

Editorial
Vol -1, No-I, 01 May, 2021, 08 pages

MNM FIN reported good nos. Rs 219 crs pat as against 274 crs losses yet the stock is hammered on higher GNPA which is a normal thing in banking and NBFC co. Volumes crossed 1 crs shares in 10 minutes which means there are good buying at 165 around. I think it is heading for exciting times and one should add more with conviction. With MAHINDRA brand stock has to rally again. It is Bank Nifty component that will also help.

Bank nifty now reached 32400 as per my expectation and now heading for 34000 35000 in APRIL alone. Then 40000 can be seen in MAY.

NAM India all set to announce superb results tomorrow.

Alok India rose from Rs 20 to 24 and results today suggest exciting results. Buy only if you are long term investors.

BPCL in new game now. Watch this stock perform well.

Till 2 weeks back rtPCR range was defined at 30 score to decide the patient is positive or negative. It was changed to 35 which means those who were earlier declared as negative are now considered positive. The range increase has wide effect to raise the infection level by at least 30 35 pc. Thus it seems it could be a political move for whatever reason. May be to press the vaccination button, may be to create chargeable vaccine or any other purpose. The shortage of beds, oxygen's and remidesvir is the chain reaction of fear and major major thanks to media for this. India is known for creating shortages for products like sugar and chana dal then why not remidesvir and oxygen. Beds is a byproduct. Aiiims has removed remidesvir from the protocol medicine which means this virus can be treated without remidesvir.

I am not chemical engineer but surely knows that we have enough oxygen in all states which can be madae available to more than 1 to 2 cr people. Mind it 135 crs people are taking daily oxygen for years. This shortage is created by biz community and politician like all other commodities.

Change of the week

	01-May-21	Rise /Gain
Sensex	48782	921 ↑
Nifty	14631	321 ↑

Net Investments (` Cr)

	FII	DII
26/04/2021	(1055)	1022.5
27/04/2021	(1108)	1463.4
28/04/2021	913.0	436.2
29/04/2021	1442.2	(942.3)
30/04/2021	(3465)	1419.3
Total	(3273)	3398

Turnover (` Cr)

	FII	DII	Combined
01-May-21	71,672	55273	1,26,945

01-May-21	Advances	Declines	Ratio
BSE	1320	1630	0.80

Some are deriving political mileage and some are trying to attack Central Govt. There is data released by pib that centre gave money to install oxygen plants in jan 21. Delhi installed just 1 instead of 12 and maharashtra nil instead of 12. This explains everything. We used to see bomb blasts in Lal Chok Shrinagar every now and then to get Central aid. Dirty politics at the cost of lives of people is not ruled out.

Instead of rushing to hospitals it is advisable to use double mask 1 3 layered surgery mask and then the normal mask whenever you are moving to public place which will protect you from this deadly virus. When at home avoid masks to get more oxygenated. Keep windows open as natural air consist 21 pc oxygen.

Vaccination will help to a great extend even though the immunity goes down to begin with. Post vaccination you need to double care till 45 days. After that immunity will rise many fold. Vaccinated people too are prone to catching infection but surely the impact will be down by 70 80 pc and , may be, as per recent studies, they will not pass this virus to others.

Well last 4 days we are seeing no vaccines in any of the centers in Mumbai. This may not be due to non availability but looks like for the new price war for state and private sector. You will have cough up Rs 600 and 1200 for vaccine from 1st Jay and hence for last few days there are no vaccines. After 1st may even though 18 and above will be allowed there may not be any shortage of vaccines. As per our visits to vaccine centers every center is doing 1000 to 1500 vaccination per day .

This is why it is perceived that once we are vaccinated to 70 80 crs people there will be end of virus to a great extend. 30 crs do not require vaccination. So effectively we will reach a level of 75 80 pc which will make this virus like a normal other flue.

We have reached 14 crs vaccination in 30 40 days. Now the speed is catching for 3 reasons ; one; more vaccines are allowed , two; it is now paid which means private sector will take up distribution rapidly and third; excessive fear. We believe we will start doing 1 cr vaccination from 15th may or max 1st june. That means by june 1 we should be doing at current spread at least 30 crs and then 60 crs in next 2 months. By end aug 90 crs can be reached and even if we fail by 10 15 pc 75 crs is in sight.

