

Editorial
Vol -1, No-I, 03 Feb 24, 9 pages

Nifty became 21750 which was told to you by CNI team.

We should not underestimate the value of fresh research more particularly of CNI. Today a note on HCC was in circulation and stock crossed 40. We were the first in INDIA to give buy call on HCC at Rs 9. We do not mind anyone else taking credit as CNI is never required to establish its track record.

Now We are issuing a note on SWISS MILITARY and we believe it should be 100x story not 10x. Reasons... this global brands co, 26 country exposure, dividend paying, 700 products, comparable to PAGE, IFB, VIP like businesses. Today we are lucky to get shares in upper circuit and I do not know what will happen tomorrow. Tomorrow it will cross 500 crs market cap and will be out of ESM. All credit to Indian promoter for buying SWISS brands. IF we have 10000 try to make it 25000 50000 because this is affordable as of now. We will issue note during the day only for CNI members.

Vakrangee started new innings. We will share details in course of time. We know co will make 600 900 1600 2300 2800 crs revenue and profits will rise in that sequence. Past is never the same. Forget pas of Vakrangee. Once Suzlon was trading at 4 why it became Rs 46? Vakrangee will become Rs 200 250 for sure.

Triveni Glass do not bow to the price manipulations. Read our detailed note with UP Minister Statement in R I section and add more and wait.

Those who read CNI Budget knew markets will rise and it rose. Media covered CNI Budget.

Only for expiry manipulations markets were kept under check and when everyone was bearish only CNI was bullish.

RDB RASAYAN could be Rs900 in 2 years and VIPUL 700.

Change of the week

	03-Feb-24	Rise /Gain
Sensex	72085	1412 ↑
Nifty	21853	513 ↑

Net Investments (` Cr)

	FII	DII
29- jan-2024	(4264.4)	3221.3
30-Jan-2024	(1814.6)	1002.7
31-Jan-2024	1740.1	2542.9
01-Feb-2024	312.6	872.4
02-Feb-2024	(70.6)	2463
Total	(4096)	10,100

Turnover (` Cr)

	FII	DII	Combined
02-Feb-24	197728	1,29,782	3,27,710

02-Feb-24	Advances	Declines	Ratio
BSE	1998	1845	1.08

Those who have faith in me must add GTV ENGG now as Solar has become talk of the town. With Madhav becoming Rs 15.26 ready to cross Rs 100 thanks to PM scheme. Now GTV is ready to cross 1600 and then 5000. It is only for those who trust me should add at Rs 540 also and wait. The day cct limit change to 20% it will cross 777. After numbers we may or may not get chance to buy more. We have some documentary evidence about the deal and power biz rest is your call. A biggest house has been roped in to control the prices as there could be possibility of seeing this stock to test 10000 20000 25000 also in next few years.

We are here to work for you to find our market trend, A gr stocks, B gr stocks, Multi baggers and penny stocks but the benefit will depend on how much you trust on us. Whenever your mind become wavering you will lose good stocks and opportunities. Whenever you listen to media and others you will exit quality stocks also.

When I saw Indian promoter buying SWISS MILITARY brands I remembered a movie called Jolly LLB ... "Saalo me kabhi koi aisa case aata hai..." I have same feeling for Swiss Military. I have heard yesterday VK bought 1 mn shares. Total free float was 3 cr shares... Generally we see 50% max selling and in 2days 4 mn shares were absorbed. What max selling can come is 11 mn shares and given the price band of Rs 25 11 mn shares will get easily absorbed.

Convert MTNL IFCI SUZLON and any other stock in Swiss Military in lacs. Once this 1.1 cr shares are absorbed getting even 10000 shares will become difficult.

We have received 12 enquiries from FPI for the report and we may see massive buying coming from FPI also. Best thing is that it will cross 500 mark market capitalization which will avoid this stock going in ESM.

Hats of promoter they have raised their stake officially to 63% and unofficially to 78% through 2 rights issue. Current selling is rights issue shares who are not aware about the future of the co.

Tata Power now ready to cross 400 and will test my next target of Rs 460. Bhel must hold till Rs 300 350 and I am sure NTPC order will come before end financial year.

India wants to reach 700 GW RE and this is not possible without BHEL rising to Rs 1000.

