in stock market. Follow CNI mechanism buy now and sell 50% on 100% rise.

Special feature

Last week, we issued a caution for three reasons:

The Fed Meeting and the continued rise of Dow could have escalated the bear-bull war, although it did not happen.

The monthly expiry followed by a 1000-point Nifty rally proved to be on the heavier side, as anticipated.

The RSI (Relative Strength Index) had reached 80 for the first time since August 22, 2022, putting the market in the danger zone.

The market corrected from 19900 to 19600 as expected, with the RSI coming down to a reasonable zone of 60, indicating a bullish stint without being overbought. However, Dow's historic 37-year record of closing in the green for 13 straight sessions has now entered the danger zone as the RSI crossed 75 and corrected accordingly on Thursday. As a non-technical expert, I can only read the data and not comment further.

Let's look back at the four quarters when Nifty was trailing around 17000-17200. There was little talk among analysts about massive earnings growth. Most media and analysts predicted disappointing earnings growth, not exceeding 10%. Only CNI had forecasted that the earnings growth for FY23 would be 18% or higher and for FY24 would be above 25%. However, Q1 showed that most banks achieved more than 40% growth, with an average above 50%, and other sectors also reported above 25% growth. This trend is expected to continue for the next three quarters, suggesting that FY24 growth will exceed 25%.

This is significant because the market tried to create the wrong impression that it was overvalued at a P/E of 23.97. I have repeatedly mentioned that the 33-year average P/E is 25, and the current P/E is still lower than that. Considering the forward P/E based on FY23, it comes to 19.17 even at 19700 Nifty. So, it's important to read the markets correctly. The fact is that markets are still undervalued by 24% based on the 33-year average. If we consider the peak P/E of 42 due to excess liquidity, then we are trading at a massive discount of 55%.

Historically, corrections occur when Nifty's P/E crosses 28, specifically when it touches 28.5 to 28.7. Currently, with a P/E of 23.97, we have enough steam to fire until 23500 Nifty. If we take March 24 P/E as the base case, my calculator indicates a target of 30000. However, to be conservative, I will stick with the first scenario and prepare for a target of 23500 Nifty. Additionally, I project a target of 21000 for Nifty in 2023, which is just 6.6% away. Hence, 21000 is not a far-fetched target for 2023. We will continue with our "buy on dips" strategy, a thumb rule of a bull market.

Keeping pace with the rising market capitalization, which reached 3.7 trillion dollars, the economy has also kept pace at 3.75 trillion dollars, leaving much higher upside even on this valuation method. Some brokers did issue reports claiming that the 97% ratio is overvalued, but I believe this to be another misleading statement, similar to the HDFC Bank case. When the 10-year average is 90%, how can 98.6% be considered overvaluation? The peak ratio was 149% in 2007, and we traded at 120% a year back for quite some time. My study indicates that the pace of market capitalization will match the rising GDP of the economy in the next few quarters, keeping the ratio close to 1 for quite some time. There is no case of overvaluation, and any statement suggesting otherwise would be misleading.

In a recent speech, the Hon'ble Prime Minister not only expressed confidence in returning for a third stint but also assured and guaranteed that India will be among the top three economies in the world. Let's compare the GDP of the top two economies: the US, the number one country, with 24 trillion dollars, and China, number two, with 18 trillion dollars. Japan ranks third with 4.4 trillion dollars, followed by Germany at 4.3 trillion dollars, and India is currently in the fifth position with 3.75 trillion dollars. Given India's growth rate, crossing 19 trillion dollars in the next five years seems impossible. However, achieving 5 trillion dollars in less than two years is feasible as we are growing at more than 25%. At the current pace, with massive growth, private capex, and public spending, it is clear that we should cross at least 7 trillion dollars in the next five years, providing a massive opportunity to create wealth during this period. This growth projection also implies that we will reach 7.7 to 8% GDP next year, a figure that cannot be ignored. While some may consider this optimism, I stand by it. From Nifty 7500 in 2020, I have been labeled as a perennial bull, and I have not disappointed any of you. My target of 37800 still stands, and I welcome being called a perennial bull.