5 Top Gainers			
Stock	30-04-2021	26-04-2021	% Gain
Alkyl Amines Che	8450	6293	34.27
Balaji Amines	2610	1949	33.9
Morepen Lab	65.4	49.9	30.9
Sail	119.4	93.0	28.3
Hikal	265.4	207.7	27.7

5 Top Losers			
Stock	30-04-2021	26-04-2021	% Loss
M&M Fin	162.2	178.8	9.28
Dilip Buildcon	542.5	595	8.82
Snow man Logistic	49.7	54.2	8.29
Sterling and Wilson	301.2	326.9	7.86
Astra Zeneca Pharma	3905	4236	7.8

Top 5 Picks By CNI 'A' Group	
Company	
RIL	
SBI	
ICICI BANK	
GODREJ IND	
BRITANNIA	

Top 5 Picks By CNI 'B' Group	
Company	
HDFC LIFE	
ZYDUS WELLNESS	
SHEELA FOAM	
IEX	
BURGER KING	

The current impact of slowdown lockdown etc etc will be reflected , if any , post adjusted paint up demand in the june quarter which will end by july 15 2021. So ideally we feel that current phase of indecisiveness is good accumulation time for investors. With sky getting clearer

The views are my personal which you may agree or not and not against any Govt or any political party.

From my above rationale thinking you can take a market call. I believe that the clarity is good enough for accumulation in INDIAN markets.

Next 2 days for F O short covering we may see Nifty at 14700 14800.

Next target is 15200 15500 15800 15900. The clarity which I wrote yesterday is enough justification.

Next on radar is Bank Nifty. Yesterday BOM announced board meeting on 29th to raise funds.. why ? If the bank is for sell then this is not correct.. It means bank sell is delayed. This also means 51% holding will be allowed first. My assessment was correct. If true then bold reforms will come and then INDUS will be the largest beneficiary.

MNM FIN yesterday 4 cr volume was seen and stock at 162 today it is at 166 and volume is just 34 lacs. No sellers. All fixed game. Yesterday there was news item that FINTECH biz is getting de merged. I am again true slowly MNM fin showing its colour. In next 2 years there will be enough value unlocking and stock will be another BAJAJ FIN. Take the correction opportunity and buy big.

This is the same stage where we were getting INFY at 550 and no 1 wanted to enter. Now at 1500 every one like it. Cut and paste this. MNM FIN at rs 250 every 1 will recommend.

Zee traders shorted for 175. I suggest long. One that lockdown in states will help in business. Nos are good. And MCA news seems correct which will see stock getting re rated big time once come in public domain.

Shree cement MD chairman HARI BANGUR has added 32 lacs Orient cement. R J holds 1 pc. Now you can understand why...? Q4 will stun every one. I see price of 150 160 cmp 106. Also this is B K Birla gr company which is going to go to K M sooner than later. I had predicted for Century and it went to Ultratech. Even this co will go to Ultratech in 12 months so accumulate considering this.

I think next 15 days all small caps will rock. Himadri Tinplate Spic KVB should be kept on radar.

Nifty crossed 14750 and all short trapped at 14300 14200 as expected. Next 2 days no long in Nifty as it may fall to 14600 14650.

Mid caps started running. Tinplate Himadri already shown current. Now turn of RDB and NCC. tinplate will not come below 190 now.

BEL will post 300 pc rise in PAT as compared to q3 as per our estimate and NCC can 500 pc hence we advise going long in these 2 stocks.

Bharti will surprise street and can expect to reach 580 620 this time.

14735 is the break out level. IF we close above 14735 then we can go to 15100 and it will come after 30th may.

Keep adding good mid cap stocks. RDB rasyan is my favourite with b v of Rs 60 cash in books 88 crs eps 15 and stock at just 64 with promoters 83 pc (10 pc physical is nothing but side entity)

Indus came long way and will blast on RBI announcement of 51 pc stake allowing. This has to come. Without this BOM cannot be sold. Indus result will be super. promoters buying. Bank Nifty will cross 40 K which is not possible without INDUS hence INDUS has to cross 1300.

USHA try to add more around 40 leading industrialist adding. Eq is 29 and we expect EPS of Rs 3.5 in fy 21 and 12 in fy 22 so stock can reach to 100 150.

15000 done once more and this time in just 7 sessions. But this gave a clear message that you apply your mind reading media headlines and short at 14200 this is bound to happen. We are happy as we bought every dip and enjoyed a run till 15000.

Now we wait for a closing above 15100 then we will start adding more Nifty for 15900 16600. Else we will wait for correction and focus on stocks.

Much delayed ARMACO came and RIL crossed 2000. Though my target is 2450 I will wait for crossing of 2140.

GOvt gave 2 lac crs for bad banks which made Bank Nifty cross 34000 on expiry day which I had told at 30000.