Alpine the finest housing co has settled at Rs 173 when it was in trade to trade and now it has come out of trade to trade. Every real estate eg DLF Oberai announces Rs 3000 4000 crs revenue from new projects. Alpine is silent because the accumulation is still on. Madhu has short listed this co and with stock becoming normal I feel it will be 10 X for sure. Once it cross 1000 they too will announce

Rs 3000 4000 crs project. This is the style of real estate companies. Idiots buy on announcements.

5 Top Gainers			
Stock	02-2-2024	29-02-2024	% Gain
NBCC	169.2	114.7	47.4
KPT GREEN	2096.4	1510.9	38.7
INFIEAM AVENUE	38.4	29.0	32.1
IRB INFRA	66.7	50.6	31.9
VAKRANKEE	29.2	22.8	27.7

5 Top Losers			
Stock	02-02-2024	29-02-2024	% Loss
PAYTYM	487.0	762.9	36.1
VEDANT FASHION	961.7	1127.4	14.7
AU SMALL FINANCE	629.1	708.0	11.1
ZF COMMERCIAL	14850	16616	10.6
CRAFTMAN	4274	4746	9.9

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

Top 5 Picks By CNI 'B' Group	
Company	
CMS INFO	
KPT	
NILE	
VIPUL ORGANIC	
PATANJALI FOOD	

Archies will be the largest beneficiary of Govt announcement for sops to exports. Govt eyeing 1 tr \$ exports and toys is one of the six components identified by Govt. Archies all set for BOOM BOOM

Vakrangee has announced fund raising. Worst is over for Vakrangee. I see stock heading for 250 in 3 years.

Nifty has tested 21960 and heading to 23000 to 24000 post Budget.

Next bullet stock from CNI team is SHIVAM AUTO TECH the Hero gr company with supplies to defense. Check Balance Sheet. It is another Investment Precision into making. First time Chakry is giving lead ahead of CNI team in street call. Buy in upper circuit. Rs 43.90 is resistance once cross massive rally will unfold.

SAIL is ready to cross Rs 126. 7000 crs fraud was detected and share price is up 12% reason is simple. Having come under PM radar no further fraud is possible. It also means all numbers will be on board now. Means SAIL profits will be higher by 7000 crs. This is the only one area. There many few more areas. So I expect SAIL to report Rs 14000 crs net profit in 2025.

NTPC may announce 16.8 GW order. We had anticipated 11.25 GW... 70% sure to BHEL means 1.17 lac crores order to BHEL. This is contrary to what they stated in the Balance Sheet. This is only because Govt decided to raise the total capacity in current year to 60 GW and to 700 GW in next 5 years. Means BHEL should get at least Rs 7 lac crs orders. Now you decide where Bhel is heading. I bet BHEL will soon give positive numbers and my end target is 4 digit.

SAIL as told heading for 126 closing once done should test 145 in FEB alone. Steel demand was highest in the Q and we will cross 110 million tons as against capacity of 132 mn tons which means there will be big shortage of steel in 24 25. Mind it steel prices has to rise as even INFRA spending will rise from 45 lac crs to 50 lac crs in Budget 24. Steel is no more commodity. It has become necessary and life line for infrastructure. CHINA spend 40 mn \$ only on maintenance of SHANGAI, just imagine if Govt of India allot just 4 bn \$ to Mumbai Delhi etc which will propel the demand of steel many fold. Every city is getting bridge, tunnel and super structures and they require steel. SAIL is my biggest bet after BHEL and I will love to see SAIL at Rs 250 300 soon. I am sure I will see.

NCLT admitted Zee arbitration and gave Sony 3 weeks' time to reply. This means even NCLT believe that Sony is at fault. I sense a foul play and Sony will come back soon to honor the merger. Meanwhile when spoke to INSTI investor they are willing to take over ZEE at Rs 260 as they believe ZEE has value of Rs 450 550 600 so they can make 100% profit that is 2 bn \$. Thus Zee has become a hot cake.

Continue to hold TRIVENI GLASS and wait for our new report with AYODHYA connection, hotel details and ITC tie up. JAI SRIRAM this stock will be blessed by AYODHYA golden triangle.

SWISS MILITARY 9 mn shares absorbed. 30 mn is the free float. Maximum can come for selling is 1.5 mn and after 9 mn absorption only 6 mn shares will come for selling and today's upper circuit is for 2.4 mn shares. Do not ever try to exit this stock at any price. Once street knows it is INDIAN MNC bought SWISS Co HANOWA for Swiss Military it has to cross 2000 crs market cap means 5x. Now it is out of ESM category hence safe to add big. What is point in adding again at Rs 300. This is next INTEGRA with Swiss connection.

