

Editorial
Vol -1, No-I, 14 Jan 23, 08 pages

Only focus now on real estate sector apart from other sectors told to you. Real estate is in massive uptick.

My call keep adding real estate stocks as per your convenience. My favorites are **ALPINE and TRIVENI GLASS**. Yesterday a BANGLORE based fund too confirmed Bangalore uptick in real estate. I have already you that someone visited PRAYAGRAJ and confirmed that in last 9 months prices have shop up like anything.

Nifty Detailed view is given in YMV which is against 99% traders and sketchers view. Some HNI also speaking 12000 Nifty and whenever 12000 talks comes in Nifty runs 20% and I feel this is the right stage to see rally in Nifty.

I had told some US investor was expecting crash in US markets on 6th JAN and in fact Dow rallied 2%. Hence never believe in the sketches and try to rely on data. With 37 RSI you can never see even a fall of 300 400 Nifty. As against this chances of 2000 points rally possible.

First time the advance estimate of GDP rose to 7% up from 6.6% and yet we talk 12000 Nifty all non-sense. It means they are trying to create fear among retail like what they did at 15200.

I am bullish. I do not want to hold cash.

Dow reached 33900 yesterday proving my estimate of 1500 points rally. Though it corrected a big in the end the steam is not yet over due to massive shorts and sell on rally call. Dow will change its trajectory only above 34500 where bears will start covering short and take it past 35000.

The inevitable has to happen for simple reason that US will not go in recession and we have shared why in YMV. Read it carefully.

Which stock is getting accumulated with no major downside..? My call ALPINE TRIVENI GLASS and METAL COATING.

The way housing demand is seen spiking in Bangalore I will fancy ALPINE with big BUY. May be co will announce the corporate sell with Q results.

Change of the week

	14-Jan-23	Rise /Gain
Sensex	60261	361 ↑
Nifty	17956	96 ↑

Net Investments (` Cr)

	FII	DII
09-Jan-2023	(203.1)	1723.7
10-Jan-2023	(2109.3)	1806.6
11-Jan-2023	(3208.1)	2430.6
12-Jan-2023	(1622.6)	2127.6
13-Jan-2023	(2422.3)	1953.4
	(9564)	10,039

Turnover (` Cr)

	FII	DII	Combined
14-Jan-23	89,450	53,319	1,42,769

14-Jan-23	Advances	Declines	Ratio
BSE	1929	1559	1.23

Metal coating will be part of metal rally. The spark in ALUMINIUM prices made Nalco to blast to 85. Very soon will see at 100 + same is true for SAIL. With SAIL crossing 100 METAL COATING a 100 will be very cheap.

Triveni is part of UP growth. Stock is at this level one can buy 25000 50000 to 1 lacs also. At Rs 80 100 you may not be able to buy even 10000 shares mark my work. Someone accumulated so well he his lower cct at 3.25 with 5000 shares to bring the price down so that next day you all can sell lower. Last 2 weeks volume is more than 5 lac shares means more than 5 lac shares were acquired by some strong hands. One flat in worli is getting sold at Rs 50 to 70 crs and here you are getting a co which will have 10000 or flats at just Rs 30 crs market cap... This irony of INDIAN capital market which will always remain. The biggest failure of INDIAN markets there are no market makers whereas in US there are market makers for every stock. Whether retail buy or not market maker has to provide QUOTE for every selling that liquidity makes investors safe and they buy. We are intentionally diverted to the WEB of large caps where we lose money

R R Metals promoters raised stake by 5% why? at 15 cr which co having sales of 140 150 crs you can get it ..? We have habit of chasing Rs 100 crs co at Rs 500 and do not want to buy 150 crs co at 15 crs..? Now stock is at 0 GSM hence buying will start. Those who buy early will get it cheap.

I repeat biggest rally in micro caps is unfolding soon. If you do not have new capital you can swipe overvalued growth stock to value stocks. And see the results in next 12 months. With GDP now projected at 7% Nifty will cross 21400 come what it may.

