



Editorial

Vol -1, No-I, 17 Aug 24, 10 pages

I have been taking extra pain to explain you the current atmosphere so that your confidence is built and remain high and you can reply my call How is the Josh.???

I am getting messages from every nook and corner that Nifty is heading for 21000 in Sept and 28000 in Dec. This is based on Hindenburg tweet that they are going to make another revelation. When they did with ADANI market capitalization dropped from Rs 24 lac crs to 8 lac crs and back to Rs 24 lac crs and ADANI raised just 10 bn \$ so far. This is why my extra efforts. NO BUG can bite India any more. Last week we IRAN tanked bombs and what happened Nifty is just up 500 points. These events create shorts and that is what the lifeline of the market.

Markets are volatile and will remain so because FPI will try to distort markets. We had seen inflow of Rs 58000 crs in June and July from Fpi post-election results and Budget. However in Aug they have sold 13500 crs till date. Best part is that India now dislodged FPI as major investors. FM is time and again on record saying local investors are strong enough to help markets hold at any level.

We had disclosed to you that FPI have 72% stake in oil and gas, I T, financials, Fmcg and healthcare. So whenever selling is coming it is coming in these 5 sectors. Reliance they do not want exit and whatever they are selling is other oil and gas mostly getting absorbed which is reflected in continue rise of prices of this sector. They do not have too much in metals and auto and now increasing their bets on energy sector as next 10 years will belong to energy.

The day is not too far where they will have nominal exposure in oil and gas except Reliance. Reliance has different equation with Fpi which I can't write in this forum. But fact is clear they can't sell Reliance. I am sharing this so that it can help you decide where to put money. All the above writing is only for those investors who are present in the Ocean. One of investors called us saying he has exposure in SAIL in F and O what should he do after bad concall from SAIL.

Change of the week

	17-Aug-24	Rise /Gain
Sensex	80,436	740
Nifty	24541	174

Net Investments (` Cr)

	FII	DII
12-08-2024	(2811.0)	4477.7
13-08-2024	(1419.7)	1239.9
14-08-2024	(2377.6)	2236.2
16-08-2024	766.5	2606.1
Total	(5841)	10,559.9

Turnover (` Cr)

	FII	DII	Combined
16-Aug-24	1,32,250	92,981	2,25,231

16-Aug-24	Advances	Declines	Ratio
BSE	2414	1527	1.58

First of let me tell you we have told time and again that F and O is gambling and it is dangerous. You should have your view if doing in F and O. But also fact remains that in last 14 years we have not removed any call in loss in A gr. Our view in SAIL is intact and we hold our long view. Results are not bad the views are bad and why we explained in Your Masters Voice. This is a trap as SAIL is undervalued. Some big corporate having large influence tried to grab SAIL at Rs 30000 crs but failed. So there is possibility of sabotage behind giving bad guidance. GOVT is working on merger of RINL NMDC STEEL AND SAIL which will take SAIL capacity to 31 mn tons out of total 150 mn tons which is whopping 21% and we do not give even iron ore valuation (35 mn tons) then the motive is understood. We saw same pattern in Tamo and Bhel.

So there is nothing wrong in SAIL results which reported cash profit of Rs 2400 crs for Q1 on equity of Rs 4000 crs that is Rs 6 cash eps for q1 alone. Annualized Rs 24 and at cmp of Rs 130 pe is less than 6. After two quarter upgrades will start and I repeat my target 207 and 600 are intact.

This is your love towards A gr that is making things haywire. Had you invested same money in KPT at Rs 600 you could have made 100%.Well even in SAIL we are still at 100% + as we initiated 1st buy at Rs 60. The problem is when you buy at top with high volumes, you need to have patience for few quarters when such thing happens. Even if you had invested in Shivam or Swiss profits could have been double. Therefore there is no scope of complaint when you choose A gr. Some other investors asked why Tata Power bpcl came down? F and O stocks have different considerations. Let Nifty cross 25080 these stocks will become again high flyers as equation of demand and supply will change.

