



Editorial

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24242 is our call. Rest you have to take risk accordingly. In last 13 years CNI call on Nifty has not failed and hence there is no reason to believe that we will fail this time.

Trading we have almost 100% strike rate in positional calls. Stocks selected by us provide opportunity as they are always volatile. Our strategy is to reduce cost as the distance is long way to go. E g we have generated more than 20 calls on BHEL from 80 to 270 which has given more than Rs 160 profit during 2023-24 which if reduced from the original buy your cost is minus and now you can afford to hold till Rs 500 600. Same theories apply to SAIL, BPCL, TACO, TAMO and TAPO. Destinations are at Mount TITLIS.

In B gr we have issued notes on more than 50 companies which all have delivered. Gvt Engg we issued a note again on Saturday and feel this is the best play stock as of now. We saw 40% correction thanks to trade to trade punishment where participation becomes almost NIL. Now this is coming out of trade to trade what it lost will be gained in APRIL itself and will start journey towards Rs 1600. I do not know whether you like such shares at this price or at 10x that is your choice. We had buy on MARUTI at Rs 800 and Tata ELXSI at Rs 600 and now see the prices. GTV is no exception as they have FOOD, Power and ENGG whereas I believe Engg alone is driving so far and 5x potential is there. Food from 18 crs revenue can rise to Rs 200 crs and product wise details and revenue capability is shared.

2024-25 will have corrections too. In Feb 1st week we had warned March correction. Today we are giving massive rally signals. I do not think market will correct even in June 2024 posts election results so those who are factoring election results and shorting will get trapped.

Happy investing. F M reiterated that 2024 GDP will be 8% + and if we ignore this we are the best fools India need and that will be biggest April fool.

Change of the week

	06-April-24	Rise /Gain
Sensex	74248	601
Nifty	22513	189

Net Investments (` Cr)

	FII	DII
01-04-2024	(522.3)	1208.4
02-04-2024	(447.2)	1952.7
03-04-2024	(1294.9)	1102.4
04-04-2024	(977.6)	(893)
05-04-2024	1659.2	(3370)
Total	(1581)	1

Turnover (` Cr)

	FII	DII	Combined
05-Apr-24	1,28,277	1,14,145	2,42,422

05-Apr-24	Advances	Declines	Ratio
BSE	2394	1460	1.63

Irrespective of ATH in Nifty RSI stands at 45 which is far away from overbought state. Rather it is in oversold state. Means at every rise more shorts have opened up which is good for bulls. We will see 23000 + in April. In any case past history suggest bulls never settle below 1000 points in the settlement.

GTV TIRUPATI and DH India are star attractions. No need to write again and again as you all are well educated. Screen settling clearly suggest these stocks are due for big big rally.

Especially we do not have welding companies. ADOR was CNI pick. ADON Fontech was CNI Pick and now DH India is CNI pick and we will be covering this for FPI segment which goes to 3900 FPI listed in India. Read the quote below to understand why CNI moves ahead of time.

SAIL BHEL TAPO TAMO TACO HDFC Bank will remain our top picks in A gr.

Nifty 24000 + and Bank Nifty 50000+ will happen before elections and keep this in mind while remaining long. Detailed analysis please find tomorrow in YMV.

No one can match CNI stock picking and market analysis. CNI believes wonderful companies become risky investments when people overpay for them. Eg NCC we gave you at 78 and now Rs 200 + and we cant advocate to buy at this price. Same is with GE power. We gave at 170 now 340 target 1000 intact but our cost is zero hence hold not buy.

What is buy now are GTV, SUNIL Agro, RDB Rasayan, Vipul, Tirupati Starch, KPT etc. When they rise 100% we will not recommend you to buy. Hold RIBA as game just started. Add LAHOTI. Can add SWISS SHIVAM as value buys. GTV will be strongest BUY.

RBI is nonevent and Nifty will hit new high.

