

Editorial
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Nifty and Bank Nifty heading for targets. No one can challenge CNI calls in this regard.

A false tweet is spread in the markets saying MC to GDP has crossed ATH hence due for correction. MC to GDP is 1.2 which is 22% lower than ATH of 149% hence there is no cause of worry.

In 2020 we had seen MC to GDP at 120% and in 2007 it was 149%.

Also growth prospects have hanged rapidly India assuming the bright spot in the world where flows of 400 bn \$ are lined up post elections.

PE is at 19, market is light. RSI at 62. Hence let bears short more we will enjoy the run. So long as fear is there it is good for us.

LAHOTI RIBA ASHNOOR all are in TEXTILES hence I will suggest lap these shares as they are all 20x candidates. Ashnoor is cum rights and as per my understanding it is at PAR or near which means mini BONUS.

8 lac riksha will be converted to E riksha and KPT is also launching APP to provide Electric kit for conversion and I am sure will corner 10% market shares in less than 2 years. If for 2% we can give Rs 2000 crs MC then what is for 10% you have to take call.

Change of the week

	12-April-24	Rise /Gain
Sensex	74244	- 
Nifty	22519	6 

Net Investments (` Cr)

	FII	DII
08-04-2024	8526.5	3470.5
09-04-2024	(593.2)	2257.1
10-04-2024	2778	163.3
12-04-2024	(8027)	6341.5
Total	2684	12,231

Turnover (` Cr)

	FII	DII	Combined
12-Apr-24	1,14,962	94,605	2,05,567

12-Apr-24	Advances	Declines	Ratio
BSE	1405	2448	0.57

Bank Nifty close to 50000 and it CNI call right from 18000. We have not failed in Nifty and Bank Nifty calls even when markets were shit and in grip of bears. Only thing we can tell you is TRUST CNI.

Now watch RDB Rasayan for a big up move. Our estimate is that co will post Rs 60 crs IBITDA which will be the highest in the history of the co and with this BOOK value will test Rs 140 and at cmp stock is trading at just 1.1 times of B V. You will never go wrong when you add shares at 1 BV. Convert any damn thing to RDB Rasayan and see CNI strike rate.

We met promoters this week. Promoter is not willing to sell even 1% stake below Rs 500 and this is the intrinsic value of the co.

China ore prices shot up 8%. Good for ORE co. If SAIL cross 153 in BAN expect rally up to 208.

We repeat market rally will not slow down till AUG 2024 hence avoid sell calls, avoid hearing on fake news, avoid fake video. One bear gone wrong in 21800 open forum and all others will also go wrong.

Alpine Housing saw one paper which we have tweeted. If want exact valuation please check our tweeter handle and download.

Read more in this week's YMV. CNI have always bird's eye view. We look it from the parachute which no one else does.

Once again I repeat do not see how markets behave. In long run we have to test 40700. Keeping in mind try to add stocks for wealth creation. Eg Mindteck was recommended at Rs 100 now 300 and it will be Rs 1000 2000 soon. This will become CHIP semiconductor co.

TIRUPATI, ALPNE, VIPUL, Resonance And RDB all are in great comfort level and it really does not matter who think what. We made channel checks on ground reality and found that chemical prices are shooting up. Three companies will benefit out of it. ALPINE the only star co which we can compare with Raymond's where CNI had buy Call at Rs 140. Tirrupati as told is biggest hydrogen power co.

Stock will consolidate as we had early buys and many impatient investors will exit as they want every day 20% which is next to impossible.