RDB Rasayan now at Rs 70 catching volumes. Wait for 100 109. 109 is 52 week high above which 300 is possible. Well, stock is the cheapest with 15 Rs eps Rs 88 crs cash in books and BV at Rs 60. I would stick with it and hold for long. In fact would add as value bottom up stock. Lot of investors says MGT .? What should I say they raised rs 35 crs and they did not remove a single Re from the Balance Sheet. They used this money for expansion. Can you find a better promoter than this..? They their name came in IPO in 2011 thanks to R B of GUJARAT yet they fought in SC and won it. So can you say management is not good.

Tata Steel crossed 1000 cmp 1022 our target of 1500 is intact.

We suggest buy NALCO for Rs 100. When hindlco is costly and set to cross 500 you must add NALCO.

VIPUL has to move past 205 in next 2 to 3 days above which 290 is target. When SUDARSHN has moved to 700 why not Vipul. Market cap sudarshan 4500 and vipul 175 crs... ?

Usha martin will report Rs 3 and 3.5 EPS for 21 and 12 for 22. Big investors accumulating. Ard 41 is best to accumulate. This will blast like MOREPAN which I had recommended at 30.

NCC will announce super nos.

I feel Govt will announce some big news for PSU next week. Largest beneficiary is BPCL. HPCL NALCO and BEL will be few more stocks. BEL will announce super nos 300 pc rise in revenue and 400 pc rise in profit possible. BEL will blast once the date is announced. Smart investors should add now. Remember our call on NMDC at Rs 120 even after dividend of Rs 8 stock is at Rs 147 and I expect this to cross Rs 200.

Next year analysts are expecting 44 mn tons production though I believe it will cross 50 mn tons. FY 21 capacity was 31 mn tns now it is 67 mn tons thanks to new KARNATAKA mines. Hence NMDC is clear hold for me. BEL falls in the same category. Some defence related news will also come soon.

After SAIL (we gave at 30 and Tisco at 300 and again at 700) success we now focus on USHA MARTIN. Charts suggest above 45 this will double in 30 to 60 days. Eventual target is 150 200.

BPCL was high conviction stock and see it is now 437 in no time. It will cross 500 this time.

Another high conviction stock is BHARTI. Well BHARTI for the first time in Q3 reported 854 crs profit which was a clear beat. Earlier there were 11000 15000 crs losses for provisioning. Now if Q4 which we believe will be higher profit than Q3 the directional change will in the stock. There will be upgrades in the stock as the certainty of nos and no provisioning will make stock cheaper. I feel before result stock will reach 580 590 and after upgrades may see 750. So best time is to buy now. Sell only if stock goes below 510. So risk reward is great now.

BEL is on fire after we gave buy call. After nos may be a repeat story of NMDC.

We now suggest NCC for big upmove. There is 20000 crs order book which was confirmed in recent in interview. Can google. 90% is under execution so if major executed that sales could be very high. On chats above 78 it is due for 95. Long term we can see 150. So again this is a best time to enter now with stop loss of 70.

Nifty will wait for closing above 15050. Thereafter 15900 one way.

Lot of people are frustrated as they missed the rally. We at CNI always believe buy dips and hence even in the fall we enjoy and make money that you can see from our record of profits given on the home page.

One thing I want bring on record that since last 15 years I have been telling that insurance should be made free to IDNIANS who pay tax or file returns on the lines of US. Silently NAMO has done this. Now those who file IT returns

for 3 years will get life insurance benefit free. This nobody even knows and NAMO has done this. My notes have worked giving lot of satisfaction.

Global Story

In 2003 Gulf war ended when first time we became bullish on market as our research indicated the bear market in commodity ended that day. Well this was double bottom as first sign of bottoming came in 2001 when twin towers were blown out. Our research and analysis clearly suggest tops and bottoms are made with a major international event. Since then we are always bullish and remained bullish even post Lehman or post Covid 19. In fact , we are labled as born bulls.

To put in a different perspective this week there was a news that backwardation caught in commodities first time after 2007. This means commodity bull market has not yet peaked and that is seen from almost all commodities globally. The reason may be stimulus but fact remains that the commodity bull market is to stay here for another 4 to 5 years which we had predicted as our bull market cycle. The perception is changing and even the poor discounting of commodity stocks will change with more investors getting attracted to commodity stocks. From poor pe ratio of 5 to 7 we may see aggressive discounting of 15 to 20 in times to come which also mean commodity stocks will have more than 100 pc upside. This is comparable with psu banks in 2005 which were never given more than 5 p e . We will turn bearish with a slogan of "sell on rally" only when global commodities peaks out. We will not require capacities then, recession will start and reversal of rate cycle will be drag on the growth. Till that time we continue with our bais of bull market and buy dip strategy.

