

Editorial
Vol -1, No-I, 23 Mar 24, 07 pages

Market bottomed volatility not. They will change stocks to distort markets. But expiry is rosy.

Add whatever you like though personally I have started adding D H India, GTV Engg, GLOBAL OFFSHORE and PKT. LAHOTI became 20% from 2% froth it here. Rathi ispat where HARI has stake become 5% from 2% froth is here.

KILBURN ENGG which was CNI pick at Rs 100 crs market cap and now at Rs 288 that Rs 1200 crs market cap it is show cased to FPI investors in MO conference today in HYYAT. Similarly D H India at 1000 crs market cap will appear in some other conference. But the journey to 1000 crs is not easy. I am in I do not about you. Below 100 it is real GOLD. Operator is sharp and ready to distort screen and one should use to our advantage.

Well, CNI is bullish and will remain bullish till 40700 and without small caps and midcaps markets will not survive. They are diverting you to large caps which is a trap.

Nust watch Modi video in India today conclave. He has started working on 7 sectors for next term.

Stay away from negative propaganda of media and analysts which is trying to corrupt your mind. We are at 19 PE and 33 years average is 25. At 25 PE Nifty has to be 32000. With NAMO announcing to work post elections Govt priorities are towards growth.

I have discussed which stocks you should add. Even if remain on the sidelines no issues but do not sell a single share under pressure that is my advise.

The distance is reducing we have to go maximum six more trading sessions and they cannot create more damage in these six days as all leverage is over. No one waits till last date particularly when fear is spread.

Change of the week

	23-Mar-24	Rise /Gain
Sensex	72831	189 
Nifty	22096	72 

Net Investments (` Cr)

	FII	DII
18-03-2024	(1166.6)	2260.8
19-03-2024	1351.0	7449.4
20-03-2024	(2242.7)	2667.5
21-03-2024	(1326.9)	3208.8
22-03-2024	(3307.7)	3764.8
Total	(6690)	19348

Turnover (` Cr)

	FII	DII	Combined
22-Mar-24	1,46,938	1,09,112	2,46,050

22-Mar-24	Advances	Declines	Ratio
BSE	2419	1399	1.72

No need to panic. This is I am seeing for last 20 years and you have benefited from my experience.

If you are trader BUY NIFTY BHEL SAIL TAMO TAPO BPCL and hold. If you are investor can add these shares in investment also. Also can add KPT Forbes Eureka Forbes GTV Alpine SUNIL DHI and whatever you like.

Have you still not sold any shares which are affected by margin...? If answer is no all others must also have sold what was required to be sold.

Now the buying time.

I get first enquiry after 15 days that one investor came forward and asked now want to invest Rs 50 lacs. I expect this will be the situation everywhere. 1 lac investor of Rs 50 lacs each means you can imagine how much buying.

Market rises on its own. Those who buy now will have good say and earn profits. Those who cant buy should hold and enjoy.

25 th is holiday. 29th is holiday. Hence 28th expiry will have NAV too. Only 5 days left that require for rolls and rolls happen on the way up. You will realize then when Nifty close in green today and will not give chance to buy as it has created false belief that ALL is OVER. We believe ALL IS WELL.

Bhel showing 7 crs shares OI and yet in BAN means same game like SAIL will happen in BHEL.

Dow rushed 400 points to test all-time high. No brainer as RSI was trailing below 50. Now with this rally also Dow RSI is at 60. There is enough scope in DOW. Other factors explained. We will see 40000+.

Nifty is at 40 RSI which is in extremely oversold. It could have tested maximum 35 and hence we were not willing to short. Nifty will cross 22700 and 23000 soon.

SAIL BHEL TAMO TAPO BPCL Will remain our top picks in A gr.

B gr why you bother when prices are down 20 25% temporarily as this has happened with A gr also. This is a normal feature of the market in MARCH.

We have just 5 days left for rolls. On 28th Funding will re-open means cash only three days left. One can buy on 28th and make payment on 1st.

