

Editorial
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Tata Power after downgrade from CLSA and Macquarie has opened the doors of Rs 600 700+ hence add at every dip. Downgrades are always for stock buying. Do you remember by sell call in AURO at 1240 3 years back and buy call at Rs 400 and this establish that the moves are pre planned based on retail and HNI exposure. Now watch Biocon crossing Rs 500 soon as all are out in this stock.

Tirupati announced super results hence stock should cross Rs 300 to 500. We have shared the ethnl and hydrogen power connection.

Forbes NCLT approved announced. We should get 4 new shares of ENGG in de merged entity. Buy and Hold. ENGG was valued at Rs 800+ means we are getting bonus and real estate at 48 acre land which is double than B Dyeing means 10000 crs + rest is your call.

Shimav will be Rs 250 + come what it may. If we miss today then we miss forever.

PAYtm appointed committee headed by DAMODARAN ex SEBI chief which means all regulatory issues will get resolved before 29th feb and that is what I had told you. NO reason for RBI to continue with its action. They will revoke. DAMODARAN name must have come from North bloc.

RDB announced super results. Stock should cross Rs 250 300 very fast.

With FPI short at 83000 contracts and RSI at 50 MANDI one should forget. 10% Nifty can rise. Rest is your call.

Buy LAHOTI as time has come to out of trade to trade. Superb company placement at Rs 90 and then 135 target. Stock got superb consolidated and ready for big upmove.

Change of the week

	17-Feb-24	Rise /Gain
Sensex	72426	840 ↑
Nifty	22040	262 ↑

Net Investments (` Cr)

	FII	DII
12-Feb-2024	220.3	1711.7
13-Feb-2024	233.6	273.9
14-Feb-2024	(2628.2)	2897.9
15-Feb-2024	1143.0	2276.9
16-Feb-2024	253.2	1571
Total	(779)	8728

Turnover (` Cr)

	FII	DII	Combined
16-Feb-24	1,42,922	1,04,302	2,47,224

16-Feb-24	Advances	Declines	Ratio
BSE	2194	1659	1.32

Market is manipulated and will have to blast come what it may. FPI shorts reached 88 K contracts and whenever it cross 100 K contracts Nifty runs 10%. New allocation in MSCI has brought inflow of over 1 bn \$. Fear of ITC selling in open market is vague.

Operators distorted markets as they want retail to sell and exit. So that they can reap rich harvest. CNI members though will not sell easily.

Margin call triggered.

One fund which made killing in PSU is launching new PSU fund hence wanted PSU stocks to correct and they spread SPU sell mantra. ALL PSU will double as per PM wish.

RSI below 50 means no shorting.

PE at 18 means valuation very cheap.

Earnings outstanding yet you do not conviction means you are not fit equity investors.

GTV ENGG, TATA Motors, SAIL and RDB Rasayan announced super results.

SAIL wrote off more than 1000 crs for old provisions which is not read by investors and also SAIL announce the value of their assets that is Rs 1.32 lac crs and that too it is historical costs and we compare market price it should be Rs 5 lac crs +.

If you trust me BUY LAHOTI big and wait. It is coming out of trade to trade around 20 22 nd FEB after which it will run till 90. A US which has developed technology to convert cotton waste into garments is entering India via LAHOTI at Rs 90. Then that will be the beginning. JUST add if you trust me.

PSU settled and will take U turn today. Every time market is distorted rumor starts it is all over. Nifty heading to 12000 etc and this come from trader (Dubai) who is short trapped. I can guarantee you Nifty will not break 20000 for next 5 years.