5 Top Gainers			
Stock	05-04-2024	01-04-2024	% Gain
BEST AGROLIFE	697.7	458.1	52.31
UJJVAN SMALL	55.8	44.3	26.1
JPASSOCIATE	22.5	17.9	25.9
HCC	39.3	31.5	24.7
COCHIN SHIPYARD	1080.6	871.7	23.9

5 Top Losers			
Stock	05-04-2024	01-04-2024	% Loss
KAYNES TECH	2637.5	2869.1	8.0
ARCHEAN CHEM	624	670.1	6.8
METRO BRAND	1075.4	1149.7	6.4
SONA BLW	662.1	705.5	6.1
CG POWER	514.3	539.9	4.7

Top 5 Picks By CNI 'A' Group	
Company	
RELIANCE	
NALCO	
SAIL	
TATA COMMUNICATION	
HCL TECH	

Top 5 Picks By CNI 'B' Group	
Company	
GPPL	
LAHOTI	
RIBA TEX	
CMS INFO	
KPT LTD	

I was waiting for 20% cct limit in ALPINE Housing. In last 3 days someone bought more than 1.2 lac shares and I had shared name of the buyer as I am aware.

Prestige bought 21 acre land at Whitefield today for 450 crs. Earlier Godrej Mahindra too bought big land parcels for similar price. Average is 25 crs per acre .

Tata Housing source says is in talks with Alpine Housing having 92 acre land bank at Whitefield.

25 crs x 92 Acres = 2200 crs.

If developed and sold than at least 7000 to 9000 share of revenue.

Prestige article in E T says gross value deplorable Is Rs 4500 crs

We had reported to you earlier the following

about the ALPINE and TATA connections :

Tata Housing is present in Bangalore at following projects

The Promont, Bengaluru Banashankari

New Haven, Bengaluru Tumkur Road

Riva, Bengaluru

And now enter **Whitefield Bangalore through JV with ALPINE Housing** under the name and brand of Tata Value Homes Limited (TVHL) a subsidiary of Tata Housing Development Corporation Ltd (<https://www.tatacarnatica.ind.in/tata-housing-bangalore-whitefield.html>)

So it is upto you though we know tow big investors have been adding big positions in this stock. My wealth creation ideas are now ALPINE, TIRUPATI and GTV apart from others. They are under owned stocks hence safe. M K and M A entered in ALPINE and looking for bloc of 17 lac shares that is 10% of the equity. I do not from where and how they will get 17 lac shares.

Next is TIRUPATI Starch which we are covering in YMV of today. Also covering KPT. Read get convinced then add.

Stock selection is the key. We do not now recommend you to add Integra ENGG though will become Rs 2500 also. Because we enter at very low price and do not want to disturb our zero cost theory. Same thing is true with RAILTAL RVNL GMDC etc.

Now on nifty Dow and Nasdaq. Every fall is buying opportunity. Do you know DOW RSI is at 40 which means DOW is in oversold state. Nasdaq at 46. Nifty at 62. So Dow will rise 1000 points soon.

Fed is helping bears as well as bulls by making daily different statements. Once say three cut, once 1 cut and yesterday said no cut.

My view so long as rate does not get cut markets will test new highs. Why I can discuss not write.

Special feature

The magic wand has started working with onset of new financial year as funding re-opened. One must understand we all are small fishes and cannot move the market and it require large hands who work only on funding. Right in FEB first week, I had mentioned we will see massive volatility in March and it happened. Many stocks have recovered more than 20 to 25% as expected and nifty touched all-time high. SAIL was the star stocks which crossed 52 week high on the back of steep fall in Australian coal prices. Also SAIL reported best ever quarter production which I had already told you as it was under PMO surveillance. I am seeing repeat of BHEL in SAIL hence we set a first target of Rs 277 which will happen sooner than later. Though stocks corrected a bit once it gone in BAN which is meant for price manipulations.

There is no doubt that BJP could get 351 seats but for the reasons explained in my previous note BJP will be trying for 406 seats and for this larger object if they have to accommodate some non-clean persons in the party they are not bothered. Once again the Hon'ble Prime Minister is on record saying that when we did not see in last 10 years was just trailer. In this context we should try to read what the Hon'ble F M said recently.

F M said: "I am not in favour of regulatory intervention in the market. Over regulations create nervousness in market. Govt is in favour of free markers."