5 Top Gainers			
Stock	12-04-2024	06-04-2024	% Gain
HIND ZINC	431.8	339.8	27.0
EXIDE IND	397.7	321.7	23.6
VEDANTA	373.1	318.9	17
HEG LTD	2362.6	2089.2	13.0
MOTILAL	2065	1831.4	12.7

5 Top Losers			
Stock	12-04-2024	06-04-2024	% Loss
RELIANCE INFRA	197.8	298.9	33.8
GREAT EASTERN	956.8	1042.1	8.1
GRAVITA INDIA	1002.0	1086.8	7.8
PRESTIGE ESTATE	1192.1	1290.3	7.6
INTELLECT DESIGN	998.6	1080.8	7.3

Top 5 Picks By CNI 'A' Group	
Company	
TATA STEEL	
HDFC BANK	
SAIL	
TATA COMMUNICATION	
HCL TECH	

Top 5 Picks By CNI 'B' Group	
Company	
GPPL	
DEEPAK FERTILISER	
MUFTI	
MULTI BASE	
KPT LTD	

Wealth creation is a process and you have to wait. Integra rose from Rs 53 to 300 and all benefited. Now Inspirisys is at upper cct at Rs 121 though the de listing offer is at only Rs 71. You can exit as you are getting 150% returns. My call is that fill Rs 200 price as it is reverse book building and the insiders (MB) have suggested that they will buy at 100% premium because the parent trade at 2.5 bn \$. Please avoid sending queries. At least you can sell 50% remove your cost and transfer to the cost free portfolio. We will not entertain any query on this as we had given buy at 50 and now 124 upper circuit.

Shivam Auto the supplier to HAL and DAVIDSON is trading at 500 crs whereas many 5000 crs companies are trying to reach HAL and DAVISON HARLEY which is next to impossible. It is HERO brand that gave them entry. Once stock cross Rs 51 you will say WAH WAH etc

MUFTI is next CANTABIL.

Wondrela is going to set up another 3 amusement parks they have three.

HPL Electronics and CALCOM are emerging as best double meter stocks. I would prefer these stocks over GENUS.

Sharing news does not mean buying advice.

We prefer SAIL as tripper merger is expected. RINL NMDC and SAIL all steel will come under one banner.

Mauritius news is not BAN on FPI but just an amendment to plug excessive manipulations which F M came to know after recent statement that FPI are important for India. New clause 27 B has been introduced and it says if any entity hold in excess of 10% equity in Indian co will not get the benefit of dividend.

So the news is planted. Ignore and carry on. India is prepared to see exit of all Fraud FPI who are involved in name lending. Genuine long only FPI no one is stopping.

We have started covering MULTIBASE which is in airbags. The future is bright. It is MNC. It will be a multi bagger stock.

We have met SHIVAM management and the future is bright. Two Bombay based brokers have also met. ABACUS has entered. Now a DELHI based big broker is meeting on 22nd. We may add million share of this company for overseas client.

In short this a 100 bagger story of HERO group.

KPT another big story of Kirloskar group.

Alpine super story now another Bangalore based real estate player acquired land at Rs 29 crs per acre. Check our tweet. MK entered the day he starts action stock will be 3x like purvankara. They are controlling counter.

We have 100% SHP of MK EXIM and can only say add add and add. Once stock come out of trade to trade getting 50K shares will become dream.

Vakrangee entered in OTT which is very big platform.

Nifty wait for our signal. 22500 if come could be a golden chance.

Read YMV which is very interesting. We have given statewide analysis of BJP seat chances.

Special feature

Two aspects I would like to deal with in view of the certain tweets which are circulated as usual to corrupt the minds of investors and both are wrong to my mind but investors are getting influenced. First is the video of Dr Prabhakar who is heard a learned economist in US and also happened to be brother of our Hon'ble Finance Minister Mrs Nirmala Sitaraman. This is very important as this video claims that BJP is going to lose the elections and will not get even 230 seats. This is also highlighted by the persons spreading video that Mr Prabhakar is the brother of high profile minister of BJP which is next to the Hon'ble Prime Minister. Second issue is that many have sent me a graph which is in circulation in social media which says the market capitalization to GDP has reached all-time high hence correction is overdue. Yes it is true that if the market capitalization to GDP reach all time high then certainly market has to correct. Before I discuss these issues let us see what I had said in March 2024.