Alpine has come in normal group from today. So keep this biggest real estate co from Bangalore. By the time it become 20% cct stock may be at Rs 250 300 +. As told M K has approached management for big bloc and my source says management is asking 450 price.

CALCOM now has come in normal group means unstoppable rally has to start. Accumulate.

SHIVAM AUTO which I had given buy yesterday can rise to 500 + in straight run for following reasons

Hero Gr Co

75% promoter

In defense aerospace

And also in EV

Do Not Miss this. By the time we come out with note stock could be above 52 week high. Having come in normal segment stock may rally more. Do not this more than 5 lac shares come for selling.

Do not expect anything in the budget. Budget is a just a financial statement of Govt affairs of the country.

All proposals are now executed out of budget. However budget will be directional where Govt will continue its stress on infrastructure and growth going forward.

What is important is to see is fiscal deficit and market borrowing in view of the fact that Govt already announced it holds Rs 3.4 lac crores cash surplus.

We have already explained the estimated numbers in our budget paper.

Paytm will fall due to RBI order but one should not panic as th3 business is great. It seems RBI action is prompted by some corporate houses who is eyeing Paytm. Yet those who feel it is risky can exit. We had initiated buy at 620 and you will get exit above that price. This will remind again to us that small is beautiful and risk free.

Shivam auto has got massive orders from Harley Davidson. With 48% ibitda margin and Hero group it makes sense to buy and hold big quantity.

Swiss military has sent notice to exchanges calling board meeting for fund raising. Positive move.

Need to know the fine prints. With global business in its stride fund will be raided for massive expansion. Market cap has crossed 500 crs so no threat of asm. Swiss banks were earlier used to keep Indian money whereas Swiss connections are boosting Indian companies. First we saw with Integra from 53 to 324 and now Swiss military.

We are issuing new report of Triveni Glass soon explaining how golden triangle will boost prayagraj real estate prices.

Sensex up 1500 points and CNI told you this yesterday. We are expecting 24000 before MAY 2024. 400 +seats and Nifty will be boom boom.

Add VIPUL ORGANICS till 11th I am expecting some big announcement.

Must add shares with conviction till MAY 2024. I will tell when market will correct. I do not see any correction till May 2024.

Markets are oversold.

Trust is important. RDB and VIPUL are trading at dirt cheap valuations. Former on earning and later on plant capacity valuation. 8000 tons in chemicals is massive. Co like SRF does not have more than 12000 14000 tons capacity SUDARSHAN is less than 8000 and VIPUL is at 8000. Potential to generate biggest cash flow. Some American investors, Indian super rich have built sizable positions in this stock.

Two JAPANESE giant pigment companies are entering INDIA for sure.

My 1st target in VIPUL ORGANICS is Rs 265 which was life high once cross the gate way to Rs 1500 2500 will open.

We will see Monday stock opening massive gap up.

IOC BPCL and HPCL were given special capital outley in Budget. Check CNI report. Also for Bhel and Integra it seems Budget is written for them.

Special feature

From monthly expiry of 21350 we saw 22190 after Budget but not before retracing to 21600 creating massive volatility. Corrections are healthy but when it is for wrong reasons it is obvious that someone has tried to influence and probably trapped. Who is that someone? In my opinion it is none other than FPI.

I had established that FPI were trying to control the markets for expiry as they were 27K contracts short and they used V WAP and controlled to a great extent but the gap of Nifty premium made the trick and they got trapped. Nifty opened at 21650 on Monday one reason was 150 points premium and another was 400 points Dow rally. If you want further confirmation then please check FPI were sellers for 7 days in row till expiry and post expiry they turn buyers.

FPI are not clean nor is the system. FPI are hands in glove with all big operators. If FPI cannot short stock futures someone else dose on their behalf. They sell stocks only in V WAP. Zee and HDFC two were classical examples of massive shorting in F and O and then V wap selling. Suddenly both these counters are fairly stabilized with no more selling which if read between the lines will explain the modus operandi. Well, this is my understanding and I have no evidences and you will have rush with your own understanding. Systems are designed in such a way where anything and everything is possible.

Before expiry I saw two big blocs getting built in SAIL and BHEL in F and O which is fair indication of front running. Well, buying in F and O is not banned so any one can take positions. But unless massive positions are build stocks will not move. We saw both BHEL and SAIL reacting positively. SAIL closed at 52 week high with massive volumes and aligned with metal index break out. Doors of Rs 290 are now open. Investors are so fade up with SAIL no one dares to buy SAIL. We will see major selling until it cross Rs 156 but my call is hold for Rs290.