M K exim more than 6 lac shares were seen accumulated last week. Another 6 lacs will go this week. I had told you that there are enquiries for 5 mn shares. Now again here is the same case. Whatever could be the results (I do not bother about results) if stock price cross Rs 120 with high volume you will enter at Rs 120 and then cry your luck. Exactly this had happened cum bonus. Stock ran from 120 to 180 and opened 120 ex-bonus. Those stuck that time seeing 7-8 lac shares volume are exiting in losses. I am sure stock will cross Rs 126 in next 60 days with volumes like Shivam Auto. Today we received many enquiries suggesting they want to buy SHIVAM AUTO now and we have no answer. Yes price will be Rs 600 in next 3 years. M K Exim market capitalization is Rs 325 crs which is peanuts for this sector co.

5 Top Gainers			
Stock	16-08-2024	12-08-2024	% Gain
SUPRAJIT	619.6	495	25.1
INOX WIND	213.7	174.2	22.6
GRAVITA INDIA	2210	1805.5	22.4
SARDA ENERGY	336.8	280	20.2
KAYNES	5077.8	4272.9	18.8

5 Top Losers			
Stock	16-08-2024	12-08-2024	% Loss
AARTI IND	603.4	746.4	19.1
HIND ZINC	519.9	595	12.6
GPIL	989.1	1103.6	10.3
SANDUR M	488.9	544.8	10.2
BASF	820.6	914.2	10.1

Top 5 Picks By CNI 'A' Group	
Company	
SBI	
SAIL	
NALCO	
RELIANCE	
TATA MOTORS	

Top 5 Picks By CNI 'B' Group	
Company	
PANAMA PETRO	
MK EXIM	
INTEGRA ENG	
BEPL	
BLUE JET	

There could be corporate action also anytime in M K Exim. I have written many times that this co should trade 100 P E minimum whereas it is trading at 18 P E means there is scope of 5x in shortest possible time. Over period of time with expansion of products, top line and ibitda I see this co have potential to become Rs 20000 crs co. If you have capacity must have 1 lac shares in your portfolio if not 1% (4 lac shares).

There is no coincidence in my writing on stock and buying in the stock. In fact, when stock is under tracking we keep watch on sudden movement and based on that we find out from our sources who is operating, how much is buying and till what price this can happen. Sometime buyer get in touch with us asking lot knowing we can get a connect with large investors willing to sell. Based on this we recommend. Those who buy with our advice immediately make money. Those who enter the last will get stuck and wait for next round of rally.

Now facts once again. Stock was trading at Rs 120 for more than 6 months before bonus was announced. Stock went to 180 and became again 120 ex-bonus and that time Nifty was 19000. Stock was underperformer for bonus shares selling. Operator drove the price to Rs 64 but now is at Rs 81 which is equivalent to Rs 120 price before 1 year. Stock should have been trading at 150 by now to get adjusted to market. But cash stocks move like this. One 20% upper circuit is due and stock price will cross 126 to test 52 week high and life high and if you then enter God bless you.

Shivam Auto shown its power. SWISS MILITARY ex right Rs 34 superb. Better than HCC. Vipul Organics made life high with 1st announcement of launch a chemical TODI which goes in Auto shock absorbers and this billions and billions of \$ market. We are happy our CMD's name appear in 1% holding. GLOBAL OFFSHORE we hold % stake. Rdb Realty Ntc and Rdb Rasayan all three are our research. We now closed first two and moved money to third one which will rise in similar fashion. ELECON ENGG, KPT , BSE, Investment Precision , Niles, BBTC and Eimco Elecon are few examples which clearly prove CNI stock picking. It is your faith and belief that will give you profits. Choice is yours F and O or cash stocks. We have to service all.

Hindenburg was a foax call and henceforth it will not be a shock for Indian market any more. Cni did not give any emphasis to this research agencies for various reasons

1 Adani is where it was before there report.

2 Adani failed to raise Rs 20000 crs through FPO whereas in the second innings they have raised so far Rs 70000 80000 crs.

3 Even that time we believed nothing will happen to Adani.

4 This time they chose Sebi Chairperson though her investments were very well explained.

5 Fact remains that they had given hint on Friday 1 pm which means market was fully prepared.

6 This report was planned to destabilize Indian financial market and if they are short their life will become miserable

7 On 4th June Raga talked about Rs 30 lac crs losses and Nifty rose just 17%

8 Now let us where Nifty is heading after this opposition managed Hindenburg report

Yesterday again I wrote a detailed note so that you can gain faith in Indian market.