In March we had participated in open debate and many bears have argued for 70% correction and all their arguments were based on charts. They were highly decorated market intermediaries associated with very big names with almost 30 years of experience in stock market. Of course we too have 30 years' experience but post 2007 we have impeccable track record which is difficult to be ignored. In size, repute and business CNI is very small organization yet we have 23000 satisfied customer base.

They were comparing charts with 2000 charts. They were also referring options data with 25 years old data. They had answers though not acceptable to us to 19 PE that is regression which I think never work in reality as street is controlled by only few powerful hands. Whether it is US or India only few stocks create charts of Indices hence all theoretical knowledge is useless. On the contrary we relied only on valuation mechanism and there are only two valuation mechanism to the best of our knowledge and believe and we have been following this since 2007 and you all know the strike rate of CNI. On 14th Dec 2007 we had suspended our services as we believed that market was due for crash and only on 21st Jan 2008 Nifty hit lower circuit.

Post Lehman when all had lost hopes it was again CNI which stood like rock and predicted Sensex 21000 which hit on Oct 2010. I am not boosting our track record. You will of course say that I am lying or fabricating false story. Please note that CNI is a listed company and its Annual Report goes in circulation every year and is filed with stock exchange also. On the front page of CNI Annual Report we print Sensex target and you can check 2008 Annual Report Sensex 21000 was printed. It hit the deck in 2010 and since then all out targets are bang on. In 2022 -23 Annual Report which is the latest we had printed Sensex 75000 and it is done. For our next target you may have to check our Annual Report of 2023-24 and for that there is no need to be a shareholder.

In this backdrop we will deal with two issues listed out. First we deal with second issue as it is easy for us. We are the only agency which have data and keeping track of this from 2007. We were negative in Dec 2007 as the market capitalization to GDP had crossed 145 and price earnings had touched 28+ but the major trigger was Reliance Power IPO was subscribed at historic valuations. This IPO was the real culprit as the subscriptions of over 11 bn \$ were managed and the co was nowhere in profits to get extra ordinary valuations hence market had to crash and it crashed.

Today we are trading at PE of 19 not 28 against the average of 33 years 25 PE, hence we are far away from the cry. Our financial systems are more robust now. We have 16.84 cr investors and Rs 19000 crs SIP every month which gradually will scale to Rs 50000 crs. FPI recently sold over 5% stake yet our markets are at record high. Our country is rated as one of the best in the world with GDP growth of over 8%. Our GST collections have crossed all time high suggesting that we are out of COVID impacts. We have not done the mistake committed by US, Europe and China and that was QE or easy words called printing currency. The world which have fallen back on QE have not come out of this crisis even today. E g USA has seen 40 years high interest rates and yet the economy is not slowing down. In fact, now the experts saying inflation will not fall and rather high rates will push inflation up leaving very less options to the US Govt. Their announcement of recession turned to be farce. Entire world is looking at Shri Narendra Modiji for help in reviving their economies. Therefore there is no reason to believe that we will not tolerate the PE of 19 and give it up. Unless some geopolitical issues arise except the current two wars there is no reason to worry as far India growth story is concerned. If we try to bridge the difference of 19 and 25 we should trade at Nifty 32000 which 40% upside from the current level. This will also explain if as to why CNI hold Nifty target of 40700 in 2027.

The second method of valuation is market capitalization to GDP. When I saw the message this week in circulation I had the last laugh. It was work of some crooked bears who want to spread myth using the social media. Nowadays investors and traders believe anything which is thrown at them through social media without applying their mind. Social media is so vast is out of reach of market regulator. Market regulator only focus who is giving buy calls without SEBI license. When judiciary like IT department does not apply mind while sending 148 notices, why would retail investors apply. On Monday, BSE celebrated

market capitalization of Rs 4 lac crs (4.79 tr \$). In April 2024 India GDP is 4 tr \$ hence the ratio of market capitalization to GDP is 1.19 not 1.50. I have mentioned that this ratio had touched 149% in 2007 which was the highest. Therefore whoever spreading this is on mission to misguide and create shorts. Could it be trapped bears or could it be the dynamic bulls as they know there is no life in street without shorts. Most of the bulls roam around on the sea beaches in the week ends in shorts to enjoy the bear's shorts positions.