Tuesday Nifty made a high of 21938 and closed at 21625 thanks to Biden news of retaliatory strikes on IRAN IRAQ and SYRIA which spooked Indian markets by 300 odd points of Nifty and 850 points of Sensex. Actually no other markets of the world reacted to this news. It was hoax threat yet we reacted. We reacted not for this but we rose 1200 points' day earlier hence the reaction.

Thursday Budget was super yet market closed in negative. This is always the case. When all good comes profit booking come. All good doors who give guidance remain shut till 3.30 pm hence getting Budget feel is not possible except CNI doors which were open and CNI announced this a super budget during market hours.

Had Nifty crossed 22K before Budget, it could have made psychological difference and markets could have gone in overdrive ahead of Budget and that was not the idea? Without volatility Budget will be like Indian food without spice.

This happened on Friday with Sensex rallying to 1500 points saluting Budget though closing was 400 points which again leaves 1100 points space to test the new high again.

CNI had issued Budget report last week and shared tax collections details, expected revenue for the year, fiscal deficit as per CNI and expected market borrowings. According to TEAM CNI "the budget has to be good yet there will not any tinkering on taxes as this is interim budget".

CNI also issued a note on Swiss Military Consumer Goods Co Ltd which had acquired global Swiss Military brands from M/s Hanova Swtizerland. M/s Hanova was licensed brand owner of Swiss Military since 1968 and were authorized to sell all Swiss products on behalf of Switzerland Govt. Also Hanova is the biggest brand owner of Swiss watches which are costliest and famous world over. Massive buying seen post our report. Well, SWISS MILITARY global site also shows that three INDIAN promoters have become Chairman, CEO and MD of the global brands. This is now true Indian MNC. How it compete with VIP, Safari, Page, IFB and Whirpool and Redington is explained in detail in our report.

Meanwhile Govt has finally realized to set 1 tr \$ exports target which can be done through six segments. These six sectors were in my radar from day one that are electronics, engineering goods, textiles, marine, toys and pharma. First of let me tell you that this is process initiation and will never be part of Budget exercise. Govt will draft suitable policies for such export incentives, PLI and even tax breaks. In toys Govt has already announced Rs 3500 crs PLI and it is PM's dream that INDIA export toys and not import and India has made stride forward. Though RIL had taken over Hemleys for Rs 700 crs they do not have manufacturing and may not be eligible for PLI whereas Archies is using the MANESAR facility to manufacture toys and they could be largest beneficiary. With just Rs 125 crs market capitalization Archies should be no brainer.

We had issued note on MARAL Overseas at Rs 70 and stock crossed Rs 102 this week which once again suggest CNI picks are well researched. Sometimes market accept it quickly and sometimes it takes time. Now Loyal Textiles is due to show similar performance. Gulf Petroleum rose 50% once came of trade to trade. Similarly major action will start in LOYAL suggesting accumulation time.

We have fresh report on Triveni Glass which is now connected with JAI SRIRAM. Few bullet points are as under :

It is just 170 kms away from AYODHYA

UP Govt announced golden triangle for religious tourism to attract 10 crs visitors AYODHYA, VARANASI and PRAYAGRAJ

UP Govt expect to generate 50000 crs revenue from tourism alone

65 kms Ring road will be ready before KUMBH MELA in 2025

Lodha (as per Times of India advt) started booking at 13750 to 18000

Triveni Glass is at TRIVENI SANGAM

Triveni Glass has HOTEL at civil lines Allahabad (Allahabad Regency) which is in tie up with ITC as heritage hotel

Airfare is lowest for Prayagraj which will make this a first destination for the triangle

Possibility of Triveni merging hotel with listed entity is not ruled out

Massive scale up of rates expected in Prayagraj also

According to Brand Finance Top 10 Strongest Food Brands in 2023 are as under

Hershey

Amul

Doritos

Cheetos

Britannia

Nissin

Haitian

Lindt

Stouffer's

Vinamilk

Two Indian companies are found in this list. Amul and Britannia.