There are many branches which have given sell call with target 17400 16000 14000 12000 11000 and some even with 7300 which clearly explain how big is the short in the current levels. And market loves short then only market rises. Demand and supply works in short term. That is why Tata Motors rose almost 6% today when JLR nos came. With JLR size of 30% of BMW sales JLR cannot trade is 18% of BMW valuations. JLR is class co and ahead if BMW in terms of EV hence it should be traded at least at 30 % of BMW that is set to double

5 Top Gainers			
Stock	13-01-2023	09-01-2023	% Gain
KOLTE PATEL	307.8	264.3	16.4
EDELWEISS	73.0	62.9	16.0
CG POWER	308.9	269.7	14.5
PRAKASH IND	65.9	57.6	14.4
MARKSAN PHAR	65.9	58.4	12.8

5 Top Losers			
Stock	13-01-2023	09-01-2023	% Loss
VBL	1134.8	1302.5	12.8
STOVE KRAFT	498.5	546.3	8.7
POKARNA LTD	389	426.3	8.7
HCC	19.2	20.8	7.9
IDBI BANK	54.5	59.0	7.1

Top 5 Picks By CNI 'A' Group	
Company	
AMBUJA CEMENT	
TATA POWER	
RAILTEL	
RELIANCE	
SBI	

Top 5 Picks By CNI 'B' Group	
Company	
MK EXIM	
BOMBAY DYEING	
RDB RASAYAN	
SUNIL AGRO	
VIPUL ORGANNIC	

Capital gain tax story is planted as per our belief it is impossible to tinker tax structure when tax collections are higher than 25% till Dec alone. It is in order keep retail or asking them to exit market. More so when himself is inviting the international investors in India.

Dow will test NEH HIGH. 34K done. Nifty will test 19400 and you know my readings.

BPCL will test 440. IOC 110 RII 2900.

Yet my approach is create wealth for you and that is possible only in MIRCO caps. Not repeating stocks again and again. REAL ESTATE will deliver highest returns. No one told you metals expect me. Now no one is telling you real estate except me. Check your own spending power as compared to 2 years back. I follow the following.

Last few days India is not performing as FPI are shifting to CHINA due to re-opening there. But this will stop this week and Nifty will start rising. With Rs 13000 crs monthly inflow DII will rule the market.

Budget of course is the next big event after CPI came down as expected. We expect following in Budget which spark good will rally.

No change in I T rates

Higher housing loan interest deduction as cost of loans increased

No tinkering of capital gains tax

Tax revenues to cross Rs 17.5 lac Crs which is highest ever

GST collections will cross 17 lac Crs

In short Budget is topping out at Rs 35 Crs

Deficit was projected at 19 lac Crs which will come down to 11 12 lac Crs

Nest year fiscal deficit will be kept at less than 5.5 %

Market borrowings will be sharply lower

With lower F D, higher GDP and lower market borrowings if we expect market to correct then we are living in fool's paradise.

I therefore suggest before the rally sets in accumulate stocks of your choice.

TATA MOTORS, TATA COMMUNICATIONS, TISCO, Vedanta, TATA POWER, NALCO, SAIL, BHEL, NMDC, ALPINE HOUSING, METAL COATING, AANCHAL ISPAT, Triveni Glass, R R Metals, GTV ENGG, Sunil Agro, IB Enterprises, Swiss Military, Global offshore, MK, Integra, INSPIRISYS, VIPUL, RDB, AKAR, BSE, MNM FIN, INDUS IND Bank, BOM, HCC, SEPC, SITI, JAYASWAL, ARTIFECT, BF, NXT Digital, Camlin, BPCL, IOC, HPCL, Oriental Carbon, RAILTAIL, RVNL, HERCULES, DISH and SUBEX can be added if you desire.

I do not want publish negative list of stocks.

Special feature

700 to 900 points up and down seems is the other of the day for this week though, by and large, two things were noticed; one that the portfolio of investors is never in red and second is the volumes in Nifty are missing. On Friday Nifty tested 17835 low with just 20 lac volumes and rose 250 points from there that too with less than 6 mn shares volumes suggesting short covering has not taken place. We will see 18415 next week. When Nifty falls without volumes it is called false breakdown and exactly reverse is the case when Nifty rises in similar fashion which is called false break out. Therefore we must go little deep to understand why such heavy volatility? First of all, let me clarify that the volatility is there but not that extreme though we seems have not yet adjusted ourselves from shadow of Sensex 27000. At 27000, 1% fall or rise means 270 points which now has changed its shape to 600 to 700 points. This is new normal and hence no need to react. We do not understand but market makers do.

Now come to the point. FPI have invested Rs 8 Lac Crs so far in India which have grown to Rs 45 lac Crs in last 2 decades. This is massive by any stretch of imagination. Therefore reduction in allocation to INDIA is out of question. Investors always bet on winners and India is one. World's richest Saudi too does not grow at 7%. China once ahead in growth is now much behind India. Hon'ble P M is doing all rights at the right timing taking India to new level. He has made appeal to international investors to come to INDIA this week. Apart from this, which investor whether FPI, DII or HNI who earns 30 to 40% every month in options side, would think to leave India? 1000 points up and down I now routine affair now in every settlement and in this fall or rise they make killing money in every series of options. In last settlement Nifty crashed from 17998 to 17800 and I could see only in last 4 sessions where 17800 put crashed from Rs 478 to just Rs 8. This is just one series. There are hundreds on call side and put side. And trust me there are millions of traders who love to trade only options since they have enough surplus from regular business other than stock market. Best part is there is no software which can calculate gains or loss though my estimate is Rs 50000 Crs every month is the options income.