5 Top Gainers			
Stock	16-02-2024	12-02-2024	% Gain
Mangalore Refine	241.0	189.4	27.27
Force motors	5227.7	4138.1	26.33
Natco Pharma	1027	840.1	22.2
Time Technoplast	215.8	177.25	21.7
Aegis Logistic	438.7	372.8	17.6

5 Top Losers			
Stock	16-02-2024	12-02-2023	% Loss
ISGEC HEAVY	867.8	1126.1	22.9
ONE97 COM	341.5	419.8	18.6
SJVN LTD	120.5	140.6	14.2
PTC INDIA	195.2	227.0	14.0
BHARAT FORGE	1134.3	1314.9	13.7

Top 5 Picks By CNI 'A' Group	
Company	
BHEL LTD	
NALCO	
HCL TECH	
TATA MOTORS	
HDFC BANK	

Top 5 Picks By CNI 'B' Group	
Company	
RIBA TEX	
BBTC	
NILE	
VIPUL ORGANIC	
PATANJALI FOOD	

Every fall is an opportunity to buy why

RSI is below 50 can't fall too much and reversals will be very sharp and furious

One year forward PE is 18 which is at 28% discount to fair value

Many stocks are at 10 or below PE as against IPO coming at 70 80 PE

Global markets fell on news and will bounce back as early as today

India GDP will be 7.3% and Fiscal deficit at 4.8% reasons to cheer India

Japan, Korea, US and Norway investing in INDIA

Select stocks have upside of even 1000% provided you are in right stocks

I will suggest BUY BUY BUY CNI researched stocks which are giving 50 to 100% returns. Those which have not participated will participate.

BHEL targets started coming as usual now. Morgan set 224 and others Rs 265. No one can dare to downgrade now. Our target 300 then 500 is intact.

Same thing will happen in SAIL once it cross 155 160. Hold.

Arihant Foundation announced super results and stock is 10% upper cct once again proving a right selection by CNI team.

We are adding CALCOM and SHIVAM knowing well that they did not announced good results. Both will become 10 bagger stories. If you trust CNI avoid seeing numbers and add.

GPPL RKD Entered.

Now start buying PAYTM as market cap has come to Rs 17000 crs Co hold 10000 crs cash and PAYPAY investment of Rs 25000 crs and hence we are getting PAYTM at 50% valuation whereas business is free. PAYtm bank is an issue not PAYtm. DAMODARAN the cleanest man on earth could not have taken this assignment to clear the dirt in the paytm bank. One must know there must be power behind bringing DAMODARAN. ED did not find any havala. In short, PAYTM at current valuation is a good buy. Now it is time to average. I think take risk now.

PSU will rise more. It is felt that GOVT is pulling the prices for divestment which is not correct. Govt is clear. They have issued 255 PSU to give orders to only PSU's wherever feasible if PSU not able to take it then private sector. Nalco and National Fertilisers profits writes the history as profits cannot be rigged up.

Therefore buy BPCL BHEL and SAIL untill they report profits like NALCO and NATIONAL Fertilizers where upgrades are bound to come like BHEL where upgrades came only after it reported positive ibitda.

Dangerous data is created. 89000 contracts short, PRO 167000 contracts short, Retail 180000 contracts short means no one is long with RSI at 50. Nifty can rise 1000 points now. Take your call.

Best investors is who add share without looking at Nifty movement. We should look at cash flows and quality of the stock.

Add RDB Rasayan as Korean fund which bought 1.5 mn Mafatlala is entering this stock to begin with 2% stake. R A is discussing with MGT for major stake and MGT not interested to dilute below Rs 260 280. V D is LONDON making presentation on the co with SANDIP BAID as per sources. They have started buying in small lots for last few days. Today at Rs 171. Once stock cross 180 this will be a drunken BULL till Rs 700 800 900 1000.

RDB is the firsts co which has done 100% solar roof on GERMAN scales. We visited the plant and we can vouch for as one of the best plant in INDIA.

JCT could be a lottery as they have appointed US national as independent director which could be a lead to change of management of THAPAR.

TATA MOTORS which hold 26% stake in AGRATAS battery co of TATA which is going for listing. Repeat of TATA TECHNOLOGY. I feel TAMO will reach my target of 1460 before MAY 2024.