5 Top Gainers			
Stock	22-03-2024	18-03-2024	% Gain
DHANI SERVICES	42.2	34.9	21.1
RELIANCE POWER	26.2	22.1	18.7
SOBHA	1473.9	1244.2	18.4
RELIANCE INFRA	277.1	237.2	16.8
SWAN ENERGY	663.1	570.3	16.2

5 Top Losers			
Stock	22-03-2024	18-03-2024	% Loss
TATA INVESTMENT	5960.2	7540.1	20.9
GAEL	159.9	179.9	11.1
DB REALITY	198.8	220.9	10.0
COFORGE	5544.1	6116.9	9.3
IIFL FINANCE	334.2	366.9	8.9

Top 5 Picks By CNI 'A' Group
Company
GMDC
NALCO
SAIL
TATA COMMUNICATION
TATA MOTORS

Top 5 Picks By CNI 'B' Group
Company
SWISS MILITARY
LAHOTI
RIBA TEX
HITECH CORPORATION
KPT LTD

Once this start stocks will rise with low volumes as there are no big sellers. We will see repeat of SWISS in each and every stock.

Instead of complaining try to average your stocks in next three days to bring down your cost.

Many stocks have gone up 20% and many going up. Four days left for you to show your buying acumen. Holding cash is non sense as Nifty will test 40700.

Stocks we have suggested. Please do not blame CNI for your inaction. We are here to suggest and also suggest average which you can see from f and o calls as none is in negative. If we have delivered consistent results for 14 years in A gr why not in B gr but we cannot control the volatility as this is the business of operators.

Alpine was Rs 140for example now 165 so who missed the bus. You have to think. Do you think if GLOBAL announce acquiring 4 vessels which we are privy to information you will get shares even at 70..? V K has already acquired 11 lac shares and we hold the SHP through inspection where we could see 11 names holding 1 lac each.

Read Your Maters Voice to know precise reasons of fall. Only CNI can predict the future and never became negative even once as we know we are in big bull market.

Special feature

It is well said that only those who understand stock market valuations, stock valuation make money in stock market. It is true that no one has time to even open Annual returns forget understanding the valuations. 99% fall in this category where they have no option to rely on borrowed conviction which comes from media experts, media paid analysts, other analysts and few brokers who are happy spreading free knowledge through What's Up University, through social media platform and through vested reports. What is source of income of all these mediums one must need to investigate in detail to know the reliability of the content? As far as media is concerned I do not believe anchors are experts and when anchors give their opinion then you know how good it could be..? Anchor's role is to make public the announcements made by the companies or news which appear anywhere. They do not have qualification to be an expert analysts. To write a report also analyst has to give examination and get certificate then only he is eligible to write report. Here is the froth which policy makers should understand.

Then comes media analysts. Many are paid yet they could be good and genuine so long as they discuss only charts and technical. But there are some analysts who puts words in your mouth and try to vitiate the public opinion. I have seen one anchor saying SELL and everything and RUN away. I have seen one analyst hands in glove with operators is absconding. What is the regulations for this..?

Finally brokers. Yes they enjoy the freedom to write and readers who follow them are doing non sense. First of all they are writing reports for their clients and only their clients could have right to question them or they are accountable to them. But reports come in circulation and this is done by media again which lot of stress saying that XYZ downgraded this stock hence you should sell this stock. This is actually speaking none of their business. This is also true that the mistake is of follower not the writer. He writes report intentionally because he must have been told to write in that manner so that maximum investors sell the stock and they can get it. It is on record that some FPI brokers have said that they are entitled to issue sell reports and buy same stock as their research and broking are different outfits.

Why I am saying all this as last 15 days MAYHEM was assigned to various reasons even though we all know this happen in every MARCH. Mid-caps, small caps were due for correction but does it mean that only these two sectors corrected..? No the correction was across the board. Any co which cross Rs 67000 crs market cap become large cap. Bhel was large cap and it corrected from Rs 277 to 207 likewise TATA Motors Tata Power and all large cap stocks though the veracity was low in stocks like RIL, ITC, TCS etc. Now let me discuss the reasons which were as under:

Pre decided correction call from every nook and corned including high profile analysts, high profile anchors and high profile HNI who generally should have stayed away from issuing such statements in public domain.