Amul is cash rich company with revenue of, may be, over Rs 90000 crs and will approach public in course of time. I do not think so AMUL will ever think of selling business. On the contrary, after collapse of Go AIR, Nusli Wadia is seen in bit of array and he sold B Dyeing land property to Sumitomo for Rs 5200 crs. Well, this has not resolved the Go crisis and he may have to strip many assets or Britannia for that matter which can not only resolve his crisis fully but also leave enough cash on table to focus on his other businesses that is BBTC and B Dyeing. BBTC have massive coffee and plantations which can generate

big revenues. Market grapevine suggest Nestle is strong contender for same as even a company like Nestle was not in the top 10 global food businesses. Makes sense. But there may be few others who have capacity to invest 18 to 20 bn \$ where we can think of Reliance/ Adani or any other group also. No one knows the time line or rather market will believe this as a wild speculation and ignore. Therefore this if happen could be a strong surprise and shake out in the Indian capital market.

CNI had initiated buy on TATA Investments at Rs 1300 and as usual street ignored it for a while. But in course of less than 24 months street has shown the liking and stock reached Rs 5800 giving right valuation to the holding company. Another example is JSW Holdings where we imitated buy at Rs 600 and stock is now at Rs 6100 being the holding co of JSW Group. Why I am referring to the TATA and JSW is to bring to fore that BBTC which hold 51% stake in Britannia is again ignored by street. Let us not consider the Britannia sale for the time being but how can you ignore the valuation of the holding co. Britannia's market capitalization is Rs 1.30 lac crs and 50 % of 51% amounts to Rs 33000 crs as against the market capitalization of Rs 12100 crs. In fact, we initiated buy at Rs 10000 crs market capitalization and stock has just caught the rhythm and we believe it has to travel towards Rs 33000 crs, the fair value. If by chance, the deal happen and WADIA exit Britannia then stock should fairly reach the 51% value that Rs 66000 crs which could translate to Rs 9000 +

Equity markets are subject to risk and hence we generally ponder on future probabilities which decide the reward. However I do not see any risk considering that BBTC is trading at 62% discount to the fair valuation.

Now on PAYTM. Undoubtedly Mr Sharma has made mistake in not complying the regulations and was punished but there may be foul play again the same way like ZEEL. Thus the bottom line is fixed. If any promoter who created empire and great business but diluted to minority stake will have attempts to take over and for that all sorts of dirty games will happen. Why the hell the game in SAIL failed even though SAIL was hit hard from Rs 151 to Rs 60 for similar reasons..? Same set of people were there in SAIL too. But SAIL is PSU and under NAMO getting SAIL was impossible. Now NAMO will not SAIL even at Rs 3 lac crs. Another example is BPCL where Vedanta had given Rs 450 price whereas Govt was willing to sell at Rs 650 with Rs 8 lac crs assets under belt. Now they will not sell below Rs 4 to 5 lac crs. Lost opportunity.

I do not where paytm will settle (40% down in 2 days) putting pressure on Mr Sharma but have following important aspects which suggest those invested should hold on and add more around Rs 400

The impact is not more than Rs 250 crs whereas the market capitalization is knocked off by whopping Rs 16000 crs not fair

Paytm has made intentions clear to separate the payment bank separate entity which has come under RBI surveillance

Paytm is a great co which cannot be created easily for next 1 decade

Paytm has 1 bn \$ cash and 3 bn \$ investment in paypay japan

Current market capitalization has fallen below the realizable assets value

Business is coming free

Finally even a suspended co can gets the suspension revoked within a week here Mr Sharma has 28 days' time to get it resolved which in my opinion is enough to fix

Paytm had bloc deal of 5 mn shares at fag end indicating that now investors are willing to take risk and buy

Since my this note is post Budget I will have to share my understanding on the Budget 2024 though we have issued separately CNI Budget Analysis which we do every year and liked by global investors. My brief points will be only on two subjects that is market borrowings and fiscal deficit as I am not interested in math of plus minus of budgets and impact on companies which become null and void in a zero sum game.

Market borrowing is Rs lower by Rs 52000 crs and again estimated lower by Rs 49000 crs in 2024-25 crs which is massive positive. Fiscal deficit at 5.8% as against 5.9% estimate is again positive proving that we are on right path to reach 4.5% in 2026. This is why 2024 -25 estimate is at 5.1% which is extremely positive. This Budget seems written for BHEL and OIL companies.

Last few days FPI have turned negative. Some big punters are also short. With super Budget I see Nifty testing 24000 before elections. Please check our Budget presentation which was done in record time of 4 hours after Budget. All important observations why Nifty should test 24000 and the interpretation of budget is shared in detail in this presentation. We thank the new young team of CNI analysts who made this possible.