If we analyze these three statements and her commitment to back what she said then for sure Indian markets are set for fire. We will see Nifty 28000 in 2024 itself and the gap between the PE 19 and PE 25 will get reduced substantially. If this happen this will be the biggest RUN in Indian markets and PSU market cap will cross 120 lac crs (almost double) making Govt the largest beneficiary. As against this, FPI and DII both with remain half of PSU valuations. That is the reason I have full faith in PSU stocks. You can't pick each and everything. You have to leave something for others also. There are 354 PSU stocks. Hence I have zeroed it down to only few PSU stocks which are BPCL, BHEL, SAIL, BEL, GMDC, GIPCL, RAILTEL, RVNL though I feel all other stocks will also contribute such as PFC, REC, SBI, Canara, BOM, SCI, ONGC, HPCL, IOC, GAIL etc etc. I have limited choice and will focus on this instead of going all out.

We were scratch free in March 2024 even though there was mayhem. Because we had used CNI technique of cost control. We entered BHEL 1st time at Rs 41 and even today we are long at Rs 252 but in the process we had more than 20 long calls and every time we had 10% profits. Same is the case with SAIL and BPCL though the run has just started in these two stocks. We had good run in BEL, BEML, Nalco, PFC, SCI, Container, Hindustan Copper, NMDC etc and in all such cases our entry point was so low that we can follow our strategy successfully. We will do the same thing again in pending calls in coming months.

We did same with many private sector companies where our track record is impeccable whether it was Bharati, Bharat Forge, Appolo Tyre, Pidilite, Asian Paints, ITC, Auro Pharma, TAMO, TACO, TAPO, Tata Investment Corporation, or smaller companies like Hercules, Integra Engg and MK Exim.

Stock selection remains our top priority and we at CNI will never disappoint our family of 23 K members. We are adding many dimensions in our services and product profile which will help all 23K members. Its bold beginning.

SEBI Chairperson said that India growth story is the reason for high PE of Nifty and there is FPI confidence in India. She may be right but I have a different view. You may not agree with me certainly. I felt that SEBI should not commented on valuation of Nifty unless said in personal capacity which is not clear. SEBI plays a crucial role in the Indian financial system by regulating the securities market, ensuring transparency, and protecting investors' interests. It also regulates the functioning of stockbrokers, sub-brokers, portfolio managers, and other intermediaries in the securities market. This does not include to decide the valuation of the Nifty.

I do not know why the contradiction in FM and Sebi statement but factually also FPI figures state otherwise. In 2021 FPI sold Rs 2.80 lac crs stocks. In 2023 FPI sold Rs 64000 crs stocks and on both occasions DII saved the market. So we have confidence in our DII and 16 cr investors which should be the bone of contention and not FPI. Please see the latest FPI holding as per CNBC story which has dropped from 52.71% to 48.23% which clearly indicate that they are moving money to other markets. It is retail through SIP which has touched Rs 19000 crs a month have been saving the market.

Well, since both are policy makers, I have nothing to say except expressing my personal view but want to say to CNI members, focus on DII and retail as both are going to expand 100%. I see investors to reach 30 crs and SIP to Rs 50000 crs a month in next few years.

In this regard it is imperative to make an in-depth analysis of PE of last 33 years and then leave it to the investors to decide whether it is high, average or low. In my opinion we are at 23.08 % discount to the average of 33 years which cannot lie. In this 33 years what is not changed is earnings which is respected by street. Based on this data, and in the light of the various statements, I thought that I must deal with the topic at length and strictly speaking again it is my personal views which you may or may not agree.

First look at PE when markets crashed. In 2000 Nifty PE was at high of 28.47 and correction started. In 2008 it touched 28.29 and market corrected. In 2020 it touched 29.90 and market corrected. These are only three instances where Nifty had deep correction over 10%. In other cases e g in 2010 it was 25.91 and in 2015 it was 24.06 and also in 2021 it touched 42 but corrections were not that deep. Hence the bottom line is clear Nifty always correct over 10% once it cross 28 PE though actual flow could decide the timing of correction as seen in all the three occasions. After 1991 there were only two occasions where Nifty gone below 11 PE. Once in 2003 when bear market ended and in 2008 when Lehman happened. It tested 15.23 before NAMO came in power that is in 2013 and 17.15 in 2020 the worst period we saw on Covid. Therefore except the 6 cases discussed the PE always stayed above 25 that is why the average is above 25. We can't ignore this hard data which any one can check.