JK Bank major fund activity started will rise to Rs 250.

HOLD BPCL till 1500 at least.

READ in SAIL PM connection, Rs 6800 crs value realization, Results under reported, capex started, to reach 21 mn capacity utilization this year which is 10% higher in YMV.

Vipul will announce AMBARNATH EC and big orders soon though we do not know timing. But this will make VIPUL India's biggest. After HDFC bought 18 lac shares in SUDARSHAN it is logical that this sector is growing and VIPUL is in the right direction to expand capacities.

NILE now 1417 could be Rs 10000 as the EPS itself is 213 and being lithium co you should see EPS of Rs 500 also and 20 PE means 10000 in 3 years.

Special feature

After robust economic activity in early 2023, China's economy has experienced a significant decline, with a slump in exports, a reduction in consumption and production, and increased unemployment. Chinese markets crashed and also spooked global markets which was one of the reason for knee jerk reaction in the Indian markets on the first day of the week. Last year saw \$68.7 billion of corporate and household capital leave China on a net basis, according to monthly data kept by China's State Administration of Foreign Exchange (SAFE). When the last annual net outflow of funds occurred in 2018, it capped four straight years of capital flight. The first is that the some of the outflow of Chinese capital to other manufacturing destinations can be described as a kind of 'geopolitical arbitrage', allowing Chinese firms to side-step tariffs, and the risk of sanctions, by going abroad.

Boards and companies are reevaluating their risks and reviewing mitigation strategies. This trend is being driven by a number of factors, including rising labor costs in China, the ongoing trade war between the United States and China, and concerns about China's political and economic stability.

As against outflow of 68.7 bn \$ from China, total FDI inflows in India in the FY 22-23 was \$70.97 Bn and total FDI equity inflows stands at \$46.03 Bn. Mauritius (24%), Singapore (23%), USA (9%), Netherland (7%) and Japan (6%) emerge as top 5 countries for FDI equity inflows into India FY 2022-23. Now even Germany, Australia, Norway could be making fresh investments in India and Japan will be increasing India investment many fold.

We do not understand unless our Prime Minister speaks suggesting that our brains are junked. PM had to say in the parliament that buy PSU stocks they will go up and we saw 400% rally in PSU stocks and it is not stopping at any point. Govt announced privatization of SAIL and what corporate India did to hammer sail and bring down the market cap from Rs 60000 crs to 24000 crs only because they had planned to eat Govt assets at Rs 25000 crs. Well that did not happen. Same thing we saw Govt was willing to sell BPCL at Rs 650 but our corporate world did not go beyond Rs 450 crs now regretting their decision. Attacks of PAYTM and Zee where promoters are minority were considered like attacks on JBF, Alok and Sintex which will never help as in both these cases there is massive value. Even though promoters are in minority they may not surrender so easily. Former has a supper from Parent Soft Bank which has not only great connections including (Google) but also has Japanese UPI to trigger a merger if required. The latter is also capable to fight the legal battle and he is nothing to lose and hence rightfully challenged SONY in the NCLT as there was no termination notice. If SONY comes back and agree for merger we can take it for granted that there was a foul play at the cost of retail investors.

Hon'ble Prime Minster said 1st term was clean up, 2nd term for foundation and 3rd term will be growth to make India a developed country. He is talking even 1000 years foundation. At the same time I also draw attention to stock market wizard Mr Vallabh Bhansali who in an interview said that India had first birth in 1947, second birth in 1991 and third birth in 2024 (22-01-2024) and further said that India growth chart is getting prepared with every birth and we may see few more before we become a developed nation. He was right in saying manufacturing is catching up and 15 years continuity in Govt will go long way in creating policy impacts. India is growing. Investors will jump from 16 cr to 50-60 crores creating alternate eco system to FPI with SIP levels rising to Rs 50000 crs a month.