Apart from FPI, the SIP MoM is just growing which clearly suggest DII AUM will exceed FPI AUM very soon and DII have become more powerful than FPI. Please see the rise in SIP MoM given below which explains the power of DII. DII Aum is almost Rs 40 lac Crs and the day is not far when their AUM will cross FPI AUM. This will, if not accelerate Nifty, will not allow to fall at least, even if FPI keep selling in bits and pieces. Though the important feature of FPI remains only v wap selling close to expiry to squeeze out of their options trades. There is clear indication that FPI have exceeded their limits in a haste while trying to control markets. This is reported in public domain.

SIP at Rs 13,573 Crs vs Rs 13,307 Crs (MoM)

Jan'20: 8532 cr.

Feb'20 : 8513 cr.

Mar'20 : 8641 cr.

Apr'20 : 8380 cr.

May'20 : 8123 cr.

June'20 : 7927 cr.

July'20 : 7830 cr.

Aug'20 : 7792 cr.

Sept'20 : 7788 cr.

Oct'20 : 7800 cr.

Nov'20 : 7302 cr.
Dec'20 : 8418 cr.
Jan'21 : 8023 cr.
Feb'21 : 7528 cr.
Mar'21 : 9182 cr.
Apr'21 : 8591 cr.
May'21 : 8819 cr.
June'21 : 9156 cr.
July'21 : 9609 cr.
Aug'21 : 9923 cr.
Sept'21 : 10,351 cr.
Oct'21 : 10,519 cr.
Nov'21 : 11,005 cr.
Dec'21 : 11,305 cr.
Jan'22 : 11,517 cr.
Feb'22 : 11,438 cr.
Mar'22 : 12,328 cr.
Apr'22 : 11,863 cr.
May'22 : 12,286 cr.
June'22 : 12,276 cr.
July'22 : 12,140 cr.
Aug'22 : 12,694 cr.
Sept'22 : 12,976 cr.
Oct'22 : 13,040 cr.
Nov'22 : 13,307 cr.
Dec'22 : *13,573 cr*

Third important aspect after FPI and DII is direct investment in India. As reported in my previous reports the capex cycle is rising many fold. Maruti announced Rs 100 BN fresh investments. Apple has crossed 1 lac mobile exports and this will cross 1 Crs mobiles soon. PLI scheme announced could be clear to push investments in India. Similarly as reported in my previous report Global Govt's have taken over Central banks as they have taken over private debts to the extent of 40 to 100% and this was with intent to push investments. The higher the investments higher will be the GDP which will correct the debt to GDP to 200% from 290% which will may take at least a decade and therefore for this decade growth will keep ticking forget about recession.

I stick with my own thinking and not any borrowed conviction. I am not at all surprised when G S said this week that Eurozone not going in recession. Recession can come only when inflation is negative and GDP keep falling. Here is case inflation cannot go below 4% where is the question of recession. Detailed view on how Global Govt's working to stabilize their economies is already shared with you in my previous report. I repeat there will not be any chance of recession, there will be massive capex and efforts will be made to reduce the debt to GDP so that these nations become slim and fit. Indian debt is nowhere in the enlarged picturesque. With Indian white elephant riding the TIGER with 7% GDP, lowest debt to GDP, lowest tax rate in the world, massive capex in the pipeline and trailing at 17 PE as against average 25 of 31 years (32 % discount) with market capitalization to GDP at 1.03 % there is no question of seeing 17265 the 200 DMA, leave aside all talks of 16000 15000 12000 7300 and it is better to ignore instead of getting biased.

Media ran a story couple of months back that capital gains tax will be raised in the Budget. We know the credibility of Indian media. These are fake news and they are spreading as if HON'BLE F M told them in press meet. Mind it, we have robust tax collections hence there is no need for raising capital gains tax which cannot generate even 1000 Crs ? Secondly there is no justification of asking 1000-2000 Crs when we are spending Rs 50000 to 2 lac Crs in PLI schemes alone. On the one hand, Govt continuing QE through such measures and on the other the so called raising of Itcg. PM's appeal to make investments in India too clearly suggest no tinkering the 4% community with higher capital gains tax. Govt will raise more money from 2015 Black Money Act which I had discussed in the last Para of previous note. Knowingly or unknowingly, many white collared top market players have committed error of not disclosing foreign assets of self and other beneficiaries such as wife and they will be landing up in paying Rs 1 mn pee year penalty for all those years where no disclosures were made and if they have not offered for tax then even FEMA will come into play. Why would Govt disturb capital gains tax just ahead of 2024 elections? Alternatively India is moving towards scrapping income tax altogether and will have only GST and Expenditure Tax then why would they displease 4.8% population as it is now become the voice. Earlier we were below 2% so no one was bothered but with 5% size we cannot be taken for granted.