Some analysts using their brands openly said markets will correct 70% and that happened at 21900 but sadly market went up to 22700. Of course just last week Nifty tested 21800 once to give some relief to the said analyst reiterating his sell call but Thursday was decider where Nifty closed at 22118 after testing high of 22149. We were part of the open debate and could not found any valid rationale of 70% correction. Finally he had to say that we are expecting and if does not happen we will start buying again.

There must be some powerful house backing them to pronounce such a bad sell off that too at PE ratio of just 19. Data speaks loud and we put forth this in the debate also. Average PE of 33 years is 25 and if scale back 25 then Nifty should be 32000. Historically Nifty corrected 10% + only when Nifty reached near 28 PE. Yes mid-cap index did correct 5 to 6% and small-cap index around 11% but obviously there were different reasons for the same. Credit does not go to any analysts.

There was ED raids on some operator who has manipulated more than 40 small cap stocks mostly in SME segment where we have also seen rampant price rigging of 500% also. Well, there is 30% restriction in main bourse if market cap is less than 500 crs whereas in SME there is no restrictions even for 500% rise and SME is known for micro caps where the issue size itself Rs 25 crs. Here we are following double standards. We are punishing genuine growth companies in main bourse and giving free hand in SME for the reasons really not understood.

After ED action our regulator had it issue a statement that there is froth and manipulations in mid-caps, small caps and microcaps. Small cap index tanked 11% after that statement. They may be right as we had seen in 40 companies froth and price manipulations but not that every co is doing this. Well even RBI in their monthly magazine said that there is froth in these segments. Yes fully justified. Market reacted and settled soon.

Some HNI openly said without any justification that markets will crash by 25%. No basis was given neither he was seen selling any shares in panic.

Finally as said earlier a leading anchor openly said sell rock stock barrel and run away the rally is over. Though after few days he also said that now it is time to invest again.

Small caps and micro caps no one is bothered. Nifty fell from 22700 to 21800 that 900 points which is just 4% and hence to my mind it is routine correction which happen at the time of every expiry. I had always defined corrections of three types 1 to 2% , 4 to 5% and 10 to 11% fourth correction happen only in a decade which we witnessed in 2008 and 2020. This time the correction was of second level that 4 to 5% thanks to no margin and close of funding from 10th March till 28th March 2024 and this was brought to your notice as early as Feb first week suggesting markets will be extremely volatile in March due to this reason alone.

Next is the adjustments of profits and losses. March is the month for this. Most of the big trades, Hedge funds, FPI and Ultra HNI and corporates follow 35% bracket as they trade every day and frequently hence they cannot get the benefit of 10% and 15% taxes of LTCG and STCG. Therefore they try to transfer the profits in March. Live example is expiry on 21st March 2024. Normally we see 2 to 3 crs call and 2 to 3 crs put writing and near 4 to 6 series. But on 21st we saw 16 crs puts and 24 calls. When Nifty was trading at 22000 to 22100 range what was purpose of buying 4 cr calls of 22300 22300 22400 22500 ? I do not find any rationale. Well in any case this is policy makers job to monitor and not us but seem the froth and manipulation was here.

Fed was also a ghost created as we are nothing to do with Fed and it was known fact that FED will event on 20th will be nonevent. Dow rallied because it was oversold, RSI was at 50, and new quarterly settlement started only this week. Following Dow Nifty has strong run of around 200 points but to my mind this was again for oversold positions thanks to the various factors discussed above creating apt short positions. RSI was 40 so logically we could have lost another 100 points of Nifty to test maximum 21700 or reverse and Dow provided trigger to reverse. CNI though was bullish even when market was falling mischievously as we were following data, RSI and OI of stocks and Nifty and set our message loudly.

There is very strong mechanism to spread rumors. Post TCS stake sell raising Rs 9000 crs rumors were spread that Tata will sell stake even TATA MOTORS at Rs910 (stock price was ruling at 987) and was badly hammered. May be this is for rollover as this is normal practice of rollover that is create a false break out and get stop loss triggered or create false short trigger and then stop loss. Else how would they get undha badla. No one want to apply mind and rely on rumors. How the stake sell is possible when co is doing a corporate action that is de merger of PV. Please understand de merger require NCLT approval. For that you need to file lot of papers justifying de merger which require to freeze the capital base. Therefore it was a nonsense suggesting that TAMO will sell stake unless they cancel the de merger.