Now let me bring some hard facts before you. US is growing 2% though recently they have done even 3.6% also. But on scale India is the largest growing country at the rate of 7% which will be propelled to 7.3% as early as 2025 and then to 8 % in next 2 years. In 2027 we may also reach 7 tr \$ GDP though we will be well below USA at 28 bn \$ and CHINA at 18 bn \$. Our Prime Minister rightly said that we will be third largest country in third term which I expect should happen in 2027 where Nifty should test 40700. I had in my earlier notes had mentioned that the Indices rise maximum when Country start rising from 2 tr to 5 tr \$ economy and we are in that phase.

Now let us see some comparative data of USA and India which should help you to frame your mind the growth of financial markets in US and in India. To come on Number 1 is easy to stay there for a while is challenging. US has not only reached there but survived the challenge also. The No 1 Fund in US is Blackrock and they have AUM of 9.8 tr \$ the second is Vanguard with size of 8.3 tr \$ and the tenth has AUM of 1.8 tr \$. Big names like Morgan Stanley, JP Morgan, Goldman Sach and Capital Group comes on 5 to 8 have 3 to 2 tr \$ size. Now as against this we have following in INDIA

SBI MF 86 bn \$ (> 1%)

ICICI Prudential MF 58 bn \$

HDFC MF 53 bn \$

And the tenth no rank is having AUM of just 12 bn \$

Now the see the gap and try to co relate with what Indian Prime Minister says and the journey forward. In 2020 a selling of 3 bn \$ dented indices by 45% whereas in 2024 selling of same amount (zee saga) did not even dent more than 3% and this has happened because of change of eco system of 16 crs investors supporting market which even Finance Minister was heard saying Indian retail saving markets.

Since 2014 we are seeing massive expansion in Budget size which has now reached Rs 47 lac crs (566 bn \$). This was now well accepted by street that the increase in spending will do lot good for the economy. When a corporate spend Re 1 he expect to get back Rs 4 to 6 on different scales as revenue. Similarly when Govt is spending Rs 11.11 lac crs as capital expenditure they have created a room to generate taxes (their revenue) to the extent of Rs 45 to 66 lac crs in course of time AND to my mind is the biggest plus of the this Budget. That why Govt is confident to see 4.5 fiscal deficit and almost nil revenue deficit. This year the expected revenue deficit is .8% which is massive. In other words by 2027 we should be in revenue surplus and that will lead to the path of full convertibility and rise of Re.

No one can take India lightly any more. The industrialists which tried to take lightly are now feeling sad about the lost opportunity. The new brain is working behind using PSU strength. First ISRO tied up with BHEL for giving green energy technology and BHEL capitalized the same. Bhel moved from Rs 50 to 240 even though it is not a profit making company as of date. Civil Aviation, Defense, Navy, Coal and Engineering marvel was triggered by none other than PMO to make Bhel a vibrant co and eyeing market capitalization of Rs 2.5 to 3 lac crs. We should be seeing Bhel again in top hundred companies.

Before that, most under rated NALCO and Hindustan Copper were triggered for lithium requirement. They have become hot lithium source and we may see stocks going up 5x even from current prices. This is power of creating value and all done under PMO supervision.

Shipping Corporation will be used in creating wind energy through wind farming in offshore. Brainchild idea to use vessels for super production that is Green energy. Even Global Offshore in its presentation to BSE has said that they are going in wind farming which is biggest energy business. With 35 years' experience in offshore business it is easy for SCI as well Global offshore to create green energy using wind in offshore. The maximum wind forces are seen in offshore as there is obstruction. Cost wise also wind energy is the cheapest as raw material is free. The debt free Global Offshore could be star multi bagger stock in years to come. Honest, experienced promoter who has settled entire debt of the company has massive experience of 35 years in navigating offshore businesses and have connects with Shell, Total, British Gas, British Petroleum, and PETRONAS and likes globally.