We are neither in 1991 state of economy where our Govt had pledge the Gold for borrowing, now we are in 2008 or 2020 kind situation which warrant the PE ratio of even 17. I had mentioned many times that our average PE ratio of 33 years is 25 and correction starts at 28.5 hence I feel we will remain in safe zone so long as it does not meet the average of correction (28) time and 33 years average (25) that is 26.75.

Current EPS of Nifty is Rs 976 which is based on first three quarters. Q4 has yet to be imbedded. Thus the PE ratio currently (trailing for 9 months) is 23. We have ended the financial year and hence if we talk of this as PE then certainly we are living in fool's paradise. Our GDP has outperformed in Q4, our GST collections crossed all-time high in Q4, our tax collections crossed all-time high in Q4 hence logically our Q4 earnings will outsmart first three quarters. In all probability we may end with Nifty earnings of Rs 990 for March 24. This will bring down the PE to 22.70 for 23-24. Now apply the FY 24-25 growth which I believe is not less than 18% so EPS for 24-25 should be Rs 1168 and hence our PE for 24-25 will be only 19.2.

Bears have powerful lobby. They have best mechanism to spread myth. They are like BABY's Akashkumar who is willing to take risk with even 1% chance. Bears too la AKSHAY work with even 1% chance. Now let's consider why traders love sell calls and easy to rely on bears. They failed to make money in F and O in long strategy consistently hence they get to believe that this 1% chance can work for them, though they innocently fall in the bear trap. When you go against the thumb rule of the Bull market, which is "buy dips" you are bound to get trapped. Trap does not means shorts alone. It works in many ways. The biggest casualty is not short selling because you have stop losses in place and capacity to lose but certainly exiting many good stocks which had entered at rock bottom on the belief that you are equally equipped sharp shooter who can sell stock and buy again to milk money. This never happen. It can happen with 100 shares not 10000 shares.

As told, in just 4 sessions of April everything is changed. This is where CNI comes from and told you to buy in March and many stocks are up 20 to 25% and those which have not moved will rally now. Sunil Agro, GTV, RDB Rasayan and Alpine Housing falls in this category. Fundamentals you all are aware. Therefore there is no need to write it again and again. Best Example is TIRUPATI starch which moved from 155 to Rs 190 in quick time after it came out of trade to trade. Sunil Agro, Global Offshore and GTV are due any time to come out of trade to trade. You are getting these stocks are fair discount to peak rates thanks to trade to trade segment. Smart investors generally use such opportunity to buy when others can't buy and sell at 30% up when others come for buying. Another example is Riba which rose from Rs 63 to 86 even before it came out of trade to trade. We may see this crossing 52 week high soon.

I will discuss only two stock ideas here :

1 KPT Industries Ltd Market cap Now Rs 255 crs

KPT Ltd which was a Kirloskar Gr company. We had flashed a note on this co but seeing volumes it did not appeal to many investors. Those who believe CNI strike rate have added and holding. Stock has already delivered 30% returns and due for a big run. Why ?

Sanjay Kirloskar the owner of Kirloskar Brothers has also made her daughter a board member of this co. No one would bring in 31 years board member of parent co on the board without concrete plans. Plans are generally come to know only when stock catch up valuation.

KPT is at massive advantage as they get the engines from group companies.

Kpt has received export orders of E RIKSHA which they announced last month.

Current valuations are purely for Tools Company and not E RISKHA Company.

Once grown there will be possibility of de merger of this new business.

Since equity is just Rs 1.7 crs there will be distinct possibility of multiple bonus though timing could be a big question mark. MRF was still in APRIL fool stories of bonus and split.

Also consider that there are around 13 million auto rickshaw driver in India out of them 50% are on rent.

Unless financing made available the dream of VIKSIT BHARAT cannot achieve. With easy finance for E Riksha, drivers will try to own such vehicles instead of renting. Please understand more than 1 mn drivers bought taxies only for OLA and UBER business. OLA and UBER has also started promoting E RIKSHA schemes which will make many unemployed people go for E Riksha.

The auto on roads are close to 10 million. Out of which roughly 2.8 million are battery powered. Rest are still diesel consuming. Govt has announced easy loans, PLI and subsidies for E riksha's. This suggest that Govt want to replace close to 7 mn Auto to E RIKSHA so that the pollution as well diesel issue can be resolved.