Till 2021, the average MC to GDP ratio was 76 % where our economy was not supporting the kind of growth we have seen post covid. Now the average has crossed 91%. Current 119% is just at 30% premium which is fully justifies due to various factors explained above. This is due to domestic liquidity and not foreign money. In 2021 FPI had sold approx. 35 bn \$ stocks. In 2023 they have sold 8 bn \$ and their stake as of date is lowest as compared to DII and PSU. Even today every day we see FPI selling around 100 to 200 mn \$. To my mind 119% is very much in comfort zone though bears may apply any yardstick to say that is over spread.

When we reached 149% in 2007 the fundamentals were nowhere near current fundamentals and that time it was only FPI who drove markets in the different trajectory and suggested that 149% is all okay until market crashed in Jan 2008. In current state of economy I feel we can justify even 28 PE and 149% MC to GDP because we are at different level altogether. Liquidity is very high, no of investors are rising every month and we may see this at 25 to 30 crs very soon which will absorb any kind of selling and help sustain higher valuations. It could be grave error if we apply 2007 conditions for today's market and say that 119% MC to GDP is very high and 19 PE is not justified. Also look at the stake involved in the 4.8 tr \$ market capitalization which solely not attributed to growth alone but due to major fund raising through IPO. If we remove these IPO figures then we are at < 3 tr \$ market capitalization.

Next issue is the video of Dr Prabhakar who said BJP will lose, NAMO will not be PM and BJP will not ever get 230 seats. Bravo..? I do not know under what circumstance this video is issued. He is the brother of Hon'ble F M Nirmala Sitaraman hence we could not have expected such a video in public circulation. It could be to mislead the opposition probably. I do not know. I do not subscribe to such views.

I will go by what Phalodi Satta Bazar says in this regard. As per latest report Phalodi Satta Bazar has given only 10 paisa for 300 seats of BJP. Damn it , it means if you bet Re 1 on 300 seats of BJP , Satta bazar giving is rate of 10 paisa. It means you are going to lose for sure. For 335 seats they are offering Re 1 and for 350 seats they are offering Re 3. Means 335 is 50: 50 and 350 not possible. And mind it, this is for BJP and not NDA.

For NDA 400 seats they are offering Rs 3 to 4. Means Phalodi Satta Bazar believe that BJP will get 300 seats for sure but may not get 350 seats. NDA will get 350 seats for sure but difficult to get 400 seats. This is the hard reality and Phalodi Satta Bazaar is more accurate than any economist sitting in USA.

The best way one can comment is to do a ground exercise of statewide seats won in 2019 and expected in 2024 which will lead us to the conclusion whether NDA will reach 230 or 400. Shooting in dark does not suit even if he is an economist. Please see the state wise seats BJP got in 2019 and expected in 2024 on some ground reality check which may change maximum by 10%.

State-wise Election Results 2019 and E 2024

State/UTs	Seats	BJP+	BJP+
All India	542	352	543
Andaman & Nicobar	1	0	0
Andhra	25	0	7
Arunachal	2	2	2
Assam	14	9	11

State/UTs	Seats	BJP+	BJP+
Bihar	40	39	35
Chandigarh	1	1	1
Chhattisgarh	11	9	7
Dadra & Nagar Haveli	1	0	0
Daman & Diu	1	1	0
Delhi	7	7	5
Goa	2	1	1
Gujarat	26	26	25
Haryana	10	10	7
Himachal Pradesh	4	4	4
Jammu & Kashmir	6	3	5
Jharkhand	14	12	8
Karnataka	28	26	20
Kerala	20	00	3
Lakshadweep	1	00	0
Madhya Pradesh	29	28	26
Maharashtra	48	41	44
Manipur	2	1	1
Meghalaya	2	0	0
Mizoram	1	0	0
Nagaland	1	1	1
Odisha	21	8	10
Puducherry	1	0	0
Punjab	13	4	4
Rajasthan	25	25	26