Now BPCL pioneered with BARC to create water eletrocizers in biofuel where 12% dilution is done successfully. Govt is expecting to reach 20%. Also direct green energy will be produced to the extent 500 M W by BPCL. With P M seeing BPCL facilities like other PSU now BPCL will be 3x 4x quickly as it trades at just Rs 1 lac crs though assets are 8 lac crs suggesting BPCL cheap even at Rs 2000 2500. When it reach there the biggest regret will be none other than Mukesh Ambani and Anil Agarwal. Once reconciled to sell BPCL at 15 bn \$ now BPCL is investing over 20 bn \$ is a game changer now. Budget has given 3 bn \$ support to BPCL which was reported by CNI in its budget analysis. I am looking at Rs 3 to 5 lac crs market capitalization of BPCL that too in 12 months as whole world has now realized that BPCL is the big play on green energy.

In my earlier reports I had mentioned Tata landscape. I am tracking this group from 120 bn \$ which has now become 360 bn \$ and became No 1 in India. They will remain No 1 for next few years as N CHANDRA wants to take the group to 1 tr \$ by 2028. I think he will easily achieve it through Tata Motors, Tata Power, Tata Communications and Tata Technology. These four companies will be 5x from current market prices in next 2 years. So you can easily assess Tata position. Ambani is trying to reach there by eyeing some listed companies but seems they will be behind the curve as this is simply impossible to acquire valuable companies without amicable relationship with their promoters. Had Vedanta acquired BPCL their overseas Vedanta debt could have been settled but it is a missed bullet.

GOVT converted more than 300 Hectors forest into ore mines of SAIL and also gave permission to sell excess ore to other steel manufacturers. I see SAIL to produce 40 mn tons ore this year as against 35 mn ore and current price is Rs 6100 per ton rest you can read between the lines. North Bloc insider says SAIL is worth Rs 6 lac crs and market will catch up sooner than later. Hence I believe SAIL should be Rs 300 then 600 at least. SAIL is tortoise in PSU run but sure to win the race.

Thus my focus will be there on BHEL, SAIL, BPCL, IOC, ONGC, OIL INDIA, HPCL, NTPC , NALCO, HINDUSTAN Copper etc but star picks will remain BHEL, SAIL and BPCL. Prime Minister reiterated in the Rajya Sabha the faith and upward bias of PSU including the LIC.

SAIL currently available at Rs 1200 per tons EV as against JINDAL at Rs 9000 and JSW at 10000 per tons EV valuation. Hence I will stick my neck in SAIL and wait for PM turn hit hat on SAIL.

Trent announced super results and market cap reached Rs 1.25 lac crs (revenue Rs 12000 crs) whereas same segment company M K EXIM reported just 80 crs revenue annualize but margins are as high as 35% and trade at just Rs 343 crs. Also compare with Nykaa which trade at Rs 50000 crs market capitalization. M K gave 2 : 1 bonus followed by 1: 2 bonus to raise the equity to Rs 40 crs. Auditors resigned means they are bringing one from top 5. This quarter they have closed their textiles biz which Street wanted. Now to a pure cosmetic co with 35% margins market cap of Rs 343 crs is not justified. I am sure one day I will see Rs 34300 crs market cap and I will wait for that day. There is famous saying when we get something free we do not value it and this is the reason CNI is not giving content free. This applies to even ALPINE Housing where we are getting 92 lac sq ft land story just at 300 crs though it should deserve 10 x 20 x valuation. But now some HNI has entered hence volumes have improved and above Rs 200 many investors will jump on this stock known the name of the HNI.

This week many big brokers and punters have gone short thinking that market has run up very sharply and there should be correction. Let me tell you big correction comes when not desired and on some event. Elections and rate cuts both are in April /May hence I do not see any big correction before that. Expiry pain of 1 % can come in 4th week of Feb. Thus the Thursday weekly expiry correction was again an opportunity to buy. With every correction 99% traders start saying “correction started market topped out” that is fair signal of the trap and further upside. As rightly said we should not look at exiting markets before a massive run post elections la 2014.