Following companies control the market of Riksha in India with their market share

Bajaj Auto,	36.3%
Piaggio,	7.9%
Mahindra & Mahindra	5.6%
YC Electric	3.9%
Saera Electric Auto	3%
Dilli Electric Auto	2.1%
Atul Auto	2%
Others	39%

Oculus Auto,

Kerala Automobiles Limited,

Force Motors,

TVS Motors,

Fleek Motors

Khalsa Auto.

However in E Riksha Bajaj, TVS, Mahindra, Atul have major share and now KPT has entered. We need to understand the market cap to realize the potential of these companies and I feel Atul the smallest co have market capitalization of Rs 1800 crs. Rest too big to discuss.

In light of the above you will have to decide whether you like to add KPT Industries in your portfolio or not.

Financing of riksha is the key. It is currently available for auto rickshaw driver at extremely high down payment and interest rates making loans non feasible. Therefore rented riksha's.

Due to PLI, easy loan, low interest rates, compulsory loans due to Govt initiate, OLA/ Uber business model etc the demand for electric 3 wheeler is more attractive for drivers and profitable. There is mandatory for banks to provide easy loans at affordable rates due to Govt objective of converting the 7 mn riksha to E riksha and hence for auto drivers the obvious choice is to go for E riksha. You have to decide who will cater 7 mn E riksha and even if KPT gets just 2% shares market cap should be la ATUL.

Considering this scope we should evaluate the potential of KPT industries which has not only launched the E Riksha but also got export orders.

2 Tirupati Starch Ltd

Corn prices crashed more than 35% in USA and this will have positive impacts of three starch companies that is Gujarat Ambuja Exports, Sukhjit Starch and Tirupati Starch but to my mind I will stick my neck with only TIRUPATI Starch as admittedly they are expanding and entering in Green Energy and since the raw material is maize the cost of green energy will be lowest. Secondly this co has investor which made Tasty Bite Rs 13000 (100x). There is no reason to believe that the investor will not repeat similar story in TIRUPATI. Well, Investors have a different choice. I feel wonderful companies may become risky investments when we overpay which is the case always whereas bottom up stories available at throwaway valuations become wonderful companies in course of time. CNI approach always remained to buy companies which will become wonderful and once done leave it to rest of the world to trade in it.

Global Indices

Country	Indices	Date	Index	Net Change	Change %
Hong Kong	Hang Seng	05/04	16,723.92	-1.18	-0.01
Singapore	Straits Times	05/04	3,218.26	-16.75	-0.52
United States	NASDAQ	05/04	16,248.52	+199.44	+1.24
United States	DJIA	05/04	38,904.04	+307.06	+0.80
United States	S&P 500	05/04	5,204.34	+57.13	+1.11
Japan	Nikkei 225	05/04	38,992.08	-781.06	-1.96
United Kingdom	FTSE 100	05/04	7,911.16	-64.73	-0.81
Malaysia	KLSE Composite	05/04	1,555.25	+2.01	+0.13
Indonesia	Jakarta Composite	05/04	7,286.88	+32.48	+0.45
Thailand	SET	05/04	1,375.58	+1.69	+0.12
France	CAC 40	05/04	8,061.31	-90.24	-1.11
Germany	DAX	05/04	18,175.04	-228.09	-1.24
Argentina	MerVal	05/04	1,214,371.13	+31,243.88	-1.24
Brazil	Bovespa	05/04	126,795.41	-632.12	-0.50
Mexico	IPC	05/04	58,092.44	+209.68	+0.36
Austria	ATX	05/04	3,566.61	-5.33	-0.15
Belgium	BEL-20	05/04	3,834.33	-38.12	-0.98
Netherlands	AEX General	05/04	880.63	-3.54	-0.40
Spain	Madrid General	05/04	1,081.89	-17.06	-1.55
Switzerland	Swiss Market	05/04	11,495.79	-195.34	-1.67
Australia	All Ordinaries	05/04	8,026.04	-46.42	-0.57
China	Shanghai Composite	05/04	3,069.30	-5.66	-0.18
Philippines	PSE Composite	05/04	6,745.46	-81.60	-1.20
Sri Lanka	All Share	05/04	11,795.47	+96.98	+0.83
Taiwan	Taiwan Weighted	05/04	20,337.60	-128.97	-0.63
South Korea	KOSPI	05/04	2,714.21	-27.79	-1.01