State/UTs	Seats	BJP+	BJP+
Sikkim	1	0	0
Tamil Nadu	38	1	12
Telangana	17	4	5
Tripura	2	2	2
Uttar Pradesh	80	64	72
Uttarakhand	5	5	5
West Bengal	42	18	23
All India	542	352	372

As per ground reality check state wise it is seen NDA will secure 372 seats. CNI had projected 351 and with 10% variation NDA will not get less than 335 which will be a clear majority. Tamilnadu, Kerala, Karnataka and West Bengal which are going through crisis may surprise street for sure.

Therefore to project below 230 seats BJP must have done many blunders which no one can point it out. Karnataka promised freebies but state is dying. Kerala is trying to seem more loans to save the state. They will have to burden their citizens with more taxes which will not go in their favour.

In the light of our analysis, we wish to state that Dr Prabhakar who has made bold statement that BJP+ will not get even 230 seats has to give his justification which is not seen. RSS is though confident to reach 400+ as they want to take the constitution issue at the center.

Now let us see the seats tally in all elections to decide how Indian voters can act

1952	364	Congress
1957	371	Congress
1962	361	Congress
1967	383	Congress
1971	352	Congress
1977	295	Janata Dal
1980	353	Congress
1984	415	Congress
2014	282	BJP
2019	303	BJP

Therefore seeing the above seat scenario it is not difficult to reach higher trajectory and reach 372 seats for BJP+.

In view of the there is no merit in both the issues and we should stick with the forecast made based on PE ratio. This is why even a learned market veteran is saying Sensex will be 150000 by 2030. Market has created an excellent pitch to test Nifty 25000 post elections thanks to Dr Prabhakar and many thanks to all those bears who are circulating false alarm.

Global Indices

Country	Indices	Date	Index	Net Change	Change %
Hong Kong	Hang Seng	12/04	16,721.69	-373.34	-2.18
Singapore	Straits Times	12/04	3,216.91	-10.70	-0.33
United States	NASDAQ	12/04	16,175.09	-267.11	-1.62
United States	DJIA	12/04	37,983.24	-475.84	-1.24
United States	S&P 500	12/04	5,123.41	-75.65	-1.46
Japan	Nikkei 225	12/04	39,523.55	+80.92	+0.21
United Kingdom	FTSE 100	12/04	7,995.58	+71.78	+0.91
Malaysia	KLSE Composite	12/04	1,551.04	-2.47	-0.16
Indonesia	Jakarta Composite	12/04	7,286.88	+32.48	+0.45
Thailand	SET	12/04	1,396.38	-11.79	-0.84
France	CAC 40	12/04	8,010.83	-12.91	-0.16
Germany	DAX	12/04	17,930.32	-24.16	-0.13
Argentina	MerVal	12/04	1,244,524.00	-14,779.38	-1.17
Brazil	Bovespa	12/04	125,946.09	-1,450.26	-1.14
Mexico	IPC	12/04	56,565.92	-264.40	-0.47
Austria	ATX	12/04	3,554.82	+9.98	+0.28
Belgium	BEL-20	12/04	3,850.04	+13.19	+0.34
Netherlands	AEX General	12/04	883.45	-0.34	-0.04
Spain	Madrid General	12/04	1,057.78	+3.02	+0.29
Switzerland	Swiss Market	12/04	11,379.58	-86.16	-0.75
Australia	All Ordinaries	12/04	8,050.20	-23.88	-0.30
China	Shanghai Composite	12/04	3,019.47	-14.77	-0.49
Philippines	PSE Composite	12/04	6,659.39	-18.26	-0.27
Sri Lanka	All Share	12/04	12,033.10	+70.61	+0.59
Taiwan	Taiwan Weighted	12/04	20,736.57	-16.65	-0.08
South Korea	KOSPI	12/04	2,681.82	-25.14	-0.93