The expansion plans in the metals industry are now in the public domain (see details in the RI section). SAIL is expanding from 21 million tons to 41 million tons, which will be 14% of India's expanded capacity of 300 million tons. Despite being

ignored by the street for a long time, SAIL is now getting attention after the CNI report. There are reports of a corporate entity interested in buying SAIL in divestment, and they have already purchased more than 10 crore shares at Rs 130-135 levels. We may witness a Bhel-like rally in this stock, with a giant corporate Group coming into the picture to corner a similar quantity. It's worth noting that only 46 crore shares are in the public, amounting to not even Rs 4200 crore. With the government holding 260 crore shares and Institutions/FPIs holding 94 crore shares, the market cap of just Rs 38000 crore for SAIL suggests that it is undervalued. Considering that SAIL represents 14% of India's capacity, its valuation appears to be practically free when compared to TISCO at Rs 1.46 lakh crore, Jindal Steel at Rs 67000 crore, and JSW at Rs 2 lakh crore. It seems the vested interest is keeping PSUs undervalued with the objective of acquiring a company like SAIL at a relatively low price. However, one must not underestimate the government, as seen with RVNL rising from 30 to 140 before the OFS came at Rs 119. The true value of a 21 million-ton company cannot be merely Rs 38000 crore, as the current market perceives. Given the extreme bullish scenario, I expect the stock to rise to 200-250 very fast. Considering the investment required for a new plant with 41 million tons capacity, around Rs 4.10 lakh crore, it is surprising that SAIL's valuation is still only Rs 38000 crore.

Tata Power is my next big bet. Currently valued at Rs 74000 crore, this includes its power business and renewable business. RIL had announced its goal to achieve 1 GW of renewable energy by 2027, while Tata Power has set a target for 2024. The valuation of the power business and 1 GW of renewable business is unknown and I do not have extensive knowledge of renewable business valuation. However, renewable business is estimated to be around 20% of Tata Power's. B...R invested Rs 4000 crore 18 months ago for a 10% stake in Tata Power's renewable unit, valuing it at Rs 40000 crore back then. Considering the consolidation over the last 18 months, the value may have risen to Rs 60000 crore by now, and it could potentially rise to Rs 80000-100000 crore upon listing. This means that the traditional power business of Tata Power, which constitutes 80%, is available at Rs 15000 crore or maybe even for free, indicating undervaluation. I believe the stock will quickly catch up to 50% before the announcement of the de-merger of the renewable business. From a technical perspective, the stock has shown a huge breakout after 18 months of consolidation, and above Rs 260, it is expected to surge. We may witness a repeat story of Tata Motors.

A separate note on GMDC will be issued soon, offering another opportunity to subscribe to high growth. One is thing certain this is the only co which have interest in lignite, bauxite, copper, lead, manganese, bentonite, fourspar, limestone, ball clay, silica sand, thermal power, renewable power, wind energy, solar, REE etc which means it is on high growth agenda. Best part is HASMUKH ADIA ex planning commission Chairman has been made Chairman the man who turned around Bank of Baroda

Global Indices

Country	Indices	Date	Index	Net Change	Change %
Hong Kong	Hang Seng	29/07	19,916.56	+277.45	+1.41
Singapore	Straits Times	29/07	3,371.17	+33.75	+1.01
United States	NASDAQ	29/07	14,316.66	+266.55	+1.90
United States	DJIA	29/07	35,459.29	+176.57	+0.50
United States	S&P 500	29/07	4,582.23	+44.82	+0.99
Japan	Nikkei 225	29/07	32,759.23	-131.93	-0.40
United Kingdom	FTSE 100	29/07	7,694.27	+1.51	+0.02
Malaysia	KLSE Composite	29/07	1,450.35	-0.92	-0.06
Indonesia	Jakarta Composite	29/07	6,900.23	+3.57	+0.05
Thailand	SET	29/07	1,543.27	+18.68	+1.23
France	CAC 40	29/07	7,476.47	+11.23	+0.15
Germany	DAX	29/07	16,469.75	+63.72	+0.39
Argentina	MerVal	29/07	457,787.75	+7,577.16	+1.68
Brazil	Bovespa	29/07	120,187.11	+197.47	+0.16
Mexico	IPC	29/07	54,910.93	+157.54	+0.29
Austria	ATX	29/07	3,214.55	-10.82	-0.34
Belgium	BEL-20	29/07	3,788.39	-14.26	-0.37
Netherlands	AEX General	29/07	794.27	+2.21	+0.28
Spain	Madrid General	29/07	961.71	-1.43	-0.15
Switzerland	Swiss Market	29/07	11,317.74	-55.47	-0.49
Australia	All Ordinaries	29/07	7,616.10	-56.47	-0.74
China	Shanghai Composite	29/07	3,275.93	+59.26	+1.84
Philippines	PSE Composite	29/07	6,625.26	-52.66	-0.79
Sri Lanka	All Share	29/07	11,312.19	+54.37	+0.48
Taiwan	Taiwan Weighted	29/07	17,292.93	+51.11	+0.30
South Korei	KOSPI	29/07	1,861.85	+43.93	+2.42

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