One stock where lot of members have expressed their concern. The stock name is Gtv Engg. Co announced super results as last quarter had Rs 2 crs other income which always come in Mach Q. What is that other income? It is sell of scrap. When you bid a project and use metal for engg structure lot of waste is created that is called scrapped and that is in real sense is regular income and not other income.

Stock had seen high of Rs 630 and operators tried to manipulate towards Rs 400 and it is only because you all do not understand your own power. If any one of you start buying even 500 shares price will become Rs 2500.

I had been telling you all about mega plans of the co including selling power biz to adani. But it seems before they do this they want to create massive value. Just check yesterday's announcement and you will realize it is 24 carat Gold and you all

are missing it. I maintain that if the stock price is falling it is good for us. If stock prices are rising we may get trapped at the highest rate

Gtv engineering is in final stages of entering India biggest sector- hydro power.

If you still have doubts in our research you may please exit at cmp and choose your own stock. In any case CNI found this at Rs 38 and enjoyed till Rs 640 and hold target of Rs 2500 intact. They have everything, land, engg, power and food. At Rs 120 crs what you can you decide? Stock is in trade to trade where we see tepid response and only insiders accumulate. At Rs 650 next time again you all will be buying. When I tell you it is nothing but when co tell you that they are going in hydrogen power do you any option ?

Our note on Integra was extremely appreciated by some Swiss fund only. Also M K exim which announced superb results is on virtual break out with massive volumes. Vipul Organics I am waiting for next announcement. Since all old hands are out this stock will go in no man's land with Amabatnath production and membrane technology announcement.

Shivam Auto though prima facie looks like results are bad they are not that bad. You can't expect a co to report net profit immediately after debt reduction. Show March 25. Had it reported net profit today stock could have gone to 120. Co still made Rs 20 crs cash profit and I like companies making cash profit. On Rs 112 crs sales 20 crs cash profit means operating margins are as high as 18% massive. Hold. Just think why some bought 1 cr shares at 60 giving 50% profits to everyone. Hold and buy in dips. After 2 days no one will talk about results. My find can't fail. Yet those who want to exit future Hero can exit no issues. Read the quote below.

If you want to exit shivam then you have choice to buy m k exim equally strong brand with 26% ibitda margin, no debt almost Rs 18 crs net profit and no limit of growth in this sector.

Market was again manipulated yesterday as there was a holiday on Thursday. Before reversal they always use such tipping points. Only one session that is Friday and you will open on Monday. Fears again spread that markets are heading for 18000 and this is massive plus for the market. Mostly today we will see market rising again 700 points and SOROS and gang will not get chance of short covering. And if this happen then Nifty can cross 25000 in the expiry and 25800 in Sept. 28000 in Dec is distinct possibility.

I do not Hindenburg short or not but I am sure it has been used both the time. Nothing was found against them because both the time they came out with reports without short positions though they openly said they shorted. My feeling is otherwise. First time it was triggered by ADANI gr themselves otherwise ADANI gr could not have got 10 bn \$ when they failed to get even 3 bn \$. This time clearly seen they hinted on working day and then on Saturday they alleged SEBI Chairperson.

Even a laymen can say this will not affect markets. Then came political statements that they were with Congress and SOROS and tried to distort the markets.

In short they must have done this for big money which could be good money without doing a trade. Then why do to trade at all..?

As explained yesterday SHIVAM results were not bad. Rs 20 crs IBITDA for a 400 cr company is super. How many Rs 400 crs companies do earn Rs 80 crs IBITDA that 25% margin..? Stock fell because operators wanted it to fail. They bought everything in lower circuit. Now this explains the plan. Just my imagination I must be wrong also. They bought 1 cr shares at Rs 60 by hitting upper clearing all dirt. They took it back to Rs 49 and again hit upper at Rs 65 this time only 20 lacs they got. It means many stubborn investors did not sell and as you are aware they do not do big games unless retail fully exit.

So I presume the interest reduction on debt reduction is deferred. Bangalore plant is also deferred. So game goes to next quarter. This is new normal in stock market. Hold and wait.