BHEL SAIL TATA power and BPCL were the short sellers delight. Also note bears always get activated when certain levels are broken. When 22000 was broken the became active and started de stabilizing markets which they had pre decided sensing that in absence of funding lot of small operators, small investors and HNI's will be out of the gear. However we are proud to say none of CNI researched stocks were in bad shape even though they too corrected 20 25% in tune with large caps but were all above the buy initiation prices.

Only two days are left and no one will wait for exit in last hour. From 28th market will find its rhythm. We hold that system has more than 12 bn \$ cash which has to finds it way in markets. Another 3 bn \$ inflow of SIP of March is available. Many experts believe that more than 100 bn \$ is lined up to enter India post-election. Past experience always suggest that there has to be front running till election to churn the new buyers. Hence we still maintain we could see 24000 Nifty before elections.

Small caps reversal has started. Many stocks have started hitting upper circuit. You are left with only 3 days to buy anything cheap else your entry has to be again at ATH. B gr stocks have corrected by around 20 25% but still above CNI initiation prices and hence those who have bought on first initiation are still positive and those who bought at high prices due to whatever reason say trading, say booking profit and reentering, say getting conviction only at high prices with rise in volume etc should average out in next 3 days to bring down the costs. If you fail to do so please do not try to shift the burden on CNI. CNI always advocate buy as the best price it is matter of your entry which is not in hands of CNI team. In any case CNI is not portfolio manager hence your individual decisions that matter. Time there to go all out rest is your call.

Tsunami came destructing the structure. Post Tsunami there has to be construction and that will be always beautify like RAM MANDIR. Hence we suggest have faith in Indian PM, have self-belief and do not fall in the trap. All is Well.

Global Indices

Country	Indices	Date	Index	Net Change	Change %
Hong Kong	Hang Seng	22/03	16,499.47	-363.63	-2.16
Singapore	Straits Times	22/03	3,215.88	-4.49	-0.14
United States	NASDAQ	22/03	16,428.82	+26.98	+0.16
United States	DJIA	22/03	39,475.90	-305.47	-0.77
United States	S&P 500	22/03	5,234.18	-7.35	-0.14
Japan	Nikkei 225	22/03	40,888.43	+72.77	+0.18
United Kingdom	FTSE 100	22/03	7,930.92	+48.37	+0.61
Malaysia	KLSE Composite	22/03	1,542.39	+0.98	+0.06
Indonesia	Jakarta Composite	22/03	7,350.15	+11.80	+0.16
Thailand	SET	22/03	1,381.04	-6.58	-0.47
France	CAC 40	22/03	8,151.92	-27.80	-0.34
Germany	DAX	22/03	18,205.94	+26.69	+0.15
Argentina	MerVal	22/03	1,227,404.00	+1,909.87	+0.16
Brazil	Bovespa	22/03	127,027.10	-1,131.47	-0.88
Mexico	IPC	22/03	56,610.54	-46.90	-0.08
Austria	ATX	22/03	3,499.40	+15.65	+0.45
Belgium	BEL-20	22/03	3,803.73	+15.76	+0.42
Netherlands	AEX General	22/03	876.34	+0.92	+0.11
Spain	Madrid General	22/03	1,078.73	+8.23	+0.77
Switzerland	Swiss Market	22/03	11,651.99	-51.67	-0.44
Australia	All Ordinaries	22/03	8,026.33	-18.23	-0.23
China	Shanghai Composite	22/03	3,048.03	-29.08	-0.94
Philippines	PSE Composite	22/03	6,881.97	-81.25	-1.17
Sri Lanka	All Share	22/03	11,261.42	+84.88	+0.76
Taiwan	Taiwan Weighted	22/03	20,228.43	+29.34	+0.15
South Korea	KOSPI	22/03	2,748.56	-6.30	-0.23