Jes Stanley of Barclays recently said U K is about to experience the biggest economic boom since aftermath of World War 2 that is 1948. If this will work for U K it has to work for Europe and other parts of the world and this is good for India. U K Europe are less productive and largely depend on China India and few other counties. Thus the timing of 15 pc tax in India could be a boon for MNC's setting shop in India. This was discussed to just reiterate our bull market scenario defying the alternative logic tossed up by bears that markets are topped out.

Now coming to our markets it is 10th time we have crossed 15000 and this time it is just 7 days. We saw 14000 (in Sgx)and 15000 both in this one week. On the first day of the fresh settlement we believed that Nifty will correct to 14680 and it did. We at Cni told our members to stay away from 14850 only and be ready ro re enter at 14680. We closed there on friday. We will be buying till 14500 if market corrects further on Monday on election results announcement. Because there will be knee jerk if the results favour Tmc. Most of t v analysis and exit poll voted for Tmc except hindu business line which discussed high probability of BJP in west bengal and there basis was satta bazaar. Even the most accurate and reliable satta bazaar from phalodi rajasthan said bjp will win 175 seats. Therefore there eas no surprise seeing nifty 14600 in SGX . Monday we may see Nifty bouncing to 14900 also after going down to 14500. Try to buy dips if you get opportunity.

While oscillating 10th time between 14000 and 15000 nifty has clearly created a psychological barrier of 15000. Whenever it reach near 15000 heavy shorts are created. But we think this time it will be a change anf nifty will cross 15050 on closing basis which will open the doors of 15900. Why we feel this ...? Last 2 months was the trial for 2nd May and there seems no event left now. With friday fall enough shorts are created that too on the first day of the settlement. Bulls are never satisfied with less than 1000 points in a settlement. Now with 14600 if they succeed to take it to 15900 this will be one of the biggest settlement gains that is 1300 points. The conditions and pitch is all set for lpl final kind.

All frontline companies like reliance tisco tata motors sbi axis indus jsw jindal larsen hul marica dabur infy tcs bharti bel hindalco vedanta will beat q4 nos whether announced or to be announced. The May setback of poor off take will be matched in pent up demand. In 2020 60 days closure was also matched up where is the question of 15 days loss ? We may spell out a detailed note on this but feel it is not warranted and just suggest that bears are on the wrong foot this time.

In short we do not believe that market will re test 14000 for 11th time but in all probabily will now travel towards 15900 then 16,600 this time.

More daily guidance is available in www.cniresearchltd.com

Global Indices

Country	Indices	Date	Index	Net Change	Change %
Hong Kong	Hang Seng	01/05	28,724.88	-578.38	-1.97
Singapore	Straits Times	01/05	3,218.27	-3.31	-0.10
United States	NASDAQ	01/05	13,962.68	-119.87	-0.85
United States	DJIA	01/05	33,874.85	-185.51	-0.54
United States	S&P 500	01/05	4,181.17	-30.30	-0.72
Japan	Nikkei 225	01/05	28,812.63	-241.34	-0.83
United Kingdom	FTSE 100	01/05	6,969.81	+8.33	+0.12
Malaysia	KLSE Composite	01/05	1,601.65	-6.85	-0.43
Indonesia	Jakarta Composite	01/05	5,995.62	-17.34	-0.29
Thailand	SET	01/05	1,583.13	-7.33	-0.46
France	CAC 40	01/05	6,269.48	-33.09	-0.52
Germany	DAX	01/05	15,135.91	-18.29	-0.12
Argentina	MerVal	01/05	49,056.10	-1,009.10	-2.02
Brazil	Bovespa	01/05	118,893.80	-1,172.00	-0.98
Mexico	IPC	01/05	48,009.72	-888.07	-1.82
Austria	ATX	01/05	3,227.24	-35.50	-1.09
Belgium	BEL-20	01/05	4,014.30	-24.36	-0.60
Netherlands	AEX General	01/05	707.56	-2.91	-0.41
Spain	Madrid General	01/05	875.55	-0.88	-0.10
Switzerland	Swiss Market	01/05	11,022.34	-57.17	-0.52
Australia	All Ordinaries	01/05	7,290.70	-55.33	-0.75
China	Shanghai Composite	01/05	3,446.86	-28.05	-0.81
Philippines	PSE Composite	01/05	6,370.87	-116.64	-1.80
Sri Lanka	All Share	01/05	7,208.20	-8.50	-0.12
Taiwan	Taiwan Weighted	01/05	17,566.66	-0.87	0.00
South Korei	KOSPI	01/05	3,147.86	-26.21	-0.83

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