Now on results front. Swiss Military results are in line. Must subscribe to rights issue. Shall apply for additional also. Integra Engg results are superb. Some US guy was in Switzerland and confirmed to me that seeing SWISS standard of railway Integra is the cheapest stock in India. Just Rs 900 crs market cap. Price was at Rs 270 which is equivalent to 3 \$ which even penny stock trade above that in US and due to no regulations can rise to 15 to 45 \$ in a day. Due to regulations in India we may require 2 3 years to see this stock 45 \$ but I am sure we will. And if foreigners are reading me they will buy INTEGRA at 3 \$ as if they are buying a penny stock in US. Can't lose in a 3 \$ stock. That is reality. Same thing go with new born chemical

co Vipul Organics at less than 3 \$ where co has received 5 orders from different US states. I am waiting for announcements. If co is catering to JAPAN and US then NRI and foreigners should add this another penny stock as per US standards.

Similar logic should also be applied to M K EXIM which is available at just 1 \$ and it is doing biz of all US companies in INDIA. Who will better know than them. In 1 \$ getting a tie on the US streets even on thanks giving day is not possible.

Lahoti after super results resumed rally even in Trade to trade. GP Petroleum also announced super results. M K and Integra results were from the top drawer. A fund/House is buying M K in real big QTY. In normal markets they could not have got 10 lac shares till Rs 126 but current markets gave them opportunity to get it below Rs 85. They will be buying 50 lac shares that is 12% stake before making big announcement. I do not know who is coming with them finally as management is tight lipped. But who so ever comes will buy 24% stake. So effectively 36% and 50% is with promoters so what is left in street will be only 16% out of which some HNI hold around 6% stake. So keep watch and do not be surprised.

Next was also not a surprise. RDB RASAYAN. Normally yearly revenue Rs110 crs. This quarter it came at Rs 66 crs. Annualised Rs 250 crs. This is what I had projected. IBITDA Rs 10 crs vs Rs 7 crs. Full year could be Rs 55 crs which I had projected with revenue of over Rs 400 crs. Massive jump. Post this merger will come and with this kind of revenue and earnings the ratio will favour Rasayan where promoters hold 83% stake. Now why the sudden rise in revenue.? The manufacturing capacity is yet to be reflected. Also NTC plant will add 10x capacity. Durgapur plant started commercial production. The sudden jump is from IOC deal. RDB Rasayan has signed IOC for distribution of PP in entire West Bengal and that will be a big business though margins will be low in that business. But we can certainly see revenue of Rs 1000 crs in just 2 years or even more. Assuming they do this for just 3 to 4% margin that will add up another 40 crs to the profits? Thus it is not too far to see RDB Rasayan doing 100 crs PAT. I will not be surprised to see RDB rasayan another RDB realty which was again a CNI find of the same group.

Do you remember when Rsi of Dow fell to 30 and Nasdaq to 36 I had clearly mentioned that they will blast by 1000 points. In fact they rose 2000 points. Therefore try to always believe in self instinct than what paid media says and what market communicate.

Result season is over and now I have no hesitation to tell you that markets never run in result season. Tata Power announced excellent result and stock is down 10%. Bse announced super results yet stock is flat. Had it been in F and O it could have been down by 10%.

Cash stocks behave little differently. Small caps are never result stories and no one gain with down price movement. This affect only F and O stocks and that too we are responsible for the same. Options is the main culprit. Options is bread and butter of FPI. if Fpi want to sell every day then why the hell they trade in Options. In the name hedging they are the biggest gamblers and who promote them you all know. For me it is scam. Read in YMV the various kinds of scams and biggest one coming from online insurance companies to name them could mean likes of policy bazaar and Go Digit.

Nifty is at 41 RSI hence do not expect 10% kind corrections spread in market. Yesterday last dabba trades were squared off which had happened on in May end and 2nd week of July and we saw how market rallied. Third wave begins from Monday. Watch it.

My best bets

Vipul Organics

Rdb Rasayan

M k Exim

Integra Engg

If these stocks do not become 5x to 10x over a period of time I should quit market once for all.

Special feature

Every two months market enter bear market. Reasons are different every time. The only common factor which come before us is market will correct 10 to 20%. In Feb we had seen this. We had also seen this in April and then on 4th June and 23rd July. Now again on 15th Aug 2024. But fact remains market test new highs every time.