I am focusing on METALS, FOOD, REAL ESTATE and RAILWAYS three emerging sectors. Metals reversal we were the first to board the BUS. I see Tisco at 180 SAIL at 130 rest you calculate accordingly where the METAL is heading. I see IRON ORE crossing all time high again in 2023. Accordingly I feel small metal companies like METAL COATING AANCHAL ISPAT and JAYASWAL NECO are compelling buy. In Real ESTATE Global economists have said that BANGALORE is the fastest growing in 2023. ALPINE HOUSING is riding on this wave. I also bank on YOGIJI for UP growth and agree that U P will see be 8x growth in next 4 years. Triveni Glass with 74 acre under its belt cannot struggle at Rs 30 crs. Hats up to promoters for their vision to move their glass biz to unlisted group companies to explain their new focus on real estate. Stock now out of GSM hence could be dark horse. In RAILWAYS I have sell on IRCTC and buy on RAILTAIL RVNL and INTEGRA ENGG. No fourth choice though there are many. In FOOD have no choice other than GTV and SUNIL Agro though operators have succeeded in keeping the price under check, I believe they are minimum 10 baggers provided you hold with conviction as good 10 bagger happen only in 5 to 10 years horizon. Vishnu, VIP, Cera, Sandur, Wimplast and/or OAL took not less than 10 years to become 10 baggers to 100 baggers. You want to sow and see the fruits in 1 week is just not possible. Law of investing will take its own time.

Last but not least, those who have tried to play in derivatives and options have lost money howsoever good they are in trading. Wealth is created by picking value stocks and we all have witnessed this in last 2 years. More particularly, 2022 was a PAIN year for large caps whereas micro caps have given good returns. Do your homework, understand the value in the stock and then start accumulating to see gains. Why did Praveg communication now making offer to investors at Rs 340 ?, when we had spotted this stock at Rs 50 55. Stock became 6x with 600 crs market cap and now marquee investors entering. GTV Engg have 3 businesses and they will retain only one rest you try and understand though market cap is just Rs 80 crs. You will not get even land of that co at that price leave businesses.

Global Indices

Country	Indices	Date	Index	Net Change	Change %
Hong Kong	Hang Seng	14/01	21,738.66	+224.56	+1.04
Singapore	Straits Times	14/01	3,293.75	+25.97	+0.79
United States	NASDAQ	14/01	11,079.16	+78.06	+0.71
United States	DJIA	14/01	34,302.61	+112.64	+0.33
United States	S&P 500	14/01	3,999.09	+15.92	+0.40
Japan	Nikkei 225	14/01	26,119.52	-330.30	-1.25
United Kingdom	FTSE 100	14/01	7,844.07	+50.03	+0.64
Malaysia	KLSE Composite	14/01	1,495.03	+6.37	+0.43
Indonesia	Jakarta Composite	14/01	6,641.83	+11.90	+0.18
Thailand	SET	14/01	1,681.73	-5.72	-0.34
France	CAC 40	14/01	7,023.50	+47.82	+0.69
Germany	DAX	14/01	15,086.52	+28.22	+0.19
Argentina	MerVal	14/01	242,154.50	+8,000.80	+3.42
Brazil	Bovespa	14/01	110,916.08	-934.14	-0.84
Mexico	IPC	14/01	53,576.72	-17.14	-0.03
Austria	ATX	14/01	3,290.24	+1.10	+0.03
Belgium	BEL-20	14/01	3,940.32	+21.74	+0.55
Netherlands	AEX General	14/01	748.04	+6.14	+0.83
Spain	Madrid General	14/01	882.15	+4.93	+0.56
Switzerland	Swiss Market	14/01	11,290.79	+2.97	+0.03
Australia	All Ordinaries	14/01	7,540.07	+50.21	+0.67
China	Shanghai Composite	14/01	3,195.31	+31.86	+1.01
Philippines	PSE Composite	14/01	6,951.54	+118.01	+1.73
Sri Lanka	All Share	14/01	8,262.58	-71.47	-0.86
Taiwan	Taiwan Weighted	14/01	14,824.13	+92.49	+0.63
South Korea	KOSPI	14/01	2,386.09	+20.99	+0.89

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