In Feb we were struggling at 19000, In April around 21000, In June around 23000 to 21285 and in July around 24500. Irrespective of all these mishaps Nifty went to cross 25000 and from there usual 1000 point correction happened which happen in every settlement.

India is though promising with bright future but scams are integral part of the Indian system. Common perception is that so long I am not caught why I should worry. FPI are busy with this 1000 point correction and rally (minimum) for that options become a mainstream income which is nothing less than a scam. Though they may call it is skilled business for me where retail get looted it is nothing but a scam. Finance Minister is on record said that there is froth in F and O but fail to bring in any measure to prevent this scam.

We have seen scams in GST, infra tenders and Indian roads which are built every year. Why would you need to repair road every year..? Can you compare the quality of old marine drive cement road with today's cement road? That had a life of 70 years and still going well whereas current roads do not have a life of even 5 years. What they mix I do not know. I am not even qualified to comment but remember the statement of Rajiv Gandhi that for every Re 1 spent only 15 paisa is spent on real work rest goes in the system. May that ratio now could have improved to 60: 40 or else I do not know.

Another scam you can see in toll collection. I was seeing AAJ TAK news and I was stunned. Bridge cost was recovered 10 years back and yet tolls are collected even today and they are rising every year. What do you call this more so when you pay road tax at the time of buying cars which is very heavy?

Many small businessmen do not have means to fight cases of IT, GST etc like Infosys and they settle the cases by paying demands raised whether reasonable or unreasonable.

In last two weeks I have come across a new scam. Car insurance scam. One of our car was insured with Go DIGIT a listed company. Accident happened to stationery vehicle in front of Sr PI and dozen of havaldar at Phoenix Mill Mall where the car was standing in the Q for parking. One taxi lost control and banged it. First thing there was no system of registering claim. However once registered message came surveyor will be allotted in 24 HRS. Not done. Then message came in 3 days repair order will be issued not done. Only after complaint after 12 days surveyor inspected the vehicle which was already repaired by that time as none approached. Now interesting issue surveyor on record says you have to send the car to CASHLESS garage only which is 70 kms away. Why cashless ? Cashless quote was Rs 2 lacs+ whereas local garage repaired it for Rs 44000. Now imagine where the money goes .? This is the biggest scam. Finally when we refused to send to cashless the claim was rejected. GODIGIT co was never available even once for discussion and when complained to policybazaar they registered another compliant to GODIGIT and some lady called. Interesting observations. See asked video of accident. Do you think it is possible..? Second was you should not have repaired the car without the repair order even if 30 days go. Wow Had it been life insurance the patient would have died by that time. In absence of vehicle we spent Rs 2500 every day in conveyance of 14 days which of course they are not going to pass in claim.

The bottom line is that ONLINE INSURANCE is big scam and no one take the accountability. We for small saving in premium for online policies. Policybazaar again listed has given platform to GODIGIT and there are private equity investors likes TVS INDIANFOLINE etc Brand ambassador none other than VIRAT KOHLI. Have I not met with accident we could never have come across the systematic scam in online insurance biz.

I will suggest exit from POLICYBAZAAR and GODGIT as sooner than later these scams will get exposed the stocks will crash. Better to have money in stocks like LIC and GIC which are agent based and have accountability. My writing may go in deaf ears till the time such scam is getting exposed which will happen sooner than later. We have 9 such cases where policyholders were found cheated and no justice was done. Then they will send to file case in some portal where the end result will go in favour of insurance companies and your money for fighting the case will also go in drain. They know one fact very clear that most of the claims cannot exceed Rs 1 to 2 lacs and if you fight in courts you will incur more costs hence the day robbery.

I am covering this because these are listed stocks. I will site one example. There was one co ICSA from Hyderabad and stock was in F and O and price was Rs 242 (Rs 2 paid up) and 63% was owned by FPI. At CNI we found that co was involved in fraud as they well selling software products to local guy who was in turn was selling at lamington road. The said guy was

doing 100 125 Crs biz and he was arrested by Pawai police for some Ponzi scheme. We called co and asked clarification which co refused to give. We did wait for quarterly results where we were awaiting Rs 125 crs write off which never came. We downgraded that co with a target of re 1 and it happened and stock got delisted. Bottom-line is clear. Nothing will happen until something comes out and we will be stupid to remain invested knowing the suspect business model and lack of corporate governance. Rest is your call.

Coming back to main topic. Aug has seen similar rumors of correction coupled with 1000 companies getting out from pledge list and 1000 companies getting added to ESM network the moral was really down. Also fact remains 1000 points correction has come. From 25080 to 23913. So what next...? Next is again rally till 25800 and this will be fronted by none other Reliance.

Reliance had announced Rs 53000 crs retail IPO and for that Reliance stock has to test Rs 3500 and they will change the market mood. If you look at stock price correction it was time correction rather than price correction. Why this happen that when FPI are selling this time HNI are not aggressive...? They are the ones which have bought Rs 2.80 lac crs in Sept 2021. They will come back but only after street tires, liquidate longs and create shorts. All three elements are present.

FPI including SOROS is heavily short. They were short on 4th June also and paid the price. This has been confirmed by north bloc also. HNI liquidated positions for 1000 out of pledge and 1000 news ESM companies. Also expecting SEBI bomb on F and O any time where lot size will be changed to Rs 20 lacs. Ideally this is the best situation where HNI started acting and this time it is not different.

Two weeks back when Dow RSI went to 30 and Nasdaq 36 we had said both will rise meaningfully and see the results both rose 2000 points. Similar is the state of Nifty where RSI is below 40 means even if bears hammer Nifty will not fall more than 200 points whereas the covering will take Nifty 10% up as always happen. Hence my call is for 25800 on or before DIWALI and 2024 will remain extra ordinary year to be recorded in the history of capital market.

At CNI we have bottom up stories. We have released four notes INTEGRA ENGG, VIPUL ORGANICS, RDB RASAYAN and M K EXIM and these four just cut and paste all will be 10x stories. I am convinced and can guarantee you that none of these companies have suspect business model like policybazaar and GODIGIT. Our analysts are also studying these companies in more details to find out what are issues in the accounts and if found we will not hesitate to downgrade these companies. Just imagine the TV ad of policybazaar which is creating an impression that your claims passed automatically can be case of fatal death of near and dear ones. So better stock with LIC and GIC the two trusted Govt companies.

Global Indices

Country	Indices	Date	Index	Net Change	Change %
Hong Kong	Hang Seng	16/08	17,430.16	+321.02	+1.88
Singapore	Straits Times	16/08	3,352.89	+37.16	+1.12
United States	NASDAQ	16/08	17,631.72	+37.22	+0.21
United States	DJIA	16/08	40,659.76	+96.70	+0.24
United States	S&P 500	16/08	5,554.25	+11.03	+0.20
Japan	Nikkei 225	16/08	38,062.67	+1,336.03	+3.64
United Kingdom	FTSE 100	16/08	8,311.41	-35.94	-0.43
Malaysia	KLSE Composite	16/08	1,623.90	+10.96	+0.68
Indonesia	Jakarta Composite	16/08	7,432.09	+22.59	+0.30
Thailand	SET	16/08	1,303.00	+13.16	+1.02
France	CAC 40	16/08	7,449.70	+26.33	+0.35
Germany	DAX	16/08	18,322.40	+139.16	+0.77
Argentina	MerVal	16/08	1,649,329.38	+5,454.38	+0.33
Brazil	Bovespa	16/08	133,953.25	-200.17	-0.15
Mexico	IPC	16/08	54,083.78	-181.14	-0.33
Austria	ATX	16/08	3,627.33	-2.55	-0.07
Belgium	BEL-20	16/08	4,075.78	-5.88	-0.14
Netherlands	AEX General	16/08	905.67	-0.19	-0.02
Spain	Madrid General	16/08	1,076.72	+5.73	+0.54
Switzerland	Swiss Market	16/08	12,188.73	+38.51	+0.32
Australia	All Ordinaries	16/08	8,189.90	+106.12	+1.31
China	Shanghai Composite	16/08	2,879.43	+2.07	+0.07
Philippines	PSE Composite	16/08	6,847.37	+154.46	+2.31
Sri Lanka	All Share	16/08	11,504.07	-27.24	-0.24
Taiwan	Taiwan Weighted	16/08	22,349.33	+454.16	+2.07
South Korei	KOSPI	16/08	2,697.23	+52.73	+1.99

